

REPUBLIC OF KENYA



*Enhancing Accountability*

PARLIAMENT  
OF KENYA  
LIBRARY

**REPORT**

DATE: 12 APR 2023

DAY

WEDNESDAY

**OF**

TABLED  
BY:

DEPUTY MAJORITY  
LEADER

CLERK-AT  
THE-TABLE:

**THE AUDITOR-GENERAL**

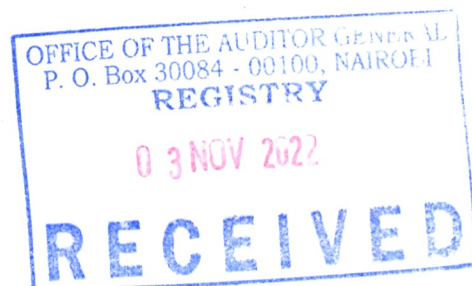
**ON**

**INTEGRATED HEALTH AND  
ENVIRONMENT OBSERVATORIES AND  
LEGAL AND INSTITUTIONAL  
STRENGTHENING FOR THE SOUND  
MANAGEMENT OF CHEMICALS IN AFRICA  
(NO.AFR/CHEMOBS PROJECT/C/07-2017)**

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

**MINISTRY OF ENVIRONMENT AND  
FORESTRY**





**PROJECT NAME: Integrated Health and Environment Observatories and Legal and Institutional Strengthening for the Sound Management of chemicals in Africa (Africa Chemobs)**

**IMPLEMENTING ENTITY: Ministry of Environment and Forestry (MEF)**

**PROJECT GRANT/CREDIT NUMBER: AFR/CHEMOBS PROJECT/C/07-2017**

---

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2022**

---

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

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

---

**(Leave this page blank)**

<b>Table Contents</b>	<b>page</b>
1. Project Information and Overall Performance .....	iv
2. Statement of Performance against Project's Predetermined Objectives .....	xii
3. Environmental and Sustainability Reporting .....	xvi
4. Statement of Project Management responsibilities .....	xviii
5. Report of the Independent Auditor on ( <i>ChemObs Project</i> ) .....	xx
6. Statement of Receipts and Payments for the year ended 30th June 2022 .....	1
7. Statement of Financial Assets as at 30 <sup>th</sup> June 2022.....	3
8. Statement of Cashflow for the year ended 30 <sup>th</sup> June 2022 .....	4
9. Statement of Comparison of Budget and Actual amounts for the year ended 30 <sup>th</sup> June 2022 .....	6
10. Significant Accounting Policies .....	7
11. Notes to the Financial Statements .....	14
12. Other Important Disclosures.....	29
13. Progress on Follow up of Prior Year Auditor's Recommendations .....	34
14. Annexes .....	35

## **1. Project Information and Overall Performance**

### **1.1 Name and registered office**

#### **Name**

The project's official name is "Integrated Health and Environment Observatories and Legal and Institutional Strengthening for the Sound Management of chemicals in Africa (Africa ChemObs)".

#### **Objective**

The key objective of the project is to contribute to improved health and environment protection through strengthening national and regional institutions, developing country owned plans of actions and implementing priority chemicals and waste related interventions. The project will specifically develop a prototype of national integrated health and environment observatory, including a core set of indicators enabling data aggregation, to provide timely and evidence-based information to predict, prevent and reduce chemical risks to human health and the environment.

#### **Address**

The project headquarters offices are Nairobi, Kenya.

The address of its registered office is:

Ministry of Environment and Forestry,  
NHIF Building, 12th Floor, Ragati Road,  
P.O Box 30126-00100,  
Nairobi, Kenya

The project does not have any other offices/branches.

**Contacts:** The following are the project contacts

Telephone: +254-(0) 202730808/9

E-mail: [psoffice@environment.go.ke](mailto:psoffice@environment.go.ke)

Website: [www.environment.go.ke](http://www.environment.go.ke)

**Project information and overall performance (continued)**

**1.2 Project Information**

<b>Project Start Date:</b>	The project start date is 17.4.2018
<b>Project End Date:</b>	The project end date is 31 <sup>st</sup> Dec. 2022 but it has been extended to 30 <sup>th</sup> November, 2023.
<b>Project Manager:</b>	Mr. Cyrus Mageria
<b>Project Sponsor:</b>	The project sponsor is Global Environment Fund

**1.3 Project Overview**

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Environment and Forestry.
Project number	File no. 2015-39790
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <p>The overall objective of the project is to contribute to improved health and environment protection through strengthening national and regional institutions, developing country owned plans of actions and implementing priority chemicals and waste related interventions.</p> <p>Component 1 is focused on strengthening capacity of selected existing relevant national government departments and institutions to monitor pollution, prioritize areas for intervention as well as plan and implement solutions through active involvement of local communities.</p> <p>Component 2 is focused on the development of broad-based action plans to promote sound chemicals management and reduce negative impacts on health and the environment.</p> <p>Component 3 focuses on the support to reduce risks from chemicals and wastes identified as posing specific risks to public health and environment.</p>
Achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <p>(i) Adopting a multisectoral approach to implement the project activities.</p>

*Chemobs project*

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

---

Other important background information of the project	The project did not start as expected during 2018/2019 financial year (F/Y) but begun in 2019/2020 F/Y.
Current situation that the project was formed to intervene	The project was formed to intervene in the following areas: (i) Protect human health and the environment from chemicals risks (ii) Strengthen institutional and community capacity to promote sound chemicals management in Kenya.
Project duration	The project started in July 2018 and was expected to run until 30 December 2022. The project has been extended to November 2023 due to the challenges it faced including Covid 19 pandemic. The extension will also allow implementation of the hard intervention proposal that has been approved by UNEP.

**Project Information and Overall Performance (Continued)**

**1.4 Bankers**

The following are the bankers for the current year:

- (i) Central Bank of Kenya.

**1.5 Auditors**

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

**1.6 Roles and Responsibilities**

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

<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
Dr.Chris Kiptoo	Principal Secretary	Phd. International Macroeconomics, Finance Option	Accounting Officer
Mr.Cyrus Mageria (Tel: 0727640589)	Ag. Director MEAs	Masters in Natural Resource and Co-management	Overall co-ordination of the project
Edward Njuguna (Tel: 0710785077)	Project Officer	Msc. Chemicals Risks Management (ongoing) Bsc. Environmental Planning and Management	Project Assistant

**1.7 Funding summary**

The Project is for duration of 4 years from 2018 to 31<sup>st</sup> December, 2022. However, the project has been extended to November, 2023 as highlighted in *note 1.2*. The project has got an approved budget of US\$ 266,666.7 equivalent to Kshs 28,498,702 as highlighted in the table below:

Below is the funding summary:

## Project information and overall performance (continued)

## A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date – (30 June 2022)		Undrawn balance to date	
	Donor currency	Kshs	Donor currency Kshs	Kshs	Donor currency Kshs	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A)-(B)
<b>(i) Grant</b>						
GEF FUNDS	\$266,667	28,498,702	\$79,369.70	8,484,621	\$187,297.30	20,014,081
	\$266,667	28,498,702	\$79,369.70	8,484,621	\$187,297.30	20,014,081
<b>(ii) Counterpart funds</b>						
Government of Kenya	\$1,050,000	112,213,500	\$112,000	11,969,440	\$938,000.00	100,244,060
<b>Total</b>	\$1,316,667	140,712,202	\$191,369.70	20,454,061	\$1,125,297.30	120,258,141

## Project information and overall performance (continued)

## B. Application of Funds

Application of funds	Amount received to date – (30 <sup>th</sup> June 2022)		Cumulative amount paid to date – (30 <sup>th</sup> June 2022)	Unutilised balance to date (30 <sup>th</sup> June 2022)	
	Donor currency	Kshs		Donor currency	Kshs
(i) Grant	(A)	(A')	(B')	(A)-(B)	(A')-(B')
GEF	\$79,369.70	8,484,621	5,972,498.50	\$23,499.70	2,512,122.50
	\$79,369.70	8,484,621	5,972,498.50	\$23,499.70	2,512,122.50
(i) Counterpart funds					
Government of Kenya	\$112,000.00	11,969,440	11,969,440.00	-	-
<b>Total</b>	<b>\$191,369.70</b>	<b>20,454,061</b>	<b>17,941,938.50</b>	<b>\$23,499.70</b>	<b>2,512,122.50</b>

**Project information and overall performance (continued)**

**1.8 Summary of Overall Project Performance:**

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

Although there were delays in implementing the project activities, the project has made significant progress in implementing the activities. The Covid 19 pandemic was also a big challenge that interfered with the implementation of the project. The Donor has extended the Project to end in November 2023 to facilitate the implementation of the pending activities.

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

The project has achieved the below outputs:

1. Development the Chemobs Communication Strategy
2. Assessment of institutional and community capacity building needs
3. Assessment of financing systems for the Chemobs project
4. Training of stakeholders on chemicals data management tools
5. Arranged preparatory workshop and meetings for the Basel Rotterdam and Stockholm Conventions Conference of Parties, 2022.

The achievements of the project in comparison to the amount disbursed show there is value for money.

The absorption rate for financial year 2021/2022 was 41.5%. The low absorption rate was caused by delays in processing quarterly disbursements by the donor and delays in acquiring an exchequer from the National Treasury.

- iii) List the implementation challenges and recommended way forward.

There have been delays in disbursing funds from the donor which in turn delays implementation of activities. The Ministry should urge the donor to make disbursements in a timely manner to allow time for our national funds transfer procedures from National Treasury to the project account.

**1.9 Summary of Project Compliance:**

The project has not had any incidence of non-compliance with applicable laws and regulations, and essential external financing agreements/covenants.

## **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 agreement/* plan are to:

1. Strengthen the capacity of selected existing relevant national government departments and institution to monitor pollution, prioritize areas for intervention as well as plan and implement solutions through active involvement of local communities.
2. Develop broad based action plans to promote sound chemicals management and reduce negative impacts on health and the environment.
3. Support local communities to reduce risks from chemicals and wastes identified as posing specific risks to public health and environment.

### **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:

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
<b>Integrated Health and Environment Observatories and Legal and Institutional Strengthening for the Sound Management of chemicals in Africa (Africa Chemobs)</b>	Strengthen the capacity of selected existing relevant national government departments and institution to monitor pollution, prioritize areas for intervention as well as plan and implement solutions through active involvement of local communities.	Institutional and technical barriers preventing adequate management of harmful chemicals and wastes reduced and sound data available to the established national Chemicals Observatories	Major chemicals waste and pollution problems requiring action are identified and prioritized.  Key progress indicators established to measure improvements in sound chemicals management.  Capacity development plan for institutional/legal and capacity building needs assessed.	Major chemicals waste and pollution problems requiring action have been identified and prioritized.  The national consultant is in the process of developing key progress indicators to measure improvements in sound chemicals management are under development.  Institutional and community capacity building needs have been assessed.
	Development of broad-based action plans to promote sound chemicals management and reduce impacts on health and environment	Sound management of chemicals mainstreamed into the decision-making processes and national planning and national implementation of chemicals related MEAs	Identification of populations that are particularly exposed to chemicals  Benefits and cost of inaction to mitigate risks	The project has identified several areas where populations are exposed to chemical risks including the Athi River goat and sheep contaminated site.

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

	<p>Support local communities to reduce risks from chemicals and wastes identified as posing specific risks to public health and environment.</p>	<p>Kenya is able to implement actions from national action plans and monitor changes in exposure to chemicals and wastes</p>	<p>and voluntary instruments advanced.</p> <p>and specific interventions are identified and compared to the estimated costs of inaction.</p> <p>Development of plans of actions and business case for investment and integrated into national development plans.</p> <p>Training of key stakeholders to strengthen capacity for on the ground action to mitigate health risks.</p> <p>Communities informed about the health risks of chemicals exposure</p> <p>Implementation of situation specific interventions and policy measures</p>	<p>The project has developed an intervention plan of action for the remediation of the identified contaminated site and submitted to UNEP for review and approval.</p> <p>Stakeholder capacity building needs have been assessed.</p> <p>Training on chemicals data management tools have been conducted for stakeholders.</p> <p>Community capacity building needs have been assessed.</p> <p>Communications strategy has been developed.</p> <p>Communication materials and messages are being developed.</p>
--	--	--	---	---

**Chemobs project**

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

					<p>The project is currently organising community information sessions in the identified priority areas</p> <p>The situation specific intervention proposal has been approved by UNEP and will be implemented in the second quarter of 2022/2023</p>
--	--	--	--	--	---

### **3. ENVIRONMENTAL AND SUSTAINABILITY REPORTING**

The Chemobs Project aims to improve human health and promote environmental sustainability. Below is a brief highlight of how the project activities contribute towards sustainability.

#### **1. Sustainability strategy and profile**

The overall object of the Chemobs Project is to protect human health and the environment from the risks associated with chemicals exposure. This will in turn lead to improved human health and well-being as well as environmental sustainability through protection of water resources, air quality, soil and biodiversity. Protection of human health and the environment is a key step towards achieving the global sustainable development agenda.

#### **2. Environmental performance**

Implementation of the Chemobs Project will reduce the environmental risks posed by chemicals through promotion of sound chemicals management and chemicals waste management. This will in turn protect the environmental resources including water resources, soil, air and biodiversity and contribute to environmental sustainability and performance.

#### **3. Employee welfare**

The project aims to improve the health of all workers that are exposed to chemical risks. The project recognizes that chemicals have varying impacts on both men and women and the impacts are particularly high in women due to their biological nature. For this reason, the project aims to engage stakeholders in the agrochemicals and manufacturing sectors to promote the awareness of chemicals risks.

#### **4. Market place practices-**

##### **a) Responsible Supply chain and supplier relations-**

The project has always maintained good business practices, treated suppliers responsibly and has honoured all contract and respects payment practices.

**b) Responsible ethical practices**

The Chemobs Project has always aligned itself to the Ministry's core ethical values which include: honesty and integrity, human dignity, equity and embracing a participatory approach.

**c) Regulatory impact assessment**

The Chemobs Project aims to ensure every Kenyan enjoys their constitutional right of enjoying a clean and healthy environment.

**5. Community Engagements**

One of the major components of the Chemobs Project is identifying communities that are highly exposed to chemicals risks and engaging them to reduce these risks. The project has conducted a community capacity building assessment that will guide how the vulnerable communities will be engaged.

The project aims to hold community information sessions in the identified regions to create awareness on chemicals risks and promote sound chemicals management. The project recognizes that women are impacted by chemical risks more than men and for this reason, the project will integrate gender mainstreaming in this information sessions.

Holding community information sessions will help to increase the awareness of chemicals risks among the community members and will in turn contribute to improved health and environmental protection from chemical risks.

#### 4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for *Chemobs project*, *Director MEAs*, 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 (period) ended on June 30, 2022.

This responsibility includes (i) Maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period, (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the project, (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of the project, (v) Selecting and applying appropriate accounting policies and (v) Making accounting estimates that are reasonable in the circumstances.

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

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator*, *Director MEAs*, for *Chemobs project* are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2022, and of the Project's financial position as at that date. The *Principal Secretary* for Ministry of Environment and Forestry and the *Project Coordinator*, *Director MEAs*, for *Chemobs project* further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

**Chemobs project**

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

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator, Director MEAs*, for **Chemobs project** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

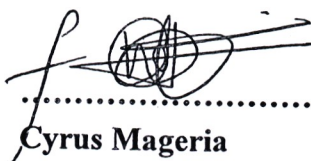
**Approval of the Project Financial Statements**

The Project financial statements were approved by the *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for the **Chemobs Project**, on 29/10 2022 and signed by them.



.....  
Dr. Chris Kiptoo  
Principal Secretary

30/9/22



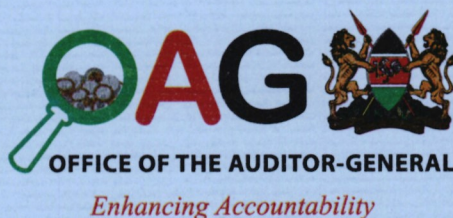
.....  
Cyrus Mageria  
Project Coordinator  
Director, MEAs



.....  
Enock Maticha  
Project Accountant  
ICPAK Member No: 23310

# REPUBLIC OF KENYA

Telephone: +254-(20) 3214000  
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 INTEGRATED HEALTH AND ENVIRONMENT OBSERVATORIES AND LEGAL AND INSTITUTIONAL STRENGTHENING FOR THE SOUND MANAGEMENT OF CHEMICALS IN AFRICA (NO.AFR/CHEMOBS PROJECT/C/07-2017) FOR THE YEAR ENDED 30 JUNE, 2022 - MINISTRY OF ENVIRONMENT AND FORESTRY**

---

### PREAMBLE

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

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

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

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

## REPORT ON THE FINANCIAL STATEMENTS

### Qualified Opinion

I have audited the accompanying financial statements of Integrated Health and Environment Observatories and Legal and Institutional Strengthening for the Sound Management of Chemicals in Africa set out on pages 1 to 34, which comprise of the statement of financial assets as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Integrated Health and Environment Observatories and Legal and Institutional Strengthening for the Sound Management of Chemicals in Africa as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Grant Agreement between African Institute (AI) and the Government of Kenya (GOK) signed on 22 December, 2020 and the Memorandum of Understanding for project cooperation signed on 17 April, 2018 and the Public Finance Management Act, 2012.

### Basis for Qualified Opinion

#### 1. Undisclosed Consultancy Payments

The statement of receipts and payments reflects total payments of Kshs.5,194,098 for the year ended 30 June, 2022. The total payments excluded amount of Kshs.534,500 paid for consultancy services being 50% final payment for US\$ 10,000 invoice dated 31 March, 2021.

In the circumstances, the accuracy and completeness of the total payments of Kshs.5,194,098 could not be confirmed.

#### 2. Unsupported University Scholarships

The African Institute set aside US \$ 50,000 for a scholarship programme. The Project Assistant and other three (3) staff from other implementing agencies benefited from scholarship studies at the University of Cape Town. However, the amount of scholarship and details for the programme have not been provided for review or disclosed in the financial statements.

In the circumstances, the accuracy and completeness of the total payments for the scholarship programme could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Integrated Health and Environment Observatories and Legal and Institutional Strengthening for the Sound Management of Chemicals in 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 qualified opinion.

### **Key Audit Matters**

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

### **Other Matter**

#### **1. Budgetary Control and Performance**

The statement of comparison of budget and actual amounts for the year ended 30 June, 2022 reflects final revenue budget and actual on comparable basis of Kshs.12,500,000 and Kshs.3,247,991 respectively, resulting in an underfunding of Kshs.9,252,009 or 74% of the budget. Further, the Board spent an amount of Kshs.5,194,098 out of the approved expenditure budget of Kshs.12,500,000, resulting in under expenditure of Kshs.7,305,901 or 58% of the budget.

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

#### **2. Special Deposit Account**

The special deposit account movement schedule as disclosed in Note 11a reflects nil balances. However, a total of Kshs.8,500,841 was deposited into the account and an amount of Kshs.3,247,991 was withdrawn to finance project activities resulting to a closing balance of Kshs.5,252,850. These amounts were not disclosed in Note 11a as required by the Public Sector Accounting Standards Board reporting template.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

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

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.

### **Basis for Conclusion**

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

### **Responsibilities of Management and those Charged with Governance**

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

In preparing the financial statements, the Project Management is responsible for assessing the Project's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Project or 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 Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

## **Auditor-General's Responsibilities for the Audit**

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the 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 Project's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Project to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
 CPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**02 December, 2022**

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

	Note	2021-2022		2020-2021		Total	Cumulative to-date (From inception)
		Receipts and payments controlled by the entity	Payments made by third parties	Receipts and payment controlled by the entity	Payments made by third parties		
<b>Receipts</b>		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
Transfer from Government entities	1						
Proceeds from domestic and foreign grants	2	3,247,991	-	5,236,630	-	5,236,630	8,484,621
Loan from external development partners	3	-	-	-	-	-	-
Miscellaneous receipts	4	-	-	-	-	-	-
<b>Total receipts</b>		<b>3,247,991</b>	<b>-</b>	<b>5,236,630</b>	<b>-</b>	<b>5,236,630</b>	<b>8,484,621</b>
<b>Payments</b>							
Compensation to employees	5	721,934.50					721,934.50
Purchase of goods and services	6	4,472,164	-	778,400	-	778,400	5,250,564.00
Social security benefits	7	-	-	-	-	-	-
Acquisition of non-financial assets	8	-	-	-	-	-	-
Transfers to other government entities	9	-	-	-	-	-	-
Other grants and transfers /payments	10	-	-	-	-	-	-
<b>Total payments</b>		<b>5,194,098.50</b>	<b>-</b>	<b>778,400</b>	<b>-</b>	<b>778,400</b>	<b>5,972,498.50</b>
<b>Surplus/ (deficit)</b>		<b>(1,946,107.50)</b>	<b>-</b>	<b>4,458,230</b>	<b>-</b>	<b>4,458,230</b>	<b>2,512,122.50</b>

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

---

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

  
.....

**Dr. Chris Kiptoo**  
**Principal Secretary**

  
.....

**Gyrus Mageria**  
**Project Coordinator**

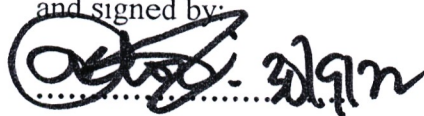
  
.....

**Enock Maticha**  
**Project Accountant**  
**ICPAK Member No: 23310**

**Statement of Financial Assets as at 30<sup>th</sup> June 2022**

Description	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash and Cash equivalents</b>			
Bank Balances	11.A	2,512,122.50	4,458,230
Cash Balances	11. B	-	-
Cash equivalents (Short-term deposits)	11.C	-	-
<b>Total Cash and Cash equivalents</b>		<b>2,512,122.50</b>	<b>4,458.230</b>
Imprests and Advances	12	-	-
<b>Total Financial Assets</b>		<b>2,512,122.50</b>	<b>4,458,230</b>
<b>Financial Liabilities</b>			
Deposits and Retention monies	13	-	-
<b>Net Assets</b>		<b>2,512,122.50</b>	<b>4,458,230</b>
<b>Represented By</b>			
Fund Balance B/fwd.	14	4,458,230	-
Prior Year adjustments	15	-	-
Surplus/(Deficit) for the Year		(1,946,107.50)	4,458,230
<b>Net Financial Position</b>		<b>2,512,122.50</b>	<b>4,458,230</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/10/2022 and signed by:



Dr. Chris Kiptoo  
Principal Secretary



Cyrus Mageria  
Project Coordinator



Enock Maticha  
Project Accountant  
ICPAK Member No: 23310


**8. Statement of Cashflow for the year ended 30<sup>th</sup> June 2022**


Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
<b>Cashflow from operating activities</b>			
<b>Receipts</b>			
Transfer from government entities	1	-	-
Proceeds from domestic and foreign grants	2	3,247,991	5,236,630
Miscellaneous receipts	4	-	-
<b>Total receipts</b>		<b>3,247,991</b>	<b>5,236,630</b>
<b>Payments</b>			
Compensation of employees	5	721,934.50	-
Purchase of goods and services	6	4,472,164	778,400
Social security benefits	7	-	-
Transfers to other government entities	9	-	-
Other grants and transfers	10	-	-
<b>Total Payments</b>		<b>5,194,098.50</b>	<b>778,400</b>
<b>Adjustments during the year</b>			
Prior year adjustments	15		-
Decrease/(increase) in accounts receivable	16		-
Increase/(decrease) in accounts payable:	17		-
<b>Net cash flow from operating activities</b>		<b>( 1,946,107.50)</b>	<b>4,458,230</b>
<b>Cashflow from investing activities</b>			
Acquisition of non-financial assets	8	-	-
<b>Net cash flows from investing activities</b>		<b>( 1,946,107.50)</b>	<b>4,458,230</b>
<b>Cash flow from financing activities</b>			
Proceeds from foreign borrowings	3	-	-
<b>Net cash flow from financing activities</b>		<b>-</b>	<b>-</b>

Description	Notes	2021-2022	2020-2021
		Kshs	Kshs
Net increase in cash and cash equivalents		( 1,946,107.50)	4,458,230
Cash and cash equivalent at beginning of the year	11	4,458,230	-
Cash and cash equivalent at end of the year	11	2,512,122.50	4,458,230

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 24/10/2022 and signed by:

  
 .....  
**Dr. Chris Kiptoo**  
 Principal Secretary

  
 .....  
**Cyrus Mageria**  
 Project Coordinator

  
 .....  
**Enock Maticha**  
 Project Accountant  
 ICPAK Member No: 23310

**9. Statement of Comparison of Budget and Actual amounts for the year ended 30<sup>th</sup> June 2022**

Receipts/Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
<b>Receipts</b>						
Transfer from Government entities						
Proceeds from domestic and foreign grants	12,500,000	-	12,500,000	3,247,991	9,252,009	25.9%
Proceeds from borrowings						
Miscellaneous receipts						
<b>Total Receipts</b>	<b>12,500,000</b>	<b>-</b>	<b>12,500,000</b>	<b>3,247,991</b>	<b>9,252,009</b>	<b>25.9%</b>
<b>Payments</b>						
Compensation to employees	720,000	-	720,000	721,934.50	(1,934.50)	100.6%
Purchase of goods and services	11,780,000	-	11,780,000	4,472,164.00	7,307,836	37.9%
Social security benefits						
Acquisition of non-financial assets						
Transfers to other government entities						
Other grants and transfers						
<b>Total Payments</b>	<b>12,500,000</b>	<b>-</b>	<b>12,500,000</b>	<b>5,194,098.50</b>	<b>7,305,901.50</b>	<b>41.5%</b>
<b>Surplus or Deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,946,107.50)</b>	<b>1,946,107.50</b>	<b>-</b>

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

 30/9/22

Name Dr. Chris Kiptoo  
Principal Secretary



Cyrus Mageria  
Project Coordinator



Enock Maticha  
Project Accountant  
ICPAK Member No:  
23310

## **10. Significant Accounting Policies**

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

### **10.1 Statement of compliance and basis of preparation**

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

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

### **10.2 Reporting entity**

The financial statements are for the *Chemobs Project* under the Department of Multilateral Environmental Agreements in the Ministry of Environment and Forestry. The financial statements are for the reporting entity (*Chemobs Project*) as required by Section 81 of the PFM Act, 2012 .

### **10.3 Reporting currency**

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

### **10.4 Recognition of receipts**

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

#### **i) Transfers from the Exchequer**

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

#### **ii) External Assistance**

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

**Significant Accounting Policies (Continued)**

**iii) Other receipts**

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

**iv) Donations and grants**

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

**v) Proceeds from borrowing**

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

**vi) Undrawn external assistance**

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

**10.5 Recognition of payments**

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

**i) Compensation to employees**

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

**Significant Accounting Policies (Continued)**

**ii) Use of goods and services**

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

**iii) Interest on borrowing**

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

**iv) Repayment of borrowing (principal amount)**

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

**v) Acquisition of fixed assets**

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

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

**10.6 In-kind donations**

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

**Significant Accounting Policies (Continued)**

**10.7 Cash and cash equivalents**

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

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

**10.8 Restriction on cash**

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

**10.9 Imprests and Advances**

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

**10.10 Contingent Liabilities**

A contingent liability is:

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

**Significant Accounting Policies (Continued)**

i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or

ii) The amount of the obligation cannot be measured with sufficient reliability.

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

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

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

**10.11 Contingent Assets**

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

**10.12 Pending bills**

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

**Significant Accounting Policies (Continued)**

**10.13 Budget**

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

**10.14 Third party payments**

Included in the receipts and payments, are payments made on its behalf by to third parties in form of loans and grants. These payments do not constitute cash receipts and payments. and are disclosed in the payment to third parties' column in the statement of receipts and payments. During the year, no amount of money being grant/loan disbursements were received in form of direct payments from third parties.

**10.15 Exchange rate differences**

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

**Significant Accounting Policies (Continued)**

**10.16 Comparative figures**

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

**10.17 Subsequent events**

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

**10.18 Prior period adjustments**

Prior period adjustments relate to errors and other adjustments noted arising from previous year(s). Explanations and details of these prior period adjustments are presented *in note 15 of these financial statements*.

**10. Notes to the Financial Statements****1. Transfers from Government entities**

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

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

*Note: There were no GOK counterpart funds received during the financial year.*

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

Notes to the Financial Statements (Continued)

2. Proceeds From Domestic and Foreign Grants

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

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount in Kshs	
						2021-2022 Kshs	2020-2021 Kshs
Grants Received from Bilateral Donors (Foreign Governments)	-	-	-	-	-	-	-
GEF	26/5/2022	\$28,300	3,247,991	-	-	3,247,991	5,236,630
Grants Received from Multilateral Donors (International Organizations)	-	-	-	-	-	-	-
Insert name of international organization	-	-	-	-	-	-	-
Grants Received from Local Individuals and organizations	-	-	-	-	-	-	-
Insert name of individual or local organization	-	-	-	-	-	-	-
<b>Total</b>	-	<b>\$28,300</b>	<b>3,247,991</b>	-	-	<b>3,247,991</b>	<b>5,236,630</b>

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

Notes to the Financial Statements (Continued)

**3. Loan from External Development Partners**

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

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

## Notes to the Financial Statements (Continued)

## 4. Miscellaneous receipts

	2021-2022			2020/2021	Cumulative to-date (from inception) Kshs
	Receipts controlled by the entity in Cash Kshs	Receipts controlled by third parties Kshs	Total receipts Kshs	Total receipts 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	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

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

Notes to the Financial Statements (Continued)

**5. Compensation to Employees**

	2021/2022			2020/2021		Cumulative to- date Kshs
	Payments made by the Entity in Cash Kshs	Payments made by third parties Kshs	Total payments Kshs	Total payments Kshs	Total payments Kshs	
-						
Basic salaries of permanent employees	721,934.50	-	721,934.50	-	-	721,934.50
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	-	-	-	-	-	-
<b>Total</b>	<b>721,934.50</b>	<b>-</b>	<b>721,934.50</b>	<b>-</b>	<b>-</b>	<b>721,934.50</b>

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

Notes to the Financial Statements (Continued)

6. Purchase of Goods and Services

	2021/2022			2020/2021	Cumulative to-date Kshs
	Payments made in Cash Kshs	Payments made by third parties Kshs	Total payments Kshs	Total payments Kshs	
Utilities, supplies and services	-	-	-	-	-
Communication, supplies and services	-	-	-	-	-
Domestic travel and subsistence	4,265,164	-	4,265,164	-	4,265,164
Foreign travel and subsistence	-	-	-	-	-
Printing, advertising, and information supplies	-	-	-	-	-
Rentals of produced assets	-	-	-	-	-
Training payments	-	-	-	778,400	778,400
Hospitality supplies and services	207,000	-	207,000	-	207,000
Insurance costs	-	-	-	-	-
Specialized materials and services	-	-	-	-	-
Other operating payments	-	-	-	-	-
Routine maintenance – vehicles and other transport equipment	-	-	-	-	-
Routine maintenance- other assets	-	-	-	-	-
Exchange rate losses/gains (net)	-	-	-	-	-
<b>Total</b>	<b>4,472,164</b>		<b>4,472,164</b>	<b>778,400</b>	<b>5,250,564</b>

## Notes to the Financial Statements (Continued)

## 7. Social Security Benefits

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

Notes to the Financial Statements (Continued)

8. Acquisition of Non-Financial Assets

	Payments made in Cash		Payments made by third parties		Total payments		Total payments 2020-2021	Cumulative to-date
	Kshs.		Kshs.		Kshs	Kshs		
			2021-2022					
Purchase of buildings	-		-		-		-	Kshs
Construction of buildings	-		-		-		-	
Refurbishment of buildings	-		-		-		-	
Construction of roads	-		-		-		-	
Construction of civil works	-		-		-		-	
Purchase of vehicles & other transport equipment	-		-		-		-	
Overhaul of vehicles & other transport equipment	-		-		-		-	
Purchase of household furniture & institutional equipment	-		-		-		-	
Rehabilitation of civil works	-		-		-		-	
Acquisition of strategic stocks	-		-		-		-	
Acquisition of land	-		-		-		-	
Acquisition of other intangible assets	-		-		-		-	
<b>Total</b>	-		-		-		-	

Note: There were no assets procured during the financial year 2021/2022

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

Notes to the Financial Statements (Continued)

9. Transfers to other Government Entities

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

	Payments made in Cash	Payments made by third parties		Total payments	Total payments 2021-2020	Cumulative to-date
		2021-2021	2021-2020			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Transfers to National Government entities						
Ministry of Environment and Forestry	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
Transfers to County Governments	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	-	-

*Note: There were no transfers made during the year*

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

Notes to the Financial Statements (Continued)

10. Other Grants, Transfers and Payments

	Payments made in Cash	2022-2021			Total payments	Total payments 2020-2021	Cumulative to-date
		Kshs	Kshs	Kshs			
Grants for scholarships	-	-	-	-	-	-	
Transfers to lower levels of government e.g. schools	-	-	-	-	-	-	
Miscellaneous payments	-	-	-	-	-	-	
<b>Total</b>	-	-	-	-	-	-	

*Chemobs project*

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

Notes to the Financial Statements (Continued)

11. Cash And Cash equivalents

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts (Note 8.13A)	2,512,122.50	4,458,230
Cash in hand (Note 8.13B)		
Cash equivalents (short-term deposits) (Note 8.13C)		
<b>Total</b>	<b>2,512,122.50</b>	<b>4,458,230</b>

(Chemobs project) has one project account within the project implementation area and one number of foreign currency designated accounts managed by the National Treasury as listed below:

11. A Bank Accounts

Project Bank Accounts

Details	2021-2022	2020-2021
	Kshs	Kshs
<u>Foreign Currency Accounts</u>		
Central Bank of Kenya [A/c No.....]		
Kenya Commercial Bank [A/c No.....]		
Co-operative Bank of Kenya [A/c No.....]		
Others ( <i>specify</i> )		
Total Foreign Currency balances		
<u>Local Currency Accounts</u>		
Central Bank of Kenya [A/c No.1000490098]	2,512,122.50	4,458,230
Kenya Commercial Bank [A/c No.....]		
Co-operative Bank of Kenya [A/c No.....]		
Others ( <i>specify</i> )		
<b>Total local currency balances</b>	<b>2,512,122.50</b>	<b>4,458,230</b>
<b>Total bank account balances</b>	<b>2,512,122.50</b>	<b>4,458,230</b>

## Notes to the Financial Statements (Continued)

## Special Deposit Accounts

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

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

Special Deposit Accounts Movement Schedule

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

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

**Notes to the Financial Statements (Continued)**

**11 B Cash in hand**

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

[Provide a cash count certificate for each location above]

**11 C Cash equivalents (short-term deposits)**

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

[Provide short appropriate explanations as necessary]

**12. Imprests and Advances**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Government Imprests	-	-
Salary advances	-	-
<b>Total</b>	-	-

## Notes to the Financial Statements (Continued)

## 12b: Breakdown of Imprests and Advances

Name of Officer or Institution	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance 2022	Balance 2021
	Kshs	Kshs	Kshs	Kshs	Kshs
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

## 13. Deposits and Retention Monies

Description	2021-2022	2020-2021
	Kshs	Kshs
Retention	-	-
Deposits	-	-
<b>Total</b>	-	-

(Provide detailed explanations)

## 14. Fund Balance Brought Forward

Description	2021-2022	2020-2021
	Kshs	Kshs
Bank accounts	4,458,230	-
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Outstanding imprests and advances	-	-
<b>Total</b>	<b>4,458,230</b>	<b>-</b>

## Notes to the Financial Statements (Continued)

## 15. Prior Year adjustment

	Balance b/f FY (2020/2021 audited financial statements)	Adjustments	Adjusted balance b/f FY 2020/2021
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others ( <i>specify</i> )	-	-	-
Total	-	-	-

## 16. Changes in Receivable

Description	2020-2021	2019-2020
	Kshs	Kshs
Opening Receivables as at 1 <sup>st</sup> July 2021	--	-
Closing account receivables as at 30 <sup>th</sup> June 2022	-	-
Change in Receivables	-	-

## 17. Changes in Accounts Payable

Description	2021-2022	2020-2021
	Kshs	Kshs
Deposit and Retentions as at 1 <sup>st</sup> July 2021	-	-
Closing accounts payables as at 30 <sup>th</sup> June 2022	-	-
Change in payables	-	-

*Chemobs project*

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

**12. Other Important Disclosures**

**1. Pending Accounts Payable (See Annex 3a)**

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

**2. Pending Staff Payables (See Annex 3b)**

	Balance b/f FY2020/ 2021	Additions for the period 2021/2022	Paid during the year	Balance c/f FY 2021/2022
Description	Kshs	Kshs	Kshs	Kshs
Senior management	-	-	-	-
Middle management	-	180,000	-	180,000
Union employees	-	-	-	-
Others	-	-	-	-
<b>Total</b>	-	<b>180,000</b>	-	<b>180,000</b>

*Chemobs project*

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

**Other Important Disclosures (Continued)**

**3. Other Pending Payables (See Annex 3c)**

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

**4. External Assistance**

	2021-2022	2020-2021
Description	Kshs	Kshs
External assistance received as grants	3,247,991	5,236,630
External assistance received as loans	-	-
External assistance received in kind- as payment by third parties	-	-
<b>Total</b>	<b>3,247,991</b>	<b>5,236,630</b>

*a). External assistance relating loans and grants*

	FY 2021/2022	FY 2020/2021
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	3,247,991	5,236,630
<b>Total</b>	<b>3,247,991</b>	<b>5,236,630</b>

*Chemobs project*

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

**Other Important Disclosures (Continued)**

*b) Undrawn external assistance*

	<b>Purpose for which the undrawn external assistance may be used</b>	<b>FY 2021/2022</b>	<b>FY 2020/2021</b>
<b>Description</b>		<b>Kshs</b>	<b>Kshs</b>
Undrawn external assistance - loans		-	-
Undrawn external assistance - grants		20,014,081	23,262,072
<b>Total</b>		<b>20,014,081</b>	<b>23,262,072</b>

*c) Classes of providers of external assistance*

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

*Chemobs project*

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

**Other Important Disclosures (Continued)**

*d. Non-monetary external assistance*

	<b>FY 2021/2022</b>	<b>FY 2020/2021</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>
Goods	-	-
Services	-	-
<b>Total</b>	-	-

*(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*

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

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

**Chemobs project**

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

---

**Other Important Disclosures (Continued)**

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

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

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

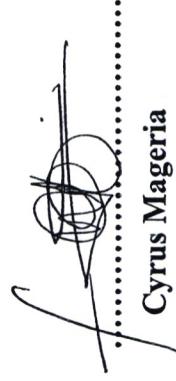
*Chemobs project  
Annual Report and Financial Statements for the financial year ended June 30, 2022*

**13. Prior Year Auditor-General's Recommendations**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
	There were no material issues noted during the audit of the financial statements of the project for 2020/2021 financial year.	N/A	N/A	N/A



Dr. Chris Kiptoo  
Principal Secretary



Cyrus Mageria  
Project Coordinator

## 14 Annexes

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

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance (below 90% and over 100%)
	a	b	c=a-b	d=b/a %	
<b>Receipts</b>					
Transfer from Government entities	-	-	-	-	-
Proceeds from domestic and foreign grants	12,500,000	3,247,991	9,252,009	25.9%	Late disbursement of funds
Proceeds from borrowings	-	-	-	-	-
Miscellaneous receipts	-	-	-	-	-
<b>Total Receipts</b>	<b>12,500,000</b>	<b>3,247,991</b>	<b>9,252,009</b>	<b>25.9%</b>	
<b>Payments</b>					
Compensation of employees	720,000	721,934.50	(1,934.50)	100.6%	The 100.6% was due to the payment of salaries in arrears
Purchase of goods and services	11,780,000	4,472,164.00	7,307,836	37.9%	Late disbursement of funds
Social security benefits	-	-	-	-	-
Acquisition of non-financial assets	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-
Other grants and transfers	-	-	-	-	-
<b>Total payments</b>	<b>12,500,000</b>	<b>5,194,098.50</b>	<b>7,305,901.50</b>	<b>41.5%</b>	

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

**Annex 2: Reconciliation of inter-entity transfers**

Project Name:		CHEMOBS PROJECT	
Break down of transfers from the State Department of Environment and Forestry			
a. Government Counterpart funding	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
-		-	2021/2022 FY
<b>Total</b>		-	
B. Direct payments	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		-	
<b>Total</b>		-	
C. Others	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		-	
<b>Total</b>		-	
<b>Total (A+B+C)</b>		-	

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

*CAH George E. Gichuru*  
Head of Accounting Unit

Ministry of Environment & Forestry

Sign-----

Project Coordinator  
Chemobs Project

Sign *[Signature]*

*Chemobs project*

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

**Annex 3a - Analysis of Pending Bills**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020-2021	Outstanding Balance 2019/20	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
Sub-Total						
Construction of civil works						
3.						
4.						
Sub-Total						
Supply of goods						
5.						
6.						
Sub-Total						
Supply of services						
7.						
8.						
Sub-Total						
Grand Total						

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

**Annex 3b - Analysis of Pending: Staff Bills**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2021-2022	Outstanding Balance 2020/21	Comments
Permanent Employees - Management							
1.							
Sub-Total							
Permanent Employees - Others							
2. Edward Njuguna	-	-	-	-	180,000		To be cleared in the fy 2022/2023
Sub-Total							
Temporary employees							
3.							
Sub-Total							
Others ( <i>specify</i> )							
4.							
5.							
Sub-Total							
Grand Total					180,000		

Annex 3c - Analysis of other Pending Payables


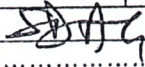
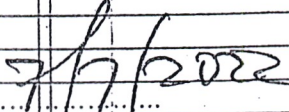

Name	Brief Description	Original Amount	Date Contracted	Payable Amount Paid To-Date	Outstanding Balance 2021/22	Outstanding Balance 2021/22	Comments
Amounts due to National Govt Entities							
1.							
2.							
Sub-Total							
Amounts due to County Govt Entities							
3.							
4.							
Sub-Total							
Amounts due to Third Parties							
5.							
6.							
Sub-Total							
Others (specify)							
7.							
8.							
Sub-Total							
Grand Total							

***Chemobs Project  
Reports and Financial Statements  
For the financial year ended June 30, 2022***

---

**Annex 4: Other Support Documents**

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

		REPUBLIC OF KENYA		F.O 30
		MINISTRY OF ENVIRONMENT AND FORESTRY		
		CHEMOBS-1108 (ME&F) 2021/2022		
		Account number : 1000490098		
		BANK RECONCILIATION STATEMENT, AS AT 30.06.2022		
				Kshs.
Balance as per bank certificate				3,091,122.50
Less				
1. Payments in cashbook not yet recorded in bank statement				579,000.00
2. Receipts in bank statement not yet recorded in cashbook				-
Add				
3. Payments in bank statement not yet recorded in casbook				-
4. Receipts in cashbook not yet recorded in bank statement.				-
Balance as per the cashbook.....				2,512,122.50
I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct				
				
Signature		Designation		Date
(All schedules are attached herewith)				
Prepared by: ..... <u>EMNCP MATEO</u> .....				Signature 

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C CHEMOBS-1108 (ME&F) 2021/2022			
Account number : 1000490098			
BANK RECONCILIATION STATEMENT AS AT 30.06.2022			
PAYMENTS IN CASHBOOK NOT YET RECORDED IN BANK STATEMENT (SCHEDULE 1)			
C B DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
30/6/2022	Francis Kihumba	31,500.00	
30/6/2022	Mary Andeso	14,700	
30/6/2022	Damaris Makena	14,700.00	
30/6/2022	Rachel Malela	14,700.00	
30/6/2022	nicholas Kilonzi	14,700.00	
30/6/2022	Njoroge Bobot	14,700.00	
30/6/2022	June Oluoch	31,500.00	
30/6/2022	Rose mokaya	31,500.00	
30/6/2022	Ivy Kemboi	31,500.00	
30/6/2022	John Mumbo	31,500.00	
30/6/2022	Lucy Nganga	31,500.00	
30/6/2022	William Melau	25,200.00	
30/6/2022	Edward Njuguna	25,200.00	
30/6/2022	Mercy mwikali	25,200	
30/6/2022	transfer of funds	31,500.00	
30/6/2022	Agnes yobteric	37,800.00	
30/6/2022	pauline mbae	25,200.00	
30/6/2022	Edward Njuguna	121,200.00	
30/6/2022	stella kangura	25,200.00	
	<b>TOTAL</b>	<b>579,000.00</b>	

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C CHEMOBS-1108 (ME&F) 2021/2022			
Account number : 1000490098			
BANK RECONCILIATION STATEMENT AS AT 30.06.2022			
RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK (SCHEDULE 2)			
DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
	TOTAL	NIL	



REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C CHEMOBS-1108 (ME&F) 2021/2022			
Account number : 1000490098			
BANK RECONCILIATION STATEMENT AS AT 30.06.2022			
RECEIPTS IN CASHBOOK NOT RECORDED IN BANK STATEMENT(SCHEDULE 4)			
C B DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
	TOTAL	NIL	

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

RODNEY OMARI	-	CHAIRMAN
CAROLINE WAMBUA	-	MEMBER
JIMMY MUCHEKE	-	MEMBER

Assembled at the Cash office Ministry HQS.  
At.....10.00 A.M. ....(time) on the 1<sup>ST</sup> JULY..., 2022

And the following cash was produced:

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

NIL

It was observed that cheques amounting to Sh.....NIL .....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 30<sup>th</sup> June .2022

Cash on hand	.. .. .	Sh. ...NIL
Bank balance	.. .. .	Sh 2,512,122.50
		<u>2,512,122.50</u>

The Bank Certificate of Balance showed a sum of Sh..THREE MILLION NINTY ONE THOUSAND,ONE HUNDRED AND TWENTY TWO .Cts. FIFTY only..... (Sh 3,091,122...Cts. 50...)

Standing to the credit of the account on .....30<sup>th</sup> June, 2022.....

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

RODNEY OMARI :.....  
CHAIRMAN

JIMMY MUCHEKE :.....

CAROLINE WAMBUA .....  
MEMBERS OF THE BOARD

1<sup>ST</sup> JULY 2022  
Date .....