

REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY	
DATE:	09 MAR 2023 Thursday
TABLED BY:	Hon. Naomi Wago, MP (Deputy Majority Whip)
OF	
CLERK-AT THE TABLE:	Joyce Lemetelle

THE AUDITOR-GENERAL

ON

**UNICEF - KENYA GENERATION
UNLIMITED (GENU) PROJECT
(PROGRAMME NO.2400/A0/A6)**

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

EXECUTIVE OFFICE OF THE PRESIDENT



PROJECT NAME: UNICEF-KENYA GENERATION UNLIMITED (GenU)

IMPLEMENTING ENTITY: EXECUTIVE OFFICE OF THE PRESIDENT

PROJECT GRANT/CREDIT NUMBER: 2400/A0/A6

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2022

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

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I. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name

The project's official name is UNICEF-Kenya Generation Unlimited (GenU),

Objective

The key objective of the project is to strengthen national coordination of the initiatives and communication, enhance access and quality of education and training; address challenges in the supply, linkages and demand side for employment of the young persons.

Specifically, the project will enhance knowledge management, communication and documentation of initiatives and best practice to enable scaling up and addressing many gaps in the achievement of the overall objective.

Address

The project headquarters office is at Nairobi (city), Nairobi County, Kenya.

The address of its registered office is:

State House

P.O Box 40530-00100

NAIROBI

The project also has offices/branches as follows:

Kenyatta International Convention Centre

Contacts:

Telephone: (254) 020-2227411 Ext.22257

E-mail: Elizabeth.kimulu@president.go.ke

Website: www.go.ke

Project information and overall performance (continued)

1.2 Project Information

1.2.1 Project Information

Project Start Date:	The project start date is 1 st July, 2020
Project End Date:	The project end date is 30 th June, 2022
Project Manager:	The project manager is Mrs. Ruth Kagia, CBS
Project Sponsor:	The project sponsor is UNICEF Kenya

1.2.2 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of Executive Office of the President.
Project number	2400/A0/A6
Strategic goals of the project	The strategic goals of the project are as follows: i.To promote young people's access to education, skills training and decent employment and entrepreneurship opportunities by providing a comprehensive multi- stakeholder public-private-youth partnership coordination framework ii.To strengthen the interconnectedness of education, training and employment pathway to accelerate scalable initiatives, co-create solutions with young people, remove barriers especially for vulnerable young people, crowd in resources and communicate collective country impact and progress.
Achievement of strategic goals	The project management aims to achieve the goals through the following means: i.Multi Stakeholder Public- Private- Youth Engagements ii.Knowledge Generation and Management iii.Communication and Outreach iv.Coordination and Institutionalisation of GenU Kenya Partnership
Other important background information of the project	The project subscribes to GenU global vision of ensuring every young person ages 10-24 has access to education, training, employment or entrepreneurship opportunity by 2030
Current situation that the project was formed to intervene	The project was formed to intervene in the seven strategic objectives which were reviewed in April,

	<p>2020 due to COVID-19 disruptions on learning and economic activities. GenU is currently organised around four thematic areas of focus/work streams</p> <p>Work stream #1: Connect every school and learner to the internet</p> <p>Work stream #2: Scale up online/remote learning, skilling and livelihood platforms</p> <p>Work stream #3: Boost entrepreneurship skills and opportunities</p> <p>Work stream # 4: Engage young people as change makers</p>
Project duration	The project started on 1st July, 2020 and is expected to run until 30 th June, 2022

1.3 Auditors

The project is audited by the Office of the Auditor General (OAG)

P.O BOX 30084-00100

Nairobi.

1.4 Bankers

The following are the Bankers for the project:



(i) Central Bank of Kenya


Account Number -1000455063

Customer Number-120357

1.5 Roles and Responsibilities

Name	Title Designation	Key Qualifications	Responsibilities
 <p>Mrs. Ruth Kagia, CBS</p> <p>Email ruth.kagia@president.go.ke</p>	Deputy Chief of Staff, Executive Office of the President, Policy and Strategy Unit	Degrees from the University of Nairobi and the Harvard Graduate School of Education. Several professional development qualifications, Executive Development Program from Harvard University, Certificate of Education Measurement from Princeton	Co-Chair GenU Kenya Steering Committee Head of Secretariat Overall oversight on Country vision and strategic objectives
 <p>Ms. Elizabeth Mueni Kimulu</p> <p>Email Elizabeth.kimulu@president.go.ke</p>	Director Social Sectors	<p>MA in Sociology, Specialization: Social Policy Analysis and Program Assessment, University of Western Ontario, London-Ontario, Canada (1990-1993)</p> <p>BA (Hons) in Sociology; Minor in Literature. Second Class (Upper Division), University of Nairobi, Kenya (1984-1987)</p> <p>Certificate in Environmental Impact Assessment and Environmental Audit, Nazarene University February - April 2014</p>	Project Director – overall oversight on implementation and partnership development. Monitoring and Evaluation

		Certificate in Gender Training for Development Practice in Africa, Makerere University, Uganda and Institute of Development Studies - Sussex (March- Aug 1997)	
 <p>Ms. Susan Kariuki-Mwongera Email Susan.mwongera@president.go.ke</p>	Programme Co-ordinator	MBA Strategic Management, Kenya Methodist University, 2011BA Community Development, Upper Second (Hons), Daystar University, 2003, Professional Certificate, Impact Investing, Oxford University, Said Business School, 2015	Programme coordination and operations including planning and implementation of activities and reports' production.
 <p>Mr. Harrison Mathenge Email harithenge53@gmail.com</p>	Under Secretary	MA in Public Administration	Administrative support on procurement and logistics

 Mr. Francis M. Muia Email Francis.muia@president.go.ke	Principal Accountant	MBA Strategic Management, Kenya Kenyatta University, 2017 Bachelor of Commerce (Finance), MMUST, 2015 CPA (K), 2013. SMC, 2016	Project principal accountant in charge of financial reporting and implementation
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1.6 Funding summary

The Project is for a duration of two (2) years from 2020 to 2022 with an approved budget of Kshs. 31,600,000 as highlighted in the table below:

Project information and overall performance (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date – (30 June 2022)		Undrawn balance to date	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A)-(B)
(i) Grant						
UNICEF	31,600,000	31,600,000	26,195,316	26,195,316	5,404,684	5,404,684
Total	31,600,000	31,600,000	26,195,316	26,195,316	5,404,684	5,404,684

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2022)		Cumulative amount paid to date – (30 th June 2022)	Unutilised balance to date (30 th June 2022)	
	<i>Donor currency</i>	<i>Kshs</i>		<i>Donor currency</i>	<i>Kshs</i>
	(A)	(A')		(A)-(B)	(A')-(B')
(i) Grant					
UNICEF	26,195,316	26,195,316	25,533,810	661,506	661,506
Total	26,195,316	26,195,316	25,533,810	661,506	661,506

1.7 Summary of Overall Project Performance:

Statement of Comparative Budget and Actual Amounts

i). Budget Performance Against Actual Amounts for Current Year and For Cumulative To-Date

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/e %
Receipts						
Proceeds from foreign Grants	10,000,000	3,600,000	13,600,000	13,241,826	358,174	97.4%
Total Receipts	10,000,000	3,600,000	13,600,000	13,241,826	358,174	97.4%
Payments						
Compensation of employees	10,000,000	-	10,000,000	8,989,866	1,010,134	89.9%
Purchase of goods and services	-	3,600,000	3,600,000	3,590,454	9,546	99.7%
Total Payments	10,000,000	3,600,000	13,600,000	12,580,320	1,019,680	92.5%

ii). Physical progress based on outputs, outcomes and impacts since project commencement.

To support actualization of clear pathways and linkages from education, skills training to employment and entrepreneurship in a systemic way so that an adolescent or young person is in either of the spaces by 2030.

To strengthen a long-lasting Kenyan challenge characterized by weak knowledge base, coordination and fragmentation of projects operating in silos by creating a Multi Stakeholder Partnership will help guide the country in accelerating progress on learning, skill / training and linkages to employment and entrepreneurship through a coordinated approach and in line the President's global mandate.

Summary of key outputs, outcome and impact

Since joining Generation Unlimited (GenU), the global Public Private Youth Partnership (PPYP) in 2018 and formally launching on 5th August 2020, GenU Kenya continues to offer young people opportunities to be leaders and to enable them to live to their full potential under the leadership of H.E President Uhuru Kenyatta and the Cabinet Secretary Joseph Mucheru. Powered by the National Steering Committee, co-chaired by the Executive Office of the President and the UN Resident Coordinators Office, with over 40 partners, the GenU Kenya partnership has ensured the youth are participating effectively in the advancement the social, economic and political agenda of the Nation.

The GenU partnership in Kenya is expanding digital solutions and entrepreneurship opportunities that will connect 10 million young people to learning, skilling and employment opportunities by 2030. Notable progress has been made through various interventions as outlined below and correspondingly documented and aired on Kenya Broadcasting Cooperation TV:

<https://youtube.com/watch?v=PtZOmVfhSAo&feature=share>

<https://youtube.com/watch?v=MDgcRWsCCK0&feature=share>

Key outputs

Support to H.E President Uhuru Kenyatta as the Global Champion of Young People's Agenda

The GenU Kenya steering committee co-chaired by Deputy Chief of Staff for Policy and Strategy and the UN Resident Coordinator in Kenya has been assisting the President in his role as a GenU champion and member of the GenU Leaders Group.

Enhanced access to evidence-based information on efforts to link young people to education, skilling, employment and entrepreneurship opportunities in Kenya

Over the last four years GenU Kenya has generated reports and disseminated relevant documents that have continued to inform programmes, policies and decisions. Some of the analytical studies, country strategies/roadmap and reports generated during the period under review include

- GenU Kenya Progress Reports 2021-2022
- Workstream Stakeholder Consultation Report, 2021
- GenU Kenya Strategy Refinement and Workstreams' Implementation Plan 2022-2025
- GenU Kenya Partnership Strategic Impact Analysis and Investment Case 2022-2025.

Enhanced partnerships and collaborations of actors driving and supporting young people's agenda

During the FY 2021/22, GenU steering committee through the support of the secretariat played a key role in strengthening linkages to realise the mission of GenU in the country. For instance, in September 2021, four (4) stakeholder consultations were convened with a number of partners working on specific GenU workstream areas. The meetings provided a platform for public, private sector and young people to take stock, reflect, identify best practice and make recommendations for refined GenU strategy/roadmap, targets, outcomes and workstreams implementation plan.

Correspondingly, GenU secretariat has convened and participated in over 50 bilateral, networking and stakeholder engagements meetings to catalyze GenU partnerships, coordination and linkages.

Notable partnerships and linkages secured include;

- **The GenU/UNICEF Giga** initiative on school's internet connectivity. 188 public primary schools have been connected through project Giga enhancing digital learning opportunities for 80,000 learners and ongoing work to connect additional schools and reach more learners and teachers.
- **GenU and Huawei Kenya Partnership** to roll out "Digital Solutions in High School Competition project. The project is designed to inspire and nurture digital skills and innovation among high schools' students. In addition, Huawei in partnership with UNESCO is supporting the Ministry of Education and Ministry of ICT, Innovation and Youth Affairs to connect 13 schools.

- UNDP, KSG Partnership on youth empowerment and innovation hubs
- GenU and UNICEF partnership on supporting young innovators: GenU Youth Innovation Challenge 3.0 (imaGen Ventures Youth Challenge).
- Public Private Youth Partnership sector working group on youth skilling and employment in Mombasa.
- GenU Kenya, KEPSA/ASNET partnership on accelerating youth in agriculture value chains including Agri-SMEs
- GenU partnership with FAO, YEDF, Meta, Girls Education Challenge, UK aid and Children's Mission Africa on Jiinue Business Accelerator Programme
- GenU- Ministry of Labour and Social Protection, National Employment Authority Job Fair to expand linkage of youth to employment opportunities
- GenU, UNFPA Inua Dada Mashinani partnership on removing barriers for young people in Marsabit County

Enhanced participation and visibility of young people in co creating solutions to their challenges

In an effort to catalyze actions towards connection of young people to employment and entrepreneurship opportunities and their role to influence policy (MTP 4) and show case their innovations, GenU Kenya Secretariat in partnership with Youth Agenda (a member of the GenU Steering Committee) and other stakeholders hosted 2021 Youth Employment Conference and Policy Influencing of the Vision 2030 Medium Term Plan MTP 4.

During the period under review, through GenU Kenya partnership young innovators have been supported to commercialise their ideas including supporting them to showcase their innovations during the 7th Devolution Conference and Innovation Weeks. This support has propelled their engagements internationally and enabled them to commercialise their innovations.

Outcome: Public, private sector and youth in Kenya engaged and supporting programmes to improve digital connectivity, eLearning, employment, entrepreneurship and social impact opportunities for young people

iii). Comment on value-for-money achievements

The Executive Office of the President, Policy and Strategy Unit, entered into a collaboration with the United Nation Childrens Fund (UNICEF) and UN Resident Coordinators Office in April 2019 to play the catalytic role of supporting the delivery of GenU vision and the Presidents role as a global leader of young people's agenda. GoK / UNICEF KCO Partnership formalized the partnership by setting aside funds to support the secretariat through contribution of Kenya shillings Thirty one million,six hundred thousand (Kshs. 31,600,000) for the period ending 30th June, 2022. The funds have been used to support project personnel, youth engagement meetings, communication, knowledge generation and management and coordinating multi-stakeholder public-private-youth partnerships. During the period under review, the funds received were used to facilitate the following;

- Refinement of GenU strategy/roadmap and outcomes 2021-2025
- Convening of GenU Kenya Workstream Stakeholder Engagements for strategic linkages, reflections, learning, better coordination and reporting
- Supported engagement of young people as innovators and change makers to co create solutions on issues that affect them including policy processes.
- Participation of GenU steering committee members and secretariat in strategic meetings that have resulted in unlocking partnerships and investments to achieve the set objectives.
- Generation of knowledge building reports and communication and outreach products of the GenU process in Kenya
- Staffing support to provide technical coordination support to the steering committee and workstream engagements.

To support actualization of clear pathways and linkages from education, skills training to employment and entrepreneurship in a systemic way so that an adolescent or young person is in either of the spaces by 2030.

To strengthen a long-lasting Kenyan challenge characterized by weak knowledge base, coordination and fragmentation of projects operating in silos by creating a Multi Stakeholder Partnership will help guide the country in accelerating progress on learning, skills / training and linkages to employment and entrepreneurship through a coordinated approach and in line the President's global mandate.

Summary of key outputs, outcome and impact

During the reporting period particular attention has been on singular determination to plan, harmonise and strengthen public- private -youth partnership to scale up and initiate solutions for expansion of young people's opportunities in the education, training and youth employment eco system. We have learnt that as a country, while there are many good and well thought out programmes for young people, many young people are not aware of these opportunities. Secondly, despite the glaring problem related to coordination as elucidated above, there is a serious dearth of deliberate interventions that are geared towards correcting these shortcomings. It is with this background that GenU Kenya partnership was embraced and continues to be nurtured by the Government, Private Sector, Development Partners, Young People and all other key stakeholders. The key results realized are summarized here below as follows:

Outcome: Public, private sector and youth in Kenya engaged and supporting programmes to improve digital connectivity, eLearning, employment, entrepreneurship and social impact opportunities for young people.

Key Outputs

Increased capacity and engagement of young people with representation from all the 47 counties to exercise their voice, leadership and agency to monitor implementation of GenU strategic priorities in Kenya catalyzed through GenU regional meeting engagements, digital engagements and supported youth organizations to deliver on key results.

Strengthened coordination of education and employment efforts across public- private – youth partnership through increased number of partners joining GenU, joint planning, reporting and generation of knowledge products that have been used to inform decisions

iii). Comment on value-for-money achievements

UNICEF has been a key supporter of GenU since inception and key activities in Kenya since 2019. It generously entered into partnership to support the secretariat activities through contribution of Kenya shillings eighteen million (Kshs. 31,600,000) for the period ending 30th June, 2022.. The funds have been used to support project personnel, youth engagement meetings, communication, knowledge generation and management and coordinating multi-stakeholder public-private-youth partnerships.

- GenU Kenya partnership launch by the President on 5th August, 2020 and ongoing process to institutionalize GenU partnership in Kenya
- Strategy refinement: GenU Kenya strategic vision, investment priorities and development of an annual Action Plan 2020-2022
- Generation and dissemination of knowledge products that have been used to inform decisions and policy direction
- Strengthened engagement with young people as change makers and co-creators of solutions on issues that affect them through GenU regional engagements and social media platform engagements

iv). The statement of comparative budget and actual amounts reflects final receipt budget and actual receipts on comparable basis of KShs. 13,600,000 and KShs. 13,241,826 respectively resulting to underfunding of ksh.358,174 or 2.6% of the budget and actual expenditure on comparable basis of KShs.13,600,000 and KShs. 12,580,320 respectively resulting to under expenditure of KShs. 1,019,680 or 7.5%

1.8 Summary of Project Compliance:

The project has not had any cases of non-compliance with applicable laws and regulations including the financing agreement.

2 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 key development objectives of the project's agreement/plan are:

- To strengthen national coordination of the initiatives towards access and quality of education and training, employment and entrepreneurship by young people
- To enhance knowledge management, communication and documentation of initiatives and best practice to enable scaling up and addressing of any gaps in the achievement of the overall objective.

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:

Project	Objective	Outcome	Indicator	Performance
Generation Unlimited Kenya Partnership	To strengthen national coordination of the initiatives towards access and quality of education and training, employment and entrepreneurship by young people	National GenU strategy and mechanism of coordinating the diverse stakeholder initiatives in place with partners scaling up workable solutions such as connecting schools with internet	Existence of GenU Kenya Partnership Action Plan 2021-2022 Launch of GenU Kenya Partnership GenU Kenya Partnership Institutionalisation Proposal	In FY 21/22 we supported coordination of initiatives and partners working towards enhancing young people access to quality education, training, employment and entrepreneurship by providing secretariat support to the Steering Committee, refinement of GenU Kenya Strategy leading to 2021/22 Action Plan and development of a proposal to institutionalise GenU partnership in Kenya.
	To enhance knowledge management, communication and	Improved policy action, programming and scale up of solutions towards	Existence of a country report on progress being made to support young people	In FY 21/22 GenU secretariat generated country reports and engaged young people to inform solutions on work stream areas of focus.

	documentation of initiatives and best practice to enable scaling up and addressing of any gaps.	digital connectivity, skilling, eLearning, advancing entrepreneurship, employment and social impact opportunities for young people	access to quality education, training and employment	
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3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

UNICEF-Kenya Generation Unlimited (GenU) 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.

Generation Unlimited (GenU) was established in 2018 as a global multi sector partnership to expand education, skills training and employment opportunities for young people, ages 10-24. HE President Uhuru Kenyatta, officially launched GenU Kenya partnership on 5th of August 2020 and invited partners to work together to ensure every young person is either accessing education, skills training, in employment or entrepreneurship by 2030.

GenU Kenya partnership framework is therefore established pursuant to the advisory from the President to provide a comprehensive multi- stakeholder public-private-youth partnership coordination framework to scale up interventions and impact at the national and county level.

It provides a unifying framework for public- private – youth partnership that acts as an enabler for strengthening the interconnectedness of education, training and employment pathway to accelerate scalable initiatives, co-create solutions with young people, remove barriers especially for vulnerable young people, crowd in resources and communicate collective country impact and progress.

In April 2020 GenU global board resolved to focus its efforts by creating thematic workstreams with a mission to connect, skill and empower the worlds 1.8 billion young people with opportunities for decent employment, entrepreneurship and social impact. The four workstreams are:

Work stream 1: Connecting every school and learners to the internet

Work stream 2: Scale up online/remote learning, skilling and livelihood platforms

Work stream 3: Boost entrepreneurship skills and opportunities

Work stream 4: Engage young people as change makers

I. Sustainability Strategy and Profile

GenU is working towards setting up work streams committees whose overall mandate will include but not limited to providing strategic direction by setting country targets and approach on thematic priorities and mandates; promoting high level dialogue between multi stakeholder partners on issues related to the work streams at the national and county level for reflections, joint planning, crowding resources and communication and documentation of impact/ challenges and advising stakeholders on scalable interventions and alignment with Government priorities

II. Community Engagements

The GenU Kenya Public-Private-Youth Partnership (PPYP) considers young peoples' engagement as a key strategy to promote public participation and also as a tool to create awareness and promote long term solutions for the challenges/bottlenecks faced by young people. GenU Kenya Young People Engagement Strategy was developed to promote equal and active participation of young people in realization of Generation Unlimited partnership vision by 2030. It articulates a systematic approach that will support identification of solutions by young people for issues that affect them and others rather than just being beneficiaries.

The specific objectives of the GenU Kenya public-private-youth engagement strategy are to;

- Promote young peoples' inclusion through representation in leadership and decision-making processes;
- Enhance young people's capacity and access to information on education, skills training, entrepreneurship and employment opportunities for better livelihood and their effective engagement in processes;
- Strengthen spaces/ platforms for young to amplify their voice, perspectives, insights and inform policies and programmes that affect their lives;
- Profile and support young people's innovations/ initiatives and efforts by providing adequate resourcing, psychosocial support, mentorship especially to the most marginalised and vulnerable groups and individuals.

4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Accounting Officer and the Project Coordinator for UNICEF-Kenya Generation Unlimited (GenU) project 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 ended on June 30, 2022.

This responsibility includes;

- (i) Maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period;
- (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the project;
- (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud;
- (iv) Safeguarding the assets of the project;
- (iv) Selecting and applying appropriate accounting policies; and
- (v) Making accounting estimates that are reasonable in the circumstances.

The Accounting Officer and the Project Coordinator for UNICEF-Kenya Generation Unlimited (GenU) 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 Accounting Officer and the Project Coordinator for UNICEF-Kenya Generation Unlimited (GenU) 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/period ended June 30, 2022, and of the Project's financial position as at that date. The Accounting Officer and the Project Coordinator for UNICEF-Kenya Generation Unlimited (GenU) 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.

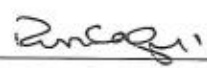
UNICEF-Kenya Generation Unlimited Project
Annual Report and Financial Statements for the financial year ended June 30, 2022

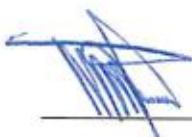
The Accounting Officer and the Project Coordinator for UNICEF-Kenya Generation Unlimited (GenU) project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project financial statements

The Project financial statements were approved by The Accounting Officer and the Project Coordinator for UNICEF-Kenya Generation Unlimited (GenU) project on 8th September, 2022 and signed.



Kinuthia Mbugua, MGH, CBS, OGW
Comptroller State House

Ruth Kagia, CBS
Project Coordinator

CPA Francis Muia
Project Accountant
ICPAK Member No. 12346

REPUBLIC OF KENYA

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Monrovia Street
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON UNICEF - KENYA GENERATION UNLIMITED (GENU) PROJECT (PROGRAMME NO.2400/A0/A6) FOR THE YEAR ENDED 30 JUNE, 2022 - EXECUTIVE OFFICE OF THE PRESIDENT

PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution 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 UNICEF - Kenya Generation Unlimited (GenU) Project set out on pages 23 to 40, which comprise of the statement of financial assets as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the

year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of UNICEF - Kenya Generation Unlimited (GenU) Project as at 30 June, 2022, 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 Public Finance Management Act, 2012 and comply with the grant agreement for Programme No.2400/AO/06 dated 3 June, 2019 and an addendum dated 23 January, 2020 between United Nations Children's Fund (UNICEF) and the Government of Kenya.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the UNICEF - Kenya Generation Unlimited (GenU) Project 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.

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, 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

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 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 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 sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of 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 Project's process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error,

and to issue an auditor's report 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 controls 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 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls 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 controls 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 controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions 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 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 Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


07 November, 2022

6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2022

	Note	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	Cumulative to-date (From inception)
		2021-2022			2020-2021			
Receipts		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
Bal B/F 2020/2021		3,906,826	-	3,906,826	-	-	-	3,906,826
Proceeds from domestic and foreign grants	1	9,335,000	-	9,335,000	16,860,316	-	16,860,316	26,195,316
Total receipts		13,241,826	-	13,241,826	16,860,316	-	16,860,316	30,102,142
Payments								
Compensation to employees	2	8,989,866	-	8,979,866	8,549,200	-	8,549,200	17,539,066
Purchase of goods and services	3	3,590,454.15	-	3,590,454.15	4,404,290	-	4,404,290	7,997,744.15
Total payments		12,580,320.15	-	12,580,320.15	12,953,490	-	12,953,490	25,533,810.15
Surplus/ (deficit)		661,505.85	-	661,505.85	3,906,826	-	3,906,826	3,968,331.85

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


Kinuthia Mbugua, MGH, CBS, OGW
Comptroller State House


Ruth Kagia, CBS
Project Coordinator


CPA Francis Muia
Project Accountant
ICPAK Member No. 12346

7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2022

Description	Note	2021-2022 Kshs	2020-2021 Kshs
Financial Assets			
Cash and Cash equivalents			
Bank Balances	4A	661,505.85	3,906,826
Total Cash and Cash equivalents		661,505.85	3,906,826
Total Financial Assets		661,505.85	3,906,826
Net Assets		661,505.85	3,906,826
Represented By			
Surplus/(Deficit) for the Year		661,505.85	3,906,826
Net Financial Position		661,505.85	3,906,826

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 8th September, 2022 and signed by:


Kinuthia Mbugua, MGH, CBS, OGW
Comptroller State House





Ruth Kagia, CBS
Project Coordinator


CPA Francis Muia
Project Accountant
ICPAK Member Number: 12346

8. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2022

Description	Notes	2021-2022 Kshs	2020-2021 Kshs
Cashflow from operating activities			
Receipts			
Bal B/F 2020/2021		3,906,826	-
Proceeds from domestic and foreign grants	1	9,335,000	16,860,316
Total receipts		13,241,826	16,860,316
Payments			
Compensation of employees	2	8,989,866	8,549,200
Purchase of goods and services	3	3,590,454	4,404,290
Total Payments		12,580,320	12,953,490
Net cash flow from operating activities		661,506	3,906,826
Cash flow from financing activities			
Cash and cash equivalent at beginning of the year	4A	3,906,826	-
Cash and cash equivalent at end of the year	4A	661,506	3,906,826

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 8th September, 2022 and signed by:

 Kinuthia Mbugua, MGH, CBS, OGW Comptroller State House	 Ruth Kagia, CBS Project Coordinator	 CPA Francis Muia Project Accountant ICPAK Member Number: 12346
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9. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

Receipts/Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/e %
Receipts						
Proceeds from foreign grants	10,000,000	3,600,000	13,600,000	13,241,826	358,174	97.4%
Total Receipts	10,000,000	3,600,000	13,600,000	13,241,826	358,174	97.4%
Payments						
Compensation to employees	10,000,000	-	10,000,000	8,989,866	1,010,134	89.9%
Purchase of goods and services	-	3,600,000	3,600,000	3,590,454	9,546	99.7%
Total Payments	10,000,000	3,600,000	13,600,000	12,580,320	1,019,680	92.5%

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


Kinuthia Mbugua, MGH, CBS, OGW
Comptroller State House


Ruth Kagia, CBS
Project Coordinator


CPA Francis Muia
Project Accountant
ICPAK Member Number: 12346

10. SIGNIFICANT ACCOUNTING POLICIES

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

10.1 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.

10.2 Reporting entity

The financial statements are for UNICEF-Kenya Generation Unlimited (GenU) Project under the Executive Office of the President. The financial statements are for the reporting entity (Executive office of the President) as required by Section 81 of the PFM Act, 2012 .

10.3 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.

10.4 Recognition of receipts

UNICEF-Kenya Generation Unlimited (GenU) recognises all receipts from the various sources when the event occurs, and the related cash has actually been received.

i) Transfers from the Exchequer

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

Significant Accounting Policies (Continued)

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 at 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.

v) Proceeds from borrowing

Borrowing includes external loans acquired by the Project or any other debt the Project may take and 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.

10.5 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 to employees

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

Significant Accounting Policies (Continued)

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 incur 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.

10.6 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)

10.7 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.

10.8 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.

10.9 Imprests and Advances

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.

10.10 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:

Significant Accounting Policies (Continued)

- 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.

10.11 Contingent Assets

Executive office of the President 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 Executive office of the President 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.

10.12 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' 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.

Significant Accounting Policies (Continued)

10.13 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*.

10.14 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, no loan disbursements were received in form of direct payments from third parties.

10.15 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.

Significant Accounting Policies (Continued)

10.16 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.

10.17 Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2022.

11. NOTES TO THE FINANCIAL STATEMENTS

1. Proceeds From Domestic and Foreign Grants

During the financial period to 30 June 2022, we received grants from donors as detailed in the table below:

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount in Kshs	
						2021-2022	2020-2021
			Kshs	Kshs	Kshs	Kshs	Kshs
Grants Received from Multilateral Donors (UNICEF)	29.06.2022	9,335,000	9,335,000	-	-	9,335,000	16,860,316
Total	29.06.2022	9,335,000	9,335,000	-	-	9,335,000	16,860,316

The grant was received through the National Treasury inform of Exchequer

2. Compensation to Employees

	2021/2022			2020/2021	
	Payments made by the Entity in Cash	Payments made by third parties	Total payments	Total payments	Cumulative to- date
-	Kshs	Kshs	Kshs	Kshs	Kshs
Basic salaries of permanent employees	7,354,000	-	7,354,000	7,210,000	14,564,000
Other personnel payments	1,635,866	-	1,635,866	1,339,200	2,975,066
Total	8,989,866	-	8,989,866	8,549,200	17,539,066

Notes to the Financial Statements (Continued)

3. Purchase of Goods and Services

	2021/2022			2020/2021	
	Payments made in Cash	Payments made by third parties	Total payments	Total paymen ts	Cumulative to- date
	Kshs	Kshs	Kshs	Kshs	Kshs
Communication, supplies and services	-	-	-	144,000	144,000
Printing, advertising, and information supplies	520,264	-	520,264	-	520,264
Contracted professional services	1,607,210	-	1,607,210	-	1,607,210
Training payments	1,462,980	-	1,462,980	4,260,290	5,723,270
Total	<u>3,590,454</u>	<u>=</u>	<u>3,590,454</u>	<u>4,404,290</u>	<u>7,994,744</u>

Notes to the Financial Statements (Continued)

4. Cash And Cash equivalents

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts (Note 4A)	661,505.85	3,906,826
Total	<u>661,505.85</u>	<u>3,906,826</u>

The project has one of project account spread within the project implementation area and nil number of foreign currency designated accounts managed by the National Treasury as listed below:

4A. Bank Accounts

Project Bank Accounts

Details	2021-2022	2020-2021
	Kshs	Kshs
<u>Local Currency Accounts</u>		
Central Bank of Kenya [A/c No 1000455063]	661,505.85	3,906,826
Total local currency balances	<u>661,505.85</u>	<u>3,906,826</u>
Total bank account balances	<u>661,505.85</u>	<u>3,906,826</u>

Notes to the Financial Statements (Continued)

4B. Special Deposit Accounts

The balances in the Project's Special Deposit Account as at 30th June 2022 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

Below is the Special Deposit Account (SDA) movement schedule which shows the flow of funds that were voted in the year. These funds have been reported as loans/grants received in the year under the Statement of Receipts and Payments.

Special Deposit Accounts Movement Schedule

Description	2021-2022	2020-2021
	Kshs	Kshs
(i) A/C Name [A/c No 1000450797]		
Opening balance	3,906,826.00	0.00
Total amount deposited in the account	9,335,000.00	16,860,316.00
Total amount withdrawn (as per Statement of Receipts & Payments)	<u>12,781,994.00</u>	<u>12,953,490.00</u>
Closing balance (as per SDA bank account reconciliation attached)	<u>459,832.00</u>	<u>3,906,826.00</u>

(The Special Deposit Account reconciliation statement has been attached as Appendix iii support this closing balance.)

12. OTHER IMPORTANT DISCLOSURE

Other Important Disclosures (Continued)

1. External Assistance

Description	2021-2022	2020-2021
	Kshs	Kshs
External assistance received as grants	9,335,000	16,860,316
Total	9,335,000	16,860,316

Other Important Disclosures (Continued)

b) Undrawn external assistance

Description	Purpose for which the undrawn external assistance may be used	FY 2021/2022	FY 2020/2021
		Kshs	Kshs
Undrawn external assistance - grants		4,265,000	1,139,684
Total		4,265,000	1,139,684

UNICEF-Kenya Generation Unlimited Project
Annual Report and Financial Statements for the financial year ended June 30, 2022

c) Classes of providers of external assistance

Description	FY 2021/2022 Kshs	FY 2020/2021 Kshs
Multilateral donors-UNICEF	9,335,000	16,860,316
Total	9,335,000	16,860,316

GenU is a global platform that seeks to enhance learning, training and employment outcomes for young people by supporting a unifying framework of multi-stakeholder partners. External support was by virtual of partners contributions towards the partnership


Kinuthia Mbugua, MGH, CBS, OGW
Comptroller State House


Ruth Kagia, CBS
Project Coordinator


CPA Francis Muia
Project Accountant
ICPAK Member Number: 12346

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

The project had no prior year Auditor's recommendations and it was unqualified opinion.

14.ANNEXES

Annex1 - Variance explanations - Comparative Budget and Actual amounts for FY 2021-2022

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
Receipts					
Proceeds from domestic and foreign grants	13,600,000	13,241,826	358,174	97.4%	
Total Receipts	13,600,000	13,241,826	358,174	97.4%	
Payments					
Compensation of employees	10,000,000	8,989,866	1,010,134	89.9%	
Purchase of goods and services	3,600,000	3,590,454	9,546	99.7%	
Total payments	13,600,000	12,580,320	1,019,680	92.5%	

15. APPENDIXES

- i. Bank Reconciliations statement as at 30th June 2022
- ii. Board of Survey Report
- iii. Special Deposit Account reconciliation statement

[illegible]

EXECUTIVE OFFICE OF THE PRESIDENT

DEVELOPMENT-101 (GNU) RECONCILIATION FOR THE MONTH OF JUNE 2022

ACCOUNT NUMBER: 1000455063

PAYMENTS IN CASHBOOK NOT IN BANK STATEMENT AS AT 30/07/2022

<u>DATE</u>	<u>CHEQNO DETAILS</u>	<u>AMOUNT</u>	<u>REMARKS</u>
25/06/2022	65000102 COMPTROLLER		565,200.00
	<u>TOTALS</u>		<u>565,200.00</u>

EXECUTIVE OFFICE OF THE PRESIDENT

DEVELOPMENT-101 (GNU) RECONCILIATION FOR THE MONTH OF JUNE 2022

ACCOUNT NUMBER: 1000455063

RECEIPTS IN BANK STATEMENT NOT IN THE CASHBOOK AS AT 30/06/2022

<u>DATE</u>	<u>CHEQNO DETAILS</u>	<u>AMOUNT</u>	<u>REMARKS</u>
		NIL	

EXECUTIVE OFFICE OF THE PRESIDENT

DEVELOPMENT-101 (GNU) RECONCILIATION FOR THE MONTH OF JUNE 2022

ACCOUNT NUMBER: 1000455063

PAYMENTS IN BANK STATEMENT NOT IN CASHBOOK AS AT 30/06/2022

<u>DATE</u>	<u>CHEQNO DETAILS</u>	<u>AMOUNT</u>	<u>REMARKS</u>
		NIL	

EXECUTIVE OFFICE OF THE PRESIDENT



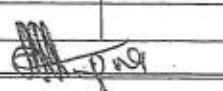
DEVELOPMENT-101 (GNU) RECONCILIATION FOR THE MONTH OF JUNE 2022

ACCOUNT NUMBER: 1000455063

RECEIPTS IN CASHBOOK NOT IN BANK STATEMENT AS AT 30/06/2021

<u>DATE</u>	<u>CHEQNO DETAILS</u>	<u>AMOUNT</u>	<u>REMARKS</u>
		NIL	

REPUBLIC OF KENYA

	F.O. 51
Date ...1ST JULY, 2022...	
Report of the Board of Survey on the Cash and Bank Balances of KENYA GENERATION UNLIMITED (GENU) CASH BOOK as at the close of business on 30TH JUNE 2022 .	
The Board, consisting of - <i>(Names and official titles)</i>	
CHAIRMAN	- Eng. Richard Githaiga Thitai - Chief Engineer, Mechanical
MEMBER	- Margaret Nyambura Githaiga - Under Secretary
MEMBER	- Lawrence Ng'ang'a Mbugua - Deputy Director, Supply Chain Mgt.
assembled at the office of CASHIER - ACCOUNTS DEPARTMENT at 9.30 am (time) on the 1ST JULY 2022 and the following cash was produced:-	
Notes Sh. 0.00
Silver Sh. 0.00
Copper Sh. 0.00
Cheques (as per details on reverse Sh. 0.00
It was observed that cheques amounting to Sh. 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 2022 .	
Cash on hand Sh. 0.00
Bank Balance Sh. 661,505.85
	661,505.85
The Bank Certificate of Balance showed a sum of Sh. Cts standing to the credit of the account.	
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.	
 ENG. RICHARD GITHAIGA THITAI <i>Chairman</i>	
 MARGARET NYAMBURA GITHAIGA <i>Member</i>	
 LAWRENCE NG'ANG'A MBUGUA <i>Member</i>	
Date 1ST JULY 2022	

UNICEF KENYA GENERATION UNLIMITED
STATEMENT OF SPECIAL DEPOSIT ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30 JUNE 2021
PART B: ACCOUNT RECONCILIATION

Credit No. UNICEF

Bank Account No. 1000450797 CENTRAL BANK OF KENYA

	NOTES	AMOUNT	AMOUNT
		KSHS	KSHS
1 Amount advanced by UNICEF			26,195,316.00
Less:			
2 Total amount Justified			(25,735,484.00)
3 Outstanding amount to be documented			459,832.00
Represented by:			
4 Ending Special Account Balance as as 30 June 2021			-
5 Amounts claimed but not credited as at 30th June 2021			-
6 Amounts withdrawn and not claimed			459,832.00
7 Service Charges (if not included in lines 5 and 6 above)			-
8 Interest earned (if included in Special Account)			-
9 Total advance to Special Account Year ended 30 June 2021			459,832.00

Discrepancy between total appearing on line 3 and 9 - None

Notes:

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refund ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by UNDP and provide reasons for not claiming the expenditures
- 3 Kshs 7,955,300.00 was received on 1st July, 2021 but was for 2020/2021 F/Y and was recognised as so



AUTHORISED REPRESENTATIVE
 RESOURCE MOBILISATION DEPARTMENT
 THE NATIONAL TREASURY

DATE: 30/9/2022

