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KENYATTA NATIONAL HOSPITAL



ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2001



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CHAIRMAN'S REPORT

It is with much pleasure that I present the Annual Report of Kenyatta National Hospital for the year ending 30th June 2001.

Kenyatta National Hospital continues to experience budgetary deficit resulting from cutbacks in Government spending attributed to the slow economic growth and the subsequent austerity measures. Further, the Hospital continued to waive an increasing number of patients who are unable to pay due to poverty. This has forced the Board and the Hospital Management to allocate and utilize the available resources in the areas of critical need and those that are core to its mandate.

KNH's vision is to be a regional centre of excellence in the provision of specialized services in healthcare, its mission is to provide quality healthcare, medical training, medical research and participate in national health planning. Kenyatta National Hospital activities revolve around this mission. The Board, the Management and staff work towards realizing this mission. Being at the apex of the healthcare system in the country, Kenyatta National Hospital is a pacesetter in healthcare for other institutions. The Hospital is thus expected to set standards in all areas of patient management, training and research.

The number of patients being seen at Kenyatta National Hospital is ever increasing. On average, it attends to 80,000 inpatients and over 500,000 outpatients. Any single day Kenyatta National Hospital has an inpatient population of between 2,500 - 3,000. This results in heavy workload and a mismatch between the available resources and services provided.

REVENUE GENERATION

The bulk of financial resources (over 80%) available are from the Government through the Ministry of Health and the balance is generated through cost sharing. However, the Hospital was not able to raise the desired level of revenue through the cost-sharing program due to the high number of waivers and exemptions, which in 2000/2001 stood at Kshs.140 million. This affected negatively the resources available for Operations and Maintenance. In order to reverse the trend and improve on revenue collection, the Hospital Board and the Management decided to establish a one-stop Credit Office. So far, the impact is very positive with the revenue showing an upward trend.

EXPENDITURE

The budget rationalization program that the Hospital instituted a few years ago is still being implemented. Areas that receive more financial allocations are those that directly impact on patient care, preventive maintenance and staff development.

FUTURE PLANS

The Hospital plans to:

- Prepare a strategic plan to guide its operations in the next ten (10) years. This is expected to assist in focusing on the core business of the Hospital.
- Embark on a computerization exercise to assist in efficient delivery of services in all its critical areas of operation and minimize losses.
- Work on staff rationalization to improve performance and to utilize our manpower efficiently and effectively.
- Replace old and unserviceable Diagnostic and Therapeutic equipment.
- Create centers for excellence in the respective specialized areas with the aim of attracting and retaining highly qualified personnel.

On behalf of the Board I wish to thank the Hospital Management and all staff members for their dedication and commitment without which all the achievements in the Hospital would not have been realized. I wish also to call upon all the Board members and the Hospital staff to join hands to ensure that all the set goals are realized for the benefit of our patients.



PROF. A. MUTEMA PhD
CHAIRMAN

REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE FINANCIAL STATEMENTS OF KENYATTA NATIONAL HOSPITAL FOR THE YEAR ENDED 30 JUNE 2001

I have examined the attached financial statements of Kenyatta National Hospital for the year ended 30th June 2001 in accordance with Section 29 of the Exchequer and Audit Act (Cap. 412). I have obtained all the information and explanations required for the purpose of the audit. Proper books of account have been kept and the financial statements, which were prepared under the historical cost convention, are in agreement therewith.

Except for the matters referred to here below, in my opinion, the financial statements when read together with the notes thereon, give a true and fair view of the financial state of affairs of the Hospital as at 30th June 2001 and of its deficit and cash flows for the year then ended.

1. FINANCIAL POSITION

The Hospital's Statement of Income and Expenditure for the year ended 30th June 2001 reflects a deficit of Kshs.533,290,581 compared to a surplus of Kshs.371,247,293.00 in the previous year. The deficit which is attributable to a decline in income from investments and private wing and increase in the allowance and purchases of medical equipment, materials and drugs, reduced the accumulated funds from Kshs.2,078,168,860 in 1999/2000 to Kshs.1,537,082,736.00 as at 30th June 2001. Although the Hospital has indicated that it plans to effect cost reduction measures, its financial position would remain precarious until such measures improve the revenue base and collections.

2. BANK RECONCILIATION AND BALANCES

The Hospital's recurrent bank account was debited with direct payments amounting to Kshs.207,981,285.25, which had not been recorded in the cashbook as at 30 June 2001. Documents in support of these direct debits have not been made available for audit review with the result that it has not been possible to confirm the propriety of these payments.

3. SHORT TERM INVESTMENTS

In the previous years, reference was made to the unsatisfactory manner in which surplus funds totaling Kshs.1,635,399,341.00 had been invested in banks and other financial institutions contrary to current regulations, which require any surplus fund to be invested in Treasury Bills, Bonds or in any other institution with Treasury's approval. A review of the position in the year 2000/2001 showed that the Hospital continued to hold substantial deposits in the same banks and financial institutions, which as at 30 June 2001 totalled Kshs. 1,098,468,626. These short term investments also included an amount of Kshs.411,752,329.80 held in a privately owned bank established in the year 1993 and which has been unable to refund the matured deposits despite earlier assurance by the Hospital that such refund were to be made by end of June 2001. As previously reported, the security and recoverability of the investments in the private Bank still remains highly doubtful as it has since been placed under liquidation.

4. DEBTORS

The debtors balance of Kshs.471,986,009.00 as at 30th June 2001 includes amounts owing from KMTCC (Kshs.20,171,201.95), Ministry of Health (Kshs.24,818,599.90). Orthopedic Debtors (Kshs.52,644,973.95) and staff Debtors (Kshs.1,544,839.00). The supporting documents showing details and nature of the debts were not submitted for audit review. In the absence of such supporting documents, it was not possible to establish the nature of these debts. Further, records held by the Hospital's legal office indicate that secured debtors amounting to Kshs.16,300,756.85 had their securities either released without evidence of payment or secured debtors amounting to Kshs.16,300,756.85 had their securities either released without

evidence of payment or secured by known companies and personalities. However, no effort appears to have been made to recover the debts.

5. REFUND FROM NATIONAL HOSPITAL INSURANCE FUND

Although the records at NHIF show that a total of Kshs.153,783,846.00 was released to the Hospital in respect of reimbursement of patient's claims between 1st January, 1999 and 5th December, 2001, only cheques totaling Kshs.63,777,913.00 were confirmed to have been received and recorded in the Hospital's books thus leaving a balance of Kshs.90,005,983.00 unaccounted for. Apart from the fact that failure to record and acknowledge receipt of these cheques indicates lack of adequate internal control procedures, the possibility of fraud whereby cash received could have been misappropriated and covered with NHIF cheques, could not be ruled out. No evidence of investigation into the matter has been seen.

6. STOCKS

The Stock balance of Kshs.670,026,943.00 as at 30th June 2001 excludes deficits and surpluses in stocks amounting to Kshs.38,631,797.26 and Kshs.12,191,755.68 respectively. No evidence was seen of efforts being made to investigate the cause of these stock deficits and surpluses. In the absence of investigations of deficits/surpluses and production of all stock sheets, the correctness of the stock figure of Kshs.670,026,943.00 in the Balance Sheet could not be confirmed.

7. IRREGULAR PROCUREMENT OF GOODS AND SERVICES

During the year 2000/2001 the Hospital entered into procurement contracts which were found to be irregular as described below:-

(a) CONTRACT FOR WASHER EXTRACTOR MACHINES

- (i) The Hospital entered into a contract with a firm to supply, deliver, install and commission two (2) washer extractor machines at a contract price of Kshs.17,546,378.23 but without indicating the contract period. Although the tender notice clearly indicated that prices quoted must be net (inclusive of all government taxes) and delivery charges to the Hospital, the Hospital drew, accepted and signed a contract which had a clause exempting the Company from tax, consequently the Company claimed and was paid a refund of tax and duties amounting to Kshs.5,328,667.00. Further, the two washer extractors supplied did not comply with the specifications as they lack heating component and tilting machines and therefore broke down immediately thereafter costing the Hospital over Kshs.300,000.00 in repairs.
- (ii) The same firm was also awarded contract to supply 3 Hydro – Extractors at a total price of Kshs.5,858,110.74. However, had the contract been awarded to the lowest tenderer, at a price of Kshs.4,827,781.28, the Hospital would have saved Kshs.1,030,320.46.
- (iii) No explanation has been given for this very unsatisfactory state of affairs.

b) CONTRACT FOR WINDOW CURTAINS

In August 1999 the Hospital entered into a contract with another firm for supply and fitting of window curtains and bedside screens at a contract sum of Kshs.58,883,897.50. However, a year and a half later in February 2001, the Board of Management approved a conversion of contract from supply and delivery of curtains to a civil works contract and gave it to the same contractor at Kshs.187,075,775.70. However, the details of the contract changes indicating the revised contract sum and period were not provided for audit

review and in the circumstances, it was not possible to confirm that the Hospital got value for its money over the transaction. Although it has been indicated that the matter is under police investigation the outcome of the investigation has not been seen.

8. IRREGULAR ADVANCE PAYMENTS

The Hospital entered into contracts with various firms and made irregular advance payments as outlined here below:-

- a) An undated contract was entered into the with a firm to supply, deliver, install and commission Endoscopic equipment and allied accessories at a contract price of Kshs.23,701,205.40. Although the supplier had indicated his terms of trade as "against a local letter of credit or bank guarantee" the Hospital made an advance payment of Kshs.18,960,964.30 in January 2001. The equipment was however not delivered until October 2001.
- b) Another firm was contracted to supply, deliver and install 1,600 patient bedside lockers at a cost of Kshs.71,344,000.00 out of which an advance of Kshs.57,075,200.00 or 80% of the contract sum was irregularly paid. This apart, although the supply of the patient bedside lockers was to have been completed within 180 days with effect from 9 September 2000 the supply had not been completed by 30th June 2002.
- c) The Hospital also entered into an agreement with a f firm in October 2000 for supply delivery, installation and commissioning of twelve (12) theatre operating tables at a total contract sum of Kshs.29,063,972.33. However, although at the tendering stage, the supplier gave his term as "against an irrevocable letter of credit from a reputable bank", the hospital drew and signed a contract with a provision of an advance payment of 80% of the contract and paid a sum of Kshs.23,251,097.85 in advance. The contract was also extended by 122 days without any satisfactory reason and no evidence was seen of any deductions for liquidated damages of 0.2% per day of the contract sum as per clause 22 of Section 111 of the signed contract. The equipment was, however not supplied until 31st May 2001.
- d) No reason has been given as to why the Hospital had to finance the suppliers by making the irregular advance payments. Further in the absence of the Board's approval for the procurements and extensions of execution period, it has not been possible to confirm the propriety of these transactions.



E. N. MWAI
CONTROLLER AND AUDITOR GENERAL

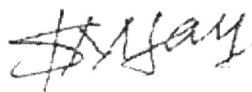
NAIROBI

24th June 2004

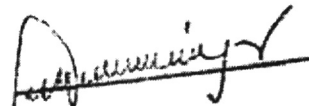
KEYATTA NATIONAL HOSPITAL

**BALANCE SHEET
AS AT 30TH JUNE 2001**

ASSETS	NOTE	2000/2001 Kshs.	1999/2000 Kshs.
Non-current Assets	2	2,140,690,226.00	2,177,511,828.00
Work-in-progress	3	407,548,253.00 <u>2,548,238,479.00</u>	382,504,870.00 <u>2,560,016,698.00</u>
Current Assets			
Stocks	4	670,026,943.00	820,272,884.00
Prepayment		106,737,185.00	2,213,309.00
Short-term deposits	5	1,098,468,626.00	1,635,399,341.00
Debtors		471,986,009.00	343,380,349.00
Bank balances and cash	6	258,365,043.00	279,293,657.00
Total Current Assets		<u>2,605,583,806.00</u>	<u>3,080,559,540.00</u>
Current Liabilities			
Creditors and accruals	7	275,271,450.00	256,476,847.00
General Deposits		159,322,678.00	123,785,110.00
Total Current Liabilities		<u>434,594,128.00</u>	<u>380,261,957.00</u>
Net Current Assets		2,170,989,678.00	2,700,297,583.00
Total Assets		<u>4,719,228,157.00</u>	<u>5,260,314,281.00</u>
Financed by:-			
Capital Reserve	8	3,182,145,421.00	3,182,145,421.00
Accumulated Fund	9	1,537,082,736.00	2,078,168,860.00
Total Fund		<u>4,719,228,157.00</u>	<u>5,260,314,281.00</u>



 Director



 Chairman

KEYATTA NATIONAL HOSPITAL

**STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30TH JUNE, 2001**

	NOTES	2000/2001	1999/2000
<u>INCOME</u>		Kshs.	Kshs.
GRANTS GoK		1,349,631,273.00	1,359,145,147.00
GRANTS OTHERS	A	32,327,493.00	30,079,914.00
DONATIONS	B	2,231,970.00	55,320,996.00
 A.I.A / COST SHARING			
GROSS REVENUE		680,903,710.00	532,920,210.00
LESS: WAIVERS & EXEMPTIONS		146,069,391.00	-128,389,139.00
NET REVENUE	C	534,834,319.00	404,531,071.00
INVESTMENT INCOME		144,031,612.00	206,464,222.00
SURPLUS PRIVATE WING		1,934,998.00	50,234,765.00
PROFIT ON DISPOSAL OF FIXED ASSETS			549,222.00
		2,064,991,666	2,106,325,337.00
 <u>EXPENDITURE</u>			
PERSONAL EMOLUMENTS		716,806,473.00	692,091,119.00
TRAVELING & ACCOMMODATION		1,299,447.00	2,477,738.00
GRATUITY AND PENSION		134,804,514.00	138,135,793.00
HOUSE ALLOWANCE		171,881,774.00	124,779,001.00
MISC. ALLOWANCE	D	24,970,103.00	22,564,277.00
TRANSPORT OPERATING EXPENSES		14,415,613.00	15,466,995.00
TELEPHONE, TELEX & TELEPRINT		9,832,623.00	8,867,282.00
BOARD EXPENSES		1,782,580.00	1,461,663.00
ELECTRICITY, WATER & CONSERVANCY	E	83,795,992.00	85,015,647.00
DRUGS		211,069,302.00	147,483,273.00
X-RAY & THERAPY SUPPLIES	F	11,620,703.00	14,732,474.00
PRINTING & STATIONERY	G	31,217,653.00	17,761,674.00
ADVERTISING & PUBLICITY	H	4,971,428.00	2,780,007.00
MAINT. PLANT MACHINERY & EQUIP.	I	68,918,636.00	50,436,955.00
LEAVE & PASSAGE ALLOWANCE		21,309,243.00	21,735,315.00
FUEL & GASES	J	46,003,009.00	39,544,852.00
BANK CHARGES		2,907,474.00	11,540,308.00
PURCHASE OF SPECIALIZED UNITS		10,976,358.00	7,772,755.00
DRESSINGS, SUTURES & APPLIANCES		61,563,509.00	67,517,118.00
LABORATORY CHEMICALS & REAGENTS		47,768,083.00	37,928,997.00
LEGAL EXPENSES		2,558,734.00	3,545,142.00

KEYATTA NATIONAL HOSPITAL

MEDICAL EQUIPMENT & MATERIALS	K	219,533,316.00	129,908,283.00
MEDICAL EXPENSES (STAFF)		69,748,967.00	63,363,909.00
MAINTENANCE LAND & BUILDINGS		16,683,666.00	12,742,207.00
PUBLIC HEALTH EXPENSES		2,064,162.00	2,423,150.00
DEPRECIATION EXPENSES		152,118,864.00	140,572,201.00
LIBRARY EXPENSES			37,630.00
MEDICAL ALLOWANCES		75,906,093.00	75,476,456.00
RISK ALLOWANCES		20,841,352.00	20,727,746.00
PATIENTS FOOD	L	53,078,611.00	47,525,852.00
DOCTORS & NURSES FOOD		9,039,907.00	10,530,100.00
SENIOR STAFF CANTEEN		10,460,565.00	7,968,648.00
CLEANSING MATERIALS		21,288,072.00	19,711,596.00
UNIFORM AND CLOTHING	M	12,606,598.00	9,529,710.00
AUDIT FEE		700,000.00	350,000.00
STAFF FUNERAL & WELFARE EXPENSES		2,407,635.00	1,905,358.00
RENT & RATES		31,155,638.00	52,073,457.00
MISC. PAYMENTS		18,751,778.00	4,685,693.00
STAFF TRAINING & DEVELOPMENT		42,933,723.00	38,625,775.00
FIRE & PERIL INSURANCE		8,244,109.00	
TOTAL EXPENDITURE		2,448,036,306.00	2,151,796,156.00
STOCK DECREASE (INCREASE)		<u>150,245,941.00</u>	<u>(416,718,112.00)</u>
		2,598,282,247.00	1,735,078,044.00
(DEFICIT) SURPLUS FOR THE YEAR		(533,290,281.00)	371,247,293.00
TOTAL		2,064,991,661	2,106,325,337

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2001**

	2000/2001	1999/2000
	Kshs.	Kshs.
Cash flow from Operating Activities		
Net surplus for the year	(533,290,581.00)	371,247,293.00
Adjustments for: -		
Depreciation	152,118,864.00	140,572,201.00
Profit on sale of fixed assets	-	(549,222.00)
GOK Grants	(1,349,631,273.00)	(1,359,145,147.00)
Donations	(2,231,969.00)	(85,400,910.00)
Operating deficit before working capital changes	(1,733,034,959.00)	(933,275,785.00)
(Increase)/Decrease in stock	150,245,941.00	(416,718,112.00)
(Increase)/Decrease In Prepayment	(104,523,875.00)	(2,213,309.00)
(Increase)/Decrease in working in progress	(15,893,723.00)	(122,397,934.00)
(Increase)/Decrease in debtors	(128,605,660.00)	(123,575,707.00)
(Increase)/Decrease in creditors	18,794,603.00	(15,617,961.00)
		58,267,361.00
Increase/(Decrease) in general deposits	35,537,568.00	27,567,551.00
Net cash Inflow from Operating Activities	(1,777,480,105.00)	(1,527,963,896.00)
Cashflow from Investing Activities:		
Purchase of fixed Assets	(132,242,465.00)	(36,137,931.00)
Proceeds on Disposal of Fixed Assets		1,141,639.00
Net cash outflows from investing activities	(132,242,465.00)	(34,996,292.00)
Cash flows from financing activities		
GOK Grants	1,349,631,273.00	1,359,145,147.00
Donations	2,231,969.00	85,400,910.00
Net cash Inflows from financing activities	1,351,863,242.00	1,444,546,057.00
(Decrease)/Increase in cash and cash equivalents	(557,859,328.00)	(118,414,131.00)
Cash and cash equivalents as at 01/07/ 2000	1,914,692,998.00	2,033,107,129
Cash and cash equivalents as at 30/06/ 2001	1,356,833,669.00	1,914,692,998

NOTES TO THE ACCOUNTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2001

1. ACCOUNTING POLICIES

a) BASIS OF ACCOUNTING

The Accounts are prepared under historical cost convention.

b) DEPRECIATION

Depreciation has been charged in the accounts using Reducing Balance Method at the rates calculated to write off the assets over their useful lives. The following rates have been approved.

Land and Building	2.5%
Furniture/Fitting	12.5%
Motor Vehicles and Tractors	25 – 37.5%
Computers and Duplicating Machines	30%

KEYATTA NATIONAL HOSPITAL

2. FIXED ASSETS SCHEDULE- MAIN HOSPITAL

DESCRIPTION	LAND	BUILDINGS	PLANT & MACHINERY	MOTOR VEHICLE	FURNITURE, FITTINGS & OFFICE EQUIPMENT	TOTAL
Cost value	81,500,000.00	1,476,867,174.54	1,553,894,606.71	53,889,466.55	125,299,831.11	3,291,451,078.91
Additions		40,045,515.35	70,855,739.73	4,533,600.00	16,807,609.88	132,242,464.96
TOTAL	81,500,000.00	1,516,912,689.89	1,624,750,346.44	58,423,066.55	142,107,440.99	3,423,693,543.87
Depreciation B/f		231,834,060.29	798,628,254.75	38,429,495.39	67,919,686.82	1,136,811,497.25
Depreciation for the year		32,126,965.71	103,336,132.62	5,761,499.74	10,894,265.57	152,118,863.64
Sub-total		263,961,026.00	901,964,387.37	44,190,995.13	78,813,952.39	1,288,930,360.89
Net book Value	81,500,000.00	1,252,951,663.89	722,785,959.07	14,232,071.42	63,293,488.60	2,134,763,182.98

FIXED ASSETS SCHEDULE- PRIVATE WING

DESCRIPTION	LAND	BUILDINGS	PLANT & MACHINERY	MOTOR VEHICLE	FURNITURE, FITTINGS	
Cost Value		397,198.00	2,680,661.50		5,232,158.25	8,310,017.75
Additions					813,670.00	813,670.00
Disposal						
Sub-total		397,198.00	2,680,661.50		6,045,828.25	9,123,687.75
Depreciation B/f		19,611.65	964,686.35		1,408,664.95	2,392,962.95
Depreciation for the year		9,439.65	214,496.90		579,645.40	803,581.95
GRAND TOTAL		29,051.30	1,179,183.25		1,988,310.35	3,196,544.90
Net book Value		368,147	1,501,478		1,383,722	5,927,143
TOTAL NET BOOK VALUE	81,500,000.00	1,253,319,810.50	724,287,437.32	14,232,071.42	67,351,006.50	2,140,690,325.83

KENYATTA NATIONAL HOSPITAL

3. WORK – IN – PROGRESS - KSHS. 407,548,253.00

This value is in respect of the on-going Rehabilitation work being done on the Doctors Flats, Sisters Flats, Sister's Mess, Histopathology Laboratory and Level 9 of the Tower Block. The Rehabilitation Project is still in progress.

4. STOCKS – KSHS. 670,026,943.00

Stocks comprise of Drugs, Laboratory Materials, Dental Materials, Stationery, Electrical/Mechanical, and Motor Spares, Fuel (Gas, Food Stuff, Oils and Lubricants. Stocks have been valued at the lower of cost and net realizable value. Obsolete stocks have been excluded from the stock figure.

5. SCHEDULE OF INVESTMENT AS AT 30TH JUNE 2001
KSHS. 1,098,468,625.81

INSTITUTION	PRINCIPLE	
	AMOUNT	1999/2000
	2000/2001	
	Kshs.	Kshs.
NATIONAL BANK OF KENYA	105,405,669.00	277,107,924.15
EURO BANK LTD	411,752,329.80	463,339,035.40
CENTRAL BANK OF KENYA	504,629,491.00	779,002,000.00
HOUSING FINANCE OF KENYA	76,681,135.81	115,950,381.48
GRAND TOTAL	1,098,468,625.81	1,635,399,341.03

KEYATTA NATIONAL HOSPITAL

6. SCHEDULE OF CASH & BANK BALANCES KSHS 258,365,042.73					
CASH BOOK	ACCOUNT	CASH AT BANK	CASH IN HAND	2000/2001 KSHS	1999/2000 KSHS
General Recurrent (NBK)	01016-0000-6500	21,077,516.90		21,077,516.90	13,655,801.85
Payroll Administration (NBK)	01016-0000-6600	21,632,994.25		21,632,994.25	27,071,128.75
Pension Trust Fund (NBK)	01016-0000-6700	19,697,807.23		19,697,807.23	21,064,877.30
Revenue (NBK)	01016-0000-6900	18,136,257.10		18,136,257.10	5,386,397.85
Development (NBK)	01016-0000-7000	4,095,813		4,095,813	2,354,324.65
U.S.A.I.D. (NBK)	01016-0000-7200	6,351,582.05		6,351,582.05	4,647,765.10
Jica- Maintenance (Fund NBK)	01016-0000-7300	354,504.15		354,504.15	354,504.15
Patient Deposit (NBK)	01016-0000-7400	8,670,506.00	996,010.50	9,666,516.50	4,647,765.10
Heart Fund (NBK)	01016-0000-7500	3,485,222.50		3,485,222.50	3,342,572.50
(VCT) (NBK)	01016-0019-8300	572,001.10		572,001.10	
Recurrent (KCB)	229-977-210	391,264.35		391,264.35	393,064.35
Petty Cash			300,001.00	300,001.00	300,000.00
Private Wing - Petty Cash					200,000.00
Private Wing	01016-0000-7600	40,645,968.65	27,000.00	40,672,968.65	71,266,563.65
Adjustments		111,502,480.85	428,113.10	111,930,593.95	113,133,165.90
	TOTAL	256,613,918.13	1,751,124.60	258,365,042.73	279,293,657.90

KEYATTA NATIONAL HOSPITAL

7. CREDITORS & ACCRUALS KSHS. 528,279,907.00

	2001	2000
	KSHS	KSHS
The Creditors comprise the following:-		
Creditors	200,730,161.00	157,328,371.00
Deferred Income	19,538,340.00	28,744,501.00
Accrued Expenses	25,706,809.00	50,099,474.00
Unpaid Pensions	21,604,455.00	19,290,771.00
Unpaid Salaries	1,594,793.00	1,013,729.00
Retention money and Bond	6,096,892.00	
	<u>275,271,450.00</u>	<u>256,476,847.00</u>

8. CAPITAL RESERVE KSHS 3,182,145,421

Balance b/f 1999/2000	3,182,145,421.00	3,182,145,421.00
	<u>3,182,145,421.00</u>	<u>3,182,145,421.00</u>

9. ACCUMULATED FUND KSHS 1,545,161,011.00

Balance b/f 1999/2000	2,078,168,860.00	1,676,700,841.00
Prior Year Adjustments	(6,189,192.00)	57,216,360
Less IDH figure		(26,995,634.00)
NHIF Donations	2,278,000.00	
Investment Income adjustment for P/Wing	(3,884,351.00)	
(Deficit) for the year 2001/2002	<u>(533,290,581.00)</u>	<u>371,247,293.00</u>
	<u>1,537,082,736.00</u>	<u>2,078,168,860.00</u>

KEYATTA NATIONAL HOSPITAL

NOTES TO INCOME STATEMENT ACCOUNT

	2001 KSHS	2000 KSHS
A OTHER GRANTS		
USAID	32,327,493.00	30,079,914.00
	<u>32,327,493.00</u>	<u>30,079,914.00</u>
 A (I) DONATIONS		
USAID		43,420,996.00
JICA		11,900,000.00
VCT	1,628,400.00	
	<u>603,569.60</u>	
	<u>2,231,969.60</u>	<u>55,320,996.00</u>
 B OTHER ALLOWANCES		
Miscellaneous Allowance	14,877,647.55	14,119,824.00
Special Duty Allowance	<u>10,092,400.75</u>	<u>8,444,453.00</u>
	<u>24,970,048.30</u>	<u>22,564,277.00</u>
 C TRANSPORT OPERATING EXPENSES		
Overhaul & Repairs	3,352,357.11	4,222,115.00
Running Expenses (Motor Vehicles)	<u>11,063,255.88</u>	<u>11,244,880.00</u>
	<u>14,415,612.99</u>	<u>15,466,995.00</u>
 D ELECTRICITY WATER & CONSERVANCY		
Electricity	73,488,560	66,406,740.00
Water	<u>10,307,432.14</u>	18,608,907.00
	<u>83,795,991.69</u>	<u>85,015,647.00</u>
 E DRUGS		
Scheduled Drugs	211,069,302.23	147,483,273
	<u>211,069,302.22</u>	<u>147,483,273</u>

KEYATTA NATIONAL HOSPITAL

F X-RAY & THERAPY MATERIALS

X-ray Supplies	11,218,157.55	12,022,739.00
Therapy Materials	275,045.00	313,865.00
Radiotherapy materials	60,000.00	1,598,500
Physiotherapy Materials	<u>67,500.00</u>	<u>797,370.00</u>
	<u>11,620,702.55</u>	<u>14,732,474.00</u>

G PRINTING & STATIONERY

Accountable Documents	1,190,793.80	505,325.00
Printing & Stationery	19,390,195.75	13,047,742.00
Medical Stationery	10,339,195.00	4,011,052.00
Data Processing Expenses	<u>297,468.00</u>	<u>197,555.00</u>
	<u>31,217,652.55</u>	<u>17,761,674.00</u>

H ADVERTISING & PUBLICITY

Advertising & Publicity	4,953,662.50	2,327,773.00
K.N.H Bulletin	17,765.00	452,234.00
	<u>4,971,427.50</u>	<u>2,780,007.00</u>

I MAINTENANCE OF PLANT, MACHINERY & EQUIPMENT

Maintenance of Office Equipment	1,171,059.60	5,931,990.00
Maintenance of Office & Medical Equipment	3,563,543.19	44,504,965.00
Maintenance of Plant & Machinery	<u>64,184,033.55</u>	
	<u>68,918,636.34</u>	<u>50,436,955.00</u>

J FUEL & GASES

Fuel	31,407,601.69	22,379,211.00
Medical Gases	<u>14,595,407.40</u>	<u>17,165,641.00</u>
	<u>46,003,009.09</u>	<u>39,544,852.00</u>

KEYATTA NATIONAL HOSPITAL

K MEDICAL EQUIPMENT & MATERIALS

Dental Materials	3,072,522.40	1,767,091.00
Orthopaedic Materials	6,888,362.67	17,677,215.00
Anaesthetic & ICU Expenses	2,296,936.45	704,208.00
Obs. & Gynae. Expenses	1,362,464.00	1,336,416.00
Medical Surgical Equipment	172,795,240.79	766,733.00
Medical Consumables	6,944,746.60	8,534,923.00
Casualty Equipment	409,042.00	3,218,619.00
Renal Materials	9,426,965.00	2,745,370.00
Cardiology Equipment	217,900.00	8,217,681.00
Surgical Expenses	1,725,482.00	84,940,027.00
Laboratory Equipment	<u>14,393,653.90</u>	
	<u>219,533,315.81</u>	<u>129,908,283.00</u>

L PATIENTS FOOD

Cutlery and Crockery	172,487.00	2,471,250.00
Patients Food	51,716,223.60	40,891,499.00
Therapeutic Diet	<u>1,189,900.00</u>	<u>4,163,103.00</u>
	<u>53,078,610.60</u>	<u>47,525,852.00</u>

N UNIFORM AND CLOTHING

Patients Uniform	10,389,252.00	4,828,456.00
Staff Uniform	<u>2,217,346.20</u>	<u>4,701,254.00</u>
	<u>12,606,598.20</u>	<u>9,529,710.00</u>

