

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
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L.O.M
Hon. KIMANI ICHUNGWA

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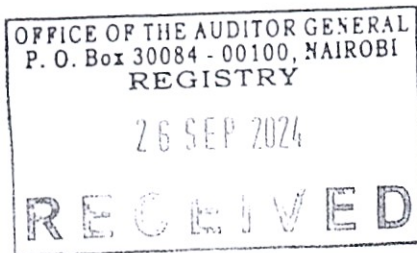
MS-MERCI CHUMO

THE AUDITOR-GENERAL

ON

**NATIONAL TREASURY CAPACITY
STRENGTHENING PROJECT (GRANT
NO.5500155013902 ID NO.P-KE-KOO-011)
FOR THE YEAR ENDED
30 JUNE, 2024**

THE NATIONAL TREASURY



NATIONAL TREASURY CAPACITY STRENGTHENING PROJECT

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

**PROJECT GRANT NUMBER: 5500155013902
ID NO. P-KE-KOO-011**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2024

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

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*The National Treasury
National Treasury Capacity Strengthening Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

1. Acronyms and Definition of Terms

ADB	African Development Bank
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
TNT	The National Treasury
WB	World Bank
Comparative FY	Financial year preceding the current financial year.

2. Project Information and Overall Performance

2.1 Name and registered office

Name

The project's official name is **National Treasury Capacity Strengthening Project**.

Objective

The key objective of the project is to strengthen the capacity of the National Treasury for improved economic policy management and enhanced transparency, accountability, efficiency and effectiveness in public debt management.

Address

The project headquarters location and address are as below:

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

The project does not have other offices or branches.

Contacts:

The following are the project contacts

Telephone: (254)020-2252299
Email: info@treasury.go.ke
Website: www.treasury.go.ke

2.2 Project Information

Project Start Date:	12 th February, 2021
Project End Date:	31 st March, 2025
Project Manager:	Dr. Kenrick Ayot
Project Sponsor:	African Development Bank

Project Information and Overall Performance (Continued)

2.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Resource Mobilisation Department at The National Treasury.
Project number	Grant Agreement No: 5500155013902 Identification No: P-KE-KOO-011
Strategic goals of the project	The strategic goals of the project are as follows: (i) Strengthening economic policy and debt management policy (ii) Project management capacity enhancement
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Preparation of quarterly policy briefs on microeconomic policy (ii) Training of The National Treasury staff on project planning and management
Other important background information of the project	N/A
Areas that the project was formed to intervene	The project was formed to intervene in the following areas: (i) Institutional Strengthening of the debt management function (ii) Enhance capacity of debt management staff
Project duration	The project started on 12th February 2021 and is expected to run until 31st March 2025.

Project Information and Overall Performance (Continued)

2.4 Bankers

The following are the bankers for the project:

Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
NAIROBI, KENYA
Tel: +254 20 2860000

2.5 Independent Auditor

The project is audited by;

The Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084-00100
NAIROBI, KENYA

2.6 Roles and Responsibilities

Names	Title Designation	Key Qualification	Responsibilities
Dr. Chris Kiptoo, CBS	Principal Secretary	<ul style="list-style-type: none"> • Doctor of Philosophy (PhD)- Finance • Masters in Science (Ag Economics) • Bachelor of Science (Ag Economics) 	Accounting Officer, The National Treasury
Dr. Kenrick Ayot	Principal Economist	<ul style="list-style-type: none"> • Doctor of Philosophy (PhD)- Economics 	Project Manager
Miriam Kundu	Ass. Director, Supply Chain Management	<ul style="list-style-type: none"> • Bachelor's Degree in Mathematics and Economics 	Project Procurement Officer
Christine Chimayi	Accountant	<ul style="list-style-type: none"> • CPA, Part II 	Project Accountant

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Project Information and Overall Performance (Continued)

2.7 Funding summary

The Project is for duration of five years from 2020 to 2025 with an approved budget highlighted below:

- i. ADB: USD.286,000 equivalent to Kshs.32,890,000
- ii. GOK: Kshs.30,000,000.00

Project information and overall performance (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date – (June 30, 2024)		Undrawn balance to date- (June 30, 2024)	
	<i>USD</i>	<i>KShs</i>	<i>USD</i>	<i>KShs</i>	<i>USD</i>	<i>KShs</i>
	<i>(A)</i>	<i>(A')</i>	<i>(B)</i>	<i>(B')</i>	<i>(A)-(B)</i>	<i>(A)-(B)</i>
(i) Grant						
African Development Bank	286,000	32,890,000	83,000	9,505,890	203,000	25,807,390
(ii) Counterpart funds						
Government of Kenya	-	30,000,000	-	12,157,386	-	17,842,614
Total	286,000	62,890,000	83,000	21,663,276	153,244	43,650,004

Note:

Donor Commitment of USD.286,000 at Exchange Rate of 1 USD equivalent Kshs.115.00 during FY 2020-2021

Undrawn balance at an Exchange Rate as at 30th June 2024 of 1 USD equivalent to KShs.127.13 is equivalent to Kshs. 25,807,390.00

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (June 30, 2024)		Cumulative amount paid to date – (June 30, 2024)		Unutilised balance to date (June 30, 2024)	
	<i>USD</i>	<i>Kshs</i>	<i>USD</i>	<i>Kshs</i>	<i>USD</i>	<i>Kshs</i>
	<i>(A)</i>	<i>(A')</i>	<i>(B)</i>	<i>(B')</i>	<i>(A)-(B)</i>	<i>(A')-(B')</i>
(i) Grant						
African Development Bank	83,000	9,505,890	-	8,827,604	-	678,286
(i) Counterpart funds						
Government of Kenya	-	12,157,386	-	12,157,386	-	-
Total	83,000	21,663,276	-	20,984,990	-	678,286

Project information and overall performance (continued)

2.8 Summary of Overall Project Performance:

- i) **Budget performance against actual amounts for current period and for cumulative to-date is as tabulated below:**

DESCRIPTION	FY 2023/2024		CUMMULATIVE TOTAL
	BUDGET	ACTUAL	
GOK Counterpart Funding	10,680,000	7,373,950.	12,157,386
Proceeds from foreign grants	10,000,000	-	9,505,890
TOTAL	20,680,000	-	21,663,276

Overall, out of the Development Commitment of (USD.286,000) Kshs.32,890,000, a total of Kshs.9,505,890 has been disbursed at a cumulative disbursement percentage of 29%. The underperformance is attributable to delays in procurement of consultancy.

- ii) **Physical progress based on outputs, outcomes, and impacts since project commencement is as below:**

The goal of the project is to strengthen the capacity of The National Treasury for improved economic policy management and enhanced transparency, accountability, efficiency and effectiveness in public debt and project management. The notable achievements of the project include:

- a) Trained and built capacity of ten (10) PDMO staff.
- b) Reviewed and provided inputs to four (4) quarterly Economic and Budgetary Review reports
- c) Reviewed ten (10) monthly debt bulleting publications

Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
National Treasury Capacity Strengthening Project	<ul style="list-style-type: none"> • Strengthen economic policy and debt management capacity of the Public Debt Management Office. • Enhance capacity of staff. 	<ul style="list-style-type: none"> • Trained and built capacity of eight (8) PDMO staff. • Reviewed and provided inputs to four (4) quarterly economic budgetary review reports. • Reviewed ten (10) monthly bulletin publications 	<ul style="list-style-type: none"> • Number PDMO staff trained • Number of Economic and budgetary review report reviewed. • Number monthly debt bulletin publications reviewed. 	<ul style="list-style-type: none"> • Eight (8) PDMO staff trained • Reviewed and provided inputs to four (4) quarterly economic budgetary review reports. • Reviewed ten (10) monthly bulletin publications

4. Environmental and Sustainability reporting

National Treasury Capacity Strengthening Project did not take part in Corporate Social Responsibility during the year.

5. Statement of Project Management responsibilities

The Principal Secretary for The National Treasury and the **Project Coordinator** for **National Treasury Capacity Strengthening Project** are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for the financial year ended on June 30, 2024.

This responsibility includes (i) Maintaining adequate financial management arrangements 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 (v) Making accounting estimates that are reasonable in the circumstances.

The Principal Secretary for The National Treasury and the **Project Coordinator** for **National Treasury Capacity Strengthening Project** accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.


The Principal Secretary for The National Treasury and the **Project Coordinator** for **National Treasury Capacity Strengthening Project** are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year ended June 30, 2024, and of the Project's financial position as at that date. **The Principal Secretary** for The National Treasury and the **Project Coordinator** for **National Treasury Capacity Strengthening Project** further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements and the adequacy of the systems of internal financial control.

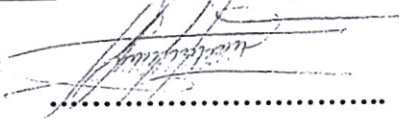
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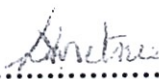
The *Principal Secretary* for The National Treasury and the *Project Coordinator* for **National Treasury Capacity Strengthening Project** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project Financial Statements

The Project financial statements were approved by the *Principal Secretary* for The National Treasury and the *Project Coordinator* for **National Treasury Capacity Strengthening Project** on 16th September 2024 and signed by:

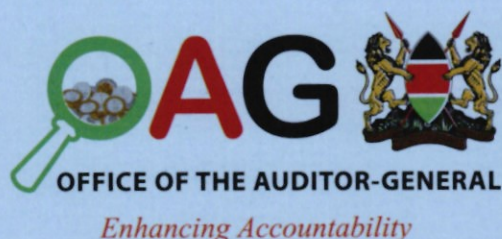

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Dr. Chris Kiptoo, CBS
Principal Secretary
The National Treasury


.....
Dr. Kenrick, Ayot
Project Coordinator


.....
CPA Linnet M. Vitisia, ndc (K)
Head: Disbursement Unit
ICPAK Member No: 5831

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL TREASURY CAPACITY STRENGTHENING PROJECT (GRANT NO.5500155013902 ID NO.P-KE-KOO-011) FOR THE YEAR ENDED 30 JUNE, 2024 – THE NATIONAL TREASURY

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 the Government achieves value for money and that such funds are applied for intended purpose; and,
- C. Report on the 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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A qualified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, is effective in the use of resources, or that its internal control, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, 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

Qualified Opinion

I have audited the accompanying financial statements of National Treasury Capacity Strengthening Project (Grant No.5500155013902 ID No.P-KE-KOO-011) set out on pages 1 to 24, which comprise of the statement of financial assets and liabilities as at 30 June, 2024 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, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Treasury Capacity Strengthening Project (Grant No.5500155013902 ID No.P-KE-KOO-011) as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Financing Agreement Grant No.5500155013902 between the Republic of Kenya and the African Development Bank dated on 12 February, 2021 and the Public Finance Management Act, 2012.

In addition, the special account statement presents fairly, transactions for the year, and the closing balance has been reconciled with the books of account.

Basis for Qualified Opinion

Errors and Inaccuracies in the Annual Report and Financial Statements

The annual report and financial statements prepared and presented for audit had the following errors:

- i. The total undrawn balance to date in Table A is reflected as USD.153,244 equivalent to Kshs.19,481,910 which differs with the recomputed balance of USD.203,000 equivalent to Kshs.25,807,390 by an unexplained variance of Kshs.6,325,480.
- ii. The casting of the actual column of the budget performance against actual amounts at page (ix) was wrongly reflected as nil instead of Kshs.7,373,950.
- iii. The surplus/deficit column in the statement of comparison of budget and actual amounts was not completed for all columns except for actual on comparable basis column.

- iv. The bank statement date for the corresponding amount of Kshs.7,373,950 was not indicated in the reconciliation of inter-entity transfers at annex 3 to the financial statements.

In the circumstances, the accuracy and completeness of the respective balances in the financial statements could not be confirmed.

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

Emphasis of Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.20,680,000 and Kshs.7,373,950 respectively resulting in an underfunding of Kshs.13,306,050 or 64% of the budget. Similarly, the project spent Kshs.9,197,166 against actual receipts of Kshs.7,373,950 resulting to an over expenditure of Kshs.1,823,216 or 20% of the actual receipts.

The underfunding impacted negatively on service delivery to the public as some planned programs may not have been implemented.

2. Slow Absorption of the Project Funds

The Letter of Agreement and the extension of disbursement deadline indicates that the project started on 12 February, 2021 and the disbursement deadline is expected to be 31 May, 2025. The project is expected to receive a total disbursement amounting to Kshs.62,890,000 with the African Development Bank and the Government of Kenya committing Kshs.32,890,000 and Kshs.30,000,000, respectively.

Review of the application of funds as at 30 June, 2024 indicated that the project had utilized Kshs.21,663,276 representing 34.4% of the total expected project disbursement with the remaining disbursement of Kshs.41,226,724 expected to be absorbed in the remaining eleven (11) months of the Project's duration. Management explained that the low absorption of funds was caused by delay in procurement of a consultant to digitize and automate project records. In the circumstances, the Project may not be completed in time which may cause delay in delivery of services to the citizens and escalation of costs due to inflation.

My opinion is not modified with respect to these matters.

Key Audit Matters

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

Other Information

Conclusion

Management is responsible for the other information set out on page iii to xv which comprise of project information and overall performance, statement of performance against predetermined objectives, environmental and sustainability reporting and statement of management responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the National Treasury Capacity Strengthening Project financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution and based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 comply 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and 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

Conclusion

As required by African Development Bank, I report based on my audit that 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, Information given in the managements report on pages (iii) to (xv) is consistent with the financial statements.

Basis for Conclusion

African Development Bank requires that I report on the legal or regulatory requirements, or on performance information disclosed. These matters require expressing a separate opinion as to the Public Financial Management Reforms Program compliance with laws and regulations. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, the Management is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related

to going concern and using the going concern basis of accounting unless Management is aware of the intention 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, the Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply 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 the 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the INTOSAI Framework of Professional Pronouncements (IFPP). The Framework requires that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with IFPP will always detect a material misstatement 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I also I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL


Nairobi

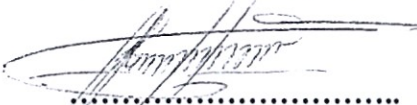
25 October, 2024


7. Statement of Receipts and Payments for the Year Ended 30th June 2024.

	Note	Receipts and payments controlled by the entity	Payments made by third parties	Total	Receipts and payment controlled by the entity	Payments made by third parties	Total	Cumulative to-date (From inception)
		2023/2024			2022/2023			
		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
Receipts								
Transfers from Government entities	1	-	7,373,950	7,373,950	-	1,999,355	1,999,355	12,157,386
Proceeds from domestic and foreign grants	2	-	-	-	3,605,400	-	3,605,400	9,505,890
Total receipts		-	7,373,950	7,373,950	3,605,400	1,999,355	5,604,755	21,663,276
Payments								
Purchase of goods and services	3	1,823,216	4,875,200	6,698,416	3,356,141	1,999,355	5,355,496	18,486,240
Acquisition of non-financial assets	4	-	2,498,750	2,498,750	-	-	-	2,498,750
Total payments		1,823,216	6,971,550	9,197,166	3,356,141	1,999,355	5,355,496	20,984,990
Surplus/ (deficit)		-	-	(1,823,216)	249,259	-	249,259	678,286

The accounting policies and explanatory notes to these Financial Statements are an integral part of the Financial Statements.


.....
Dr. Chris Kiptoo, CBS
Principal Secretary
The National Treasury


.....
Dr. Kenrick Ayot
Project Coordinator



.....
CPA Linnet M. Vitisia, ndc (K)
Head: Disbursement Unit
ICPAK Member No: 5831

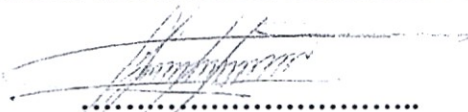
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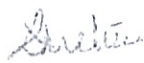
8. Statement of Financial Assets and Liabilities as at 30th June 2024

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Financial Assets			
Cash and Cash equivalents	5	678,286	2,501,502
Imprests and Advances	6	-	-
Total Financial Assets (A)		678,286	2,501,502
Financial Liabilities			
Third party Deposits and Retention	7	-	-
Total Financial Liabilities (B)			
Net Financial Assets (A-B)		678,286	2,501,502
Represented By			
Fund Balance B/fwd.	8	2,501,502	2,252,243
Prior Year adjustments	9	-	-
Surplus/(Deficit) for the Year		(1,823,216)	249,259
Net Financial Position		678,286	2,501,502

The accounting policies and explanatory notes to these Financial Statements form an integral part of the Financial Statements. The Financial Statements were approved on 10th September 2024 and signed by:


.....
Dr. Chris Kiptoo, CBS
Principal Secretary
The National Treasury



.....
Dr. Kenrick Ayot
Project Coordinator



.....
Linnet M. Vitisia, ndc (K)
Head: Disbursement Unit
ICPAK Member No: 5831

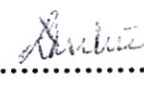
9. Statement of Cashflow for the year ended 30th June 2024

Description	Notes	2023/2024	2022/2023
		Kshs	Kshs
Cashflow from operating activities			
Receipts			
Transfers from Government entities	1	7,373,950	1,999,355
Proceeds from domestic and foreign grants	2	-	3,605,400
Total receipts		7,373,950	5,604,755
Payments			
Purchase of goods and services	3	(6,698,416)	(5,355,496)
Total Payments		(6,698,416)	(5,355,496)
Net receipts/(payments)		675,534	249,259
Adjustments during the year			
Net cash flow from operating activities		675,534	249,259
Cashflow from investing activities			
Acquisition of non-financial assets	4	(2,498,750)	-
Net cash flows from investing activities		(2,498,750)	-
Cash flow from financing activities		-	-
Net increase in cash and cash equivalents		(1,823,216)	249,259
Cash and cash equivalent at beginning of the year	5	2,501,502	2,252,243
Cash and cash equivalent at end of the year	5	678,286	2,501,502

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 10th September 2024 and signed by:


.....
Dr. Chris Kiptoo, CBS
Principal Secretary
The National Treasury


.....
Dr. Kenrick Ayot
Project Coordinator


.....
Linnet M. Vitisia, ndc (K)
Head: Disbursement Unit
ICPAK Member No: 5831

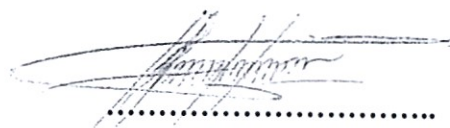
10. Statement of Comparison of Budget and Actual Amounts for Year ended 30th June 2024

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Receipts						
Transfers from Government entities	30,680,000	(20,000,000)	10,680,000	7,373,950	3,708,450	69%
Proceeds from domestic and foreign grants	15,000,000	(5,000,000)	10,000,000	-	10,000,000	0%
Total Receipts	45,680,000	(25,000,000)	20,680,000	7,373,950	13,708,450	36%
Payments						
Purchase of goods and services	18,181,250		18,181,250	6,698,416	11,482,834	37%
Acquisition of non-financial assets	2,498,750		2,498,750	2,498,750	-	100%
Total Payments	20,680,000	(25,000,000)	20,680,000	9,197,166	11,482,834	44%
Surplus or Deficit				(1,823,216)		

Note: The significant budget utilisation/performance differences in the last column are explained in Annex 2 to these financial statements.



.....
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Principal Secretary
The National Treasury



.....
Dr. Kenrick Ayot
Project Coordinator



.....
Linnet M. Vitisia, ndc (K)
Head: Disbursement Unit
ICPAK Member No: 5831

11. Significant Accounting Policies

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

a) Statement of compliance and basis of preparation

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

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

b) Reporting entity

The financial statements are for National Treasury Capacity Strengthening Project under The National Treasury. The financial statements are for the reporting entity (National Treasury Capacity Strengthening Project) as required by Section 81 of the PFM Act, 2012 .

c) Reporting currency

The financial statements are presented in Kenya Shillings (Kshs), the project's functional and reporting currency. All values are rounded to the nearest Kenya Shilling.

d) Recognition of receipts

National Treasury Capacity Strengthening Project recognizes all receipts from various sources when an event occurs, and the related cash is received.

i) Transfers from the Exchequer

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

Significant Accounting Policies (continued)

ii) External Assistance

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

iii) Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from the disposal of assets and sale of tender documents. These are recognized in the financial statements when 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 its valued determined. The transaction date is the value date indicated on the payment advice.

v) Proceeds from borrowing.

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

vi) Undrawn external assistance

These are loans and grants at the reporting date 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. The funding summary analyzes the Project's undrawn external assistance.

e) Recognition of payments

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

i) Compensation to employees

Salaries, wages, Allowances, and Statutory Contributions for employees are recognized when the compensation is paid.

Significant Accounting Policies (continued)

ii) Use of goods and services

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

iii) Interest on borrowing

Borrowing costs that include interest are recognized as payment in the period in which they incur and paid for.

iv) Repayment of borrowing (principal amount)

Repayment of the principal amount of borrowing is recognized as payment in the period in which the repayment is made. The debt stock is disclosed as an annexure to the consolidated financial statements.

v) Acquisition of fixed assets

The payment on the acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items, respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as a receipt and as a payment. A fixed asset register is maintained by each public entity, and a summary is provided for consolidation purposes. This summary is disclosed as an annexure to the consolidated financial statements.

f) In-kind donations

In-kind contributions are donations made to the Project in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the Project includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

Significant Accounting Policies (continued)

g) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

h) Restriction on cash

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

i) Imprests and Advances

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

j) Contingent Liabilities

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:

- i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
- ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships,

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

k) Contingent Assets

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

l) Pending bills

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

Significant Accounting Policies (continued)

m) Budget

The budget is developed on a comparable accounting basis (cash basis), the same accounts classification basis (except for accounts receivable - outstanding imprest and clearance accounts and accounts payable - deposits, which are accounted for on an accrual basis), and for the same period as the financial statements. The Project's budget was approved as required by Law and National Treasury Regulations, as well as by the participating development partners, as detailed in the Government of Kenya Budget Printed Estimates for the year. The Development Projects are budgeted for under the MDAs but receive budgeted funds as transfers and account for them separately. These transfers are recognised as inter-entity transfers and are eliminated upon consolidation. A high-level assessment of the Project's actual performance against the comparable budget for the financial year/period under review has been *included* in an annex 2 to these financial statements.

n) 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.

o) Exchange rate differences

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

p) Comparative figures

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

Significant Accounting Policies (continued)

q) Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2024.

r) Prior period adjustments

Prior period adjustments relate to errors and other adjustments noted arising from previous year(s).

12. Notes to the Financial Statements

1. Transfers from Government entities

These represent counterpart funding and other receipts from government as follows:

Description	2023/2024	2022/2023	Cumulative to-date (from inception)
	Kshs	Kshs	Kshs
<i>1. GOK Counterpart Funding through The national Treasury</i>			
Counterpart funds Quarter 1	-	-	2,784,081
Counterpart funds Quarter 2	-	1,390,000	1,390,000
Counterpart funds Quarter 3	-	-	-
Counterpart funds Quarter 4	7,373,950	609,355	7,983,305
Total (See Annex 3)	7,373,950	1,999,355	12,157,386
<i>Other transfers from government entities</i>			
Total	<u>7,373,950</u>	<u>1,999,355</u>	<u>12,157,386</u>

Notes to the Financial Statements (Continued)

2. Proceeds From Domestic and Foreign Grants

During the financial period to 30 June 2024, we received grants from African Development Bank as detailed in the table below:

Name of Donor	2023/2024						2022/2023	Cumulative to date
	Date received	Amount received in donor currency	Grants received in USD	Grants received as direct payment*	Grants received in kind	Total amount	Total Amount	
			USD	Kshs	Kshs	Kshs	Kshs	
Grants Received from Multilateral Donors (International Organizations)	-	-	-	-	-	-	-	-
African Development Bank	-	-	-	-	-	-	3,602,400	9,505,890
Total	-	-	-	-	-	-	3,602,400	9,505,890

3. Purchase of Goods and Services

Description	2023/2024			2022/2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	
Domestic travel and subsistence GOK	-	4,875,200	4,875,200	1,999,355	9,658,636
Domestic travel and subsistence Foreign Grants	114,800				
Foreign travel and subsistence Foreign Grants	1,310,816	-	1,823,216	3,356,141	8,827,604
Training payments	397,600				
Total	<u>1,823,216</u>	<u>4,875,200</u>	<u>6,698,416</u>	<u>5,355,496</u>	<u>18,486,240</u>

4. Acquisition of Non-Financial Assets

Description	2023-2024			2022-2023	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs.	Kshs.	Kshs	Kshs	
Purchase of office furniture & general equipment	-	2,498,750	2,498,750	-	2,498,750
Total	=	<u>2,498,750</u>	<u>2,498,750</u>	=	<u>2,498,750</u>

Notes to the Financial Statements (Continued)

5. Cash And Cash equivalents

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank accounts (Note 5A)	678,286	2,501,502
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Total	<u>678,286</u>	<u>2,501,502</u>

National Treasury Capacity Strengthening Project has one number of project accounts spread within the project implementation area and one foreign currency designated accounts managed by the National Treasury as listed below:

5. A Bank Accounts

Project Bank Accounts

Details	2023/2024	2022/2023
<u>Foreign Currency Accounts</u>	USD	USD
Central Bank of Kenya [A/c No. 1000492098]		
Total Foreign Currency balances	49,673.15	7,512
<u>Local Currency Accounts</u>	Kshs	Kshs
Central Bank of Kenya [A/c No. 1000528893]	678,286	2,501,502
Total local currency balances	<u>678,286</u>	<u>2,501,502</u>
Total bank account balances	<u>678,286</u>	<u>2,501,502</u>

*The National Treasury
National Treasury Capacity Strengthening Project
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Notes to the Financial Statements (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30th June 2024 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

Special Deposit Accounts Movement Schedule

	2023/2024	2022/2023
	KShs	KShs
(i) A/C Name [A/c No. 1000492098]		
Opening balance	907,590	4,512,990
Total amount deposited in the account	5,614,179	-
Total amount withdrawn (as per Statement of Receipts & Payments)	-	3,605,400
Closing balance (as per SDA bank account reconciliation attached)	<u>6,521,769</u>	<u>907,590</u>

(The Special Deposit Account(s) reconciliation statement(s) has (have) been attached as Appendix IV support these closing balance.

Note :

Amount deposited in the special account was USD 42,161.15, approximately Exchange rate as April 2023 ksh 133.16 which is equivalent to KSH 5,614,179

5 B Cash in hand

Description	2023/2024	2022/2023
	KShs	KShs
Location 1	-	-
Total cash in hand balances	-	-

The project did not have Cash in hand

Notes to the Financial Statements (Continued)

5 C Cash equivalents (short-term deposits)

Description	2023/2024	2022/2023
	Kshs	Kshs
N/A	-	-
N/A	-	-
N/A	-	-
Total	-	-

The project did not have short-term deposits

6. Imprests and Advances

Description	2023/2024	2022/2023
	Kshs	Kshs
Government Imprests	-	-
Salary advances	-	-
Total	-	-

The Project did not have outstanding imprests or advances.

7. Third-Party Deposits and Retention

Description	2023/2024	2022/2023
	Kshs	Kshs
Retention	-	-
Deposits	-	-
Total	-	-

The project did not have Third-Party Deposits and Retention

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Notes to the Financial Statements (Continued)

8. Fund Balance Brought Forward

Description	2023/2024	2022/2023
	Kshs	Kshs
Bank accounts	2,501,502	2,252,243
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Outstanding imprests and advances	-	-
Total	2,501,502	2,252,243

9. Prior Year adjustment

	Balance b/f 2022/2023	Adjustments	Adjusted balance b/f 2022/2023
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Imprests and advances	-	-	-
Deposits and retentions	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

The project did make prior year adjustments.

*The National Treasury
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Other Important Disclosures

10. Pending Accounts Payable

	Balance b/f from 2022/2023	Additions for the year	Paid during the year	Balance c/f for 2023/2024
Description	Kshs	Kshs	Kshs	Kshs
Total	-	-	-	-

The project did not have Pending Account Payables

11. Pending Staff Payables

	Balance b/f from 2022/2023	Additions for the year	Paid during the year	Balance c/f for 2023/2024
Description	Kshs	Kshs	Kshs	Kshs
Total	-	-	-	-

The project did not have Pending Staff Payables

12. Other Pending Payables

	Balance b/f from 2022/2023	Additions for the year	Paid during the year	Balance c/f for 2023/2024
Description	Kshs	Kshs	Kshs	Kshs
Total	-	-	-	-

The project did not have Other Pending Payables

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National Treasury Capacity Strengthening Project
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Other Important Disclosures (Continued)

13. External Assistance

	2023/2024	2022/2023
Description	Kshs	Kshs
Proceeds from Foreign Grants	-	3,605,400
Total	-	3,605,400

a). External assistance relating loans and grants

	2023/2024	2022/2023
Description	Kshs	Kshs
Proceeds from Foreign Grants	-	3,605,400
Total	-	3,605,400

b) Undrawn external assistance

	Purpose for which the undrawn external assistance may be used	2023/2024	2022/2023
Description		Kshs	Kshs
Undrawn external assistance - grants		25,807,390	28,491,050
Total		25,807,390	28,491,050

Note:

Undrawn Balance is USD.203,000 for FY 2022/2023 and USD.203,000 for 2023/2024 translated as follows:

- As a 30th June 2023 @Ksh.140.35 equivalent to Kshs.28,491,050
- As a 30th June 2024 @Ksh127.13 equivalent to Kshs. 25,807,390

*The National Treasury
National Treasury Capacity Strengthening Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

Other Important Disclosures (Continued)

c) Classes of providers of external assistance

	2023/2024	2022/2023
Description	Kshs	Kshs
Multilateral donors	-	3,605,400
Total	-	3,605,400

The Project objective is to capacity build National Treasury Staff

d) Non-monetary external assistance

	2023/2024	2022/2023
Description	Kshs	Kshs
Goods	-	-
Services	-	-
Total	-	-

The Project did not receive any Non-Monetary Assistance.

e) Purpose and use of external assistance

Payments made by third parties	2023/2024	2022/2023
Description	Kshs	Kshs
Use of goods and services	-	-
Total	-	-

The Project did not have any External Assistance paid through Third Parties.

f. External Assistance paid by third parties on behalf of National Treasury Capacity Strengthening Project by Source

	2023/2024	2022/2023
Description	Kshs	Kshs
Total	-	-

*The National Treasury
National Treasury Capacity Strengthening Project
Annual Report and Financial Statements for the financial year ended June 30, 2024*

Other Important Disclosures (Continued)

14. Payments By Third Party on Behalf of The Project

14.1 Classification by Source

	2023/2024	2022/2023
Description	Kshs	Kshs
National government	7,373,950	1,999,355
Total	7,373,950	1,999,355

14.2 Classification of payments made by Third Parties by Nature of expenses

Payments made by third parties	2023/2024	2022/2023
Description	Kshs	Kshs
Use of goods and services	4,875,200	1,999,355
Purchase of office furniture & general equipment	2,498,750	
Total	7,373,950	1,999,355

Other Important Disclosures (Continued)

15. Related Party Disclosures

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS. The comprise of related parties to the Project

- i) Key management personnel including the program director/manager
- ii) The implementing entity/ministry/ department
- iii) Other Ministries and Departments.
- iv) The National Treasury

Related party transactions:

	2023/2024	2022/2023
	Kshs	Kshs
Compensation to Key Management		
Compensation to the program manager/ director	-	-
Total Compensation to Key Management	-	--
Transfers to related parties		-
Transfers to other government entities	-	-
Total Transfers to related parties	-	-
Transfers from related parties		-
Transfers from the The National Treasury	-	-
Payments made on behalf of the project by other govt. entities	7,373,950	1,999,355
Total Transfers from related parties	7,373,950	1,999,355

16. Contingent Liabilities

Contingent liabilities	2023/2024	2022/2023
	Kshs	Kshs
Total	-	-

The Project did not have Contingent Liabilities

*The National Treasury
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13. Annexes

Annex 1: Prior Year 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	None	N/A	N/A	N/A

The project had unmodified opinion report financial year 2022/2023.



.....
Dr. Chris Kiptoo, CBS
Principal Secretary
The National Treasury



.....
Dr. Kenrick Ayot
Project Coordinator



.....
Linnet M. Vitisia, ndc (K)
Disbursement Unit
ICPAK Member No: 5831

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Annex 2: Variance explanations - Comparative Budget and Actual amounts for Current FY

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
Receipts					
Transfers from Government entities	10,680,000	7,373,950	3,306,050	69%	Procurement of consultancy is ongoing, was not concluded as at 30 th June, 2024
Proceeds from domestic and foreign grants	10,000,000	-	10,000,000	100%	
Total Receipts	20,680,000	7,373,950	13,306,050	36%	
Payments					
Purchase of goods and services	18,181,250	6,698,416	11,482,834	37%	
Acquisition of Non-Financial Assets	2,498,750	2,498,750	-	100%	
Total payments	20,680,000	9,197,166	11,482,834	44%	

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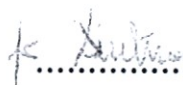
Annex 3: Reconciliation of inter-entity transfers

Project Name:			
Breakdown of transfers from National Treasury Capacity Strengthening Project			
a. Government Counterpart funding			
	Bank Statement Date	Amount (Kshs)	2023/2024
		7,373,950	
	Total	7,373,950	
B. Direct payments			
	Bank Statement Date	Amount (Kshs)	
		-	
	Total	-	
C. Others			
	Bank Statement Date	Amount (Kshs)	
	Total	-	
	Total (A+B+C)	7,373,950	

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



.....
George K. Gichuru 9262
Head of Accounting Unit
The National Treasury



.....
Dr. Kenrick Ayot
Project Coordinator

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Annual Report and Financial Statements for the financial year ended June 30, 2024*

Annex 4: Summary of Fixed Assets Register

Asset class	Opening Cost (KShs) 2022/23	Donations in form of assets (KShs) 2023/24	*Purchases/ Additions in the Year (KShs) 2023/24	**Disposals in the Year (KShs) 2023/24	Transfers in/(out) Kshs 2023/24	Closing Cost (KShs) 2024
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+c)- (d)+(-)d
ICT Equipment,	-	-	2,498,750	-	-	2,498,750
Total			2,498,750	-	-	2,498,750

Annex 5: Reporting of Climate Relevant Expenditures

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		

There was no expenditure on this item.

Annex 6: Reporting Disaster Management Expenditure

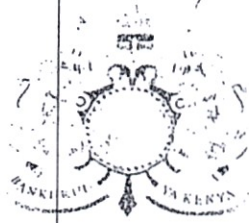
Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

The Project did not incur expenditure under this item Disaster Management.

Annex 7: Other Support Documents

- i. Certificate of Balances
- ii. Cash Book
- iii. Bank Reconciliations statement as at 30th June 2024
- iv. Special Deposit Account reconciliation statement

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

Met
24/7/24

July 24, 2024

Haile Selassie Avenue
P.O. Box 60000 - 00200 Nairobi, Kenya
Telephone: 2860000, Fax: 3340192

CERTIFICATE OF BALANCES

Customer : 100094


Balance Date: 30-Jun-24

MINISTRY OF FINANCE

Account No	Account Name	Currency	Balance
1000000977	TREASURY BILLS ACCOUNT	KES	0
1000000988	TREASURY BONDS ACCOUNT	KES	1,806,019.65
1000000996	REVENUE DEPOSIT ACCOUNT	KES	15,690,520,642.34
1000004053	TREASURY BONDS REDEMPTION	KES	90,500,000.00
1000004061	TREASURY BONDS INTEREST	KES	30.78
1000004077	GOVERNMENT TREASURY BILLS SUSP.	KES	0.00
1000004088	TREASURY BILLS REDEMPTION SUSP.	KES	0.00
1000182528	CBK165-THE NATIONAL TREASURY	KES	0.00
1000181467	REC-THE NATIONAL TREASURY	KES	351,559,730.22
1000181664	DEV-THE NATIONAL TREASURY	KES	1,417,718,072.20
1000182137	DEP-THE NATIONAL TREASURY	KES	422,207,297.15
1000187506	MICRO FINANCE SEC SUP CR-CAP BLDG	KES	90,491,999.30
1000201924	VOLUNTARY PAY CUT	KES	0.00
1000268743	AFRICAN INSTITUTE FOR REMITTANCES	KES	17,127,569.60
1000204378	REC-PUBLIC DEBT	KES	35,133,625.26
1000204419	REC-SALARIES ALLOWA MISC AND NSSSFC	KES	196,218,625.60
1000205024	PETROLEUM DEVELOPMENT LEVY FUND	KES	2,857,767,799.80
1000209518	NATIONAL TREASURY REVENUE COLL.	KES	0.00
1000409018	INFRAST FINANCE AND PPP-CAT. 2EEP	KES	1,135,082,040.15
1000368632	INFRASTRUCTURE FIN AND PUB PART PRJ	KES	2,743.95
1000447575	KEN. FINANCING LOCALLY LED CLIMATE	KES	166,050,874.40
1000484675	FINANCIN LOCAL-LED CLIMATE ACTION B	KES	2,328,846.30
1000331747	GREEN GROWTH AND EMPLOY CREATION PR	KES	5,000,000.00
1000516534	GREEN CLIMATE FUND READINESS PROJ	KES	7,400,396.00
1000693096	SUPPORTING ACCESS TO FIN & ENT RECO	KES	50,648,542.70
1000709596	SUPP ACESS TO FIN ENTERP RECOV A	KES	21,093,167.95
1000709607	SUPP ACESS TO FIN ENTERP RECOV B	KES	0.00
1000476858	CREDIT GUARANTEE SCHEME ACCOUNT	KES	261,296,920.00

1000473851	PUBLIC DEBT MANAGEMENT SUPPORT PROJ	KES	463,504.20
1000741236	ADB - AFRICA CLIMATE SUMMIT	KES	4,917,765.00
1000662794	KFW FINANCING LOCAL LED CLIMATE ACT	KES	21,045,683.50
1000528885	AFFORDABLE HOUSING FINANCE PROJ	KES	13,027,739.25
1000528893	ADB: NATIONAL TREASURY CAPACITY STRE	KES	678,286.00
1000539135	EU KENYA COOPERATION AND PARTNERSHI	KES	0.00
1000122501	GOVERNMENT OVERDRAFT ACCOUNT.	KES	61,020,669,176.79-
1000537876	STATE OFF AND PUB OFF CAR LOAN SCH	KES	67,784,106.00
1000323876	A U OTHER INTERNAT. ORG SUBSC FUND	KES	2,651,455,086.66
1000349538	PPP PROJECT FACILITATION FUND ACC.	KES	3,373,152,666.75


 Priscilla Keitany (Mrs)
 Authorised Signatory
 Banking Services Division


 Micah Nabori
 Authorised Signatory
 Banking Services Division

REPUBLIC OF KENYA
BANK RECONCILIATION STATEMENT
FOR THE PERIOD AS AT 30 JUNE, 2024

	KSHS	KSHS
Balance as per Bank Certificate		678,286.00
Less:		
1. Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)		
2. Receipts in Bank Statement not yet recorded in Cash Book	-	-
Add:		
3. Payments in Bank Statement not yet recorded in Cash Book		
4. Receipts in Cash Book not yet recorded in Bank Statement		-
Balance as per Cash Book		678,286.00

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct

Paul 30/6/2024
SIGNATURE & DATE

Accountant I
DESIGNATION

20 157

NATIONAL TREASURY CAPACITY STRENGTHENING PROJECT
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30TH JUNE 2024
PART B: ACCOUNT RECONCILIATION STATEMENT

PROJECT No. 5500155013902
Bank Account No.1000492098 Held with Central Bank of Kenya

	NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by ADB		132,756.00
	Less		
2	Total amount justified to ADB		73,019.21
3	Outstanding amount advanced to Designated Account		59,736.79
	Represented by:		
4	Ending Designated Account Balance at 30.06.2024		49,673.15
5	Amount claimed but not credited at 30.06.2024		-
6	Amount withdrawn and not claimed as at 30.06.2024		10,063.64
7	Service charges (if not included in 5 & 6 above)		-
	Less		
8	Interest earning (if included in Designated Account)		-
9	Total advance to Designated Account year ended 30.06.2024		59,736.79

Descrpancy between total appearing on lines 3 and 9

-

Notes:

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by ADB and provide reasons for not claiming the expenditures

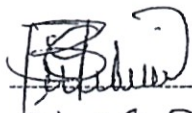
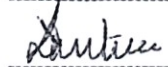
The amount appearing on line 6 is eligible for financing by ADB and shall be documented in subsequent IFRs/SOEs



AUTHORIZED REPRESENTATIVE
RESOURCES MOBILIZATION DEPARTMENT - TREASURY

DATE: 02-08-2024

SPECIAL ACCOUNT STATEMENT

For period ending	30th JUNE, 2024	
Account No.	1000492098	
Depository Bank	CENTRAL BANK OF KENYA.	
Address	CENTRAL BANK OF KENYA.	
Related Loan	NTCSP	
Credit Agreement		
Currency	USD	
<u>Part A - Account Activity</u>		
Beginning balance of 1st July, 2023 as per C.B.K. Ledger Account		7,512.00
Add:		
Total Amount deposited by ^{ADB} World-Bank		42,161.15
Total Interest earnings if deposited in account		
Total amount refunded to cover ineligible expenditure		
Deduct:		
Total amount withdrawn		0.00
Total service charges if not included above in amount withdrawn		
Ending balance on 30th June, 2024		49,673.15
AUTHORISED REPRESENTATIVE CENTRAL BANK OF KENYA	SIGNATURE:	
	DATE	01.08.2024
AUTHORISED REPRESENTATIVE EXTERNAL RESOURCES DEPARTMENT-TREASURY	SIGNATURE:	
	DATE	02-08-2024

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2024 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

Results 1 - 1 of 1

Run Date: CENTRAL BANK OF KENYA
BANKI KUU YA KENYA
P.O.BOX 60000-0200
NAIROBI
STATEMENT PERIOD: From 01/07/2023 To

STATEMENT OF ACCOUNT PAGE NO : 1
ACCOUNT NUMBER :
ACCOUNT TITLE : NTCSP
30/06/2024

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE
OPENING BAL :			7,512.00		
NO.	Value Date	Reference.No	Details	Debit	Credit
1	02/04/2024	FT2409340BQQ	FUNDING	0.00	42,161.15
					Balance
					49673.15
				CLOSING BALANCE : 49673.15	

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

More Options

Find

Clear Selection

Account equals 1000492098
Statement From equals 20230701
Statement To equals 20240630
TAM.E.STMT.OF.ACCT.EPRM

Middle Inc Countries Fund
 Summary of Revolving Funds By Loan (In Paid Currency)
 Public sector As at 03.07.2024
 Loan Number :5500155013902
 Project ID :P-KE-K00-011
 Project Title :National Treasury Strengthening Project
 Borrower :MINISTRY OF FINANCE

Printing Date :03.07.2024
 Page : 1
 System :PRD / 400
 Loan Contract Currency :UAC
 Closing Date :30.03.2025
 Commitment Capital : 200,000.00
 Available Balance : 0.00

LDV Number	Reference	Curr	Amount Approved Approval Currency	Amount Justified Approval Currency	Balance to Justify Approval Currency	Amount Disbursed UAC	Amount Justified UAC	Balance to Justify UAC	%Justified	Disburs. Value Date	Last Just. Date
(A)	(B)		(X)	(Y)	(Z) = (X) - (Y)	(C)	(D)	(E) = (C) - (D)	F = D / C	(G)	(H)
5500155013902											
1 All activitie 1/KE/2021/96230	RF NO0001	USD	90,552.00	73,019.21	17,532.79	64,267.31	51,823.79	12,443.52	80.64	15.10.2021	06.02.2024
1/KE/2024/41921	RF NO0003	USD	42,204.00	0.00	42,204.00	31,875.17	0.00	31,875.17	0.00	28.03.2024	00.00.0000
Total 5500155013902 All activities						96,142.48	51,823.79	44,318.69	53.90		
5500155013902						96,142.48	51,823.79	44,318.69	53.90		

132 756.00

~~73,019.21~~
59 736.79

CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
TRIAL BALANCE AS AT END OF JUL 2023					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
NATIONALTREASURY CAPACITY STRENGTHENINGPROJECT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	2,501,502.00	0.00	(2,501,502.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		2,501,502.00	0.00	(2,501,502.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
TRIAL BALANCE AS AT END OF AUG 2023					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	2,501,502.00	0.00	(2,501,502.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		2,501,502.00	0.00	(2,501,502.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
TRIAL BALANCE AS AT END OF SEP 2023					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	2,501,502.00	0.00	(2,501,502.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	1,310,816.00	0.00	(1,310,816.00)
	ADMIN BALANCE		1,190,686.00	0.00	(1,190,686.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					

TRIAL BALANCE AS AT END OF OCT 2023					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	1,190,686.00	0.00	(1,190,686.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		1,190,686.00	0.00	(1,190,686.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
TRIAL BALANCE AS AT END OF NOV 2023					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	1,190,686.00	0.00	(1,190,686.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		1,190,686.00	0.00	(1,190,686.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
3TRIAL BALANCE AS AT END OF DEC 2023					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	1,190,686.00	0.00	(1,190,686.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		1,190,686.00	0.00	(1,190,686.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					

TRIAL BALANCE AS AT END OF JAN 2024					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	1,190,686.00	0.00	(1,190,686.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		1,190,686.00	0.00	(1,190,686.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
TRIAL BALANCE AS AT END OF FEB 2024					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	1,190,686.00	0.00	(1,190,686.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		1,190,686.00	0.00	(1,190,686.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
TRIAL BALANCE AS AT END OF MAR 2024					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				-
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	1,190,686.00	0.00	(1,190,686.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		1,190,686.00	0.00	(1,190,686.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					

TRIAL BALANCE AS AT END OF APRIL 2024					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	1,190,686.00	0.00	(1,190,686.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	397,600.00	0.00	(397,600.00)
	ADMIN BALANCE		793,086.00	0.00	(793,086.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
TRIAL BALANCE AS AT END OF MAY 2024					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	793,086.00	0.00	(793,086.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	-	0.00	-
	ADMIN BALANCE		793,086.00	0.00	(793,086.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					
TRIAL BALANCE AS AT END OF JUNE 2024					
CLASS OF ACCOUNTS 1 DEVELOPMENT					
VOTE 1071-THE NATIONAL TREASURY					
Admin	Item	Description	Realised	Estimated	Balance
			Exp/Rev	Exp/Rev	
1108	Headquarters				
01	2630203-11510087-0718019999-00000001	Grant fro Development Partner	793,086.00	0.00	(793,086.00)
01	2630203-11510087-0718019999-00000001	Purchase of Goods and Services	114,800.00	0.00	(114,800.00)
	ADMIN BALANCE		678,286.00	0.00	(678,286.00)
VOTE TOTAL					
CLASS OF ACCOUNT TOTAL					