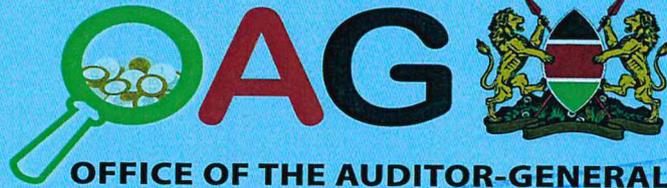


REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

**KENYA ITALY DEBT FOR
DEVELOPMENT PROGRAMME**

**FOR THE YEAR ENDED
30 JUNE, 2021**

**MINISTRY OF WATER, SANITATION
AND IRRIGATION**

THE NATIONAL ASSEMBLY
PARLIAMENTARY COMMISSION

DATE: 17 FEB 2022

DAY:

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BY:

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CLERK OF
THE TABLE:

C. Ndintu



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Project Name: Kenya Italy Debt Development Programme

Implementing Entity: Ministry of Water, Sanitation and Irrigation

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2021

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

*Kenya Italy -Debt Development Programme
Annual Reports and Financial Statements
For the financial year ended June 30, 2021*

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1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1. Name and Registered Office

Name: The project official name is The Kenya Italy Debt for Development Programme (KIDDP)

Objective: The key objective of the project is converting eligible official Development Assistance (ODA) bilateral debt into financial resources to implement development projects.

Address: The project headquarters offices are
MAJI House
Nairobi,
Nairobi County, Kenya.

The address of its registered office is:
Ministry of Water, Sanitation and Irrigation
State Department of Water Services
P O Box 49720
Nairobi

The project also has offices/branches as follows:
None

Contacts: The following are the project contacts

Telephone: (254) 716103
E-mail: ps@water.go.ke
Website: www.water.go.ke

1.2. Project Information

Project Start Date:	The project start date is 22.01.2007
Project End Date:	The project end date is 30.06.2021
Project Manager:	The project manager is Eng. F K Kyengo
Project Sponsor:	The project sponsor is The Government of Italy

1.3. Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Water, Sanitation and Irrigation
Project number	
Strategic goals of	The strategic goals of the project are as follows:

*Kenya Italy -Debt Development Programme
Reports and Financial Statements
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the project	(i) Increase access to safe and adequate water supply and sanitation services (ii) Institutional strengthening. (iii) Technology & knowledge Transfer
Achievement of strategic goals	The project management aims to achieve the goals through the following means: i. Construction of new water supply projects ii. Rehabilitation of existing water projects. iii. Drilling and equipping of new boreholes in urban and rural areas as well as capacity building. iv. Capacity building and institutional strengthening v. Implementation of innovative approaches vi. Exchange programmes and peer learning
Other important background information of the project	The KIDDP water and sanitation projects are being implemented in various Water Works Development Agencies areas of jurisdiction. The Agencies are responsible for the procurement and supervision of the construction works. This includes certification of works. Project Coordination Unit(PCU) monitors periodically the projects' implementation from Nairobi
Current situation that the project was formed to intervene	(i) The programme has supported the implementation of 37No. Water and Sanitation projects in the country. (ii) 34 No. projects are successfully completed and serving 1,426,469 people (iii) 3No. Water and Sanitation are being finalised construction is on-going.
Project duration	The project started on 1st July 2007 and is expected to run until 30 30 th June 2021

1.4. Bankers

The following are the bankers for the current year:

NCBA Bank PLC
NIC House Branch
Bunyala Road
Nairobi, Kenya

1.5. Auditors

Auditor General
Office of the Auditor General,
Anniversary Towers, University Way,

**Kenya Italy -Debt Development Programme
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P. O. Box 30084-00100,
Nairobi, Kenya

1.6. Roles and Responsibilities

List the different people who will be working on the project. This list would include the project manager and all the key stakeholders who will be involved with the project. Also, record their role, their positions, and their contact information.

Names	Title designation	Key qualification	Responsibilities
Joseph W. Irungu	Principal Secretary	Executive Master in Business Administration	Accounting Officer
F K Kyengo	Project Coordinator	BSC Engineering	Programme Manager and Coordinator of programme
Agnes W. Waweru	Head of Accounting Unit	BCOM CPA(K	Cheque signatory F.S signatory
Virginia Waweru	Accountant	CPA(K) B.COM	Processing of payments and preparing financial reports.

1.7. Funding summary

The Project is for duration of 10 years from 2007 to 2020 with an approved budget of equivalent to Ksh 4.4 billion for four ministries/Departments namely:

- i. Health
- ii. Water and Sanitation
- iii. Vocational Training
- iv. Slum Upgrading Sector

Below is the overall funding summary for the project from 2007/2008 to 2021 financial years.

Source of funds	Donor Commitment-		Amount received to date – (1.7.2007 to 30.6.2021)		Undrawn balance to date (30.6.2021)	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i)Grant						
Government of Italy		3,165,515,905		3,165,515,905		-
		3,165,515,905		3,165,515,905		-

1.8. Summary of Overall Project Performance:

The programme has been able to utilize the overall budget up to ninety three percent as per the guidelines. The procurement of the service has been through National Competitive process that has assured value for money for the project funds. The adherence to the procurement Act has been observed.

The absorption rate since the commencement of the project has ranged from 50 – 90% depending on the procurement process, environmental situation on the ground, Competence of the contractor and the disbursement of funds from the National Treasury. Processing of the Disbursement has also affected absorption rate.

The project has faced the following implementation challenges:

- Delayed disbursements
- Delayed acquisition of land for project installations
- Con-competent contractors
- Contractual disputes
- Social disputes over lands and land clashes, post-election violence
- Security and
- Environmental interruptions including floods, land, slides and

The recommended way forward includes: -

- Timely procurement
- Advance procurement of project land
- Pragmatic planning and work schedules

1.9. Summary of Project Compliance:

The Kenya Italy for Debt Development Programme has been compliance with all the project management rules and regulations.

2. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETRMINED OBJECTIVES

2.1.Introduction

The key water sector development objectives are to:

- a) **Strategic Goal 1:** 80% urban and rural water coverage for the population by 2025

Objective1: Rehabilitate, extend or built water supply, storage and sewerage systems

Objective 2: Increased efficiency and integration of water supply investments and service provision in areas of greatest impact by socially responsible, commercially-oriented water utilities with a strong focus on the poor in urban and rural areas.

- b) **Strategic Goal 2:**40% urban sewer sanitation connections and 40% sanitation uptake in urban and rural sanitation chain for non - sewer by 2025

Objective: Rehabilitate, extend or built sewerage systems, promote decentralized wastewater/faecal sludge treatment systems and uptake of basic non-sewer sanitation systems countrywide.

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

- Increase access to water and sanitation service
- Construction of storage facilities
- Build capacity for water and sanitation sector

2.2.Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sub-sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bund (SMART) and converted into development outcomes. Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Water Sector – Kenya Italy Debt for Development Project	To develop water and sanitation infrastructure to meet national standards	Increased access to water and sanitation services	Number of people with water and sanitation services	In quarter July-September an additional 20,000 Kenyans were added to access
			Volume of water stored	An additional 500m ³ of water storage was completed
			Number of people trained	30no. Artisans, attendants and supervisors were trained

3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

The Kenya- Italy for Development Programme exists to transform the lives of Kenya's. The project purpose is to improve the public health of Kenyans by supporting the provision of infrastructure and building capacity for sustainable water and sanitation services.

KIDDP deliver our strategy, which is founded on five pillars:

- i. Sustainability
- ii. Environmental Performance
- iii. Capacity building and Employee Welfare
- iv. Market Place practises and
- v. Citizen engagements

The highlights of our achievements in each pillar

1. Sustainability strategy and profile –

Infrastructure implemented is of good quality, sound workmanship and of appropriate technology. This assures on proper delivery of services that is efficient, effective and responsive to topical issues.

Implementation of projects is supervised by competent consultants who have the requisite experience. Staff of the service provider who will eventually take the operation and maintenance of the project upon completion is attached for institutional knowledge and memory.

Upon completion, the project has a liability period of 6 months to one year where minor defects are sorted by the contractor before eventually handed over to the Water Company the will manage the Project.

The Project is managed by a regulated Company that has a proven management framework that is regulated by the Water Services Regulatory Board.

2. Environmental performance

Environmental Assessment is a core part of all projects and assessments are undertaken during the planning and design phase of the projects. Mitigation measures are specified, measured and incorporate as part of the project components. A monitoring framework is put in place to monitor the implementation of the environmental aspects

NEMA licences and approvals are sought and acquired as appropriate.

Hand –over ceremony (Public Baraza) to confirm project completion and to consult on the operational and management arrangements

4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Principal Secretary for the State Department of Water Services and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year(period) ended on March 31, 2021.

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

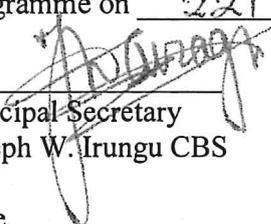
The Principal Secretary for the State Department of Water Services and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Principal Secretary for the State Department of Water Services and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended March 31, 2021, and of the Project's financial position as at that date. The Principal Secretary for the State Department of Water Services and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

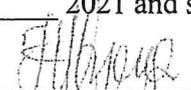
The Principal Secretary for the State Department of Water Services and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for. Approval of the Project financial statements

Approval of the Project Financial Statements

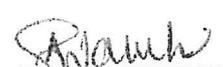
The Project financial statements were approved by the Principal Secretary for the State Department of Water Services and the Project Coordinator for Kenya Italy Debt for Development Programme (KIDDP) programme on 22/11/2021 and signed by them.


Principal Secretary
Joseph W. Irungu CBS

Date


Project Coordinator
Eng. Fidelis Kyengo

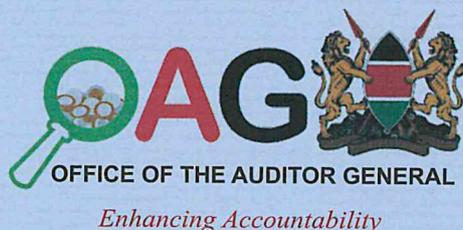
Date


Head of Accounting Unit:
Agnes Waweru
ICPAK NO: 551

Date

REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
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HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON KENYA ITALY DEBT FOR DEVELOPMENT PROGRAMME FOR THE YEAR ENDED 30 JUNE, 2021 – MINISTRY OF WATER, SANITATION AND IRRIGATION

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Kenya Italy Debt For Development Programme set out on pages 1 to 17, which comprise the statement

Report of the Auditor-General on Kenya Italy Debt for Development Programme for the year ended 30 June, 2021 – Ministry of Water, Sanitation and Irrigation

of financial assets as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Kenya Italy Debt for Development Programme as at 30 June, 2021, and of its ~~financial performance and its cash flows for the year then ended, in accordance with~~ International Public Sector Accounting Standards (Cash Basis) and comply with the Financing Agreement on Debt for Development Swap between the Government of Italy and the Government of Kenya, dated 27 October, 2007 and the Public Finance Management Act, 2012.

Basis for Opinion

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

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.62,200,000 and Kshs.51,033,946 respectively resulting to an under-funding of Kshs.11,166,054 or 18% of the budget. Similarly, the Project spent Kshs.54,182,711 against an approved budget of Kshs.62,200,000 resulting to an under-expenditure of Kshs.8,017,289 or 13% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the stakeholders.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing 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. Long Outstanding Advance

The financial statements reflect an advance of Kshs.12,991,890, as disclosed in Note 8. This amount which as reported in the prior year, was advanced to the State Department of Water vide requisition letter reference MEWNR/ACCTS/233 of 17 September, 2014, and was meant to enable the State Department pay for an outstanding travel bill due to a service provider. The outstanding amount had not been refunded to the project by the close of the financial year under review, or even subsequently by the time of this audit in October, 2021, more than five years since the advance was made. The advance has not been utilized for the intended purpose of the Programme and the State Department risks being required by the Government of the Italian Republic to make repayments, as per Article II.6 of the financing agreement.

2. Delay in Project Implementation – Manooni Water Project

Manooni Water Project being implemented by the project through Tanathi Water Works Development Agency was to be completed by 30 June, 2020. The project's duration was extended by one year up to 30 June, 2021 vide letter Ref: MOF/ERD/20/96/78/01/(29) dated 8 July, 2020. However, at the time of the audit in October, 2021, the project was yet to be completed despite the expiry of the extension period.

In the circumstances, failure to complete the project may adversely affect the benefits of the objectives of the project despite having invested a substantial amount of money on the project

3. Budget Over Expenditure

The statement of receipts and payments reflects receipts of Kshs.51,033,946 against expenses of Kshs.54,182,711 thereby incurring a deficit of Kshs.3,148,765. The Management has not explained why expenditure was incurred without adequate budgetary provision. This is contrary to the Appropriation Act, 2018, the Supplementary Appropriation Act, 2018 and Section 43(b) of Public Finance Management Regulations, 2015 which provides that an Accounting Officer shall ensure that public funds entrusted

to their care are applied for purposes for only which they were intended and appropriated by the National Assembly.

Consequently, the Management is in breach of the Act.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the ~~Project's ability to continue to sustain its services, disclosing, as applicable, matters~~ related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Project or 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 financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

25 November, 2021



Kenya Italy -Debt Development Programme
Annual Reports and Financial Statements
For the financial year ended June 30, 2021

6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30, JUNE 2021.

RECEIPTS	Note	2020/2021			2019/2020			Cumulative to-date (From inception)
		Receipts and payments controlled by the entity	Payments made by third parties	Total	Receipts and payment controlled by the entity	Payments made by third parties	Total	
		KShs	KShs	KShs	KShs	KShs	KShs	
Grants from external development partners	1	48,000,000	-	48,000,000	31,000,000	-	31,000,000	3,165,515,905
Miscellaneous receipts	2	3,033,946	-	3,033,946	3,400,716	-	3,400,716	64,6629,115
TOTAL RECEIPTS		51,033,946	-	51,033,946	34,400,716	-	34,400,716	3,230,145,020
PAYMENTS								
Purchase of goods and services	3	12,435,917	-	12,435,917	8,886,459	-	8,884,959	121,340,536
Acquisition of non-financial assets	4	-	-	-	-	-	-	3,984,453
Transfers to other government entities	5	41,746,794	-	41,746,794	6,237,004	-	6,237,004	2,989,939,431
Transfer to other levels national Government entities		-	-	-	-	-	-	3,100,000
TOTAL PAYMENTS		54,182,711	-	54,182,711	15,123,483	-	15,121,963	3,118,364,420
SURPLUS/ (DEFICIT)		(3,148,765)	-	(3,148,765)	19,277,233	-	19,278,753	111,782,100


Principal Secretary
Joseph W. Irungu CBS

Date 22/11/2021


Project Coordinator
Eng. Fidelis Kyengo

Date 22/11/2021

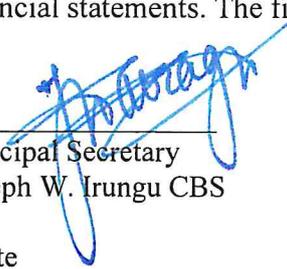

Head of Accounting Unit:
Agnes Waweru
ICPAK NO: 5514
Date 22/11/2021

*Kenya Italy -Debt Development Programme
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For the financial year ended June 30, 2021*

7. STATEMENT OF FINANCIAL ASSETS AS AT 30 JUNE, 2021

	Note	2020-2021	2019-2020
		KShs	KShs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	6	103,899,812	107,048,576
Cash Balances		-	-
Cash Equivalents(short term deposits)		-	-
Total Cash and Cash Equivalents		103,899,812	107,048,576
Accounts Receivables	7	12,991,890	12,991,890
TOTAL FINANCIAL ASSETS		116,891,702	120,040,466
FINANCIAL LIABILITIES			
Payables- Deposits and Retentions		-	-
NET ASSETS		116,891,702	120,040,466
REPRESENTED BY			
Fund balance b/fwd	8	120,040,467	100,761,714
Prior year adjustments			
Surplus/(Deficit) for the year		(3,148,765)	19,278,752
NET FINANCIAL POSITION		116,891,702	120,040,466

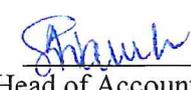
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 22/11/2021 2021 and signed by:


Principal Secretary
Joseph W. Irungu CBS

Date


Project Coordinator
Eng. Fidelis Kyengo

Date


Head of Accounting Unit:
Agnes Waweru

ICPAK NO: 5514

Date

*Kenya Italy -Debt Development Programme
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For the financial year ended June 30, 2021*

8. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 JUNE, 2021

		2020-2021	2019-2020
	Note	KShs	KShs
CASHFLOW FROM OPERATING ACTIVITIES			
Receipts from operating activities			
Transfer from Government entities		-	-
Proceeds from domestic and foreign grants		48,000,000	
Miscellaneous receipts	2	3,033,946	3,400,716
Total receipts		51,033,946	
Total receipts from operating activities			3,400,716
Payments from operating activities			
Purchase of goods and services	3	(12,435,917)	(8,884,959)
Net Cash flow from Operating Activities			
Transfer to other levels of Government	5	(41,746,794)	(6,237,004)
CASHFLOW FROM INVESTING ACTIVITIES			
Net cash flows from Operating Activities	1	(41,746,744)	(11,721,247)
CASHFLOW FROM BORROWING ACTIVITIES			
Net cash flow from Operating activities		(54,182,711)	(15,121,963)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(3,148,765)	19,278,753
Cash and cash equivalent at BEGINNING of the year		107,048,576	87,769,843
Cash and cash equivalent at END of the year	6	103,899,812	107,048,576

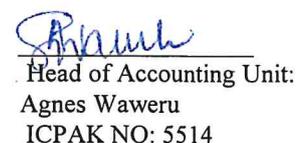
The accounting policies and explanatory notes to these financial statements form an integral part of the Financial statements. The entity financial statements were approved on 22/11/ 2021 and signed by


Principal Secretary
Joseph W. Irungu CBS

Date


Project Coordinator
Eng. Fidelis Kyengo

Date


Head of Accounting Unit:
Agnes Waweru
ICPAK NO: 5514

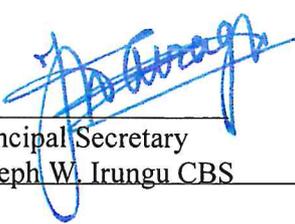
Date

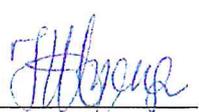
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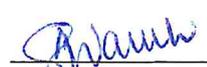
9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE, 2021

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	A	b	c=a+b	d	e=c-d	f=d/c %
Receipts						
Proceeds from foreign grants	62,200,000	-	62,200,000	48,000,000	14,200,000	77%
Miscellaneous receipts				3,033,946	(3,033,946)	100%
Total Receipts	62,200,000		62,200,000	51,033,946	11,166,054	82%
Payments						
Purchase of goods and services	15,000,000		15,000,000	12,435,917	2,564,083	83%
Transfers to other government entities	47,200,000		47,200,000	41,746,794	5,453,256	88%
Total Payments	62,200,000		62,200,000	54,182,711	8,017,239	87%

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


Principal Secretary
Joseph W. Irungu CBS


Project Coordinator
Eng. Fidelis Kyengo


Head of Accounting Unit:
Agnes Waweru
ICPAK NO: 5514

Date 22/11/2021

Date 22/11/2021

Date 22/11/2021

10. SIGNIFICANT ACCOUNTING POLICIES

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

10.1. Basis of Preparation

The project financial statements are prepared using the cash basis.

10.2. Statement of compliance and basis of preparation

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

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

10.3. Reporting entity

The financial statements are for Kenya Italy Debt for Development Programme (KIDDP) under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

10.3.1. 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.

Significant Accounting Policies

a) Recognition of receipts

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

i) Transfers from the Exchequer

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

ii) External Assistance

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

iii) Other receipts

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

b) Donations and grants

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

Significant Accounting Policies (Continued)

c) Proceeds from borrowing

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

d) Undrawn external assistance

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

e) Recognition of payments

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

i) Compensation of employees

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

ii) Use of goods and services

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

Significant Accounting Policies (Continued)

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.

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.

Significant Accounting Policies (Continued)

g) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

Bank

account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

Restriction on cash

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

h) Accounts receivable

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

Significant Accounting Policies (Continued)

i)Contingent Liabilities

A contingent liability is:

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities.

Letters of comfort/ support, insurance, Public Private Partnerships,

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

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

j) Contingent Assets

The Entity does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

Significant Accounting Policies (Continued)

k) Pending bills

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

l) Budget

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

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

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m) Third party payments

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

~~During the year under review no funds were received in form of direct payments from third parties.~~

n) Exchange rate differences

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

o) Comparative figures

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

p) Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2021

q) Errors

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

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11. NOTES TO THE FINANCIAL STATEMENTS

1.PROCEEDS FROM FOREIGN GRANTS

During the 12 months to 30 June 2021, the project did not receive any grants from any institution.

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment	Grants received in kind	Total amount in KShs	
						2020/21	2019/20
			KShs	KShs	KShs	KShs	KShs
Grants Received from Government of Italy			48,000,000		-	48,000,000	31,000,000
Total			48,000,000			48,000,000	31,000,000

The project did not make payments for good and services directly from the donor during the financial year under review.

2. MISCELLANEOUS RECEIPTS

	2020/21			2019/2020	Cumulative to-date (from inception)
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total Receipts	Total Receipts	
	KShs	KShs	KShs	KShs	KShs
Other receipts not classified elsewhere	3,033,946	-	3,033,946	3,400,716	64,630,893
Total	3,033,946		3,033,946	3,400,716	64,630,893

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. PURCHASE OF GOODS AND SERVICES

	2020/2021			2019/2020	Cumulative to- date KShs
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Paym ents	
	KShs	KShs	KShs	KShs	
Utilities ,supply and services				1,625,990	14,360,441
Domestic travel and subsistence	6,373,800		6,373,800	3,999,200	53,865,783
Printing, advertising and information supplies	2,877,190		2,877,190		12,579,220
Fuel cost	781,963		781,963		8,221,983
Foreign travel					3,782,055
Communication supply					619,800
Hospitality supplies and services	180,000		180,000	530,000	8,639,954
Insurance costs	172,272		172,272	172,272	33,674,976
Other operating payments	1,472,882		1,472,882	1,442,273	17,059,401
Routine maintenance – vehicles and other transport equipment	477,308		477,308	1,115,224	7,487,328
urniture expenses	100,500		100,500		
Total	12,435,917		12,435,917	8,884,959	160,302,441

4 ACQUISITION OF NON FINANCIAL ASSETS

	2020/21			2019/20	Cumulative to-date KShs
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	
	KShs	KShs	KShs	KShs	
KW&CR		-			3,984,453
	-	-	-	-	
TOTAL	=	=	=	=	3,984,453

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Reports and Financial Statements
For the financial year ended June 30, 2021**

5.TRANSFERS TO OTHER GOVERNMENT ENTITIES

During the 12 months to 30 June 2021, we transferred funds to reporting government entities as shown below:

	2020/21			2019/20	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	
	KShs	KShs	KShs	KShs	KShs
Tanathi Water works Development agency	41,746,794	-	41,746,794	6,237,004	2,989,939,417
TOTAL	41,746,794		41,746,794	6,237,004	2,989,939,417

We have confirmed that the beneficiary institutions have received the funds and have recorded these as inter-entity receipts. We have attached these duly signed confirmations as an Appendix to the financial statements

6. CASH AND CASH EQUIVALENTS

	2020/21	2019/20
	KShs	KShs
NCBA BANK A/C NO. 12100009063(5A)	103,899,812	107,048,576
Cash at hand (5B)	-	-
Total	103,899,812	107,048,576

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For the financial year ended June 30, 2021*

7. OUTSTANDING IMPRESTS AND ADVANCES

<i>Name of Officer or Institution</i>	<i>Amount Taken</i>	<i>Due Date of Surrender</i>	<i>Amount Surrendered</i>	<i>Balance 2020</i>	<i>Balance 2019</i>
MOWSI	12,991,890		-	12,991,890	12,991,890
Total	<u>12,991,890</u>		-	12,991,890	12,991,890

8. FUND BALANCE BROUGHT FOWARD

	2020/21	2019/20
	KShs	KShs
Bank accounts	107,048,576	87,769,843
Outstanding Imprest and Advances	12,991,890	12,991,890
Total	120,040,466	100,761,733

9. CHANGES IN RECEIVABLE

Description of the error	2020-2021	2019-2020
	KShs	KShs
Opening Receivables as at 1 st July 2020	12,991,890	12,991,890
Closing account receivables as at 30 th June 2021	12,991,890	12,991,890
Change in Receivables	0	0

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Reports and Financial Statements
For the financial year ended June 30, 2021*

10.PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR’S RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Budget Absorption	The Ministry of water ,Sanitation and Irrigation committed to refund the funds so that they can be used for the intended purpose	Not resolved	June 2022
2	Low absorption of funds	The Project has since commenced and was at 80% completion by 30 th June 2021	Resolved	November 2021

*Kenya Italy -Debt Development Programme
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For the financial year ended June 30, 2021*

ANNEXES

ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

	Final Budget	Actual on Comparable Basis	% of Utilization	% of Utilization	Comments on Variance(below 90% and over 100%)
	a	b	d=b/a %	d=b/a %	
Receipts					
Proceeds from domestic and foreign grants	62,200,000	48,000,000	14,200,000	77%	i
Miscellaneous receipts		3,033,946	(3,033,946)	100%	
Total Receipts	62,200,000	51,033,946	11,164,275	82%	
Payments					
Purchase of goods and services	15,000,000	12,435,917	2,564,083	83%	ii
Transfers to other government entities	47,200,000	41,746,794	5,453,206	88%	iii
Total payments	62,200,000	54,182,711	8,017,339	87%	

I. Allocation is awarded by the National treasury and is based on performance and the slow update meant reduced allocation and subsequent disbursement

ii. Limited travels and coordination activities due to delayed project commencement and restricted travels due to Covi-19 related travel restrictions.

iii Late project commencement due to pending litigation process that had halted the award process together with the accompanying investigation. Slow implementation of the project due to delays in permits to access the road reserves.

ANNEX 1 – SUMMARY OF FIXED ASSETS REGISTER

Asset class	Opening Cost (KShs) 2019/2020	Donations in form of assets (KShs) 2020/2021	Purchases/ Additions in the Year (KShs) 2020/2021	Disposals in the Year (KShs) 2020/2021	Transfers in/(out) Kshs 2020/21	Closing Cost (KShs) 2020/2021
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+c)(d) +(-)d
Motor Vehicles	3,984,453	-	-	-	-	3,984,453
	3,984,453	-	-		-	3,984,453

APPENDICES

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
 - ii. Bank Reconciliations statement as at 30th June 2021
 - iii. Certificate of Bank Balances
 - iv. Board of Survey Report
 - v. Trial Balance
-

Date. 01st JULY, 2021

Report of the Board of Survey on the Cash and Bank Balances of A/C 1000009063 DEVELOPMENT A/C as at the close of business on 30TH JUNE, 2021

The Board, consisting of - (Names and Official titles)

CHRISTINE MUTHAMA - CHAIRMAN

YUVENNALIS OGERO - MEMBER

FRASCISCA LERUK - MEMBER

Assembled at the **Ministry of Water Sanitation and Irrigation (KIDDP)** at 10.00AM in the Cash Office as the following cash was produced:-

As the following cash was produced:-

Notes	Sh.	NIL
Silver	Sh.	NIL
Copper	Sh.	NIL
Cheques as per details on reverse	Sh.	NIL

It was observed that cheques amounting to Sh.**NIL**..... cts had been on hand for more than 14 days prior to the date of the survey.

The cash consists of East African currency and does not contain any demonetized coin or notes.

The Cash Book reflected the following balances as at the close of business on the 30th June, 2021

Cash on hand	Sh.	NIL
Bank balance	Sh.....	103, 899, 812

The Bank Certificate of Balance showed a sum of Sh ...**One Hundred and Five Million, Two Hundred Fifty four Thousand, Three Hundred and Fifty Three** cts Thirty Four only (Sh. 105,254,353.34) **Three Hundred Seventy Four. Cents thirty Five only** standing to the credit of the account on 30TH JUNE, 2021

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

.....
Chairman

.....
Members of the Board

Date



August 23, 2021

**ENG. FEDELIS KYENGO
MINISTRY OF WATER & SANITATION AND IRRIGATION
P.O BOX 49720-00100
Nairobi.**

Dear Sir/Madam,

RE: CERTIFICATE OF BALANCE CONFIRMATION FOR KENYA-ITALY DEBT DEVELOPMENT

We refer to your correspondence requesting us to furnish you with information regarding our mutual client's state of affairs.

In response we wish to confirm the account and its respective balance with us, as at close of business on **30th June 2021** to have been as follows:

Account Number	Account Name	Curr	Account Balance
1196660027	KENYA-ITALY DEBT DEVELOPMENT	KES	105,254,353.34 CR

Yours faithfully,

J.R.
Authorized signatory
Joy Ringera

Theresa
Authorized signatory
Theresa Musundi

NCBA Centre
Mara and Ragati Road, Upper Hill
P. O. Box 44599-00100, Nairobi, Kenya
Tel: +254 20 2884444
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Email: contact@ncbagroup.com

www.ncbagroup.com

NCBA BANK KENYA PLC

NCBA Bank Kenya PLC is a subsidiary of NCBA Group PLC. NCBA Bank Kenya PLC is regulated by the Central Bank of Kenya





MINISTRY OF WATER, SANITATION AND IRRIGATION

KIDDP

JUNE 2021 BANK RECONCILIATION STATEMENT

	SHS	CTS	SHS	CTS
Balance as per Bank Statement			105,254,353	34
LESS: -payments in cashbook not in Bank statement ; R.H.Devani 424,440 Virginia Waweru 100,000 Mande Muli 20,000 Various 765,900 Toyota Kenya LTD 44,201				
	1,310,340		(1,354,541)	00
-Receipts in Bank Statement not in Cashbook				
ADD: -Payments in Bank statement not in cash book	NIL			
-Receipts in cash book not in Bank statement				
Balance as per the cashbook			<u>103,899,012</u>	34

Prepared by: Virginia Waweru

Signature: [Signature]

Date: _____





10 July 2021
11:24:34

25062021	KE Excise Duty	25062021	100.00		104,982,637.49
	CHG21176BDD35 FT21 176N6BJ2				
25062021	KE Excise Duty	25062021	100.00		104,982,537.49
	CHG21176TFKPK FT21 176D3HKK				
25062021	KE Excise Duty	25062021	100.00		104,982,437.49
	CHG21176LYMMK FT2 117609SHL				
28062021	Internal Transfer FT211 795FRR3	28062021		21,000.00	105,003,437.49
	RSN INVALID BENE AC C NO CENTRAL BANK OF KENYA KES FT211 76N6BJ2				
30062021	e-Local Transfer	01072021		295,195.10	105,298,632.59
	Credit Interest AACT21 181WJGN6HJP				
30062021	Debit Arrangement	01072021	44,279.25		105,254,353.34
	Tax AACT21181WJG N6HJP				
02072021	Inward Clg Cheque	02072021	44,201.00		105,210,152.34
	CHQ NO - 001642 TOY OTA KENYA LIMITED F T21183BDDSC				
06072021	Cash Withdrawal	06072021	765,900.00		104,444,252.34
	1644 TT21187FNXZL				
Payments In			316,195.10		
Payments Out			28,767,710.25		
Available Balance					104,444,252.34
Closing Balance					104,444,252.34





10 July 2021
11:24:34

KENYA-ITALY DEBT DEVELOPMENT PROG.

MAJI HOUSE, NGONG ROAD.

Nairobi

00100

Kenya

Statement Period: 20210601
 Customer Name: KENYA-ITALY DEBT DEVELOPMENT
 Customer Number: 119666
 Account Number: 1196660027
 Account Type: Institutional Banking Current AC
 Currency: Kenyan Shilling
 1110000509 1000009063

Date	Transaction Details	Value Date	Debit	Credit	Balance
10062021	Transfer FT21161KG0GC	10062021	398,000.00		132,497,767.49
10062021	Cash Withdrawal 1656 TT21161BSGK1	10062021	478,000.00		132,019,767.49
10062021	Outward Telegraphic Trn Pymnt FT21161TCY2D ANDREW TUIMUR TRANSFER	10062021	500.00		132,019,267.49
10062021	Outward Telegraphic Trn Pymnt FT211616W8T2 RUTH CHELIMO TRANSFER	10062021	500.00		132,018,767.49
10062021	Outward Telegraphic Trn Pymnt FT21161KRBPP DOMINIC RONO TRANSFER	10062021	500.00		132,018,267.49
10062021	Outward Telegraphic Trn Pymnt FT21161NVKK0 SAIMON KOSKEI TRANSFER	10062021	500.00		132,017,767.49
10062021	Outward Telegraphic Trn Pymnt FT21161XRNPT DANIEL KORIR TRANSFER	10062021	500.00		132,017,267.49
10062021	KE Excise Duty CHG21161G4YFL FT21 161XRNPT	10062021	100.00		132,017,167.49
10062021	KE Excise Duty CHG211612KFGH FT21 161NVKK0	10062021	100.00		132,017,067.49

10062021	KE Excise Duty CHG211612L57B FT21 1616W8T2	10062021	100.00	132,016,967.49
10062021	KE Excise Duty CHG21161WX7FQ FT2 1161TCY2D	10062021	100.00	132,016,867.49
10062021	KE Excise Duty CHG21161V3TBR FT21 161KRBPP	10062021	100.00	132,016,767.49
17062021	Outward Telegraphic Trn Pymnt FT21168JLK1D TANATHI WATER WO RKS FUNDING THE TU RESH KIKUMINI-THUM BA	17062021	500.00	132,016,267.49
17062021	Outward Telegraphic Trn Pymnt FT21168JLK1D TANATHI WATER WO RKS FUNDING THE TU RESH KIKUMINI-THUM BA	17062021	26,838,520.00	105,177,747.49
17062021	KE Excise Duty CHG21168N6DYT FT21 168JLK1D	17062021	100.00	105,177,647.49
23062021	Inward Cig Cheque CHQ NO - 001639 CHL ORIDE EXIDE KENYA L IMITED FT211744NPJY	23062021	8,610.00	105,169,037.49
25062021	Credit Insurance Fee DR FT21176FJJKB	25062021	64,200.00	105,104,837.49
25062021	Cash Withdrawal 1640 TT21176KZ4B4	25062021	120,000.00	104,984,837.49
25062021	Outward Telegraphic Trn Pymnt FT21176WRJS7 CHEMERIL CHEPYEGO TRANSFER	25062021	500.00	104,984,337.49
25062021	Outward Telegraphic Trn Pymnt FT21176D3HKK FESTUS M MUTUKU T RANSFER	25062021	500.00	104,983,837.49
25062021	Outward Telegraphic Trn Pymnt FT2117609SHL RAPHAEL NGUGI MWA URA TRANSFER	25062021	500.00	104,983,337.49
25062021	Outward Telegraphic Trn Pymnt FT21176N6BJ2 FIDELIS KYENGO TRA NSFER	25062021	500.00	104,982,837.49
25062021	KE Excise Duty CHG21176N5KKK FT21 176WRJS7	25062021	100.00	104,982,737.49



TANATHI WATER WORKS DEVELOPMENT AGENCY



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Email: tanathiwsb@gmail.com

: info@tanathi.go.ke

Ref. No. TAWWDA/ TECH SER 77/VOL II (33)

Date: 9TH APRIL, 2021

Principal Secretary
Ministry of Water, Sanitation and Irrigation
Maji House-Ngong Road
P. O. Box 49720 - 00100
NAIROBI

RE: ACKNOWLEDGEMENT OF KSHS: 14,908,274 FOR MANOONI ALT. NOL-TURESH KIKUMINI-ITHUMANI WATER SUPPLY PROJECT PASE I; TAWSB/039/2018-2019.

Reference is made to our request letter reference TAWWDA/TECH SER 77/VOL II (29) dated 24th March, 2021.

The Agency acknowledges receipt of certificate No. 1 disbursement Kshs: 14,908,274 (Fourteen million, nine hundred and eight thousand, two hundred and seventy for shillings only) on 6th April, 2021 through our Tanathi Water Works Development Agency KIDDP A/C No. 1114362581 held at Kenya Commercial Bank Limited-Kitui branch.

Thanks for the continued support
Yours faithfully

Fredrick T. Mwamati (P. Eng. Tech)
CHIEF EXECUTIVE OFFICER
Encl.

Chairperson: Kaluta Ole Paimri

Board of Directors: Principal Secretary Ministry of Water & Sanitation and Irrigation, Principal Secretary The National Treasury & Planning, Mukiza Mwangi Mwangi, Kalenje Ndiro, Titus Ngumu, Kiema Mwangi



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Email: tanathiwswb@gmail.com

Info: info@tanathi.co.ke

Ref. No. TAWWDA/TECH SER 77/VOL II (42)

Date: 21st JUNE, 2021

Principal Secretary
Ministry of Water, Sanitation and Irrigation
Maji House-Ngong Road
P. O. Box 49720 - 00100
NAIROBI

**RE: ACKNOWLEDGEMENT OF RECEIPT OF KSHS: 26,838,520 FOR MANOONI ALT.
NOL-TURESH-KIKUMINI-ITHUMBA WATER SUPPLY PROJECT PHASE I;
CONTRACT NO. TAWSB/039/2019-2019.**

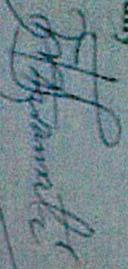
Reference is made to the above-mentioned matter.

The Agency acknowledges receipt of Kshs: 26,838,520 (Twenty-six million, eight hundred and thirty-eight thousand, five hundred and twenty shillings only) on 17th June, 2021 for Phase I through our bank details below.

Bank: Kenya Commercial Bank Limited
Branch: Kitui
Account Name: Tanathi Water Works Development Agency KIDDP
A/C
Account No: 1114362581

Thanks for the continued support

Yours faithfully


Fredrick T. Mwamati (P. Eng. Tech)
CHIEF EXECUTIVE OFFICER
