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REPORT

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DATE: 12 APR 2023	DAY: Wed
TABLED BY:	Deputy LHM Hon. Owen Baya
CLERK-AT THE-TABLE:	modu

THE AUDITOR-GENERAL

ON

**MENENGAI GEOTHERMAL PROJECT
AGREEMENT NO.CKE 1038.01K**

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

**GEOHERMAL DEVELOPMENT
COMPANY LIMITED**



MENENGAI GEOTHERMAL PROJECT

Being implemented by

GEOTHERMAL DEVELOPMENT COMPANY LIMITED

PROJECT GRANT/CREDIT NUMBER

SCF Grant No. 5565155000401

SCF Loan No. 5565130000101

ADB Loan No. 2100150026101

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED JUNE 30, 2022

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

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Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022

1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

The project's official name is Menengai Geothermal Project ("The Project"). The project's official is the Managing Director (MD) & Chief Executive Officer (CEO) of Geothermal Development Company Limited (GDC or "The Company").

Objective:

The key objective of the project is to facilitate realisation of at least 465MW geothermal power by 2026, through an accelerated Geothermal Development program. The 465MW geothermal power will be generated as follows:

Field	Phase	Capacity MW
Menengai	I	105
	II	60
	III	100
	IV	100
	V	100
Total		465

Address:

The project headquarters offices are:
Kawi House, South C, Off Mombasa Road,
P.O Box 100746-00101,
Nairobi, Kenya

The address of its registered office is:
Polo Center, Tom Mboya Road (Branch),
P.O. Box 17700-20100,
Nakuru, Kenya

Telephone: +254 719 036 500
E-mail: info@gdc.go.ke
Website: www.gdc.co.ke

1.2 Project Information

Project Start Date:	The project start date was 10 July 2012
Project End Date:	The expected project end date is June 2026
Project Manager:	The project manager is Eng. George Kinyanjui
Project Sponsor:	Government of Kenya (GoK)
	African Development Bank (AfDB) - SCF Grant No. 5565155000401, SCF Loan No. 5565130000101 and ADB Loan No. 2100150026101
	French Development Agency (AFD) - Agreement No. CKE 1038.01K
	European Investment Bank (EIB) - Loan No. 25.944
	German Development Bank (KfW) - Loan No. 2013.66.103
	United States Trade and Development Agency (USTDA) - Grant Agreement No. GH2010110010
	Nordic Development Fund (NDF) - NDF GRANT -C41

Menengai Geothermal Project
Reports and Financial Statements
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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Energy.
Project number	P-KE-FZO-003
Strategic goals of the project	The strategic goals of the project are as follows: (i) Facilitate realisation of at least 465MW from Menengai Geothermal project (ii) Reduce electricity tariffs due to inclusion of cheaper power mix. This will in turn spur economic growth. (iii) Lower the cost of electric power by providing fuel (steam to power generators). (iv) To promote alternative uses of geothermal energy.
Achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Facilitate early generation of electricity through provision of steam to Independent Power Producers (IPP's) to ensure electricity becomes available faster. (ii) Environmental sustainability through displacement of biomass and fossil fuel by cleaner and environmentally friendly alternatives. (iii) To promote alternative uses of geothermal resources other than electricity generation. These include greenhouse heating, drying of grains, pasteurizing milk, cooling and heating of rooms, among others.
Other important background information of the project	The project entails the drilling of wells for the connection to power plants. Key activities include the following: • Geo-scientific studies. • Access roads and well pads. • Water infrastructure. • Drilling and testing of wells. • Feasibility study. • Construction of steam gathering system. • Construction of power transmission system. • Construction of power plants.
Current situation that the project was formed to intervene	• Undertake exploration, appraisal and production drilling to mitigate upfront risks associated with geothermal development that deters the private sector. • To increase the national electricity generation capacity. • Lower unit cost of electricity by providing steam (fuel) to power generators. • Attract capital for accelerated development by opening up opportunities for private sector participation.
Project duration	The project started on 10 July 2012 and is expected to run until 30 June 2026.

***Menengai Geothermal Project
Reports and Financial Statements
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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.4 Bankers

The following were the bankers for the year:
Cooperative Bank of Kenya Limited,
Upper Hill Branch, Nairobi.

Kenya Commercial Bank,
Kipande House, Kenyatta Avenue, Nairobi.

1.5 Auditor

The project is audited by the Auditor General:

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

1.6 Roles and Responsibilities

Names	Title Designation	Key Qualifications	Responsibilities
Eng. Jared O. Othieno	Managing Director & CEO	Master of Business Administration (MBA) and BSc in Electrical Engineering from the University of Nairobi	Coordination of project work to attain strategic project objectives
Paul Ngugi	Project Manager	Master's in Business Management, Bachelor of Science in Mechanical Engineering & Diploma in Geothermal Energy Technology.	Supervision of project work

*Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022*

PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.7 Funding Summary

The Project duration is for 14 years from 2012 to 2026 with initial donor funding of US\$ 343,589 equivalent to KShs 31,518,951. The total donor commitments at the reporting were US\$ 348,805 equivalent to KShs 32,125,077 as per the table below:

Source of funds	Donor commitments		Amount received to date (30.06.2022)		Undrawn balance to date	
	Donor Currency (USD)	Kshs	Donor currency (USD)	Kshs	Donor currency (USD)	Kshs
(i) Grant	(A) '000'	(A) '000'	(B) '000'	(B) '000'	(A)-(B) '000'	(A)-(B) '000'
African Development Bank (AfDB)	17,500	1,766,625	14,513	1,467,018	2,987	299,607
French Development Agency (AFD)	170,000	14,589,647	70,000	6,669,805	100,000	7,919,842
European Investment Bank (EIB)	17,330	1,447,276	17,330	1,447,276	-	-
United States Trade Development Agency (USTDA)	544	46,727	544	46,727	-	-
German Development Bank (KfW)	13,716	1,143,845	13,716	1,143,845	-	-
Nordic Development Fund (NDF)	1,500	186,000	98	10,386	1,402	175,614
ICEIDA	715	72,308	363	36,893	352	35,415
Total	221,305	19,252,428	116,564	10,821,950	104,741	8,430,478
(ii) Loan						
African Development Bank (AfDB)	127,500	12,871,125	120,633	10,356,630	6,867	2,514,495
(iii) Borrowings	-			3,519,692	-	-
(iv) Counterpart Funds						
Government of Kenya	-		-	41,774,186	-	
Company Contribution	-	92,598,000	-	22,075,050	-	28,748,764
Grand Total	348,805	124,721,553	237,198	88,547,509	111,608	39,693,737

Menengai Geothermal Project
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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.7 Funding Summary

Application of funds	Amount received to date – (30th June 2021)		Kshs (A')	Cumulative Amount paid to date – (30th June 2021)		Unutilised balance to date 30th June 2021	
	Donor currency (A)			Donor currency (B')	Kshs (A)-(B)	Donor currency	Kshs
(i) Grant							
African Development Bank (AfDB)	14,513	1,467,018		14,513	1,467,018	-	-
French Development Agency (AFD)	70,000	6,669,805		70,000	6,669,805	-	-
European Investment Bank (EIB)	17,330	1,447,276		16,538	1,353,952	792	93,324
United States Trade Development Agency (USTDA)	544	46,727		544	46,727	-	-
German Development Bank (KfW)	13,716	1,143,845		13,716	1,143,845	-	-
Nordic Development Fund (NDF)	98	10,386		98	10,386	-	-
ICEIDA	363	36,893		363	36,893	-	-
	116,564	10,821,950		115,772	10,728,626	792	93,324
(ii) Loan							
African Development Bank (AfDB)	120,633	10,356,630		120,633	10,356,630	-	-
(iii) Counterpart funds							
Government of Kenya	-	41,774,186		-	41,774,186	-	-
Company contribution		22,075,050		-	22,075,050	-	-
(iv) Borrowings							
		3,519,692			3,519,692		
Total		88,547,509		236,406	88,454,185	792	93,324

Menengai Geothermal Project
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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.8 Summary of Overall Project Performance

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

Measurement per year	FY 2021/22	
	Target	Actual
Drilling geothermal wells (No of wells)	1	1
Construction of access roads (Kms)	-	-
Construction of well pads	-	-

Comment on value-for-money achievements:

- Drilling done substantially by GDC staff.
- 56 wells drilled i.e 7 top holed and 49 completed.
- 169 MW of steam available.
- Steam gathering system (SGS) for 105MW is complete.
- Transmission line completed.
- Letter of Support negotiations ongoing for one IPP (Orpower).
- Two IPPs at advanced stage of attaining financial closure
- Signing of Lease with Kenya Forest Services done
- Obtaining Geothermal License complete

Implementation challenges

- Delay in Issuance of Government Support Measures (Letter of support and PRG) to IPP's
- Insufficient Counterpart Funding.

Way forward;

- Engaging Financiers to waive conditions that might derail achievement of financial closure for IPPs.
- Enhance resource mobilization from multi-lateral partners and request for enhanced exchequer appropriation.

1.9 Summary of Project Compliance

• Compliance with applicable environmental laws and regulations

The Company has strived to ensure compliance with all relevant national and international environmental and other statutory regulatory provisions that apply to Menengai Geothermal Power Project as relates to licensing/permitting for water usage and project implementation to ensure sound environmental management practice. The key national laws are; the Environmental Management and Coordination Act (EMCA) of 1999 Amendment 2015 and the associated regulations; the Water Act of 2016 and Associated Rules/Guidelines; Occupational Safety and Health Act 2007 and Associated Rules and any other regulations relating to environmental conservation and management. Key international best practices that guide project implementation include the International Finance Corporation (IFC) Performance Standards on Environment and Social Sustainability. The Menengai geothermal project's environmental and social management/monitoring plans are anchored on these regulations, standards and best practices.

GDC continues to streamline its environmental and social management/monitoring plans to be in total compliance with International Environmental Best Practices and Standards. Dissemination of knowledge on environmental conservation has been a key component through the social afforestation program and national/international environmental conservation and management awareness campaigns. The Company has also continued to contribute to the national realization of Sustainable

***Menengai Geothermal Project
Reports and Financial Statements
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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

Development Goals (SDGs) relating to: Affordable and Clean Energy; Clean Water and Sanitation for communities in project areas; Improved Infrastructure, and Climate Change Action.

Consequences if any suffered on account of non-compliance or likely to be suffered

The Company has a valid Water permit (Menengai boreholes) and has continuously undertaken timely quarterly & annual environmental audits. GDC has not suffered any consequence as a result of non-compliance due to its commitment towards environmental regulatory compliance. The Company is working towards implementation of ISO 14001 (EMS) and has also streamed its environmental and social management/monitoring plans to be in total compliance with International Environmental Standards such as the IFC Performance Standards.

***Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022***

2. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETRMINED 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 Menengai Geothermal project aims at increasing the national electricity generation capacity by 465MW from Geothermal sources

The key development objectives of the *project's 2018-2022* plan are to:

- a) Provide reliable power supply to customers;
- b) Reduce electricity tariffs due to inclusion of cheaper power mix;
- c) Create employment opportunities and income generation
- d) Environmental sustainability through displacement of biomass and fossil fuel by cleaner and environmentally friendly alternatives.
- e) Increase private sector participation in electricity generation

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-bund (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
Menengai Geothermal Project	To connect 465MWe of geothermal power to the national grid	Cheap and affordable power to the people of Kenya	Amount of MWe generated	In the FY 2021/22, cumulative generation at well head stood at 169MW
	To increase private sector participation in energy generation	Risk diversification and share of returns generated from energy sector investments	Number of IPPs	As at FY 2021/22 three IPPs were engaged to construct three 35MW powerplants on a Build Own Operate model. One(Sosian Menengai Geothermal Power Ltd) has started power plant construction and expected Commercial Operation Date is 23 rd January 2023
	To enhance environmental sustainability through provision of clean energy	Clean energy and attainment of health benefits associated with a clean environment	Percentage of geothermal power in Kenya energy mix	In the FY 2021/22 Geothermal power generation was 863MW representing a 29% share in the Kenyan energy mix

***Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022***

3. ENVIRONMENTAL AND SUSTAINABILITY REPORTING

GDC exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy. Below is a brief highlight of our activities that drive towards sustainability.

Sustainability Strategy and profile

The Company's contribution to societal well-being in its operational areas continues to be a pillar for business continuity. The Company envisions lowering the cost of power in Kenya through development of 1065MW from geothermal resources. To ensure sustainability of the business, the Company endeavors to align its activities to ensure minimal impact on the environment.

Environmental performance

The Company's contribution to societal well-being in its operational areas continues to be a pillar for business continuity. The Company envisions lowering the cost of power in Kenya through development of 1065MW from geothermal resources. To ensure sustainability of the business, the Company endeavors to align its activities to ensure minimal impact on the environment.

a) Compliance with Applicable Environmental Laws and Regulations

GDC participated in this year's World Environment Day (WED), this year's theme was "Ecosystem restoration". This activity was spearheaded by NEMA, GDC played an active role in events leading to the build-up for WED as well as participated in tree planting activities in Menengai where GDC planted over 1500 tree seedlings on 5th June 2021. GDC also participated in the International day of forest on the 21st of March.

GDC's environmental and social management/monitoring plans are anchored on environmental laws, regulations, standards and best practices. The Company ensures compliance with all relevant national and international environmental and other statutory regulatory provisions that apply to its projects as pertains to licensing/permitting for water usage (abstraction license) and project implementation to ensure safe and sound environmental management practice

The Company undertakes bi annual environmental audits and has valid permits and licenses for its operations to ensure continual improvement of the environmental systems in place. The Company is working towards implementation of ISO 14001 (EMS) and has also streamlined its environmental and social management/monitoring plans to be in total compliance with following;

- the Environmental Management and Coordination Act (EMCA) of 1999 Amendment 2015 and the associated regulations;
- the Water Act of 2016 and Associated Rules/Guidelines;
- Occupational Safety and Health Act 2007 and Associated Rules and any other regulations relating to environmental conservation and management.

Project implementation is guided by the international best practices that include the International Finance Corporation (IFC) Performance Standards on environment and social sustainability.

Market place practices

The Company has undertaken procurement sensitization to local businesses, women, youth and People Living with Disabilities (PWDs) on AGPO on all areas of operation. This has enabled most of the special groups to successfully participate in the tendering process at GDC.

These procurement opportunities have created diverse financial benefits for the special groups as well as enhancing the GDC corporate image and reputation.

***Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022***

Community Engagements

Education

GDC is passionate about offering educational support to local communities in the project areas. During the financial year 2021/2022, the Company started construction of classrooms at Tulwobmoi primary school in Menengai west in the Menegai project area.

Further, the Company continues to provide career guidance talks to students in secondary schools within the Menengai and Bogoria-Silali project areas.

Health

Bogoria-Silali project area, the Company has provided first aid support and ambulance services to the local community in Menengai. The company also donated 10 delivery sets to five (5) dispensaries in tiaty East in Baringo county during the year.

Sports

GDC has facilitated youth empowerment by sponsoring a football club (GDC FC) that nurtures local talent and create opportunities to expose their skills.

***Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022***

4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The MD & CEO and Project Manager for Menengai Geothermal Project are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the Project's transactions of the Project for and as at the end of the financial year ended 30 June 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 statements, 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 MD & CEO and Project Manager for Menengai Geothermal 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 MD & CEO and Project Manager for Menengai Geothermal 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 ended June 30, 2021, and of the Project's financial position as at that date. The MD & CEO and Project Manager for Menengai Geothermal 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 MD & CEO and Project Manager for Menengai Geothermal Project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that the 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.

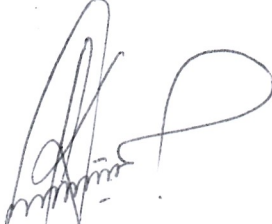
Approval of the Project financial statements

The Project financial statements were approved by MD & CEO and Project Manager for Menengai Geothermal project

on 14-11 2022 and signed by them.

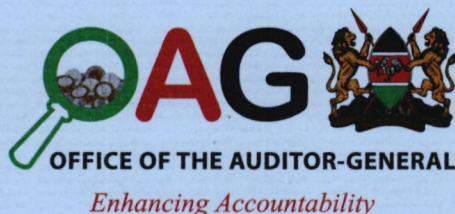

Eng. Jared O. Othieno
Managing Director & CEO


Paul Ngugi
Project Manager


Solomon Sankaire
Project Accountant:
ICPAK No.:19098

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 MENENGAI GEOTHERMAL PROJECT AGREEMENT NO.CKE 1038.01K FOR THE YEAR ENDED 30 JUNE, 2022 - GEOTHERMAL DEVELOPMENT COMPANY LIMITED

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 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

Qualified Opinion

I have audited the accompanying financial statements of Menengai Geothermal Project set out on pages 13 to 34, which comprise of the statement of financial assets as at

Report of the Auditor-General on Menengai Geothermal Project Agreement No. CKE 1038.01K for the year ended 30 June, 2022 - Geothermal Development Company Limited

30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the Menengai Geothermal Project as at 30 June, 2022, and of its financial performance and cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Financing Agreements No.2100150026101, No.5565130000101 and No.5565155000401 dated 12 March, 2012, between the Government of Kenya and African Development Bank (AfDB) and Agreement No.CKE 1038.01K dated 5 April, 2011 with the Agence Francaise De Development (AFD) and the Public Finance Management Act, 2012.

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

Basis for Qualified Opinion

1.0 Cash and Cash Equivalents

The statement of financial assets reflects cash and cash equivalents balance of Kshs.336,889,000 comprising of bank balances in one (1) foreign currency account, two (2) local currency accounts and one guarantee deposit (escrow) account all held at Cooperative Bank of Kenya. However, the balance excludes funds held in a deposit account and an escrow account with a balance of Kshs.36,257,453 (USD 305,197.42) and Kshs.1,002,000 (USD 8,434.34) respectively.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.336,889,000 could not be confirmed.

2.0 Long Outstanding Imprest

As disclosed in Note 10.13A to the financial statements, the statement of financial assets reflects imprest and advances balance of Kshs.1,176,000. Review of imprest and advances records revealed that imprests amounting to Kshs.469,000 had been outstanding for more than five (5) years making recovery doubtful while the balance had remained unsurrendered for over two years. This is contrary to Regulation 93, (5) and (6) of the Public Finance Management (National Government) Regulations, 2015 which requires that a holder of temporary imprests shall account or surrender imprest within seven (7) working days, and in the event the holder fails to account for an imprest on due date, the Accounting Officer shall take immediate action to recover the full amount from the salary of the defaulting officer. Management explained that some of the officers have since separated with the Company and hence legal action for recovery was being considered. However, Management did not provide evidence on commencement of legal action.

In the circumstances, the accuracy and valuation of the debts amounting to Kshs.1,176,000 could not be confirmed.

3.0 Unsupported Expenditure

The statement of receipts and payments and as disclosed in Note 10.8 to the financial statements reflect purchase of goods and services amounting to Kshs.657,006,000. Included in the amount is Kshs.34,123,000 incurred in respect of insurance expenses. However, the terms and conditions of the insurance policy cover provided for audit verification was for the Company and not specific to the Project. In addition, Management did not provide the approved work plan to confirm whether the expenses related to the Project.

Further, the balance includes a balance of Kshs.488,106,777 in respect of operating expenses, out of which an amount of Kshs.105,316,316 was incurred on medical expenses. However, Management did not provide an approved project workplan to confirm whether the expenditure related to the Project. Further, an amount of Kshs.12,470,258 paid to a supplier was not supported by contract agreements, invoices, goods received notes and inspection and acceptance committee report.

In the circumstances, the accuracy and regularity of expenditure amounting to Kshs.151,129,000 could not be confirmed.

4.0 Unsupported Expenditure on Acquisition of Non-Financial Assets

The statement of receipts and payments reflects expenditure on acquisition of non-financial assets of Kshs.450,493,000 which as reflected in Note 10.10 to the financial statements, includes expenditure on purchase of specialized plants and equipment's and exploration and evaluation activities amounting to Kshs.168,289,000 and Kshs.189,986,000, respectively. According to Management, the expenditure on exploration and evaluation activities related to land lease, rent and rates, security expenses and Geothermal Advisory Board consultancies. However, supporting documents for the expenditure, such as lease agreements and contracts, were not provided for audit review. Similarly, the expenditure on purchase of specialized plants and equipment was not supported with contract agreements, invoices and inspection and acceptance committee reports.

In the circumstances, the accuracy and propriety of expenditure amounting to Kshs.450,493,000 on acquisition of non-financial assets could not be confirmed.

5.0 Unauthorised Expenditure

Review of the statement of comparative budget and actual amounts revealed that an amount of Kshs.657,006,000 was incurred on purchase of goods and services against a budget of Kshs.591,915,000 resulting in unapproved over-expenditure of Kshs.65,091,000 or 9% of the budget. Further, an amount of Kshs.450,493,000 was incurred on acquisition of non-financial assets against a budget of Kshs.273,365,000, resulting to an over-expenditure of Kshs.177,128,000 or 65% of the budget. Management explained that the over-expenditure was as result of payment of invoices which had been

budgeted for and accrued in the previous year. The expenditure were not budgeted for in the year under review.

In the circumstances, the regularity of the over-expenditure could not be confirmed. The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Menengai Geothermal 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 audit of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1.0 Delay in Power Plants Development Under Menengai Phase I Project

As previously reported, a Project Implementation and Steam Supply Agreements (PISSA) signed with three (3) Independent Power Producers (IPPs) on 1 November, 2014 for development of a 35 MW geothermal power generating plant in Menengai Geothermal Project area provided that GDC would complete, test and commission the steam gathering system while the three IPPs upon getting partial risk guarantee would finalize the signing of the power purchase agreement and get a letter of support from the Government. The finalization of the IPPs conditions would oblige the lenders provide the required funds for the Project.

Review of implementation status of the IPPs and GDC deliverables as at 30 June, 2022 revealed the following:

- i) Quantum Power East Africa (QPEA) was yet to obtain a partial risk guarantee from The National Treasury. A request made on 9 October, 2019 was yet to be responded to as at 30 June, 2022.
- ii) Sosian Menengai Geothermal Power Limited (SMGPL) was awaiting the Kenya Power and Lighting Company PLC to finalize the signing of the Power Purchase Agreement (PPA), with the same still pending as at 30 June, 2022.

- iii) Orpower Twenty-Two Limited was to yet get a letter of support from the Government of Kenya as an application made on 24 April, 2019 had not been responded to.
- iv) The Company had sunk 52 wells, out of which 21 are productive after being completed, tested, and commissioned but the IPPs were yet to fulfil any of their obligations.

Failure by the parties to fulfil their contractual obligations has led to delay in the Project implementation by over eight (8) years, risking the investment made by GDC of Kshs.69,055,342,000 on steam wells and associated infrastructure. Further, it was not certain when the Project would be completed since the effective start date was indicated to be the date the IPPs take-over the sites. In addition, the amount spent continues to attract significant interest charges with no income generation.

Management indicated that M/s Sosian Menengai Geothermal Power Limited's Power Purchase Agreement became effective on 23 September, 2021 and that it was mobilizing funds to start construction. However, no works had commenced while the status of the other two IPPs remained the same.

In the circumstances, the public did not obtain value for money on expenditure of Kshs.69,055,342,000 on development of steam wells and associated infrastructure.

2.0 Long Outstanding Pending Bills

Annexes 2A and 2B to the financial statements reflects pending bills totalling to Kshs.480,653,000 which were outstanding as at the end of the financial year. According to the pending bills ageing analysis provided for audit, bills totalling to Kshs.151,628,000 were outstanding from 2019/2020 and earlier years. However, review of expenditure records revealed payments made for current year's supplies before settlement of pending bills, implying that Management did not treat pending bills as a first charge during the financial year 2021/2022, contrary to The National Treasury in Circular No.10/2020 issued on 16 June, 2020. No explanation was provided for the failure prioritize payment of pending bills during the year under review.

In the circumstances, Management was in breach of regulations.

3.0 Commingling of Funds

Review of bank records and cashbooks for the Project revealed that funds for Bogoria Silali Geothermal Project and the Company amounting to Kshs.251,767,495 and Kshs.1,102,744,123 respectively were held in Menengai Geothermal Project account, contrary to Regulation 76(1) of the Public Finance Management (National Government), 2015 which requires a project account to be opened, maintained and operated solely for the purpose for which it was opened.

In the circumstances, Management was in breach of the law.

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 on whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities which 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 2330. The standards require that I plan and perform the audit to obtain assurance on whether effective processes and systems of internal control, risk management and governance, were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by African Development Bank and Agence Francaise De Development (AFD), 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 controls as Management determines is necessary to enable the preparation of financial statements which are free from material misstatement, whether due to fraud or error and for assessment of the effectiveness of the internal controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue sustaining 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 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 which 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 review is planned and performed to express a conclusion on whether, in all material respects, 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, in accordance with the provisions of Article 229(6) of the Constitution, and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and 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 controls would not necessarily disclose all matters in the internal controls which 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 which would be material in relation to the financial statements being audited, may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become

inadequate because of changes in conditions or that the degree of compliance with the policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence which is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions which may cast significant doubt on the Project's ability to continue sustaining 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 sustaining 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 which 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 controls which are identified during the audit.

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

14 December, 2022

Report of the Auditor-General on Menengai Geothermal Project Agreement No. CKE 1038.01K for the year ended 30 June, 2022 - Geothermal Development Company Limited

**Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020**

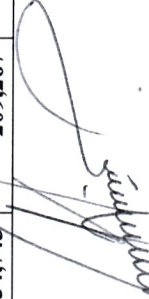
5. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 June 2022

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

		FY 2021/22				FY 2020/21				Cumulative to-date
		Receipts & payments controlled by entity	Payments made by third parties	Total	Kshs'000	Receipts & payments controlled by entity	Payments made by third parties	Total	Kshs'000	
Receipts		Kshs'000	Kshs'000	Kshs'000		Kshs'000	Kshs'000	Kshs'000		Kshs'000
Transfer from government entities	10.3	75,000	-	75,000	-	-	-	-	-	41,774,186
Company contributions	10.3	1,660,596	-	1,660,596	-	2,208,774	-	2,208,774	-	19,188,772
Proceeds from domestic and foreign grants	10.4	137,027	-	137,027	-	-	219,744	219,744	-	10,821,950
Loan from external development partners	10.5	-	-	-	-	-	2,877	2,877	-	10,356,630
Loans	10.5A&10.12C	142,120	-	142,120	-	245,266	-	245,266	-	3,519,692
Miscellaneous receipts	10.6	-	-	-	-	-	-	-	-	2,886,278
Total receipts		2,014,743	-	2,014,743	-	2,454,040	222,621	2,676,662	-	88,547,509
Payments										
Compensation of employees	10.7	824,305	-	824,305	-	1,331,369	-	1,331,369	-	12,995,784
Purchase of goods and services	10.8	657,006	-	657,006	-	510,124	-	510,124	-	16,159,344
Social security benefits	10.9	113,465	-	113,465	-	175,871	-	175,871	-	1,164,092
Acquisition of non-financial assets	10.10	450,493	-	450,493	-	301,933	13,354	315,288	-	56,308,843
Other grants and transfers and payments	10.11	-	-	-	-	-	-	-	-	1,581,381
Total payments		2,045,268	-	2,045,268	-	2,319,297	13,354	2,332,651	-	88,209,444
Surplus/(deficit) for the year		(30,524)	-	(30,524)	-	134,743	209,267	344,010	-	338,065


Eng. Jared O. Othieno
Managing Director & CEO


Paul Nguigi
Project Manager


Solomon Sankaire
Project Accountant
ICPAK No.:19098

Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022

6. STATEMENT OF FINANCIAL ASSETS AS AT 30 June 2022

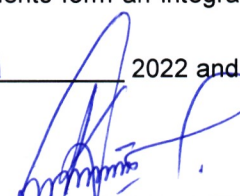
Description	Note	2021-22	2020-21
		Kshs'000	Kshs'000
FINANCIAL ASSETS			
Cash and cash equivalents			
Bank balances	10.12.A	336,889	368,370
Total cash and cash equivalents		336,889	368,370
Imprests & Advances	10.13A	1,176	1,176
Total Financial Assets		338,065	369,546
Financial Liabilities			
Payables	10.13B	-	(957)
NET ASSETS		338,065	368,589
REPRESENTED BY:			
Fund balance B/fwd	10.14	368,589	24,579
Surplus (Defecit) for the year		(30,524)	344,010
NET FINANCIAL POSITION		338,065	368,589

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

statements. The financial statements were approved on 1A-11 2022 and signed by:


 Eng. Jared O. Othieno
 Managing Director & CEO


 Paul Ngugi
 Project Manager

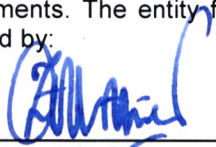

 Solomon Sankaire
 Project Accountant
 ICPAK No. 19098

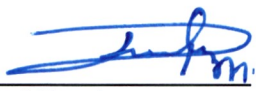
***Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022***

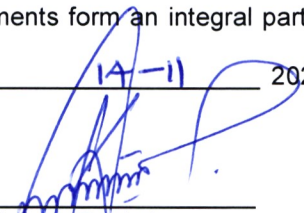
7. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 June 2022

Description	Note	2021-22	2020-21
		Ksh'000	Ksh'000
Receipts for operating activities			
Transfer from Government entities	10.30	1,735,596	2,208,774
Proceeds from domestic and foreign grants	10.40	137,027	219,744
Total Receipts		1,872,623	2,428,519
		-	-
Payments			
Compensation of employees	10.70	(824,305)	(1,331,369)
Purchase of goods and services	10.80	(296,961)	(342,132)
Social Security benefits	10.90	(113,465)	(175,871)
Total Payments		(1,234,730)	(1,849,371)
Net cash flow from operating activities		637,893	579,147
		-	-
Cash flow from investing activities			
Acquisition of non-financial assets	10.10	(450,493)	(315,288)
		-	-
Net cash flows from Investing activities		(450,493)	(315,288)
		-	-
Cash flow from financing activities			
Proceeds from borrowings	10.50	-	2,877
Repayment of Bank Loan	10.5. A	(360,044)	(167,992)
Borrowings	10.12.C	142,120	245,266
		-	-
Net cash flow from financing activities		(217,925)	80,151
Net increase in cash and cash equivalent		(30,524)	344,010
Cash and cash equivalent at beginning of the year	10.12	368,589	24,579
	10.12	-	-
Cash and cash equivalent at end of the year		338,065	368,589

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 14-11 2022 and signed by:


Eng. Jared O. Othieno
Managing Director & CEO


Paul Ngugi
Project Manager

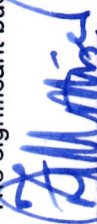

Solomon Sankaire
Project Accountant
ICPAK No. 19098

**Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022**

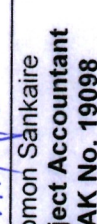
8. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 June 2022

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 %
Receipts						
Transfer from Government entities	1,500,000	235,000	1,735,000	1,735,596	(596)	100%
Proceeds from domestic and foreign grants	140,000		140,000	137,027	2,973	98%
Proceeds from borrowings			-	142,120	(142,120)	0%
Miscellaneous receipts			-			
Total Receipts	1,640,000	235,000	1,875,000	2,014,743	(139,743)	
Payments						
Compensation to employees	896,269	(13)	896,255	824,305	71,951	92%
Purchase of goods and services	350,547	241,369	591,915	657,006	(65,090)	111%
Social security benefits	113,465	-	113,465	113,465	-	100%
Acquisition of non-financial assets	279,720	(6,355)	273,365	450,493	(177,129)	165%
Total Payments	1,640,000	235,000	1,875,000	2,045,268	(170,268)	
Surplus or Deficit				(30,524)		

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


Eng. Jared O. Othieno
Managing Director & CEO


Paul Ngugi
Project Manager


Solomon Sankaire
Project Accountant
ICPAK No. 19098

9. SIGNIFICANT ACCOUNTING POLICIES

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

9.1 Basis of Preparation

9.2 Statement of compliance and basis of preparation

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

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

9.3 Reporting entity

The financial statements are for the Menennai Geothermal Project under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

9.4 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.

9.5 Significant Accounting Policies

a) Recognition of receipts

The Project recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the Government.

i) Transfers from the Exchequer

Transfer from Exchequer is be 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 received through grants and loans from multilateral and bilateral development partners.

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 the time associated cash is received.

b) 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.

SIGNIFICANT ACCOUNTING POLICIES (continued)

c) Proceeds from borrowing

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

d) 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

e) 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 of employees

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

ii) Use of goods and services

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

iii) Interest on borrowing

Borrowing costs that include interest are recognized as payment in the period in which they incurred 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.

SIGNIFICANT ACCOUNTING POLICIES (continued)

f) In-kind donations

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

g) Cash and cash equivalents

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

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.

h) Accounts receivable

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.

Significant Accounting Policies (Continued)

i) Contingent Liabilities

A contingent liability is:

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

***Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022***

SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. **Annex 5** of this financial statement is a register of the contingent liabilities in the year.

Section 89 (2) (i) of the PFM Act requires the National Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans

j) Contingent Assets

The Entity 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 Entity 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.

k) 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' items to provide a sense of the overall net cash position of the Project at the end of the year. 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.

l) Budget

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

A high-level assessment of the Project's actual performance against the comparable budget for the financial year/period under review has been included in an annex to these financial statements.

SIGNIFICANT ACCOUNTING POLICIES (continued)

m) 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.

n) 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.

o) 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.

p) 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

q) Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. Restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

r) Prior period adjustments

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

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10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.3 RECEIPTS FROM GOVERNMENT OF KENYA

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

Details	FY 2021/22	FY 2020/21	Cumulative to-date
	Kshs'000	Kshs'000	Kshs'000
Counterpart funding through Ministry of Energy			
Counterpart funds Quarter 1	25,000	-	7,356,624
Counterpart funds Quarter 2	25,000	-	10,693,374
Counterpart funds Quarter 3	-	-	12,502,348
Counterpart funds Quarter 4	25,000	-	11,221,840
	75,000	-	41,774,186.00
Appropriations-in-Aid	1,660,596	2,208,774	19,188,772
	1,660,596	2,208,774	19,188,772
Total	1,735,596	2,208,774	60,962,958

10.4 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

During the year ended 30 June 2022, grants received 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	Total amount FY 2021/22	Total amount FY 2020/21
		"000"	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Grants received from multilateral Donors						
African Development Bank	30.06.2022		-	-	-	10,477
EIB	30.06.2022	€ 1,081	137,027.29	-	137,027	209,267
Total		-	-	-	137,027	219,744

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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.5. LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

The Project receives funding from development partners in form of loans negotiated by the National Treasury. The National Treasury has advanced the loans to the Project as grants as detailed in the table below:

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Grants received in kind	Total amount	
					FY 2021/22	FY 2020/21
		USD'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Loans Received from Multilateral donors						
African Development Bank	30.06.2021	\$ -	-	-	-	2,877
Total		-	-	-	-	2,877

10.5A. PROCEEDS FROM LONG TERM LOAN

Name of donor	Date received	Amount received in donor currency	Amount Received in Cash	Total Amount	
				FY 2021/22	FY 2020/21
		USD'000	Kshs'000	Kshs'000	Kshs'000
Loan Balance as at 30.06.2021		-	-	2,119,303	2,287,295
Less: Repayment on Loan Principal		-	-	(360,044)	(167,992)
Loan Balance as at 30.06.2022		-	-	1,759,258	2,119,303

10.6 MISCELLANEOUS RECEIPTS

	FY 2021/22		FY 2020/21	Cumulative to date
	Receipts made by entity in cash	Total	Receipts from third parties	
	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Other receipts not classified elsewhere	-	-	-	2,886,278
Total	-	-	-	2,886,278

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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.7 COMPENSATION OF EMPLOYEES

	FY 2021/22			FY 2020/21	Cumulative to-date
	Payments made by entity in cash	Payments made by third parties	Total Payments	Total Payments	
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Basic salaries of permanent & temporary employees	446,027	-	446,027	679,019	6,653,673
Personal allowances paid as part of salary	378,278	-	378,278	652,350	6,342,112
Total	824,305	-	824,305	1,331,369	12,995,784

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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.8 PURCHASE OF GOODS AND SERVICES

	FY 2021/22			FY 2020/21	
	Payments made by entity in cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to-date
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Utilities, supplies and service	87,868	-	87,868	56,838	2,108,485
Communication, supplies & services	5,354	-	5,354	8,470	134,118
Domestic travel & subsistence	30,990	-	30,990	19,930	2,380,280
Foreign travel and subsistence	756	-	756	1,722	80,512
Printing, advertising and information supplies & services	414	-	414	3,166	272,462
Training Expenses	2,430	-	2,430	1,851	978,178
Hospitality supplies and services	5,396	-	5,396	8,903	374,398
Insurance costs	34,123	-	34,123	-	342,416
Other operating expenses	488,106	-	488,106	370,450	9,465,937
Routine maintenance vehicles, transport equipment	7,866	-	7,866	35,695	661,493
Routine maintenance- other assets	1,434	-	1,434	-	1,434
Exchange rate losses/gains (net)	(7,732)	-	(7,732)	3,101	(640,369)
Total	657,006	-	657,006	510,124	16,159,344

*Included in note 10.8 is the amount of Ksh 360,044 in relation to principle loan repayment

10.9. SOCIAL SECURITY BENEFITS

	FY 2021/22		FY 2020/21	
	Payments made by entity in cash	Total payments	Total payments	Cumulative to-date
	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Government pension and retirement benefits	112,002	112,002	172,255	1,140,143
Social security benefits in cash and in kind	1,463	1,463	3,616	23,948
Total	113,465	113,465	175,871	1,164,092

*Menengai Geothermal Project
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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.10 ACQUISITION OF NON-FINANCIAL ASSETS

	FY 2021/22			FY 2020/21	
	Controlled by GDC	Controlled by third parties	Total payments	Total payments	Cumulative to-date
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Construction of buildings	-	-	-	-	46,686
Refurbishment of buildings	95	-	95	5,324	24,990
Construction of roads & civil works	-	-	-	9,921	5,050,670
Purchase of office furniture & general equipment	1,045	-	1,045	4,950	326,479
Purchase of specialized plant, equipment and machinery	168,289	-	168,289	2,989	11,204,272
Exploration and evaluation activities	189,986	-	189,986	236,216	27,255,361
Acquisition of strategic stocks	91,078	-	91,078	55,888	11,962,480
Acquisition of land	-	-	-	-	71,806
Acquisition of other intangible assets	-	-	-	-	366,099
Exchange rate losses/gains (net)	-	-	-	-	-
	-	-	-	-	-
Total	450,493	-	450,493	315,288	56,308,844

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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.11 OTHER GRANTS AND TRANSFERS AND PAYMENTS

	FY 2021/22			FY 2020/21	
	Payments made by entity in cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to-date
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Miscellaneous payments	-	-	-	-	(1,581,381)
Total	-	-	-	-	(1,581,381)

10.12 CASH AND CASH EQUIVALENTS

Description	FY 2021/22	FY 2020/21
	Kshs'000'	Kshs'000'
Bank accounts (Note 10.12A)	336,889	368,370
Outstanding imprests and advances (Note 10.13A)	1,176	219
	-	-
Total	338,065	368,589

10.12A Bank Accounts

Project Bank Accounts

Description	FY 2021/22	FY 2020/21
	Kshs'000'	Kshs'000'
Foreign Currency Accounts		
Co-operative Bank of Kenya [A/c No 02150168576]	-	53,858
Co-operative Bank of Kenya [A/c No 02120160857600]	241,360	539
Co-operative Bank of Kenya [A/c No 22120160857600]	-	-
Co-operative Bank of Kenya Escrow [A/c No.02692160857600]	-	86,724
Total Foreign Currency Accounts	241,360	141,121
	-	-
Local Currency Accounts		
Cooperative Bank of Kenya [A/c No 01136350124400]	183	351
Guarantee deposits	2,021	17,632
Cooperative Bank of Kenya [A/c No 011360857601]	93,324	209,266
	-	-
Total local currency balances	95,529	227,249
Total bank account balances	336,889	368,370

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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.12.C Borrowings

Description	FY 2021/22	FY 2020/21
	Kshs'000	Kshs'000
Co-operative Bank of Kenya [A/c No 01136160857600]	142,120	245,266
Total	142,120	245,266

Special deposit accounts

The balances in the Project's Special Deposit Accounts (SDA) as at 30 June 2021 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

Below is the 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

(i) Menengai Geothermal Development Project [A/c No 1111000435]	FY 2021/22	FY 2020/21
	KShs	KShs
Opening balance	505	505
Total amount deposited in the account	-	-
Total amount withdrawn (<i>as per Statement of Receipts and Payments</i>)	-	-
Closing balance (<i>as per SDA bank account statement attached</i>)	505	505

The Special Deposit Account reconciliation statement has been attached as *Appendix* to support the closing balances.

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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.13. A BREAKDOWN OF IMPRESTS AND ADVANCES

Name of Officer or Institution	Amount taken	Due date of surrender	Amount surrendered	Balance FY 2021/22	Balance FY 2020/21
	Kshs'000		Kshs'000		
Isaac Aremon	30	03.08.2010	-	30	30
Robert Kariuki Matindi	32	13.08.2011	-	32	32
Flavia Nasambu Okanya	27	08.03.2018	-	27	27
Natalia Wairimu	14	15.01.2018	-	14	14
Marietta Mutonga	354	30.09.2021	-	354	354
Thomas Miyora	353	30.09.2022	-	353	353
Milkah Wanjiru	366	30.11.2016	-	366	366
Total	1,176		-	1,176	1,176

10.13. B PAYABLES

Name of Officer or Institution	Amount	Due date of surrender	Amount surrendered	Balance FY 2021/22	Balance FY 2020/21
	Kshs'000		Kshs'000		
Wilson Githu Rutinu	(413)	13.01.2014	(413)	-	(413)
Lindah Onditi Apondi	(358)	22.02.2017	(358)	-	(358)
George Mulusa	(4)	09.07.2011	(4)	-	(4)
Shammah Kiptanui	(3)	15.05.2013	(3)	-	(3)
Moses Kachumo	(92)	28.02.2019	(92)	-	(92)
Dennis Chirchir	(78)	25.05.2017	(78)	-	(78)
John K Barmao	(9)	08.06.2018	(9)	-	(9)
Total	(957)		(957)	-	(957)

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NOTES TO THE FINANCIAL STATEMENTS (continued)

10.14 FUND BALANCE BROUGHT FORWARD

Description	FY 2021/22	FY 2020/21
	Kshs'000	Kshs'000
Bank accounts (Note 10.12A)	336,889	368,370
Outstanding imprests and advances (Note 10.13A)	1,176	1,176
Payables (Note 10.13B)	-	(957)
Total	338,065	368,589

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11. OTHER IMPORTANT DISCLOSURES

11.1 PENDING ACCOUNTS PAYABLE (See Annex 2A)

	Balance b/f	Additions for	Paid during the year	Balance c/f
	FY 2020/21	the period		FY 2021/22
	KShs'000	KShs'000	KShs'000	KShs'000
Construction of civil works	-	-	-	-
Supply of goods	53,127	258,299	264,897	46,529
Supply of services	408,049	512,615	493,765	426,899
Total	461,176	770,915	758,662	473,429

11.2 PENDING STAFF PAYABLES (See Annex 2B)

	Balance c/f	Additions for	Paid during	Balance c/f
	FY 2020/21	the period	the year	FY 2021/22
	KShs'000	KShs'000	KShs'000	KShs'000
Senior management	1,471	4,378	4,886	963
Middle Management	8,475	14,278	15,579	7,174
Unionisable employees	7,359	18,628	17,915	8,072
Others	2,175	4,568	5,256	1,488
Total	19,480	41,852	43,636	17,696

11.3 EXTERNAL ASSISTANCE

	FY 2021/22	FY 2020/21
	KShs'000	KShs'000
External assistance received as loans and grants	137,027	222,621
Total	137,027	222,621

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OTHER IMPORTANT DISCLOSURES

a) External assistance relating loans and grants

Description	FY 2021/22	FY 2020/21
	KShs'000	KShs'000
External assistance received as loans	-	2,877
External assistance received as grants	137,027	219,744
Total	137,027	222,621

b) Undrawn external assistance

Description	Purpose for which the undrawn external assistance may be used	FY 2021/22	FY 2020/21
		KShs'000	KShs'000
Undrawn external assistance - loans	Purchase of strategic stocks, equipment and specialized drilling services	2,514,495	2,514,495
Undrawn external assistance - grants	Purchase of strategic stocks, equipment and consultancies	8,430,478	8,569,029
Total		10,944,973	11,083,524

c) Classes of providers of external assistance

Description	FY 2021/22	FY 2020/21
	KShs'000	KShs'000
Multilateral donors	137,027	222,621
Total	137,027	222,621

The external assistance was provided for purposes of economic development activities.

d) Purpose and use of external assistance

Description	FY 2021/22	FY 2020/21
	KShs'000	KShs'000
Use of goods and services	6,725	-
Acquisition of assets	246,245	13,354
Total	246,245	13,354

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

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OTHER IMPORTANT DISCLOSURES (Continued)

e) External assistance paid by third parties on behalf of the entity by source

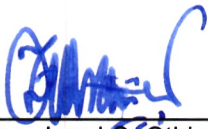
Description	FY 2021/22	FY 2020/21
	KShs'000	KShs'000
Multilateral Donors	-	13,354
Total	-	13,354

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12. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Commingling of funds	Management to effect separation of bank accounts	Stephen Busieney GM-Finance	Not resolved	30.06.2023
	Delays in power plants development under menengai phase 1	One of the IPPS Ms. Sossian Menengai was mobilising funds to start construction	Cornel Ofwona GM-GRD	Resolved	
	Long outstanding pending bills	Payments for current year before settling pending bills	Stephen Busieney GM-Finance	Resolved	


 Eng. Jared O. Othieno
 Managing Director & CEO


 Paul Ngugi
 Project Manager

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ANNEXES

ANNEX 1 – VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comment
	a	b	c=a+b	d	e=c-d	f=d/c %	
Receipts							
Transfer from Government entities	1,500,000	235,000	1,735,000	1,735,596	(596)	100%	N/a
Proceeds from domestic and foreign grants	140,000		140,000	137,027	2,973	98%	N/a
Proceeds from borrowings	-	-	-	142,120	(142,120)	0%	
Total Receipts	1,640,000	235,000	1,875,000	2,014,743	(139,743)		
Payments							
Compensation to employees	896,269	(13)	896,255	824,305	71,951	92%	Includes items budgeted in FY 2020/21 paid in FY 2021/22
Purchase of goods and services	350,547	241,369	591,915	657,006	(65,090)	111%	Includes items budgeted in FY 2020/21 paid in FY 2021/22
Social security benefits	113,465	-	113,465	113,465	-	100%	
Acquisition of non-financial assets	279,720	(6,355)	273,365	450,493	(177,128)	165%	Includes items budgeted in FY 2020/21 paid in FY 2021/22
Total Payments	1,640,000	235,000	1,875,000	2,045,268	(170,268)		
Surplus or Deficit				(30,524)			

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ANNEX 2A – ANALYSIS OF PENDING BILLS

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Construction of buildings					
Sub-Total					
Construction of civil works					
Sub-Total					
Supply of goods					
Ramji Haribhai Devani Ltd	5,640	30.06.2021	5,640	-	5,640
Chem-Rectic Ltd	208	30.06.2021	208	-	66
Zonge International Inc.	165	01.07.2015	-	165	165
Odex Chemicals Limited	12,624	31.03.2019	1,000	11,624	12,624
Nov Eurasia Downhole	2,113	30.06.2021	2,113	-	2,113
Paper Technologies	12,900	26.07.2021	12,900	-	12,900
Isuzu East Africa	1,972	21.01.2021	1,972	-	1,972
Car & General (Kenya) Ltd	4,646	06.04.2022	4,066	580	
Archamo Holdings	72	27.03.2018	72	-	72
Nys Mechanical	1,147	30.06.2021	1,147	-	820
Water Resources Management Authorit	1,159	30.06.2021	1,159	-	728
H. Young & Co (Ea) Ltd	199,423	08.08.2021	169,612	29,811	
Century Automobiles (Nairobi) Ltd	207	30.06.2021	207	-	207
Tradecon	650	30.06.2021	650	-	650

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
New Kcc Ltd	11,517	30.06.2021	11,517	-	917
Bawani Stores Limited	1,132	18.09.2021	771	362	
Anchor Flour Millers Company Limite	53	12.05.2015	53	-	53
Nelka Regional Ventures	1,760	30.06.2021	1,760	-	1,760
Esrinnet Ventures	6,860	30.06.2021	6,860	-	1,866
Hesworth Enterprises	158	30.06.2021	158	-	158
Benjana Investment Limited	4,221	30.06.2021	4,221	-	427
Coral Garnet Limited	349	30.06.2021	349	-	349
Matrix Vision Systems Ltd	603	30.06.2021	603	-	549
Rockpita Ltd	168	30.06.2021	168	-	168
Logisys Trading Company Limited	4,094	26.04.2022	253	3,841	145
Stepric	10,873	30.06.2021	10,873	-	2,541
Avenida Limited	109	30.06.2021	109	-	109
Babuye Investment Limited	980	06.06.2022	834	146	
Labbot Limited	392	30.06.2021	392	-	381
Lavie Porte Ltd	313	30.06.2021	313	-	313
Logemo Logistics Limited	405	30.06.2021	405	-	405
Opticalwave Engineering Limited	111	30.06.2021	111	-	111
Mfi Document Solutions Limited	1,292	30.06.2021	1,292	-	1,292
Filtronic	1,466	30.06.2021	1,466	-	1,466
County Government Of Nakuru	331	30.06.2021	331	-	331
Kenya Meat Commission	564	30.06.2021	564	-	564
Jamia Food Mart Limited	17	30.06.2021	17	-	8
Lergend Enterprises	15,473	30.06.2021	15,473	-	802
Power Options Limited	4,358	30.06.2021	4,358	-	3
Geothermal Science & Data Training	857	30.06.2021	857	-	408

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Red Hat Agencies	44	30.06.2021	44	-	44
Sub-Total	311,427		264,897	46,529	53,127
Services					
Atlas Copco Eastern Africa Ltd	14,191	01.06.2021	14,191	-	365
Greatwall Drilling Company Ltd	70,316	29.06.2012	5,545	64,771	70,288
Lantech (Africa) Limited	938	30.06.2015	-	938	938
Automobile Warehouse (Nku) Ltd	119	01.06.2021	119	-	37
Ps- Ministry Of Energy & Petroleum	29,897	11.01.2016	15,283	14,614	19,483
Nakuru Water & Sanitation	9,293	22.03.2021	4,745	4,548	5,440
Sabco Millers Ltd	1,109	01.07.2015	-	1,109	1,109
Meteorological Department	88	01.06.2021	88	-	88
Postal Corporation Of Kenya	556	01.06.2021	556	-	143
Mantrac Kenya Ltd	6,714	01.06.2021	6,714	-	263
Safaricom Ltd	157	30.06.2022	-	157	-
Dr Ahmed Parkar	556	01.06.2021	556	-	7
Danki Ventures Limited	15,393	01.06.2021	15,393	-	4,982
Hatari Security Guards Ltd	53,784	02.12.2019	22,127	31,657	46,896
Lavington Security Limited	10,425	01.06.2021	10,425	-	507
Dr. Hosea W. Waweru	304	01.06.2021	304	-	34
Crater X-Ray Clinic	4,571	01.06.2021	4,571	-	1
Mt. Longonot Medical Services Ltd	304	01.06.2021	304	-	304
Protective Custody Limited	67,296	01.07.2021	44,918	22,378	16,799
Hever Company	14,280	01.07.2021	13,090	1,190	2,386
Willian Cumming	3,775	01.06.2021	3,775	-	3,775

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	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Geothermal Resource Group	2,437	17.02.2022	-	2,437	
Novel Technologies E.A. Ltd	2,297	01.06.2021	2,297	-	874
Liquid Telecommunication Kenya	1,334	01.06.2021	1,334	-	1,334
Azmasoft Limited	2,194	01.06.2021	2,194	-	2,194
Telkom Kenya	11,069	01.06.2021	11,069	-	3,290
Kenya Power & Lighting Company Ltd	39,042	30.06.2022	35,778	3,264	3,090
Translee Kenya Ltd	157,833	24.01.2022	108,171	49,662	20,830
Kenya Forest Service	331,463	01.03.2021	146,812	184,651	161,418
Ranju Limited	2,004	08.12.2021	1,336	668	1,336
Lake Bogoria Spa Resort	11,111	20.11.2021	8,427	2,684	
Hotel Waterbuck Ltd	1,631	13.10.2021	974	657	422
Rift Valley Sports Club	1,102	13.04.2022	694	408	
Merica Hotel	255	30.06.2021	255	-	128
Top Image Cleaning Services	12,588	01.07.2021	11,539	1,049	2,116
Occupational Safety And Health Fund	180	30.06.2020	180	-	180
Ankh Womens Clinic	94	30.04.2022	-	94	167
The Polyclinic Hospital	50	30.04.2022	-	50	33
Aic Kijabe Hospital	36	30.04.2022		36	-
Naivagil Pharmaceuticals Ltd	8	30.04.2022		8	17
Baus Optical	788	30.04.2022		788	1,118
Care Chemists Limited	1,424	30.04.2022		1,424	563
Karen Hospital	3,202	30.04.2022		3,202	2,978
Gertrude's Children's Hospital	672	30.04.2022		672	950
Menelik Hospital	-	30.04.2022		-	56
The Nairobi Women's Hospital	3,698	30.04.2022		3,698	1,738
The Nairobi South Hospital	-	30.04.2022		-	1,150

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	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Malibu Pharmacy Ltd	56	30.04.2022		56	117
Ben-Ammi Medical Centre	-	30.04.2022		-	109
Dr Anthony Biketi Wabule	12	30.04.2022		12	500
Dr C. Odula-Obonyo Medical Practice	13	30.04.2022		13	18
Dr E K Mutakha	1,372	30.04.2022		1,372	755
Dr Wanjohi Esther Njeri	-	30.04.2022		-	57
Dr Joseph Kariuki Mbuthia	-	30.04.2022		-	4
Dr Martin Oduori	-	30.04.2022		-	1
Dr N. G. Thagana	6	30.04.2022		6	21
Njoroge Ngugi Moses	13	30.04.2022		13	13
Dr Omondi Oyoo	-	30.04.2022		-	5
Kamau & Mwendwa Medical Associates	-	30.04.2022		-	3
Dr V. N Choksey	-	30.04.2022		-	1
Dr Wairimu Imalingat	-	30.04.2022		-	65
Dr. Betty M Musau	4	30.04.2022		4	-
Dr. Charles Kariuki	-	30.04.2022		-	44
Dr. Jean Kagia	-	30.04.2022		-	18
Dr. Joy Mpaata	-	30.04.2022		-	128
Dr. Peter Ndaguatha	-	30.04.2022		-	6
Equitorial Medical	-	30.04.2022		-	23
Garlands Medical Centre Ltd	-	30.04.2022		-	134
Nairobi Dental Polyclinics Ltd	-	30.04.2022		-	8
Nairobi E.N.T. Clinic	4	30.04.2022		4	34
Molars Ltd	143	30.04.2022		143	659
Parklands Kidney Centre Ltd	-	30.04.2022		-	2
Pathcare Kenya Limited	237	30.04.2022		237	295

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	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Prof. Elly O. Ogutu	-	30.04.2022		-	17
Mt. Longonot Medical Services Ltd	-	30.04.2022		-	7
Ndonyo Healthcare	135	30.04.2022		135	47
Ngethe Florence Njeri	-	30.04.2022		-	1
Evans Sunrise Medical Centre	2,287	30.04.2022		2,287	1,430
Ranalo Medical Imaging Centre	141	30.04.2022		141	41
Valley Hospital Ltd	3,779	30.04.2022		3,779	1,078
Corner House Medical Laboratory	7	30.04.2022		7	5
Kenya Hospital Association	2,345	30.04.2022		2,345	3,680
Plaza X-Ray Services	-	30.04.2022		-	4
Nakuru War Memorial Hospital	9,189	30.04.2022		9,189	5,252
Inkamed Pharmaceuticals Ltd	11	30.04.2022		11	383
Dr. Mong'are Onsomu	555	30.04.2022		555	281
The Nakuru E.N.T Medical Centre	320	30.04.2022		320	83
Dr. Mwangi S Watene	148	30.04.2022		148	59
Dr. Julius Ogeto	82	30.04.2022		82	53
Rol Medical Laboratories Ltd	46	30.04.2022		46	31
Dr. Amos M Otara	359	30.04.2022		359	311
The Mater Hospital	181	30.04.2022		181	792
Dr. Susan Wanjiku Maina	-	30.04.2022		-	87
Dr. Ahmed Parkar	-	30.04.2022		-	7
Dr. Ramadhan Mawenzi	252	30.04.2022		252	187
Dr. Lucy N. Gachare	-	30.04.2022		-	2
Dr. Naomi Gachara	-	30.04.2022		-	10
Dr. A.H. Mohamed - Paed Prac	-	30.04.2022		-	22
Dr. Nancy Ngugi	-	30.04.2022		-	11

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	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Prof. Paul G. Kioy	8	30.04.2022		8	4
Prof. Erastus O. Amayo	3	30.04.2022		3	1
Dr. Joseph A. Alouch	-	30.04.2022		-	21
Dr. Hosea W. Waweru	-	30.04.2022		-	34
Dr. Prafull S. Patel	-	30.04.2022		-	8
Dr. H. S. Dhadialla	-	30.04.2022		-	1,542
Dr. Irungu Ndirangu	9	30.04.2022		9	6
Nairobi Maxillofacial Surgery Clini	5	30.04.2022		5	-
Dr. Marx M. O. Okonji	-	30.04.2022		-	1
De Mundo	-	30.04.2022		-	10
Amani Counselling Centre	98	30.04.2022		98	79
Prime Physiotherapy Services	9	30.04.2022		9	35
Cambridge & Company Ltd	74	30.04.2022		74	318
Dr. F. Mugo Ng'ang'a	123	30.04.2022		123	260
Dr. Jane Nyikuri Wenyaa	115	30.04.2022		115	107
Dr. Benedict Osore	320	30.04.2022		320	125
Dr. Charles Luseno	-	30.04.2022		-	4
Dr. Gitu Robert	33	30.04.2022		33	17
Dr. Njuguna Gachiro	33	30.04.2022		33	8
Dr. Lutomia Lumbasi	23	30.04.2022		23	41
Dr. Naresh Sarna	-	30.04.2022		-	9
Nakuru Dental Centre	184	30.04.2022		184	40
The Aga Khan Hospital - Kisumu	643	30.04.2022		643	1,195
Chiromo Lane Medical Centre	1,060	30.04.2022		1,060	580
Avenue Healthcare	1,684	30.04.2022		1,684	1,441
Eagle Eye Laser Centre Limited	28	30.04.2022		28	480

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	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Mediheal Diagnostic & Fertility Cen Ltd	1,177	30.04.2022		1,177	561
Naivasha Optics	54	30.04.2022		54	28
Naivasha Dental Clinic	26	30.04.2022		26	39
Nairobi Spine & Orthopaedic Centre	35	30.04.2022		35	49
Catherine Wangui Muthigani	95	30.04.2022		95	15
Dr. Catherine Muthoni Boit	-	30.04.2022		-	23
Mogere Agencies	-	30.04.2022		-	15
Hyrax Medical Centre	-	30.04.2022		-	49
Dr. Timothy Kagoda Byakika	-	30.04.2022		-	14
Advent Med & Dent Care Centre	1,426	30.04.2022		1,426	2,478
Dr. Samuel Okoth Owinga	12	30.04.2022		12	9
Prof. Josephat A. O. Mulimba	3	30.04.2022		3	19
The Aga Khan Hospital - Mombasa	19	30.04.2022		19	287
Crater X-Ray Clinic	-	30.04.2022		-	1
Nakuru Paediatric Clinic Limited	105	30.04.2022		105	40
Prof. Lawrence N. Gakuu	2	30.04.2022		2	7
Kenyatta National Hospital	119	30.04.2022		119	16
Dr. Rohit Radia	-	30.04.2022		-	14
Dr. John Ongech	7	30.04.2022		7	259
Kam Pharmacy Limited	43	30.04.2022		43	63
Dr. Calisto Odongo	-	30.04.2022		-	16
Dr. Tanga Audi	3	30.04.2022		3	1
Hi-Tech Opticians	-	30.04.2022		-	263
Omega Opticians Ltd	70	30.04.2022		70	320
Millicent	-	30.04.2022		-	14
Dr. Fredrick Kalande	249	30.04.2022		249	79

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	a	b	c	d=a-c	
	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'	Ksh '000'
Aic Kijabi	486	30.04.2022		486	210
The Gynae-Paed Medical Centre	11	30.04.2022		11	66
Sub-Total	920,665	-	493,765	426,899	408,049
Grand Total	1,232,092	-	758,662	473,429	461,176

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ANNEX 2B - ANALYSIS OF STAFF PENDING BILLS

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Paul Nguigi	GD-01	1	30.04.2022	1	-	1
Martha Mburu	GD-02	105	30.04.2022	79	26	79
Reuben Ngosi	GD-02	544	30.04.2022	290	254	290
John Lagat	GD-01	280	30.04.2022	68	212	68
Joseph Kitilit	GD-03	258	30.04.2022	216	42	216
Grace Mwai	GD-02	170	30.04.2022	170	-	170
Gabriel Wetangula	GD-02	181	30.04.2022	173	8	173
Johnstone Maleche	GD-02	133	30.04.2022	133	-	133
Antony Wamalwa	GD-03	242	30.04.2022	70	172	70
Yvonne Wanambiro	GD-02	252	30.04.2022	79	173	79
Pamela Ouma	GD-03	99	30.04.2022	52	47	52
Julius Gicheche	GD-03	167	30.04.2022	137	30	137
		2,431		1,468	963	1,468
Henry Kimani	GD-04	48	30.04.2022	17	31	17
Victor Denge	GD-04	373	30.04.2022	150	223	150
Sylvia Malimo	GD-04	143	30.04.2022	117	26	117
Isaac Kanda	GD-04	103	30.04.2022	30	73	30
Levi Wambari	GD-04	68	30.04.2022	30	38	30
Milka Kairu	GD-04	242	30.04.2022	141	101	141
Joseph Mberia	GD-04	931	30.04.2022	508	423	508
Thomas Miyora	GD-04	480	30.04.2022	283	197	283
Kirkland Kirui	GD-04	96	30.04.2022	74	22	74
Edwin Odum	GD-05	82	30.04.2022	-	82	-
Lucy Njue	GD-05	86	30.04.2022	43	43	43

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Leonard Wafula	GD-05	98	30.04.2022	28	70	28
Thecla Mutia	GD-05	60	30.04.2022	60	-	60
Pascal Nyambala	GD-05	349	30.04.2022	221	128	221
Lawrence Murungi	GD-05	377	30.04.2022	336	41	336
Wellington Kivure	GD-05	378	30.04.2022	378	-	378
Michael Sembele	GD-05	230	30.04.2022	192	38	192
Nixon Kachi	GD-05	93	30.04.2022	11	82	11
Daniel Kilelu	GD-05	400	30.04.2022	24	376	24
Selly Koech	GD-06	94	30.04.2022	75	19	75
Ezekiel Kipyego	GD-06	562	30.04.2022	354	208	354
Noel Kilinda	GD-06	46	30.04.2022	46	-	46
Victor Nyongesa	GD-06	31	30.04.2022	31	-	31
Mathew Mutua	GD-06	103	30.04.2022	43	60	43
Michael Malusu	GD-06	20	30.04.2022	20	-	20
Grace Mwandoghoi	GD-06	138	30.04.2022	21	117	21
Richmond Baraza	GD-06	27	30.04.2022	16	11	16
Arcadius Angalwa	GD-06	165	30.04.2022	27	138	27
Hilary Mawawasi	GD-06	329	30.04.2022	125	204	125
Raymond Mwakirani	GD-06	89	30.04.2022	30	59	30
Deflorah Kangongo	GD-06	402	30.04.2022	180	222	180
Jeremiah Kipngok	GD-06	87	30.04.2022	-	87	-
Patrick Oyugi	GD-06	101	30.04.2022	20	81	20
Michael Mungai	GD-06	506	30.04.2022	506	-	506
Carolyn Ekuwom	GD-06	70	30.04.2022	70	-	70
Esther Njuguna	GD-06	254	30.04.2022	143	111	143
Francis Wanjohi	GD-06	525	30.04.2022	367	158	367

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Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Mediatrix Okindah	GD-06	46	30.04.2022	-	46	-
James Etyang	GD-06	532	30.04.2022	375	157	375
Rosemary Njenga	GD-06	110	30.04.2022	76	34	76
Lenny Mbaabu	GD-06	159	30.04.2022	159	-	159
Geoffrey Too	GD-06	7	30.04.2022	7	-	7
Lawrence Ngeno	GD-07	196	30.04.2022	98	98	98
Jacinta Simiyu	GD-07	15	30.04.2022	-	15	-
Michael Koech	GD-07	836	30.04.2022	418	418	418
Jeremy Rono	GD-07	2	30.04.2022	2	-	2
Stephen Onyango	GD-07	217	30.04.2022	94	123	94
David Nyangena	GD-07	36	30.04.2022	36	-	36
Leonard Karani	GD-07	317	30.04.2022	149	168	149
Geoffrey Mibei	GD-07	18	30.04.2022	9	9	9
Tito Lopeyok	GD-07	223	30.04.2022	78	145	78
Fred Ogada	GD-07	42	30.04.2022	25	17	25
Robert Mukiri	GD-07	102	30.04.2022	51	51	51
Yussuf Mohamud	GD-07	91	30.04.2022	57	34	57
Evans Bett	GD-07	142	30.04.2022	72	70	72
George Mulusa	GD-07	17	30.04.2022	17	-	17
Lawrence Sekento	GD-07	68	30.04.2022	68	-	68
Leakey Auko	GD-07	62	30.04.2022	10	52	10
Zablon Mlawasi	GD-07	8	30.04.2022	8	-	8
Hockly Simboyi	GD-07	236	30.04.2022	31	205	31
Fridah Kiara	GD-07	18	30.04.2022	-	18	-
Phyllis Cheronono	GD-07	93	30.04.2022	76	17	76
Emma Kashindi	GD-07	42	30.04.2022	42	-	42

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
David Kariuki	GD-07	224	30.04.2022	141	83	141
Rose Kiama	GD-07	28	30.04.2022	-	28	-
Wendy Abade	GD-07	237	30.04.2022	69	168	69
Benjamin Mbugua	GD-07	232	30.04.2022	5	227	5
Emily Leshao	GD-07	61	30.04.2022	14	47	14
Bernard Rotich	GD-07	256	30.04.2022	72	184	72
Kenneth Mugaravai	GD-07	64	30.04.2022	45	19	45
Evelyn Njoroge	GD-07	42	30.04.2022	42	-	42
John Mwaniki	GD-07	113	30.04.2022	33	80	33
Shammah Kiptanui	GD-07	721	30.04.2022	313	408	313
Moses Kachumo	GD-07	428	30.04.2022	336	92	336
Peter Mading	GD-07	65	30.04.2022	40	25	40
Hellen Pembee	GD-07	101	30.04.2022	101	-	101
Malacky Emanikor	GD-07	222	30.04.2022	222	-	222
Samson Ongwae	GD-07	325	30.04.2022	325	-	325
Douglas Ayata	GD-07	32	30.04.2022	-	32	-
Beatrice Kipchumba	GD-07	228	30.04.2022	42	186	42
Beatrice Mudibo	GD-06	17	30.04.2022	-	17	-
Felix Ochieng Otieno	GD-07	34	30.04.2022	-	34	-
Allan Mwangi Njoroge	GD-07	34	30.04.2022	-	34	-
Joseph Gichira	GD-07	11	30.04.2022	-	11	-
Siyad Hassan Abdi	GD-07	84	30.04.2022	-	84	-
Moses Chemeitoi	GD-07	93	30.04.2022	-	93	-
Diana Owino	GD-07	166	30.04.2022	-	166	-
Japhet Kipkorir Towett	GD-07	13	30.04.2022	-	13	-
Sub-Total		7,174		8,475	7,174	8,475

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Permanent Employees - Others						
Miriam Kones	GD-08	332	30.04.2022	160	172	160
Patrick Korir	GD-08	13	30.04.2022	13	-	13
Shilla Kangongo	GD-08	17	30.04.2022	4	13	4
Ibrahim Walde	GD-08	130	30.04.2022	30	100	30
John Barnao	GD-08	22	30.04.2022	-	22	-
Martha Kamau	GD-08	58	30.04.2022	58	-	58
Ahmed Ali	GD-08	389	30.04.2022	200	189	200
Anthony Mwibanda	GD-08	203	30.04.2022	175	28	175
Nelly Kibor	GD-08	26	30.04.2022	13	13	13
Irene Cheruto	GD-08	111	30.04.2022	51	60	51
Jared Nyagwoka	GD-08	480	30.04.2022	261	219	261
Lambert Muriira	GD-08	360	30.04.2022	169	191	169
James Ngatia	GD-08	94	30.04.2022	94	-	94
Moses Mururuh	GD-08	241	30.04.2022	241	-	241
Samuel Koech	GD-08	17	30.04.2022	-	17	-
Evans Nyamweya	GD-08	50	30.04.2022	30	20	30
Josephine Waweru	GD-08	47	30.04.2022	8	39	8
Ricky Gai	GD-08	74	30.04.2022	74	-	74
Lucy Kiplamai	GD-08	68	30.04.2022	68	-	68
Eric Mbae	GD-08	34	30.04.2022	17	17	17
Isaiah Ochumah	GD-08	48	30.04.2022	-	48	-
George Muriiga	GD-08	86	30.04.2022	-	86	-
David Awori	GD-08	87	30.04.2022	34	53	34
Joel Ayonga	GD-08	45	30.04.2022	-	45	-

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Dennis Chirchir	GD-08	119	30.04.2022	-	119	-
Janet Okoth	GD-08	11	30.04.2022	11	-	11
Peter Kamau	GD-08	20	30.04.2022	10	10	10
Beatrice Nyairo	GD-08	31	30.04.2022	13	18	13
Peter Ole Kachuma	GD-08	310	30.04.2022	100	210	100
Stella Barchok	GD-08	307	30.04.2022	233	74	233
Patrick Gitu	GD-08	329	30.04.2022	329	-	329
Linet Sunguti	GD-08	19	30.04.2022	1	18	1
Samuel Oduor	GD-08	161	30.04.2022	70	91	70
Edwin Kabui	GD-08	77	30.04.2022	40	37	40
Collins Changole	GD-08	136	30.04.2022	136	-	136
Dorcas Gumbo	GD-08	102	30.04.2022	88	14	88
Laura Chepkonga	GD-08	83	30.04.2022	-	83	-
Hapanna Galgallo	GD-08	339	30.04.2022	130	209	130
Patrick Ngurwe	GD-09	88	30.04.2022	88	-	88
Mary Karanja	GD-09	49	30.04.2022	-	49	-
Hyline John	GD-09	224	30.04.2022	106	118	106
Anthony Mutinda	GD-09	28	30.04.2022	-	28	-
Benard Lochara	GD-09	16	30.04.2022	8	8	8
Susan Nderitu	GD-09	13	30.04.2022	13	-	13
Duncan Muiruri	GD-09	5	30.04.2022	5	-	5
Edward Ochieng	GD-09	222	30.04.2022	111	111	111
Amos Lepatei	GD-09	212	30.04.2022	141	71	141
Elizabeth Wambunya	GD-09	237	30.04.2022	92	145	92
Rose Ndubi	GD-09	119	30.04.2022	-	119	-
Cyprian Maina	GD-09	571	30.04.2022	161	410	161

Menengai Geothermal Project
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For the financial year ended June 30, 2022

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Steve Okeyo	GD-09	15	30.04.2022	15	-	15
Richard Msenya	GD-09	7	30.04.2022	7	-	7
Patrick Wandoe	GD-09	142	30.04.2022	72	70	72
John Nkanata	GD-09	72	30.04.2022	36	36	36
Humphrey Nyongesa	GD-09	142	30.04.2022	62	80	62
Laban John	GD-09	8	30.04.2022	-	8	-
Paul Njoroge	GD-09	8	30.04.2022	-	8	-
Collins Simiyu	GD-09	30	30.04.2022	-	30	-
James Akali	GD-09	28	30.04.2022	-	28	-
Anthony Barasa	GD-09	8	30.04.2022	-	8	-
Timothy Kinara	GD-09	13	30.04.2022	13	-	13
Gerald Njiru	GD-09	63	30.04.2022	38	25	38
Magdaline Kariuki	GD-09	77	30.04.2022	52	25	52
John Kiama	GD-09	78	30.04.2022	39	39	39
Furaha Baya	GD-09	122	30.04.2022	61	61	61
Fredrick Omondi	GD-09	22	30.04.2022	22	-	22
James Karori	GD-09	25	30.04.2022	25	-	25
Henry Onyango	GD-09	304	30.04.2022	52	252	52
Gregory Wahome	GD-09	223	30.04.2022	96	127	96
John Nding'u	GD-09	59	30.04.2022	59	-	59
John Njang'iru	GD-09	15	30.04.2022	15	-	15
Albert Inoti	GD-09	88	30.04.2022	-	88	-
Isaac Kabebe	GD-09	272	30.04.2022	92	180	92
Enock Ngome	GD-09	144	30.04.2022	35	109	35
John Petu	GD-09	28	30.04.2022	28	-	28
Jane Lekosek	GD-09	416	30.04.2022	393	23	393

Menengai Geothermal Project
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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Peter Mburu	GD-09	14	30.04.2022	14	-	14
John Koitee	GD-09	93	30.04.2022	93	-	93
Jasper Riungu	GD-09	40	30.04.2022	40	-	40
Paul Kiprono	GD-09	15	30.04.2022	15	-	15
Kennedy Kombo	GD-09	24	30.04.2022	24	-	24
Onesmus Mwangoma	GD-09	32	30.04.2022	32	-	32
Athanas Musembi	GD-09	39	30.04.2022	39	-	39
Patrick Kipkoech	GD-09	37	30.04.2022	37	-	37
Carolyn Naserian	GD-09	197	30.04.2022	197	-	197
Jonathan Wepukhulu	GD-10	90	30.04.2022	66	24	66
Elijah Ndegwa	GD-10	252	30.04.2022	141	111	141
David Komen	GD-10	7	30.04.2022	7	-	7
Eric Amalemba	GD-10	35	30.04.2022	14	21	14
Japheth Wambua	GD-10	62	30.04.2022	-	62	-
Godfrey Okinda	GD-10	130	30.04.2022	65	65	65
Martin Gacheru	GD-10	93	30.04.2022	43	50	43
Mercy Waweru	GD-10	24	30.04.2022	24	-	24
Peter Imbo	GD-10	29	30.04.2022	-	29	-
Martin Nyaguthii	GD-10	133	30.04.2022	5	128	5
Samuel Wambugu	GD-10	74	30.04.2022	74	-	74
Kirui Kiprotich	GD-10	39	30.04.2022	39	-	39
David Kariuki	GD-10	13	30.04.2022	13	-	13
Urbanus Mbevi	GD-10	39	30.04.2022	39	-	39
Justus Mutiso	GD-10	18	30.04.2022	18	-	18
Robert Gitonga	GD-10	39	30.04.2022	39	-	39
Martin Kimani	GD-10	9	30.04.2022	9	-	9

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Violet Masese	GD-10	94	30.04.2022	5	89	5
Paul Otero	GD-10	72	30.04.2022	57	15	57
Joash Cheruiyot	GD-10	15	30.04.2022	15	-	15
Wilfred Maranga	GD-10	94	30.04.2022	47	47	47
Margaret Nduati	GD-10	93	30.04.2022	25	68	25
Elizabeth Emisiko	GD-11	2	30.04.2022	2	-	2
Godfrey Ondego	GD-11	5	30.04.2022	5	-	5
George Ngeru	GD-11	5	30.04.2022	5	-	5
Peter Kimani	GD-12	3	30.04.2022	3	-	3
Jeniffer Owa	GD-12	20	30.04.2022	-	20	-
Ramadhan Lwimbu	GD-08	160	30.04.2022	116	44	116
Pauline Kinya Kiruki	GD-08	85	30.04.2022	-	85	-
Eric Ndegwa Maingi	GD-08	85	30.04.2022	-	85	-
Abdi Hassan Haji	GD-08	31	30.04.2022	-	31	-
Abel Simiyu	GD-08	49	30.04.2022	-	49	-
Janet Mosonik	GD-08	78	30.04.2022	-	78	-
Janet Waithera	GD-08	48	30.04.2022	-	48	-
Douglas Savatia	GD-08	134	30.04.2022	-	134	-
Eve Wakhungu	GD-08	13	30.04.2022	-	13	-
Kathleen Muchesia	GD-08	10	30.04.2022	-	10	-
Euticus Aziz Mola	GD-08	58	30.04.2022	-	58	-
Cidy Nabangi Waluke	GD-08	94	30.04.2022	-	94	-
Isaac Maina	GD-08	99	30.04.2022	-	99	-
Fouby Orwa Akinyi	GD-09	29	30.04.2022	-	29	-
Siele Davis Kimani	GD-09	29	30.04.2022	-	29	-
Elizabeth Njeri Ochieng	GD-09	27	30.04.2022	-	27	-

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Name of Staff	Job Group	Original Amount Kshs'000'	Date Payable Contracted	Amount Paid To- Date	Outstanding Balance 2021/22 Kshs'000'	Outstanding Balance 2020/21 Kshs'000'
Permanent Employees - Management						
Mabel Achieng Matama	GD-09	53	30.04.2022	-	53	-
Jaqueline Wairimu Kagur	GD-09	35	30.04.2022	-	35	-
Margaret Kungu	GD-09	8	30.04.2022	-	8	-
Emily Nderitu	GD-09	173	30.04.2022	-	173	-
Peninah Nyawira Weru	GD-09	14	30.04.2022	-	14	-
Peter Echapan Epuu	GD-09	71	30.04.2022	-	71	-
Catherine Achar	GD-09	25	30.04.2022	-	25	-
Janet Mwei	GD-09	25	30.04.2022	-	25	-
Ali Issak Abdi	GD-09	22	30.04.2022	-	22	-
Lionel Jambukila Akaranga	GD-09	9	30.04.2022	-	9	-
Peris Kwamboka Edimu	GD-09	25	30.04.2022	-	25	-
Loshe Tianta	GD-10	64	30.04.2022	-	64	-
Simon Wanyonyi Nyongesa	GD-10	9	30.04.2022	-	9	-
Noah Sipoi Maina	GD-10	8	30.04.2022	-	8	-
David Mwangi	GD-10	99	30.04.2022	-	99	-
Wilson Gitau	GD-10	104	30.04.2022	-	104	-
Raphael Kimani	GD-10	21	30.04.2022	-	21	-
Anastacia A. Onduru	GD-10	37	30.04.2022	-	37	-
Alice Wambui Kimani	GD-10	36	30.04.2022	-	36	-
Anna Macharia	GD-10	11	30.04.2022	-	11	-
Erick Maina Muchugu	GD-10	70	30.04.2022	-	70	-
Lucy Wesonga Were	GD-10	9	30.04.2022	-	9	-
Fred Mutuma	GD-10	59	30.04.2022	-	59	-
Martin Gakumo	GD-10	43	30.04.2022	-	43	-
Phyllis Mathenge	GD-08	96	30.04.2022	96	-	96
Deborah Jepkemboi	GD-08	58	30.04.2022	58	-	58

Menengai Geothermal Project
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Name of Staff	Job Group	Original Amount Kshs'000'	Date Payable Contracted	Amount Paid To- Date	Outstanding Balance 2021/22 Kshs'000'	Outstanding Balance 2020/21 Kshs'000'
Permanent Employees - Management						
Elizabeth Njuguna	GD-08	43	30.04.2022	43	-	43
Duncan Wachira	GD-08	205	30.04.2022	17	188	17
Benard Omondi	GD-08	154	30.04.2022	15	139	15
Annah Mutune	GD-08	49	30.04.2022	14	35	14
Olivia Kimathi	GD-08	68	30.04.2022	8	60	8
Rose Simiyu	GD-08	15	30.04.2022	4	11	4
Ebbysibah Amoro	GD-08	85	30.04.2022	-	85	-
Fuad Shariff	GD-09	177	30.06.2021	177	-	177
Christopher Okinda	GD-09	244	30.04.2022	65	179	65
Hillary Komen	GD-09	51	30.06.2021	51	-	51
Boaz Wekesa	GD-09	49	30.06.2021	49	-	49
Julias Gitangwa	GD-09	90	30.04.2022	40	50	40
Paul Kiprono	GD-09	38	30.06.2021	38	-	38
Majaliwa Mwaruwa	GD-09	38	30.06.2021	38	-	38
David Basweti	GD-09	27	30.06.2021	27	-	27
Evans Gichuhi	GD-09	22	30.06.2021	22	-	22
Nicholas Mwangi	GD-09	72	30.04.2022	13	59	13
Margaret Sigilai	GD-09	130	30.04.2022	10	120	10
Edwin Kipteroi	GD-09	9	30.06.2021	9	-	9
Joseph Njogu	GD-09	6	30.06.2021	6	-	6
Joseph Mwendwa	GD-10	56	30.06.2021	56	-	56
Daniel Muta	GD-10	41	30.06.2021	41	-	41
Grison Okinda	GD-10	36	30.06.2021	36	-	36
Rachel Mukua	GD-10	30	30.06.2021	30	-	30
Sylvia Matika	GD-10	29	30.06.2021	29	-	29
Gift Kazungu	GD-10	21	30.06.2021	21	-	21

Menengai Geothermal Project
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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Donald Musuya	GD-10	21	30.06.2021	21	-	21
Junias Chesergon	GD-10	14	30.06.2021	14	-	14
Roselyn Lihugu	GD-10	13	30.06.2021	13	-	13
David Githinji	GD-10	11	30.06.2021	11	-	11
Ibrahim Wanyama	GD-10	8	30.06.2021	8	-	8
Lorine Emerikwa	GD-10	4	30.06.2021	4	-	4
Davis Kosgei	GD-10	110	30.06.2021	110	-	110
Sub-Total		15,432	0	7,359	8,072	7,359
Temporary Employees						
Cornel Ofwona	GD-01	1,232	30.06.2021	457	775	457
George Njeri	GD-01	66	30.06.2021	66	-	66
Joanne Wamuyu	GD-01	71	30.06.2021	71	-	71
Isaac Wainaina	GD-09	265	30.06.2021	265	-	265
Judith Aremule	GD-08	435	30.06.2021	435	-	435
Isaac Kering	GD-08	39	30.06.2021	39	-	39
Halkano Roba	GD-08	80	30.06.2021	80	-	80
Pauline Nchurie	GD-11	18	30.06.2021	18	-	18
Stephen Kores	GD-10	9	30.06.2021	9	-	9
Maxin Liarash	GD-08	38	30.06.2021	38	-	38
Emmanuel Shuma	GD-09	61	30.06.2021	61	-	61
Winnie Kapedo	GD-08	14	30.06.2021	14	-	14
Calvine Longeshele	GD-08	224	30.06.2021	224	-	224
Felix Pturu	GD-08	159	30.06.2021	159	-	159
Kennedy Kogo	GD-08	162	30.06.2021	162	-	162
Ian Githinji	GD-08	77	30.06.2021	77	-	77
Tikani Lepose	GD-10	5	30.04.2022	-	5	-

Menengai Geothermal Project
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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2020/21
Permanent Employees - Management		Kshs'000'			Kshs'000'	Kshs'000'
Dickson Njapit	GD-05	157	30.04.2022	-	157	-
Joshua Makau Muendo	GD-08	96	30.04.2022	-	96	-
Joseph Murikira	GD-11	6	30.04.2022	-	6	-
Isaac Kering	GD-08	48	30.04.2022	-	48	-
Halkano Roma	GD-08	55	30.04.2022	-	55	-
Pauline Nchurie	GD-11	122	30.04.2022	-	122	-
Festus Korir	GD-08	69	30.04.2022	-	69	-
Stephen Kores	GD-10	14	30.04.2022	-	14	-
Justus Wanjiku	GD-09	10	30.04.2022	-	10	-
Calvine Longeshele	GD-08	58	30.04.2022	-	58	-
Judith Nafula	GD-12	72	30.04.2022	-	72	-
Sub-Total		3,663		2,175	1,488	2,175
Sub-Total						
Grand Total		28,699		19,477	17,696	19,477

Menengai Geothermal Project
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ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER

	Opening Cost	Donations in form of assets	*Purchases/ Additions in the Year	**Disposals in the Year	Transfers in/(out)	Closing Cost
	2020/2021 96,190,476,19	2021/2022	2021/2022	2021/2022	2021/2022	2021/2022
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+c)-(d)+(-)d
Land	71,806	-	-	-	-	71,806
Buildings and structures	71,582	-	95	-	-	71,677
Construction of roads & civil works	5,050,670	-	-	-	-	5,050,670
Office equipment, furniture and fittings	325,434	-	1,045	-	-	326,479
Other machinery and equipment	11,035,984	-	168,289	-	-	11,204,273
Exploration and evaluation activities	48,591,319	-	281,064	-	-	48,872,383
Intangible assets	366,099	-	-	-	-	366,099
Total	65,512,894	-	450,493	-	-	65,963,387

APPENDICES

i. Bank reconciliations

- a) Co-operative Bank of Kenya [A/c No 02150168576]
- b) Co-operative Bank of Kenya [A/c No 02120160857600]
- c) Co-operative Bank of Kenya [A/c No 22120160857600]
- d) Co-operative Bank of Kenya [A/c No 01136160857603]
- e) Co-operative Bank of Kenya [A/c No 01136160857600]

This account is shared between the projects and the recurrent expenditure for GDC.

- f) Cooperative Bank of Kenya (A/c No 01136350124400)
- g) Kenya Commercial Bank [A/c No 119615208]

***Menengai Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2022***

APPENDICES (continued)

ii. Special Deposit Account reconciliation statement

	MENENGAI GEOTHERMAL DEVELOPMENT PROJECT	
	STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION	
	FOR THE YEAR ENDED 30 June 2021	
	Project No. 5565155000401	
	NIC Bank Account No. 1111000435	
		Amount
		USD
1	Amount advanced by AfDB	1,500,000
	Less	
2	Total amount justified to AfDB	1,500,000
3	Outstanding Amount advanced to designated account	-
	Represented By:	
4	Ending Designated Account Balance as at 30.06.2021	5
5	Amount claimed but not credited as at 30.06.2021	-
6	Amount withdrawn and not claimed as at 30.06.2021	-
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 30.06.2021	-

BANK RECONCILIATION REPORT

Call USD

GEOTHERMAL DEVELOPMENT COMPANY LIMITED
CO-OP Kusco Upper Hill Main A/C (USD)
Bank Acc No. 02120160857600
AS AT 30.06.2022

Account Description	Account	Balance(USD)
Main Bank A/C	140140	4,709,976.88
INCOMING CHEQUES	140141	0.00
OUTGOING CHEQUES	140142	12,200.00-
CASH IN TRANSIT A/C	140143	0.00
CASH BOOK BALANCE	USD	4,697,776.88

Prepared By : Moses M. 08/07/22.

Checked By : L Khaemba 12/07/2022.

Reviewed By : _____

BANK RECONCILIATION REPORT

GEOHERMAL DEVELOPMENT COMPANY LIMITED
CO-OP Nakuru Branch Main A/C (KES)
Bank Acc No. 01136350124400
AS AT 30.06.2022



Account Description	Account	Balance (KES)
Main Bank A/C	140110	183,478.49
INCOMING CHEQUES	140111	0.00
OUTGOING CHEQUES	140112	0.00
CASH IN TRANSIT A/C	140113	0.00
CASH BOOK BALANCE	KES	183,478.49

Prepared By : NEWT KIBOR

Checked By : Noel Kilinda 14/7/2022

Reviewed By : Jacobs 24/7/2022

BANK RECONCILIATION REPORT

GEOHERMAL DEVELOPMENT COMPANY LIMITED
European Investment Bank Subsidy Account Kes
Bank Acc No. 01136160857601
AS AT 31.05.2022

Account Description	Account	Balance (KES)
Main Bank A/C	141140	93,323,983.27
INCOMING CHEQUES	141141	0.00
OUTGOING CHEQUES	141142	0.00
CASH IN TRANSIT A/C	141143	0.00
CASH BOOK BALANCE	KES	93,323,983.27

Prepared By : Moses Aitanga, Date 07/06/22.

Checked By : L Khaemba

Reviewed By : _____

10/06/2022.