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REPORT

OF

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 16 MAR 2023	DAY. Thursday
TABLED BY: CLERK AT THE TABLE:	Deputy Majority Party leader. Joyce Kemerelle

THE AUDITOR-GENERAL

ON

**STRENGTHENING DROUGHT RESILIENCE
FOR SMALL HOLDER FARMERS AND
PASTORALISTS IN THE IGAD REGION
PROJECT NO.03/DRESS-EA/07/OSS-KE/20**

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

**MINISTRY OF ENVIRONMENT
AND FORESTRY**



**Project Name: STRENGTHENING DROUGHT RESILIENCE FOR SMALL HOLDER FARMERS
AND PASTORALISTS IN THE IGAD REGION**

Implementing Entity: Ministry of Environment and Forestry (MEF)

PROJECT GRANT/CREDIT NUMBER:03/DRESS-EA/07/OSS-KE/20

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2022

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

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Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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

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1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name: The project's official name is: ***Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region***

Objective: The overall objective of the project is to increase the resilience of smallholder farmers and pastoralists to climate change risks mainly those related to drought, through the establishment of appropriate early warning systems and implementation of drought adaptation actions in the IGAD region.

1. Component 1: Development and enhancement of a regional drought early warning system
2. Component 2: Strengthening the capacity of stakeholders to manage drought risks due to cc effects
3. Component 3: Drought and climate change adaptation actions
4. Component 4: knowledge management and awareness creation

The address of its registered office is:

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

Project unit
Ministry of Environment and Forestry
NHIF Building, Upper Hill,
P.O. Box 30126 - 00100
Nairobi.

Telephone: 254-20-2730808/9, Ext. 1258,

E-mail: psoffice@environment.go.ke

Website: www.environment.go.ke

Contacts: The following are the project contacts

E-mail:

Website: www.environment.go.ke

1.2 Project Information

Project Start Date:	The project start date is October 2020
Project End Date:	The project end date is September 2024
Project Manager:	The project Co-ordinator is Mr. Thomas Lerenten
Project Sponsor:	The project Sponsor is Adaptation Fund

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Environment and Forestry.
Project number	03/DRESS-EA/07/OSS-KE/20
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <p>Component 1: Development and enhancement of a regional drought early warning system</p> <ul style="list-style-type: none"> • Increased use of effective Early Warning Systems by stakeholders through Efficient and effective drought early warning (DEWS) in place/developed, Institutional linkages for Early Warning (EW) information established, Feedback mechanism for EW information developed and Emergency plan for drought management is put in place. • Activities and projects being developed by project includes assess the status of early warning system (EWS) in the country and the update options of traditional EWS with modern EW technologies. Develop an EWS prototype to be used at the regional and national levels. Develop/Review EW information sharing frameworks at regional. National and sub-national levels. Develop an implementation action plan to operationalize the frameworks among others <p>Component 2: Strengthening the capacity of stakeholders to manage drought risks due to climate change effects; This is through strengthening and improving the adaptive capacity of various stakeholders including women and youth that are affected by climate change induced drought and contribute to drought adaptation and resilience in various ways. Such stakeholders include extension agents, artisans, local government or sub-national and national as well as regional</p>

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leaders including technical and non-technical plus the smallholder farmers and pastoralists in the four selected countries/areas.

This project seeks to, first of all, understand the stakeholders' needs in drought adaptation and contribute to developing their capacity to plan and manage droughts if their resilience is to be enhanced. Based on such needs, capacity building plans including developing the appropriate tools and materials will be supported

Component 3: Drought and climate change adaptation actions;

This is through increasing resilience of smallholder farmers and pastoralists by supporting them to undertake concrete innovative and appropriate sustainable land, water, crops and livestock management measures or technologies.

This is by seeking to understand the current status of water security by focusing on surface and groundwater resources, soil and water conservation, crop and livestock production and sources of incomes.

This will be achieved through: developing soil and water conservation, water harvesting and storage structures e.g. simplified water jars, rock water harvesting, construction of sunken sand dams and water ponds. Mini-irrigation systems to support crops during water stress will be constructed. Underground water sources e.g. construction of boreholes and water wells will be constructed. Drought resistant pastures and crops will be promoted to enhance the resilience of pastoralists and farmers.

The competitive small grants scheme will focus on encouraging and rewarding the efforts of the most vulnerable among smallholder farmers and pastoralists such as the women, youth and elderly. Such efforts sought for evaluation will be on drought adaptation actions or IGAs. The innovativeness of the competitive grant scheme will include interventions on alternatives energy sources (solar, improved energy stoves, etc.), energy saving innovations, interlocking blocks and charcoal briquettes manufactured from household waste such as briquettes from crop residues will be promoted

Component 4: Knowledge management and awareness creation;

There is limited awareness on drought risks and adaptation actions amongst stakeholders leading to poor planning and responses to drought risks and disasters with low crop and livestock yields hence food insecurity and low incomes. This component seeks to support knowledge generation,

	<p>packaging, and dissemination between and across stakeholders in various institutions within the targeted countries in the region.</p> <p>This will facilitate institutions to generate knowledge on drought risk management, undertaking study tours and exchange visits, documenting lessons learned or best practices and generally facilitating knowledge exchange. The information, lessons learned, best practices and innovative technologies will be documented and shared for the use by various stakeholders.</p>
<p>Achievement of strategic goals</p>	<p>The project management aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> (i) Establishment of the requisite coordination structures right from the regional to community level. The project has already established regional steering committee, national steering committee and county and community management units. (ii) Using of community participatory methods to enhance ownership and targeted response to community priorities. (iii) Active participation and collaboration with the respective counties for greater project sustainability
<p>Other important background information of the project</p>	<p>Kenya has developed National Adaptation Plan 2015-2030 that has identified short, medium and long term adaptation actions for various sectors to build adaptive capacity, resilience and minimize community vulnerabilities. The NAP 2015-2030 actions are further elaborated in the National Climate Change Action Plan (NCCAP) 2018-2022. The Ministry of Environment and Forestry received financing from the Adaptation Fund (AF) through the Sahara and Sahel Observatory (OSS) towards supporting Strengthening Drought Resilience for Small Holder Farmers and Pastoralists to help the country implement the NCCAP 2018-2022 and subsequent NCCAP's.</p>
<p>Current situation that the project was formed to intervene</p>	<p>Kenya like many other developing countries are highly vulnerable to climate change, the country in its main climate change planning document that is National Climate Change Action Plan 2018-2022 indicated that the country needs 1.8 Trillion to implement the 5year document. Subsequently the National Determined Contribution updated by Kenya in December 2020 requires a total of USD 62B up to 2025 to implement. Raising this amounts internally is quite a challenge and hence the development of projects and programs to resource mobilize to help the country implement these planning documents so as to attain the desired low carbon climate resilient .</p>

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	development. The project will be implemented in Samburu and Kitui counties
Project duration	The project started on October 2020 and is expected to run until September 2024.

1.4 Bankers

The following are the bankers for the current year:

- (i) Central Bank of Kenya 1000495898 - Project Operating Account

1.5 Auditors

The project is audited by the Office of the Auditor General

1.6 Roles and Responsibilities

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

Names	Title designation	Key qualification	Responsibilities
Thomas Lerenten	National Project Coordinator	Msc Environmental Management Bsc Natural Resource Management	Project Coordinator
Recruitment ongoing	Project Assistant	None	Project Assistant

1.7 Funding summary

The Project is for duration of 4 years from October 2020 to September 2024 with an approved budget of US\$ 2,491,480 (use donor currency) equivalent to Kshs 286,520,200 using a dollar rate of 115 as highlighted in the table below:

Below is the funding summary:

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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Project information and overall performance (continued)

A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date – (30 June 2022)		Undrawn balance to date	
	Donor currency	Kshs	Donor currency Kshs	Kshs	Donor currency Kshs	Kshs
(i) Grant	(A)	(A')	(B)	(B')	(A)-(B)	(A)-(B)
ADAPTATION FUND	2,491,480	286,520,200	20,060.11	2,306,912.75	2,471,419.88	284,213,287.25
Insert name of donor						
(ii) Loan						
Insert name of development partner						
(iii) Counterpart funds						
Government of Kenya						
Total	2,491,480	286,520,200	20,060.11	2,306,912.75	2,471,419.88	284,213,287.25

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2022)		Cumulative amount paid to date – (30 th June 2022)	Unutilised balance to date (30th June 2022)	
	Donor currency	Kshs		Donor currency	Kshs
(i) Grant	(A)	(A')	(B')	(A)-(B)	
ADAPTATION FUND	20,060.11	2,306,912.75	729,600	13,715.76	1,577,312.75
(i) Loan					
Insert name of development partner					
(ii) Counterpart funds					
Government of Kenya					
Total	20,060.11	2,306,912.75	729,600	13,715.76	1,577,312.75

Project information and overall performance (continued)

1.8 Summary of Overall Project Performance:

- i) *Budget performance against actual amounts for current year and for cumulative to-date,*
 - 1. *- Funds for main project activity implementation not yet received*
- ii) *Physical progress based on outputs, outcomes, and impacts since project commencement,*
 - 1. *This is a new project*
- iii) *Comment on value-for-money achievements,*
 - 1. *This is a new project*
- iv) *Indicate the absorption rate for each year since the commencement of the project.*
 - 1. *New project*
- v) *List the implementation challenges and recommended way forward.*
 - 1. *Delay in funds release – streamline funds flow through engagement with the donor*

1.9 Summary of Project Compliance:

There were no cases of non-compliance with the applicable laws and regulations during the financial year.

2. Statement of Performance against Project’s Predetermined Objectives

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity’s performance against predetermined objectives.

The key development objectives of the *project’s 2021-2024* are to:

1. Developing and promoting regional investments in drought early warning systems (EWS) and improving the existing ones
2. Strengthening and improving the capacity of key stakeholders in drought risk management at regional, national and local levels
3. Facilitating smallholder farmers and pastoralists inputs to undertake innovative adaptation actions that reinforce their resilience to drought
4. Enhancing knowledge management and information sharing on drought resilience at the considered levels.

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region	The overall objective of the project is to increase the resilience of smallholder farmers and pastoralists to climate change risks mainly those related to drought, through the establishment of appropriate early warning systems and implementation of drought adaptation	Improve the gross income through promoting the growth of drought-resistant crops and drought tolerant breeds of livestock, soil and water	Number of communities supported by the project	The project has already established the foundation structures upon which the project activities will be implemented.
			Number of approved projects and fund disbursed to communities.	The project has established; -Regional project steering committee – two meetings have been done already
			Documents developed and	-National project steering

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	<p>actions in the IGAD region.</p>	<p>conservation measures and climate-smart agriculture.</p> <ul style="list-style-type: none"> ▪ Develop specific activities on value chain associated to adaptation needs. ▪ Reduce expenditure through bringing together the economic sectors and stakeholders. ▪ Develop new careers. 	<p>reports from the project.</p>	<p>committee</p> <p>Undertaken project award and community mobilization at the county level</p> <p>Established project management unit at the Ministry</p> <p>Identified project implementation sites at the counties</p> <p>County visit by the PMU, GWPEA to introduce the project to the county high level leadership done in August, 2021</p> <p>Baseline data collection for the DRESSEA project completed in both Kitui and Samburu County.</p> <p>M&E online tool has been developed by regional consultant.</p> <p>Second Regional Project Steering Committee meeting held in Djibouti on 27th September 2021</p> <p>Supervisory mission undertaken by the OSS team from Tunis</p> <p>The funds for undertaking initial project preparatory work including project launch and first national steering</p>
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Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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				<p>committee meeting, finalization of the work plan and procurement plan totaling Kshs. 2,306,912.75 was received and utilized for this purpose.</p> <p>Project site selection have been done in the two counties.</p> <p>The project was launched in the country on 27th April 2022.</p> <p>The first National Project Steering Committee was held on 27th April 2022 where the work plan and procurement plan for the next 2 years was approved.</p>
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3. Environmental and Sustainability Reporting

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists Project exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on the adaptation pillars: putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a brief highlight of our achievements in each pillar

1. Sustainability strategy and profile -

The implementation of Strengthening Drought Resilience for Small Holder Farmers and Pastoralists contributes to building the community resilience and adaptive capacity bearing in mind the impact of climate change in Kenya ASAL regions.

The project will be implemented in close collaboration with the county governments of Kitui and Samburu, the project will be implementing in the respective county's county integrated development plan (CIDP's). The project will also be based at the respective county climate change units that are created by the Climate Change Act 2016 under the County Ministry's responsible for Climate Change. This will ensure that the project activities will be continue beyond the lifespan of the project.

2. Environmental performance

A better understanding of the interaction between climate, environment and human factors which impact the sustainable use of natural resources. The outcome will contribute in lowering the excess demand for natural resources through fair and equitable sharing of natural resources. Among other benefits to environment are efficient use of water, reduce the pressure on the ecosystems and preserve biodiversity, improved land management/conservation infrastructure, leading to reduced soil loss and increased quantity of agricultural produce, improving water resources for human and livestock populations and improve the efficiency of projects. These actions will enhance ability of the communities to better cope with impacts of droughts which are increasing becoming more frequent and intense in the ASAL areas of Kenya. This will eventually build resilience of the local communities to better cope with impacts of climate change.

3. Employee welfare

The project staff management will be based on the public services human resource manual and other respective laws and procedures.

4. Market place practices

The project in the procurement of goods and services will be done in compliance with Public Procurement and Asset Disposal Act 2015. This ensures that proper guidelines and processes are followed to enable smooth operations of the project, competitiveness and value for money is achieved. In addition, Vulnerable groups of Youth, Women and Disables will be incorporated in the quotations and tendering processes of the project.

5. Community Engagements-

This project targets to work directly with the pastoralists and smallholder communities in Samburu and Kitui counties. The project design is such that it uses participatory community development approaches that ensures that the target communities are at the core of decision making as it regards to project activities implementation. The project has already engaged the communities through the respective county government where the project sites have been selected. It also conducted a public consultation across the communities and county governments.

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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4. Statement of Project Management Responsibilities

The *Principal Secretary* for the **Ministry of Environment and Forestry** and the *Project Coordinator* for ***Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*** project are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial period ended on *30th June, 2022*. This responsibility includes: (i) maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Project; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Project; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The *Principal Secretary* for the **Ministry of Environment and Forestry** and the *Project Coordinator* for ***Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*** 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.

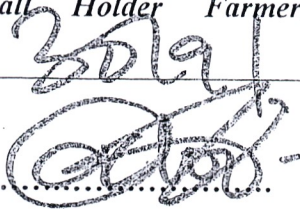
The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for ***Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*** project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial period ended *June 30th, 2022*, and of the Project's financial position as at that date.

The *Principal Secretary* for Ministry of Environment and Forestry and the *Project Coordinator* for ***Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*** project further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

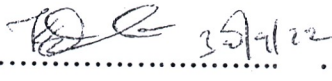
The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for ***Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*** project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project Financial Statements

The Project financial statements were approved by the *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for *Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region* project on 2019 2022 and signed by them.



Name: Dr. Chris Kiptoo
Principal Secretary

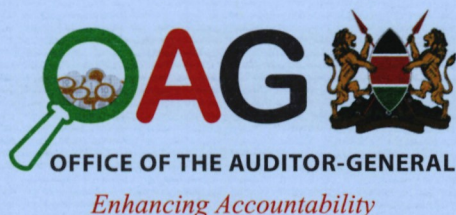


Name: Thomas Lerenten
Project Coordinator



Name: Enock Maticha
Project Accountant
ICPAK Member No: 23310

REPUBLIC OF KENYA



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REPORT OF THE AUDITOR-GENERAL ON STRENGTHENING DROUGHT RESILIENCE FOR SMALL HOLDER FARMERS AND PASTORALISTS IN THE IGAD REGION PROJECT NO.03/DRESS-EA/07/OSS-KE/20 FOR THE YEAR ENDED 30 JUNE, 2022 - MINISTRY OF ENVIRONMENT AND FORESTRY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Strengthening Drought Resilience for Small Holder Farmers and Pastoralists In the IGAD Region Project set out on pages 1 to 35, which comprise of the statement of financial assets as at 30 June, 2022, the statement of receipts and payments, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region Project as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (Cash Basis), and comply with the Bilateral Financing Agreement between the Government of Kenya and the Sahara and Sahel Observatory-OSS dated 22 January, 2021 and the Public Finance Management Act, 2012.

Basis of Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region Project Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects budgeted and actual receipts of Kshs.80,000,000 and Kshs.2,306,912 respectively resulting to under-funding of Kshs.77,693,087 or 97% of the budget. Similarly, the statement reflects budgeted expenditure of Kshs.80,000,000 against actual expenditure of Kshs.729,600 resulting to under expenditure of Kshs.79,270,400 or 99% of the budget.

The under-funding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

Report of the Auditor-General on Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region Project No.03/Dress-EA/07/OSS-KE/20 for the year ended 30 June, 2022 - Ministry of Environment and Forestry

2. Delayed Release of Project Funds

The statement of receipts and payments and Note 2 to the financial statements reflects receipts amount of Kshs.2,306.912. The amount was transferred by The National Treasury to the Ministry's development bank account on 28 April, 2022. However, the Ministry transferred the amount to the project account on 5 July, 2022 after the close of the financial year. No reason was given for the delay in transferring the funds before the close of the financial year.

Delay in release of Project funds may result in low absorption of the budget and this may affect the development programmes of the Project and provision of services to the public.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, the Project Management is responsible for assessing the Project's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of intention to terminate the Project or cease its operations.

The Project 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 Project's financial statements described above, the Project Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Project's financial reporting process, reviewing the effectiveness of how Project 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in

an effective way in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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


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

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

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

18 November, 2022

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

	Note	2021-2022		2020-2021		Total	Cumulative to-date (From inception)
		Receipts and payments controlled by the entity	Payments made by third parties	Receipts and payment controlled by the entity	Payments made by third parties		
Receipts		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
Transfer from Government entities	1						
Proceeds from domestic and foreign grants	2	2,306,912.75		2,306,912.75		-	2,306,912.75
Loan from external development partners	3	-		-			-
Miscellaneous receipts	4	-		-			-
Total receipts		2,306,912.75		2,306,912.75		-	2,306,912.75
Payments							
Compensation to employees	5	-		-			-
Purchase of goods and services	6	729,600		729,600			729,600
Social security benefits	7	-		-			-
Acquisition of non-financial assets	8	-		-			-
Transfers to other government entities	9	-		-			-
Other grants and transfers /payments	10	-		-			-
Total payments		729,600		729,600		-	729,600
Surplus/ (deficit)		1,577,312.75		1,577,312.75		-	1,577,312.75

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

Note: This is a new project and has no comparative figures

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

.....

Name Dr. Chris Kiptoo
Principal Secretary

..... 31/1/22

Name Thomas Larenten
Project Coordinator


.....

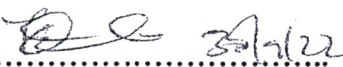
Name Enoch Maticha
Project Accountant
ICPAK Member No: 23310

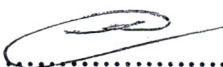
7. Statement of Financial Assets as at 30th June 2022

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and Cash equivalents			
Bank Balances	11.A	1,577,312.75	-
Cash Balances	11. B	-	-
Cash equivalents (Short-term deposits)	11.C	-	-
Total Cash and Cash equivalents		1,577,312.75	-
Imprests and Advances	12	-	-
Total Financial Assets		1,577,312.75	-
Financial Liabilities			
Deposits and Retention monies	13	-	-
Net Assets		1,577,312.75	-
Represented By			
Fund Balance B/fwd.	14	-	-
Prior Year adjustments	15	-	-
Surplus/(Deficit) for the Year		1,577,312.75	-
Net Financial Position		1,577,312.75	-

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30/9/2022 and signed by:


 Name Dr. Chris Kiptoo
 Principal Secretary


 Name Thomas Lerenten
 Project Coordinator


 Name Enock Maticha
 Project Accountant
 ICPAK Member No: 23310

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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

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

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Cashflow from operating activities			
Receipts			
Transfer from government entities	1	-	-
Proceeds from domestic and foreign grants	2	2,306,912.75	-
Miscellaneous receipts	4	-	-
Total receipts		2,306,912.75	-
Payments			
Compensation of employees	5	-	-
Purchase of goods and services	6	729,600	-
Social security benefits	7	-	-
Transfers to other government entities	9	-	-
Other grants and transfers	10	-	-
Total Payments		729,600	-
Adjustments during the year			
Prior year adjustments	15	-	-
Decrease/(increase) in accounts receivable	16	-	-
Increase/(decrease) in accounts payable:	17	-	-
Net cash flow from operating activities		1,577,312.75	-
Cashflow from investing activities			
Acquisition of non-financial assets	8	-	-
Net cash flows from investing activities		1,577,312.75	-
Cash flow from financing activities			
Proceeds from foreign borrowings	3	-	-

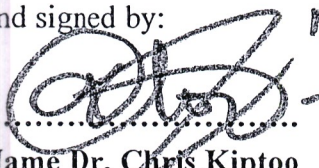
Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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

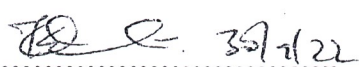
Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalents		1,577,312.75	-
Cash and cash equivalent at beginning of the year	11	-	-
Cash and cash equivalent at end of the year	11	1,577,312.75	-

Note: This is a new project and has no comparative figures

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 30/9/2022 and signed by:



Name Dr. Chris Kiptoo
Principal Secretary



Name Thomas Lerenten
Project Coordinator



Name Enock Maticha
Project Accountant
ICPAK Member No: 23310

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

9. Statement of Comparison of Budget and Actual amounts for the year ended 30th June 2022

Receipts/Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
Receipts						
Transfer from Government entities	80,000,00 0	-	80,000,00 0	2,306,912.7 5	77,693,087.25	2.8%
Proceeds from domestic and foreign grants	-	-	-	-	-	-
Proceeds from borrowings	-	-	-	-	-	-
Miscellaneous receipts	-	-	-	-	-	-
Total Receipts	80,000,00 0	-	80,000,00 0	2,306,912.7 5	77,693,087.25	2.8%
Payments						
Compensation to employees	-	-	-	-	-	-
Purchase of goods and services	80,000,00 0	-	80,000,00 0	729,600	79,270,400	1%
Social security benefits	-	-	-	-	-	-
Acquisition of non-financial assets	-	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-	-
Other grants and transfers	-	-	-	-	-	-
Total Payments	80,000,00 0	-	80,000,00 0	729,600	79,270,400	1%
Surplus or Deficit	-	-	-	1,577,312.7 5	(1,577,312.75)	-

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


Name Dr. Chris Kiptoo


Name Thomas Lerenten

.....
Name Enock Maticha

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

Principal Secretary

Project Coordinator

Project Accountant

ICPAK Member No: *23310*

10. Significant Accounting Policies

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

10.1 Statement of compliance and basis of preparation

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

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

10.2 Reporting entity

The financial statements are for (*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*) under the State Department of Environment and Forestry. The financial statements are for the reporting entity (*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*) as required by Section 81 of the PFM Act, 2012 .

10.3 Reporting currency

The financial statements are presented in Kenya Shillings (Kshs), which is the functional and reporting currency of the Project and all values are rounded to the nearest Kenya Shilling.

10.4 Recognition of receipts

(*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region*) recognises all receipts from the various sources when the event occurs, and the related cash has actually been received.

i) Transfers from the Exchequer

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

ii) External Assistance

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

iii) Other receipts

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

iv) Donations and grants

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

v) Proceeds from borrowing

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

vi) Undrawn external assistance

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

10.5 Recognition of payments

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

i) Compensation to employees

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

Significant Accounting Policies (Continued)

ii) Use of goods and services

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

iii) Interest on borrowing

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

iv) Repayment of borrowing (principal amount)

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

v) Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

10.6 In-kind donations

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

Significant Accounting Policies (Continued)

10.7 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

10.8 Restriction on cash

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

10.9 Imprests and Advances

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

10.10 Contingent Liabilities

A contingent liability is:

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

Significant Accounting Policies (Continued)

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

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships, The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

Annex 5 of this financial statement is a register of the contingent liabilities in the year.

10.11 Contingent Assets

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

10.12 Pending bills

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

Significant Accounting Policies (Continued)

10.13 Budget

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

10.14 Third party payments

Included in the receipts and payments, are payments made on its behalf by to third parties in form of loans and grants. These payments do not constitute cash receipts and payments. and are disclosed in the payment to third parties' column in the statement of receipts and payments. During the year, Kshs ...billion being loan disbursements were received in form of direct payments from third parties.

10.15 Exchange rate differences

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

Significant Accounting Policies (Continued)

10.16 Comparative figures

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

10.17 Subsequent events

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

10.18 Prior period adjustments

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

11. Notes to the Financial Statements

1. Transfers from Government entities

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

Description	KShs	KShs	Cumulative to-date (from inception)
	2021-2022	2020-2021	
<i>Counterpart funding through Ministry Environment and Forestry</i>			
Counterpart funds Quarter 1	-	-	
Counterpart funds Quarter 2	-	-	
Counterpart funds Quarter 3	-	-	
Counterpart funds Quarter 4	-	-	
Total (See Annex 2)	-	-	
<i>Other transfers from government entities</i>			
Ministry			
Ministry			
Total			
Appropriations-in-Aid			
Total	≡	≡	≡

Note: There were no GOK Counterpart funds received.

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

Notes to the Financial Statements (Continued)

2. Proceeds From Domestic and Foreign Grants

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

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount in Kshs	
						2021-2022	2020-2021
		USD	Kshs	Kshs	Kshs	Kshs	Kshs
Grants Received from Bilateral Donors (Foreign Governments)							
Adaptation Fund	28/04/2022	20,000	2,306,912.75	-	-	2,306,912.75	-
Grants Received from Multilateral Donors (International Organizations)							
Insert name of international organization							
Grants Received from Local Individuals and organizations							
Insert name of individual or local organization							
Total		20,000	2,306,912.75	-	-	2,306,912.75	-

Note. This is a new project and had no comparative figure for 2020/2021 financial year

Notes to the Financial Statements (Continued)

3. Loan from External Development Partners

During the financial period to 30 June 2022, we received funding from development partners in form of loans negotiated by the National Treasury as detailed in the table below:

Name of Donor	Date received	Amount in loan currency	Loans received in cash	Loans received as direct payment*	Total amount in Kshs	
					2021-2022	2020-2021
Loans received from bilateral Donors (Foreign Governments)			Kshs	Kshs		
Insert name of foreign Government						
Insert name of foreign Government						
Loans received from Multilateral Donors (International Organizations)						
Insert name of international organization						
Insert name of international organization						
Total						

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

Notes to the Financial Statements (Continued)

4. Miscellaneous receipts

	2021-2022			2020/2021	Cumulative to-date (from inception)
	Receipts controlled by the entity in Cash	Receipts controlled by third parties	Total receipts		
	Kshs	Kshs	Kshs	Kshs	Kshs
Property income					
Sales of goods and services					
Administrative fees and charges					
Fines, penalties, and forfeitures					
Voluntary transfers other than grants					
Other receipts not classified elsewhere					
Total	--		-		-

Notes to the Financial Statements (Continued)

5. Compensation to Employees

	2021/2022			2020/2021	Cumulative to- date
	Payments made by the Entity in Cash	Payments made by third parties	Total payments		
	Kshs	Kshs	Kshs	Kshs	Kshs
-					
Basic salaries of permanent employees					
Basic wages of temporary employees					
Personal allowances paid as part of salary					
Personal allowances paid as reimbursements					
Personal allowances provided in kind					
Pension and other social security contributions					
Compulsory national social security schemes					
Compulsory national health insurance schemes					
Social benefit schemes outside government					
Other personnel payments					
Total	-	-	-	-	-

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

Notes to the Financial Statements (Continued)

6. Purchase of Goods and Services

	2021/2022		2020/2021	Cumulative to-date
	Payments made in Cash Kshs	Payments made by third parties Kshs		
Utilities, supplies and services				
Communication, supplies and services				
Domestic travel and subsistence	729,600		729,600	729,600
Foreign travel and subsistence				
Printing, advertising, and information supplies				
Rentals of produced assets				
Training payments				
Hospitality supplies and services				
Insurance costs				
Specialized materials and services				
Other operating payments				
Routine maintenance – vehicles and other transport equipment				
Routine maintenance- other assets				
Exchange rate losses/gains (net)				
Total	729,600		729,600	729,600

Notes to the Financial Statements (Continued)

7. Social Security Benefits

	2021-2022			2020-2021		Cumulative to-date Kshs
	Payments made by the Entity in Cash Kshs	Payments made by third parties Kshs	Total Payments Kshs	Total Payments Kshs	Total Payments Kshs	
Government pension and retirement benefits						
Social security benefits in cash and in kind						
Employer social benefits in cash and in kind						
Total	-			-		-

Notes to the Financial Statements (Continued)

8. Acquisition of Non-Financial Assets

	Payments made in Cash	Payments made by third parties	2021-2022		Total payments 2020-2021	Cumulative to-date
			Kshs.	Kshs.		
Purchase of buildings					Kshs	
Construction of buildings						
Refurbishment of buildings						
Construction of roads						
Construction of civil works						
Overhaul & refurbishment of construction and civil works						
Purchase of vehicles & other transport equipment						
Overhaul of vehicles & other transport equipment						
Purchase of household furniture & institutional equipment						
Purchase of office furniture & general equipment						
Purchase of specialised plant, equipment and machinery						
Acquisition of land						
Total						

Notes to the Financial Statements (Continued)

9. Transfers to other Government Entities

During the financial period to 30 June 2022, we transferred funds to reporting government entities as shown below:

	Payments made in Cash	Payments made by third parties	Total payments	Total payments 2021-2020	Cumulative to-date
Transfers to National Government entities	Kshs	Kshs	Kshs	Kshs	Kshs
Ministry ABC					
Project XYZ					
Transfers to County Governments					
County ABC					
County XYZ					
Total	=		=	=	=

Note. There were no transfers to other Government entities.

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

Notes to the Financial Statements (Continued)

10. Other Grants, Transfers and Payments

	Payments made in Cash	2022-2021		Total payments	Total payments	Cumulative to-date
		Kshs	Kshs			
Grants for scholarships	-			-		-
Transfers to lower levels of government e.g. schools						
Miscellaneous payments						
Total	-			-		-

Note. There were no other grants and transfers and payments

Notes to the Financial Statements (Continued)

11. Cash And Cash equivalents

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts (Note 8.13A)	1,577,312.75	-
Cash in hand (Note 8. 13B)	-	-
Cash equivalents (short-term deposits) (Note 8.13C)	-	-
Total	1,577,312.75	=

(*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region project*) has one number of project account within the project implementation area and one number of foreign currency designated accounts managed by the National Treasury as listed below:

11. A Bank Accounts

Project Bank Accounts

Details	2021-2022	2020-2021
	Kshs	Kshs
<u>Foreign Currency Accounts</u>		
Central Bank of Kenya [A/c No...]		
Kenya Commercial Bank [A/c No.....]		
Co-operative Bank of Kenya [A/c No.....]		
Others (<i>specify</i>)		
Total Foreign Currency balances		
<u>Local Currency Accounts</u>		
Central Bank of Kenya [A/c No1000495898]	1,577,312.75	-
Kenya Commercial Bank [A/c No.....]		
Co-operative Bank of Kenya [A/c No.....]		
Others (<i>specify</i>)		
Total local currency balances	1,577,312.75	=
Total bank account balances	1,577,312.75	=

Notes to the Financial Statements (Continued)

Special Deposit Accounts

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

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

Special Deposit Accounts Movement Schedule

Description	2021-2022	2020-2021
	Kshs	Kshs
(i) A/C Name [A/c No.....]		
Opening balance	-	-
Total amount deposited in the account		
Total amount withdrawn (as per Statement of Receipts & Payments)		
Closing balance (as per SDA bank account reconciliation attached)		
(ii) A/c Name [A/c No.....]		
Opening balance (as per the SDA reconciliation)		
Total amount deposited in the account		
Total amount withdrawn (as per Statement of Receipts & Payments)		
Closing balance (as per SDA bank account reconciliation attached)	=	=

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

Notes to the Financial Statements (Continued)

11 B Cash in hand

Description	2021-2022	2020-2021
	KShs	KShs
Location 1	-	-
Location 2		
Location 3		
Other locations (<i>specify</i>)		
Total cash in hand balances	≡	≡

[Provide a cash count certificate for each location above]

11 C Cash equivalents (short-term deposits)

Description	2021-2022	2020-2021
	Kshs	Kshs
Kenya Commercial Bank [A/C No.....]	-	-
Co-Operative Bank of Kenya [A/C No.....]		
Others (<i>Specify</i>)		
Total	≡	≡

[Provide short appropriate explanations as necessary]

12. Imprests and Advances

Description	2021-2022	2020-2021
	Kshs	Kshs
Government Imprests	-	-
Salary advances		
Total	-	-

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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

Notes to the Financial Statements (Continued)

12b: Breakdown of Imprests and Advances

Name of Officer or Institution	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance 2022	Balance 2021
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>Officer 1</i>					
<i>Officer 2</i>					
<i>Officer 3</i>					
<i>Officer 4</i>					
<i>Officer 5</i>					
<i>Programme 1</i>					
Total	=		-		-

13. Deposits and Retention Monies

Description	2021-2022	2020-2021
	Kshs	Kshs
Retention		
Deposits		
Total	-	-

14. Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts	-	-
Cash in hand		
Cash equivalents (short-term deposits)		
Outstanding imprests and advances		
Total	-	-

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022

12. Other Important Disclosures

1. Pending Accounts Payable (See Annex 3a)

	Balance b/f FY 2020/2021	Additions for the period	Paid during the year	Balance c/f FY 2021/2022
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings				
Construction of civil works				
Supply of goods				
Supply of services	-	380,000	-	380,000
Total	-	380,000		380,000

2. Pending Staff Payables (See Annex 3b)

	Balance b/f FY 2020/20 21	Additions for the period	Paid during the year	Balance c/f FY 2021/2022
Description	Kshs	Kshs	Kshs	Kshs
Senior management				
Middle management				
Union employees				
Others				
Total	-			-

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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Other Important Disclosures (Continued)

3. Other Pending Payables (See Annex 3c)

	Balance b/f FY 2020/2021	Additions for the period	Paid during the year	Balance c/f FY 2021/2022
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities				
Amounts due to County Government entities				
Amounts due to third parties				
Total	-			-

4. External Assistance

	2021-2022	2020-2021
Description	Kshs	Kshs
External assistance received as grants	2,306,912.75	
External assistance received as loans		
External assistance received in kind- as payment by third parties		
Total	2,306,912.75	-

a). External assistance relating loans and grants

	FY 2021/2022	FY 2020/2021
Description	Kshs	Kshs
External assistance received as loans		
External assistance received as grants	2,306,912.75	-
Total	2,306,912.75	-

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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Other Important Disclosures (Continued)

3. Other Pending Payables (See Annex 3c)

	Balance b/f FY 2020/2021	Additions for the period	Paid during the year	Balance c/f FY 2021/2022
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities				
Amounts due to County Government entities				
Amounts due to third parties				
Total	-			-

4. External Assistance

	2021-2022	2020-2021
Description	Kshs	Kshs
External assistance received as grants	2,306,912.75	
External assistance received as loans		
External assistance received in kind- as payment by third parties		
Total	2,306,912.75	-

a). External assistance relating loans and grants

	FY 2021/2022	FY 2020/2021
Description	Kshs	Kshs
External assistance received as loans		
External assistance received as grants	2,306,912.75	-
Total	2,306,912.75	-

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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Other Important Disclosures (Continued)

b) Undrawn external assistance

	Purpose for which the undrawn external assistance may be used	FY 2021/2022	FY 2020/2021
Description		Kshs	Kshs
Undrawn external assistance - loans			
Undrawn external assistance - grants		284,213,287.25	-
Total		284,213,287.25	-

c) Classes of providers of external assistance

	FY 2021/2022	FY 2020/2021
Description	Kshs	Kshs
Multilateral donors	-	-
Bilateral donors		
International assistance organization		
NGOs		
National Assistance Organization		
Total	-	-

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region

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Other Important Disclosures (Continued)

d. Non-monetary external assistance

	FY 2021/2022	FY 2020/2021
Description	Kshs	Kshs
Goods		
Services		
Total	-	-

(This may occur when goods such as vehicles, computers, medical equipment, food aid etc are contributed to a county by donors, NGO etc N/B: Disclose the basis on which the value of goods and services were determined (This may be by: depreciated historical cost of physical assets, price attached on the goods, an assessment of value by the management of transferor, recipient on Third Party, Fair value measurement).

e Purpose and use of external assistance

Payments made by third parties	FY 2021/2022	FY 2020/2021
	Kshs	Kshs
Compensation to employees		
Use of goods and services		
Subsidies		
Transfers to other Government entities		
Other grants and transfers		
Social Security benefits		
Acquisition of assets		
Finance Costs including loan interest		
Repayment of principal on domestic and foreign borrowing		
Other payments		
Total	-	-

(N/B The above sub-classification should be adopted based on the purpose of the external assistance and how it was used).

Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022

Other Important Disclosures (Continued)

f. External Assistance paid by third parties on behalf of (the Entity) by Source

This relates to external assistance paid directly by third parties to settle obligations on behalf of (the entity).

	FY 2021/2022	FY 2020/2021
Description	Kshs	Kshs
National government		
Multilateral donors		
Bilateral donors		
International assistance organization		
NGOs		
National Assistance Organization		
Total	-	-

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
Annual Report and Financial Statements for the financial year ended June 30, 2022*

13. 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)
		This is a new project that started during the financial year 2021/2022.		
	There were no observations			

Note: There were no observations made since the project is new and being audited for the first time


.....
Name Dr. Chris Kiptoo
Principal Secretary

.....
Name Thomas Lerenten
Project Coordinator

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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14. Annexes

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

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
Receipts					
Transfer from Government entities					
Proceeds from domestic and foreign grants	80,000,000	2,306,912.75	77,693,087.25	2.8%	Late disbursement of funds. The project was budgeted for during the supplementary budget
Proceeds from borrowings					
Miscellaneous receipts					
Total Receipts	80,000,000	2,306,912.75	77,693,087.25	2.8%	
Payments					
Compensation of employees					
Purchase of goods and services	80,000,000	729,600	79,270,400	1%	Late disbursement of funds. The project was budgeted for during the supplementary budget
Social security benefits					
Acquisition of non-financial assets					
Total payments	80,000,000	729,600	79,270,400	1%	

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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Annex 2: Reconciliation of inter-entity transfers

Project Name:		DRESSEA	
Break down of transfers from the State Department of Environment and Forestry			
a. Government Counterpart funding	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	28/04/2022	2,306,912.75	2021/2022 FY
	Total	2,306,912.75	2021/2022 FY
B. Direct payments			
	Bank Statement Date	Amount (Kshs)	
	Total		
C. Others			
	Bank Statement Date	Amount (Kshs)	
	Total		
	Total (A+B+C)	2,306,912.75	

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

Project Coordinator
Min. of Environment & Forestry

Sign  30/11/22

Head of Accounting Unit
Min. of Environment & Forestry

Sign  30/11/22

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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Annex: 3 Reporting of Climate Relevant Expenditures

Name of the Organization
Telephone Number
Email Address
Name of CEO/MD/Head

Name and contact details of contact person (in case of any clarifications)

Project Name	Project Description	Project Objectives	Project Activities	Reporting Period				Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
Strengthening Drought Resilience for Smallholder Farmers and Pastoralists (DRESS EA) in IGAD	The Strengthening Drought Resilience for Smallholder Farmers and Pastoralists (DRESS EA) project is a regional project, funded by the Adaptation Fund for a period of 4 years. The overall objective of the project is	The overall objective of the project is to increase the resilience of smallholder farmers and pastoralists to climate change risks, mainly those related to drought, through the establishment of appropriate early warning systems and the implementation of drought adaptation actions. More specifically, this	<ol style="list-style-type: none"> Efficient and effective EWS in place/developed Institutional linkages for EW information established. Feedback mechanism for EW information developed. Emergency plan 				Adaptation Fund	Ministry of Environment and Forestry	

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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Annex 3a - Analysis of Pending Bills

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020/2021 fy	Outstanding Balance 2021/22 fy	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
Sub-Total						
Construction of civil works						
2.						
Sub-Total						
Supply of goods						
3.						
Sub-Total						
Supply of services						
4. Utalii Hotel		30/06/2022	-	-	122,500	The amount was erroneously paid in development account. The project will refund the same during the financial year 2022/2023.
5. Morendat Hotel		30/06/2022	-	-	257,500	The amount was erroneously paid in development account. The project will refund the same during the financial year 2022/2023
Sub-Total						
Grand Total	380,000				380,000	

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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Annex: 4 Reporting of Climate Relevant Expenditures

Name of the Organization
Telephone Number
Email Address
Name of CEO/MD/Head

Name and contact details of contact person (in case of any clarifications)

Project Name	Project Description	Project Objectives	Project Activities	Source Of Funds				Implementing Partners	
				Q1	Q2	Q3	Q4		
Strengthening Drought Resilience for Smallholder Farmers and Pastoralists (DRESS EA) in IGAD	The Strengthening Drought Resilience for Smallholder Farmers and Pastoralists (DRESS EA) project is a regional project, funded by the Adaptation Fund for a period of 4 years. The overall objective	The overall objective of the project is to increase the resilience of smallholder farmers and pastoralists to climate change risks, mainly those related to drought, through the establishment of appropriate early warning systems and the implementation of drought adaptation actions. More	<ol style="list-style-type: none"> Efficient and effective EWS in place/developed Institutional linkages for EW information established. Feedback mechanism for EW information developed. Emergency plan 					Adaptation Fund	Ministry of Environment and Forestry

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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	<p>Djibouti, Kenya, Sudan and Uganda. The project will be implemented in Samburu and Kitui counties in Kenya</p>	<p>sharing on drought resilience at the considered levels</p>	<p>structures constructed 10. Ground water sources established/improved 11. Adaptive agricultural practices for improving crop production promoted 12. Adaptive livestock and rangeland practices enhanced 13. Enabling environment for Ilholder farmers and pastoralists adaptive activities created 14. Environmentally friendly IGAs (e.g., Pottery, Bee keeping,</p>						
--	--	---	--	--	--	--	--	--	--

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
For the financial year ended June 30, 2022*

Annex 4 Disaster Expenditure Reporting Template

Date:

Entity

Period to which this report refers (FY)	Year	Quarter				
Name of Reporting Officer						
Contact details of the reporting officer:	Email	Telephone				
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

Note: There were no disaster related expenditure during the year

*Strengthening Drought Resilience for Small Holder Farmers and Pastoralists in the IGAD Region
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Annex 5 - Analysis of Pending Bills

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020/2021 fy d=a-c	Outstanding Balance 2021/22 fy	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
Sub-Total						
Construction of civil works						
2.						
Sub-Total						
Supply of goods						
3.						
Sub-Total						
Supply of services						
4.		30/06/2022	-	-	122,500	The pending claim is payable to Utalii hotel, Nairobi & will be paid in 2022/2023 fy
5.		30/06/2022	-	-	257,500	The claim is payable to Morendat hotel, Naivasha & will be paid in 2022/2023 fy
Sub-Total						
Grand Total	380,000				380,000	

Annex 6: Other Support Documents

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

Report of the Board of Survey on the Cash and Bank Balances of **MINISTRY OF ENVIRONMENT AND FORESTRY(DRESSEA 1108)**
AS AT THE CLOSE OF BUSINESS ON 30TH JUNE, 2022.

The Board, consisting of – (Names and official titles).

RODNEY OMARI	-	CHAIRMAN
CAROLINE WAMBUA	-	MEMBER
	-	MEMBER

Assembled at the Cash office Ministry HQS.

At.....10.00 A.M.(time) on the 1ST JULY..., 2022

And the following cash was produced:

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

NIL

It was observed that cheques amounting to Sh.....NILcts.....
Had been on hand for more than 14 days prior to the date of the survey.

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

The Cash Book reflected the following balances as at the close of business on
the 30th June .2022

Cash on hand	Sh. ...NIL
Bank balance	Sh 1,577,312.75
		<u>NIL</u>

The Bank Certificate of Balance showed a sum of Sh..NIL Cts. NIL only..... (Sh NIL...Cts. NIL...)

Standing to the credit of the account on30th June, 2022.....

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

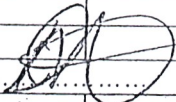
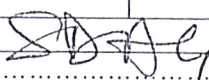
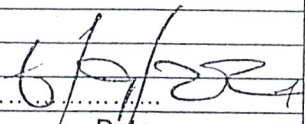
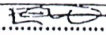
RODNEY OMARI :.....
CHAIRMAN

CAROLINE WAMBUA :.....

JIMMY MUCHEKE
MEMBER OF THE BOARD

1ST JULY 2022

Date

		REPUBLIC OF KENYA		F.O 30
		MINISTRY OF ENVIRONMENT AND FORESTRY		
		STRENGTH.DROUGHT RESILIENCE IGAD-1108 (ME&F) 2021/2022		
		Account number : 1000495898		
		BANK RECONCILIATION STATEMENT AS AT 30.06.2022		
				Kshs.
Balance as per bank certificate				0.00
Less				729,600.00
1.Payments in cashbook not yet recorded in bank statement				
2.Receipts in bank statement not yet recorded in cashbook				-
Add				
3.Payments in bank statement not yet recorded in casbook				-
4.Receipts in cashbook not yet recorded in bank statement.				2,306,912.75
Balance as per the cashbook.....				1,577,312.75
I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct				
				
Signature		Designation		Date
(All schedules are attached herewith)				
Prepared by: <u>EMILY Mbithe</u>		Signature <u></u>		

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C STRENGTH.DROUGHT RESILIENCE IGAD-1108 (ME&F) 2021/2022			
Account number : 1000495898			
BANK RECONCILIATION STATEMENT AS AT 30.06.2022			
PAYMENTS IN CASHBOOK NOT YET RECORDED IN BANK STATEMENT (SCHEDULE 1)			
C B DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
29/30/2022	RESSA KOMBI	16,800.00	
29/30/2022	ZIPPORAH NJOKI	21,000.00	
29/30/2022	BRIAN MOINDE	16,800	
29/30/2022	STEPHEN MAKORI	21,000.00	
29/30/2022	JEMIMA MAKORI	16,800.00	
29/30/2022	ALI MBARAK	9,800.00	
29/30/2022	STEPHEN NYAGA	16,800.00	
29/30/2022	PAUL MIRIE	33,600.00	
29/30/2022	THOMAS LERENTEN	215,600.00	
29/30/2022	JOSPHINE OFULA	16,800.00	
29/30/2022	SAMUEL MUCHIRI	21,000.00	
29/30/2022	THOMAS LERENTEN	150,000.00	
29/30/2022	AUGUSTINE KENDUIYO	21,000.00	
29/30/2022	THOMAS LERENTEN	21,000.00	
29/30/2022	THOMAS LERENTEN	33,600.00	
29/30/2022	RICHARD RAKORA	9,800.00	
29/30/2022	PATRICK NDONGU	16,800.00	
29/30/2022	MICHEAL OKUMU	21,000.00	
29/30/2022	BRIAN KIMTAI	16,800.00	
29/30/2022	JAMES THONJO	16,800.00	
29/30/2022	ENOCK MATICHA	16,800	
	TOTAL PAMENTS	729,600.00	

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C STRENGTH.DROUGHT RESILIENCE IGAD -1108 (ME&F) 2021/2022			
Account number : 1000495898			
BANK RECONCILIATION STATEMENT AS AT 30.06.2022			
RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK (SCHEDULE 2)			
DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
	TOTAL	NIL	

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C GREN STRENGHT.DROUGHT RESILIENCE IGAD-1108(ME&F) 2021/2022			
Account number : 1000495898			
BANK RECONCILIATION STATEMENT AS AT 31.07.30.06.2022			
PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK (SCHEDULE 3)			
DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
	TOTAL	NIL	

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C STRENGTH.DROUGHT RESILIENCE IGAD-1108 (ME&F) 2021/2022			
Account number : 1000495898			
BANK RECONCILIATION STATEMENT AS AT 30.06.2022			
RECEIPTS IN CASHBOOK NOT RECORDED IN BANK STATEMENT(SCHEDULE 4)			
C B DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
29/06/2022	Receipt of funds	2,306,912.75	
	TOTAL	2,306,912.75	

