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REPORT

DATE: 02 MAR 2022

DAY: WEDNESDAY

OF

TABLED
BY:

DEPUTY MAJORITY WHIP
HON. MADKA MADRE

CLERK AT
THE TABLE:

SAMUEL KARAMA

THE AUDITOR-GENERAL

ON

**KENYA SPECIAL PROJECT
FOR BRSM AND SAICM**

**FOR THE YEAR ENDED
30 JUNE, 2021**

**MINISTRY OF ENVIRONMENT
AND FORESTRY**



Project Name: Kenya Special Project for BRSM and SAICM

Implementing Entity: Ministry of Environment and Forestry (MEF)

Project Grant/Credit Number: Special Programme 2nd Round Approval Project 01

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2021

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

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1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name: Support to chemical and waste MEAS and SAICM Implementation in Kenya

Objective: The objective of the Project is to support country-driven institutional strengthening at the national level, in the context of an integrated approach to address the financing of the sound management of chemicals and wastes, taking into account the national development strategies, plans and priorities of each country, to increase sustainable public institutional capacity for the sound management of chemicals and wastes throughout their life cycle.

Address: The project headquarters offices are at 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
Website: www.environment.go.ke

1.2 Project Information

| | |
|---------------------|---|
| Project Start Date: | The project start date is 16 July 2018 |
| Project End Date: | The project end date is 30 th September 2022 |
| Project Manager: | Mr. Cyrus Mageria |
| Project Sponsor: | THE UNITED NATIONS ENVIRONMENT PROGRAMME (UNEP) |
| | |

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: The overall goal is to put in place structures, institution and legislations to enable Kenya implement its obligations under the four chemicals and waste MEAs and SAICM.</p> <ol style="list-style-type: none"> 1. Established Chemical Unit in the Department of MEAs 2. Inter-ministerial and inter-sectoral coordinating committee established 3. A functioning chemical and waste database established in a selected institution and the network operational 4. Promoting Responsible Care among the members of the Kenya Association of Manufacturers 5. Ratification of the Minamata Convention on Mercury |
| Achievement of strategic goals | <p>The project management aims to achieve the goals through the following means: The project facilitates coordination mechanism to meet 2020 goal. The establishment of a chemical unit within the department of Multisectoral Environmental Agreement, will follow up on the scientific and technical elements of SAICM implementation. The project established a Multisectoral committee on sound chemical management which is key in articulating issues that require cross sectorial coordination to help remove barriers, promote development of physical incentive and disincentives and share data information on SAICM. The project will also develop chemical database and receive data nationally and from the SAICM and MEAS portals. The project will also promote the responsible care among all participating industries which will be led by the Kenya Association of Manufacturers and help fast-track the ratification of Minamata Convention on Mercury</p> |
| Other important background information of the | <p>The project did not start as expected during 2018/2019 financial year (F/Y) but begun in 2019/2020 F/Y. The Project Cooperation Agreement was amended. The purpose of this</p> |

| | |
|--|--|
| project | Amendment is to inform of changes in the workplan, timelines and budget of the project, as reflected in the revised implementation plan and budget (Annex 1 and 2 to this amendment, respectively). There is no change in the amount of the donor funding for this project and remains at US\$ 250,000 |
| Current situation that the project was formed to intervene | The project was formed to intervene in the following areas: <ol style="list-style-type: none"> 1. Promote better access of chemical safety data, environmentally sound practise and techniques needs through technical assistance programs and projects. 2. Ensure that the private sector is kept abreast with development of chemicals and waste policy in Kenya 3. Ensure that Kenya protects itself from the dumping of obsolete and internationally rejected chemicals. 4. The importance of data in precautionary and reactive measure to chemical and waste disposal. 5. To encourage lead enterprise to show the way by taking voluntary responsible actions. |
| Project duration | The project started on 1st July 2016 and is expected to run until 30 September 2022. |

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 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.

*Kenya Special Project for BRSM and SAICM
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| Names | Title designation | Key qualification | Responsibilities |
|--|--------------------------|--|--|
| Dr. Chris Kiptoo | Principal Secretary | | Accounting Officer |
| Mr. Cyrus Mageria (Tel: 0727640589) | Ag Director MEAs | Masters in Natural Resource and Co-management | Overall coordination of the project |
| Melau William (Tel: 0723170732) | Project Officer | Masters of Arts in Project Planning and Management | Project Assistant |
| | | | |

1.7 Funding summary

The Project is for duration of 3 years from 2018 to 2022 with an approved budget of USD 250,000 (use donor currency) equivalent to Kshs 25 Million as highlighted in the table below:

**Reports and Financial Statements
For the financial year ended June 30, 2021**

Below is the funding summary:

A. Source of Funds

| Source of funds | Donor Commitment- | | Amount received to date – (30. 06. 2021) | | Undrawn balance to date | |
|------------------------|--------------------|-------------------|--|-------------------|-------------------------|-------------------|
| | Donor currency USD | KShs | Donor currency USD | KShs | Donor currency USD | KShs |
| (i) Grant | (A) | (A') | (B) | (B') | (A)-(B) | (A)-(B) |
| UNEP | USD 250,000 | 25,000,000 | USD 98,728 | 10,230,195 | USD 151,272 | 14,769,805 |
| | 250,000 | 25,000,000 | 98,728 | 10,230,195 | 151,272 | 14,769,805 |
| (ii) Counterpart funds | | | | | | |
| Government of Kenya | | | | | | |
| 10% of Donor | | | - | | - | - |
| Total | \$250,000 | 25,000,000 | \$98,728 | 10,230,195 | \$151,272 | 14,769,805 |

PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

B. Application of Funds

| Application of funds | Amount received to date – (30 th June 2021) | | Cumulative Amount paid to date – (30 th June 2021) | Unutilised balance to date (30. 06. 2021) | |
|-----------------------|---|-------------------|---|--|---------------------|
| | Donor currency (A) | Kshs (A') | | Donor currency (A)-(B) | Kshs (A')-(B') |
| (i) Grant | | | (B') | | |
| UNEP | \$98,728 | 10,230,195 | 7,434,661.30 | \$26,978 | 2,795,533.70 |
| | | | - | - | - |
| (i) Counterpart funds | | | | | |
| Government of Kenya | - | | | - | - |
| Total | \$98,728 | 10,230,195 | 7,434,661.30 | \$26,978 | 2,795,533.70 |

1.8 Summary of Overall Project Performance:

1. Budget performance against actual amounts for current period and for cumulative to-date,
 - The project has not performed as expected. There was delay in starting up the project emanating from the opening of relevant accounts both operational and deposit accounts. The project recruited a project assistant in March this year just few days before the corona pandemic paralysed most operations. However, the project is now back on course and donor confidence is restored.

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

The launch of the Multisectoral Committee on Sound Chemical Management was officially done on 15th Feb 2021.

An additional of three key stakeholders were nominated to the committee, that is; Pest Control Products Board (Basel Technical), University of Nairobi (Academia- Chemicals), and the Kenya Revenue Authority (Customs).

The Multisectoral Committee is discussing SAICM Agenda post 2020. Currently the committee is including SAICM issues and Chemical MEAs in the Road Map 2021-2022.

The Road Map provide a good plan on how the SAICM and the Chemical MEAs will be update and implemented.

The Members of the Multisectoral Committee on Sound Chemical Management are currently developing an action plan for the implementation of the Chemicals and Waste in Kenya. The plan is in line with the gaps identified (in the MCSCM 2020 Forum) under the Chemicals MEAs and SAICM implementation Plan.

A subcommittee is constituted to fine-tune the MCSCM National Action Plan on Chemicals and Waste document before being finalized. The Committee comprise of National Environmental Management Authority, Government Chemist, Ministry of Environment and Forestry, Pest Control Product Board, The Kenya Association of Manufacturers and the Centre for Environmental Justice

The Chemicals Database Development

The project organised stakeholder's forum on Database, where they highlighted the existing policies and legislations supporting the development of the database, the existing gaps, identified relevant organizations with the database, discussed the content of the database and drafted the actionable areas towards realization of the database. Among the issues identified was the policy/legal issues and the issues of confidentiality.

On BRSM Reporting.

A forum held to identify the status of the Kenya reporting obligations under the BRS secretariat. It was identified that Kenya is lugging behind in the reporting obligations. For example; on Stockholm Convention the last time reporting was in 2010 and for the Basel Convention, 2009.

The report by the BRS secretariat indicated that Kenya reporting rate for Basel Convention is 11%, Stockholm Convention 25% and The Minamata Convention on Mercury is at 0%.

As a result, to this, the Special Project SAICM Constituted a multi-stakeholder team to discuss on how the trend can be reversed. Among the Stakeholders are: Ministry of Environment and Forestry, National Environmental Management Authority, Kenya Bureau of Standards, Pest Control and Products Board and Kenya Association of Manufacturers and representative of the Civil Society Organization. The 2018 reports

for both the Stockholm convention and the Basel Convention were generated and awaiting approval before submitting to the BRS Secretariat.

In accordance with paragraph 9 or article 8 of the Basel convention, the Persistent Organic Pollutants Review Committee, the Kenyan Government adopted a final response to ban the production sell and use of Dicofol in Kenya.

On responsible Care Program,

There is an established Responsible Care Steering Committee in Kenya. The committee comprise of the representatives of the OSHA Chemicals Industries, Paint Association, BASF East Africa, Dow Chemical's East Africa and the Kenya Chemical Society.

Necessary documents were developed in this regard for example:

- Responsible Care Global Charter
- Development of Responsible Care Guidelines Kenya Chapter
- Development of Responsible Care Structure (leadership)

On the ratification of Minamata Convention on Mercury

A Member of the MCSCM is a member of the expert group to review Annex A and B. The outcome of the Intersessional group was communicated back to the MCSCM during June meeting. Through the Special project, the Country registered to attend the Joint BRS COPS in July 2021. A preparatory meeting will be held in Mid-July.

Preparatory meetings were held. As a result, the necessary documentations including the parliament Memo, the National Assembly Presentations were completed and the date concurrence was arrived.

2. Comment on value-for-money achievements,
 - With the amount of money disbursed and the amount of work delivered, there has been phenomenal value for money witnessed.
3. List the implementation challenges and recommended way forward.

Challenges:

- COVID 19 Pandemic.

1.9 Summary of Project Compliance:

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

- There was no case of non-compliance during the financial year

2. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETRMINED 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 2018-2022* plan are to:

The key development objectives of the *project's 2018-2022* plan are to:

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:

| Project | Objective | Outcome | Indicator | Performance |
|----------|---|---|--|--|
| SP SAICM | Structures, institutions and legislation in place to enable Kenya to implement its obligations under the four chemicals and waste MEAs and SAICM. | Draft chemical Policy. Report on implementation of Basel and Stockholm Convention submitted to the BRS Secretariat | i. Adoption of the Stockholm Convention compliant institutional and regulatory framework covering management and reporting of POPs [Baseline: 0; Target: 1] ii. Policy document developed which demonstrates that the sound management of chemicals is mainstreamed into decision making processes and national planning [Baseline: 0; Target: 1]. iii. Reports highlighting the advancement of the implementation of chemicals related MEAs and voluntary instruments [Baseline: 4; Target: 10]. | Draft National Chemical Policy in Place Basel and Stockholm reports are being drafted and will be submitted to BRS secretariat. |
| | Inter-ministerial | M1 A well representative | <ul style="list-style-type: none"> Two meetings of the inter-ministerial committee and three meetings of the inter- | The inter- |

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| | | | | |
|--|---|--|--|--|
| | and inter-sectoral coordinating committee established | interministerial committee of experts in sustainable sound chemicals management has been appointed by the key institutions | <p>sectoral coordinating committee convened per yer [Baseline: 0; Target: 15]</p> <ul style="list-style-type: none"> • Endorsed SAICM implementation plan [Baseline: 0; Target: 1] • Endorsed BRS Conventions implementation plans [Baseline: 0; Target: 1] • Chemical policies reviewed [Baseline: 0; Target: 1] • National policy on sustainable sound chemical management, SAICM and MEAs with Emerging issues in BRSM addressed developed [Baseline: 0; Target: 1] | ministerial Committee is in Place. |
| | A functioning chemical and waste database established in a selected institution and the network operational | Database established | <ul style="list-style-type: none"> • Chemicals and waste database developed [Baseline: 0; Target: 1] • Outstanding reports to the Basel Convention Submitted [Baseline: 0; Target: 3] • Outstanding reports to the Stockholm Convention Submitted [Baseline: 0; Target: 3] • Number of research documents uploaded [Baseline: 0; Target: 10] • Relevant Protocols Developed Baseline 0 Target 2 | Relevant structures for the Chemical Database being developed |
| | Promoting Responsible Care among the members of the Kenya Association of Manufacturers | Formation of Responsible Care group within KAM | <ul style="list-style-type: none"> • Number of information sharing forums on Responsible Care [Baseline: 0; Target: 3] • Number of awareness raising workshops on the Responsible Care implementation guidelines [Baseline: 0; Target: 3] | Responsible Care group is formed, information sharing forums and capacity building forums done |
| | Ratification of the Minamata Convention | Support in the ratification of Minamata Convention on | <ul style="list-style-type: none"> • #of participatory meetings on the Minamata Convention (Conference of Parties meetings and other meetings) Baseline: 0 Target: 4 • High level meeting with the parliamentarians held | The ratification in the advanced |

| | | | | |
|--|--|---------|--|---|
| | | Mercury | Baseline: 0 Target: 1 <ul style="list-style-type: none"> Stakeholders Forum on domestication of the convention held Baseline: 0 Target: 1 Deposit of the instrument of ratification of the Minamata Convention Baseline: 0 Target: 1 | stages. National Assembly MEMOs drafted. The Country participated in the COP 4 preparatory meetings. |
|--|--|---------|--|---|

3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Two-to-three pages

This project seeks to strengthen and facilitate coordination mechanism to meet 2020 goal of sound chemical management for human and environmental protection

1. Sustainability strategy and profile –

The project is promoting environmental sustainable in the context of sustainable development through provision of legal and regulatory frameworks and promotion of resource efficiency and circular economy pathways

2. Environmental performance

The project promotes and advances strategic approach to sound management of chemical throughout the life cycle while safeguarding environmental sustainability and resources efficiency

3. Employee welfare

The project promotes responsible care program among Kenya enterprises dealing while chemicals across the value chain

4. Market place practices-

The project embraces and promote public private participation of industry in environmental pollution control through development of guidance policy and environmentally friendly technologies including incentives and zero rating duties.

5. Community Engagements-

The government has been working very closely with the Kenya Association of Manufacturers on the issues of chemicals and waste, specifically on production and safety. The project will focus on implementing the gender mainstreaming in accordance to the provisions of the chemicals and wastes MEAs. The project will mainstream gender by involving women in project implementation both at the National and community levels. This will be achieved by: -

1. Giving consideration to women during implementation of the project.
2. Considering women experts in the development and management of the database
3. Involving women in responsible Care activities along with the private sector.

Other community groups are in artisanal gold mining, solid waste recycling or plastic containers recycling also groups involved in the health of children will be involved to ensure that national implementation plans reflect the health priorities and needs

4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for SAICM 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 period ended on *June 30th, 2021*. This responsibility includes: (i) maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Project; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Project; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

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

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for SAICM 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 period ended June 30th, 2021, and of the Project's financial position as at that date. The *Principal Secretary* for Environment and Forestry and the *Project Coordinator* for SAICM further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for SAICM 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 SAICM on 28/10/ 2021 and signed by them.



Principal Secretary

Name Dr Chris Kiptoo



Project Coordinator

Name Cyrus MAREDA



Project Accountant:

Name: REBECCA MWANGI

ICPAK Member Number 24486

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON KENYA SPECIAL PROJECT FOR BRSM AND SAICM FOR THE YEAR ENDED 30 JUNE, 2021 – 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, gazetted 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 ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Kenya Special Project for BRSM and SAICM set out on pages 1 to 33, which comprise the statement of financial assets

as at 30 June, 2021, the statement of receipts and payments, statement of cash flows and statement of comparative of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Kenya Special Project for BRSM and SAICM as at 30 June, 2021, 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 Project Cooperation Agreement between the United Nations Environment Programme (UNEP) and Ministry of Environment and Forestry dated 17 July, 2018 as well as amendment dated 26 April, 2021 and the Public Finance Management Act, 2012.

Basis of opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kenya Special Project for BRSM and SAICM 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 for the year ended 30 June, 2021 reflects actual receipts of Kshs.10,230,195 against budgeted receipts of Kshs.15,000,000 resulting in a short fall of Kshs.4,769,805 or 32% of the total budget.

In addition, actual expenditure for the year amounted to Kshs.7,434,660 against the final budgeted expenditure of Kshs.15,000,000 resulting to under absorption of Kshs.7,565,340 for which Management attributed to late disbursement of funds and delayed procurement processes.

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 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

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

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 Projects 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 Project's financial reporting process, reviewing the effectiveness of how the entity 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 Project's policies and procedures may deteriorate.

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

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

30 November, 2021

*Reports and Financial Statements
For the financial year ended June 30, 2021*

6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021.

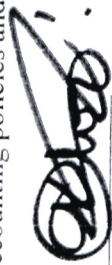
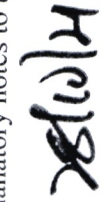
| | Note | 2020/2021 | | 2019/2020 | | Cumulative to-date (From inception) |
|---|------|--|--|---|--|-------------------------------------|
| | | Receipts and payments controlled by the entity KShs | Payments made by third parties KShs | Receipts and payment controlled by the entity KShs | Payments made by third parties KShs | |
| RECEIPTS | | | | | | KShs |
| Transfer from Government entities | 1 | - | - | - | - | - |
| Proceeds from domestic and foreign grants | 2 | 10,230,195.35 | - | 10,230,195.35 | - | 10,230,195.35 |
| Loan from external development partners | 3 | - | - | - | - | - |
| Miscellaneous receipts | 4 | - | - | - | - | - |
| TOTAL RECEIPTS | | 10,230,195.35 | - | 10,230,195.35 | - | 10,230,195.35 |
| PAYMENTS | | | | | | |
| Compensation of employees | 5 | 1,045,160 | - | 1,045,160 | - | 1,045,160 |
| Purchase of goods and services | 6 | 5,575,001.30 | - | 5,575,001.30 | - | 5,575,001.30 |
| Social security benefits | 7 | - | - | - | - | - |
| Acquisition of non-financial assets | 8 | 814,500 | - | 814,500 | - | 814,500 |
| Transfers to other government entities | 9 | - | - | - | - | - |
| Other grants and transfers and payments | 10 | - | - | - | - | - |
| TOTAL PAYMENTS | | 7,434,661.30 | - | 7,434,661.30 | - | 7,434,661.30 |

**Kenya Special Project for BRSM and SAICM
Reports and Financial Statements
For the financial year ended June 30, 2021**

| | Note | 2020/2021 | | | 2019/2020 | | | Cumulative to-date (From inception) |
|-----------------------|------|--|--------------------------------|--------------|---|--------------------------------|-------|-------------------------------------|
| | | Receipts and payments controlled by the entity | Payments made by third parties | Total | Receipts and payment controlled by the entity | Payments made by third parties | Total | |
| SURPLUS/ (DEFICIT) | | 2,795,534.05 | - | 2,795,534.05 | - | - | - | 2,795,534.05 |

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

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

: 

Principal Secretary

Project Coordinator

Name: 

Name:

Project Accountant

Name  REBECCA TILIHANGI


ICPAK Member Number: 24486


7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2021


| | Note | 2020-2021 | 2019-2020 |
|--|-------|---------------------|-----------|
| | | KShs | KShs |
| FINANCIAL ASSETS | | | |
| Cash and Cash Equivalents | | | |
| Bank Balances | 11.A | 2,795,534.05 | - |
| Cash Balances | 11. B | - | - |
| Cash Equivalents (short-term deposits) | 11.C | - | - |
| Total Cash and Cash Equivalents | | 2,795,534.05 | - |
| Accounts Receivables | 12 | - | - |
| TOTAL FINANCIAL ASSETS | | 2,795,534.05 | - |
| FINANCIAL LIABILITIES | | | |
| Payables- Deposits and Retentions | 13 | - | - |
| NET ASSETS | | - | - |
| REPRESENTED BY | | | |
| Fund balance b/fwd | 14 | - | - |
| Prior year adjustments | 15 | - | - |
| Surplus/(Deficit) for the year | | 2,795,534.05 | - |
| NET FINANCIAL POSITION | | 2,795,534.05 | - |

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

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 28/10/21 2021 and signed by:


 Principal Secretary
 Date 28/10/21


 Project Coordinator
 Date


 Project Accountant
 Date 28/10/21
 ICPAK Member No. 24486

*Kenya Special Project for BRSM and SAICM
Reports and Financial Statements
For the financial year ended June 30, 2021*

8. STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2021

| | | 2020-2021 | 2019-2020 |
|---|------|---------------------|-----------|
| | Note | KShs | KShs |
| CASHFLOW FROM OPERATING ACTIVITIES | | | |
| Receipts from operating activities | | | |
| Transfer from Government entities | 1 | - | - |
| Proceeds from domestic and foreign grants | 2 | 10,230,195.35 | - |
| Miscellaneous receipts | 4 | - | - |
| Payments from operating activities | | | |
| Compensation of employees | 5 | 1,045,160.00 | - |
| Purchase of goods and services | 6 | 5,575,001.30 | - |
| Social security benefits | 7 | - | - |
| Transfers to other government entities | 9 | - | - |
| Other grants and transfers | 10 | - | - |
| Adjustments during the year | | | |
| Prior Year Adjustments | 15 | - | - |
| Decrease/(Increase) in Accounts Receivable | 16 | - | - |
| Increase/(Decrease) in Accounts Payable: | 17 | - | - |
| Net cash flow from operating activities | | 3,610,034.05 | - |
| CASHFLOW FROM INVESTING ACTIVITIES | | | |
| Acquisition of Assets | 8 | 814,500.00 | - |
| Net cash flows from Investing Activities | | - | - |
| CASHFLOW FROM BORROWING ACTIVITIES | | | |
| Proceeds from Foreign Borrowings | 3 | - | - |
| Net cash flow from financing activities | | - | - |
| NET INCREASE IN CASH AND CASH EQUIVALENTS | | 2,795,534.05 | - |
| Cash and cash equivalent at BEGINNING of the year | 11 | - | - |
| Cash and cash equivalent at END of the year | 11 | 2,795,534.05 | - |

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

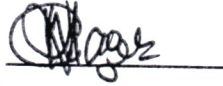
*Kenya Special Project for BRSM and SAICM
Reports and Financial Statements
For the financial year ended June 30, 2021*

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 28/10/21 2021 and signed by:



Principal Secretary

Date 28/10/21



Project Coordinator

Date



Project Accountant

Date 28/10/21

ICPAK Member No: 24481

Kenya Special Project for BRSM and SAICM
Reports and Financial Statements
For the financial year ended June 30, 2021

9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

| Receipts/Payments Item | Original Budget a | Adjustments b | Final Budget c=a+b | Actual on Comparable Basis d | Budget Utilization Difference e=c-d | % of Utilization f=d/c % |
|---|----------------------|------------------|-----------------------|---------------------------------------|--|--------------------------------|
| Receipts | | | | | | |
| Transfer from Government entities | - | - | - | - | - | - |
| Proceeds from domestic and foreign grants | 15,000,000 | - | 15,000,000 | 10,230,195.35 | 4,769,804.65 | 68% |
| Proceeds from borrowings | - | - | - | - | - | - |
| Miscellaneous receipts | - | - | - | - | - | - |
| Total Receipts | 15,000,000 | | 15,000,000 | 10,230,195.35 | 4,769,804.65 | 68% |
| Payments | | | | | | |
| Compensation of employees | 1,440,000 | - | 1,440,000 | 1,045,160 | 394,840 | 73% |
| Purchase of goods and services | 12,560,000 | - | 12,560,000 | 5,575,000 | 6,985,000 | 44% |
| Social security benefits | - | - | - | - | - | - |
| Acquisition of non-financial assets | 1000,000 | - | 1000,000 | 814,500 | 185,500 | 81% |
| Transfers to other government entities | - | - | - | - | - | - |
| Other grants and transfers | - | - | - | - | - | - |
| Total Payments | 15,000,000 | | 15,000,000 | 7,434,660 | 7,565,340 | 49.5% |

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



Principal Secretary

Date 28/10/21



Project Coordinator

Date

Project Accountant

Date 28/10/21

ICPAK Member No: 24486

10. SIGNIFICANT ACCOUNTING POLICIES

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

10.1 Basis of Preparation

10.2 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.

10.3 Reporting entity

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

10.3.1 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 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.

i) Transfers from the Exchequer

Transfer from Exchequer is be 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 received through grants and loans from multilateral and bilateral development partners.

iii) Other receipts

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

b) 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.

Significant Accounting Policies (Continued)

c) 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.

d) 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

e) 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 of employees

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

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.

Significant Accounting Policies (Continued)

iii) Interest on borrowing

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

f) 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)

g) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank

account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

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.

h) 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.

Significant Accounting Policies (Continued)

i)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.

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

j) 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.

Significant Accounting Policies (Continued)

k) 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.

l) 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.

m) 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.

Significant Accounting Policies (Continued)

During the year **Kshs 10,230,195.35** being grant disbursements were received in form of direct payments from third parties.

n) Exchange rate differences

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

o) 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.

p) 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, 2021.

q) 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.

11. NOTES TO THE FINANCIAL STATEMENTS

1. RECEIPTS FROM GOVERNMENT OF KENYA

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

| | 2020/21 | 2019/20 | Cumulative to- date(from inception) |
|---|---------|---------|---|
| | KShs | KShs | |
| <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 | - | - | - |
| Total (See Annex 2) | = | | = |
| <i>Other transfers from government entities</i> | | | |
| Ministry xx | - | - | - |
| Ministry xy | - | - | - |
| Project zxy | - | - | - |
| Appropriations-in-Aid | - | - | - |
| Total | = | = | = |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

During the 12 months to 30 June 2021 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 | |
|---|---------------|-----------------------------------|-------------------------|------------------------------------|-------------------------|----------------------|----------|
| | | | | | | 2020/21 | 2019/20 |
| | | | KShs | KShs | KShs | KShs | KShs |
| Grants Received from Bilateral Donors (Foreign Governments) | | | | | | | |
| UNEP | 12/08/20 | | 7,500,000.00 | - | - | 7,500,000.00 | - |
| UNEP | 12/03/21 | | 2,730,195.35 | - | - | 2,730,195.35 | - |
| Grants Received from Multilateral Donors (International Organizations) | | | | | | | |
| Insert name of international organization | | | - | - | - | - | - |
| Grants Received from Local Individuals and organizations | | | | | | | |
| Insert name of individual or local organization | | | - | - | - | - | - |
| Total | | | 10,230,195.35 | - | - | 10,230,195.35 | - |

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

During the 12 months to 30 June 2021 we received funding from development partners in form of loans 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 | |
|--|---------------|-------------------------|------------------------|-----------------------------------|----------------------|---------|
| | | | KShs | KShs | 2020/21 | 2019/20 |
| Loans Received from Bilateral Donors (Foreign Governments) | | | | | | |
| Insert name of foreign Government | - | - | - | - | - | - |
| Loans Received from Multilateral Donors (International Organisations) | | | | | | |
| Insert name of international organization | - | - | - | - | - | - |
| Total | - | - | - | - | - | - |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. MISCELLANEOUS RECEIPTS

| | 2020/21 | | | 20/19/2020 | Cumulative to-date (from inception) |
|---|---|--------------------------------------|----------------|----------------|-------------------------------------|
| | Receipts controlled by the entity in Cash | Receipts controlled by third parties | Total Receipts | Total Receipts | |
| | KShs | KShs | KShs | KShs | KShs |
| Property income | - | | - | - | |
| Sales of goods and services | - | | - | - | |
| Administrative fees and charges | - | | - | - | |
| Fines, penalties and forfeitures | - | | - | - | |
| Voluntary transfers other than grants | - | | - | - | |
| Other receipts not classified elsewhere | - | | - | - | |
| Total | ≡ | ≡ | ≡ | ≡ | ≡ |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. COMPENSATION OF EMPLOYEES

| | 2020/2021 | | | 2019/2020 | Cumulative to- date |
|---|-------------------------------------|--------------------------------|------------------|----------------|---------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | Total Payments | |
| | KShs | KShs | KShs | KShs | |
| - | | | | | |
| Basic salaries of permanent employees | 1,045,160 | | 1,045,160 | - | 1,045,160 |
| 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 | 1,045,160 | = | 1,045,160 | = | 1,045,160 |

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

*Kenya Special Project for BRSM and SAICM
Reports and Financial Statements
For the financial year ended June 30, 2021*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. PURCHASE OF GOODS AND SERVICES

| | 2020/2021 | | | 2019/2020 | Cumulative to- date |
|--|-------------------------------------|--------------------------------|---------------------|----------------|---------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | Total Payments | |
| | KShs | KShs | KShs | KShs | |
| Utilities, supplies and services | - | - | - | - | - |
| Communication, supplies and services | - | - | - | - | - |
| Domestic travel and subsistence | | - | - | - | |
| Foreign travel and subsistence | - | - | - | - | |
| Printing, advertising and information supplies | | - | - | - | |
| Rentals of produced assets | - | - | - | | |
| Training payments | 5,040,500 | - | 5,040,500 | | 5,040,500 |
| Hospitality supplies and services | 534,501.30 | - | 534,501.30 | - | 534,501.30 |
| Insurance costs | - | - | - | | |
| Specialized materials and services | | - | | | |
| Other operating payments | | - | | | |
| Routine maintenance – vehicles and other transport equipment | - | - | - | - | |
| Routine maintenance- other assets | - | - | - | - | |
| Exchange rate losses/gains (net) | - | - | - | - | |
| Total | 5,575,001.30 | = | 5,575,001.30 | = | 5,575,001.30 |

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7. SOCIAL SECURITY BENEFITS

| | 2020/21 | | | 2019/20 | Cumulative to- date KShs |
|---|--|---|-------------------|-------------------|--------------------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | Total Payments | |
| | KShs | KShs | KShs | KShs | |
| Government pension and retirement benefits | - | - | - | - | - |
| Social security benefits in cash and in kind | - | - | - | - | - |
| Employer social benefits in cash and in kind | - | - | - | - | - |
| Total | - | - | - | - | - |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF NON-FINANCIAL ASSETS

| | 2020/21 | | | 2019/20 | Cumulative to-date |
|--|-------------------------------------|--------------------------------|----------------|----------------|--------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | 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 | 814,500 | - | 814,500 | - | 814,500 |
| Purchase of specialised 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 | 814,500 | = | 814,500 | | 814,500 |

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. TRANSFERS TO OTHER GOVERNMENT ENTITIES

During the 12 months to 30 June 2021, we transferred funds to reporting government entities as shown below:

| | 2020/21 | | | 2019/20 | Cumulative to-date |
|---|-------------------------------------|--------------------------------|----------------|----------------|--------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | Total Payments | |
| | KShs | KShs | KShs | KShs | KShs |
| Transfers to National Government entities | | | | | |
| Ministry Environment & Forestry – Development A/C | - | - | | | |
| | - | - | - | | |
| Transfers to County Governments | | | | | |
| | - | - | - | - | |
| TOTAL | - | - | - | - | |

Note. There were no transfers to other Government entities.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10. OTHER GRANTS AND TRANSFERS AND PAYMENTS

| | 2020/21 | | | 2019/20 | Cumulative to-date |
|---|-------------------------------------|--------------------------------|----------------|----------------|--------------------|
| | Payments made by the Entity in Cash | Payments made by third parties | Total Payments | Total Payments | |
| | KShs | KShs | KShs | KShs | |
| Grants for scholarships | - | - | - | - | - |
| Transfers to lower levels of government e.g schools | - | - | - | - | - |
| Miscellaneous payments | - | - | - | - | - |
| Total | = | = | = | = | = |

Note. There were no other grants and transfers and payments

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. CASH AND CASH EQUIVALENTS

| | 2020/21 | 2019/20 |
|---|---------------------|----------|
| | KShs | KShs |
| Bank accounts (Note 11A) | 2,795,534.05 | - |
| Cash in hand (Note 11B) | - | - |
| Cash equivalents (short-term deposits) (Note 11C) | - | - |
| Total | 2,795,534.05 | = |

The project has one 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:

11. A Bank Accounts

Project Bank Accounts

| | 2020/21 | 2019/20 |
|---|---------------------|----------|
| | KShs | KShs |
| Foreign Currency Accounts | | |
| 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 | - | = |
| Local Currency Accounts | | |
| Central Bank of Kenya [A/c No1000410817](Cash book) | 2,795,534.05 | - |
| Kenya Commercial Bank [A/c No.....] | | - |
| Co-operative Bank of Kenya [A/c No.....] | | - |
| Others (<i>specify</i>) | | - |
| Total local currency balances | 2,795,534.05 | = |
| Total bank account balances | 2,795,534.05 | = |

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30th June 2021 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

| | 2020/21 | 2019/20 |
|--|----------------|----------------|
| | KShs | KShs |
| (i) A/c Name [A/c No.....] | | |
| Opening balance | - | - |
| Total amount deposited in the account | - | - |
| Total amount withdrawn (as per Statement of Receipts & Payments) | = | = |
| Closing balance (as per SDA bank account reconciliation attached) | = | = |
| (ii) A/c Name [A/c No.....] | | |
| Opening balance (as per the SDA reconciliation) | - | - |
| Total amount deposited in the account | - | - |
| Total amount withdrawn (as per Statement of Receipts & Payments) | = | = |
| Closing balance (as per SDA bank account reconciliation attached) | = | = |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 B Cash In Hand

| | 2020/21 | 2019/20 |
|------------------------------------|----------|----------|
| | KShs | KShs |
| Location 1 | - | - |
| Location 2 | - | - |
| Location 3 | - | - |
| Other locations (<i>specify</i>) | - | - |
| Total cash balances | = | = |

[Provide a cash count certificate for each location above]

11 C Cash equivalents (short-term deposits)

| | 2020/21 | 2019/20 |
|--|----------|----------|
| | KShs | KShs |
| Kenya Commercial Bank [A/C No.....] | - | - |
| Co-Operative Bank of Kenya [A/C No.....] | - | - |
| Others (<i>Specify</i>) | - | - |
| Total | = | = |

12. ACCOUNTS RECEIVABLES

| <i>Description</i> | 2020-2021 | 2019-2020 |
|---------------------|-----------|-----------|
| | Kshs | Kshs |
| Government Imprests | - | - |
| Salary advances | - | - |
| Total | - | - |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12B: BREAKDOWN OF 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 2021</i> | <i>Balance 2020</i> |
|---------------------------------------|---------------------|------------------------------|---------------------------|---------------------|---------------------|
| <i>Officer 1</i> | | | | | |
| <i>institution</i> | | | | | |
| <i>Officer 2</i> | | | | | |
| <i>Officer 3</i> | | | | | |
| <i>Officer 4</i> | | | | | |
| <i>Officer 5</i> | | | | | |
| <i>Programme 1</i> | | | | | |
| Total | = | | - | | - |

13. ACCOUNTS PAYABLES

| Description | 2020-2021 | 2019-2020 |
|--------------------|------------------|------------------|
| | Kshs | Kshs |
| Retention | - | - |
| Deposits | - | - |
| Total | - | - |

14. FUND BALANCE BROUGHT FORWARD

| | 2020/21 | 2019/20 |
|--|----------------|----------------|
| | KShs | KShs |
| Bank accounts | - | - |
| Cash in hand | - | - |
| Cash equivalents (short-term deposits) | - | - |
| Outstanding imprests and advances | - | - |
| Total | - | - |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. PRIOR YEAR ADJUSTMENT

| | Balance b/f FY 2019/2020 as per Financial statements | Adjustments | Adjusted Balance b/f FY 2019/2020 |
|---------------------------|--|-------------|---|
| Description of the error | Kshs | Kshs | Kshs |
| Bank account Balances | - | - | - |
| Cash in hand | - | - | - |
| Accounts Payables | - | - | - |
| Receivables | - | - | - |
| Others (<i>specify</i>) | - | - | - |
| Total | - | - | - |

Note. There was no prior year adjustment

16. CHANGES IN RECEIVABLE

| Description of the error | 2020-2021 | 2019-2020 |
|--|-----------|-----------|
| | KShs | KShs |
| Opening Receivables as at 1 st July 2020 | - | - |
| Closing account receivables as at 30 th June 2021 | - | - |
| Change in Receivables | - | - |

Note. There were no accounts receivables

17. CHANGES IN ACCOUNTS PAYABLE

| Description of the error | 2020-2021 | 2019-2020 |
|--|-----------|-----------|
| | Kshs | Kshs |
| Deposit and Retentions as at 1 st July 2020 | - | - |
| Closing accounts payables as at 30 th June 2021 | - | - |
| Change in payables | - | - |

Note. There were no accounts payables

12. OTHER IMPORTANT DISCLOSURES

1. PENDING ACCOUNTS PAYABLE (See Annex 3A)

| | Balance b/f FY 2019/2020 | Additions for the period | Paid during the year | Balance c/f FY 2020/2021 |
|--------------------------------|-----------------------------|-----------------------------|-------------------------|-----------------------------|
| Description | Kshs | Kshs | Kshs | Kshs |
| Construction of buildings | | | | |
| Construction of civil works | | | | |
| Supply of goods | | | | |
| Supply of services | | | | |
| Total | | | | |

2. PENDING STAFF PAYABLES (See Annex 3B)

| | Balance b/f FY 2019/2020 | Additions for the period | Paid during the year | Balance c/f FY 2020/2021 |
|-----------------------|-----------------------------|-----------------------------|-------------------------|-----------------------------|
| Description | Kshs | Kshs | Kshs | Kshs |
| Senior management | | | | |
| Middle management | nil | nil | nil | 300,000 |
| Unionisable employees | | | | |
| Others | | | | |
| Total | - | - | - | 300,000 |

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 2020/2021 |
|---|-----------------------------|-----------------------------|-------------------------|-----------------------------|
| Description | Kshs | Kshs | Kshs | Kshs |
| Amounts due to National Government entities | | | | |
| Amounts due to County Government entities | | | | |
| Amounts due to third parties | | | | |
| Total | - | - | - | - |

4. EXTERNAL ASSISTANCE

| | FY 2020/2021 | FY 2019/2020 |
|---|----------------------|--------------|
| Description | Kshs | Kshs |
| External assistance received as grants | 10,230,195.35 | - |
| External assistance received as loans | - | - |
| External assistance received in kind- as payment by third parties | - | - |
| Total | 10,230,195.35 | - |

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OTHER IMPORTANT DISCLOSURES (Continued)

a). External assistance relating loans and grants

| | FY 2020/2021 | FY 2019/2020 |
|--|---------------------|---------------------|
| 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 2020/2021 | FY 2019/2020 |
|--------------------------------------|--|---------------------|---------------------|
| Description | | Kshs | Kshs |
| Undrawn external assistance - loans | | - | - |
| Undrawn external assistance - grants | | 14,769,805 | - |
| Total | | 14,769,805 | - |

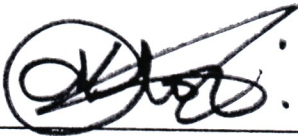
c) classes of providers of external assistance

| | FY 2020/2021 | FY 2019/2020 |
|---------------------------------------|---------------------|---------------------|
| Description | Kshs | Kshs |
| Multilateral donors | | |
| Bilateral donors | | |
| International assistance organization | | |
| NGOs | | |
| National Assistance Organization | | |
| Total | | |

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

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|--|-----------------------------------|---------------------|-----------------------------------|--|
| | NONE | NONE | | |
| | | | | |
| | | | | |
| | | | | |



Principal Secretary



Project Coordinator

28/10/21

Date

Date

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14. ANNEXES

ANNEX1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

| | Final Budget | Actual on Comparable Basis | Budget Utilization Difference | % of Utilization | Comments on Variance(below 90% and over 100%) |
|---|---------------------|-----------------------------------|--------------------------------------|-------------------------|---|
| | a | b | c=a-b | d=b/a % | |
| Receipts | | | | | |
| Transfer from Government entities | - | | | | |
| Proceeds from domestic and foreign grants | 15,000,000 | 10,230,195.35 | 4,769,804.65 | 68% | Late disbursement of funds |
| Proceeds from borrowings | - | | - | - | |
| Miscellaneous receipts | - | | - | - | |
| Total Receipts | 15,000,000 | 10,230,195.35 | 4,769,804.65 | 68% | |
| Payments | | | | | |
| Compensation of employees | 1,440,000 | 1,045,160 | 394,840 | 73% | |
| Purchase of goods and services | 12,560,000 | 5,575,000 | 6,985,000 | 44% | Late disbursement of funds & Procurement of some items had not been concluded by year end |
| Social security benefits | - | - | - | - | |
| Acquisition of non-financial assets | 1,000,000 | 814,500 | 185,500 | 81% | |
| Transfers to other government entities | - | - | - | - | |
| Other grants and transfers | - | - | - | - | |
| Total payments | 15,000,000 | 7,434,660 | 7,565,340 | 49.5% | |

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ANNEX 2: RECONCILIATION OF INTER-ENTITY TRANSFERS

| PROJECT NAME: | SAICM | | | |
|---|----------------------------|--|----------------------|--|
| Break down of Transfers from the State Department of Environment and Forestry Government Counterpart | | | | |
| a. Funding | | | | |
| | <u>Bank Statement Date</u> | | <u>Amount (KShs)</u> | <u>Indicate the FY to which the amounts relate</u> |
| | 12/8/2020 | | 7,500,000.00 | 2020/2021 FY |
| | 12/3/2021 | | 2,730,195.35 | 2020/2021 FY |
| | Total | | 10,230,195.35 | |
| b. Direct Payments | | | | |
| | <u>Bank Statement Date</u> | | <u>Amount (KShs)</u> | <u>Indicate the FY to which the amounts relate</u> |
| | | | - | |
| | | | - | |
| | Total | | - | |
| c. Others | | | | |
| | <u>Bank Statement Date</u> | | <u>Amount (KShs)</u> | <u>Indicate the FY to which the amounts relate</u> |
| | | | - | |
| | | | - | |
| | TOTAL(a+b+c) | | 10,230,195.35 | |

The above amounts have been communicated to and reconciled with the parent Ministry/ state department

Project Coordinator
SAICM



Sign

Head of Accounting Unit
Min. of Environment & Forestry

Sign-----

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ANNEX 3A - ANALYSIS OF PENDING BILLS

| Supplier of Goods or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance 2020/21 d=a-c | Outstanding Balance 2019/20 | Comments |
|-------------------------------|-----------------|-----------------|---------------------|--------------------------------------|-----------------------------|----------|
| | a | b | 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 | - | | - | - | - | |

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ANNEX 3B - ANALYSIS OF PENDING STAFF BILLS

| Name of Staff | Job Group | Original Amount | Date Payable Contracted | Amount Paid To-Date | Outstanding Balance 2020/21 | Outstanding Balance 2019/20 | Comments |
|---------------------------------------|-----------|-----------------|-------------------------|---------------------|-----------------------------|-----------------------------|---|
| <i>Contractual Employees</i> | | | | | | | |
| 1. William Melau – April, 2021 | | 60,000 | | | 60,000 | | |
| 2. Edward Njuguna- April, 2021 | | 60,000 | | | 60,000 | - | |
| 3. William Melau- May, 2021 | | 60,000 | | | 60,000 | - | |
| 4. Edward Njuguna- May, 2021 | | 60,000 | | | 60,000 | - | |
| 5. Edward Njuguna- June, 2021 | | 60,000 | | | 60,000 | - | Paid in the current financial year 2021/2022. |
| Sub-Total | | 300,000 | | | 300,000 | | |
| <i>Permanent Employees - Others</i> | | | | | | | |
| 6. | | | | | | | |
| 7. | | | | | | | |
| Sub-Total | | | | | | | |
| <i>Temporary employees</i> | | | | | | | |
| 8. | | | | | | | |
| 9. | | | | | | | |
| Sub-Total | | | | | | | |
| <i>Others (Contractual Employees)</i> | | | | | | | |
| 10. | | | | | | | |
| 11. | | | | | | | |
| Sub-Total | | | | | | | |
| Grand Total | | 300,000 | | | 300,000 | | |

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ANNEX 3C - ANALYSIS OF OTHER PENDING PAYABLES

| Name | Brief Description | Original Amount | Date Contracted | Payable Amount Paid To-Date | Outstanding Balance 20xx | Outstanding Balance 20xx | 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 (<i>specify</i>) | | | | | | | |
| 7. | | | | | | | |
| 8. | | | | | | | |
| Sub-Total | | | | | | | |
| Grand Total | | | | | | | |

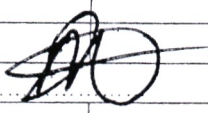
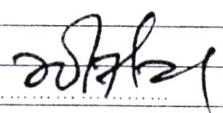

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ANNEX 4 – SUMMARY OF FIXED ASSETS REGISTER

| Asset class | Opening Cost (KShs) 2020/2021 (a) | Donations in form of assets (KShs) 2020/2021 (b) | *Purchases/ Additions in the Year (KShs) 2020/2021 (c) | **Disposals in the Year (KShs) 2020/2021 (d) | Transfers in/(out) Kshs 2020/2021 (d) | Closing Cost (KShs) 2020/2021 (e)= (a)+(b)+c)-(d)+(-)d |
|--|-----------------------------------|--|--|--|---------------------------------------|--|
| Land | | | | | | |
| Buildings and structures | | | | | | |
| Transport equipment | | | | | | |
| Office equipment, furniture and fittings | | | | | | |
| ICT Equipment, | | | | | | |
| Other Machinery and Equipment | - | - | 814,500 | - | - | 814,500 |
| Heritage and cultural assets | | | | | | |
| Biological assets | | | | | | |
| Infrastructure assets roads, rails | | | | | | |
| Intangible assets | | | | | | |
| Work in Progress | | | | | | |
| Total | | | 814,500 | | | 814,500 |

15. APPENDICES

- i. Bank Reconciliations statement as at 30th June 2021
- ii. Board of Survey Report
- iii. Special Deposit Account(s) reconciliation statement(s)
- iv. GOK IFMIS comparison Trial Balance

| | | |
|--|-------------|--|
| REPUBLIC OF KENYA | | F.O 30 |
| MINISTRY OF ENVIRONMENT AND FORESTRY | | |
| SAICM-1108 (ME&F) 2020/2021 | | |
| Account number : 1000410817 | | |
| BANK RECONCILIATION STATEMENT AS AT 30.06.2021 | | |
| | | Kshs. |
| Balance as per bank certificate | | 4,411,934.05 |
| Less | | |
| 1. Payments in cashbook not yet recorded in bank statement | | 1,616,400.00 |
| 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..... | | 2,795,534.05 |
| I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct | | |
|  | SDAG |  |
| Signature | Designation | Date |
| (All schedules are attached herewith) | | |
| Prepared by: DAMARI MALWA | | Signature:  |

| REPUBLIC OF KENYA | | | |
|---|-----------------------|---------------------|---------|
| MINISTRY OF ENVIRONMENT AND FORESTRY | | | |
| A/C SAICM-1108 (ME&F) 2020/2021 | | | |
| Account number : 1000410817 | | | |
| BANK RECONCILIATION STATEMENT AS AT 30.06.2021 | | | |
| PAYMENTS IN CASHBOOK NOT YET RECORDED IN BANK STATEMENT (SCHEDULE 1) | | | |
| C B DATE | PAYEE NAME | AMOUNT (Kshs.) | REMARKS |
| 28.06.2021 | azure hopsital vat | 1,189.65 | |
| 28.06.2021 | azure hopsital vat | 1,293.10 | |
| 30.06.2021 | sun glam hotel vat | 1,551.70 | |
| 30.06.2021 | burch resort vat | 1,982.75 | |
| 28.06.2021 | tawe enterprises vat | 4,051.70 | |
| 28.06.2021 | renson miriti | 8,000.00 | |
| 28.06.2021 | juma wekesa | 8,000.00 | |
| 30.06.2021 | document solution vat | 9,991.40 | |
| 17.06.2021 | rachel malela | 14,700.00 | |
| 28.06.2021 | renson miriti | 14,700.00 | |
| 28.06.2021 | anthony memusi | 15,000.00 | |
| 28.06.2021 | anthony memusi | 19,600.00 | |
| 28.06.2021 | melau william | 25,200.00 | |
| 28.06.2021 | annie syombua | 31,500.00 | |
| 28.06.2021 | dr. lucy nganga | 31,500.00 | |
| 28.06.2021 | mayiani saino | 31,500.00 | |
| 28.06.2021 | marindany kirui | 31,500.00 | |
| 28.06.2021 | dr. pacifica ogola | 31,500.00 | |
| 28.06.2021 | stephen kingoo | 31,500.00 | |
| 30.06.2021 | william melau | 31,500.00 | |
| 17.06.2021 | elijah rono | 40,200.00 | |
| 28.06.2021 | azure hopsital | 67,810.35 | |
| 28.06.2021 | azure hopsital | 73,706.90 | |
| 28.06.2021 | melau william | 87,000.00 | |
| 30.06.2021 | sun glam hotel | 88,448.30 | |
| 30.06.2021 | burch resort | 113,017.25 | |
| 28.06.2021 | tawe enterprises | 230,948.30 | |
| 30.06.2021 | document solution | 569,508.60 | |
| | TOTAL | 1,616,400.00 | |

| REPUBLIC OF KENYA | | | |
|--|------------|----------------|---------|
| MINISTRY OF ENVIRONMENT AND FORESTRY | | | |
| A/C SAICM-1108 (ME&F) 2020/2021 | | | |
| Account number : 1000410817 | | | |
| BANK RECONCILIATION STATEMENT AS AT 30 06 2021 | | | |
| RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK (SCHEDULE 2) | | | |
| DATE | PAYEE NAME | AMOUNT (Kshs.) | REMARKS |
| / | | | |
| | TOTAL | NIL | |
| | | | |

July 13, 2021

Haile Selassie Avenue
P.O. Box 60000 - 00200 Nairobi, Kenya
Telephone: 2860000, Fax: 340192

CERTIFICATE OF BALANCES

Customer : 138667 MINISTRY OF ENVIRON AND FORESTRY
Balance
Date: 30-Jun-21

| Account No | Account Name | Currency | Balance |
|--------------|-------------------------------------|----------|----------------|
| 1000383957 | REC-MIN OF ENVIRONMENT AND FORESTRY | KES | 35,947,525.25 |
| 1000383968 | DEV-MIN OF ENVIRONMENT AND FORESTRY | KES | 81,245,104.50 |
| 1000383976 | DEP-MIN OF ENVIRONMENT AND FORESTRY | KES | 27,105,390.55 |
| 1000383984 | CBK165-MIN OF ENVIRON AND FORESTRY | KES | 0.00 |
| 1000392387 | SOUND CHEM MNGNT MAINSTR UPOPS RED | KES | 2,874.90 |
| 1000392398 | NAT. ACT. PLAN PRI No.AFR/NAP ASGM | KES | 38,541.45 |
| 1000410353 | KENYA METEOROLOGICAL DEPT(KCSAP) | KES | 152,248,092.00 |
| ✓ 1000410817 | KENYA SPECIAL PRJ FOR BRSM, SAICM P | KES | 4,411,934.05 |
| 1000411716 | MIN. OF ENVIR. FORES.-GREEN GROWTH | KES | 26,707,147.00 |
| 1000434236 | INSTITUTIONAL STRENGTHENING PRJ -XI | KES | 2,899,585.50 |
| 1000434252 | KENYA GOLD MERCURY FREE ASGM PROJ | KES | 13,553,272.00 |
| 1000455519 | KENYA GOLD MERCURY FREE ASGM PROJEC | KES | 0.00 |
| 1000490098 | THE AFRICAN INST AFRICA CHEMOBS MEF | KES | 4,458,230.00 |
| 1000495898 | STENGHTH.DROUGHT RESILIENCE IGAD RE | KES | 0.00 |



LAWRENCE RWERIA
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION



JOYCE NASIEKU (Ms)
AUTHORISED SIGNATORY
BANKING SERVICES DIVISION

The Board, consisting of— (Names and official titles)

| | | |
|--|--|----------|
| | | CHAIRMAN |
| | | MEMBER |
| | | MEMBER |

Assembled at the Cash office Ministry HQS.
At.....10.00 A.M.(time) on the 13th JULY..., 2021

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 30th June 2021

| | | |
|--------------|---------|---------------------|
| Cash on hand | | Sh. ...NIL |
| Bank balance | | Sh 2,795,435.05 |
| | | <u>2,795,534.05</u> |

The Bank Certificate of Balance showed a sum of Sh.FOUR MILLION FOUR HUNDRED AND ELEVEN THOUSAND NINE HUNDRED AND THIRTY FOUR AND FIVE CENTS only..... (Sh 4,411,934...Cts. 05...)

Standing to the credit of the account on30th June, 2021.....

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.....

13TH JULY 2021

Date

MEMBERS OF THE BOARD

KENYA SPECIAL PROJECT FOR BRSM SAICM PROJECT
 STATEMENT OF SPECIAL DEPOSIT ACCOUNT RECONCILIATION
 FOR THE YEAR ENDED 30 JUNE 2021
 PART B: ACCOUNT RECONCILIATION

Credit No. unep


Bank Account No. 1000410299 CENTRAL BANK OF KENYA

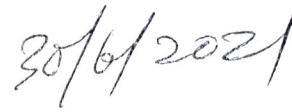
| | NOTES | AMOUNT | AMOUNT |
|---|---|--------|----------------------|
| | | | KSHS |
| 1 | Amount advanced by UNEP | | 10,230,195.35 |
| | Less: | | |
| | Total amount recovered by UNEP | | - |
| 2 | Outstanding amount to be documented | | 10,230,195.35 |
| 3 | | | |
| | Represented by: | | |
| | Ending Special Account Balance as as 30 June 2021 | | - |
| 4 | Amounts claimed but not credited as at 30th June 2021 | | - |
| 5 | Amounts withdrawn and not claimed | | 10,230,195.35 |
| 6 | Service Charges (if not included in lines 5 and 6 above) | | - |
| 7 | Interest earned (if included in Special Account) | | - |
| 8 | Total advance to Special Account Year ended 30 June 2021 | | 10,230,195.35 |
| 9 | | | |

Discrepancy between total appearing on line 3 and 9 - None

Not: Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover

- 1 ineligible expenditures paid from the Special/Designated Account)
 Indicate if amount appearing on line 6 is eligible for financing by UNEP and provide reasons for not claiming the
- 2 expenditures


 AUTHORISED REPRESENTATIVE
 RESOURCE MOBILISATION DEPARTMENT
 THE NATIONAL TREASURY


 DATE: