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THE AUDITOR-GENERAL

ON

**GCF READINESS AND PREPARATORY SUPPORT:
“CAPACITY STRENGTHENING PROGRAMME
TOWARDS ACCESSING CLIMATE FINANCE
FROM GREEN CLIMATE FUND” CREDIT
NUMBER KEN-RS-003**

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

**NATIONAL ENVIRONMENT MANAGEMENT
AUTHORITY**





Programme Name: NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund”

Implementing Entity: National Environment Management Authority

PROJECT GRANT/CREDIT NUMBER: KEN-RS-003

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)

NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund

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**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name: GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund” under UNOPS

Objective: To build and strengthen NEMA’s institutional capacity as an accredited entity to GCF.

Address: The project headquarters offices are:

Eland House

Popo Road, off Mombasa Road

Nairobi, Kenya

The address of its registered office is:

P.O. Box 67839-00200

NAIROBI

Contacts: The following are the project contacts

Director General

National Environment Management Authority

Po Box 67839 00200

Email; dgnema@nema.go.ke

&

Wangare Kirumba,

Programme coordinator

E-mail: wkirumba@nema.go.ke

Telephone: (254) 712815514

Website: www.nema.go.ke

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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.2 Project Information

Project Start Date:	The project official start date is 26. 06 2019
Project End Date:	The project end date is 25. 12. 2021
Project Coordinator:	The project manager is Ms.Wangare Kirumba
Project Sponsor:	The project sponsor is Green Climate Fund
Grant Manager	UNOPS

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the National Treasury which is the National Designated Authority under the Green Climate Fund, and the Ministry of Environment and Forestry, the line ministry of the Accredited Entity NEMA.
Project number	KEN-RS-003
Strategic goals of the project	<ol style="list-style-type: none"> 1. To address accreditation recommendation (conditions) which relate to Environment and Social Management System, and Gender policy and action plan. 2. To build requisite capacity and readiness at NEMA for GCF programming and implementation. 3. To Support NEMA’s accreditation upgrade to grant award application
Achievement of strategic goals	<p>During this reporting period of the project titled “<i>KEN-RS-003 - NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund</i>” the main achievements are as follows:</p> <ol style="list-style-type: none"> a) 3 Readiness consultants procured, Contracts awarded and are ongoing; <ul style="list-style-type: none"> • Ongranting Accreditation and Delivering Training on GCF • Developing Environmental and Social Management System

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	<p>(ESMS) For Nema</p> <ul style="list-style-type: none"> • Developing Gender Mainstreaming Action Plan for NEM <p>b) The Trainings for the proposed (4) four regional training workshops for NEMA staff working in the 47 counties on ESMS, Gender mainstreaming, and GCF has been approved.</p>
<p>Other important background information of the project</p>	<p>NEMA as a Direct Access Entity is responsible to lead the implementation of the Readiness grant. NEMA will be responsible for the overall management and supervision of each of the funded activity areas in line with its own internal rules, policies and procedures. Specifically, NEMA will be responsible for the administration of the grant in accordance with GCF’s Operational Policies and Guidelines as well as NEMA’s own standards and procedures</p> <p>NEMA will also manage the day-to-day execution of the activities outlined in the Readiness support. This includes developing all relevant terms of reference, procuring the services required, selecting appropriate firms and/or consultants, supervising and monitoring the contracting of firms and consultants, providing inputs and support to firms and consultants to ensure quality results and the completion of all activities in a timely fashion.</p> <p>NEMA has engaged on proposal design process, without significant success in relation to securing approvals, thereby necessitating the need for readiness technical grant. NEMA has identified certain aspects as the existing barriers to its ability to operationalise its GCF accreditation, and meet the aspirations of the Kenya Government and the Green Climate Fund on working towards low carbon growth and Climate Change resilience building.</p>
<p>Current situation that the project was formed to intervene</p>	<p>The proposed readiness programme seeks to address the following gaps;</p> <ol style="list-style-type: none"> 1. Operational capacity Constraints, 2. Knowledge and institutional policy gaps on GCF ESS

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	<ol style="list-style-type: none">3. Knowledge gap/inadequate technical capacity on GCF gender policy.4. GCF programme design Capacities5. Finances to meet the costs of requisite programme design studies and stakeholder consultation processes
Project duration	<p>The project started on 26th June, 2019 and was expected to run until 25th June 2021.</p> <p>The project was granted a six-month extension (Amendment No.1). The amended grant expiry date is 25th December 2021.</p>

1.4 Bankers

The following are the bankers for the current year:

Kenya Commercial Bank Ltd (KCB)

Bank Details:

Account Name: NEMA Adaptation Fund Kshs Account

Account No. 1218639164

Kenya Commercial Bank Ltd (KCB)

Gateway House Branch

P.O. Box 27618-00506, Nairobi

1.5 Auditors

The project is audited by:

Auditor General

Office of Auditor General

P.O. Box 30084-00100

Nairobi,

Kenya

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1.6 Roles and Responsibilities

List of officers involved with the project including the project manager, their positions and their roles.

Names	Title designation	Key qualification	Responsibilities
Mr.Mamo Boru Mamo	Director General	Doctor of Philosophy	Overall programme direction and leadership
Mr. Kennedy Ochuka	Director Finance & Administration	Doctor Philosophy-on going, MBA,BCOM,CPA(K)	Overall programme Financial Management
Ms. Wangare Kirumba	NIE Coordinator (Project Manager)	Masters Environmental Planning and Management	Overall Programme Coordination
Mr. John Wafula	Deputy NIE Coordinator	Masters Environmental Planning Management	Program management
Ms Sarah Muthoni	Knowledge Management Officer	Masters Community Development	Knowledge management
Ms. Ann Gateru	Program Officer	Masters Project Management	Support program management
Mr. Peter Obiere	NIE Accountant	MBM, BBM, CPA(K)	Accounting and Financial Management

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme
towards accessing climate finance from Green Climate Fund**

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1.7 Funding summary

The Project was initially for a duration of two years from June 2019 to June 2021 with an approved budget of USD 431,060 equivalent to Kshs 43,106,000. However, due to COVID 19 pandemic the donor has granted a no cost extension to December 2021. Green Climate Fund disbursed USD **258,636 equivalent** to Kshs 25,669,349 being first tranche.

PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Donor Commitment-		Amount received to date – 30/6/2021		Undrawn balance to date	
	Donor currency	Kshs	Donor currency	Kshs	Donor currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Grant						
Green Climate Fund Secretariat	USD 431,060	Kshs 43,106,000	USD 258,636	Kshs 25,669,350	USD 172,424	Kshs 17,242,400
Total	USD 431,060	Kshs 43,106,000	USD 258,636	Kshs 25,669,350	USD 172,424	Ksh 17,242,400

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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 th June 2021)	
	Donor currency (A)	Kshs (A')		Donor currency (A)-(B)	Kshs (A')- (B')
(i) Grant					
Green Climate Fund Secretariat	258,636	25,669,350	5,758,927	200,610	19,910,423
Total	258,636	25,669,350	5,758,927	200,610	19,910,423

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PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.8 Summary of Overall Project Performance:

NEMA has received a total of USD 258,636 Kshs 25,669,350 equivalent, being the programme’s first tranche NEMA has spent Kshs 5,758,927 representing an absorption rate of 22.5%. . However, due to COVID 19 pandemic the donor has granted a no cost extension to December 2021. The project procured consultants who started the project activities in the month of August 2020.

During this reporting period of the project titled “KEN-RS-003 - NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund” the main achievements are as follows:

- a) Three (3) Readiness consultants procured, Contracts awarded and are ongoing;
 - On-granting Accreditation and Delivering Training on GCF
 - Developing Environmental and Social Management System (ESMS) for NEMA
 - Developing Gender Mainstreaming Action Plan for NEMA

The following has so far been achieved;

1. Inception reports have been submitted and approved
2. Draft reports on ESMS, Gender Mainstreaming Action Plan, and On-Granting Accreditation have been submitted for review
3. The first review of the draft reports has been undertaken and consultants are currently addressing the review comments

b) The Training budget for the proposed (4) four regional training workshops for NEMA staff working in the 47 counties on ESMS, Gender mainstreaming, and GCF has been approved.

c) One NEMA staff has undertaken an expert course at The Eastern and Southern African Management Institute (ESAMI)

Delays in Implementation of project activities has been identified as a risk to the project and as a mitigation measure, NEMA management has since seconded a procurement officer to the programmes

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section to fast track procurement processes for the Readiness support received. Close supervision to the consultant will be provided to avoid further lapse of time.

1.9 Summary of Project Compliance:

The GCF bank account has not been opened. NEMA is still following up the authority to open the bank, with the National Treasury.

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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2. STATEMENT OF PERFORMANCE AGAINST PROJECT’S PREDETRMINED OBJECTIVES

No.	Project	Objective	Outcome	Indicator	Performance
1	GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund”	<p>1. To address accreditation recommendation (conditions) which relate to Environment and Social Management System, and Gender policy and action plan.</p> <p>2. To build requisite capacity and readiness at NEMA for GCF programming and implementation.</p> <p>To Support NEMA’s accreditation upgrade to grant award application</p>	NEMA’s capacity as an accredited entity to GCF strengthened	<p>No. of consultants procured</p> <p>No. of trainings conducted</p>	<p>In FY 2020/2021;</p> <p>Three (3) consultancies awarded and on course</p> <p>Four (4) NEMA regions wide trainings conducted to NEMA staff on GCF procedures, Environment and Social Management System, and Gender mainstreaming action plan.</p>

NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund

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3. CORPORATE SOCIAL RESPONSIBILITY/SUSTAINABILITY REPORTING

Social and environmental responsibilities are an integral part of the Authority’s practices. The Authority has over the years strived to mainstream environmental conservation in the development of the country so as ensure the sustainable development of the country. NEMA has 2 GCF readiness grants, namely “Project Preparation Facility: “Devolved climate change governance to strengthen resilience of communities’ in target counties” and “Readiness and Preparatory Support - NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund”. The grants are for the development of the funding proposal and enhancing NEMA’s preparedness as an Accredited Entity to the GCF respectively.

Sustainability strategy and profile

NEMA is in the process of addressing its accreditation conditions which relate to development of an Environment Social Management System and Gender processes towards building requisite capacity and readiness at NEMA for GCF programming and implementation. Additionally, NEMA is developing a funding proposal geared towards enhancing the resilience and adaptive capacity of vulnerable communities to climate shocks in 4 target Counties, under a devolved governance structure. These readiness initiatives will be the building blocks towards developing a pipeline of bankable climate change projects for funding.

Environmental performance

NEMA is developing an Environment Social Management System to guide its processes and procedures. All the programmes under development will adhere to the highest level of compliance with the stipulated environment and social safeguards by the Kenya national laws. All projects will be subjected to a screening process to ensure the correct assessment of the potential environment and social impacts in undertaken before project commencement.

Employee Welfare

NEMA has a human resources policies and procedures manual which guides on the recruitment process from vacancy identification to new hire induction. The policy takes into account the gender, women and disability considerations.

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Community Engagements

Extensive stakeholder engagement has been employed in the identification of the adaptation investments for funding. The project under development has engaged the communities, both as decision makers and beneficiaries.

Market place practices

Access to Government Procurement Opportunities (AGPO): The Authority adheres to the Presidential directive on Access to Government Procurement opportunities (AGPO) which includes youth, women and PWDs as individuals or in organized groups.

The Authority will endeavour to collaborate with various organizations to enhance environment education with various target groups.

NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund

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4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Director General and the Project Coordinator for GCF Readiness and Preparatory Support: “NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund” are responsible for the preparation and presentation of the Project’s financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year period ended on June 30, 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 Director General and the Project Coordinator for GCF Readiness and Preparatory Support: “NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund” 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 Director General and the Project Coordinator for GCF Readiness and Preparatory Support: “NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund” are of the opinion that the Project’s financial statements give a true and fair view of the state of Project’s transactions during the financial period ended June 30, 2021, and of the Project’s financial position as at that date. The Director General and Project Coordinator for GCF Readiness and Preparatory Support: “NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund” further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The Director General and the Project Coordinator for GCF Readiness and Preparatory Support: ‘‘NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund’’ 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

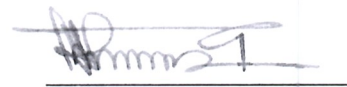
The Project financial statements were approved by the Director General and the Project Coordinator for GCF Readiness and Preparatory Support: ‘‘NEMA capacity strengthening programme towards accessing climate finance from the Green Climate Fund’’ Programme on 30th September,2021 and signed by them.



Director General
MAMO B. MAMO



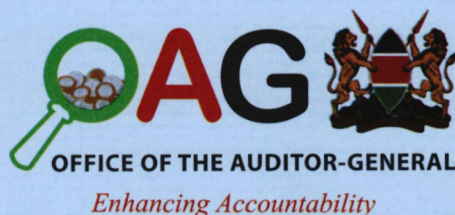
Programme Coordinator
WANGARE KIRUMBA



Director Finance & Administration
CPA KENNEDY OCHUKA
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REPORT OF THE AUDITOR-GENERAL ON GCF READINESS AND PREPARATORY SUPPORT: "CAPACITY STRENGTHENING PROGRAMME TOWARDS ACCESSING CLIMATE FINANCE FROM GREEN CLIMATE FUND" CREDIT NUMBER KEN-RS-003 FOR THE YEAR ENDED 30 JUNE, 2021 - NATIONAL ENVIRONMENT MANAGEMENT AUTHORITY

PREAMBLE

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

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

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

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

Report of the Auditor-General on GCF Readiness and Preparatory Support: "Capacity Strengthening Programme Towards Accessing Climate Finance from Green Climate Fund" Credit Number KEN-RS-003 for the year ended 30 June, 2021 - National Environment Management Authority

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of GCF Readiness And Preparatory Support: "NEMA Capacity Strengthening Programme towards Accessing Climate Finance From Green Climate Fund" Credit Number KEN-RS-003 set out on pages 3 to 19, which comprise the statement of financial assets as at 30 June, 2021 and the statement of receipts and payments, statement of changes in equity, statement of cash flows and statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the Project Cooperation Agreement No KEN-RS-003 dated 21 May, 2019 between the Government of Kenya and the United Nations Office for Project Services (UNOPS) and the Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of GCF Readiness and Preparatory Support: "NEMA Capacity Strengthening Programme towards Accessing Climate Finance From Green Climate Fund" Credit Number KEN-RS-003 Project Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

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

Other Matter

1. Low Absorption of Project Funds

The annual report for the year under review indicates that the Project has been in operation for two (2) years, in which the project is expected to end on 25 December, 2021. However, as at 30 June, 2021, the Project had only absorbed Kshs.5,758,927.00 out of the total 1st Tranche funding amount of Kshs.25,669,350 (USD258,636) translating to 22% of the funding.

Report of the Auditor-General on GCF Readiness and Preparatory Support: "Capacity Strengthening Programme Towards Accessing Climate Finance from Green Climate Fund" Credit Number KEN-RS-003 for the year ended 30 June, 2021 - National Environment Management Authority

Further, paragraph 4.3 Disbursement Schedule of the Cooperation Agreement between the United Nations Office for Project Services (UNOPS) and the Government of Kenya required the Project to utilize 70% of the 1st Tranche before UNOPS would disburse USD 152,424 in the 2nd Tranche. In this regard therefore the Project timelines may lapse without the funds being fully disbursed and utilized as per the Cooperation Agreement.

2. Budgetary Control and Performance

The summary statement of comparative budget and actual amount reflects final receipts budget and actual on comparable basis of Kshs.22,636,464 respectively. However, the Project spent Kshs.2,726,041 against an approved budget of Kshs.22,636,464 resulting to an under-expenditure of Kshs.19,910,423 or 88% of the budget. The underperformance affected the planned activities and may have impacted negatively on service delivery to the stakeholders of the project.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Anomalies in Tenders Awarded

1.1 Tender Number NEMA/RFP/034/2019/2020 - (RFP) to Develop Environmental and Social Management Systems (ESMS)

Examination of Tender number NEMA/RFP/034/2019/2020 - (RFP) to develop Environmental and Social Management Systems (ESMS) revealed that the request for proposal was advertised in My Gov Newspaper on 10 March, 2020. The blank bid document downloaded from (www.nema.go.ke), the tender opening minutes, the tender evaluation report and the professional opinion indicated that all the proposals should have been submitted not later than 26th June, 2020 at 2:00 pm. The consultancy firm which was awarded the tender, submitted the proposal on 3 July, 2020, seven (7) days after the deadline and closing of submissions. Bids were opened on 3 July, 2020 and evaluation done from 21st to 24th July, 2020.

Management however did not provide any re- advertisement, instead it availed for audit an email dated 19 June, 2020 done by the supply chain office to the bidders who had shown interest before. It was observed that this email was done four (4) days before an addendum dated 23 June, 2020 was issued. Further, the addendum availed for audit was invalid since it had not been approved by the Accounting Officer.

Consequently, the regularity of the contract awarded could not be confirmed.

1.2 Tender No: NEMA/RFP/035/2019/2020 - Consultancy Services for Technical Assistance Grant on Environmental and Social Policy for Adaptation Fund Program in Kenya

Examination of tender number NEMA/RFP/035/2019/2020 revealed that a request for proposal was advertised on My Gov Newspaper on 10 March, 2020. The blank bid document downloaded from (www.nema.go.ke), the tender opening minutes, the tender evaluation report and the professional opinion indicated that all the proposals should have been submitted not later than 26th June 2020 at 2:00 pm. The consultancy firm who was awarded the tender, submitted the proposal on 3 July, 2020, seven (7) days after the deadline and closing of submissions. Bids were opened on 3 July, 2020 and evaluation done from 21st to 24th July, 2020.

Management however did not provide any re-advertisement, instead it availed for audit an email dated 19 June, 2020 done by the supply chain assistant to the bidders who had shown interest before. It was observed that this email was done four (4) days before an addendum dated 23 June, 2020 was issued. Further, the addendum availed for audit was invalid since it had not been approved by the Accounting Officer.

Consequently, the regularity of the contract awarded, could not be confirmed.

2. Comingling of Project Funds

As previously reported, the Management did not open a separate Programme bank account but instead the Project funds are deposited in the Project Integrated Programme to Build Resilience to Climate Change and Adaptive Capacity of Vulnerable Communities in Kenya's bank account No.1218639164. It was not possible to isolate transactions between the two projects considering that the money is fungible.

This was contrary to Section 76(1) of the Public Finance Management (National Government) Regulations, 2015 which states that for the purpose of disbursement of project funds, there shall be opened and maintained a project account for every project at the Central Bank of Kenya into which all funds shall be kept unless it is exempted by the Cabinet Secretary, in writing. The regulation further states that, such an account shall be in the name of the project for which it is opened and each project shall maintain only one bank account.

Consequently, Management is in breach of the regulation.

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, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal 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

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

Note	2020/2021			2019/2020			Cumulative to-date (From inception)	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		
	KShs	KShs	KShs	KShs	KShs	KShs	KShs	USD
RECEIPTS								
Proceeds from domestic and foreign grants	-	-		25,669,350	-	25,669,350	25,669,350	258,636
TOTAL RECEIPTS	-	-		25,669,350	-	25,669,350	25,669,350	258,636
PAYMENTS								
Purchase of goods and services	(2,726,041)	-	(2,726,041)	(3,032,886)	-	(3,032,886)	(5,758,927)	(58,025)
TOTAL PAYMENTS	(2,726,041)	-	(2,726,041)	(3,032,886)	-	(3,032,886)	(5,758,927)	(58,025)
SURPLUS/(DEFICIT)	(2,726,041)	-	(2,726,041)	22,636,464	-	22,636,464	19,910,423	200,611

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

**NEMA- GCF Readiness and Preparatory Support: "NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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For the financial year ended June 30, 2021**



Director General

MAMO B. MAMO



Project Coordinator

WANGARE KIRUMBA



Director Finance & Administration

CPA KENNEDY OCHUKA

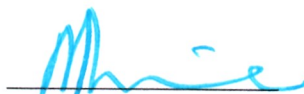
ICPAK Member Number: 3872

NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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 For the financial year ended June 30, 2021

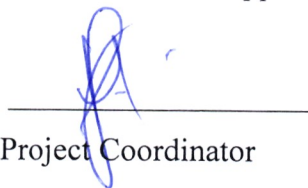
7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2021

	Notes	2020-2021		2019-2020	
		KShs	USD	KShs	USD
FINANCIAL ASSETS					
Cash and Cash Equivalents					
Bank Balances	3	19,910,423	200,611	22,636,464	228,078
Total Cash and Cash Equivalents		19,910,423	200,611	22,636,464	228,078
TOTAL FINANCIAL ASSETS		19,910,423	200,611	22,636,464	228,078
REPRESENTED BY					
Fund balance b/fwd	4	22,636,464	228,078	-	
Prior year adjustments		-		-	
Surplus/(Deficit) for the year		(2,726,041)	(27,467)	22,636,464	228,078
NET FINANCIAL POSITION		19,910,423	200,611	22,636,464	228,078


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30th September, 2021 and signed by:



Director General



Project Coordinator



Director Finance & Administration

Date

Date 29.11.2021

Date 29.11.2021

ICPAK Member No.3872

NEMA- GCF Readiness and Preparatory Support: "NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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8. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020-2021		2019-2020	
		KShs	USD	KShs	USD
CASHFLOW FROM OPERATING ACTIVITIES					
Receipts from operating activities					
Proceeds from domestic and foreign grants	1	-		25,669,350	258,636
Payments from operating activities					
Purchase of goods and services	2	(2,726,041)	(27,467)	(3,032,886)	(30,558)
Net cash flow from operating activities		(2,726,041)	(27,467)	(3,032,886)	(30,558)
NET INCREASE IN CASH AND CASH EQUIVALENTS		(2,726,041)	(27,467)	22,636,464	228,078
Cash and cash equivalent at BEGINNING of the year		22,636,464	228,078	-	-
Cash and cash equivalent at END of the year	3	19,910,423	200,611	22,636,464	228,078

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 30th September, 2021 and signed by:



Director General

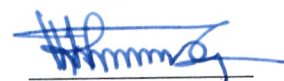
Date 29/11/21



Project Coordinator

Date

29.11.2021



Director Finance & Administration

Date 29.11.2021

ICPAK Member No: 3872

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9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2021

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						
Proceeds from domestic and foreign grants (balance b/f)	22,636,464	-	22,636,464	22,636,464	-	100%
Total Receipts	22,636,464		22,636,464	22,636,464		100%
Payments						
ESMS system for NEMA towards compliance with GCF safeguards	1,173,307		1,173,307	673,883	499,424	57.4%
Review existing systems procedures	1,381,947		1,381,947	598,500	783,447	43.31%
Train and induct 30 NEMA staff from 47 field officers on GCF/NEMA ESS	1,338,134		1,338,134	-	1,338,134	0
Train identified EEs on GCF/NEMA ESS	1,381,947		1,381,947	78,000	1,303,947	5.64%
Review of NEMA gender policy to assess harmony with GCF gender policy	1,405,348		1,405,348	259,769	1,145,579	18.5%
Develop tools for actionalizing provisions of gender policy	1,381,947		1,381,947	658,087	723,860	47.6%
Train NEMA field staff on NEMA and GCF gender policy	881,947		881,947	-	881,947	-
Train proposed executing NEMA and entities on GCF gender policy	1,381,947		1,381,947	-	1,381,947	-

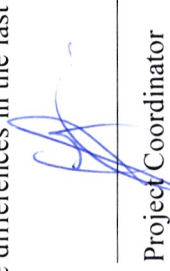
**NEMA- GCF Readiness and Preparatory Support: "NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
Expert courses for relevant NEMA staff	5,939,823		5,939,823	234,631	5,705,192	4%
Train NEMA county officers on GCF policies and processes	1,060,593		1,060,593	-	1,060,593	-
Training on ME systems in line with the nationally set MRV systems	1,560,593		1,560,593	-	1,560,593	-
Undertake gap analysis for NEMA towards on-granting accreditation application	1,012,536		1,012,536	-	1,012,536	-
Development of policies on on-granting accreditation application	1,381,947		1,381,947	-	1,381,947	-
Train NEMA on on-granting mechanism	1,354,448		1,354,448	223,170	1,131,278	16.5%
Total Payments	22,636,464		22,636,464	2,726,041	19,910,423	12.04%

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


Director General

Date 29/11/21


Project Coordinator

Date 29.11.2021


Director Finance & Administration

Date 29.11.2021
ICPAK Member Number: 3872

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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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 Project GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund under National Environment Management Authority. 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. The same has been translated to USD for ease of understanding by the donor.

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.

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.

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Significant Accounting Policies (Continued)

c) 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

d) 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) 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.

ii) 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.

Significant Accounting Policies (Continued)

e) 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.

f) 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.

g) 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.

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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Significant Accounting Policies (Continued)

h) Pending bills

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

i) Budget

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

A high-level assessment of the Project’s actual performance against the comparable budget for the financial year/period under review has been included in an annex to these financial statements.

j) 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

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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.

k) 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.

l) 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.

m) 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.

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11. NOTES TO THE FINANCIAL STATEMENTS

1. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

During the 12 months to 30 June 2021 no grants were received. Grants received from donor in the previous financial year is 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 Multilateral Donors (International Organizations)							
Green Climate Fund Secretariat	25/10/2019	258,636					25,669,350
Grants Received from Local Individuals and organizations							
Insert name of individual or local organization							
Total		258,636					25,669,350

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. PURCHASE OF GOODS AND SERVICES

	FY 2020/21			FY 2019/20	Cumulative to- date KShs	Cumulative to date (USD)
	Payments made by the Entity in Cash KShs	Payments made by third parties	Total Payments KShs			
Utilities, supplies and services	-		-	199,400	199,400	2,009
Domestic travel and subsistence	598,500		598,500	1,787,150	2,385,650	24,037
Foreign travel and subsistence	223,170		223,170	1,046,336	1,269,506	12,791
Printing, advertising and – information supplies & services	259,769		259,769	-	259,769	2,617
Training payments	234,631		234,631	-	234,631	2,364
Hospitality supplies and services	78,000		78,000	-	78,000	786
Specialized materials and services	1,331,971		1,331,971	-	1,331,971	13,420
Total	2,726,041		2,726,041	3,032,886	5,758,927	58,025

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. CASH AND CASH EQUIVALENTS

	2020/21		2019/20	
	KShs	USD	KShs	USD
Bank accounts (A/c No.1165595192/1218639164)	19,910,423	200,611	22,636,464	228,078
Total	<u>19,910,423</u>	<u>200,611</u>	<u>22,636,464</u>	<u>228,078</u>

4. FUND BALANCE BROUGHT FORWARD

	2020/21		2019/20	
	KShs	USD	KShs	USD
Bank accounts	19,910,423	200,611	22,636,464	228,078
Total	19,910,423	200,611	22,636,464	228,078

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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5 FOLLOW UP OF PRIOR YEAR AUDITOR’S RECOMMENDATIONS

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Comingling of Project Funds</p> <p>Management did not open a separate Programme bank account but instead the Project funds are deposited in the Project Integrated Programme to Build Resilience to Climate Change and Adaptive Capacity of Vulnerable Communities in Kenya bank account No. 1218639164. It has not therefore, been possible to isolate transactions between the two projects considering that the money is fungible. This is contrary to section 76(1) of Public Finance Management (National Government) Regulations, 2015 states that the purpose of disbursement of Projects funds, there shall be opened and maintained a Project account for every Project at the Central Bank of Kenya unless it’s exempted by the Cabinet Secretary, in writing, into which all funds shall be kept. The regulation further states that, such an account shall be in the name Project for which it is opened and each project shall maintain only one bank account. Consequently, Management is in breach of the regulation.</p>	<p>NEMA is still following up on the authority to open the GCF bank account with the National Treasury.</p>	<p>Not Resolved</p>	<p>30/06/22</p>

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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Director General

29/11/21

Date



Project Coordinator

29.11.2021

Date

NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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12. 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					
Proceeds from domestic and foreign grants (balance b/f)	22,636,464	2,726,041	19,910,423	12.04%	The initial project involves a lot of trainings and stakeholder engagements and due to COVID 19 pandemic the trainings couldn't be undertaken
Total Receipts	22,636,464	-	19,910,423	12.04%	
Payments					
ESMS system for NEMA towards compliance with GCF safeguards	1,173,307	673,883	499,424	57.4%	COVID 19 pandemic hindered the trainings
Review existing systems procedures	1,381,947	598,500	783,447	43.31%	COVID 19 pandemic hindered the trainings
Train and induct 30 NEMA staff from 47 field officers on GCF/NEMA ESS	1,338,134	-	1,338,134	-	
Train identified EEs on GCF/NEMA ESS	1,381,947	78,000	1,303,947	5.64%	COVID 19 pandemic hindered the trainings
Review of NEMA gender policy to assess harmony with	1,405,348	259,769	1,145,579	18.5%	COVID 19 pandemic hindered the trainings

**NEMA- GCF Readiness and Preparatory Support: “NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
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	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance(below 90% and over 100%
GCF gender policy					
Develop tools for actionalizing provisions of gender policy	1,381,947	658,087	723,860	47.6%	COVID 19 pandemic hindered the trainings
Train NEMA field staff on NEMA and GCF gender policy	881,947	-	881,947	-	COVID 19 pandemic hindered the trainings
Train proposed executing NEMA and entities on GCF gender policy	1,381,947	-	1,381,947	-	COVID 19 pandemic hindered the trainings
Expert courses for relevant NEMA staff	5,939,823	234,631	5,705,192	4%	COVID 19 pandemic hindered the trainings
Train NEMA county officers on GCF policies and processes	1,060,593	-	1,060,593	-	COVID 19 pandemic hindered the trainings
Training on ME systems in line with the nationally set MRV systems	1,560,593	-	1,560,593	-	COVID 19 pandemic hindered the trainings

NEMA- GCF Readiness and Preparatory Support: "NEMA Capacity Strengthening programme towards accessing climate finance from Green Climate Fund
 Reports and Financial Statements
 For the financial year ended June 30, 2021

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments on Variance(below 90% and over 100%)
Undertake gap analysis for NEMA towards on-granting accreditation application	1,012,536	-	1,012,536	-	
Development of policies on on-granting accreditation application	1,381,947	-	1,381,947	-	COVID 19 pandemic hindered the trainings
Train NEMA on on-granting mechanism	1,354,448	223,170	1,131,278	16.5%	COVID 19 pandemic hindered the trainings
Total Payments	22,636,464	2,726,041	19,910,423	12.04%	COVID 19 pandemic hindered the trainings