

REPUBLIC OF KENYA



REPORT 14 MAR 2023

THE NATIONAL ASSEMBLY PAPERS Laid	
DAY: TUESDAY	
TABLED BY:	DEPUTY MAJORITY PARTY LEADER
CLERK-AT-TABLE:	IMZOFU MWALE

THE AUDITOR-GENERAL

ON

**GLOBAL FUND TUBERCULOSIS PROJECT
GRANT/CREDIT NO. KEN-T-TNT-2067**

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

MINISTRY OF HEALTH



PROJECT NAME: GLOBAL FUND TUBERCULOSIS

**IMPLEMENTING ENTITY: MINISTRY OF HEALTH - NATIONAL
TUBERCULOSIS, LEPROSY AND LUNG DISEASE - PROGRAM**

PROJECT GRANT/CREDIT NUMBER: KEN-T-TNT-2067

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD 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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1. Project Information and Overall Performance

1.1 Name and registered office

Name

The project's official name is Global Fund Tuberculosis Grant,

Objective

The key objective of the project is to ensure provision of quality care and prevention services for all people in Kenya with TB and lung diseases.

Address

The project headquarters offices are Nairobi, Nairobi County, Kenya.

Ministry of Health

P.O. Box 30016 - 00100

Afya house, Cathedral Road,

Nairobi, Kenya.

The address of its registered office is:

National Tuberculosis Leprosy and Lung Disease Program (NTLD-P)

Afya Annex Building, KNH Grounds, Hospital Road

Nairobi, Kenya.

Contacts: The following are the project contacts

P.O. Box: 20781 - 00202

Telephone: (254) 773 977440

E-mail: info@nltp.co.ke

Website: nltp.co.ke

Project information and overall performance (continued)

1.2 Project Information

Project Start Date:	The project start date is 01-07-2021
Project End Date:	The project end date is 30-06-2024
Project Manager:	The project manager is Dr. Jacqueline Kisia
Project Sponsor:	The project sponsor is; The Global Fund to Fight Aids Tuberculosis and Malaria (GFATM)

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Health.
Project number	KEN-T-TNT-2067
Strategic goals of the project	The strategic goals of the project are as follows: (i) Reduce TB deaths by 90% compared to 2015 (ii) Reduce the TB incidence rate by 80% compared to 2015
Achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Diagnose and treat at least 597,000 people with TB by 2023. (ii) TB Preventive Therapy provided to at least 900,000 people at risk of TB by 2023
Other important background information of the project	A lower-middle income country with a population estimated at 47.5 million (2019 Census), Kenya has a devolved governance system since adoption of a new constitution in 2010 that consists of National Government and 47 County (sub-national) Governments. Under the new dispensation, health is a devolved function that is shared across the two levels. The responsibility for health service delivery is assigned to the Counties while policy, quality assurance, capacity building and management of national referral hospitals remain the national's government responsibility.

	<p>The TB prevalence survey undertaken in 2016 revealed that the true burden of TB in Kenya was 426 cases per 100,000 population, higher than previously estimated. According to the 2019 WHO Global TB report, an estimated 150,000 persons fell ill with TB in 2018, yet only about 95,000 were notified. Kenya had about 2,300 persons who fell ill from Drug Resistant TB (DRTB) in 2018 out of whom 465 were laboratory confirmed and 470 started on second line treatment.</p> <p>Between 2017 and 2018, TB incidence and mortality declined from 319/100,000 population & 50/100,000 to 292/100,000 population & 38/100,000 population respectively. Of concern however were the continued declining trends in TB case notification rates (all forms) and treatment success rates for RR/MOR-TB and all forms of TB. TB case notification rate (all forms) in 2019 was 181/100,000 population which was a 10.6% drop from what was reported in 2018. TB treatment success rate (all forms) remained stagnant and below the set benchmark of 90% for the past 2 years with 83% of cases reported being successfully treated. Treatment success rate for RR/MDR-TB cases has been suboptimal with 74.3% of the reported cases being successfully treated compared to the set benchmark of 77%.</p> <p>During the 2017-2020 implementation period, there was a successful expansion of diagnostic capacity including the roll-out of new technologies (such as GeneXperts), community involvement, and quality assured medicines which have contributed to sustained increase of bacteriologically confirmed cases, and treatment success rate at over 80%. Despite this, low awareness of TB, inadequate TB screening in health facilities, suboptimal TB diagnostic and treatment services coverage, limited community engagement and low private sector engagement are some of the reasons for continued missing cases. This grant builds on lessons learnt of the previous implementation period to respond to the on-going challenges in the fight against Tuberculosis in the country.</p> <p>This Grant is based on and aligned with the National Strategic Plan (NSP) for Tuberculosis, Leprosy and Lung Diseases 2019-2023, which provides a framework for guiding the strategic and</p>
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	technical response to the TB epidemic in Kenya that reflects a patient-centered approach to planning and evidence-based prioritization of resource allocation.
Current situation that the project was formed to intervene	<p>The project was formed to intervene in the following areas:</p> <ul style="list-style-type: none">(i) TB patients (including TB/HIV co-infected patients and MDR-TB patients)(ii) Key populations (including prisoners, migrants, people living in informal settlements and mobile populations)(iii) The general population of Kenya(iv) Health workers
Project duration	The project started on 1st July 2021 and is expected to run until 30 June 2024

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Project Information and Overall Performance (Continued)

1.4 Bankers

The following are the bankers for the current period:

(i) Project Account

Account Name:	MOH TUBERCULOSIS GRANT
Bank:	Co-operative Bank of Kenya
Branch:	KUSSCO
Bank Address:	P.O Box 48231-00100 Nairobi
Account number:	01141163732900

(ii) Special Account

Stanbic Bank - Nairobi
A/C No. 100005345272
Waiyaki Way – Westland,
Nairobi

1.5 Auditors

The project is audited by the Office of Auditor General

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
Dr. Andrew Mulwa	Director Medical Services/Preventive & Promotive Health	MBChB (UoN), MSC, Strategic Management	Director, DMS/ Preventive & Promotive Health Services
Dr. Nazilla Ganatra	Head National Health Strategic Programs	Masters in Public Health/Epidemiology	Head National Health Strategic Programs
Dr. Jackline Kisia	Head National Tuberculosis Leprosy and Lung Disease Program	MD Degree	Head National Tuberculosis Leprosy and Lung Disease Program
Dr. Abdullahi Omar	Head Supply Chain and pharmacovigilance	BPharm, MPSK	Head Supply Chain and pharmacovigilance
Aiban Ronoh	GF Manager /M&E Officer	M.Sc Biostatistics	Global Fund Coordinator/ Head Monitoring and Evaluation
Naumy Kemboi	Deputy Accountant General	MBA, CPA(K)	Head Accounts National Strategic Health Programs
Silas Kamuren	Project Finance Officer	B.COM, CPA(K)	Project Finance Officer

1.7 Funding summary

The current grant, Global Fund Tuberculosis grant KEN-T-TNT-2067, was signed in June 2021 with implementation commencing from 1 July 2021 to 30 June 2024. The total approved budget for the grant is USD\$ 42,675,832, where US\$ 20,513,216 relates to funds retained at The National Treasury (Principal Recipient), US\$ 9,920,389 relates to funds for the Ministry of Health RSSH (sub recipient) and US\$ 12,242,227 relates to funds for programmatic interventions implemented by the Ministry of Health (Sub-recipient) as highlighted in the table below.

The total cumulative funds received for as at 30 June 2022 from Global Fund is KES 692,484,701 (Disbursement 550,046,659 and in-country NFM2 balance 142,438,042), while the cumulative interest earnings amount to KES 1,885,818 as highlighted in the table below:

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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 USD (A)	Kshs (A')	Donor currency USD (B)	Kshs (B')	Donor currency USD (A)-(B)	Kshs (A)-(B)
(i) Grant						
Global Fund TB – KEN-T-TNT-2046			4,791,058	550,046,659		632,108,062
Global Fund TB – KEN-T-TNT-1584	12,242,227	1,324,592,763	1,311,549	142,438,042	6,139,620	
– In-country Balance						
Interest Earnings				1,885,818		
Total	12,242,227	1,324,592,763	6,102,607	692,484,701	6,139,620	632,108,062

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 (30th June 2022)	
	Donor currency (A)	Kshs (A')	Donor currency (B)	Kshs (B')	Donor currency (A)-(B)	Kshs (A)-(B')
(i) Grant						
Global Fund TB – KEN-T-TNT-2046	6,102,607	694,370,519		553,841,711	1,192,616	140,528,808
Total	6,102,607	694,355,919		553,841,711	1,192,616	140,528,808

Project information and overall performance (continued)

1.8 Summary of Overall Project Performance:

i) Budget performance against actual amounts for current period and for cumulative to-date,

The country signed The Global Fund TB Grant (KEN-T-NT-2067) whose implementation started on 1st July 2021. The Ministry of Health budget for the current financial period being reported is Kshs 610,354,005 and the expenditure incurred and reported of Kshs 553,841,711. This represents a fund utilization rate of 91%, where as the variance is attributed to delayed procurements and competing activities during the period.

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

The project has contributed to the achievements of good results since the start of the implementation in TB control interventions. In the period under review, signs of recovery from covid 19 pandemic were noted with treatment coverage improving from 51% previously to 57%. The country did not achieve the targets on treatment success rate which is currently at 84% against a target of 90%. This is attributed to high death rate of 7% among TB patients which is higher among TB and HIV co infected patients (12%). The main attributable factors are, TB/HIV coinfection, malnutrition among TB patients which stands at 49%, and COVID-19 that resulted in decline of number of patients seeking health care service which was compounded further by the health care workers strike during the financial period.

The Global fund revised the grant rating methods and programmatically the the project was rated C which was a satisfactory performance.

i) Comment on value-for-money achievements,

The TB program is currently implementing strategies to actively find missing people with tuberculosis and putting them on treatment in order to contribute towards elimination of tuberculosis by 2035. In 2021/2022 the number of notified cases of all forms of TB was 82,302 patients who were put on first line treatment being an increment compared to the previous period. Currently the program is supporting

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payment of diagnosed MDR TB patients on treatment for their NHIF cover in order to lessen the burden to the patient and to contribute towards universal health coverage.

ii) Indicate the absorption rate for each period since the commencement of the project.

For the current grant that started in 1st January 2018, the fund absorption rate for the last three years are 2017/2018- 65%, 2018/19 - 70%, 2019/20 – 62%, 2020/2021 – 86% and 2021/2022 – 91% respectively.

iii) List the implementation challenges and recommended way forward.

The project has experienced delay in approval and long procurement processes that affected the supply chain of TB diagnostic commodities in the country.

Way forward.

The future grants should address the bureaucratic processes of approval while ensuring that there is an effective internal control and oversight measures.

1.9 Summary of Project Compliance:

The project complied with all applicable laws and regulations, and essential Global Fund financing agreements/covenants

2. Statement of Performance against Project's Predetermined Objectives

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial period, 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:

- a) To sustain gains in the newly devolved health system
- b) To intensify efforts to find "missing" cases
- c) To reduce TB transmission
- d) To prevent active disease and morbidity
- e) To enhance the quality of care for chronic lung disease

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:

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Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Global Fund Grant-Tuberculosis Component	To accelerate reduction of TB, Leprosy and lung disease burden through provision of people centred, universally accessible, acceptable and affordable quality services in Kenya	1. Reduction of TB incidence by 90% 2. Reduction of TB mortality by 95% 3. Zero households suffering from catastrophic costs by 2030	1. TB Mortality rate 2. TB incidence rate	The country achieved the general mortality rate of 38 per 100,000 against a target of 32 per 100,000- This means mortality is still high Achieved incidence rate of 292 per 100,000 against a target of 308; the country is still missing people with TB
			3. Treatment success rate (All forms of TB)	Target=90% Achieved=84% Performance of 93%
			Number of notified cases of all forms of TB	Targets=100,617 Achieved=82,302 Performance of 82%
			Percentage of registered new and relapse TB patients with documented HIV status	Target=100% Achieved=96% Performance of 96%
			Percentage of HIV-positive new and relapse TB patients on ART during TB treatment	Target=100% Achieved=97% Performance of 97%
			Percentage of previously treated TB patients receiving DST (bacteriologically positive cases only)	Target=90% Achieved=57% Performance of 63%
			Number of cases with RR-TB and/or MDR-TB that began second-line treatment	Target=1,036 Achieved=702 Performance of 68%

3. Environmental and Sustainability reporting

The purpose of the Division of National tuberculosis Leprosy and Lung Disease Program is to ensure provision of quality care and prevention services for all people affected by Tuberculosis. This is achieved by bringing together stakeholders involved in Tuberculosis control including development partners, Tuberculosis patients and former patients by providing a platform for participation in planning and decision making on matters related to Tuberculosis treatment and prevention in Kenya. The program is mandated to mobilize resources in order to make sure that tuberculosis diagnosis and treatment are accessible to the clients at minimum cost to reduce financial hardship to persons and families affected by the disease. The program also advocates for social support including food security for the most vulnerable including children. Currently through the support of The Global Fund, Drug Resistant Tuberculosis patients are provided with monthly stipend of Kshs 6,000, enrolled on NHIF medical cover for the duration of treatment and are provided with nutrition supplements for the severer and moderately malnourished.

1. Sustainability strategy and profile

2. The program developed a national strategic plan (2019-2023) which identifies gaps which are fully costed as a guide for resource mobilization. The counties adopted it by developing county TB, Leprosy and lung disease frameworks to enable counties and stakeholders mobilize resources at that level. UHC is a key pillar in achieving accessible quality health services. The program through, GOK and partners is also investing in health systems to ensure sustainability. The government continues to avail domestic resources to support TB commodity procurement including first line medicine and laboratory reagents. However, most of the program activities are still donor dependant including human resources, programmatic management of drug resistant TB, Leprosy and Latent Tuberculosis treatment (LTBI).

3. Environmental performance

Tuberculosis legal environmental assessment: KELIN an arm of legal and human right wing, carried out Tuberculosis: assessment of the legal environment in Kenya in 2018, according the report launch in February 2018. It is appreciated that in the area of TB prevention and control, legal and policy barriers might not be as obviously problematic to treatment and care as they are in the area of HIV. However, human rights and law issues

have emerged and should be addressed through country-level reviews of laws and policies. These issues have increasingly presented barriers to access to the best standards of care for TB patients, especially the marginalized communities. The legal environment assessment entailed an evaluation of the national legal and policy framework of TB in Kenya. It aimed at identifying and examining all important legal and human rights issues in TB affecting people. An environmental legal assessment lead to the development of a TB isolation policy taking into consideration the issues of human rights raised and hence inclusion of human rights intervention in the National Strategic 2019-2023, for TB, Leprosy and Lung Health. The other environmental performance includes the funding landscape.

TB Gender environment assessment: TB affects men and women differently, epidemiologically, biologically and socially. In order to eliminate TB, the TB response must address the gender-related barriers to accessing TB services and include key and vulnerable populations. The TB and HIV ender Assessment in Kenya aimed at determining gender related barriers to accessing TB services and ways of surmounting these. The assessment was carried out by KELIN and was adopted by National TB program for implementation.

4. Employee welfare

5. The program implements the Public Service Commission policies, procedures and guideline provided. During hiring the program applies the i) Human Resource Policies and Procedures Manual for the Public Service – May 2016 and ii) Diversity Policy for Public Service - May 2016 to foster, cultivate and preserve a culture of respect for diversity by embracing and encouraging an inclusive workforce in terms of age, colour, minority and marginalized, disability, ethnicity, family or marital status, gender, language, physical and mental ability, race, religion, socio-economic status, and other characteristics that make its human resource unique. These guidelines also ensure efficient, effective and purpose driven management of human resource development in the public service for socio-economic development. Further, it provides for systematic identification and mitigation of performance gaps and creation of an environment that promotes Private Public Partnerships in training and development, innovativeness and creativity in service delivery. In addition, it provides direction in planning and implementation of capacity building programmes and mechanisms for performance

improvement, while ensuring continuous and lifelong learning for public servants. The Policy presents a mechanism for structured training, competency development and assessment; knowledge and talent management; entrenchment of Values and Principles of Public Service, human resource development audit and development of a monitoring, evaluation and reporting framework for human resource development programmes. DNTLD-P is also implementing the Occupational safety and health policy guidelines for the health sector In Kenya as developed by the Ministry of Health.

6. Market place practices-

a) Responsible Supply chain and supplier relations-

DNTLD-P is a division within the Ministry of Health, being a government entity, the program does not undertake any commercial activities. All the staff are duly trained and guided by the i) Code of Regulation, ii) Bribery Act 47 and framework for the implementation of values and principles in articles 10 and 232 of the constitution in the public service. All procurements for supplies, including supplier relation are guided by the Public Procurement and Disposal Act, 2015.

7. Community Engagements

The role of communities and community-based organizations in TB work is limited and even if they played a role, it is mainly limited to a few tasks in service delivery. Lessons learnt from other public health responses, highlight the importance of community engagement and participation in all aspects of communication, advocacy, planning, implementation and monitoring of programs. In line with the call for paradigm shift articulated in the Global Plan for ending TB 2016- 2020, the Stop TB Partnership, Kenya started a work stream that focuses on communities and the related issues of rights and gender. Involvement of former TB patients and those affected has been very visible during national events like the world TB day planning meetings and implementations which has been most of time been on voluntary basis. Community health volunteers (CHVs) continues to provide essential services on contact tracing, tracing those who interrupt treatment and public health education at the community level particularly during this era of COVID 19 pandemic. During the Global Fund grant application, the TB champions among other community-based actors played a key in grant application process. Noted here are the valuable man hours given by this group of community players. In this regard, the

Global Fund Tuberculosis Grant

Annual Report and Financial Statements for the financial period ended June 30, 2022

contribution of this community actors is part of their contribution to the society as part of CSR.

4. Statement of Project Management responsibilities

The **Principal Secretary** for the Ministry of Health and the **Project Coordinator** for **Global Fund Tuberculosis Grant** 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 period 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, (v) Selecting and applying appropriate accounting policies and (vi) Making accounting estimates that are reasonable in the circumstances.

The **Principal Secretary** for the Ministry of Health and the **Project Coordinator** for **Global Fund Tuberculosis Grant** 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 Ministry of Health and the **Project Coordinator** for **Global Fund Tuberculosis Grant** 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 period ended June 30, 2022, and of the Project's financial position as at that date. The **Principal Secretary** for the Ministry of Health and the **Project Coordinator** for **Global Fund Tuberculosis Grant** 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.

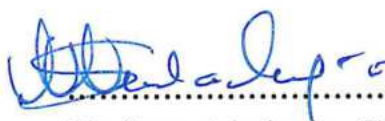
The **Principal Secretary** for the Ministry of Health and the **Project Coordinator** for **Global Fund Tuberculosis Grant** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial period/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Global Fund Tuberculosis Grant

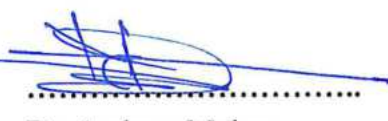
Annual Report and Financial Statements for the financial period ended June 30, 2022

Approval of the Project Financial Statements

The Project financial statements were approved by the Principal Secretary for the Ministry of Health and the Project Coordinator for **Global Fund Tuberculosis Grant** on 07/11/ 2022 and signed by them.



Ms. Susan Mochache, CBS
Principal Secretary



Dr. Andrew Mulwa
Project Coordinator



Silas Kamuren
Project Accountant
ICPAK Member No: 24479

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON GLOBAL FUND TUBERCULOSIS PROJECT GRANT/CREDIT NO. KEN-T-TNT-2067 FOR THE YEAR ENDED 30 JUNE, 2022 – MINISTRY OF HEALTH

PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Global Fund Tuberculosis Grant Credit No. KEN-T-TNT-2067 set out on pages 1 to 15, which comprise of the statement

Report of the Auditor-General on Global Fund Tuberculosis Project Grant/Credit No. KEN-T-TNT-2067 for the year ended 30 June, 2022 – Ministry of Health

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Global Fund Tuberculosis Grant Credit No. KEN-T-TNT-2067 as at 30 June, 2022, and 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 Public Finance Management Act, 2012 and Grant Agreement No. KEN-T-TNT-2067 dated 14 June, 2021 between Global Fund and the Republic of Kenya.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Global Fund Tuberculosis Grant Credit No. KEN-T-TNT-2067 Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for Opinion.

Emphasis of Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget of Kshs.775,488,451 and actual on comparable basis of Kshs.694,370,519, resulting to underfunding of Kshs.81,117,932 or 10% of the budget. Similarly, the Project spent an amount of Kshs.553,841,711 out of the approved expenditure budget of Kshs.775,488,451 resulting in an under expenditure of Kshs.221,646,740 or 29% of the budget

The underfunding and underperformance may have affected the planned activities of reducing tuberculosis deaths by 90% and tuberculosis incidence rate by 80%.

2. Unsupported Pending Bills

Annex 3(a) to the financial statements reflects analysis of pending bills of Kshs.30,555,233 out of which Kshs.20,839,853 relates to commitments of goods and services from various suppliers. However, the amounts were not supported with invoices, purchase orders and details on how the suppliers were engaged.

In the circumstances, the accuracy and completeness of pending bills of Kshs.30,555,233 could not be confirmed.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, were of most significance in the audit of the financial statements of the current year. 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 procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Suboptimal Use of GeneXpert Machines

Records provided for audit indicated that one hundred and eight six (186) GeneXpert machines were spread across various health facilities in the country. However, physical verification in six (6) counties in September 2022 revealed inadequate supply of cartridges which caused the machines to produce 238,187 tests against optimal capacity of 714,240 tests resulting to underperformance of 476,053 tests (or 67%). In addition, there was shortage of Community Health Volunteers (CHVs) to perform contact tracing and there were minimal referrals which lead to inefficient use of GeneXpert machines.

In the circumstances, the effective use of GeneXpert machines could not be confirmed.

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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Unsupported Selection of Drug Resistance Tuberculosis (DRTB) Patients

Note 4 to the financial statements reflects specialized materials and services of Kshs.5,391,000 out of which Kshs.539,000 relates to insurance cover for seventy-seven (77) DRTB patients against a total of one thousand five hundred and two (1,502) patients across various health facilities in the country. However, Management did not explain and provide details of the criteria used to identify and include the seventy-seven (77) patients

in the National Hospital Insurance Fund cover. In addition, these patients did not receive services for nine (9) months from July, 2021 to March, 2022.

In the circumstances, the effectiveness of controls of identifying DRTB patients and insurance expenditure of Kshs.539,000 could not be confirmed.

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by Global Fund Tuberculosis Grant Credit No. KEN-T-TNT-2067 dated 14 June, 2021, I report based on my audit, that:

- i. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii. In my opinion, adequate accounting records have been kept by the Project, so far as appears from the examination of those records; and,
- iii. The Project's financial statements are in agreement with the accounting records and returns.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 controls, 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 to cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Project's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes

and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report 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 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 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 judgment 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 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 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.

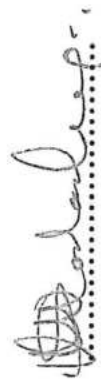

CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

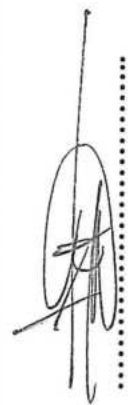
Nairobi

23 November, 2022

6. Statement of Receipts and Payments for the period ended 30th June 2022.

Note	Receipts and payments controlled by the entity	2021-2022		Total	Receipts and payments controlled by the entity	2020-2021		Payments made by third parties	Total	Cumulative to-date (From inception)
		Kshs.	Kshs.			Kshs.	Kshs.			
Receipts										
Proceeds from domestic and foreign grants	1	692,484,701	-	692,484,701	-	-	-	-	-	692,484,701
Miscellaneous receipts	2	1,885,818	-	1,885,818	-	-	-	-	-	1,885,818
Total receipts		694,370,519	-	694,370,519	-	-	-	-	-	694,370,519
Payments										
Compensation to employees	3	140,995,859	-	140,995,859	-	-	-	-	-	140,995,859
Purchase of goods and services	4	411,299,301	-	411,299,301	-	-	-	-	-	411,299,301
Acquisition of non-financial assets	5	1,546,552	-	1,546,552	-	-	-	-	-	1,546,552
Total payments		553,841,711	-	553,841,711	-	-	-	-	-	553,841,711
Surplus/ (deficit)		140,528,807	-	140,528,807	-	-	-	-	-	140,528,807


 Ms. Susan Mochache, CBS
 Principal Secretary

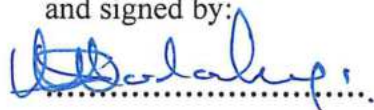

 Dr. Andrew Mulwa
 Project Coordinator


 Silas Kamuren
 Project Accountant
 ICPAK Member No: 24479


7. Statement of Financial Assets as at 30th June 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and Cash equivalents			
Bank Balances	6.A	139,957,681	-
Total Cash and Cash equivalents		139,957,681	-
Prepaid Fuel	7	571,126	-
Total Financial Assets		140,528,807	-
Net Assets		140,528,807	-
Represented By			
Fund Balance B/fwd.	8	-	-
Prior Period adjustments	-	-	-
Surplus/(Deficit) for the Period		140,528,807	-
Net Financial Position		140,528,807	-

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 07/11/2022 and signed by:



Ms. Susan Mochache, CBS
Principal Secretary



Dr. Andrew Mulwa
Project Coordinator



Silas Kamuren
Project Accountant
ICPAK Member No: 24479

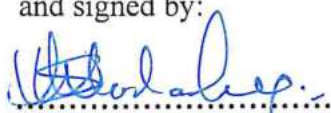
Global Fund Tuberculosis Grant

Annual Report and Financial Statements for the financial period ended June 30, 2022

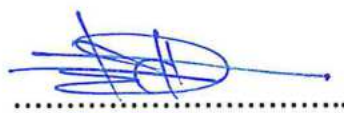
8. Statement of Cashflow for the period ended 30th June 2022

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Cashflow from operating activities			
Receipts			
Proceeds from domestic and foreign grants	1	692,484,701	-
Miscellaneous receipts	2	1,885,818	-
Total receipts		694,370,519	-
Payments			
Compensation of employees	3	(140,995,859)	-
Purchase of goods and services	4	(411,299,301)	-
Total Payments		(552,295,160)	-
Adjustments during the period			
Prior period adjustments	-	-	-
Decrease/(increase) in accounts receivable	9	(571,126)	-
Net cash flow from operating activities		141,504,233	-
Cashflow from investing activities			
Acquisition of non-financial assets	8	(1,546,552)	-
Net cash flows from investing activities		(1,546,552)	-
Cash flow from financing activities			
Net increase in cash and cash equivalents		139,957,681	-
Cash and cash equivalent at beginning of the period	6	-	-
Cash and cash equivalent at end of the period	6	139,957,681	-

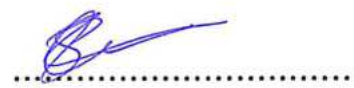
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 07/06/2022 and signed by:



Ms. Susan Mochache, CBS
Principal Secretary



Dr. Andrew Mulwa
Project Coordinator



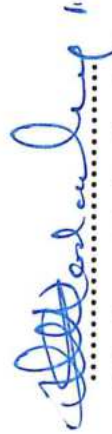
Silas Kamuren
Project Accountant
ICPAK Member No: 24479

Annual Report and Financial Statements for the financial period ended June 30, 2022

9. Statement of Comparison of Budget and Actual amounts for the period 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/c %
Receipts						
Proceeds from domestic and foreign grants	610,354,005	165,134,446	775,488,451	692,484,701	83,003,750	89%
Miscellaneous receipts				1,885,818	(1,885,818)	0
Total Receipts	610,354,005	165,134,446	775,488,451	694,370,519	81,117,933	90%
Payments						
Compensation to employees	140,995,859		140,995,859	140,995,859	-	100%
Purchase of goods and services	467,558,146	165,134,446	632,692,592	411,299,301	221,393,292	65%
Acquisition of non-financial assets	1,800,000		1,800,000	1,546,552	253,448	86%
Total Payments	610,354,005	165,134,446	775,488,451	553,841,711	221,646,740	71%
Surplus or Deficit				140,528,807	-140,528,807	

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


.....
Ms. Susan Mochache, CBS

Principal Secretary


.....
Dr. Andrew Mulwa

Project Coordinator


.....
Silas Kamuren

Project Accountant

ICPAK Member No: 24479

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 periods presented.

10.2 Reporting entity

The financial statements are for Global Fund Tuberculosis Grant for the reporting entity Ministry of Health - National Tuberculosis, Leprosy And Lung Disease – Program 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

Global Fund Tuberculosis Grant 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) 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.

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) 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

Significant Accounting Policies (Continued)

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 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 period.

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 period.

10.7 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 period 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.

10.8 Pending bills

Pending bills consist of unpaid liabilities at the end of the financial period arising from contracted goods or services during the period or in past periods. 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 period in which the payments are made.

Significant Accounting Policies (Continued)

10.9 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 period. 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 period/period under review has been *included in an annex to these financial statements*.

10.10 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 period, Kshs Nil billion being loan disbursements were received in form of direct payments from third parties.

10.11 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 period/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 period-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)

10.12 Comparative figures

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

10.13 Subsequent events

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

10.14 Prior period adjustments

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

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 The Global Fund to Fight Aids Tuberculosis and Malaria	1/Jul/22	1,311,549	142,438,042	-	-	142,438,042	-
	14/Jan/22	952,828	107,764,833	-	-	107,764,833	-
	1/Apr/22	250,000	28,520,000	-	-	28,520,000	-
	26/Apr/22	2,774,466	319,985,826	-	-	319,985,826	-
	28/Jun/22	800,820	93,776,000	-	-	93,776,000	-
Total		6,089,663	692,484,701	-	-	692,484,701	-

2. Miscellaneous receipts

	2021-2022			2020/2021	
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total receipts	Total receipts	Cumulative to- date (from inception)
	Kshs	Kshs	Kshs	Kshs	Kshs
Other receipts not classified elsewhere – Interest income	1,885,818	-	-	-	1,885,818
Total	1,885,818	-	-	-	1,885,818

Global Fund Tuberculosis Grant

Annual Report and Financial Statements for the financial period ended June 30, 2022

Notes to the Financial Statements (Continued)

3. 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 wages of temporary employees	138,524,259	-	138,524,259	-	138,524,259
Compulsory national social security schemes	529,200	-	529,200	-	529,200
Compulsory national health insurance schemes	1,942,400	-	1,942,400	-	1,942,400
Total	140,995,859	-	140,995,859	-	140,995,859

4. Purchase of Goods and Services

	2021/2022			2020/2021	
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	Cumulative to- date
	Kshs	Kshs	Kshs	Kshs	Kshs
Utilities, supplies and services	-	-	-	-	-
Communication, supplies and services	2,643,381	-	2,643,381	-	2,643,381
Domestic travel and subsistence	113,053,342	-	113,053,342	-	113,053,342
Foreign travel and subsistence	1,286,636	-	1,286,636	-	1,286,636
Printing, advertising, and information supplies	49,232,576	-	49,232,576	-	49,232,576
Training payments	145,990,323	-	145,990,323	-	145,990,323
Hospitality supplies and services	89,421,390	-	89,421,390	-	89,421,390
Specialized materials and services	5,391,000	-	5,391,000	-	5,391,000
Other operating payments	3,344,850	-	3,344,850	-	3,344,850
Routine maintenance – vehicles and other transport equipment	935,804	-	935,804	-	935,804
Total	<u>411,299,301</u>	-	<u>411,299,301</u>	-	<u>411,299,301</u>

Notes to the Financial Statements (Continued)

5. Acquisition of Non-Financial Assets

	Payments made in Cash	Payments made by third parties	Total payments	Total payments	Cumulati ve to-date
	2021-2022			2020- 2021	
	Kshs.	Kshs.	Kshs	Kshs	Kshs
Purchase of office furniture & general equipment	1,546,552	-	1,546,552	-	1,546,552
Total	<u>1,546,552</u>	<u>=</u>	<u>1,546,552</u>	<u>=</u>	<u>1,546,552</u>

6. Cash And Cash equivalents

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts (Note 7.A)	139,957,681	-
Total	<u>139,957,681</u>	<u>=</u>

Global Fund Tuberculosis Grant has one (1) number of project accounts spread within the project implementation area and Nil number of foreign currency designated accounts managed by the National Treasury as listed below:

6. A Bank Accounts

Project Bank Accounts

Details	2021-2022	2020-2021
	Kshs	Kshs
<u>Local Currency Accounts</u>		
Co-operative Bank of Kenya [A/c No. 01141163732900]	139,953,028	-
Others MPESA – KEN-T-TNT -NLTP - [467926]	4,653	-
Total local currency balances	<u>139,957,681</u>	<u>=</u>
Total bank account balances	<u>139,957,681</u>	<u>=</u>

Notes to the Financial Statements (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) 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 period. These funds have been reported as loans/grants received in the period under the Statement of Receipts and Payments.

Special Deposit Accounts Movement Schedule

Description	2021-2022	2020-2021
	Kshs	Kshs
(i) A/C Name TB Grant KEN-T-TNT GA 2067 [A/c No 1000375124]		
Opening balance	120,737	1,949,420
Total amount deposited in the account	11,974,242	1,588,540
Total amount withdrawn (as per Statement of Receipts & Payments)	11,857,342	3,417,223
Closing balance (as per SDA bank account reconciliation attached)	<u>237,637</u>	<u>120,737</u>

7. Imprests and Advances

Description	2021-2022	2020-2021
	Kshs	Kshs
Prepayment fuel	571,126	-
Total	571,126	-

8. Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts	139,957,681	-
Outstanding imprests and advances	-	-
Total	139,957,681	-

9. Changes in Receivable

Description	2020-2021	2019-2020
	Kshs	Kshs
Opening Receivables as at 1 st July 2021	-	-
Closing account receivables as at 30 th June 2022	571,126	-
Change in Receivables	571,126	-

**Global Fund Tuberculosis Grant
Annual Report and Financial Statements for the financial period ended June 30, 2022**

12. Other Important Disclosures

1. External Assistance

Description	2021-2022		2020-2021	
	Kshs		Kshs	
External assistance received as grants	692,484,701		-	
Total	692,484,701		-	

a). External assistance relating loans and grants

Description	FY 2021/2022		FY 2020/2021	
	Kshs		Kshs	
External assistance received as grants	692,484,701		-	
Total	692,484,701		-	

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	Year 2 and 3 programmatic implementations	632,108,062		-	
Total		632,108,062		-	

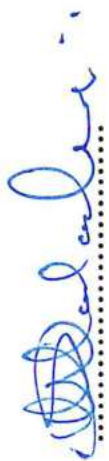
c) Classes of providers of external assistance

Description	FY 2021/2022		FY 2020/2021	
	Kshs		Kshs	
Multilateral donors – Health financing	692,484,701		-	
Total	692,484,701		-	

*Global Fund Tuberculosis Grant
Annual Report and Financial Statements for the financial period ended June 30, 2022*

13. Prior Period Auditor-General's Recommendations

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)
N/A	N/A	N/A	N/A	N/A


Ms. Susan Mochache, CBS
Principal Secretary


Dr. Andrew Mulwa
Project Coordinator

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 n	Comments on Variance (below 90% and over 100%)
Receipts	a	b	c=a-b	d=b/a %	
Proceeds from domestic and foreign grants	775,488,451	692,484,701	83,003,750	89%	The ministry received additional funds to implement COVID Grant. However, not all funds relating to COVID were disbursed to the country thus resulting in the variance of 11%
Miscellaneous receipts		1,885,818	(1,885,818)	0	
Total Receipts	775,488,451	694,370,519	81,117,933	90%	
Payments					
Compensation of employees	140,995,859	140,995,859	-	100%	The variance relates to: i) Pending programmatic activities delayed that depended on finalization of start-up activities. ii) COVID 19 activities whose implementation delayed and the activities rescheduled to the next period and iii) there were pending procurements and payments not finalised by the as at 30 June 2022.
Purchase of goods and services	632,692,592	411,299,301	221,393,292	65%	
Acquisition of non-financial assets	1,800,000	1,546,552	253,448	86%	
Total payments	775,488,451	553,841,711	221,646,740	71%	

**Global Fund Tuberculosis Grant
Annual Report and Financial Statements for the financial period ended June 30, 2022**

Annex 2: Reconciliation of inter-entity transfers

Project Name:		Division of National Tuberculosis Leprosy and Lung Disease Program		
Break down of transfers from the Ministry of Health				
A. Government Counterpart funding	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate	
		-		
	Total	-		
B. Direct payments	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate	
		-		
	Total	-		
C. Others	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate	
		107,764,833	FY 2021/2022	
		28,520,000	FY 2021/2022	
		319,985,826	FY 2021/2022	
		93,776,000	FY 2021/2022	
	Total	550,046,659		
	Total (A+B+C)	550,046,659		

The above amounts have been communicated to and reconciled with the Parent Ministry/ State Department

Project Coordinator
DNTLDP

Sign 

Head of Accounting Unit
Ministry of Health



Sign-----

Global Fund Tuberculosis Grant

Annual Report and Financial Statements for the financial period ended June 30, 2022

Annex 3a - Analysis of Pending Bills

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020-2021	Outstanding Balance 2019/20	Comments
	a	b	c	d=a-c		
Supply of goods						
1. Teknaflow Commercial Agencies	2,800,000	28/2/2022		2,800,000		
2. Jespo Arrow	356,000	28/2/2022		356,000		
3. Jespo Arrow	1,625,000	28/2/2022		1,625,000		
4. Linzotech Ventures	1,585,480	28/1/2022		1,585,480		
5. Wadix Commercial Agencies	1,022,250	28/2/2022		1,022,250		
6. Cybersense Limited	168,000	28/1/2022		168,000		
7. Wadix Commercial Agencies	2,315,735	28/2/2022		2,315,735		
8. Teknaflow Commercial Agencies	1,198,000	28/2/2022		1,198,000		
9. Jespo Arrow	2,089,300	28/2/2022		2,089,300		
10. Resebel Investments	905,000	03/01/2022		905,000		
Sub-Total	14,064,765			14,064,765		
Supply of services						
11. Mavuno K Automasters	342,664	28/3/2022		342,664		
12. Prideinn Hotel	675,000	05/12/2022		675,000		
13. Lake View Merchants	129,600	05/10/2022		129,600		
14. Maulink Hotel	37,000	17/5/2022		37,000		
15. Metropark Hotel	150,000	17/5/2022		150,000		
16. Clarion Hotel	675,000	13/5/2022		675,000		
17. Solmar Gracious Hotel	322,000	24/6/2022		322,000		
18. Eternity Hotel	68,904	02/04/2022		68,904		
19. Jacaranda Hotel	650,000	06/09/2022		650,000		
20. Shammah Hotel	400,000	16/6/2022		400,000		
21. Sixty Seven Athi Hotel	500,000	04/07/2022		500,000		
22. Darad Hotel	98,700	24/6/2022		98,700		
23. Panaroma Hotel	509,600	29/4/2022		509,600		

Global Fund Tuberculosis Grant
Annual Report and Financial Statements for the financial period ended June 30, 2022

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020-2021	Outstanding Balance 2019/20	Comments
24. Eagle Palace Hotel	1,062,500	17/6/2022		1,062,500		
25. Oliveira Restaurant	292,500	03/11/2022		292,500		
26. A.V.C Management	67,500	02/09/2022		67,500		
27. Meru Slopes Hotel	670,000	19/5/2022		670,000		
28. Bekam Hotel	62,100	02/11/2022		62,100		
29. Kwale Golden Hotel	67,500	02/11/2022		67,500		
30. Lowlands Hotel	67,500	14/2/2022		67,500		
31. Mbita Tourist	87,900	05/12/2022		87,900		
32. Bekam Hotel	138,000	21/6/2022		138,000		
33. Lysak Haven Hotel	612,500	06/09/2022		612,500		
34. Rudolf Agencies	64,000	19/4/2022		64,000		
35. Hotel Twin Towers	97,200	19/5/2022		97,200		
36. Meru Slopes Hotel	63,000	14/4/2022		63,000		
37. Meru Slopes Hotel	2,310,000	06/02/2022		2,310,000		
38. Meru Slopes Hotel	225,000	14/4/2022		225,000		
39. Tana Gardens Hotel	565,000	23/6/2022		565,000		
40. Kamadep Guest House	225,000	24/6/2022		225,000		
41. Panaroma Hotel	441,000	14/4/2022		441,000		
42. Red Sea Resort	660,000	06/03/2022		660,000		
43. Eagle Palace Hotel	130,000	30/11/2021		130,000		
44. Alba Hotel	252,000	11/01/2021		252,000		
45. Queens Garden Hotel	102,900	24/6/2022		102,900		
46. Le Premier Hotel	225,000	06/09/2022		225,000		
47. Legacy Hotel	250,000	24/6/2022		250,000		
48. Legacy Hotel	187,500	17/6/2022		187,500		
49. Legacy Hotel	312,500	17/6/2022		312,500		
50. Peaks Hotel	208,000	11/05/2021		208,000		
51. Maxland Hotel	100,800	24/6/2022		100,800		
52. Prideinn Hotel	150,000	22/11/2021		150,000		
53. Paleo Hotel	95,000	01/05/2022		95,000		

**Global Fund Tuberculosis Grant
Annual Report and Financial Statements for the financial period ended June 30, 2022**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020-2021	Outstanding Balance 2019/20	Comments
54. Winimum Hotel	86,200	24/5/2022		86,200		
55. Raygreen Hotel	74,000	27/6/2022		74,000		
56. Dans Hotel	240,000	03/11/2022		240,000		
57. Isandy General Merchants	563,400	19/3/2022		563,400		
58. Vicmark Hotel	367,500	12/03/2021		367,500		
59. Clarion Hotel	75,000	19/4/2022		75,000		
60. Eagle Palace Hotel	95,000	31/12/2021		95,000		
61. Kisiwani Dishes	65,000	02/11/2022		65,000		
62. Elgon Valley Resort	54,000	02/07/2022		54,000		
63. Rift Valley Hills Resort	71,000	02/07/2022		71,000		
64. Jamora Enterprises Co. Ltd	78,000	05/09/2022		78,000		
65. St Mark Catholic Church	66,000	22/6/2022		66,000		
66. Eagle Palace Hotel	240,000	01/10/2022		240,000		
67. Royal Minni Inn	65,000	14/2/2022		65,000		
Sub-Total	16,490,468			16,490,468		
Grand Total	30,555,233			30,555,233	Nil	

Global Fund Tuberculosis Grant
Annual Report and Financial Statements for the financial period ended June 30, 2022
Annex 3b - Analysis of Pending: Staff Bills

There were no pending staff bills for the period ended June 30 2022.

Annex 3c - Analysis of other Pending Payables

There were no other pending payables for the period ending June 30, 2022.

Annex 4 – Summary of Fixed Assets Register

Asset class	Opening Cost (KShs) 2021/22	Donations in form of assets (KShs) 2021/22	*Purchases/ Additions in the Period (KShs) 2021/22	**Disposals in the Period (KShs) 2021/22	Transfers in/(out) Kshs 2021/22	Closing Cost (KShs) 2022
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+c)- (d)+(-)d
Office equipment, furniture and fittings			1,546,552			1,546,552
Total			1,546,552			1,546,552

Annex 5 – Contingent Liabilities Register

There were no known contingent liability for the period ending June 30, 2022.

*Global Fund Tuberculosis Grant
Annual Report and Financial Statements for the financial period ended June 30, 2022*

Annex 8: Other Support Documents

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations statement as at 30th June 2022
- iii. Board of Survey Report
- iv. Special Deposit Account(s) reconciliation statement(s)
- v. GOK IFMIS comparison Trial Balance

GLOBAL FUND TUBERCULOSIS GRANT		
TRIAL BALANCE		
30TH JUNE 2022		
Cash Balance B/F		-
Cash Balance C/D	139,957,681	
Grants Received Global Fund		692,484,701
Interest Earnings		1,885,818
Imprest and Regional Advances B/F		-
Imprest and Regional Advances C/D	571,126	
Non-Financial Asset	1,546,552	
salaries of employees	140,995,859	
Utilities, supplies and services	-	
Communication, supplies and services	2,643,381	
Domestic travel and subsistence	113,053,342	
Foreign travel and subsistence	1,286,636	
Printing, advertising and information supplies & se	49,232,576	
Rentals of produced assets	-	
Training expenses	145,990,323	
Hospitality supplies and services	89,421,390	
Insurance costs	-	
Specialised materials and services	5,391,000	
Office and General Supplies and Services	-	
Other operating expenses	3,344,850	
Routine maintenance – vehicles and other transport	935,804	
Routine maintenance – other assets	-	
Routine maintenance – vehicles and other transport	-	

National TB, Leprosy and Lung Diseases Unit- Global Fund TB Grant

BANK : MOH TB GRANT a/c 01141163732900

BANK RECONCILIATION

AS AT 30 June 2022

(KSHS)

Cash Book Balance as at 1st June 2022

245,702,078.55

Total Receipt for June 2022

93,967,155.12

Total Payments for June 2022

199,716,205.50

Cash Book Balance as at 30 June 2022

139,953,028.17

RECONCILIATION

	Balance as per Bank Statement at 30 June 2022	Vch No.	Chq No.		235,044,490.51
Less:					
1)	Payments in Cash Book not Recorded in Bank Statement				
30/06/22	KRA W/Holding Tax		000965		234,900.00
30/06/22	MPESA Transfer		000966		779,200.00
30/06/22	Manager Co-op Bank		000964		21,607,083.00
30/06/22	MPESA Transfer		000963		4,258,140.00
30/06/22	Manager Co-op Bank		000962		22,901,466.35
21/06/22	P/S MOH Net Pay June 2022	0393			16,837,670.10
28/06/22	PAYE June 2022	0393			5,990,554.00
28/06/22	NSSF June 2022	0393			48,000.00
28/06/22	NHIF June 2022	0393			176,200.00
28/06/22	HELB June 2022	0393			10,748.00
28/06/22	MPESA Transfer	0394			22,236,700.00
26/04/22	PAYE April 2022	0263			0.25
28/09/20	HELB Sept 2020	0050	000562		10,748.00
30/09/21	Rounding off	887			52.64
					95,091,462.34
	Balance as per Cash book				139,953,028.17

RECONCILED

I certify that I have verified the Bank Balance in Cash book with Bank Statement and that the above Reconciliation is Correct.

SIGNATURE

Prepared By: Sinas Kamuren

Checked By: John Mulegi

DESIGNATION

Acc.

SIGN

[Signature]

DATE

04/07/2022

04/07/2022

National TB, Leprosy and Lung Diseases Unit- Global Fund TB Grant

BANK : SAFARICOM
MPESA RECONCILIATION
AS AT 30 June 2022

Cash Book Mpesa Opening Balance		2,006,885
Receipts		84,961,840
MPESA to Bank Transfer		-
		<u>86,968,725</u>
Payments		
	Jun-22	86,964,072
Total Payments (as per FVs posted)		86,964,072
Balance as per Cashbook		<u>4,653</u>
Balance - Utility account		51,834
Balance - MMF account		-
Balance in Mpesa Account Aug 2021		<u><u>51,834</u></u>
Receipts in C/B not in MPESA		
MPESA Transfer		<u>27,274,040</u>
		<u>27,274,040</u>
Payments in C/B not in MPESA		
FVs paid not reflecting in MPESA		<u>27,321,221</u>
		<u>27,321,221</u>
Reconciled Balance		<u><u>4,653</u></u>

I certify that I have verified the MPSEA Balance in Cash book with MPESA Statement and that the above Reconciliation is Correct.

SIGNATURE
Prepared By: S. K. K. K. K. K.
Checked By: J. M. M. M. M.

DESIGNATION
Asst. Mgr.
SIGN
[Signature]
DATE
24/07/2022
24/07/2022

GLOBAL FUND TB GRANT KEN-T-TNT GA 1548 (NFM 3)
 STATEMENT OF SPECIAL (DESIGNATED ACCOUNT RECONCILIATION
 FOR THE YEAR ENDED 30TH JUNE 2022
 PART B: ACCOUNTS RECONCILIATION STATEMENT
 Credit No. KEN-T-TNT GA 1548

Bank Account No. 100005345272 Held with CFC Stanbic Bank Ltd

NOTES		USD
1 Amount advanced by Global fund		7,452,136.90
TNT-PR	63,213.21	
MOH-DLTLD	7,388,923.69	
Less		
2 Total Amount Accounted for		5,669,280.30
3 Outstanding Amount advanced to Special Account		1,782,856.60
Represented by		
4 Ending Special Account Balance at 30th June 2022		237,637.63
5 Amount Claimed but not credited at 30th June 2022		-
6 Amount withdrawn but not claimed as at 30.06.2022		1,545,218.97
Represented by;		
TNT-PR	- 1,026,634.08	
MOH-DLTLD	2,571,853.05	
7 Service Charges if not included in 5 and 6 above		-
Less		
8 Interest Earning if not included in special account		-
9 Total advance to special account Year ended 30th June 2022		1,782,856.60
Discrepancy between total appearing in lines 3 and 9		-


 AUTHORIZED REPRESENTATIVE
 RESOURCE MOBILIZATION DEPARTMENT-TREASURY

DATE 19-08-2022

GLOBAL FUND TB GRANT KEN-T-TNT GA 1548 (NFM 2)
STATEMENT OF SPECIAL (DESIGNATED ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30TH JUNE 2022
PART B: ACCOUNTS RECONCILIATION STATEMENT
Credit No. KEN-T-TNT GA 1548

Bank Account No. 100005345272 Held with CFC Stanbic Bank Ltd

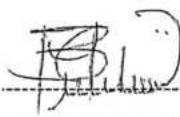
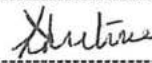
NOTES	USD
1 Amount advanced by Global fund	27,934,927.30
TNT-PR	10,356,113.29
MOH-DLTLD	17,578,814.01
Less	
2 Total Amount Accounted for	28,109,401.13
3 Outstanding Amount advanced to Special Account Represented by	- 174,473.83
4 Ending Special Account Balance at 30th June 2022	-
5 Amount Claimed but not credited at 30th June 2022	0.00
6 Amount withdrawn but not Accounted for to GF Represented by;	- 174,473.83
TNT-PR	197,995.36
MOH-DLTLD	- 372,469.19
7 Service Charges if not included in 5 and 6 above	-
Less	
8 Intrest Earning if not included in special account	-
9 Total advance to special account Year ended 30th June 2022	- 174,473.83
Discrepancy between total appearing in lines 3 and 9	-



AUTHORIZED REPRESENTATIVE
RESOURCE MOBILIZATION DEPARTMENT-TREASURY

DATE 19-08-2022

SPECIAL ACCOUNT STATEMENT

	For period ending	30TH JUNE, 2022
	Account No.	0100005345272
	Depository Bank	STANBIC BANK-NAIROBI
	Address	WAIYAKI WAY, WESTLANDS,NAIROBI.
	Related Loan	TB GRANT KEN-T-TNT GA 1548-MAIN
	Credit Agreement	NO. 4568-KE
	Currency	USD
<u>Account Activity</u>		
Beginning balance of 1ST July, 2021 as per C.B.K. Ledger Account		120,737.30
Add:		
Total Amount deposited by ADB		11,974,242.05
Total Interest earnings if deposited in account		-
Total amount refunded to cover ineligible expenditure		-
Deduct:		
Total amount withdrawn		11,857,341.72
Total service charges if not included above in amount withdrawn		-
Ending balance on 30th June,2022		237,637.63
<u>AUTHORISED REPRESENTATIVE</u> <u>CENTRAL BANK OF KENYA</u>	SIGNATURE:	
<u>AUTHORISED REPRESENTATIVE</u> <u>EXTERNAL RESOURCES</u> <u>DEPARTMENT-TREASURY</u>	DATE	14-07-2022
	SIGNATURE:	
	DATE	19-08-2022

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2022 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

Results 1 - 37 of 37

Run Date: 14/07/2022 Run Time: 07:40:54
 CENTRAL BANK OF KENYA
 BANKI KUU YA KENYA
 P.O.BOX 60000-0200
 NAIROBI
 STATEMENT PERIOD: From 01/07/2021 To 30/06/2022

STATEMENT OF ACCOUNT

PAGE NO: 1

ACCOUNT NUMBER: 1000375124

ACCOUNT TITLE: TB GRANT KEN-T-TNT GA 1548-MAIN

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE
OPENING BAL: -120,737.30					
NO.	Value Date	Reference.No	Details	Debit	Credit
1	23/08/2021	FT21235XNRC5	FUNDING	-1,454,431.40	0.00
2	01/09/2021	FT21244NFXLM	FUNDING	-4,268,332.00	0.00
3	06/09/2021	FT212460LJH01	PA126213	0.00	199,120.32
4	06/09/2021	FT21246GXL22	PA126212	0.00	3,982,406.40
5	18/10/2021	FT212915T6MV	PA127283	0.00	3,518.34
6	18/10/2021	FT21291RXPID	PA127284	0.00	175.92
7	18/10/2021	FT21291S94D6	PA127286	0.00	89.37
8	18/10/2021	FT21291TBGMV	PA127285	0.00	1,787.39
9	15/11/2021	FT213198J745	FUNDING	-234,318.84	0.00
10	18/11/2021	FT21322BR2YX	FUNDING	-1,135.76	0.00
11	18/11/2021	FT21322KF897	FUNDING	-18,140.69	0.00
12	18/11/2021	FT21322QPSJN	FUNDING	-177.86	0.00
13	17/12/2021	FT213508C7X2	PA127621	0.00	136,062.47
14	17/12/2021	FT21350LYX22	PA127622	0.00	954,938.71
15	30/12/2021	FT21351C764K	PA127627	0.00	2,880.00
16	30/12/2021	FT21351PKYF6	PA127626	0.00	57,600.00
17	30/12/2021	FT21355VWQ1V	PA127628	0.00	87,443.87
18	30/12/2021	FT213631NPMR	PA127655	0.00	9,808.99
19	30/12/2021	FT213633BG9R	PA127657	0.00	8,929.46
20	30/12/2021	FT21363DQ5F9	PA127652	0.00	14,261.05
21	30/12/2021	FT21363F8FGY	PA127653	0.00	14,517.46
22	30/12/2021	FT21363JYDMY	PA127654	0.00	5,003.84
23	30/12/2021	FT21363PZB5M	PA127651	0.00	8,718.32
24	30/12/2021	FT21363XVLR6	PA127650	0.00	5,964.16
25	11/01/2022	FT22010SSCFP	PA127660	0.00	4,384.87
26	11/01/2022	FT22011744KB	PA127656	0.00	3,322.42
27	07/03/2022	FT220667BKK7	FUNDING	-1,399,503.48	0.00
28	07/03/2022	FT22066RF9S0	FUNDING	-1,598,202.02	0.00
29	15/03/2022	FT22073QKYDY	PA127692	0.00	250,000.00
30	25/03/2022	FT22083GY686	PA127923	0.00	2,461,803.00
31	31/03/2022	FT220905X9Q9	PA127924	0.00	2,786,119.51
32	19/05/2022	FT22138BTY6W	PA127972	0.00	8,517.00
33	19/05/2022	FT22138J508N	PA127973	0.00	425.85
34	19/05/2022	FT22138PY3ZM	PA127976	0.00	12,625.00
35	19/05/2022	FT22138R30K9	PA127971	0.00	1,758.00
36	19/05/2022	FT22138RP1VB	PA127970	0.00	35,160.00
37	21/06/2022	FT2216SV26YT	PA127980	0.00	800,000.00

CLOSING BALANCE: -237637.63

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM		More Options	Find
		Clear Selection	
Account	equals	1000375124	
Statement From	equals	20210701	
Statement To	equals	20220630	
TAM.E.STMT.OF.ACCT.EPRM			

GLOBAL FUND TUBERCULOSIS GRANT

Implementing Entity:

**MINISTRY OF HEALTH - NATIONAL
TUBERCULOSIS, LEPROSY AND LUNG**

DONOR ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED

JUNE 30, 2022

NAIROBI, KENYA

Notes to the financial statements

All amounts are in US\$/EUR

Note 1: Basis of accounting

The Financial Statements are prepared on a cash receipts and disbursements basis. A column on commitments or outstanding payables has been added as required by the Auditing guidelines.

Note 2: Disbursements/Receipts

Receipts comprises amounts advanced and reimbursed by the Global Fund under the grant agreement during the period [January 1, 2019 to December 31, 2019] to the Principal Recipient and to third parties. Receipts from Global Fund were in United States Dollars.

Note 3:

Expenditure represents amounts disbursed and costs incurred denominated in Ficticia Francs (FHF).

Note 4:

Transactions in Ficticia Francs are translated to US dollars at the exchange rate applicable at the time funds received from Global Fund were converted to local currency. For the purpose of this report, balances denominated in Ficticia Francs have been translated to US dollars based on the average exchange rate applied by the Ministry of Health during the period which stood at FHF xx to the US dollar.

Note 5: Receipts from Global Fund

Description	Current period US\$	Prior period US\$	Cumulative US\$
Disbursement 1	1,311,549		1,311,549
14/01/2022	954,938		954,938
01/04/2022	250,000		250,000
26/04/2022	2,786,119		2,786,119
28/06/2022	800,000		800,000
	<u>6,102,607</u>	<u>Nil</u>	<u>6,102,607</u>
	=====	=====	=====

Note 6: Human Resources

This represents salaries and other staff related costs for the principal recipients and various SRs.

Description	Current period US\$	Prior period US\$	Cumulative US\$
Salaries and Allowance	1,243,391	0	1,243,391
	<u>1,243,391</u>	<u>0</u>	<u>1,243,391</u>
	=====	=====	=====

Note 7: Travel Related Costs

	Amount
Conference Hire and Air Travel	791,123
Daily subsistence allowance	2,211,276
Fuel	<u>28,372</u>
	<u>3,030,770</u>
	=====

Note 8: Cash balances

	Amount US\$
Bank balance held at Co-operative Bank	1,187,730
Bank balance held at Safaricom PLC (MPESA)	39
Total Kenya Plc – Fuel prepayment	4,847
Reconciling adjustment (to be explained in the note)	0
Net Grant cash balance	<u>1,192,616</u>
	=====

Note 9: Sub-recipient advances

	SR 1
Unliquidated advances (prior year)	0
Add advances from PR (current year)	6,119,386
Less SR justified advances	4,835,419
Adjust; Exchange Gain/Loss	<u>(91,352)</u>
	<u>1,192,616</u>
	=====



REPUBLIC OF KENYA

Date 17th Dec 22 F.O 51

Report of the Board of Survey on the Cash and Bank Balances of Moh Tuberculosis
Offices A & K Annex as at the close of

Business on 30th June 2022

The Board, Consisting of (Names and Official titles)

Liti Wambua Chairman
Felix Mulati Member
Rose Ndani Member

Assembled at the office

At (time) on the

And the following cash was produced:

Notes	..	..	..	..	..	..	sh	<u>NIL</u>
Silver	..	..	..	..	..	..	sh	<u>NIL</u>
Copper	..	..	..	..	..	..	sh	<u>NIL</u>
Cheque(as per details on reverse)	..	..	..	..	..	..	Sh	<u>NIL</u>
								<u>NIL</u>

It was overserved that cheques amounting to shs NIL cts

Had been oh hand for more than 14 days prior to the date of 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

Cash on hand	..	..	..	..	..	..	Sh	<u>NIL</u>
Bank Balance	..	..	..	..	..	..	Sh	<u>139,953,028 = 00</u>
								<u>139,953,028 = 00</u>

The Bank Certificate of Balances showed a sum of Shs.

cts Fifty Six (Sh.....) cts

Standing to the credit account on

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

Liti Wambua
Chair Person

Member of the Board

Rose Ndani
Member of the Board

Date

Felix Mulati
Member of the Board



CO-OPERATIVE BANK

We are you

The Co-operative Bank of Kenya Limited

Upper Hill Branch

Kuscco Centre

P.O.Box 30415-00100, Nairobi

Tel: 2713501

Mobile: 0713600804, 0733 343455

Fax: 2713508

Nairobi

Email: upperhillbr@co-opbank.co.ke

DATE: 29th JULY 2022

TO
MINISTRY OF HEALTH,
National Tuberculosis, Leprosy and Lung Disease Unit.
Afya Annex KHN Ground.
P.O Box 20781-00202 NAIROBI.

To The Head TB Programme,

RE: CERTIFICATE OF ACCOUNT BALANCE-MOH TUBERCULOSIS GRANT A/C NO. 01141163732900

Reference is made to your request dated 30th JUNE 2022 to the above subject.

We acknowledge receipt of your request on above subject matter.

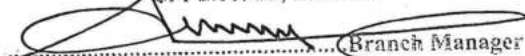
We wish to confirm above account balance as indicated below:

ACCOUNT NAME	ACCOUNT NUMBER	BOOK BALANCE AS AT 30 TH JUNE 2022
MOH TUBERCULOSIS GRANT	01141163732900	KES. 235,044,490.51

This letter is however, issued without liability expressed or implied and in no way commits the Co-operative Bank (K) Limited or assigns it any financial, legal or other obligations.

Yours faithfully,

For Pro. THE CO-OPERATIVE BANK OF KENYA LTD.
UPPER HILL, NAIROBI


Branch Manager

HOSEA AWICH
BRANCH MANAGER
UPPER-HILL BRANCH

Safaricom Ltd
PO Box 66827 – 00800
Westlands, Nairobi.
Kenya.

4th August 2022.

To,

National Tuberculosis, Leprosy and Lung Disease Unit,
Ministry of Health,
Afya Annex Building, Kenyatta National Hospital, Hospital Road.
P.O Box 20781-00202,
Nairobi.

Dear Sir/Madam,

REF: NLTP/FIN/12/14/VOL 1(120)

CERTIFICATE OF BALANCES AS AT 30TH JUNE 2022 FOR 467926 - TB-KEN-T-TNT-NLTP

Please find M-PESA balances (in Ksh.) held for the below organization as of 30th June 2022.

Organization	Utility Account	Working Account	Charges paid Account
467926 - TB-KEN-T-TNT-NLTP	51,834	0.00	0.00

Albert Mugo



Manager – M-PESA Accounting

When we come together, **great things happen.**

Note 11: Expenditure reconciliation between IES and PUDR

	Year 2
AFR expenses	4,835,419
Reconciling items (to be explained in the note)	
IES's expenditures	4,835,419
	=====

	Cumulative
AFR expenses	4,835,419
Reconciling items (to be explained in the note)	
IES's expenditures	4,835,419
	=====

Note 12: Schedule of fixed assets

Categories	Opening balances (cost)	Additions (cost)	Disposals through sale (cost)	Closing balance (cost)
Intangible assets	-	-	-	-
Constructions	-	-	-	-
Rehabilitation/ Renovation	-	-	-	-
Health Equipment	-	-	-	-
Other non-Health Equipment	-	13,289.62	-	13,289.62
Vehicles/ Motorcycles	-	-	-	-
IT Equipment (Hardware)	-	-	-	-
Total	-	13,289.62	-	13,289.62

As the above financial statements are illustrative, the Principal Recipient should provide any other relevant information or notes to the statements.

