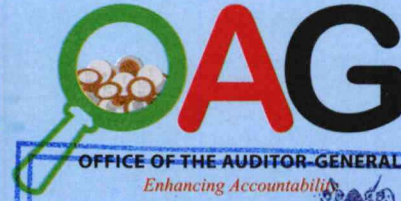


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

REPORT THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 13 NOV 2025

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HON ERIC KADEMBER
MP

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THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

**GLOBAL FUND HIV/AIDS PROJECT
GRANT NUMBER KEN-H-TNT-2065**

FOR THE YEAR ENDED

30 JUNE, 2025

**NATIONAL SYNDOMIC DISEASES CONTROL
COUNCIL**





OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
RECORDS OFFICE

02 OCT 2025

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PROJECT NAME: GLOBAL FUND HIV/AIDS GRANT.

**IMPLEMENTING ENTITY: NATIONAL SYNDIC DISEASES CONTROL
COUNCIL**

PROJECT GRANT/CREDIT NUMBER: KEN-H-TNT-2065

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2025

**Transitional IPSAS Financial Statements/Prepared in accordance with the Accrual Basis of
Accounting Method under the International Public Sector Accounting Standards (IPSAS)**

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

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1. Acronyms and Definition of Terms

AGPO	Access to Government Procurement Opportunities
AIDS	Acquired Immunodeficiency Syndrome
ART	Antiretroviral Therapy
AYP	Adolescents and Youth Programs
CECMs	County Executive Committee Members
Comparative FY	Financial year preceding the current financial year.
CT	County Treasury
EDMS	Electronic Document Management System
ERP	Enterprise Resource Planning
ETR	End Term Review
GBV	Gender Based Violence
GFATM	Global Fund HIV/TB/Malaria
HQ	Headquarters
HRG	Human Rights and Gender
ICC	Interagency Coordinating Committee
JAPR	Joint HIV&AIDS Program Review
KASF	Kenya AIDS Strategic Framework
LPOs	Local Purchase Orders
LSOs	Local Service Order
MCAs	Members of County Assembly
MCCs	Multisectoral Coordinating Committees
MTCT	Mother-to-Child Transmission
NDMA	National Drought Management Agency
NSDCC	National Syndemic Diseases Control Council
NT	National Treasury
PFMA	Public Finance Management Acts.
PLHIV	People Living with HIV
PMTCT	Prevention of Mother-to-Child Transmission
PrEP	Pre-Exposure Prophylaxis
PSEAH	Prevention of Sexual Exploitation, Abuse, and Harassment
PWID	People Who Inject Drugs
SMART	Specific, Measurable, Accurate, Reliable, Time Bound
SR	Sub-Recipient
SRH	Sexual Reproductive Health
TB	Tuberculosis
TWG	Technical Working Group
UHC	Universal Health Coverage
UNAIDS PCB	UNAIDS Program Coordinating Board
UNFPA	United Nations Population Fund

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

2. Project Information and Overall Performance

2.1 Name and registered office

The project's official name is **Global Fund HIV/AIDS Project Grant**

Objective

To provide comprehensive HIV prevention, treatment, care and support towards Universal Health Coverage for all people in Kenya.

Address

The Project is being implemented by NSDCC whose headquarters offices are in Nairobi city, Kenya.

The address of its registered office is:

National Syndemic Diseases Control Council,
 Maktaba Kuu Building (KNLS), 2nd Floor, Ngong Road, Upperhill
 P.O. Box 61307 - 00200, Nairobi, Kenya

The NSDCC also has offices/branches as follows

Region No.	County Clusters	Regional Office Location	Office Physical Addresses
1	Taita Taveta Kwale Mombasa	Mombasa	County HQs, Uhuru Na Kazi Building, 7th Floor, Mombasa
2	Tana River Kilifi Lamu	Kilifi	National Drought Management (NDMA), office, Opposite Huduma center
3	Mandera Wajir Garissa	Garissa	Regional Commissioner's Office, 1st Floor, Garissa
4	Kitui Machakos Makueni	Machakos	County Commissioner's Office, Machakos
5	Nairobi Kiambu Kajiado	Nairobi	Nyayo House, 4th Floor, Nairobi
6	Isiolo Meru	Meru	County Commissioner's building, 3rd Floor, Room 91, Meru
7	Tharaka Nithi Embu	Embu	Regional Commissioner's Building, Ground floor Room 18, Embu
8	Nakuru Baringo Nyandarua	Nakuru	Regional Commissioner's Office, Block A, 1st Floor, Nakuru
9	Kisii Nyamira	Kisii	Ministry of Planning and Devolution, Opposite County Commissioner's Office, Kisii
10	Homabay	Homabay	County Commissioner's Office, Homa Bay

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	Migori		
11	Kisumu Siaya	Kisumu	Nyanza Regional headquarters, 6th Floor, Room C, Kisumu
12	Busia Bungoma Transzoia	Bungoma	ICT Authority Building
13	Kakamega Vihiga	Kakamega	Regional Commissioner's Office, 2nd Floor, Block B, Room 74, Kakamega
14	Turkana West Pokot	West Pokot	County Commissioners Building, Ground Floor Kapenguria
15	Narok Bomet Kericho	Kericho	County Commissioner's Building, Kericho Town
16	Elgeyo Marakwet Uasin Gishu Nandi	Uasin Gishu	County Commissioner's Building, 2nd Floor, Room 210 & 211, Eldoret
17	Nyeri Kirinyaga Muranga	Nyeri	County Commissioner's Building Block B Annex, Nyeri
18	Samburu Laikipia	Nyahururu	Deputy County Commissioner's Office, Laikipia West Subcounty, Nyahururu
19	Marsabit	Marsabit	Assistant County Commissioner's Building, Marsabit Town

Contacts: The following are the project contacts

Telephone: (+254) 020 2896000

E-mail: ceo@nsdcc.go.ke

Website: www.nsdcc.go.ke

Project information and overall performance (continued)

2.2 Project Information

Project Start Date:	The project start date is July 1, 2021
Project End Date:	The project end date is June 30, 2024
Project Manager:	The project manager is Mr. Douglas Bosire.
Project Sponsor:	The project sponsor is the Global Fund AIDS, TB and Malaria (GFATM) through National Treasury.

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

2.3 Project Overview

Line Ministry	The project is under the State Department for Medical Services of the Ministry of Health
Project number	KEN-H-TNT-2065
Strategic goals of the project	The strategic goal of the project is to provide comprehensive HIV prevention under universal health coverage
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: a) Reduce new HIV infections by 75% b) Reduce AIDS-related mortality by 50% c) Reduce HIV-related stigma and discrimination by 25% d) Increase domestic financing of the HIV response to 50% e) Micro-eliminate viral hepatitis and reduce the incidence of sexually transmitted infections
Other important background information of the project	The project is aligned with Kenya AIDS Strategic Framework (KASF) II 2020/21 – 2024/25 and the Constitution of Kenya (2010). The response to HIV is a priority for the national development agenda outlined under Vision 2030.
Areas that the project was formed to intervene	The project was formed to intervene in the following areas: (i) Prevention of new HIV infections through: a. Adapting and scaling up effective interventions for impact using a combination prevention approach, and engagement of communities to create demand and advocate for HIV prevention. b. Improve access, efficiency and outcomes of prevention programmes through integration, collaboration and partnership, and c. Eliminating HIV mother-to-child transmission (ii) Improving treatment, care and support through strengthening differentiated service delivery models, scaling up retention and support systems including psycho-social support, and improving TB screening and outcomes amongst people living with HIV. (iii) Contributing to the strengthening of resilient and sustainable systems for HIV and AIDS and health through investing in laboratory infrastructure, human resources for health, community systems, and the commodity management system. (iv) Expanding strategic information, research, and innovation through the implementation of population-based surveys and strengthening research capacity at all levels. (v) Ensuring a human rights-based approach to HIV through addressing the structural and social barriers to accessing fair and non-discriminatory treatment in the health and justice systems, and

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Annual Report and Financial Statements for the financial year ended June 30, 2025

	(vi) Strengthening communication and advocacy for HIV through social mobilization and targeted behaviour change communication.
Project duration	3 years

2.4 Bankers

The following are the bankers for the project:
 NCBA Bank Ltd NCBA House Branch,
 P.O. Box 44599-00100,
 Nairobi, Kenya.

2.5 Independent Auditor

The project is audited by:
 Auditor General
 Anniversary Towers, University Way,
 P.O. Box 30084 - GPO 00100
 Nairobi, Kenya

2.6 Roles and Responsibilities

No.	Designation	Name
1.	Ag. Chief Executive Officer	Mr. Douglas O. Bosire
2.	Director, Internal Audit	CPA, Gabriel Nkari
3.	Director, Legal Services & Corporation Secretary	CS Emily Mukami Njiru
4.	Director, Management Information Systems and Communication	Mr. Alex Kariuki
5.	Director, Human Resource and Administration	Mr. William Birech
6.	Director, Health Promotion and Program Management	Dr. Kiio S. Ndolo
7.	Director, Epidemiology and Strategy	Dr. Murugi Micheni, MD
8.	Director, Partnership Planning & Resource Mobilization	Mrs. Angella Langat, MBS
9.	Ag. Director, Regional Coordination	Ms. Jenny Gakii Miriti
10.	Ag. Director, Finance and Grants Management	CPA, Lydia Mbai
11.	Ag. Deputy Director, Supply Chain Management	Ms. Purity Ndale

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065**Annual Report and Financial Statements for the financial year ended June 30, 2025****2.7 Funding summary**

The Global Fund KEN-H-TNT-2065 Project is for duration of 3 years from July 1, 2021, to June 30, 2024. The initial approved budget was USD 11,402,292 (Kshs 1,230,323,003). This financial report is for the closure period that run from July 1, 2024, to December 31, 2024 but aligned with Kenya Government financial year.

Below is the funding summary:

A. Source of Funds

Source of funds	Global Fund Commitment		Amount received to date – (30 th June 2025)		Undrawn balance to date	
	USD	Kshs	USD	Kshs	USD	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A') - (B')
The Global Fund 2065 grant	11,404,292	1,230,323,003	6,439,433	949,772,429	4,964,859	280,550,574
Total	11,404,292	1,230,323,003	6,439,433	949,772,429	4,964,859	280,550,574

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2025)		Cumulative amount paid to date – (30 th June 2025)		Unutilised balance to date (30 th June 2025)	
	USD	Kshs	USD	Kshs	USD	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
The Global Fund	6,439,433	949,772,429	6,439,433	949,772,429	-	-
Total	6,439,433	949,772,429	6,439,433	949,772,429	-	-

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

Project information and overall performance

2.8 Summary of Overall Project Performance:

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

The current cumulative budget performance for the grant stands at 100% based on funds available for the grant for the period ending 30 June 2025.

ii. Physical Progress Based on Outputs, Outcomes, and Impacts Since Project Commencement

During the 2024/2025 financial year, notable progress was made in reducing the national HIV burden, with the total number of people living with HIV (PLHIV) declining from 1,378,457 in 2023 to 1,326,336 in 2024. Similarly, HIV prevalence among adults aged 15–49 years dropped to 3.03%, continuing a downward trend from 3.31% in 2023 and 3.70% in 2022. The Prevention of Mother-to-Child Transmission (PMTCT) Need declined to 46,964, signalling a reduction in at-risk pregnancies, though the MTCT rate increased to 9.3% from 7.28% the previous year, an area requiring targeted intervention. PMTCT coverage slightly decreased to 90.1% from 94.16%, indicating potential gaps in service delivery.

While new HIV infections rose to 19,991 in 2024 after a significant drop in 2023, the overall trend since 2022 shows progress. ART coverage among adults declined to 87.69% after peaking at 98.27%, and coverage for children increased modestly to 75.11%, suggesting a need for renewed efforts in treatment adherence and paediatric HIV services. AIDS-related deaths continued to rise, reaching 21,007 in 2024, highlighting the urgent need to strengthen treatment outcomes and care systems to curb HIV-related mortality.

The table below summarises the trends in key performance indicators over the last 3 years

Indicator	2022	2023	2024	Observation / Trend
People Living with HIV (PLHIV)	1,377,784	1,378,458	1,326,336	Decline in HIV burden
HIV Prevalence (15–49 yrs)	3.70%	3.31%	3.03%	Continued downward trend
PMTCT Need (At-risk pregnancies)	51,764	51,382	46,964	Reduction in need
MTCT Rate	8.60%	7.28%	9.30%	Increase – requires intervention
PMTCT Coverage	90.00%	94.16%	90.10%	Decline – service delivery gaps
New HIV Infections	22,154	16,752	19,991	Increase in 2024 despite overall progress since 2022
ART Coverage – Adults	94%	98.27%	87.69%	Decline – concern for adherence
ART Coverage – Children	85%	73%	75.11%	Modest improvement
AIDS-related Deaths	18,473	20,480	21,007	Rising mortality – urgent need for strengthened care

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

2.9 Summary of Project Compliance:

The NSDCC Global Fund KEN-H-TNT-2065 project complied with all applicable Global Fund and Kenya Government regulations.

Challenges in project implementation

	Challenge	Mitigation measure
1.	Delays in Fund Disbursement: There was often a significant delay between the requisition and the actual receipt of funds from the National treasury via the Ministry of Health, impacting the timely implementation of activities	Fast track disbursements from the MOH and Treasury
2.	Limited availability of HIV prevention commodities such as condoms	Advocate for increased domestic financing for HIV commodities through county and national budgets.
3	Changing funding priorities by funding partners	Diversify funding sources, including private sector and philanthropic contributions.

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

3. Statement of Performance against Project's Predetermined Objectives

Introduction

Section 81(2)(f) /Section 164 (2)(f) of the Public Finance Management Act, 2012, requires that the Accounting Officer include a statement of the national government project's performance against predetermined objectives at the end of each financial year.

The key development objectives of the project's agreement are to:

- a. Reduce new HIV infections by 75%,
- b. Reduce AIDS-related mortality by 50%, and
- c. Reduce rate of mother-to-child transmission to less than 5%.

Progress on the attainment of strategic development objectives

To implement and cascade 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 to track progress and performance measurement.

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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
Global Fund project	Reduce new HIV infections by 75%, by 2025.	Reduction in new HIV infections	Number of annual new HIV infections	New HIV infections reduced by 31% from 32,027 in 2020 to 22,154 in 2022. Based on the annual reduction target of 15%, the country is on track towards meeting the 75% reduction target by 2025
	Reduce AIDS-related mortality by 50% by 2025.	Reduction in AIDS-related mortality	Number of annual AIDS-related deaths	Annual AIDS-related deaths reduced by 5% from 19,486 in 2020 to 18,473 in 2022. Based on the annual reduction target of 10%, the country is off track as of 2022.
	Micro-eliminating of viral hepatitis and reducing the incidence of sexually transmitted infections.	Micro-eliminating of viral hepatitis and reducing the incidence of sexually transmitted infections.	The proportion of syphilis-positive tests (Syphilis positivity) The proportion of HEP C positive tests (HEP C positivity) The proportion of HEP B positive tests (HEP B positivity)	Between 2020-2022, there was a decline in syphilis positivity from 1.2% in 2020 to 0.9% in 2022, with great variation across the country. Hepatitis B positivity also declined from 4% in 2020 to 2% in 2022. Similarly, Hepatitis C reduced from 6% to 1% in 2022.
	Reduce HIV-related stigma and discrimination to less than 25%	Reduced HIV-related stigma and discrimination	HIV stigma index	The HIV stigma index has declined from 45% in 2014 to 23% in 2020 hence meeting the targets of <25%
	Increase domestic financing of the HIV response to 50%	Increased domestic resources for the HIV response	Amount of annual domestic resources allocated for the HIV response	Between 2020 and 2022, domestic financing has increased from 17% to 34% showing positive progress in domestic resource mobilization but lower than the KASF II target of 50% by 2025.

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

	<i>Micro-eliminating of viral hepatitis and reduce the incidence of sexually transmitted infections.</i>	<i>Micro-eliminating of viral hepatitis and reduce the incidence of sexually transmitted infections.</i>		<i>Between 2020-2022, there was a decline in syphilis positivity from 1.2% in 2020 to 0.9% in 2022, with great variation across the country.</i>
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4. Environmental and Sustainability Reporting

I. SUSTAINABILITY STRATEGY AND PROFILE

The Council is committed to integrate sustainability in its operations and institutional frameworks which is anchored in three key pillars: environmental responsibility, social equity and enduring organizational resilience. These guiding principles serve as the foundation for policy formulation, programme execution and the Council's overarching role in promoting public health and wellness in Kenya. The Council advocates collaborative engagement with diverse stakeholders including governmental entities, civil society organizations and communities. By fostering these partnerships, the Council aligns its efforts with the Kenya Integrated Strategic Framework, ensuring a comprehensive and unified approach to syndemic diseases response. Such coordination promotes efficient resource use, minimizes duplication and builds shared accountability in the pursuit of national health priorities. The Council continues to advance its sustainability objectives through the rollout of targeted interventions and the operationalization of well-defined policy instruments. The Council remains actively committed to executing the expanded mandates conferred under Legal Order No. 143 of 2022.

II. ENVIRONMENTAL PERFORMANCE

Electronic Document Management System (EDMS)

The Council has implemented an integrated Finance, Procurement and Human Resources system through an Enterprise Resource Planning (ERP) platform. The Electronic Document Management System (EDMS) infrastructure within the ERP enables online processing, approval workflows and digital archiving of documents, significantly reducing reliance on physical files and paper-based transactions. This shift has improved turnaround time, reduced storage and printing costs and enhanced transparency and traceability in operations.

Production of multi-purpose Information Education Communication materials

The Council develops Information, Education and Communication (IEC) materials designed for use across multiple occasions, promoting efficiency and reducing single-use production. Reusing items such as banners, brochures and pamphlets contributes to environmental conservation by minimizing waste. In line with its dedication to sustainability and resource optimization, the Council has adopted a strategic production model for IEC materials. This approach enables consistent use of items like banners and pamphlets across various events, lowering printing frequency and limiting paper consumption. Further, the Council has integrated QR codes into key display materials, allowing stakeholders to conveniently access digital versions of IEC content via mobile devices that promotes accessibility and encourages broader information sharing.

III. EMPLOYEE WELFARE

Staff Welfare and Workforce Diversity

The Council's Human Resource policies are developed to attract, retain and empower staff with the requisite skills, competencies and professional disposition necessary to fulfil the Council's strategic mandate. These policies are firmly grounded in national labour legislation and workplace regulations, instrumental in fostering a positive organizational culture, enhancing employee satisfaction and advancing long-term institutional success. The Council's human resource management is supported by a team of qualified professionals who possess the technical expertise required to deliver on the Council's objectives and to the emerging workforce demands. Their contributions are central to strengthening internal capacity and sustaining a high-performing work

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

environment. The period under review, the Council's staff establishment stood at 156 employees. The gender distribution across the workforce complied with the constitutional requirement on the two-thirds gender principle, (46% Female, 54% Male) reinforcing the Council's commitment to equitable representation and inclusive employment practices as illustrated below:

Staff Development and Competency Enhancement

The Council continued to prioritize staff development through strategic training initiatives. Training needs were systematically identified through supervisor recommendations, performance appraisals and the evaluation of existing skills gaps. In addition, employees were encouraged and supported to participate in Continuous Professional Development (CPD) programmes to maintain active membership and good standing within their respective professional bodies. Staff development was guided by policy framework, including the Staff Training Policy, Human Resources Policy, Employee Career Development Guidelines, Employee Induction Policy and the Code of Conduct and Ethics. These policies collectively ensured that capacity-building efforts were aligned with institutional goals and professional standards. The Council was able to support professional development for 70 staff members, representing 44.9% of the total workforce. Due to budgetary constraints, the Council prioritized training interventions based on strategic relevance. As a result, trained employees enhanced their functional competencies and strengthened their communication, teamwork, and leadership skills, contributing to improved organizational performance and service delivery.

Enterprise Resource Planning (ERP) System

The Council has adopted a comprehensive Enterprise Resource Planning (ERP) system to advance operational efficiency and streamline Human Resource Management. This digital platform has transformed several core HR processes by integrating technology driven solutions that enhance both productivity and transparency. The functions facilitated through the ERP system include performance appraisal, training needs analysis, payroll processing, employee data management, leave administration and out-of-office tracking, accessible through a secure, web-based intranet portal. This personalized digital interface allows employees to manage essential HR tasks independently while ensuring real-time access to accurate records and resources. By leveraging ERP technologies, the Council has significantly improved service delivery within its Human Resource function.

Strengthening Access and Equity for Persons with Disabilities

During the reporting period, the Council made significant strides in fostering inclusivity and promoting accessibility within the workplace. In line with the recommendation by the National Council for Persons with Disabilities (NCPWD), institutions are encouraged to ensure that at least 5% of their total workforce comprises Persons with Disabilities (PWDs). To support this recommendation, the Council has taken deliberate steps, including advertising job vacancies through the NCPWD platform to enhance access and visibility for qualified candidates with disabilities. As of the reporting period, 3.2% of the Council's staff were Persons with Disabilities. The Council remains committed to implementing inclusive hiring practices and pursuing targeted outreach initiatives to achieve the 5% benchmark. The Council received a donated wheelchair from NCPWD which was made available to support the mobility needs of staff and visitors with physical disabilities as well as produced copies of its service charter in braille format, enhancing accessibility for visually impaired stakeholders and reinforcing its commitment to equitable information dissemination. Three staff members underwent training in sign language, thereby enhancing the Council's internal capacity to engage with individuals with hearing impairments and significantly improving communication and service delivery for this demographic.

Youth Empowerment and Internship Programme

The Council remains steadfast in its commitment to empowering youth by facilitating meaningful opportunities for skill development and career readiness. Recognizing the pivotal role that internships play in bridging the gap between academic learning and professional practice, the Council continues to invest in structured programmes designed to nurture talent and prepare young people for entry into the workforce. During the reporting period, a total of 65 interns and attachment students were engaged across various departments. The interns benefited from hands-on training, mentorship and job-readiness initiatives tailored to provide exposure to real world work environments. This marked a notable increase from the previous financial year, which saw the engagement of 52 interns and attachment students.

IV. MARKET PLACE PRACTICES

Responsible Supply Chain and Supplier Relations

To promote ethical and transparent procurement practices, the Council adopted a comprehensive e-procurement system that supports responsible competition and ensures full accountability across its supply chain operations. This digital platform facilitates the processing of procurement transactions, including supplier registration. The system supports a range of functions critical to procurement governance, including the preparation and implementation of the Annual Procurement Plan, real-time tracking and approval of memos and purchase requisitions, and digital registration and updating of supplier information, particularly for the renewal of statutory documents. Additionally, the platform hosts a centralized Supplier/Vendor Profile that displays all tenders invited and participated in, as well as approved Local Purchase Orders (LPOs) and Local Service Orders (LSOs) for successful bidders. Other features include e-invoicing and an automated online payment process, which has significantly improved the efficiency and timeliness of supplier payments. Tenders are opened electronically and comprehensive evaluation reports are generated through the e-procurement system enhancing transparency, promoting fairness and strengthening competitive practices in the procurement process.

V. COMMUNITY ENGAGEMENTS

Tree Growing Initiative

The Council committed to grow 4,400 trees under the 21st Performance Contract Cycle in support of environmental sustainability and climate resilience. During the commemoration of World AIDS Day 2024, the Council partnered with 13 counties including Meru, Kitui, Makueni, Uasin Gishu, Kiambu, Kajiado, Narok, Nyeri, Murang'a, Busia, Trans Nzoia, and Vihiga to scale up its tree growing efforts. These collaborative engagements resulted in the successful planting of 8,350 trees across participating regions. In response to the Presidential Directive on the National Tree Growing Restoration Campaign and under the leadership of the Ministry of Health, the Council coordinated a large-scale tree planting event in Elgeyo Marakwet County, resulting in the planting of 44,000 trees.

In parallel with these environmental efforts, the Council also conducted public sensitization to 500 members of Elgeyo Forest Community on the prevention of HIV, teenage pregnancies and gender-based violence (Triple Threat) underscoring the vital connection between public health education and environmental stewardship.

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

5. Statement of Project Management Responsibilities

The Chief Executive Officer and the NSDCC Council 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
- vi) Making accounting estimates that are reasonable in the circumstances.

The Chief Executive Officer and the NSDCC Council 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 and the NSDCC Council 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 of the NSDCC and the NSDCC Council 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 and the NSDCC Council 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 NSDCC Council and the Chief Executive Officer on August 26, 2025, and signed by:



.....
Mr. Ahmed Ibrahim Abass
Chairman, NSDCC Council



.....
Name Mr. Douglas O. Bosire
Ag. Chief Executive Officer

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 GLOBAL FUND HIV/AIDS PROJECT GRANT NUMBER KEN-H-TNT-2065 FOR THE YEAR ENDED 30 JUNE, 2025 - NATIONAL SYNDemic DISEASES CONTROL COUNCIL

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; and,
- 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.

An Unmodified Opinion is issued when the Auditor-General concludes that the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management, and Governance.

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of the Global Fund HIV/AIDS Project Grant Number KEN-H-TNT-2065 set out on pages 1 to 21 which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in net assets, statement of cash flows and the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section

35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Global Fund HIV/AIDS Project Grant Number KEN-H-TNT-2065 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 Grant Agreement Number KEN-H-TNT-2065 dated 14 June, 2021 between the Global Fund and the Republic of Kenya and the Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Global Fund HIV/AIDS Project Grant Number KEN-H-TNT-2065 Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

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

Other Information

The Management is responsible for the Other Information set out on pages v to xviii which comprises of Project Information and Overall Performance, Statement of Performance Against the 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.

Basis for Conclusion

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, I am required to report that fact. I have nothing to report in this regard.

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 effects of the matter described in the Basis for Conclusion of Lawfulness and Effectiveness in the 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

Undrawn Loan Balances

Review of the Project funding summary revealed that Global Fund entered into a grant agreement to fight AIDS, Tuberculosis, and Malaria with The National Treasury as the principal recipient which was to run from 1 July 2021 to 30 June, 2024 with a commitment of USD 11,404,292 (Kshs.1,230,323,003) to the National Syndemic and Diseases Control Council. However, the Project ended on 30 June, 2024 with an advancement of USD 6,439,433 (Kshs.949,772,429) resulting in an undrawn amount of USD 4,964,859 (Kshs.280,550,574).

In the circumstances, the envisaged benefits and opportunities from the undrawn loan balances has not been realized.

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, 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 the 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 Global 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. 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.

Basis for Conclusion

The Global Fund 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 Projects' 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 the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual 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 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 going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


16 October, 2025

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Annual Report and Financial Statements for the financial year ended June 30, 2025

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

	Notes	FY 2024/25
		Kshs
Revenue		
Revenue Transfers	6	6,401,292
Miscellaneous Revenue	7	55,755
Total revenue		6,457,046
Expenses		
Use of goods and services	8	20,932,443
Total expenses		20,932,443
Deficit		(14,475,397)

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


 Mr. Douglas O. Bosire
 Ag. Chief Executive Officer


 CPA Lydia Mbai
 Ag. Director Finance and Accounts
 ICPAK Member No: 18570


 Mr. Ahmed Ibrahim Abass
 Chair, NSDCC Council

Date 29/09/25


Date 29/9/25 Date 29/9/25

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

Description	Note	2024/25	2023/24
		KShs	KShs
Current Assets			
Bank Balances	9	-	14,475,397
Total Current assets		-	14,475,397
Non-Current Assets			
Property, Plant and Equipment	11	104,837,559	104,837,559
Total Non- Current Assets		104,837,559	104,837,559
Total Assets		104,837,559	119,312,956
Net Assets		104,837,559	119,312,956
Represented By			
Fund balance brought forward		119,312,956	210,562,091
Deficit for the year		(14,475,397)	(91,249,135)
Net Financial Assets		104,837,559	119,312,956

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


 Mr. Douglas O. Bosire
 Ag. Chief Executive Officer

Date 29/09/25


 CPA Lydia Mbai
 Ag. Director Finance and Accounts
 ICPAK Member No: 18570

Date 29/09/25


 Mr. Ahmed Ibrahim Abass
 Chair, NSDCC Council

Date 29/09/25


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9. Statement of Changes in Net Assets

Description	Accumulated Surplus
	Kshs
As at 30 th June 2024 (Cash Basis)	14,475,397
Adjustments	
Asset Recognition	104,837,559
As at 1st July 2024	119,312,956
Deficit for the year	(14,475,397)
As at 30th June 2025	104,837,559

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:


 Mr. Douglas O. Bosire
 Ag. Chief Executive Officer

Date 29/09/25


 CPA Lydia Mbai
 Ag. Director Finance and Accounts
 ICPAK Member No: 18570

Date 29/09/2025 Date


 Mr. Ahmed Ibrahim Abass
 Chair, NSDCC Council

Date 29/09/25

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

Description	Note	FY 2024/25
		Kshs
Cashflow from operating activities		
Receipts		
Revenue Transfers	6	6,401,292
Miscellaneous Revenue	7	55,755
Total receipts		6,457,046
Payments		
Use of goods and services	8	20,932,443
Total payments		20,932,443
Net cash flow from operating activities		(14,475,397)
Decrease in cash and cash equivalents		(14,475,397)
Cash and cash equivalent at 1st July 2024	9	14,475,397
Cash and cash equivalent at end June 2025	9	-

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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	
Receipts						
Carryover from previous period	14,475,397		14,475,397	14,475,397	-	100%
Revenue Transfers	6,401,292		6,401,292	6,401,292	-	100%
Miscellaneous Revenue	55,755		55,755	55,755	-	100%
Total Revenue	20,932,443		20,932,443	20,932,443		
Payments						
Use of goods and services	20,932,443		20,932,443	20,932,443	-	100%
Total Payments	20,932,443		20,932,443	20,932,443		
Surplus	-	-	-	-		

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12. Notes to the Financial Statements

1. General Information

The Global Fund KEN-H-TNT-2065 Project is being implemented by the NSDCC. The NSDCC is established by and derives its authority and accountability from State Corporations Act CAP 446. The NSDCC is wholly owned by the Government of Kenya and is domiciled in Kenya. The project's principal activity is to lead and coordinate multi- sectoral partnerships in HIV response and other Syndemic diseases.

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

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	Applicable 1st January 2025 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 Project. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. This standard has no impact on NSDCC - Global Fund Project financial statements
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	Applicable 1st January 2025 The Standard requires, 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: 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. This standard has no impact on NSDCC - Global Fund Project financial statements
IPSAS 45- Property Plant and Equipment	Applicable 1st January 2025 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 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

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065

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Standard	Effective date and impact:
	principles e.g valuation of land over or under the infrastructure assets, under-maintenance of assets and distinguishing significant parts of infrastructure assets. This standard has no impact on NSDCC - Global Fund Project financial statements.
IPSAS 46 Measurement	<p>Applicable 1st January 2025</p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ol 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>This standard has no impact on NSDCC - Global Fund Project financial statements</p>

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>Applicable 1st January 2026</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 project 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>This standard shall have an impact when accounting for binding and unbinding arrangements related to revenue on NSDCC - Global Fund Project financial statements</p>
IPSAS 48- Transfer Expenses	<p>Applicable 1st January 2026</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>This standard has no impact on NSDCC - Global Fund Project financial statements</p>
IPSAS 49- Retirement Benefit Plans	<p>Applicable 1st January 2026</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>

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065**Annual Report and Financial Statements for the financial year ended June 30, 2025**

Standard	Effective date and impact:
	This standard has no impact on NSDCC - Global Fund Project financial statements.
IPSAS 50: Exploration For & Evaluation of Mineral Resources	Applicable 1st January 2027 The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: <ol 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 project'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. This standard has no impact on NSDCC - Global Fund Project financial statements

iii) Early adoption of standards

The Project did not early – adopt any new or amended standards in the financial year.

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 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 project 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.

b) Budget information

The original budget for FY 2024/2025 was approved by the Council for implementation. The project'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

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065

Annual Report and Financial Statements for the financial year ended June 30, 2025

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 the statement of comparison of budget and actual amounts 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..

d) 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 project does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the project's financial statements. A financial instrument is any contract that gives rise to a financial asset of one project and a financial liability or equity instrument of another project. At initial recognition, the project 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.

Financial assets

Classification

The project 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 project'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.

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Subsequent measurement

Based on the business model and the cash flow characteristics, the project 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.

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 project 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 project 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 project recognizes a loss allowance for such losses at each reporting date.

Financial liabilities

Classification

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

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e) 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 Project.

f) Provisions

Provisions are recognized when the Project 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 Project 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.

Contingent liabilities

The Project 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 Project 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 Project 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.

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Annual Report and Financial Statements for the financial year ended June 30, 2025

g) Changes in accounting policies and estimates

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

h) 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.

i) Related parties

The NSDCC 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 Project, or vice versa. Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

j) 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 commercial banks at the end of the financial year.

k) 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.

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Annual Report and Financial Statements for the financial year ended June 30, 2025

Notes to the financial statements

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Project'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 Project 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 Project. 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 Project.
- 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

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

6. Revenue Transfers

Description	FY 2024/25 KShs
Unconditional Transfers	
Transfers from the Global Fund	6,401,292
Total Unconditional Transfers	6,401,292

a) Details to Revenue Transfers

Name of The Entity Transferring	Amount recognized to Statement of Financial performance	Total transfers (Current FY)
	Kshs	Kshs
The Global Fund	6,401,292	6,401,292
Total	6,401,292	6,401,292

7. Miscellaneous revenue

Description	FY 2024/25 Kshs
Interest Income	55,755
Total	55,755

8. Use of goods and services

Description	FY 2024/25 Kshs
Consultancy	20,837,064
Bank charges	24,322
Travel and Facilitation	71,057
Total	20,932,443

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
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9. Cash and Cash Equivalents

Description	2024/25	1st July 2024
	Kshs	Kshs
Cash in Bank	-	14,475,397
Total Cash and Cash Equivalents	-	14,475,397

Project Bank Accounts

Details	2024/25	1st July 2024
	Kshs	Kshs
Local Currency Accounts		
NCBA Bank [A/c no 1689250144]	-	14,475,397
	-	-
Total bank account balances	-	14,475,397

10. Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) 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.

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

Special Deposit Accounts Movement Schedule

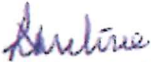
HIV NFM 3 GRANT
 STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
 FOR THE YEAR ENDED 30TH JUNE 2025
 PART B
 KEN-H-TNT GA1547
 Bank Account No.100005345248 Held with Stanbic Bank

	NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by Global Fund		176,260,158.92
	TNT	158,553,879.45	
	NASCOP	11,266,846.65	
	NSDCC	6,439,432.82	
	Less		
2	Total amount justified to Global Fund		176,260,158.92
3	Outstanding amount to be justified		-
	Represented by:		
4	Ending Designated Account Balance at 30.06.2025		-
5	Amount claimed but not credited at 30.06.2025		-
6	Amount withdrawn and not claimed as at 30.06.2025		-
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 30.06.2025		-

Descripancy between total appearing on lines 3 and 9

Notes:

- The Grant cycle has come to an end and any closing balances transferred to the next cycle


 AUTHORIZED REPRESENTATIVE
 RESOURCES MOBILIZATION DEPARTMENT
 THE NATIONAL TREASURY

DATE: 05-08-2025

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
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11. Property plant and Equipment

Cost	Motor vehicles	Furniture and fittings	ICT Equipment	Total
	Kshs	Kshs	Kshs	Kshs
Depreciation rate	25%	20%	33.30%	
As At 1 July 2024 (opening balances)	24,151,250	336,283,787	8,310,577	368,745,614
As at 30th June 2025	24,151,250	336,283,787	8,310,577	368,745,614
Depreciation And Impairment				
As at 1 July 2024	22,337,861	234,667,242	6,902,952	263,908,055
Depreciation charge for the year	-	-	-	-
As At 30th June 2025	22,337,861	234,667,242	6,902,952	263,908,055
Net Book Values				
As at 1st July 2024	1,813,389	101,616,545	1,407,625	104,837,559
As at 30th June 2025	1,813,389	101,616,545	1,407,625	104,837,559

12. Related Party Disclosures

Nature of related party relationships

Entities and other parties related to the NSDCC 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 NSDCC, holding 100% of the NSDCC's equity interest.

Other related parties include:

- i) The Parent Ministry.
- ii) County Governments
- iii) Other SCs and SAGAs
- iv) Key management.
- v) Council of Directors.

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065**Annual Report and Financial Statements for the financial year ended June 30, 2025**

Description	FY 2024/25
	Kshs
Transactions with related parties	
Grants /transfers from the government	
Grants from Global Fund channeled through national govt	6,401,292
Total	6,401,292

13. Events after the Reporting Period

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

14. Ultimate And Holding Project

The NSDCC is a State Corporation under the Ministry of Health. Its ultimate parent is the Government of Kenya.

15. Currency

The financial statements are presented and rounded off to the nearest Kenya Shillings (Kshs).

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

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)
Emphasis of matters	<p>Budgetary Control and Performance</p> <p>The statement of comparative budget and actual amount reflects final payments budget of Kshs.372,592,793 against actual expenditure of Kshs.266,537,538 resulting to under absorption of Kshs.106,055,255 or 28%.</p> <p>Failure to receive full funding may negatively impact on the strategic goals of reduction of HIV infections by 75%, reduction of AIDS related mortality by 25%, reduction of stigma and discrimination by 50% and increase in domestic financing of HIV response to 50% which may not be realized.</p>	<p><i>During the year under review NSDCC experienced delayed disbursement of Funds requisitioned from National Treasury.</i></p> <p><i>These delays in disbursement affected implementation plans and utilization of the funds in the year under review. However, the Ksh 106.055,25 utilized were rolled and utilized during the FY 2023/2024. Management continues to engage with the National Treasury to address the disbursement delays.</i></p>	Awaiting appearance before Parliamentary Accounts Committee	
	<p>Pending Bills</p> <p>According to Note 13(2) on Other Important Disclosures, the Project had pending bills totalling Kshs.3,000,684 as at 30 June, 2020 in respect of fuel supply. Failure to settle bills during the year to which they relate to distorts the financial statements and</p>	<p><i>The NSDCC has a framework contract with a vendor for supply and management of fuel and lubricants using pre-paid fuel cards. The reconciliation of fuel expenditure of the Global Fund grant was finalized on July 10th and payment of Ksh 3,000,684</i></p>	Awaiting appearance before Parliamentary Accounts Committee	

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

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)
	adversely affects the budgetary provisions for the subsequent year as they form a first charge.	<i>transferred to the GoK recurrent account for payment to the supplier. This disclosure of this expenditure on the financial statements, provided the correct position regarding project expenditures for the FY 2022/23</i>		
	<p>Challenges in project implementation</p> <p>The statement of receipts and payments reflected cumulative receipts since the project inception of Ksh 1,117,888,330. However during the year under review the project experienced challenges including delays in approval for the reprogramming of COVID-19 response mechanism (C19RM) funds thus slowing down related programme activities and significant delay between the requisition and the actual receipt of funds from the National Treasury further it was noted that the project receives funds from the National Treasury via the Ministry of Health which has impacted negatively on the timely implementation of projects planned activities. In the circumstances the funds approval and reprogramming may have delayed on the implementation of the project activities.</p>	<i>Management acknowledges that the cited challenges were experienced and impacted negatively on the implementation of the project. To address these challenges, the NSDCC continues to engage with Global Fund Grant Management Unit at the National Treasury and the Country Team to address these challenges.</i>	Awaiting appearance before Parliamentary Accounts Committee	
Key audit matters	Unexplained withdrawal not claimed	<i>The Global Fund Special (designated) account is operated and controlled by the Principal</i>	Awaiting appearance	

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

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>Statement of (designated) credit number 69600-account reconciliation reflects the amount withdrawn and not claimed of Kenya shillings 580,437,867 USD 5,322,080 as at June 30, 2024. However the details of this amount and reasons for failure to submit expenditure have not been provided for audit review stop father the finding summary on page X indicated that the amount of Kenyan shillings 324,907,572 was reprogrammed by the National Treasury to procure health commodities but there was no evidence of no objection having been thought from the donor to support their reprogrammed activities. As a result it was not possible to confirm if the commodities procured while in line with the approved programme activities and its contribution to achieving vision 2030 through universal access to comprehensive HIV treatment and care objectives.</p>	<p><i>Recipient (PR) who is the National Treasury. The NSDCC accounting Officers has no access or control of this account. All project funds allocated to NSDCC were disbursed through the Ministry of Health were accounted for and reported in the financial statements.</i></p>	<p>before Parliamentary Accounts Committee</p>	



Name: Mr. Douglas O. Bosire
 Chief Executive Officer

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GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

Annex 2: Reconciliation of inter-project transfers

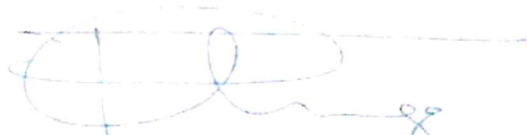
Global Fund KEN-H-TNT- 4147 Project			
Break down of transfers from the State Department for Medical Services			
a. Global Fund grant disbursement channelled through State			
	Bank Statement Date	Amount (Kshs)	FY to which the amounts relate
1	12-09-24	21,104,421	FY 2024/25
2	18-02-25	129,218,700	FY 2024/25
3	30-06-25	113,894,967	FY 2024/25
	Total	264,218,088	

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

30-Sept-24	FT24274JN7M4	-	8,326,887.00	-	8,326,887.00	8,326,887.00	-
12-Sept-24	FT24256CQ818	-	21,104,420.80	-	21,104,420.80	21,104,420.80	-
17-Feb-25	FT25048H12HM	-	129,218,700.00	-	129,218,700.00	129,218,700.00	-
30-Jun-25	FT25181T6KB2	-	113,894,966.80	-	113,894,966.80	113,894,966.80	-
		1,171,949,999.600	272,544,974.60		1,444,494,974.20	1,444,494,974.20	

Dr. Ouma Oluga, Executive Officer,
 National Syndemic Diseases
 Control Council (NSDCC)
 P. O. Box 81807 00200
 NAIROBI

30-Sep-24	FT24274JN7M4	-	8,326,887.00	-	8,326,887.00
12-Sep-24	FT24256CQ818	-	21,104,420.80	-	21,104,420.80
17-Feb-25	FT25048H12HM	-	129,218,700.00	-	129,218,700.00
30-Jun-25	FT25181T6KB2	-	113,894,966.80	-	113,894,966.80
		1,171,950,000.60	272,544,975.60		1,444,494,974.20


Dr. Ouma Oluga, OGW
PRINCIPAL SECRETARY

To contribute to achieving Vision 2030 through universal access to comprehensive HIV Prevention, treatment and Care KEN-H-TNT-4147 Project
Annual Report and Financial Statements for the financial year ended June 30, 2025

Annex 3: Other Support Documents
Income and Expenditure in USD

Grant Number	KEN-H-TNT-2065
Accounting Methodology	Cash
Grant's Currency	USD
Implementation Period Start Date	01-Jul-21
Implementation Period End Date	30-Jun-24

Period of Financial Reporting	Beginning Date:	01-Jul-24	End Date:	30-Jun-25
Cumulative Period of Financial Reporting	Beginning Date:	01-Jul-21	End Date:	30-Jun-25

Financial Statements (all figures are in US\$ unless otherwise stated)

	Current Period			Cumulative Period			Previous year		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	variance
Sources of Grant funds									
Opening grant cash balance		111,864							
Receipts from Global fund		49,438		8,498,910	2,371,735.37	6,127,175	3,278,871.13	2,895,163	383,708
Insurance Proceeds from damaged goods									
Interest		431			82,954.14			25,803.67	
Total sources of Grant Funds		161,733		8,498,910	2,454,690	6,127,175	3,278,871	2,920,967	383,708
Uses of Grant Funds									
1.0 Human Resources (HR)	-	-	-	37,930	14,208	23,722	12,632	11,237.25	1,394
2.0 Travel related costs (TRC)	-	-	-	7,462,854	5,757,781	1,705,073	1,422,081	1,300,937.53	121,144
3.0 External Professional services	-	-	-	45,028	8,305	36,723	15,009	4,959.39	10,050
9.0 Non-health equipment (NHP)	-	-	-	54,869	77,793	22,924	12,687	40,809	28,122
10.0 Communication Material	-	161,733	161,733	857,887	782,611	75,276	124,452	491,048	366,596
11.0 Program Administration	-	-	-	40,342	63,007	22,664	1,664	29,684	28,020
Total uses of Grant Funds	-	161,733	161,733	8,498,910	6,703,705	1,795,206	1,588,525	1,878,675	290,150
Net grant cash balance	-	-			-			-	

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

Annex 4: Other Support Documents

i. Bank Reconciliations statement as at 30th June 2025

Bank Account Reconciliation

RECONCILIATION AS AT: 6/30/2025

Bank Code: BANK0011

Bank Account No: 1869250144

Bank Name: GLOBAL FUND 2018-KN-H-TNT-1547

Balance as per Cash Book:	78,050,809.77
Add: Credits in Cash Book not in Bank	0.00
Less: Debits in Cash Book not in Bank	0.00
Add: Differences in Bank:	0.00
Balance as per bank statement:	115,861,819.77
Difference to be explained	-37,811,010.00

Prepared By: Accountant E. Makori @ Date 10/07/2025

Checked By: Financial Accountant Eric Aturoch Date 10/07/2025

GLOBAL FUND HIV/AIDS PROJECT GRANT NO KEN-H-TNT-2065
Annual Report and Financial Statements for the financial year ended June 30, 2025

ii. Council of Survey Report

REPUBLIC OF KENYA F.O. 51

Report of the Board of Survey on the Cash and Bank Balances of GLOBAL FUND 2018 KN-H-TNT-2065
1687250/244 as at the close of
 business on 30th JUNE 2025

The Board, consisting of – (Names and official titles)

assembled at the office of NSDCC
 at 11:45 AM (time) on the 01/JULY 2025
 and the following cash was produced:-

Notes... ..	Sh. _____
Silvers... ..	Sh. _____
Copper... ..	Sh. _____

It was observed that cheques amounting to Sh. NIL cts NIL had been on hand for more that 14 days prior to the date of 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 close of Business on the 30


Cash on hand	Sh. _____
Bank Balance	Sh. <u>115,833,819/77</u>

The Bank Certificate of Balance showed a sum of Sh. 115,833,819/77
 _____ cts _____ (Sh. _____ cts _____)

Standing to the credit of the account on 01 JULY 2025

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


 Chairman

Cashier:  Date: 01/7/25 Members of the Board

iii. Special Deposit Account reconciliation statement

SPECIAL ACCOUNT STATEMENT	
For period ending	30th JUNE, 2025
Account No.	1000375043
Depository Bank	CENTRAL BANK OF KENYA.
Address	CENTRAL BANK OF KENYA.
Related Loan	HIV GRANT NO KEN-H-TNT GA 1547-MAIN
Credit Agreement	
Currency	USD
Part A - Account Activity	
Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account	141,809.30
Add:	
Total Amount deposited by ^{Global Fund} World Bank	85,938,047.85
Total interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
Deduct:	
Total amount withdrawn	85,084,452.59
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June, 2025	995,404.56
AUTHORISED REPRESENTATIVE CENTRAL BANK OF KENYA	SIGNATURE: 
AUTHORISED REPRESENTATIVE EXTERNAL RESOURCES DEPARTMENT-TREASURY	DATE: 4.07.2025
	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.

