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| CLERK AT THE TABLE: | HON. MAOKA MAORE |
| | SAMUEL KALAMA |

REPORT

OF

THE AUDITOR-GENERAL

ON

**MULTI-NATIONAL RURAL LIVELIHOODS
ADAPTATION TO CLIMATE CHANGE IN THE
HORN OF AFRICA (ADB/ADF GRANT
NO. 5550155001201)**

**FOR THE YEAR ENDED
30 JUNE, 2020**

**STATE DEPARTMENT FOR CROP
DEVELOPMENT AND AGRICULTURAL
RESEARCH**





**Project Name... MULTI- NATIONAL RURAL LIVELIHOODS' ADAPTATION TO
CLIMATE CHANGE IN THE HORN OF AFRICA (RLACC)**

**Implementing Entity....STATE DEPARTMENT FOR CROPS DEVELOPMENT AND
AGRICULTURAL RESEARCH**

PROJECT GRANT/CREDIT NUMBER....5550155001201

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2020**

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

Multi-National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC) Reports and Financial Statements
For the Financial Year ended June 30, 2020

| TABLE OF CONTENTS | PAGE |
|--|-------------|
| 1. PROJECT INFORMATION AND OVERALL PERFORMANCE | i |
| 2. STATEMENT OF PERFORMANCE AGAINST PROJECT’S PREDETERMINED OBJECTIVES..... | x |
| 3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY | xiv |
| 4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES | xvi |
| 5. REPORT OF THE INDEPENDENT AUDITORS ON THE RLACC PROJECT | xvii |
| 6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE PERIOD ENDED 30TH JUNE 2020..... | 1 |
| 7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2020 | 2 |
| 8. STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2020..... | 3 |
| 9. NOTES TO THE FINANCIAL STATEMENTS..... | 5 |
| 10. OTHER IMPORTANT DISCLOSURES..... | 24 |
| 11. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR’S RECOMMENDATIONS | 28 |

1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name: The project's official name is **MULTINATIONAL- RURAL LIVELIHOODS' ADAPTATION TO CLIMATE CHANGE IN THE HORN OF AFRICA (RLACC): KENYA PROJECT**,

Objective: The key objective of the project is **"To improve the resilience to climate change of pastoral and agro-pastoral communities and increase the adaptive capacity of their livelihoods in targeted areas in Kenya"**,

Address: The project headquarters offices is **HILL PLAZA BUILDING, 9th Floor, Opposite Milimani Law Courts, Ngong Road.**

The address of its registered office is: P.O. Box 30028-00100, NAIROBI, Kenya.

The project also has offices/branches as follows:

- Lodwar Town - Turkana County Headquarters
- Kabarnet Town - Baringo County Headquarters,

Contacts: The following are the project contacts

Telephone: (254) 722 827 425/ 0722 886 584

E-mail npchoa1@gmail.com

Website: www.kilimo.go.ke

1.2 Project Information

| | |
|---------------------|---|
| Project Start Date: | The project start date is 19TH MAY 2017 |
| Project End Date: | The project end date is 31ST MAY 2022 |
| Project Manager: | The project manager is Eng. Kennedy Wanderah Makudiuh |
| Project Sponsor: | The project sponsor is Government of Kenya (GoK) and The Global Environment Facility(GEF)----- |

1.3 Project Overview

| | |
|---|---|
| Line Ministry/State Department of the project | The Project is being implemented and Supervised by the State Department for Crops Development in the Ministry of Agriculture, Livestock, Fisheries and Cooperatives. |
| Project number | P-Z1-AAZ-039 |
| Strategic goals of the project | The strategic goals of the project are as follows: (i) Improved Resilience to climate change of pastoral and agro-pastoral communities |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

| | |
|--|--|
| | (ii) Increase the adaptive capacity of their livelihoods |
| Achievement of strategic goals | The project management aims to achieve the goals through the following means: (i) Sensitization, awareness and information of CC of local stakeholders (ii) Training of officials at the National and Local Level (iii) Mainstreaming of climate sensitive pastoral development of ASALs into Local Development planning (iv) Investment and provision and rehabilitation of small multipurpose water infrastructure (Dams, Water pans, Boreholes, Shallow wells, Earth dams). (v) Investment in Income Generating activities and small assets (vi) Improve livestock production through improved Pasture Production and Feeding |
| Other important background information of the project | The Project aims at improving communities' resilience to climate change and its purpose to support the current Drought Resilience and Sustainable Livelihoods Programme (DRSLP). |
| Current situation that the project was formed to intervene | The project was formed to intervene in the following areas: (i) Improve Resilience to Climate Change of Pastoral and Agro-Pastoral Communities in Targeted Areas (ii) Investment in Sustainable Measures Aimed at Improving the Resilience of Pastoral Communities to Climate Change Variability |
| Project duration | The project started on 19th May 2017 and is expected to run until 31st May 2022 |

1.4 Bankers

The following are the bankers for the current year:

- (i) **Central Bank of Kenya (C.B.K) A/C No. 1000419237**

1.5 Auditors

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

1.6 Roles and Responsibilities

| Names | Title designation | Key qualification | Responsibilities | Contacts |
|-----------------------|--|--|---|-----------------|
| Eng. Kennedy Makudih | Senior Principal Superintendent Engineer | Msc. Agricultural Engineering | Project Co-ordinator | 0722 827 425 |
| Eng. George K. Kahuro | Senior Principal Superintendent Engineer | Msc. Agricultural Engineering | Deputy Project Co-ordinator/Component Manager | 0722 886 584 |
| Gerald K. Kurema | Principal Accountant | C.P.A (K) B.Com | Project Accountant | 0716 891 735 |
| Hillary Ngeno | Principal Agricultural Officer | Bsc./Msc Agribusiness | M&E/Agribusiness Specialist | 0725 805 810 |
| Jackson Magembe | Supply Chain Management Officer I | Bachelor of Commerce-Procurement and Supply Chain Management | Project Procurement Specialist | 0724 455 525 |
| Elizabeth Mwanzia | Procurement Assistant | Diploma in Supply Chain Management | Project Procurement Assistant | 0724 013 674 |
| Jonah Kebeney | Superintendent Engineer | Bsc. Agricultural Engineering | Project Engineer | 0720 837 775 |
| Josephat Omari | Agriculture Engineer | Bsc. Agricultural Engineering | Project Engineer | 0720 349 322 |
| William Ndeka | Principal Agricultural Officer | Bsc. Horticulture | Horticulture Specialist | 0722 212 235 |
| Elizabeth Yegon | Principal Agricultural Officer | Msc. Gender & Agriculture | Gender Specialist | 0720 133 479 |
| Janet Oyuke | Principal Agricultural Officer | Msc. Environmental Science | Environment Specialist | 0726 657 238 |
| Samuel Okati | Principal Livestock Principal Officer | Msc. Agri. Resource Mgt | Livestock Specialist | 0722 932 666 |
| Adan Dahiye Maalim | Principal Agricultural Officer | Bsc. Agriculture | Environment Specialist | 0725 383 735 |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

| | | | | |
|----------------|--------------------------------|---|----------------|--------------|
| Benard Wanjohi | Principal Agricultural Officer | Msc. Agriculture Information & Communication Management | ICT Specialist | 0721 229 731 |
|----------------|--------------------------------|---|----------------|--------------|

1.7 Funding summary

The Project is for duration of 5 years from 2017 to 2022 with an approved budget of US\$ 2,784,000 (use donor currency) equivalent to Kshs 253,403,299.2 as highlighted in the table below:
Below is the funding summary:

1. Source of Funds:

| Source of funds | Donor Commitment- | | Amount received to date – (30 th June 2020) | | Undrawn balance to date (30 th June 2020) | |
|-------------------------------|-----------------------|----------------------|--|---------------------|--|-----------------------|
| | <i>Donor currency</i> | <i>KShs</i> | <i>Donor currency</i> | <i>KShs</i> | <i>Donor currency</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 | | | | | | |
| Global Environmental Facility | 2,784,000 | 253,403,299.2 | 74,272 | 7,514,840.96 | 2,709,728 | 274,170,279.04 |
| (ii) Loan | | | | | | |
| Total | 2,784,000 | 253,403,299.2 | 74,272 | 7,514,840.96 | 2,709,728 | 274,170,279.04 |

Notes: 1. Exchange rate of 1USD = Kshs 91.0213 has been used for conversion in Column A' above (Exchange rate at the signing of the grant agreement in May 2017).

2. An exchange rate of 1USD = Kshs 101.18 has been used for Columns B', and A'-B' being the conversion rate as at October 2019.

1.8 Summary of Overall Project Performance:

– Budget performance against actual amounts for current year and for cumulative to-date,

| BUDGET ITEM /CATEGORY | PRINTED ESTIMATES | REVISED ESTIMATES | ACTUAL EXPENDITURE | % ABSORPTION |
|-----------------------|-----------------------|----------------------|--------------------|---------------|
| GRANT REVENUE | 74,000,000 | 25,000,000 | 6,474,470 | 25.89% |
| GRANT AIA | 60,001,000 | 10,001,000 | 0 | 0% |
| TOTAL | 134,001,000.00 | 35,001,000.00 | 6,474,470 | 18.49% |

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

OUTPUT REPORTING

| Output Indicators (as specified in the RLF, add/delete rows as needed) | Most recent value | Annual Target (expected value at project completion) | End Target (expected cumulative value at completion) | Progress towards annual target (% realized) | Progress towards end target (% realized) | Assessment (on whether output indicator is on track to reach annual and end targets. If not on track, please justify) |
|--|--------------------------|---|---|--|---|--|
| Component 1. Improved resilience to climate change of pastoral and agro-pastoral communities in targeted areas | | | | | | |
| Outcome 1. Climate change-related adaptation measures integrated into development plans of targeted local governments (arid and semi-arid districts) | | | | | | |
| Output 1.1: Sensitization, awareness and information on CC of local stakeholders by May 2021 | 2,800 | 4,000 | 15,600 | 1,200 (30%) | 17.94% | To be fast-tracked |
| Output 1.2: Training of officials at the national and local level by May 2021 | 0 | 30 | 30 | 0 | 0 | To be fast-tracked |
| Output 1.3: Mainstreaming of climate-sensitive pastoral development of ASALs into local development planning by May 2021 | 2 | 2 | 5 | 50% | 40% | To be fast-tracked through TAs |
| Outcome 2. Awareness raised and local stakeholders involved in planning pro-active adaptation measures to climate change | | | | | | |
| Output 2.1: Workshops organized at national level to draw lessons from project activities and achievements, and mainstream them into development policies and strategic frameworks by May 2021 | 1 | 2 | 5 | 50% | 20% | To be fast-tracked |
| Component 2. Investment in sustainable measures aimed at improving the resilience of pastoral communities to climate change and variability | | | | | | |
| Outcome 3. Adaptation practices developed and implemented to respond to specific climate change-induced stresses in livestock sector in arid and semi-arid ecosystems | | | | | | |

Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020

| | | | | | | |
|--|------|------|--------|-----|-----|--------------------|
| Output 3.1. Grants provided to targeted communities to finance micro-adaptation projects (in the areas of water and rangeland resources, livestock and IGAs) by May 2021 | 2850 | 3250 | 13,000 | 38% | 22% | To be fast-tracked |
| Output 3.2. Adequate social transfers provided to vulnerable households by May 2021 | 0 | 0 | 2,600 | 0 | 0 | To be fast-tracked |
| Component 3: Program activities coordination, monitoring and evaluation | | | | | | |
| Outcome 4. Implementation of project activities efficiently coordinated, monitored and evaluated | | | | | | |
| Output 4.1: Knowledge products at national and regional level by May 2021 | 0 | 3 | 5 | 0 | 0 | To be fast tracked |

OUTCOME REPORTING:

| Outcome Indicators (as specified in the RLF add/delete rows as needed) | Baseline Value | Most recent value | End Target (expected value at project completion) | Progress towards end target (% realized) | Assessment (on whether outcome indicator is on track to reach annual and end targets. . If not on track, please justify) |
|--|-----------------------|--------------------------|---|---|--|
| Outcome 1. Climate change-related adaptation measures integrated into development plans of targeted local governments (arid and semi-arid districts) | 0 | 0 | 30 | 0 | To be fast tracked |

| | | | | | |
|---|---|------|---|--------|--------------------|
| Outcome 2. Awareness raised and local stakeholders involved in planning proactive adaptation measures to climate change | 0 | 2600 | 15600 | 17.94% | To be fast tracked |
| Outcome 3. Adaptation practices developed and implemented to respond to specific climate change-induced stresses in livestock sector in arid and semi-arid ecosystems | 0 | 2850 | 13,000 | 22% | To be fast tracked |
| Outcome 4. Implementation of project activities efficiently coordinated, monitored and evaluated | 0 | 3 | The M&E plan is fully developed and executed in a timely manner | | |

– Comment on value-for-money achievements,

For all the activities carried out so far by the project, there has been value for money.

– Indicate the absorption rate for each year since the commencement of the project.

This being the 1st year of actual implementation, the absorption rate is 3% (as at 30th June 2020)

– List the implementation challenges and recommended way forward.

| Challenge | Way Forward |
|---|--|
| Covid 19 Pandemic which resulted in the slow implementation of the project | Adhering to the Ministry of Health Covid 19 protocols |
| Slow contractors | <ul style="list-style-type: none"> - Frequent site management meetings - Writing of warning letters - Frequent county Supervision visits to the sites |
| Inadequate Counterpart funding (In DRSLP Project where the funds are drawn) | <ul style="list-style-type: none"> - Lobbying for increased funding to the DRSLP counterpart Kitty. |

1.9 Summary of Project Compliance:

- i) Include significant cases of non-compliance with applicable laws and regulations, and essential external financing agreements/covenants,

Thus far there have been no cases of Non-Compliance to applicable laws and regulations during project implementation.

- ii) Include consequences suffered on account of non-compliance or likely to be suffered.
Not Applicable.
- iii) Indicate mitigation measures taken or planned to be taken to alleviate the adverse effects of actual or potential consequences of non-compliance.

Always sticking to the laid down applicable laws and regulations like the PFM Act and procurement laws and regulations.

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 2017-2022* plan are to:

The overall goal of the programme is to improve resilience to climate change of pastoral and agro-pastoral communities in targeted areas in Kenya, and increase the adaptive capacity of their livelihoods.

PROJECT OUTCOMES:

1. Outcome 1. Climate change-related adaptation measures integrated into development plans of targeted local governments (arid and semi-arid districts)
2. Outcome 2. Awareness raised and local stakeholders involved in planning pro-active adaptation measures to climate change
3. Outcome 3. Adaptation practices developed and implemented to respond to specific climate change-induced stresses in livestock sector in arid and semi-arid ecosystems
4. Outcome 4. Implementation of project activities efficiently coordinated, monitored and evaluated

KEY PERFORMANCE INDICATORS

The Key Performance Indicators (KPI's) will include:

- (i) At least 60% men and women declare to know what climate change is and how it affects them in project sites
- (ii) At least 30 people trained, of which at least 40% are women
- (iii) At least 3 tools or methods are available and used by at least 30 people (of which at least 40% are women) in the two councils
- (iv) The development plans of the two targeted counties include some provisions for adaptation actions by the end of the project
- (v) At least 4 workshops, study tours and meetings organized to discuss project lessons
- (vi) At least 50% of DRSLP targeted households adopt resilient livelihoods by end of project
- (vii) At least 10% of DRSLP households benefit from adequate social transfers (micro-finances, cash-for-work on public projects and social monetary transfers)
- (viii) At least 5 knowledge products are developed
- (ix) At least 2 annual PIRs, one Mid Term Review and one Terminal Evaluation

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

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-bund (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:

OUTPUT REPORTING

| Output Indicators (as specified in the RLF, add/delete rows as needed) | Most recent value | Annual Target (expected value at project completion) | End Target (expected cumulative value at completion) | Progress towards annual target (% realized) | Progress towards end target (% realized) | Assessment (on whether output indicator is on track to reach annual and end targets. If not on track, please justify) |
|---|--------------------------|---|---|--|---|--|
| Component 1. Improved resilience to climate change of pastoral and agro-pastoral communities in targeted areas | | | | | | |
| Outcome 1. Climate change-related adaptation measures integrated into development plans of targeted local governments (arid and semi-arid districts) | | | | | | |
| Output 1.1: Sensitization, awareness and information on CC of local stakeholders by May 2021 | 2,800 | 4,000 | 15,600 | 1,200 (30%) | 17.94% | To be fast-tracked |
| Output 1.2: Training of officials at the national and local level by May 2021 | 0 | 30 | 30 | 0 | 0 | To be fast-tracked |
| Output 1.3: Mainstreaming of climate-sensitive pastoral development of ASALs into local development planning by May 2021 | 2 | 2 | 5 | 50% | 40% | To be fast-tracked through TAs |
| Outcome 2. Awareness raised and local stakeholders involved in planning pro-active adaptation measures to climate change | | | | | | |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

| | | | | | | |
|---|------|------|--------|-----|-----|--------------------|
| Output 2.1: Workshops organized at national level to draw lessons from project activities and achievements, and mainstream them into development policies and strategic frameworks by May 2021 | 1 | 2 | 5 | 50% | 20% | To be fast-tracked |
| Component 2. Investment in sustainable measures aimed at improving the resilience of pastoral communities to climate change and variability | | | | | | |
| Outcome 3. Adaptation practices developed and implemented to respond to specific climate change-induced stresses in livestock sector in arid and semi-arid ecosystems | | | | | | |
| Output 3.1. Grants provided to targeted communities to finance micro-adaptation projects (in the areas of water and rangeland resources, livestock and IGAs) by May 2021 | 2850 | 3250 | 13,000 | 38% | 22% | To be fast-tracked |
| Output 3.2. Adequate social transfers provided to vulnerable households by May 2021 | 0 | 0 | 2,600 | 0 | 0 | To be fast-tracked |
| Component 3: Program activities coordination, monitoring and evaluation | | | | | | |
| Outcome 4. Implementation of project activities efficiently coordinated, monitored and evaluated | | | | | | |
| Output 4.1: Knowledge products at national and regional level by May 2021 | 0 | 3 | 5 | 0 | 0 | To be fast tracked |

OUTCOME REPORTING

| Outcome Indicators (as specified in the RLF add/delete rows as needed) | Baseline Value | Most recent value | End Target (expected value at project completion) | Progress towards end target (% realized) | Assessment (on whether outcome indicator is on track to reach annual and end targets. . If not on track, please justify) |
|--|-----------------------|--------------------------|---|---|--|
| | | | | | |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

| | | | | | |
|---|---|------|---|--------|--------------------|
| Outcome 1. Climate change-related adaptation measures integrated into development plans of targeted local governments (arid and semi-arid districts) | 0 | 0 | 30 | 0 | To be fast tracked |
| Outcome 2. Awareness raised and local stakeholders involved in planning proactive adaptation measures to climate change | 0 | 2600 | 15600 | 17.94% | To be fast tracked |
| Outcome 3. Adaptation practices developed and implemented to respond to specific climate change-induced stresses in livestock sector in arid and semi-arid ecosystems | 0 | 2850 | 13,000 | 22% | To be fast tracked |
| Outcome 4. Implementation of project activities efficiently coordinated, monitored and evaluated | 0 | 3 | The M&E plan is fully developed and executed in a timely manner | | |

3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

RLACC 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 four 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

SUSTAINABILITY

The resilience of ASALs to climate change is a key priority of the Government of Kenya. The National Climate Change Action Plan 2013-2017 highlights the importance of ASALs and sets a number of strategies to reduce their vulnerability to the impacts of climate change. The existence of a national authority to deal with droughts, the National Drought Management Authority, illustrates as well the importance that the GoK assigns to reducing the effects that these can have. This legal framework at the national level, which is translated at the local level, will ensure institutional engagement with the results of the project at the long-term.

In terms of the project, the participatory approach to the identification, implementation and monitoring of the activities will contribute to a long-term engagement with the strategies and benefits of the project. In the first component, training and capacity building activities of both individuals and community groups, such as local NGOs, will contribute to the sustainability of the project. Sensitization will result in a pro-active and long-term engagement of beneficiaries with climate change adaptation. The development of climate-informed local adaptation plans will also ensure long-term prioritization of resilience strategies. The second component will equally contribute to the sustainability of the project, as the resilient livelihood investments will show good economic results that will commit people to favour resilience. This will contribute to the maintenance of an infrastructure that has long-term use, and can provide long-term benefits. The development of irrigation technologies, the acquisition of tools, and the provision of seeds will increase productivity and result in increased income at the same time that diversifies the source of income and increases the food security of local stakeholders. These benefits will demonstrate the advantages of maintaining the infrastructure and keeping resilient strategies. This applies as well to the conservation of ecosystems, given the services that they provide. Training, long-term plans and realization of benefits will all contribute to the sustainability of strategies that reduce vulnerability and increase resilience.

RISK MANAGEMENT

The table below provides the scope of risks and the applicable mitigation measures.

| Risk | Risk Rating | Mitigation | Risk Rating with mitigation |
|---|--------------------|---|------------------------------------|
| Climate-change related risks | | | |
| Increases in temperature open new areas to cultivation, adding new threats to the viability of nomadic pastoral systems | Moderate | Diversification of sources of income will make pastoral communities more resilient to any change in one particular source of income | Low |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

| Risk | Risk Rating | Mitigation | Risk Rating with mitigation |
|--|--------------------|--|------------------------------------|
| A series of years without major climate change events weaken the interest of national and local decision-makers and other stakeholders to addressing climate-sensitive initiatives and investments | Moderate | National and local decision-makers will be trained on climate change dynamics, so that they can contextualize specific climate events. Climate change adaptation will be mainstreamed in policy documents, so decision-makers will be committed to implement climate-sensitive initiatives and investments. | Low |
| Policy-related risks | | | |
| Sectoral development policies and programmes promote the settlement of migratory pastoralist affecting negatively pastoralist adaptation strategies | Moderate | Training and policy development will have an integrated approach, highlighting the interaction of different dimensions. Diversification of sources of income of pastoralist communities will be promoted. | Low |
| Investment-related risks | | | |
| The cost of livestock-related investments may become very high given the very low population densities and high seasonal mobility of pastoral groups | Moderate | The investments will have long-term impacts and have positive externalities to a wider community. In addition, the project will promote the establishment of community-based management systems, including the involvement of community members in the maintenance of infrastructure. Moreover, the government is strongly engaged and will contribute to planning, construction and maintenance of the infrastructures. | Low |
| The livestock commodity chain is dominated by brokers and wealthy exporters at the expense of primary small-scale producers. | Moderate | The DRSLP project that complements RLACC is addressing this issue | Low |
| Institutional risks | | | |
| Poor coordination and cooperation among key national institutions dealing with pastoralist issues | Moderate | All relevant stakeholders will be trained and coordination issues will be explicitly addressed. | Low |
| Weak capacity in implementation, timely planning and procurement delays | Moderate | Implementation and operational issues are being addressed under DRSLP | Low |

| Risk | Risk Rating | Mitigation | Risk Rating with mitigation |
|---|--------------------|---|------------------------------------|
| A weak non-governmental movement cannot assist the state in providing services and facilitating community-led initiatives | Moderate | NGOs with proven experience in the field will be selected and trained so that capacity increases | Low |
| Social risks | | | |
| Conflicts between pastoralists and sedentary farmers as well as between different pastoral groups | Moderate | The project will benefit different communities and will contribute to the diversification of income sources, promoting a more complex individual approach to collective issues. Dialogue and conflict resolution will be promoted. An integral approach will be promoted so that all stakeholders share a vision of the change. | Low |
| Inadequate acknowledgement of the role of the civil society by national governments | Moderate | National and local officials will be trained in resilience to climate change which will highlight the importance of civil society for climate change adaptation | Low |

KNOWLEDGE BUILDING

The knowledge gained through the implementation of similar projects in Kenya has been duly applied in designing this project. In the same pattern, the knowledge that will be generated by this Project will be instrumental in designing and managing similar projects in the future.

This project includes a significant number of knowledge creation and management activities. The project will develop agro-climate information products in local language for local populations as well as manuals and training for the national and local officials. In addition, it will organize regional, national and international workshops and study-tours to identify and disseminate the lessons learned from the project. Moreover, links will be created between this project and the regional component of the DRSLP, which includes the development of a platform to monitor arid and semi-arid ecosystems, resilience and the implementation of capacity building actions. Finally, the monitoring and evaluation system will prepare regular reports to assess the performance of the project and its evolution against the defined objectives. At the end of the project, a final report will be developed, as well as an independent evaluation. All the information generated from this project will be shared with the IGAD Secretariat as it has a role in the regional coordination of the DRSLP.

4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The *Principal Secretary* for the *State Department for Crop Development and Agricultural Research, Ministry of Agriculture, Livestock, Fisheries and Cooperatives* and the *Project Coordinator* for *Rural Livelihoods Adaptation to Climate Change Livelihoods Project (RLACC)* are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year ended on June 30, 2020. 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 *State Department for Crop Development and Agricultural Research, Ministry of Agriculture, Livestock, Fisheries and Cooperatives* and the *Project Coordinator Rural Livelihoods Adaptation to Climate Change Livelihoods Project (RLACC)* 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 *State Department for Crop Development and Agricultural Research, Ministry of Agriculture, Livestock, Fisheries and Cooperatives* and the *Project Coordinator Rural Livelihoods Adaptation to Climate Change Livelihoods Project (RLACC)* are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2020, and of the Project's financial position as at that date.

The *Principal Secretary* for *State Department for Crop Development and Agricultural Research, Ministry of Agriculture, Livestock, Fisheries and Cooperatives* and the *Project Coordinator Rural Livelihoods Adaptation to Climate Change Livelihoods Project (RLACC)* 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 *State Department for Crop Development and Agricultural Research, Ministry of Agriculture, Livestock, Fisheries and Cooperatives* and the *Project Coordinator Rural Livelihoods Adaptation to Climate Change Livelihoods Project (RLACC)* 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 *State Department for Crop Development and Agricultural Research, Ministry of Agriculture, Livestock, Fisheries and Cooperatives* and the *Project Coordinator Rural Livelihoods Adaptation to Climate Change Livelihoods Project (RLACC)* on 10-12-2021 and signed by them.

Principal Secretary
Name

Prof. Hamadi Iddi Boga, PhD

Project Coordinator
Name

Eng. Kennedy W. Makudih

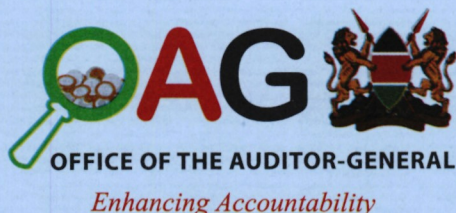
Project Accountant:

Name: **Gerald K. Kurema**

ICPAK Member Number : **8980**

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: 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 MULTI-NATIONAL RURAL LIVELIHOODS ADAPTATION TO CLIMATE CHANGE IN THE HORN OF AFRICA (ADB/ADF GRANT NO. 5550155001201) FOR THE YEAR ENDED 30 JUNE, 2020 – STATE DEPARTMENT FOR CROPS DEVELOPMENT AND AGRICULTURAL RESEARCH

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 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 of the Auditor-General on Multi-National Rural Livelihoods Adaptation to Climate Change in the Horn of Africa (ADB/ADF Grant No.5550155001201) for the year ended 30 June, 2020 – State Department for Crops Development and Agricultural Research

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Multi-National Rural Livelihoods Adaptation to Climate Change in the Horn of Africa set out on pages 1 to 28, which comprise the statement of financial assets as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Multi-National Rural Livelihoods Adaptation in the Horn of Africa as at 30 June, 2020 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and Public Finance Management Act, 2012 and comply with the Protocol of Agreement for Grant No.5550155001201 dated 19 May, 2017 between the African Development Bank and African Development Fund and the Republic of Kenya.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Rural Livelihoods Adaptation to Climate Change in the Horn of Africa 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

Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.35,001,000 and Kshs.6,947,725.35 respectively, resulting in an under funding of Kshs.28,057,274.65 or 80% of the budget.

In addition, the statement of comparative budget and actual amounts reflects final payments budget and actual on comparable basis of Kshs.35,001,000 and Kshs.6,474,470 respectively, resulting in an under-expenditure of Kshs.28,526,530 or 81.5%.

The low budget utilization may affect implementation of the budgeted activities.

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, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Late Submission of Financial Statements

The financial statements for the year under review were submitted to the Auditor – General on 9 July, 2021, approximately nine (9) months after the legal deadline of three (3) months after the end of the financial year. This is contrary to Section 81(1), (3) and (4)(a) of the Public Finance Management Act, 2012 which requires the accounting officer for a national government entity to prepare financial statements in respect of the entity, and further, not later than three months after the end of each financial year submit the entity's financial statements to the Auditor General.

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 overall governance were not effective.

Report of the Auditor-General on Multi-National Rural Livelihoods Adaptation to Climate Change in the Horn of Africa (ADB/ADF Grant No.5550155001201) for the year ended 30 June, 2020 – State Department for Crops Development and Agricultural Research

Basis for Conclusion

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

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by African Development Bank and African Development Fund, I report based on the audit that:

- i. The Programme's funds have been used in accordance with the conditions of Protocol of Grant Agreement with due attention to economy, efficiency and effectiveness for the purposes for which they were provided;
- ii. Goods and services financed have been procured in accordance with the Protocol of Grant Agreement and the Bank's and Fund's rules and procedures;
- iii. Necessary supporting documents, records and accounts have been kept in respect of all Programme activities;
- iv. Adequate internal control to monitor expenditure and other financial transactions and ensure safe custody of assets exist; and
- v. Ledgers and fixed assets register for the Programme's assets are maintained as required.

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the Programme monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal

control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

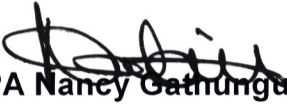
Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

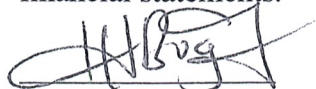
17 December, 2021

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE PERIOD ENDED 30TH JUN 2020

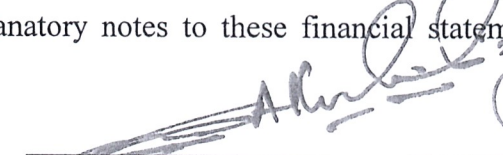
| | Note | 2019/2020 | | 2018/2019 | | Cumulative to-date (From inception) |
|---|------|--|--------------------------------|---|--------------------------------|-------------------------------------|
| | | Receipts and payments controlled by the entity | Payments made by third parties | Receipts and payment controlled by the entity | Payments made by third parties | |
| | | KShs | KShs | KShs | KShs | KShs |
| RECEIPTS | | | | | | |
| Transfer from Government entities | 9.3 | | - | - | - | |
| Proceeds from domestic and foreign grants | 9.4 | 6,943,725 - | - | - | - | 6,943,725 - |
| Loan from external development partners | 9.5 | - | - | - | - | - |
| Miscellaneous receipts | 9.6 | - | - | - | - | - |
| TOTAL RECEIPTS | | 6,943,725 | - | - | - | 6,943,725 |
| PAYMENTS | | | | | | |
| Compensation of employees | 9.7 | - | - | - | - | - |
| Purchase of goods and services | 9.8 | 6,474,470 | - | - | - | 6,474,470 |
| Social security benefits | 9.9 | - | - | - | - | - |
| Acquisition of non-financial assets | 9.10 | - | - | - | - | - |
| Transfers to other government entities | 9.11 | - | - | - | - | - |
| Other grants and transfers and payments | 9.12 | - | - | - | - | - |
| TOTAL PAYMENTS | | 6,474,470 | - | - | - | 6,474,470 |
| SURPLUS/(DEFICIT) | | 469,255 | - | - | - | 469,255 |

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



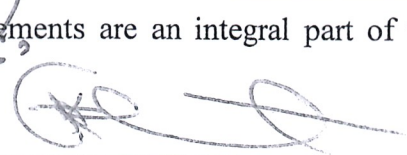
Principal Secretary
Name

Prof. Hamadi Iddi Boga, PhD



Project Coordinator
Name

Eng. Kennedy W. Makudih



Project Accountant:

Name: **Gerald K. Kurema**

ICPAK Member Number : **8980**

7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2020

| | Note | 2019-2020 | 2018-2019 |
|---|--------|----------------|-----------|
| | | KShs | KShs |
| FINANCIAL ASSETS | | | |
| Cash and Cash Equivalents | | | |
| Bank Balances | 9.13.A | 7,555 | - |
| Cash Balances | 9.13.B | - | - |
| Cash Equivalents (short-term deposits) | 9.13.C | - | - |
| Total Cash and Cash Equivalents | | 7,555 | - |
| Accounts receivables – Imprest and Advances | 9.14 | 461,700 | - |
| TOTAL FINANCIAL ASSETS | | 469,255 | - |
| REPRESENTED BY | | | |
| Fund balance b/fwd | 9.15 | - | - |
| Prior year adjustments | 9.16 | - | - |
| Surplus/(Deficit) for the year | | 469,255 | - |
| NET FINANCIAL POSITION | | 469,255 | - |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 10.12.2021 2021 and signed by:

Principal Secretary

Name

Prof. Hamadi Iddi Boga, PhD

Project Coordinator

Name

Eng. Kennedy W. Makudih

Project Accountant:

Name: **Gerald K. Kurema**


ICPAK Member Number : **8980**

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

8. STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2020

| | | 2019-2020 | 2018-2019 |
|--|------|--------------|-----------|
| | Note | KShs | KShs |
| Receipts from operating activities | | | |
| Transfer from Government entities | 9.3 | | - |
| Proceeds from domestic and foreign grants | 9.4 | 6,943,725.35 | - |
| Miscellaneous receipts | 9.6 | - | - |
| Payments from operating activities | | | |
| Compensation of employees | 9.7 | - | - |
| Purchase of goods and services | 9.8 | 6,474,470.00 | - |
| Social security benefits | 9.9 | - | - |
| Transfers to other government entities | 9.11 | - | - |
| Other grants and transfers | 9.12 | - | - |
| Adjustments during the year | | | |
| Decrease/(Increase) in Accounts receivable: (outstanding imprest) | 9.17 | (461,700) | - |
| Increase/(Decrease) in Accounts Payable: (deposits and retention) | 9.18 | - | - |
| Prior Year Adjustments | 9.16 | - | - |
| Net cash flow from operating activities | | 7,555 | - |
| CASHFLOW FROM INVESTING ACTIVITIES | | | |
| Acquisition of Non-financial Assets | 9.10 | - | - |
| Net cash flows from Investing Activities | | - | - |
| CASHFLOW FROM BORROWING ACTIVITIES | | | |
| Proceeds from Foreign Borrowings | 9.5 | - | - |
| Net cash flow from financing activities | | - | - |
| NET INCREASE IN CASH AND CASH EQUIVALENT | | 7,555 | - |
| Cash and cash equivalent at BEGINNING of the year | | - | - |
| Cash and cash equivalent at END of the year | | 7,555 | - |

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 10-12-2021 and signed by:



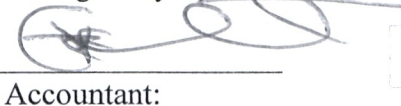
Principal Secretary
Name

Prof. Hamadi Iddi Boga, PhD



Project Coordinator
Name

Eng. Kennedy W. Makudih



Project Accountant:

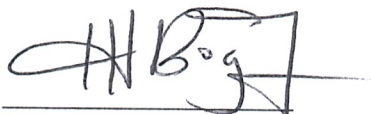
Name: **Gerald Kurema**

ICPAK Member Number : **8980**

9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

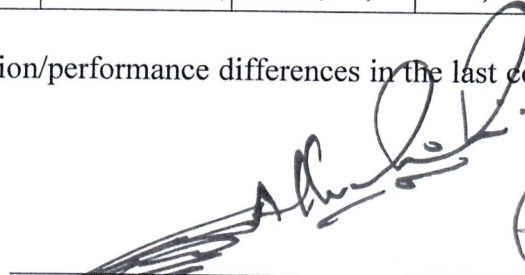
| Receipts /Payments Items | Original Budget (a) | Adjustment (b) | Final Budgets (c) | Actual on Comparable Basis (d) | Budget Utilization Difference (c-d) | % of Utilization (f= d/c*100%) |
|--|---------------------|---------------------|-------------------|--------------------------------|-------------------------------------|--------------------------------|
| | | | Kes | Kes | Kes | Kes |
| Receipts | | | | | | |
| Proceeds from domestic and foreign grants-revenue | 74,000,000 | (49,000,000) | 25,000,000 | 6,943,725 | 18,056,275 | 28% |
| Proceeds from domestic and foreign grants -A | 60,001,000 | (50,000,000) | 10,001,000 | - | 10,001,000 | 0% |
| Miscellaneous receipts | | | | | | |
| Total Receipts | 134,001,000 | (99,000,000) | 35,001,000 | 6,943,725 | 28,057,275 | 20% |
| Advertising & Printing Services | 2,500,000 | (1,000,000) | 1,500,000.00 | - | 1,500,000 | 0% |
| Travel Allowance | 25,000,000 | (19,000,000) | 6,000,000.00 | 6,474,470 | (474,470) | 108% |
| Agricultural Materials, Supplies and Small Equipment | 40,000,000 | (24,000,000) | 16,000,000.00 | - | 16,000,000 | 0% |
| Refined Fuels and Lubricants for Transport | 6,500,000 | (5,000,000) | 1,500,000.00 | - | 1,500,000 | 0% |
| Agricultural Materials, Supplies and Small Equipment | 28,500,000 | (26,999,000) | 1,501,000.00 | - | 1,501,000 | 0% |
| Contracted Professional Services | 13,662,000 | (10,700,000) | 2,962,000.00 | - | 2,962,000 | 0% |
| Contracted Technical Services | 4,142,000 | 1,396,000 | 5,538,000.00 | - | 5,538,000 | 0% |
| Capital Transfer to n-Profit | 13,697,000 | (13,697,000) | - | - | - | - |
| Totals | 134,001,000 | (99,000,000) | 35,001,000 | 6,474,470 | 28,526,530 | 18% |

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



Principal Secretary
Name

Prof. Hamadi Iddi Boga, PhD



Project Coordinator
Name

Eng. Kennedy W. Makudih



Project Accountant:

Name: **Gerald Kurema**

ICPAK Member Number : **8980**

10. NOTES TO THE FINANCIAL STATEMENTS

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

9.1. Basis of Preparation

9.1.1. 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.

9.1.2. Reporting entity

The financial statements are for the Project RLACC under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

9.1.3. 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.

9.2. Significant Accounting Policies

a) Recognition of receipts

The Project recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the Government.

• 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.

• External Assistance

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

Proceeds from borrowing

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

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

- **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 recognised in the financial statements the time associated cash is received.

b) Recognition of payments

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

- **Compensation of employees**

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

- **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.

- **Interest on borrowing**

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

• **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.

• **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.

c) 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.

d) 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.

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Accounts receivable

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.

f) 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. **Annex 4** of this financial statement is a register of the contingent liabilities in the year.

Section 89 (2) (i) of the PFM Act requires the National Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans

g) 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.

h) 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' items to provide a sense of the overall net cash position of the Project at the end of the year. 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.

i) 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.

j) 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 *nil* billion being grant disbursements were received in form of direct payments from third parties.

k) 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 recognized in the statements of receipts and payments.

l) 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.

m) 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, 2020.

n) Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. Restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa
(RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.3. RECEIPTS FROM GOVERNMENT OF KENYA

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

| | 2019/20 | 2018/19 | Cumulative |
|--|---------|---------|-------------------------|
| | KShs | KShs | to-date(from inception) |
| | | | |
| <i>Counterpart funding through MOALF&I</i> | | | |
| Counterpart funds Quarter 1 to 4 | - | - | - |
| | | | |
| | | | |
| Total | - | - | - |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.4. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

During the 12 months to 30 June 2020 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 | |
|--|---------------|-----------------------------------|-------------------------|------------------------------------|-------------------------|----------------------|----------|
| | | | | | | 2019/20 | 2018/19 |
| | | | KShs | KShs | KShs | KShs | KShs |
| Grants Received from Bilateral Donors (Foreign Governments) | | | | | | | |
| Global Environment Facility thro AfDB | 7-10-2019 | | 6,943,725 | | | 6,943,725 | |
| Total | | | 6,943,725 | | | 6,943,725 | 0 |

* The direct payment grants represent payments for goods and services done directly by the donor on behalf of the project. Projects should ensure that the adequate documents and support document is requested from the donors to support this grant.

9.5. LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

During the 12 months to 30 June 2020 we received funding from development partners in form of loan negotiated by the National Treasury donors 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 | |
|--|---------------|-------------------------|------------------------|-----------------------------------|----------------------|---------|
| | | | | | 2019/20 | 2018/19 |
| Loans Received from Multilateral Donors (International Organizations) | | - | - | - | - | - |
| Total | | - | - | - | - | - |

Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)
9.6. MISCELLANEOUS RECEIPTS

| | Receipts controlled by the entity in Cash | Receipts controlled by third parties | Total Receipts | | (from inception) |
|---|---|--------------------------------------|----------------|---|------------------|
| | 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 | - | - | - | - | |
| | = | = | = | = | |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.7. COMPENSATION OF EMPLOYEES

| | 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 | = | = | = | = | = |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.8. PURCHASE OF GOODS AND SERVICES

| | 2019/20 | | | 2018/19 | Cumulative to-date |
|--|-------------------------------------|--------------------------------|-------------------------|----------|-------------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | | |
| | KShs | KShs | KShs | KShs | KSh |
| Utilities, supplies and services | - | - | - | - | - |
| Communication, supplies and services | - | - | - | - | - |
| Domestic travel and subsistence | - | - | - | - | - |
| General Expenses | - | - | - | - | - |
| Printing, advertising and – information supplies & services | - | - | - | - | - |
| Rentals of produced assets | - | - | - | - | - |
| Training payments | 6,474,470 | - | 6,474,470 | - | 6,474,470 |
| Hospitality supplies and services | - | - | - | - | - |
| Insurance costs | - | - | - | - | - |
| Specialised materials and services | - | - | - | - | - |
| Other operating payments | - | - | - | - | - |
| Fuel Oil & Lubricants | - | - | - | - | - |
| Routine maintenance – vehicles and other transport equipment | - | - | - | - | - |
| Routine maintenance- – other assets | - | - | - | - | - |
| Telephone, telefax | - | - | - | - | - |
| Office supplies | - | - | - | - | - |
| Purchase of certified seeds | - | - | - | - | - |
| Total | <u>6,474,470</u> | ≡ | <u>6,474,470</u> | ≡ | <u>6,474,470</u> |

[All the above payments were charged under Training Allowance =Travel allowance vote 2210701]

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.9. SOCIAL SECURITY BENEFITS

| | 2019/20 | | | 2018/19 | Cumulative to-date |
|--|-------------------------------------|--------------------------------|----------------|----------|--------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | | |
| | KShs | KShs | KShs | KShs | KShs |
| Government pension and retirement benefits | - | - | - | - | 0 |
| Social security benefits in cash and in kind | - | - | - | - | 0 |
| Employer social benefits in cash and in kind | - | - | - | - | 0 |
| Total | ≡ | ≡ | ≡ | ≡ | ≡ |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.10. ACQUISITION OF NON-FINANCIAL ASSETS

| | 2019/20 | | | 2018/19 | Cumulative to-date |
|--|-------------------------------------|--------------------------------|----------------|----------|--------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | | |
| | KShs | KShs | KShs | KShs | KShs |
| Purchase of buildings | - | - | - | - | - |
| 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 specialized plant, equipment and machinery | - | - | - | - | - |
| Rehabilitation & renovation of plant, equipment & machinery | - | - | - | - | - |
| Purchase of certified seeds, breeding stock and live animals | - | - | - | - | - |
| Research, studies, project preparation, design & supervision | - | - | - | - | - |
| Rehabilitation of civil works | - | - | - | - | - |
| Acquisition of strategic stocks | - | - | - | - | - |
| Acquisition of land | - | - | - | - | - |
| Acquisition of other intangible assets | - | - | - | - | - |
| Total | = | = | = | = | = |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.11. TRANSFERS TO OTHER GOVERNMENT ENTITIES

During the 12 months to 30 June 2020, we transferred funds to reporting government entities as shown below:

| | 2019/20 | | | 2018/19 | Cumulative to-date |
|---|-------------------------------------|--------------------------------|----------------|-------------|--------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | | |
| | KShs | KShs | KShs | <u>KShs</u> | |
| Transfers to other Government entities | - | - | - | - | - |
| | | | | | |
| | | | | | |
| | | | | | |
| Transfers to County Government | | | | | |
| | | | | | |
| | | | | | |
| TOTAL | <u>==</u> | <u>==</u> | <u>==</u> | <u>==</u> | <u>==</u> |

We have confirmed that the beneficiary institutions have received the funds and have recorded these as inter-entity receipts. We have attached these duly signed confirmations as an Appendix to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.12. OTHER GRANTS AND TRANSFERS AND PAYMENTS

| | 2019/20 | | | 2018/19 | Cumulative to-date |
|---|-------------------------------------|--------------------------------|----------------|----------|--------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | | |
| | KShs | KShs | KShs | KShs | KShs |
| Grants for scholarships | - | - | - | - | - |
| Transfers to lower levels of government e.g schools | - | - | - | - | - |
| Miscellaneous payments | - | - | - | - | - |
| Total | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |

9.13. CASH AND CASH EQUIVALENTS CARRIED FORWARD

| | 2019/20 | 2018/19 |
|---|--------------|----------|
| | KShs | KShs |
| Bank accounts (Note 9.13A) | 7,555 | - |
| Cash in hand (Note 9. 13B) | - | - |
| Cash equivalents (short-term deposits) (Note 8.13C) | - | - |
| Total | <u>7,555</u> | <u>-</u> |

This is the Cash Book reconciled balance as at 30th June 2020. See the Bank reconciliation statement in Appendix/Annexes attached.

The project has 1 number of project accounts spread within the project implementation area and zero number of foreign currency designated accounts managed by the National Treasury as listed below:

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.13 A Bank Accounts

Project Bank Accounts

| | 2019/20 | 2018/19 |
|--|-------------------|----------------|
| | KShs | KShs |
| <u>Local Currency Accounts</u> | | |
| Central Bank of Kenya [A/c No.....] | - | - |
| Central Bank of Kenya [A/c No.....] | - | - |
| Central Bank of Kenya [A/c No. 1000419237] | 469,255.35 | - |
| | | |
| | | |
| Total local currency balances | <u>469,255.35</u> | = |
| | | |
| Total bank account balances | <u>469,255.35</u> | = |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30th June 2020 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

| | KShs | KShs |
|--|----------------------------|------------------|
| | 2019/2020 | 2018/2019 |
| (i) A/C Name MULTI-NATIONAL RURAL LIVELIHOODS ADAPTATION TO CLIMATE CHANGE [A/c No. 1000357215 HELD AT THE CENTRAL BANK OF KENYA] | | |
| Opening balance | 0 | - |
| Total amount deposited in the account | 7,700,000.00 - | - |
| Total amount withdrawn (as per Statement of Receipts & Payments) | <u>6,943,725.00</u> | = |
| Closing balance (as per SDA bank account reconciliation attached) | <u>756,275.00 -</u> | = |

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

9.13B Cash In Hand

| | 2019/20 | 2018/19 |
|---------------------------|----------------|----------------|
| | Kshs | Kshs |
| Location 1 | - | - |
| Location 2 | - | - |
| Location 3 | - | - |
| Location 4 | - | - |
| Total cash balance | = | = |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.13C Cash equivalents (short-term deposits)

| | 2019/20 | 2018/19 |
|--|----------|----------|
| | KShs | KShs |
| Kenya Commercial Bank [A/C No.....] | - | - |
| Co-Operative Bank of Kenya [A/C No.....] | - | - |
| Others (<i>Specify</i>) | - | - |
| Total | - | - |

9.14. OUTSTANDING IMPRESTS AND ADVANCES

| <i>Name of Officer or Institution</i> | <i>Amount Taken</i> | <i>Due Date of Surrender</i> | <i>Amount Surrendered</i> | <i>Balance 2020</i> | <i>Balance 2019</i> |
|---------------------------------------|------------------------|------------------------------|---------------------------|------------------------|---------------------|
| <i>Adan Maalim Dahiye</i> | 461,700 | - | - | 461,700 | - |
| <i>Xx institution</i> | - | - | - | - | - |
| <i>Officer 2</i> | - | - | - | - | - |
| <i>Officer 3</i> | - | - | - | - | - |
| <i>Officer 4</i> | - | - | - | - | - |
| <i>Officer 5</i> | - | - | - | - | - |
| <i>Programme 1</i> | - | - | - | - | - |
| Total | <u>461,700-</u> | = | = | <u>461,700-</u> | = |

9.15. FUND BALANCE BROUGHT FORWARD

| | 2019/20 | 2018/19 |
|--|----------|----------|
| | KShs | KShs |
| Bank accounts | - | - |
| Cash in hand | - | - |
| Cash equivalents (short-term deposits) | - | - |
| Outstanding imprests and advances | - | - |
| Total | - | - |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9.16. PRIOR YEAR ADJUSTMENT

| | Balance b/f FY 2018/2019 as per Financial statements | Adjustments | Adjusted Balance b/f FY 2018/2019 |
|---------------------------------|---|--------------------|--|
| Description of the error | Kshs | Kshs | Kshs |
| Bank account Balances | - | - | - |
| Cash in hand | - | - | - |
| Accounts Payables | - | - | - |
| Receivables | - | - | - |
| Others (<i>specify</i>) | - | - | - |
| | - | - | - |

9.17. CHANGES IN RECEIVABLES

| Description of the error | 2019 - 2020 | 2018 - 2019 |
|---|--------------------|--------------------|
| | KShs | KShs |
| Outstanding Imprest as at 1 st July 2019 (A) | 0 | - |
| Imprest issued during the year (B) | - | - |
| Imprest surrendered during the Year (C) | - | - |
| Net changes in account receivables D= A+B-C | 461,700- | - |

9.18. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

| Description of the error | 2019 - 2020 | 2018 - 2019 |
|--|--------------------|--------------------|
| | KShs | KShs |
| Deposit and Retentions as at 1 st July 2019 (A) | - | - |
| Deposit and Retentions held during the year (B) | - | - |
| Deposit and Retentions paid during the Year (C) | - | - |
| Net changes in account receivables D= A+B-C | - | - |

10. OTHER IMPORTANT DISCLOSURES

10.1 PENDING ACCOUNTS PAYABLE (See Annex 2A)

| | Balance b/f FY 2018/2019 | Additions for the period | Paid during the year | Balance c/f FY 2019/2020 |
|-----------------------------|-------------------------------------|-------------------------------------|---------------------------------|-------------------------------------|
| Description | Kshs | Kshs | Kshs | Kshs |
| Construction of buildings | - | - | (-) | - |
| Construction of civil works | - | - | (-) | - |
| Supply of goods | - | - | (-) | - |
| Supply of services | - | - | (-) | - |
| Total | - | - | (-) | - |

10.2 PENDING STAFF PAYABLES (See Annex 2B)

| | Balance b/f FY 2018/2019 | Additions for the period | Paid during the year | Balance c/f FY 2019/2020 |
|-----------------------|-------------------------------------|-------------------------------------|---------------------------------|-------------------------------------|
| Description | Kshs | Kshs | Kshs | Kshs |
| Senior management | - | - | (-) | - |
| Middle management | - | - | (-) | - |
| Unionisable employees | - | - | (-) | - |
| Others | - | - | (-) | - |
| Total | - | - | (-) | - |

10.3 OTHER PENDING PAYABLES (See Annex 2C)

| | Balance b/f FY 2018/2019 | Additions for the period | Paid during the year | Balance c/f FY 2019/2020 |
|---|-------------------------------------|-------------------------------------|---------------------------------|-------------------------------------|
| Description | Kshs | Kshs | Kshs | Kshs |
| Amounts due to National Government entities | - | - | (-) | - |
| Amounts due to County Government entities | - | - | (-) | - |
| Amounts due to third parties | - | - | (-) | - |
| Total | - | - | (-) | - |

Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020

OTHER IMPORTANT DISCLOSURES (Continued)

10.4 External Assistance

| | FY 2019/2020 | FY 2018/2019 |
|---|---------------------|---------------------|
| Description | Kshs | Kshs |
| External assistance received in cash | - | - |
| External assistance received as loans and grants | - | - |
| External assistance received in kind- as payment by third parties | - | - |
| Total | - | - |

a) External assistance relating loans and grants

| | FY 2019/2020 | FY 2018/2019 |
|--|---------------------|---------------------|
| Description | Kshs | Kshs |
| External assistance received as loans | - | - |
| External assistance received as grants | - | - |
| Total | - | - |

b) Undrawn external assistance

| | Purpose for which the undrawn external assistance may be used | FY 2019/2020 | FY 2018/2019 |
|--------------------------------------|--|---------------------|---------------------|
| Description | | Kshs | Kshs |
| Undrawn external assistance - loans | | - | - |
| Undrawn external assistance - grants | | - | - |
| Total | | - | - |

c. Classes of providers of external assistance

| | FY 2019/2020 | FY 2018/2019 |
|---------------------------------------|---------------------|---------------------|
| Description | Kshs | Kshs |
| Multilateral donors | - | - |
| Bilateral donors | - | - |
| International assistance organization | - | - |
| NGOs | - | - |
| National Assistance Organization | - | - |
| Total | - | - |

Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020

d. Non-monetary external assistance

| | FY 2019/2020 | FY 2018/2019 |
|--------------------|---------------------|---------------------|
| 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 2019/2020 | FY 2018/2019 |
|--|---------------------|---------------------|
| | Kshs | Kshs |
| Compensation of Employees | - | - |
| Use of goods and services | - | - |
| Subsidies | - | - |
| Transfers to Other Government Units | - | - |
| 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 will be adopted based on the purpose of the external assistance and how the external assistance was used.

Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020

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 2019/2020 | FY 2018/2019 |
|---------------------------------------|---------------------|---------------------|
| Description | Kshs | Kshs |
| National government | - | - |
| Multilateral donors | - | - |
| Bilateral donors | - | - |
| International assistance organization | - | - |
| NGOs | - | - |
| National Assistance Organization | - | - |
| Total | - | - |

*Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
 Reports and Financial Statements
 For the financial year ended June 30, 2020*

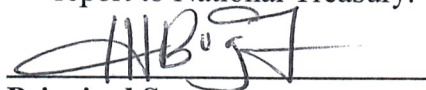
11. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S RECOMMENDATIONS

There were no prior year Audit issues as this is the first audit for the Project since project inception.

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Focal Point person to resolve the issue (Name and designation) | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|---|--|----------------------------|---|--|---|
| | | | | | |
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| | | | | | |

Guidance Notes:

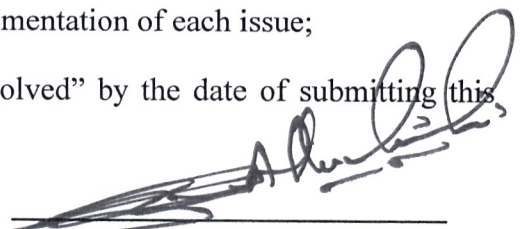
- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the "Issue/Observation" and "management comments", required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of "Resolved" or "Not Resolved" by the date of submitting this report to National Treasury.



Principal Secretary

10/12/21

Date



Project Coordinator

10/12/2021

Date

*Multi-National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

| Receipts /Payments Items | Original Budget (a) | Adjustment (b) | Final Budgets (c) | Actual on Comparable Basis (d) | Budget Utilization Difference (c-d) | % of Utilization (f=d/c*100%) | Comments on Variance |
|--|---------------------|---------------------|-------------------|--------------------------------|-------------------------------------|-------------------------------|---|
| | | | Kes | Kes | Kes | Kes | |
| Receipts | | | | | | | |
| Proceeds from domestic and foreign grants-Revenue | 74,000,000 | (49,000,000) | 25,000,000 | 6,943,725 | 18,056,275 | 28% | The development partner did not remitted additional funds during the year |
| Proceeds from domestic and foreign grants A-1-A | 60,001,000 | (50,000,000) | 10,001,000 | - | 10,001,000 | 0% | The consultancy contracts were not issued during the year |
| Miscellaneous receipts | | | | | | | |
| Total Receipts | 134,001,000 | (99,000,000) | 35,001,000 | 6,943,725 | 28,057,275 | 20% | |
| Payments | | | | | | | |
| Publishing & Printing Services | 2,500,000 | (1,000,000) | 1,500,000.00 | - | 1,500,000 | 0% | No procurement took place during the year |
| Travel Allowance | 25,000,000 | (19,000,000) | 6,000,000.00 | 6,474,470 | (474,470) | 108% | No procurement took place during the year |
| Agricultural Materials, Supplies and Small Equipment | 40,000,000 | (24,000,000) | 16,000,000.00 | - | 16,000,000 | 0% | No procurement took place during the year |
| Refined Fuels and Lubricants for Transport | 6,500,000 | (5,000,000) | 1,500,000.00 | - | 1,500,000 | 0% | There was limited sites visit during the year |
| Agricultural Materials, Supplies and Small Equipment | 28,500,000 | (26,999,000) | 1,501,000.00 | - | 1,501,000 | 0% | No procurement took place during the year |
| Contracted Professional Services | 13,662,000 | (10,700,000) | 2,962,000.00 | - | 2,962,000 | 0% | No procurement took place during the year |
| Contracted Technical Services | 4,142,000 | 1,396,000 | 5,538,000.00 | - | 5,538,000 | 0% | No procurement took place during the year |
| Capital Transfer to n-Profit | 13,697,000 | (13,697,000) | - | - | - | - | |
| Totals | 134,001,000 | (99,000,000) | 35,001,000 | 6,474,470 | 28,526,530 | 18% | |

Multi-National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020

ANNEX 2A - ANALYSIS OF PENDING BILLS

| Supplier of Goods or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance 2020 | Outstanding Balance 2019 | Comments |
|------------------------------------|-----------------|-----------------|---------------------|--------------------------|--------------------------|----------|
| | a | b | c | d=a-c | | |
| Construction of buildings | | | | | | |
| 1. | | | | | | |
| 2. | | | | | | |
| 3. | | | | | | |
| Sub-Total | | | | | | |
| Construction of civil works | | | | | | |
| 4. | | | | | | |
| 5. | | | | | | |
| 6. | | | | | | |
| Sub-Total | | | | | | |
| Supply of goods | | | | | | |
| 7. | | | | | | |
| 8. | | | | | | |
| 9. | | | | | | |
| Sub-Total | | | | | | |
| Supply of services | | | | | | |
| 10. | | | | | | |
| 11. | | | | | | |
| 12. | | | | | | |
| Sub-Total | | | | | | |
| Grand Total | | | | | | |

*Multi-National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

ANNEX 2B - ANALYSIS OF PENDING STAFF BILLS

| Name of Staff | Job Group | Original Amount | Date Payable Contracted | Amount Paid To-Date | Outstanding Balance 2020 | Outstanding Balance 2019 | Comments |
|---|-----------|-----------------|-------------------------|---------------------|--------------------------|--------------------------|----------|
| | | a | b | c | d=a-c | | |
| Permanent Employees - Management | | | | | | | |
| 1. | | | | | | | |
| 2. | | | | | | | |
| 3. | | | | | | | |
| Sub-Total | | | | | | | |
| Permanent Employees – Others | | | | | | | |
| 4. | | | | | | | |
| 5. | | | | | | | |
| 6. | | | | | | | |
| Sub-Total | | | | | | | |
| Temporary employees | | | | | | | |
| 7. | | | | | | | |
| 8. | | | | | | | |
| 9. | | | | | | | |
| Sub-Total | | | | | | | |
| Others (specify) | | | | | | | |
| 10. | | | | | | | |
| 11. | | | | | | | |
| 12. | | | | | | | |
| Sub-Total | | | | | | | |
| Grand Total | | | | | | | |

Multi- National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020

ANNEX 2C - ANALYSIS OF OTHER PENDING PAYABLES

| Name | Brief Transaction Description | Original Amount | Date Payable Contracted | Amount Paid To-Date | Outstanding Balance 2020 | Outstanding Balance 2019 | Comments |
|--|-------------------------------|-----------------|-------------------------|---------------------|--------------------------|--------------------------|----------|
| | | a | b | c | d=a-c | | |
| Amounts due to National Govt Entities | | | | | | | |
| 1. | | | | | | | |
| 2. | | | | | | | |
| 3. | | | | | | | |
| Sub-Total | | | | | | | |
| Amounts due to County Govt Entities | | | | | | | |
| 4. | | | | | | | |
| 5. | | | | | | | |
| 6. | | | | | | | |
| Sub-Total | | | | | | | |
| Amounts due to Third Parties | | | | | | | |
| 7. | | | | | | | |
| 8. | | | | | | | |
| 9. | | | | | | | |
| Sub-Total | | | | | | | |
| Others (specify) | | | | | | | |
| 10. | | | | | | | |
| 11. | | | | | | | |
| 12. | | | | | | | |
| Sub-Total | | | | | | | |
| Grand Total | | | | | | | |

**Multi-National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020**

ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER

| Asset class | Opening Cost (KShs) 20xx/xx | *Purchases/Additions in the Year (KShs) 20xx/xx | **Disposals in the Year (KShs) 20xx/xx | Transfers in/(out) KShs 20xx/xx | Closing Cost (KShs) 20xx |
|---|-----------------------------------|--|---|--|--------------------------------|
| | (a) | (b) | (c) | (d) | (e)= (a)+ (b)-(c)+(-)d |
| Land | | | | | |
| Buildings and structures | | | | | |
| Transport equipment | | | | | |
| Office equipment, furniture and fittings | | | | | |
| ICT Equipment, | | | | | |
| Other Machinery and Equipment | | | | | |
| Heritage and cultural assets | | | | | |
| Biological assets | | | | | |
| Infrastructure assets roads, rails | | | | | |
| Intangible assets | | | | | |
| Work in Progress | | | | | |
| Total | | | | | |

Notes

* Purchases/Additions in the year reconciled to the amount in Statement of Receipts and Payments

** The disposal amount to be disclosed in this register is the cost that the asset was acquired at and not the price at which it has been sold.

*Multi-National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020*

ANNEX 4 CONTINGENT LIABILITIES REGISTER

| | Nature of contingent liability | Payable to | Currency | Estimated Amount Kshs | Expected date of payment | Remarks |
|----|--------------------------------|------------|----------|-----------------------|--------------------------|---------|
| 1 | | | | | | |
| 2 | | | | | | |
| 3 | | | | | | |
| 4 | | | | | | |
| 5 | | | | | | |
| 6 | | | | | | |
| 7 | | | | | | |
| 8 | | | | | | |
| 9 | | | | | | |
| 10 | | | | | | |
| 11 | | | | | | |
| 12 | | | | | | |
| | | | | | | |

***Multi-National Rural Livelihoods' Adaptation to Climate Change in the Horn of Africa (RLACC)
Reports and Financial Statements
For the financial year ended June 30, 2020***

APPENDICES

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations
- iii. Cash Count Certificate
- iv. Special Deposit Account(s) reconciliation statement(s)

MINISTRY OF AGRICULTURE, LIVESTOCK, FISHERIES AND IRRIGATION
 MULTI NATIONAL RURAL LIVELIHOODS ADAPTATION TO CLIMATE CHANGE PROJECT
 ADF GRANT NO. 5550155001201

ACCOUNT NO. 1000419237 BANK RECONCILIATION ASD AT 30TH JUNE 2020

- Balance as per Bank Statement**
- Less- 1. Payments in the cash book not appearing on bank statement
2. Receipts in Bank statement not posted in Cash Book
- Add- 3. Payments in Bank Statement not recorded in the Cash Book
4. Receipts in Cash Book not yet banked

| | Kshs | Kshs |
|--|------------|-------------|
| | 461,700.00 | |
| | - | |
| | | 469,255.35 |
| | | |
| | | -461,700.00 |
| | - | |
| | | 7,555.35 |

Bank Balance as per Cash Book

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that

the above Reconciliation is correct

PROJECT ACCOUNTANT PREPARED BY

30 SEP 2020 PRINCIPAL ACCOUNTANT

Signature
SMALL SCALE IRRIGATION AND
VALUE ADDITION PROJECT (G.O.K)

Designation


Sign:

[Handwritten Signature]
 Date

MINISTRY OF AGRICULTURE, LIVESTOCK, FISHERIES AND IRRIGATION
MULTI NATIONAL RURAL LIVELIHOODS ADAPTATION TO CLIMATE CHANGE PROJECT
ADF GRANT NO. 5550155001201
ACCOUNT NO. 1000419237 BANK RECONCILIATION ASD AT 30TH JUNE 2020

| | Kshs | Kshs | Kshs |
|--|------------|------|-----------------|
| Balance as per Bank Statement | | | 469,255.35 |
| Less- 1. Payments in the cash book not appearing on bank statement | 461,700.00 | | |
| 2. Receipts in Bank statement not posted in Cash Book | - | | - |
| Add- 3. Payments in Bank Statement not recorded in the Cash Book | | | -461,700.00 |
| 4. Receipts in Cash Book not yet banked | - | | |
| Bank Balance as per Cash Book | | | 7,555.35 |

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


 Signature

PREPARED BY
 PRINCIPAL ACCOUNTANT
 Designation


 Date

PAYMENT IN CB NOT BANK STATEMENT AT 30 TH JUNE 2020

| DATE | PAYEE | AMOUNT (KSHS) |
|-----------|-------------|---------------|
| 30/062020 | ADAN MAALIM | 461,700.00 |
| | TOTAL | 461,700.00 |





CENTRAL BANK OF KENYA
BANKI KUU YA KENYA

STATEMENT OF ACCOUNT

CENTRAL BANK OF KENYA

BANKI KUU YA KENYA

P.O.BOX 60000 - 0200

NAIROBI

STATEMENT PERIOD: FROM 01/07/2019 TO 20/05/2020

Rundate : 20/05/2020

Runtime : 11:20:54

Customer Number : 138669

Account Number : 1000419237

Account Name : MULTI-NAT RURAL LIVEHD ADPT CLIMATE(KES)

Opening Balance : 0

| No | Txn Date | Value Date | Reference No | Txn Details | Dr. Amt | Cr. Amt | Balance |
|----|------------|------------|--------------|-----------------------------|--------------|--------------|--------------|
| 1 | 07/10/2019 | 07/10/2019 | FT19280NRLFD | TRFS Payments PV000100 | 0.00 | 6,943,725.35 | 6,943,725.35 |
| 2 | 14/11/2019 | 14/11/2019 | FT19318NHJQL | TRFS Payments 0140000001 | 1,825,100.00 | 0.00 | 5,118,625.35 |
| | | | | PV000403 | | | |

| | | | | | | | |
|---|------------|------------|--------------|--|--------------|------|--------------|
| 3 | 23/12/2019 | 23/12/2019 | FT19357L4DDN | Outward RTGS Payment MT 103 | 478,000.00 | 0.00 | 4,640,625.35 |
| | | | | 0140000002 | | | |
| | | | | STATE DEPT FOR CROP DEVELOPMENT:999999 | | | |
| | | | | GERALD KARIUKI KOREMA | | | |
| | | | | 0140000002 | | | |
| | | | | PV000884 | | | |
| 4 | 15/01/2020 | 15/01/2020 | FT20015LH8LQ | Outward RTGS Payment MT 103 | 1,019,760.00 | 0.00 | 3,620,865.35 |
| | | | | 0140000003 | | | |
| | | | | STATE DEPT FOR CROP DEVELOPMENT:999999 | | | |
| | | | | JANET ACHIENG O OYUKE | | | |
| | | | | 0140000003 | | | |
| | | | | IMP 3774100 | | | |
| 5 | 07/02/2020 | 07/02/2020 | FT200387F5PL | Outward RTGS Payment MT 103 | 80,610.00 | 0.00 | 3,540,255.35 |
| | | | | 0140000004 | | | |
| | | | | STATE DEPT FOR CROP DEVELOPMENT:999999 | | | |
| | | | | EVANS TEDAYO MAGULI, | | | |
| | | | | 0140000004 | | | |

| | | | | | | | | | | | | | |
|-----------------|------------|------------|--------------|--|--|--|--------------|--|--|--|--|--------------|--------------|
| 6 | 12/02/2020 | 12/02/2020 | FT200433V6RX | PV000708 | | | | | | | | | |
| | | | | Outward RTGS Payment MT 103 | | | 993,000.00 | | | | | 0.00 | 2,547,255.35 |
| | | | | 0140000005 | | | | | | | | | |
| | | | | STATE DEPT FOR CROP DEVELOPMENT:999999 | | | | | | | | | |
| | | | | GEORGE WACHIRA KAHURO | | | | | | | | | |
| | | | | 0140000005 | | | | | | | | | |
| | | | | IMP3491073 | | | | | | | | | |
| 7 | 05/03/2020 | 05/03/2020 | FT20065M063V | Outward RTGS Payment MT 103 | | | 2,078,000.00 | | | | | 0.00 | 469,255.35 |
| | | | | 0140000007 | | | | | | | | | |
| | | | | STATE DEPT FOR CROP DEVELOPMENT:999999 | | | | | | | | | |
| | | | | EVANS TEDAYO MAGULI, | | | | | | | | | |
| | | | | 0140000007 | | | | | | | | | |
| | | | | IMP3491081 | | | | | | | | | |
| Totals | | | | | | | | | | | | 6,474,470.00 | 6,943,725.35 |
| Closing Balance | | | | | | | | | | | | | 469,255.35 |

REPUBLIC OF KENYA

Date 15/7/20

Report of the Board of Survey on the Cash and Bank Balances of RLACC
as at the close of
business on 30/6/2020

The Board, consisting of- (Names and Official titles)
1. Moses Kamau Deputy Director of Agric.
2. Charles Mwach Lusieli - Member
3. Mervy Wangui Gitu - Accountant.

Assembled at the office of Accountant
at 11:00 (time) on the

Notes (Shs.)
Silver Shs.
copper Shs.
Cheques (as per details on reverse) Shs.

It was observed that cheques amounting to Shs. cts
had been on hand for more than 14 days prior to the date of the survey.

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

The Cash Book reflected the following balances as at the close of business on the
Cash on hand NIL (Shs.)
Bank balance 7555.35 Shs.

The Bank Certificate of Balance showed a sum of Shs. 469,255.35
cts - (shs. cts

Standing to the credit of the account on

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


Chairman

Date

Members of the Board

PAYMENTS

F.O. 26 (Small)

| Date | To Whom Paid | Description of Payment | Allocation | Voucher No. | Cheque No. | Sh. cts. | Sh. cts. | Sh. cts. |
|------------|-----------------------|------------------------|------------|-------------|------------|----------|----------|------------|
| 30/08/2019 | Project Coordinator | RLACC | 2210701 | 0001 | | | | 1825100 = |
| | | BAL. C/D | | | | | | 1825100 = |
| | | | | | | | | 5118625 35 |
| | | | | | | | | 6943725 35 |
| 30/12/2019 | Gerald Kariuki Korema | " | 6140102 | 0002 | | | | 478000 = |
| | | BAL. C/D | | | | | | 478000 = |
| | | | | | | | | 4640625 35 |
| | | | | | | | | 5118625 35 |
| 30/01/2020 | Janet Acheng Oyuke | | 2210701 | 0003 | | | | 1019760 = |
| | | BAL. C/D | | | | | | 1019760 = |
| | | | | | | | | 3620865 35 |
| | | | | | | | | 4640625 35 |
| 28/02/2020 | Evans Tedayo Maguli | | 2210701 | 0004 | | | | 80610 = |
| " | George Wachira Kahuro | | 2210701 | 0005 | | | | 993000 = |
| | | BAL. C/D | | | | | | 1073610 = |
| | | | | | | | | 2547255 35 |
| | | | | | | | | 3620865 35 |
| 30/03/2020 | Evans Tedayo Maguli | | 2210701 | 0006 | | | | 2078000 = |
| | | BAL. C/D | | | | | | 2078000 = |
| | | | | | | | | 469255 35 |
| | | | | | | | | 2547255 35 |
| 30/05/2020 | Adan D. Madihi | | 2210701 | 0007 | | | 461700 | 461700 = |
| | | BAL. C/D | | | | | | 461700 = |
| | | | | | | | | 7555 35 |
| | | | | | | | | 469255 35 |
| 30/06/2020 | Janet A. Oyuke | | 2210701 | 0008 | | | 1019760 | 1019760 = |

[Handwritten signature]
15/07/20

A. *[Handwritten signature]*
B. *[Handwritten signature]*
C. *[Handwritten signature]*

1. *[Handwritten signature]*
2. *[Handwritten signature]*
3. *[Handwritten signature]*

Accountant 15/07/20

21st July, 2020

BANKI
KUU YA
KENYA



CENTRAL
BANK OF
KENYA

Pathe Selassie Avenue

CERTIFICATE OF BALANCES

Customer :

Balance

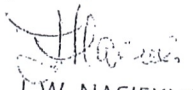
138669 STATE DEPT FOR CROP DEVELOPMENT

Date:

30-Jun-20

| Account No | Account Name | Currency | Balance |
|------------|-------------------------------------|----------|------------------|
| 1000384034 | REC-STATE DEPT FOR CROP DEVELOPMENT | KES | 170,389,380.40 |
| 1000384042 | DEV-STATE DEPT FOR CROP DEVELOPMENT | KES | 4,831,891.65 |
| 1000384058 | DEP-STATE DEPT FOR CROP DEVELOPMENT | KES | 164,804,154.25 |
| 1000384069 | CBK 165-STATE DEPT FOR CROP DEVELOP | KES | 700,000.00 |
| 1000387227 | REV-STATE DEPT FOR CROP DEVELOPM | KES | 0.00 |
| 1000387564 | DROUGHT RESIT SUST LIVELIHOODS PROJ | KES | 96,308,032.45 |
| 1000387572 | FERTILIZER PROCEEDS ACCOUNT | KES | 0.00 |
| 1000387588 | STRATEGIC GRAIN RESERVE (SGR) | KES | 9,842,697,212.75 |
| 1000387602 | STRENGTH FERTILIZER QUAL REG STARD | KES | 7,315,321.75 |
| 1000387618 | SMALL SCALE IRRIG VALUE ADDITION PR | KES | 228,021.80 |
| 1000387637 | FERTILIZER REVENUE COLLECTION ACCOU | KES | 0.00 |
| 1000387645 | KENYA CLIMATE SMARTAGI PRO(KCSAP) | KES | 1,282,444,790.95 |
| 1000387653 | NAT AGRIC RURAL LIVELI ADAP TO CLIM | KES | 101,731,811.25 |
| 1000387831 | SMALL SCALE IRRIG AND VALUE ADD PRO | KES | 498,361.85 |
| 1000388072 | Msa-Agri Sec Dev Sup Prog-Sida | KES | 0.00 |
| 1000394927 | DROUGHT RES. SUST. LIVELI. PRG.-GOK | KES | 0.00 |
| 1000394935 | SMALL SCALE IRRIG. & VAL. ADD. PRJ | KES | 0.00 |
| 1000407875 | ENABLE YOUTH KENYA PROGRAMME | KES | 4,215,105.00 |
| 1000419237 | MULTI-NAT RURAL LIVEHD ADPT CLIMATE | KES | 469,255.35 |


L. K. KIPSANAI
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION


J. W. NASIEKU(MS)
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION