

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
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REPORT

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BY:

*Hon Owen Bayo, CBS, MP
Deputy majority leader
A. shabari*

OF

THE AUDITOR-GENERAL

ON

AFFORDABLE HOUSING FINANCE
PROJECT (IDA CREDIT NO.8958-KE)

FOR THE YEAR ENDED
30 JUNE, 2023

THE NATIONAL TREASURY



AFFORDABLE HOUSING FINANCE PROJECT

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

PROJECT CREDIT NUMBER: IBRD CR.8958-KE

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2023

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

*The National Treasury
Affordable Housing Finance Project
Annual Report and Financial Statements for the financial year ended June 30, 2023*

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The National Treasury
Affordable Housing Finance Project
Annual Report and Financial Statements for the financial year ended June 30, 2023

1. Acronyms and Glossary of Terms

CBK	Central Bank of Kenya
FY	Financial Year
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
KMRC	Kenya Mortgage Refinancing Company
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
TNT	The National Treasury
WB	World Bank

2. Project Information and Overall Performance

2.1 Name and registered office

Name

The project's official name is **Affordable Housing Finance Project**.

Objective

The key objective of the project is to expand access to affordable housing to targeted beneficiaries.

Address

The Project Headquarters' location and contacts is as below:

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

Telephone: (254)020-2252299

Email: info@treasury.go.ke

Website: www.treasury.go.ke

Project Location: The National Treasury

The project does not have other offices or branches.

2.2 Project Information

Project Start Date:	5 th December 2019
Project End Date:	30th June 2024
Project Manager:	Mr Patrick Macharia
Project Sponsor:	International Bank for Reconstruction & Development (IBRD)

2.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the National Treasury
Project number	Loan No. 8958-KE

*The National Treasury
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Strategic goals of the project	The strategic goals of the project are as follows: (i) Provision of financing to KMRC to be utilized as a line of credit for providing the mortgage refinancing to Eligible Participating Financial Institutions (ii) Provision of Technical Assistance to the implementing entities
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Provision of line of credit to KMRC for onward lending to Primary Mortgage Lenders (PMLs) (ii) Capacity building for implementing entities and development of relevant policy documents
Other important background information of the project	N/A
Areas that the project was formed to intervene	The project was formed to intervene in the following problems/gaps: (i) Offer long term mortgage financing at fixed rates
Project duration	The project started on 5 th December 2019 and is expected to run until 30 th June 2024

2.4 Bankers

The following are the bankers for the project:

Central Bank of Kenya

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

NAIROBI, KENYA

2.5 Independent Auditor

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O Box 30084 – 00100

NAIROBI, KENYA

Project information and overall performance (continued)

2.6 Roles and Responsibilities

Names	Title designation	Key qualification	Responsibilities
Dr. Chris Kiptoo, CBS	Principal Secretary	Doctorate	Accounting Officer
Patrick Macharia	Project Coordinator	Bachelor Degree	Oversee project implementation
Christine Dambya	Project Accountant	Bachelor Degree	Ensure optimal use of project resources and accountability
Danae Ottaro	Project Procurement Specialist	Bachelor Degree	Guide in procurement processes

2.7 Funding summary

The Project is for duration of 5 years from 2019 to 2024 with an approved budget of Euro.8.8 million equivalent to Kshs 1 billion as highlighted in the table below: