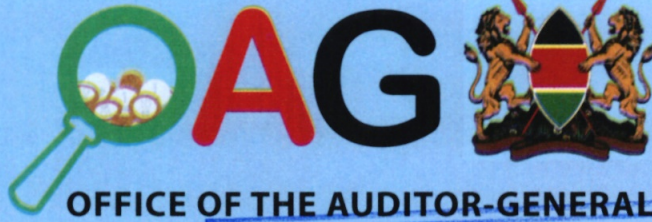


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*



THE NATIONAL ASSEMBLY  
REPORT PAPERS LAID

DATE: 04 DEC 2024

DAY:  
WEDNESDAY

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HAILE HUSSEIN

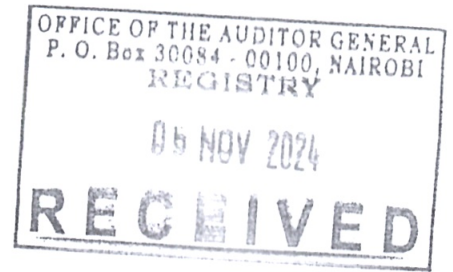
**THE AUDITOR-GENERAL**

**ON**

**MENENGAI GEOTHERMAL PROJECT  
(AGREEMENT NO. 1038.01K)**

**FOR THE YEAR ENDED  
30 JUNE, 2024**

**GEOTHERMAL 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**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED JUNE 30, 2024**

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

*Menengai Geothermal Project  
Report and Financial Statements  
For the financial year ended June 30, 2024*

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**Menengai Geothermal Project**  
**Report and Financial Statements**  
**For the financial year ended June 30, 2024**

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*Menengai Geothermal Project  
Reports and Financial Statements  
For the financial year ended June 30, 2024*

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**1. Acronyms and Definition of Terms**

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
MoE & P	Ministry of Energy & Petroleum
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
GDC	Geothermal Development Company Limited
EIB	European Investment Bank

**Menengai Geothermal Project  
Reports and Financial Statements  
For the financial year ended June 30, 2024**

**2. Project Information and Overall Performance**

**2.1 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
<b>Total</b>		<b>465</b>

**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

**2.2 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



**Project Information and Overall Performance**

**2.3 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	<p>The strategic goals of the project are as follows:</p> <ul style="list-style-type: none"> <li>(i) Facilitate realisation of at least 465MW from Menengai Geothermal project</li> <li>(ii) Reduce electricity tariffs due to inclusion of cheaper power mix. This will in turn spur economic growth.</li> <li>(iii) Lower the cost of electric power by providing fuel (steam to power generators).</li> <li>(iv) To promote alternative uses of geothermal energy.</li> </ul>
Achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> <li>(i) Facilitate early generation of electricity through provision of steam to Independent Power Producers (IPP's) to ensure electricity becomes available faster.</li> <li>(ii) Environmental sustainability through displacement of biomass and fossil fuel by cleaner and environmentally friendly alternatives.</li> <li>(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.</li> </ul>
Other important background information of the project	<p>The project entails the drilling of wells for the connection to power plants. Key activities include the following:</p> <ul style="list-style-type: none"> <li>• Geo-scientific studies.</li> <li>• Access roads and well pads.</li> <li>• Water infrastructure.</li> <li>• Drilling and testing of wells.</li> <li>• Feasibility study.</li> <li>• Construction of steam gathering system.</li> <li>• Construction of power transmission system.</li> <li>• Construction of power plants.</li> </ul>
Current situation that the project was formed to intervene	<ul style="list-style-type: none"> <li>• Undertake exploration, appraisal and production drilling to mitigate upfront risks associated with geothermal development that deters the private sector.</li> <li>• To increase the national electricity generation capacity.</li> <li>• Lower unit cost of electricity by providing steam (fuel) to power generators.</li> <li>• Attract capital for accelerated development by opening up opportunities for private sector participation.</li> </ul>
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  
For the financial year ended June 30, 2024***

**Project Information and Overall Performance (Continued)**

**2.4 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.

**2.5 Auditor**

The project is audited by the Auditor General:

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

**2.6 Roles and Responsibilities**

<b>Names</b>	<b>Title Designation</b>	<b>Key Qualifications</b>	<b>Responsibilities</b>
Paul K. Ngugi	Managing Director & CEO	Master's in business management, Bachelor of Science in Mechanical Engineering & Diploma in Geothermal Energy Technology.	Coordination of project work to attain strategic project objectives
Eng. Martha Mburu	Project Manager	MSc. in Renewable Energy-Technology and Sustainability from University of Reading, UK, BSc Mechanical Engineering from University of Nairobi, Postgraduate Diploma in geothermal Energy Technology from Geothermal Training Institute, University of Auckland, New-Zealand and an Postgraduate Advanced Certificate in Geothermal Reservoir Engineering from the United Nations University, Geothermal training program, in Iceland	Supervision of project work

***Menengai Geothermal Project  
Reports and Financial Statements  
For the financial year ended June 30, 2024***

**Project Information and Overall Performance (Continued)**

**2.7 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:

**A. Source of funds**

Source of funds	Donor commitments		Amount received to date (30.06.2024)		Undrawn balance to date	
	Donor Currency (USD)	Kshs	Donor currency (USD)	Kshs	Donor currency (USD)	Kshs
	(A) '000'	(A) '000'	(B) '000'	(B) '000'	(A)-(B) '000'	(A)-(B) '000'
<b>(i) Grant</b>						
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
<b>Total</b>	<b>221,305</b>	<b>19,252,428</b>	<b>116,564</b>	<b>10,821,950</b>	<b>104,741</b>	<b>8,430,478</b>
<b>(ii) Loan</b>						
African Development Bank (AfDB)	127,500	12,871,125	120,633	10,356,630	6,867	2,514,495
<b>(iii) Borrowings</b>	-			4,263,257	-	-
<b>(iv) Counterpart Funds</b>						
Government of Kenya	-	92,598,000	-	41,824,186	-	26,025,361
Company Contribution	-			24,748,453		
<b>Grand Total</b>	<b>348,805</b>	<b>124,721,553</b>	<b>237,198</b>	<b>92,014,477</b>	<b>111,608</b>	<b>36,970,333</b>

**Menengai Geothermal Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2024**

**Project Information and Overall Performance (Continued)**

**B. Application of funds**

Application of funds	Amount received to date – (30th June 2024)		Cumulative Amount paid to date – (30th June 2024)		Unutilised balance to date 30th June 2024	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A) '000'	(A) '000'	(B) '000'	(B) '000'	(A)-(B) '000'	(A)-(B) '000'
<b>(i) Grant</b>				(A)-(B) '000'		(A)-(B) '000'
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	17,309	1,444,579	21	2,697
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	-	-
	<b>116,564</b>	<b>10,821,950</b>	<b>116,543</b>	<b>10,819,254</b>	<b>21</b>	<b>2,697</b>
<b>(ii) Loan</b>					-	-
African Development Bank (AfDB)	120,633	10,356,630	120,633	10,356,630	-	-
<b>(iii) Counterpart funds</b>					-	-
Government of Kenya	-	66,572,639	-	66,327,211	-	245,429
<b>(iv) Borrowings</b>		4,265,667		4,265,667		-
	-	-	-	-	-	-
<b>Total</b>		<b>92,016,887</b>	<b>237,176</b>	<b>91,768,761</b>	<b>21</b>	<b>248,125</b>

**Project Information and Overall Performance (Continued)**

**2.8 Summary of Overall Project Performance**

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

Measurement per year	FY 2023/24	
	Target	Actual
Grid connection of the Sosian Menengai Geothermal Power Plant	Occurrence of Full Commercial Operation Date	Occurred 6 <sup>th</sup> November 2023
Financial closure and commencement of Power Plant construction by Globeleq Menengai Geothermal Power Plant Limited (GMGL)	Attainment of financial closure and start of power plant construction	<ul style="list-style-type: none"> <li>Financial closure 20<sup>th</sup> December 2023</li> <li>Power plant construction commenced February 2024</li> </ul>

**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.
- Sosian Menengai Geothermal Power Ltd Power Plant is grid connected
- Letter of Support negotiations ongoing for Orpower
- Globeleq Menengai Geothermal Power Plant Limited (GMGL) have started power plant construction
- Signing of Lease with Kenya Forest Services done
- Geothermal License for the prospect secured

**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.

**2.9 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

**Project Information and Overall Performance (Continued)**

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 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 streamlined 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, 2024***

**3. Statement Of Performance Against Project's Predetermined Objectives**

**Introduction**

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

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 2018-2024* 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-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
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	<ul style="list-style-type: none"> <li>• In the FY 2023/24, cumulative generation at well head stood at 169MW</li> <li>• In the FY 2023/24, a 35MW power plant was connected to the grid</li> </ul>
	To increase private sector participation in energy generation	Risk diversification and share of returns generated from energy sector investments	Number of IPPs	Three IPPs have been engaged in Menengai 105MW project to construct three 35MW power plants on a Build Own Operate model.
	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 2023/24 Geothermal power generation was 978MW representing a 49% share in the Kenyan energy mix

#### **4. 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 and subsequent mitigation interventions in case the impact cannot be avoided.

##### **a) Compliance with Applicable Environmental Laws and Regulations**

GDC participated in this year's World Environment Day (WED), this year's theme was "Beat Plastic Pollution". This activity was spearheaded by NEMA, GDC played an active role in events leading to the build-up for WED and participated in a tree planting activity in Dundori forest as well as clean-up activities at Nakuru town and River Ndarugo and surrounding estates. These activities later culminated in the main WED event at Lake Nakuru National park.

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.



## **Environmental and Sustainability Reporting**

### **Community Engagements**

#### **Education**

GDC is passionate about offering educational support to local communities in the project areas. During the financial year 2023/2024, the Company Launched & Rolled out of the community engagement strategy (CES), Capacity development for community engagement committees and Career Talks for learning institutions

#### **Health**

In Menengai project area, the Company has provided first aid support and ambulance services to the local community in Menengai.

The company has also provide employment opportunities to the local communities.

***Menengai Geothermal Project  
Reports and Financial Statements  
For the financial year ended June 30, 2024***

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**5. 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 2024. 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.

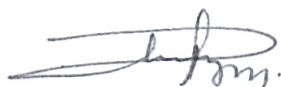
The MD & CEO and Project Manager for Menengai Geothermal project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year ended June 30, 2024, and of the Project's financial position as at that date. The MD & 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 \_\_\_\_\_ 2024 and signed by them.



**Paul K. Ngugi  
Managing Director & CEO**

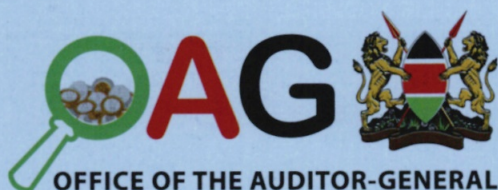


**Eng. Martha Mburu  
Project Manager**



**Solomon Sankaire  
Project Accountant:  
ICPAK No.:19098**

# REPUBLIC OF KENYA



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

*Enhancing Accountability*

## **REPORT OF THE AUDITOR-GENERAL ON MENENGAI GEOTHERMAL PROJECT (AGREEMENT NO. 1038.01K) FOR THE YEAR ENDED 30 JUNE, 2024 - GEOTHERMAL DEVELOPMENT COMPANY LIMITED**

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

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

The three parts of the report 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 – Geothermal Development Company(GDC) set out on pages 1 to 19 which comprise of

the statement of financial assets and liabilities as at 30 June, 2024, and the statement of receipts and payments, statement of cash flows and the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects 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 - GDC as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis Basis) and comply with Financing Agreement No. 2013.66.103 dated 10 July, 2014 between the Germany Development Bank (KfW) and Republic of Kenya, represented by the National Treasury and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in the Cash and Cash Equivalents**

The statement of financial assets and liabilities reflects bank balances totaling to Kshs.246,949,000 as disclosed in Note 12.12A to the financial statements. However, review of bank reconciliation records for a Co-operative Bank of Kenya with a cash book balance of Kshs.1,593,605,200 (US Dollar.10,125,122.63) differed with the bank balance disclosed in Note 12.12 A to the financial statement of Kshs.237,752,000 resulting in an unexplained variance of Kshs.1,355,863,200. Additionally, it was noted that bank reconciliation for the account was prepared in foreign currency hence could not be matched or linked to the figure disclosed in the financial statements. Further, the statement of cash flows reflects a balance of cash and cash equivalents at the end of the year of Kshs.248,125,000 while statement of financial assets and liabilities indicates a balance of cash and cash equivalents of Kshs.246,949,000 resulting to an unreconciled variance of Kshs.1,176,000.

In the circumstances, the accuracy and completeness of bank balances of Kshs.246,949,000 could not be confirmed.

#### **2. Long Outstanding Imprests**

The statement of financial assets and liabilities reflects imprests and advances amount of Kshs.1,176,000 as disclosed in Note 10.13 A to the financial statements. However, review of imprest and advance records revealed that some outstanding imprests have been outstanding for more than six (6) years. Management explained that some of the officers have since left the Company and hence legal action for recovery was being considered. It was noted that some of the officers had been issued with demand letters. However, no documentary evidence of legal action /or otherwise was provided to recover the amounts.

In the circumstances, recoverability of the outstanding imprests and advances amount of Kshs.1,176,000 could not be confirmed.

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

### **Key Audit Matters**

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

### **Emphasis of Mater**

#### **1. Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.1,634,000,000 and Kshs.2,218,688,000 respectively resulting to an overfunding of Kshs.584,688,000 or 36% of the budget. Similarly, the Project spent an amount of Kshs.1,978,565,000 against actual receipts of Kshs.2,218,688,000 resulting to under-utilization of Kshs.240,123,000 of the actual receipts.

The overfunding and under-utilization may have affected the implementation of planned activities for the Project and this may this may be a pointer to inadequate budgeting process.

My opinion is not modified in respect of these matters.

### **Other Matter**

#### **1. Unresolved Prior Year Issues**

In the audit of the previous year, several matters were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, although Management has indicated as having not resolved those matters in annex 1 to the financial statements, no evidence was provided to support that status.

#### **2. Long Outstanding Pending Bills**

Note 12.15 on pending accounts payables indicates that the Project had long outstanding bills amounting to Kshs.284,791,000 and Kshs.30,798,000 in favour of construction of civil works and supply of goods/services, and pending staff payables respectively. This is contrary to Regulation 42(1)(a) of the Public Finance Management (National

Government) Regulations, 2015 which states that debt service payments shall be a first charge in the Consolidated Fund and the Accounting Officer shall ensure this is done to the extent possible that the Government does not default on debt obligations. Further, the Company did not allocate a budget during the year to clear these bills.

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

### **Other Information**

Management is responsible for the other information set out on pages ii to xii which comprise of Project Information and Overall Performance, Statement of Performance Against Predetermined Objectives, Environmental and Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect(s) of the matter(s) described in the Basis for Conclusion on the 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. Unaccounted for Monitoring of Strategic Stock**

The Company entered into contract with the National Oil Corporation of Kenya through Tender No.GDC/DO/DP/011/2022-2023 for the supply of Automotive Gas Oil bulk fuel to Menengai Geothermal Project for a period of fifteen months effective 16 November, 2022 at a cost of Kshs.1,590,253,750 and contract No. GDC/SC/OT/056/2022-2023 to Galana Energies Limited for automotive gas oil bulk fuel for a period of fifteen months effective 25 September, 2023 at a maximum ceiling price of Kshs.1,105,592,000.

However, review of payment made to the National Oil Corporation of Kenya and Galana Energies Limited amounting to Kshs.535,616,034 and Kshs.445,295,643 respectively did not indicate total fuel that was delivered and consumed as per the schedule.

In the circumstances, the value for the funds incurred on purchase of automotive gas oil bulk fuel amounting to Kshs.980,911,677 could not be ascertained.

## **2. Commingling of Funds**

The statement of financial assets and liabilities reflects a balance of Kshs.246,949,000 as total bank balances as disclosed in Note 12.12A to the financial statements. However, review of the records shows that cash and bank balances in respect of the project were commingled in several bank accounts maintained by the company for all projects. This is contrary to Regulation 76(1) of the Public Financial Management (National Government) Regulations, 2015 which provides that for the purpose of disbursement of project funds, there shall be opened and maintained a project account for every project at the Central Bank of Kenya unless it is exempted by the Cabinet Secretary in writing.

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

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

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

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis of Conclusion**

#### **Delay in Project Completion**

The Strategic Plan 2018-2023 envisaged that GDC would avail enough steam to produce power equivalent to 195 MW for addition to the national grid by June, 2023. It was expected that Phases I and II would supply steam to the power plants that would generate 105 MW and 60 MW respectively and an additional 30MW would be provided to the national grid from the Wellheads.

To achieve this objective, GDC engaged 3 Independent Power Producers (IPPs) in 2014 through competitive bidding. The IPPs were meant to design, construct, install, build own and operate a plant that would produce 35MW of power each.

A Review of the status done during the month of October, 2022 revealed that only one power plant; Sosian Energy plant was existing and operational. It is not clear when the other two IPPs would become operational.

In the circumstances, the expected 70 MW for Phase I to be supplied the National Grid from the well heads could not be ascertained.

The audit was conducted in accordance with ISSAI 2315 and ISSAI I2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

### **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 that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements 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**


My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require

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

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

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

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

25 November, 2024

***Menengai Geothermal Project  
Reports and Financial Statements  
For the financial year ended June 30, 2024***

**7. Statement Of Receipts and Payments for the Year Ended 30 June 2024**

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

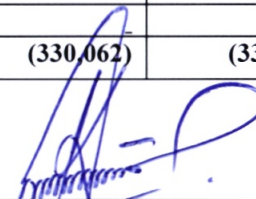
Description		FY 2023/24		FY 2022/23		Cumulative to-date
		Receipts & payments controlled by entity	Total	Receipts & payments controlled by entity	Total	
		Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
<b>Receipts</b>						
Transfer from government entities	12.10	-	-	50,000	50,000	41,824,186
Company contributions	12.10	1,901,913	1,901,913	771,490	771,490	21,862,175
Proceeds from domestic and foreign grants	12.20	-	-	-	-	10,821,950
Loan from external development partners	12.30	-	-	-	-	10,356,630
Loans	12.40A& 12.12C	316,774	316,774	429,201	429,201	4,265,667
Miscellaneous receipts	12.50	-	-	-	-	2,886,278
<b>Total receipts</b>		<b>2,218,688</b>	<b>2,218,688</b>	<b>1,250,691</b>	<b>1,250,691</b>	<b>92,016,887</b>
<b>Payments</b>						
Compensation of employees	12.60	623,248	623,248	593,683	593,683	14,212,715
Purchase of goods and services	12.70	895,975	895,975	758,184	758,184	17,813,502
Social security benefits	12.80	79,101	79,101	86,372	86,372	1,329,565
Acquisition of non-financial assets	12.90	380,241	380,241	142,514	142,514	56,831,598
Other grants and transfers and payments	12.11	-	-	-	-	1,581,381
<b>Total payments</b>		<b>1,978,565</b>	<b>1,978,565</b>	<b>1,580,752</b>	<b>1,580,752</b>	<b>91,768,761</b>
<b>Surplus/(deficit) for the year</b>		<b>240,122</b>	<b>240,122</b>	<b>(330,062)</b>	<b>(330,062)</b>	<b>248,125</b>



Paul K. Ngugi  
Managing Director & CEO



Eng. Martha Mburu  
Project Manager



Solomon Sankaire  
Project Accountant  
ICPAK No.:19098

**Menengai Geothermal Project  
Reports and Financial Statements  
For the financial year ended June 30, 2024**

**8. Statement of Financial Assets and Liabilities as at 30 June 2024**

Description	Note	FY 2023-24	FY 2022-23
		Kshs'000	Kshs'000
<b>FINANCIAL ASSETS</b>			
<b>Cash and cash equivalents</b>			
Bank balances	12.12.A	246,949	6,827
<b>Total cash and cash equivalents</b>		<b>246,949</b>	<b>6,827</b>
<b>Imprests &amp; Advances</b>	12.13.A	<b>1,176</b>	<b>1,176</b>
<b>Total Financial Assets</b>		<b>248,125</b>	<b>8,003</b>
<b>NET ASSETS</b>		<b>248,125</b>	<b>8,003</b>
<b>REPRESENTED BY:</b>			
Fund balance B/fwd	12.14	8,003	338,065
Surplus (Deficit) for the year		240,122	(330,062)
<b>NET FINANCIAL POSITION</b>		<b>248,125</b>	<b>8,003</b>

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

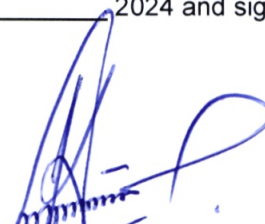
statements. The financial statements were approved on \_\_\_\_\_ 2024 and signed by:



Paul K. Ngugi  
Managing Director & CEO



Eng. Martha Mburu  
Project Manager



Solomon Sankaire  
Project Accountant  
ICPAK No. 19098

**Menengai Geothermal Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2024**

**9. Statement Of Cashflow for the Year ended 30 June 2024**

Description	Note	FY 2023-24	FY 2022-23
		Ksh'000	Ksh'000
<b>Receipts for operating activities</b>			
Transfer from Government entities	12.10	1,901,913	821,490
<b>Total Receipts</b>		<b>1,901,913</b>	<b>821,490</b>
<b>Payments</b>			
Compensation of employees	12.60	(623,248)	(593,683)
Purchase of goods and services	12.70	(412,372)	(341,693)
Social Security benefits	12.80	(79,101)	(86,372)
<b>Total Payments</b>		<b>(1,114,721)</b>	<b>(1,021,747)</b>
<b>Net cash flow from operating activities</b>		<b>787,192</b>	<b>(200,257)</b>
<b>Cash flow from investing activities</b>			
Acquisition of non-financial assets	12.90	(380,241)	(142,514)
<b>Net cash flows from Investing activities</b>		<b>(380,241)</b>	<b>(142,514)</b>
<b>Cash flow from financing activities</b>			
Repayment of Bank Loan	12.40. A	(483,603)	(416,492)
Borrowings	12.12.C	316,774	429,201
<b>Net cash flow from financing activities</b>		<b>(166,828)</b>	<b>12,708</b>
<b>Net increase in cash and cash equivalent</b>		<b>240,122</b>	<b>(330,063)</b>
Cash and cash equivalent at beginning of the year	12.14	8,003	338,065
<b>Cash and cash equivalent at end of the year</b>		<b>248,125</b>	<b>8,003</b>

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 \_\_\_\_\_ 2024 and signed by:



Paul K. Ngugi  
**Managing Director & CEO**



Eng. Martha Mburu  
**Project Manager**



Solomon Sankaire  
**Project Accountant**  
**ICPAK No. 19098**

**Menengai Geothermal Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2024**

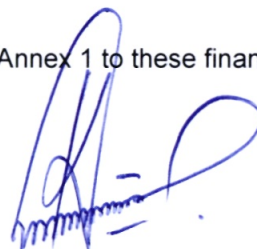
**10. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 June 2024**

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 %
	Ksh'000	Ksh'000	Ksh'000	Ksh'000	Ksh'000	
<b>Receipts</b>						
Transfer from Government entities	1,150,000	484,000	1,634,000	1,901,913	(267,913)	116%
Proceeds from borrowings	-		-	316,774	(316,774)	
<b>Total Receipts</b>	<b>1,150,000</b>	<b>484,000</b>	<b>1,634,000</b>	<b>2,218,688</b>	<b>(584,688)</b>	
<b>Payments</b>						
Compensation to employees	413,515	13,586	427,101	623,248	(196,147)	146%
Purchase of goods and services	412,010	34,596	446,606	895,975	(449,369)	201%
Social security benefits	82,688	600	83,288	79,101	4,187	95%
Acquisition of non-financial assets	241,787	435,218	677,005	380,241	296,763	56%
<b>Total Payments</b>	<b>1,150,000</b>	<b>484,000</b>	<b>1,634,000</b>	<b>1,978,565</b>	<b>(344,565)</b>	
<b>Surplus or Deficit</b>				<b>240,122</b>		

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

  
Paul K. Ngugi  
**Managing Director & CEO**

  
Eng. Martha Mburu  
**Project Manager**

  
Solomon Sankaire  
**Project Accountant**  
**ICPAK No. 19098**

## **11. Significant Accounting Policies**

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

### **a) Statement of compliance and basis of preparation**

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

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

### **b) Reporting entity**

The financial statements are for 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 .

### **c) Reporting currency**

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

### **d) Recognition of receipts**

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.

#### **iv.) Donations and grants**

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

**Significant Accounting Policies (Continued)**

**v.) 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.

**vi.) Undrawn external assistance**

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

**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.

**h) Restriction on cash**

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

**i) 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.

**j) Contingent Liabilities**

A contingent liability is:

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

**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.

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

**k) 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.

**l) Pending bills**

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' 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.

**m) Budget**

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

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

**Significant Accounting Policies (Continued)**

**n) Third party payments**

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

**o) Exchange rate differences**

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

**p) Comparative figures**

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

**q) Subsequent events**

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2024

**r) 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.

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**12. Notes to the Financial Statements**

**12.10 Receipts From Government Of Kenya**

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

Details	FY 2023-24	FY 2022-23	Cumulative to-date
	Kshs'000	Kshs'000	Kshs'000
<b>Counterpart funding through Ministry of Energy</b>			
Counterpart funds Quarter 1	-	-	7,356,624
Counterpart funds Quarter 2	-	50,000	10,743,374
Counterpart funds Quarter 3	-	-	12,502,348
Counterpart funds Quarter 4	-	-	11,221,840
	-	<b>50,000</b>	<b>41,824,186</b>
Appropriations-in-Aid	1,901,913	771,490	21,862,175
	<b>1,901,913</b>	<b>771,490</b>	<b>21,862,175</b>
<b>Total</b>	<b>1,901,913</b>	<b>821,490</b>	<b>63,686,361</b>

**12.20 Proceeds From Domestic And Foreign Grants**

During the year ended 30 June 2024, grants received from donors as detailed in the table below:

Name of Donor	Amount received in donor currency	Total amount		Cumulative to date
		FY 2023/24	FY 2022/23	
	USD'000	Kshs'000	Kshs'000	Kshs'000
<b>Grants Received from Multilateral donores</b>	-	-	-	10,821,950
<b>Total</b>	-	-	-	<b>10,821,950</b>

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**12.30 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	Amount received in donor currency	Total amount		Cumulative to date
		FY 2023/24	FY 2022/23	
	USD'000	Kshs'000	Kshs'000	Kshs'000
Loans Received from Multilateral donors	-	-	-	10,356,630
<b>Total</b>	-	-	-	<b>10,356,630</b>

**12.40A. Proceeds From Long Term Loan**

Name of donor	Amount Received in Cash	Total Amount	
		FY 2023/24	FY 2022/23
	Kshs'000	Kshs'000	Kshs'000
Loan Balance as at 30.06.2023	-	1,342,766	1,759,258
Less: Repayment on Loan Principal	-	483,603	416,492
<b>Loan Balance as at 30.06.2024</b>	<b>-</b>	<b>859,163</b>	<b>1,342,766</b>

**12.50 MISCELLANEOUS RECEIPTS**

	FY 2023/24		FY 2022/23	Cumulative to date
	Receipts made by entity in cash	Total	Total Receipts	
	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Other receipts not classified elsewhere	-	-	-	2,886,278
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,886,278</b>

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**Notes to the Financial Statements (Continued)**

**12.60 Compensation of Employees**

	FY 2023/24		FY 2022/23		Cumulative to-date
	Payments made by entity in cash	Total Payments	Payments made by entity in cash	Total Payments	
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Basic salaries of permanent & temporary employees	337,379	337,379	320,589	320,589	7,311,640
Personal allowances paid as part of salary	285,870	285,870	273,094	273,094	6,901,075
<b>Total</b>	<b>623,248</b>	<b>623,248</b>	<b>593,683</b>	<b>593,683</b>	<b>14,212,715</b>

**12.70 Purchase Of Goods And Services**

	FY 2023/24		FY 2022/23		Cumulative to-date
	Payments made by entity in cash	Total Payments	Payments made by entity in cash	Total Payments	
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Utilities, supplies and service	118,989	118,989	127,929	127,929	2,355,403
Communication, supplies & services	927	927	2,020	2,020	137,065
Domestic travel & subsistence	59,337	59,337	42,073	42,073	2,481,690
Foreign travel and subsistence	-	-	-	-	80,512
Printing, advertising and information supplies & services	1,242	1,242	1,628	1,628	275,331
Training Expenses	5,926	5,926	1,397	1,397	985,501
Hospitality supplies and services	6,559	6,559	5,884	5,884	386,841
Insurance costs	21,748	21,748	29,888	29,888	394,053
Other operating expenses	660,232	660,232	564,582	564,582	10,690,752
Routine maintenance vehicles, transport equipment	4,192	4,192	5,132	5,132	670,817
Routine maintenance- other assets	1,445	1,445	2,079	2,079	4,958
Exchange rate losses/gains (net)	15,377	15,377	(24,429)	(24,429)	(649,421)
<b>Total</b>	<b>895,975</b>	<b>895,975</b>	<b>758,184</b>	<b>758,184</b>	<b>17,813,502</b>

\*Included in note 12.70 under Other operating expenses is the amount of Ksh 483,603 in relation to principal loan repayment

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**Notes to the financial statements (continued)**

**12.80 Social Security Benefits**

	FY 2023/24		FY 2022/23		Cumulative to-date
	Payments made by entity in cash	Total payments	Payments made by entity in cash	Total payments	
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	Kshs'000
Government pension and retirement benefits	73,218	73,218	84,355	84,355	1,297,716
Social security benefits in cash and in kind	5,883	5,883	2,018	2,018	31,849
<b>Total</b>	<b>79,101</b>	<b>79,101</b>	<b>86,372</b>	<b>86,372</b>	<b>1,329,565</b>

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**Notes to the Financial Statements (Continued)**

**12.90 ACQUISITION OF NON-FINANCIAL ASSETS**

	FY 2023/24		FY 2022/23		Cumulative to-date
	Controlled by Entity	Total payments	Controlled by Entity	Total payments	
	Kshs'000	Kshs'000	Kshs'000	Kshs'000	
Construction of buildings	477	477	1,336	1,336	48,499
Refurbishment of buildings	-	-	144	144	25,134
Construction of roads & civil works	3,436	3,436	2,225	2,225	5,056,331
Purchase of office furniture & general equipment	1,769	1,769	2,531	2,531	330,780
Purchase of specialized plant, equipment and machinery	36,362	36,362	28,067	28,067	11,268,701
Exploration and evaluation activities	291,098	291,098	75,099	75,099	27,621,558
Acquisition of strategic stocks	44,115	44,115	33,111	33,111	12,039,706
Acquisition of land	2,985	2,985	-	-	74,791
Acquisition of other intangible assets	-	-	-	-	366,099
<b>Total</b>	<b>380,241</b>	<b>380,241</b>	<b>142,514</b>	<b>142,514</b>	<b>56,451,357</b>

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**Notes to the Financial Statements (Continued)**

**12.11 OTHER GRANTS AND TRANSFERS AND PAYMENTS**

	FY 2023/24			FY 2022/23	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
Miscellaneous payments	-	-	-	-	(1,581,381)
<b>Total</b>	-	-	-	-	<b>(1,581,381)</b>

**12.12 CASH AND CASH EQUIVALENTS**

Description	FY 2023/24	FY 2022/23
	Kshs'000'	Kshs'000'
Bank accounts (Note 12.12A)	246,949	6,827
Outstanding imprests and advances (Note 12.13A)	1,176	1,176
		-
<b>Total</b>	<b>248,125</b>	<b>8,003</b>

**12.12A Bank Accounts**

**Project Bank Accounts**

Description	FY 2023/24	FY 2022/23
	Kshs'000'	Kshs'000'
<b>Foreign Currency Accounts</b>		
Co-operative Bank of Kenya [A/c No 02120160857600]	237,752	1,915
<b>Total Foreign Currency Accounts</b>	<b>237,752</b>	<b>1,915</b>
		-
<b>Local Currency Accounts</b>		
Cooperative Bank of Kenya [A/c No 01136350124400]	4,479	135
Guarantee deposits	2,021	2,021
Cooperative Bank of Kenya [A/c No 011360857601]	2,697	2,756
<b>Total local currency balances</b>	<b>9,198</b>	<b>4,912</b>
<b>Total bank account balances</b>	<b>246,949</b>	<b>6,827</b>

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**Notes to the Financial Statements (Continued)**

**12.12.C Borrowings**

Description	FY 2023/24	FY 2022/23
	Kshs'000	Kshs'000
Co-operative Bank of Kenya [A/c No 01136160857600]	86,037	138,037
KfW NCBA [A/c No 4761090015]	-	9,098
Barclays Bank [A/c No. 2041818169]	230,737	282,065
<b>Total</b>	<b>316,774</b>	<b>429,201</b>

\*\*\* Note 12.12C relates to inter-project borrowings within the year.

**12.13. A Breakdown of Imprests and Advances**

Name of Officer or Institution	Amount taken	Due date of surrender	Amount surrendered	Balance FY 2023/234	Balance FY 2022/23
	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
<b>Total</b>	<b>1,176</b>		<b>-</b>	<b>1,176</b>	<b>1,176</b>

**12.14 FUND BALANCE BROUGHT FORWARD**

Description	FY 2023/24	FY 2022/23
	Kshs'000'	Kshs'000'
Bank accounts (Note 12.12A)	246,949	6,827
Outstanding imprests and advances (Note 12.13A)	1,176	1,176
		-
<b>Total</b>	<b>248,125</b>	<b>8,003</b>

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**Other Important Disclosures**

**12.15 PENDING ACCOUNTS PAYABLE (See Annex 2A)**

	Balance b/f	Additions	Paid during the year	Balance c/f
	FY 2022/23	for the		FY 2023/24
	KShs'000	period	KShs'000	KShs'000
		KShs'000		
Construction of civil works	22,819	-	8,015	14,804
Supply of goods	19,193	71,613	77,094	20,719
Supply of services	450,986	509,944	704,655	249,268
<b>Total</b>	<b>492,998</b>	<b>581,557</b>	<b>789,764</b>	<b>284,791</b>

**12.16 PENDING STAFF PAYABLES (See Annex 2B)**

	Balance b/f	Additions	Paid during the year	Balance c/f
	FY 2022/23	for the		FY 2023/24
	KShs'000	period	KShs'000	KShs'000
		KShs'000		
Senior management	1,874	14,504	12,334	4,045
Middle Management	8,365	46,446	37,568	17,243
Unionisable employees	4,836	34,573	31,700	7,709
Others	1,353	10,169	9,721	1,801
<b>Total</b>	<b>16,428</b>	<b>105,693</b>	<b>91,323</b>	<b>30,798</b>

**Other Important Disclosures (Continued)**

**12.17 EXTERNAL ASSISTANCE**

**a) Undrawn external assistance**

		<b>FY 2023/24</b>	<b>FY 2022/23</b>
<b>Description</b>	<b>Purpose for which the undrawn external assistance may be used</b>	<b>KShs'000</b>	<b>KShs'000</b>
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	8,430,478
<b>Total</b>		<b>10,944,973</b>	<b>10,944,973</b>

**a) Purpose and use of external assistance**

<b>Description</b>	<b>FY 2023/24</b>	<b>FY 2022/23</b>
	<b>KShs'000</b>	<b>KShs'000</b>
Use of goods and services	227	35,136
Acquisition of assets	-	55,433
<b>Total</b>	<b>227</b>	<b>90,568</b>

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

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**13. Annexes**

**Annex 1: Prior Year Auditor-General's Recommendations**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
	Commingling of funds	Management to effect separation of bank accounts	Not resolved	30.06.2025
	Long outstanding pending bills	Payments for current year before settling pending bills	Not Resolved	31.12.2024

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**ANNEX 2 – Variance Explanations - Comparative Budget and Actual Amounts**

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments
	a	b	c=a+b	d	e=c-d	f=d/c %	
	Ksh'000	Ksh'000	Ksh'000	Ksh'000	Ksh'000		
<b>Receipts</b>							
Transfer from Government entities	1,150,000	484,000	1,634,000	1,901,913	(267,913)	116%	Supplementary 2 rationalisation
Proceeds from borrowings	-		-	316,774	(316,774)		
<b>Total Receipts</b>	<b>1,150,000</b>	<b>484,000</b>	<b>1,634,000</b>	<b>2,218,688</b>	<b>(584,688)</b>		
<b>Payments</b>							
Compensation to employees	413,515	13,586	427,101	623,248	(196,147)	146%	Includes payments for items budgeted in previous financial years
Purchase of goods and services	412,010	34,596	446,606	895,975	(449,369)	201%	Includes payments for items budgeted in previous financial years and repayment of loan Principle
Social security benefits	82,688	600	83,288	79,101	4,187	95%	N/a
Acquisition of non-financial assets	241,787	435,218	677,005	380,241	296,763	56%	Project Implementation challenges
<b>Total Payments</b>	<b>1,150,000</b>	<b>484,000</b>	<b>1,634,000</b>	<b>1,978,565</b>	<b>(344,565)</b>		
<b>Surplus or Deficit</b>				<b>240,122</b>			

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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 2023/24	Outstanding Balance 2022/23
	a	b	c	d=a-c	-
	Kshs'000'		Kshs'000'	Kshs'000'	Kshs'000'
<b>Construction of civil works</b>					
H. Young & Co (Ea) Ltd	22,819	9/18/2022	8,015	14,804	22,819
<b>Sub-Total</b>	<b>22,819</b>		<b>8,015</b>	<b>14,804</b>	<b>22,819</b>
<b>Supply of goods</b>					
Chem-Rectic Ltd	2,141	6/25/2024	2,038	103	1,467
Water Resources Management Authorit	2,273	5/28/2024	1,896	376	720
New Kcc Ltd	9,995	4/4/2023	8,876	1,119	831
Esrinnet Ventures	14,708	4/8/2024	14,708	-	1,150
Benjana Investment Limited	1,084	5/23/2024	1,084	-	114
Mfi Document Solutions Limited	3,070	3/28/2024	3,070	-	3,052
County Government Of Nakuru	415	6/30/2023	415	-	93
Belbar Limited	500	2/22/2024	500	-	502
Free Drop Limited	316	6/30/2023	316	-	321
Juniper Intakes Limited	1,388	6/30/2023	1,388	-	1,450
Unifast Technologies Ltd	-	6/30/2023	-	-	82
Waima General Supplies	221	6/30/2023	221	-	224
Grey Apple Limited	1,077	6/30/2023	1,077	-	400
Lergend Enterprises	8,908	4/30/2024	8,908	-	907
Babuye Investment Limited	-	8/3/2022	-	-	50
Zonge International Inc.	-	6/30/2023	-	-	165
Bawani Stores Limited	91	6/28/2022	91	-	32
	7,007	3/27/2024	-	7,007	-
Car & General (Kenya) Ltd	822	6/28/2022	822	-	6
Logisys Trading Company Limited	4	5/17/2024	4	-	4
National Oil Corporation	637	4/12/2021	-	637	-
Evon International Energy	3,400	6/3/2024	2,149	1,251	-
Gt Investments Ltd	5,229	6/26/2024	4,056	1,173	-

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
	a	b	c	d=a-c	-
	<b>Kshs'000'</b>		<b>Kshs'000'</b>	<b>Kshs'000'</b>	<b>Kshs'000'</b>
Patmat Bookshop Ltd	47	2/15/2024	-	47	-
Kippo Kenya Limited	5,668	7/1/2024	3,740	1,928	-
Danblaq Company Limited	2,178	7/5/2024	1,206	972	-
Bio End Scientific Enterp	2,751	7/24/2024	2,618	133	-
Xnoil International Limit	5,437	9/27/2023	5,293	144	-
Epitome Supply Limited	1,322	7/10/2024	716	606	-
Lindsoil Enterprises Limi	3,680	7/19/2024	2,830	850	-
Derby Techno Systems	1,456	8/6/2024	-	1,456	-
Bluerise Investment Ltd	1,746	6/7/2023	-	1,746	-
Jamtech Solutions	98	5/28/2024	-	98	-
Honest School And Office	542	7/24/2024	-	542	-
Michizanne Enterprises	142	7/14/2024	-	142	-
Power Options Limited	1,506	5/7/2019	1,449	57	-
Zocom Ltd	330	6/10/2024	-	330	-
Odex Chemicals Limited	7,624	6/30/2023	7,624	-	7,624
<b>Sub-Total</b>	<b>97,813</b>		<b>77,094</b>	<b>20,719</b>	<b>19,193</b>
			-		
<b>Services</b>					
Greatwall Drilling Company Ltd	64,597	6/29/2012	51,918	12,679	64,771
Ps- Ministry Of Energy & Petroleum	13,864	1/11/2016	-	13,864	13,864
Nakuru Water & Sanitation	3,317	12/14/2020	216	3,101	3,053
Sabco Millers Ltd	1,109	7/1/2015	-	1,109	1,109
Agricultural Society Of K	302	6/30/2023	302	-	307
Nuru Palace Hotel Ltd	2,030	7/3/2024	1,231	799	88
Midlands Hotel	446	11/28/2023	446	-	89
Safaricom Ltd	9,544	3/1/2022	9,544	-	449
Cleanmark Limited	38,527	1/4/2024	34,246	4,280	4,261
Hatari Security Guards Ltd	-	6/30/2023	-	-	-
Protective Custody Limited	149,377	12/4/2020	129,715	19,663	31,094

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
	a	b	c	d=a-c	-
	<b>Kshs'000'</b>		<b>Kshs'000'</b>	<b>Kshs'000'</b>	<b>Kshs'000'</b>
Geothermal Resource Group	-	6/30/2023	-	-	406
Liquid Telecommunication Kenya	2,731	6/24/2024	2,731	-	420
Kenya Power & Lighting Company Ltd	28,465	11/7/2023	26,454	2,011	2,825
Translee Kenya Ltd	131,504	6/30/2023	131,504	-	43,744
Kenya Forest Service	400,317	11/6/2023	233,495	166,822	249,207
Ranju Limited	2,966	8/24/2021	2,298	668	1,336
Lake Bogoria Spa Resort	4,787	6/21/2024	4,787	-	-
Hotel Waterbuck Ltd	842	6/30/2023	842	-	31
Rift Valley Sports Club	4,446	2/15/2024	4,398	48	324
Top Image Cleaning Services	-	6/30/2023	-	-	-
Kenya Plant Health Inspec	2,194	7/1/2024	39	2,155	-
William Cumming	3,501	4/27/2024	-	3,501	-
Grimur Bjornsson	3,183	4/27/2024	-	3,183	-
Simon Njanja Ngure	1,977	9/16/2022	-	1,977	-
Hugo Fernando Navas	3,429	5/5/2022	-	3,429	-
Samuel Abraham	2,679	5/29/2024	-	2,679	-
Astorian Grand Hotel	496	4/17/2024	301	195	-
Woodland Hotels Limited	5,251	6/22/2024	4,654	597	-
Kenya Aids And Drugs Alli	252	5/27/2024	160	92	-
Environment Institute Of	159	10/25/2024	39	120	-
Ankh Womens Clinic	320	5/30/2024	288	32	76
The Polyclinic Hospital	126	5/30/2024	115	11	-
Aic Kijabe Hospital	8	5/30/2024	8	-	2
Baus Optical	1,867	5/30/2024	1,695	171	1,086
Care Chemists Limited	1,952	5/30/2024	1,749	203	833
Karen Hospital	3,295	5/30/2024	3,008	288	1,500
Gertrude's Children's Hospital	2,756	5/30/2024	2,582	174	62
The Nairobi Women's Hospital	3,535	5/30/2024	3,216	319	2,854
The Nairobi South Hospital	740	5/30/2024	573	167	-

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
	a	b	c	d=a-c	-
	<b>Kshs'000'</b>		<b>Kshs'000'</b>	<b>Kshs'000'</b>	<b>Kshs'000'</b>
Malibu Pharmacy Ltd	773	5/30/2024	719	54	61
Dr E K Mutakha	1,357	5/30/2024	1,194	163	1,201
Dr N. G. Thagana	3	5/30/2024	3	-	3
Dr Wairimu Imalingat	91	5/30/2024	84	7	-
Dr. Joy Mpaata	314	5/30/2024	294	20	8
Garlands Medical Centre Ltd	120	5/30/2024	109	10	6
Nairobi E.N.T. Clinic	143	5/30/2024	107	36	4
Molars Ltd	1,309	5/30/2024	1,225	84	35
Pathcare Kenya Limited	227	5/30/2024	227	-	158
Ndonyo Healthcare	238	5/30/2024	201	37	59
Evans Sunrise Medical Centre	1,074	5/30/2024	1,019	55	934
Ranalo Medical Imaging Centre	139	5/30/2024	139	-	174
Valley Hospital Ltd	6,147	5/30/2024	5,353	794	4,219
Kenya Hospital Association	17,981	5/30/2024	17,293	688	2,788
Nakuru War Memorial Hospital	1,148	5/30/2024	1,148	-	2,078
Inkamed Pharmaceuticals Ltd	765	5/30/2024	659	105	13
Dr.Mong'are Onsomu	112	5/30/2024	99	13	82
The Nakuru E.N.T Medical Centre	185	5/30/2024	172	13	208
Dr. Mwangi S Watene	27	5/30/2024	27	-	76
Dr. Julius Ogeto	44	5/30/2024	38	6	31
Rol Medical Laboratories Ltd	22	5/30/2024	22	-	22
Dr. Amos M Otara	136	5/30/2024	123	13	150
The Mater Hospital	2,199	5/30/2024	2,121	78	62
Dr. Ramadhan Mawenzi	292	5/30/2024	260	32	214
Prof. Paul G. Kioy	-	5/30/2024	-	-	8
Prof. Erastus O. Amayo	12	5/30/2024	12	-	3
Dr. Irungu Ndirangu	34	5/30/2024	34	-	6
Amani Counselling Centre	65	5/30/2024	-	65	-
Cambridge & Company Ltd	215	5/30/2024	188	27	-

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
	a	b	c	d=a-c	-
	<b>Kshs'000'</b>		<b>Kshs'000'</b>	<b>Kshs'000'</b>	<b>Kshs'000'</b>
Dr. F. Mugo Ng'ang'a	92	5/30/2024	84	8	36
Dr. Jane Nyikuri Wenyaa	66	5/30/2024	66	-	35
Dr. Benedict Osore	113	5/30/2024	106	7	126
Dr. Gitu Robert	17	5/30/2024	17	-	15
Nakuru Dental Centre	6	5/30/2024	6	-	6
The Aga Khan Hospital - Kisumu	2,217	5/30/2024	2,081	136	247
Chiromo Lane Medical Centre	1,087	5/30/2024	1,087	-	452
Avenue Healthcare	3,617	5/30/2024	3,184	433	3,011
Eagle Eye Laser Centre Limited	312	5/30/2024	283	29	43
Mediheal Diagnostic & Fertility Cen Ltd	1,591	5/30/2024	1,512	79	1,665
Naivasha Dental Clinic	111	5/30/2024	88	23	-
Catherine Wangui Muthigani	16	5/30/2024	16	-	20
Dr. Catherine Muthoni Boit	188	5/30/2024	180	8	-
Advent Med & Dent Care Centre	1,913	5/30/2024	1,621	292	1,616
The Aga Khan Hospital - Mombasa	664	5/30/2024	627	37	264
Nakuru Paediatric Clinic Limited	274	5/30/2024	232	42	315
Prof. Lawrence N. Gakuu	3	5/30/2024	3	-	1
Dr. John Ongech	239	5/30/2024	218	20	-
Kam Pharmacy Limited	99	5/30/2024	99	-	23
Hi-Tech Opticians	338	5/30/2024	298	40	258
Omega Opticians Ltd	668	5/30/2024	614	53	193
Dr. Fredrick Kalande	247	5/30/2024	226	20	183
Aic Kijabi	646	5/30/2024	565	81	79
Aga Khan University Hospi	519	5/30/2024	379	141	528
Royal Smiles Dental Clini	187	5/30/2024	147	40	68
Transmega Kenya Limited	344	5/30/2024	286	58	186
Optimum Current Healthcar	2,215	5/30/2024	1,794	421	1,076
Delight Optics Limited	179	5/30/2024	164	15	58
Gtb Scanlab Nakuru Limite	800	5/30/2024	720	80	693

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
	a	b	c	d=a-c	-
	<b>Kshs'000'</b>		<b>Kshs'000'</b>	<b>Kshs'000'</b>	<b>Kshs'000'</b>
Mamlaka Medical Centre	143	5/30/2024	121	22	30
Joy Ellen Womens Hospital	583	5/30/2024	547	36	1,134
The Dentist Ltd	480	5/30/2024	420	60	616
Evergreen Dental Care Ltd	68	5/30/2024	61	7	43
Nakuru Ent And Audiology	58	5/30/2024	58	-	79
Reale Hospital	97	5/30/2024	59	38	22
Nakuru Therapy Center	78	5/30/2024	64	14	139
Megalife Optometrist Ltd	223	5/30/2024	204	20	321
Santa Clara Medical Clini	152	5/30/2024	86	66	73
Zen Pharmaceuticals	20	5/30/2024	20	-	39
Abdallah & Associates Den	173	5/30/2024	145	28	-
Rafiki Counseling Service	71	5/30/2024	54	17	-
Deep White Dental Limited	113	5/30/2024	88	25	-
The Nakuru Specialist Hos	333	5/30/2024	285	48	-
Nectar Gyn & Fertility	26	5/30/2024	16	10	-
Dr. Claire Mueni Ngeta	28	5/30/2024	-	28	-
Dr. Nicholas Gichu	8	5/30/2024	-	8	-
Tabasamu Dental Clinic Li	14	5/30/2024	-	14	-
Reliance Hospital	72	5/30/2024	-	72	-
Primecare Fertility Cente	132	5/30/2024	118	15	78
Ravine Glory Healthcare S	224	5/30/2024	182	42	84
<b>Sub-Total</b>	<b>953,923</b>		<b>704,655</b>	<b>249,268</b>	<b>450,246</b>
<b>Grand Total</b>	<b>1,074,554</b>		<b>789,764</b>	<b>284,791</b>	<b>492,257</b>

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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 2023/24	Outstanding Balance 2022/23
		Kshs'000'		Kshs'000'	Kshs'000'	Kshs'000'
<b>Permanent Employees - Management</b>						
Martha Mburu	GD-03	3,305	30.05.2024	2,859	446	186
Reuben Ngosi	GD-03	2,713	30.05.2024	1,835	878	749
John Lagat	GD-03	186	01.06.2023	186	-	186
Joseph Kitilit	GD-04	3,446	30.05.2024	3,278	168	195
Gabriel Wetangula	GD-03	2,142	30.05.2024	1,653	489	186
Johnstone Maleche	GD-03	1,046	30.05.2024	437	610	106
Antony Wamalwa	GD-04	1,639	30.05.2024	902	737	117
Yvonne Wanambiro	GD-03	837	30.05.2024	571	266	98
Pamela Ouma	GD-04	1,064	30.05.2024	612	452	51
<b>Sub-total</b>	<b>-</b>	<b>16,378</b>	<b>-</b>	<b>12,334</b>	<b>4,045</b>	<b>1,874</b>
Henry Kimani	GD-05	197	30.05.2024	112	85	-
Victor Denge	GD-05	799	30.05.2024	380	419	154
Sylvia Malimo	GD-05	961	30.05.2024	961	-	59
Isaac Kanda	GD-05	1,228	30.05.2024	509	719	95
Levi Wambari	GD-05	521	30.05.2024	297	224	55
Milka Kairu	GD-05	268	30.05.2024	28	240	46
Joseph Mberia	GD-05	2,149	30.05.2024	1,330	819	357
Thomas Miyora	GD-05	426	30.05.2024	56	370	197
Kirkland Kirui	GD-05	557	30.05.2024	342	215	4
Edwin Odum	GD-06	2,014	30.05.2024	1,361	653	286
Lucy Njue	GD-06	386	30.05.2024	207	179	57
Leonard Wafula	GD-06	1,135	30.05.2024	872	263	510
Pascal Nyambala	GD-06	325	30.05.2024	12	313	130
Lawrence Murungi	GD-06	854	30.05.2024	854	-	156

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
Michael Sembele	GD-05	984	30.05.2024	883	101	51
Nixon Kachi	GD-05	462	30.05.2024	462	-	35
Daniel Kilelu	GD-05	652	30.05.2024	487	164	89
Selly Koech	GD-06	500	30.05.2024	304	196	19
Ezekiel Kipyego	GD-06	774	30.05.2024	683	90	144
Mathew Mutua	GD-06	892	30.05.2024	841	52	-
Michael Malusu	GD-06	576	30.05.2024	576	-	5
Grace Mwandoghoi	GD-06	368	30.05.2024	368	-	21
Richmond Baraza	GD-06	416	30.05.2024	149	266	26
Arcadius Angalwa	GD-06	1,648	30.05.2024	1,232	415	171
Hilary Mwawasi	GD-06	974	30.05.2024	664	310	334
Raymond Mwakirani	GD-06	529	30.05.2024	345	184	60
Deflorah Kangongo	GD-06	526	30.05.2024	123	404	272
Jeremiah Kipngok	GD-06	1,281	30.05.2024	1,028	253	313
Esther Njuguna	GD-06	693	30.05.2024	371	322	138
Francis Wanjohi	GD-06	646	30.05.2024	479	167	18
Mediatix Okindah	GD-06	2,356	30.05.2024	1,936	421	447
James Etyang	GD-06	795	30.05.2024	699	96	106
Rosemary Njenga	GD-06	1,593	30.05.2024	930	662	104
Lenny Mbaabu	GD-06	1,062	30.05.2024	709	353	176
Lawrence Ngeno	GD-07	135	30.05.2024	76	58	-
Michael Koech	GD-07	447	30.05.2024	29	418	418
Stephen Onyango	GD-06	1,124	30.05.2024	820	304	182
Leonard Karani	GD-07	30	30.05.2024	3	27	82
Geoffrey Mibe	GD-07	182	30.05.2024	182	-	65
Tito Lopeyok	GD-07	45	30.05.2024	45	-	145
Fred Ogada	GD-07	56	30.05.2024	22	34	34
Robert Mukiri	GD-07	196	30.05.2024	112	84	51
Yussuf Mohamud	GD-07	550	30.05.2024	348	202	34
Evans Bett	GD-07	224	30.05.2024	120	104	79

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
Lawrence Sekento	GD-07	182	30.05.2024	151	31	5
Leakey Auko	GD-07	86	30.05.2024	42	44	248
Zablon Mlawasi	GD-07	340	30.05.2024	340	-	32
Hockly Simboyi	GD-07	816	30.05.2024	597	219	107
Fridah Kiara	GD-07	642	30.05.2024	384	258	267
Phylis Cheron	GD-07	188	30.05.2024	188	-	43
David Kariuki	GD-07	372	30.05.2024	264	108	68
Rose Kiama	GD-07	195	30.05.2024	115	80	46
Wendy Abade	GD-07	792	30.05.2024	558	234	113
Emily Leshao	GD-07	397	30.05.2024	100	298	2
Bernard Rotich	GD-07	1,200	30.05.2024	963	237	124
Evelyn Njoroge	GD-06	197	30.05.2024	67	130	4
John Mwaniki	GD-07	354	30.05.2024	76	278	-
Shammah Kiptanui	GD-06	1,757	30.05.2024	1,205	552	297
Moses Kachumo	GD-07	1,492	30.05.2024	1,145	346	122
Peter Mading	GD-07	825	30.05.2024	693	132	-
Douglas Ayata	GD-07	797	30.05.2024	797	-	96
Beatrice Kipchumba	GD-07	689	30.05.2024	384	305	-
Beatrice Mudibo	GD-06	309	30.05.2024	190	118	-
Siyad Hassan Abdi	GD-07	120	30.05.2024	91	29	-
Moses Chemeitoi	GD-07	302	30.05.2024	270	32	112
Diana Owino	GD-07	1,409	30.05.2024	432	977	277
Japhet Kipkorir Towett	GD-07	364	30.05.2024	295	70	56
Joseph Mutua	GD-06	957	30.05.2024	860	98	509
Isaac Odeny Otieno	GD-06	122	30.05.2024	90	32	3
Keneth Kibet Korir	GD-06	370	30.05.2024	312	58	18
Noel Ndombi	GD-07	200	30.05.2024	200	-	4
Calistus Ndongoli	GD-07	163	30.05.2024	112	51	6
Frashia Wanjiku Njoroge	GD-07	611	30.05.2024	233	378	28
Janet Suwai	GD-05	1,182	30.05.2024	543	638	-

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
Irene Mboin	GD-06	829	30.05.2024	529	301	-
Noel Kilinda	GD-06	912	30.05.2024	752	161	-
Victor Nyongesa	GD-06	861	30.05.2024	652	209	-
Jared Nyamongo	GD-07	88	30.05.2024	32	56	-
George Muriga	GD-07	165	30.05.2024	20	146	-
Beatrice Nyairo	GD-07	700	30.05.2024	639	61	-
Lorraine Odundo	GD-07	411	30.05.2024	292	119	-
George Mulusa	GD-07	224	30.05.2024	78	146	-
Paul Bosire	GD-07	142	30.05.2024	124	18	-
Edwin Kirarey	GD-07	510	30.05.2024	403	107	55
<b>Sub-Total</b>		<b>54,812</b>	<b>-</b>	<b>37,568</b>	<b>17,243</b>	<b>8,365</b>
<b>Permanent Employees - Others</b>						
Miriam Kones	GD-08	643	30.05.2024	598	45	175
Patrick Korir	GD-08	401	30.05.2024	361	40	17
Ibrahim Walde	GD-08	572	30.05.2024	389	183	-
John Barmao	GD-08	122	30.05.2024	42	80	-
Ahmed Ali	GD-08	215	30.05.2024	72	143	-
Anthony Mwibanda	GD-08	791	30.05.2024	637	155	51
Nelly Kibor	GD-08	511	30.05.2024	425	86	-
Irene Cheruto	GD-08	212	30.05.2024	153	59	-
Jared Nyagwoka	GD-08	677	30.05.2024	598	79	158
James Ngatia	GD-08	502	30.05.2024	408	94	78
Evans Nyamweya	GD-08	338	30.05.2024	282	56	-
Josephine Waweru	GD-08	533	30.05.2024	533	-	8
Eric Mbae	GD-08	180	30.05.2024	59	122	74
Isaiah Ochumah	GD-08	296	30.05.2024	276	21	39
George Muriga	GD-07	20	30.05.2024	20	-	8
David Awori	GD-08	252	30.05.2024	165	87	40
Joel Ayonga	GD-08	149	30.05.2024	122	27	-

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
Dennis Chirchir	GD-08	662	30.05.2024	550	112	232
Peter Kamau	GD-08	57	30.05.2024	47	10	10
Beatrice Nyairo	GD-07	639	30.05.2024	639	-	120
Peter Ole Kachuma	GD-08	1,172	30.05.2024	1,127	45	69
Stella Barchok	GD-08	518	30.05.2024	428	90	70
Linet Sunguti	GD-08	14	30.05.2024	14	-	3
Edwin Kabui	GD-08	845	30.05.2024	845	-	293
Dorcas Gumbo	GD-08	232	30.05.2024	13	219	-
Laura Chepkonga	GD-08	284	30.05.2024	204	81	79
Hapanna Galgallo	GD-08	796	30.05.2024	680	116	126
Mary Karanja	GD-09	405	30.05.2024	335	70	42
Hyline John	GD-09	567	30.05.2024	403	164	268
Anthony Mutinda	GD-09	125	30.05.2024	109	15	-
Benard Lochara	GD-09	174	30.05.2024	174	-	16
Edward Ochieng	GD-09	494	30.05.2024	280	214	120
Elizabeth Wambunya	GD-09	623	30.05.2024	538	85	110
Rose Ndubi	GD-09	401	30.05.2024	380	21	77
Cyprian Maina	GD-09	60	30.05.2024	27	33	193
Richard Msenya	GD-09	472	30.05.2024	425	47	77
Patrick Wandoe	GD-09	725	30.05.2024	556	169	77
John Nkanata	GD-09	242	30.05.2024	124	118	94
Humphrey Nyongesa	GD-09	322	30.05.2024	261	61	84
Laban John	GD-09	667	30.05.2024	505	162	-
Paul Njoroge	GD-09	15	30.05.2024	15	-	5
Collins Simiyu	GD-09	514	30.05.2024	454	60	-
Anthony Barasa	GD-09	220	30.05.2024	151	69	90
Gerald Njiru	GD-09	606	30.05.2024	591	15	2
Magdaline Kariuki	GD-09	56	30.05.2024	15	41	48
John Kiama	GD-09	90	30.05.2024	15	75	61
Furaha Baya	GD-09	110	30.05.2024	49	61	61

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
James Karori	GD-09	257	30.05.2024	181	76	42
Henry Onyango	GD-09	215	30.05.2024	162	53	25
Gregory Wahome	GD-09	652	30.05.2024	612	40	22
Albert Inoti	GD-09	84	30.05.2024	67	17	17
Enock Ngome	GD-09	119	30.05.2024	84	35	46
Jane Lekosek	GD-09	61	30.05.2024	30	31	7
Jonathan Wepukhulu	GD-09	207	30.05.2024	207	-	9
Elijah Ndegwa	GD-10	89	30.05.2024	54	35	90
Eric Amalemba	GD-10	38	30.05.2024	20	18	-
Japheth Wambua	GD-10	237	30.05.2024	159	78	85
Godfrey Okinda	GD-10	94	30.05.2024	-	94	55
Martin Gacheru	GD-10	324	30.05.2024	298	26	12
Mercy Waweru	GD-10	205	30.05.2024	171	33	11
Peter Imbo	GD-10	28	30.05.2024	28	-	5
Martin Nyaguthii	GD-10	448	30.05.2024	390	57	-
Paul Odera	GD-10	112	30.05.2024	93	19	1
Wilfred Maranga	GD-10	99	30.05.2024	26	73	65
Peter Kimani	GD-10	-	30.05.2024	-	-	3
Jeniffer Owa	GD-12	73	30.05.2024	47	26	27
Ramadhan Lwimbu	GD-08	408	30.05.2024	341	67	88
Pauline Kinya Kiruki	GD-08	111	30.05.2024	104	7	-
Janet Mosonik	GD-08	141	30.05.2024	38	104	1
Janet Waithera	GD-08	205	30.05.2024	205	-	67
Eve Wakhungu	GD-08	174	30.05.2024	174	-	0
Kathleen Muchesia	GD-08	285	30.05.2024	238	47	-
Isaac Maina	GD-08	390	30.05.2024	373	18	4
Siele Davis Kimani	GD-08	537	30.05.2024	441	96	8
Peter Echapan Epuu	GD-09	352	30.05.2024	221	131	5
Catherine Achar	GD-09	36	30.05.2024	36	-	36
Janet Mwei	GD-09	185	30.05.2024	185	-	25

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Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
Lionel Jambukila Akaranga	GD-09	265	30.05.2024	258	7	24
Simon Wanyonyi Nyongesa	GD-10	523	30.05.2024	354	170	5
Wilson Gitau	GD-10	226	30.05.2024	215	11	13
Anastacia A. Onduru	GD-10	185	30.05.2024	130	56	13
Alice Wambui Kimani	GD-10	199	30.05.2024	142	57	21
Anna Macharia	GD-10	21	30.05.2024	12	9	11
Lucy Wesonga Were	GD-10	246	30.05.2024	134	112	-
Fred Mutuma	GD-10	74	30.05.2024	64	10	10
Martin Gakumo	GD-10	58	30.05.2024	-	58	32
Phyllis Mathenge	GD-08	1,194	30.05.2024	730	464	165
Elizabeth Njuguna	GD-08	596	30.05.2024	476	120	40
Duncan Wachira	GD-08	262	30.05.2024	225	38	-
Benard Omondi	GD-08	49	30.05.2024	49	-	20
Annah Mutune	GD-08	599	30.05.2024	329	270	8
Ebbysibah Amoro	GD-08	869	30.05.2024	869	-	92
Christopher Okinda	GD-09	1,653	30.05.2024	1,145	508	131
Julias Gitangwa	GD-09	440	30.05.2024	372	67	40
David Basweti	GD-09	515	30.05.2024	500	15	31
Nicholas Mwangi	GD-08	15	30.05.2024	15	-	8
Margaret Sigilai	GD-09	300	30.05.2024	277	22	-
Rachel Mukua	GD-10	173	30.05.2024	118	55	26
Lorine Emerikwa	GD-09	-	30.05.2024	-	-	4
Henry Mutali Wamalwa	GD-08	411	30.05.2024	344	67	49
Philip Shikanga	GD-08	124	30.05.2024	101	22	73
Racheal Wambui Kariuki	GD-08	233	30.05.2024	179	54	29
Valentine Jebet Kiptui	GD-08	128	30.05.2024	128	-	29
Nancy Kirui	GD-08	1,190	30.05.2024	1,132	58	22
Ronald Morusoi	GD-09	180	30.05.2024	101	78	32
Moses Wafula Barasa	GD-08	55	30.05.2024	55	-	27
Marion Ireri	GD-10	72	30.05.2024	46	26	13

**Menengai Geothermal Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2024**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
Joyce Kiiru	GD-10	51	30.05.2024	42	9	11
Emily Kahiga	GD-08	318	30.05.2024	281	38	-
Martha Kamau	GD-08	182	30.05.2024	58	123	-
Deborah Jepkemboi	GD-08	438	30.05.2024	311	127	-
Teresiah Kuria	GD-09	55	30.05.2024	37	18	-
Paul Waitherero	GD-09	205	30.05.2024	181	25	-
Keddy Chemoiywo	GD-09	916	30.05.2024	891	25	-
Justus Munialo	GD-09	25	30.05.2024	-	25	-
Nancy Eyanae	GD-09	165	30.05.2024	107	58	-
Martin Kinyanjui	GD-09	139	30.05.2024	56	83	-
Judith Heya	GD-09	192	30.05.2024	157	36	-
Edwin Kipteroi	GD-09	531	30.05.2024	484	47	-
Evans Gichuhi	GD-09	168	30.05.2024	157	11	-
Doreen Momanyi	GD-09	27	30.05.2024	13	13	-
Samuel Njoroge	GD-11	436	30.05.2024	333	103	-
Hezekiah Anasi	GD-10	22	30.05.2024	13	9	24
<b>Sub-Total</b>		<b>39,409</b>	<b>-</b>	<b>31,700</b>	<b>7,709</b>	<b>4,836</b>
<b>Temporary Employees</b>						
Cornel Ofwona	GD-02	3,037	30.05.2024	2,727	311	515
Dickson Njapit	GD-05	883	30.05.2024	663	221	17
Joshua Makau Muendo	GD-08	451	30.05.2024	200	251	-
Isaac Kering	GD-08	452	30.05.2024	380	71	15
Pauline Nchurie	GD-11	276	30.05.2024	207	70	40
Festus Korir	GD-08	366	30.05.2024	351	15	-
Stephen Kores	GD-10	415	30.05.2024	404	10	41
Justus Wanjiku	GD-09	167	30.05.2024	159	8	-
Judith Nafula	GD-12	164	30.05.2024	111	53	86
Crispo Maranga Ongaki	GD-08	275	30.05.2024	164	111	73
Hassan Intalo	GD-08	276	30.05.2024	231	45	25
Paul Chebor	GD-08	51	30.05.2024	17	34	17

**Menengai Geothermal Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2024**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2023/24	Outstanding Balance 2022/23
Mathew Malipe	GD-08	369	30.05.2024	369	-	13
Geoffrey Mwenda	GD-08	244	30.05.2024	244	-	20
Isaac Simat	GD-08	646	30.05.2024	646	-	27
Nicholas Kebut	GD-10	208	30.05.2024	177	31	89
Valentine Kiprotich	GD-08	181	30.05.2024	181	-	89
Esther Omutiti	GD-12	130	30.05.2024	110	21	54
James Kiragu	GD-11	118	30.05.2024	59	59	59
Lydia Owino	GD-08	110	30.05.2024	110	-	54
Janeth Chebeth	GD-11	144	30.05.2024	121	23	59
Ali Njirima Dida	GD-10	234	30.05.2024	138	96	8
Lamson Ntayia	GD-08	176	30.05.2024	101	75	-
Arthur Njau	GD-11	89	30.05.2024	60	29	-
Musah Cheburet	GD-08	240	30.05.2024	201	38	-
Stephen Kakuko	GD-08	240	30.05.2024	201	38	-
Renson Arupe	GD-09	263	30.05.2024	238	25	-
Maxin Liarash	GD-08	193	30.05.2024	168	25	-
Festus Mbae	GD-08	251	30.05.2024	238	13	-
Esther Ng'ang'a	GD-09	137	30.05.2024	112	25	-
Robinson Oseina	GD-09	141	30.05.2024	125	15	-
Robert Mwangi	GD-11	90	30.05.2024	62	28	-
Ian Githinji	GD-08	253	30.05.2024	227	27	-
Salome Kariuki	GD-12	127	30.05.2024	110	17	-
Caren Bartuna	GD-12	127	30.05.2024	110	17	54
<b>Sub-Total</b>		<b>11,522</b>		<b>9,721</b>	<b>1,801</b>	<b>1,353</b>
<b>Grand Total</b>		<b>122,121</b>		<b>91,323</b>	<b>30,798</b>	<b>16,428</b>

**Menengai Geothermal Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2024**

**Annex 3 – Summary of Fixed Asset Register**

	Opening Cost	*Purchases/ Additions in the Year	Closing Cost
	2022/2023	2022/2023	2023/2024
	Kshs'000'	Kshs'000'	Kshs'000'
	(a)	(b)	(e)= (a)+ (b)
Land	71,806	2,985	74,791
Buildings and structures	73,157	477	73,634
Construction of roads & civil works	5,052,895	3,436	5,056,331
Office equipment, furniture and fittings	329,011	1,769	330,780
Other machinery and equipment	11,232,340	36,362	11,268,702
Exploration and evaluation activities	48,980,592	335,213	49,315,805
Intangible assets	366,099	-	366,099
<b>Total</b>	<b>66,105,900</b>	<b>380,241</b>	<b>66,486,142</b>

**Other Support Documents**

**Bank reconciliations**

- I. Co-operative Bank of Kenya [A/c No 02150168576]
- II. Co-operative Bank of Kenya [A/c No 02120160857600]
- III. Co-operative Bank of Kenya [A/c No 22120160857600]
- IV. Co-operative Bank of Kenya [A/c No 01136160857603]
- V. Co-operative Bank of Kenya [A/c No 01136160857600]

These accounts are shared between the projects and the recurrent expenditure for GDC.

- a) Cooperative Bank of Kenya (A/c No 01136350124400)
  - b) Kenya Commercial Bank [A/c No 119615208]
- VI. Inter entity transfer.

BANK RECONCILIATION REPORT

GEOHERMAL DEVELOPMENT COMPANY LIMITED  
KCB Kipande Branch Main A/C (KES)  
Bank Acc No. 1119615208  
AS AT 30.06.2024

Account Description	Account	Balance (KES)
Main Bank A/C	141100	8,540,522.42
INCOMING CHEQUES	141101	0.00
OUTGOING CHEQUES	141102	1,062,210.04-
CASH IN TRANSIT A/C	141103	0.00
CASH BOOK BALANCE	KES	7,478,312.38

Prepared By : Moses M. 05/07/2024

Checked By : Lydia K

Reviewed By : Lydia K


BANK RECONCILIATION REPORT

GEOHERMAL DEVELOPMENT COMPANY LIMITED  
CO-OP Kusco Upper Hill Operations Main A/C (KES)  
Bank Acc No. 01136160857600  
AS AT 30.06.2024

Account Description	Account	Balance (KES)
Main Bank A/C	140100	23,547,263.21
INCOMING CHEQUES	140101	0.00
OUTGOING CHEQUES	140102	4,613,240.87-
CASH IN TRANSIT A/C	140103	0.00
CASH BOOK BALANCE	KES	18,934,022.34

Prepared By : Noses M. Ostoneo

Checked By : \_\_\_\_\_

Reviewed By : Hydiah K 


BANK RECONCILIATION REPORT

GEOHERMAL DEVELOPMENT COMPANY LIMITED  
CO-OP Kusco Upper Hill Main A/C (USD)  
Bank Acc No. 02120160857600  
AS AT 30.06.2024

Account Description	Account	Balance (USD)
Main Bank A/C	140140	10,466,535.57
INCOMING CHEQUES	140141	0.00
OUTGOING CHEQUES	140142	341,412.94-
CASH IN TRANSIT A/C	140143	0.00
CASH BOOK BALANCE	USD	10,125,122.63

Prepared By : Noses Rutenga 04/07/2024

Checked By : \_\_\_\_\_

Reviewed By : Lydia K 

BANK RECONCILIATION REPORT

GEOHERMAL DEVELOPMENT COMPANY LIMITED  
CO-OP Nakuru Branch Main A/C (KES)  
Bank Acc No. 01136350124400  
AS AT 30.06.2024

Account Description	Account	Balance (KES)
Main Bank A/C	140110	4,479,164.83
INCOMING CHEQUES	140111	0.00
OUTGOING CHEQUES	140112	0.00
CASH IN TRANSIT A/C	140113	0.00
CASH BOOK BALANCE	KES	4,479,164.83

Prepared By : M. Muriuki

Checked By : K. de

Reviewed By : L. Khaemba





**MINISTRY OF ENERGY AND PETROLEUM  
STATE DEPARTMENT FOR ENERGY**

Telegrams: 'MINPOWER', Nairobi  
Telephone: Nairobi 4841000  
Fax: 240910  
Telex: 23094: MINERGY  
When replying please quote

**KAWI HOUSE  
P. O. Box 30582-00100  
NAIROBI**

Ref No. **MOE/ACC/I VOL.I/60**

04<sup>th</sup> September, 2024

**Mr. Paul Ngugi**  
Managing Director/CEO  
Geothermal Development Company.  
Kawi House, South C

**NAIROBI.**


*Dear Mr Ngugi,*

**RE: INTER ENTITY TRANSFERS CONFIRMATION LETTER**

The State Department for Energy wishes to confirm the amounts disbursed to you for the financial 2023/2024 as indicated in the table below. Compare the amounts disbursed to you with the amounts you received and populate them in column D in the table below. Then sign and stamp this request in the space provided and return it to us by 11<sup>th</sup> September, 2024.

Confirmation of amounts received by Geothermal Development Company. for the financial year 2023/2024						
Reference No	Date Disbursed	Recurrent (A)	Development (B)	Total C=A+B	Amount Received by GDC FY 2023/24 (D)	Difference E=D-C
Ref.No.	Date Disbursed	Recurrent (A)	Development (B)	Total C=A+B		
FT23229MFXHT	17-Aug-2023	30,833,333.35				
FT232582LM06	15-Sep-2023	30,833,333.30				
FT232863JCN1	13-Oct-2023	30,833,333.35				
FT23310DV2F6	06-Nov-2023	30,833,333.35				
FT23341Z6Y57	07-Dec-2023	30,833,333.30				
FT233639LXBW	29-Dec-2023	30,833,333.00				
FT24037S59HL	06-Feb-2024	30,833,333.00				
FT24073C2XS3	13-Mar-2024	30,833,333.30				
FT24103XMD1S	12-Apr-2024	30,833,333.30				
FT241414QKF9	20-May-2024	30,833,333.30				
FT2416404G3P	12-Jun-2024	30,833,333.30				

FT23270L6R05	27-Sep-2023	-	192,069,723.35		
FT24058V208C	27-Feb-2024	-	170,000,000.00		
FT240581BCL5	27-Feb-2024	-	2,473,817,060.00		
FT24073T2R0X	13-Mar-2024	-	50,350,000.00		
FT2418381QGX	1-Jul-2024		(22,947,403.00)		
<b>TOTAL</b>		<b>339,166,665.85</b>	<b>2,863,289,380.35</b>	<b>3,202,456,046.20</b>	



**Alex K. Wachira, CBS  
PRINCIPAL SECRETARY**