

REPUBLIC OF KENYA



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REPORT

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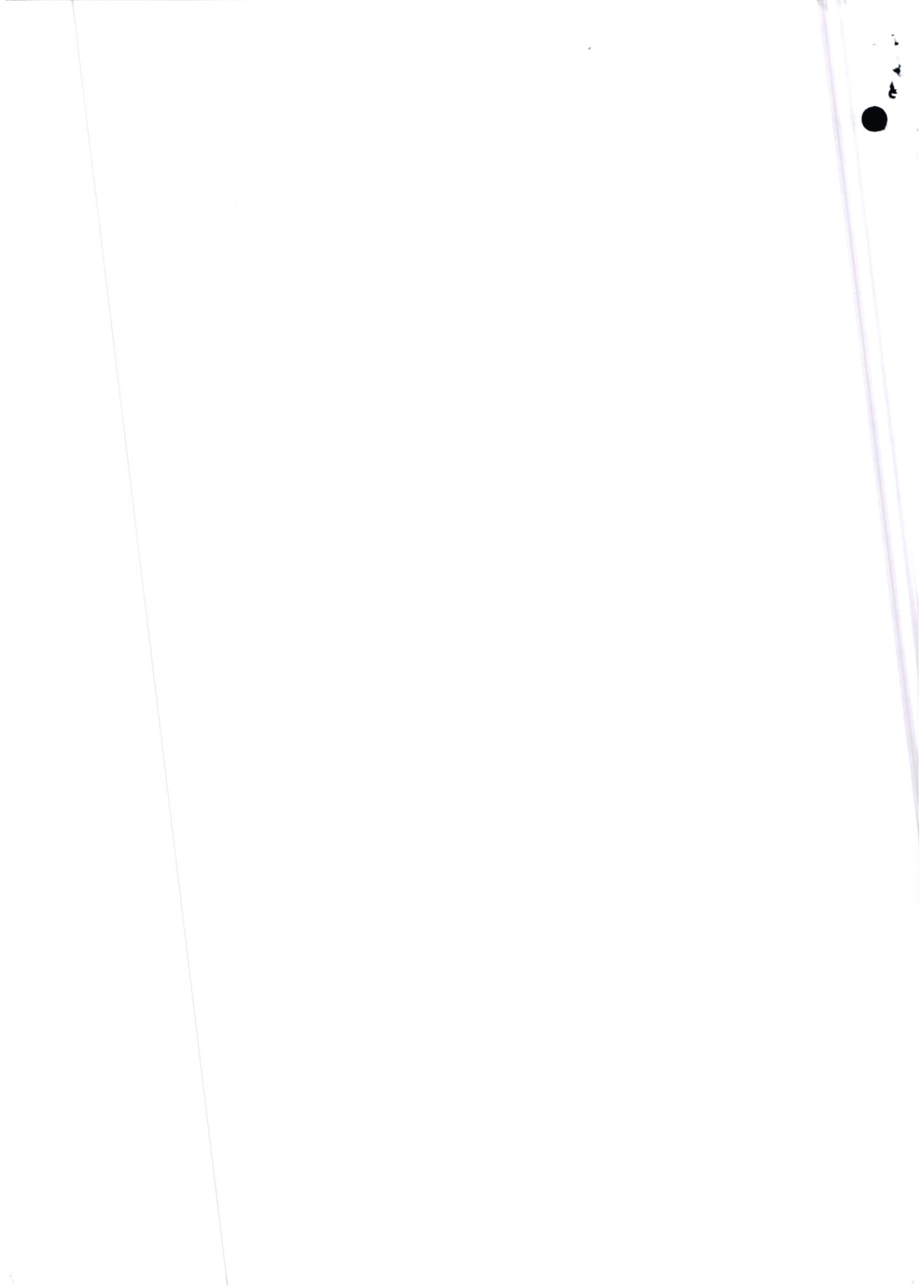
THE AUDITOR-GENERAL

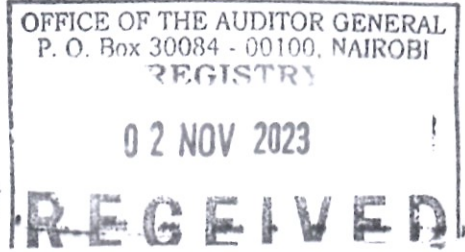
ON

**KENYA INSTITUTIONAL STRENGTHENING
PROJECT PHASE XII
(PROJECT NUMBER: KEN/SEV/86/INS/64)**

**FOR THE YEAR ENDED
30 JUNE, 2023**

**MINISTRY OF ENVIRONMENT,
CLIMATE CHANGE AND FORESTRY**





Project Name: Kenya Institutional Strengthening Project Phase XII

Implementing Entity: Ministry of Environment, Climate Change and Forestry (MECCF)

PROJECT GRANT/CREDIT NUMBER: UNEP/KEN/SEV/86/INS/64

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2023

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

Table Contents

	Page
1. Acronyms and Glossary of Terms	ii
2. Project Information and Overall Performance	iii
3. Statement of Performance against Project's Predetermined Objectives	x
4. Environmental and Sustainability reporting	xii
5. Statement of Project Management responsibilities	xiii
6. Report of the Independent Auditor on Financial Statements for Kenya Institutional Strengthening Project Phase XII	xv
7. Statement of Receipts and Payments for the year ended 30th June 2023	1
8. Statement of Financial Assets as at 30 th June 2023	3
9. Statement of Cashflow for the year ended 30 th June 2023	4
10. Statement of Comparison of Budget and Actual amounts for year ended 30 th June 2023	6
11. Significant Accounting Policies	7
12. Notes to the Financial Statements	14
13. Annexes	37

Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023

1. Acronyms and Glossary of Terms

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
Comparative FY	Financial year preceding the current financial year.

2. Project Information and Overall Performance

2.1 Name and registered office

Name: The project's official title is: **Kenya Institutional Strengthening Project Phase XII.**

Objective: The objective of the project is to strengthen institutional capacity for the implementation of country programme (CP) on the phasing out of Ozone Depleting Substances (ODS).

Address: The project headquarters offices are located in, Nairobi City County, Kenya.

The address of its registered office is:

National Ozone Unit (NOU)
Ministry of Environment, Climate Change and Forestry
NHIF Building, Upper Hill,
P.O. Box 30126 - 00100
Nairobi

Telephone: 254-20-2730808/9, Ext. 1318, 1302

E-mail: psoffice@environment.go.ke

Website: www.environment.go.ke

Contacts: The following are the project contacts

Telephone: (254) 02 2730808/9 Ext. 1318

E-mail: marindanykirui@yahoo.com / mkirui@environment.go.ke

Website: www.environment.go.ke

2.2 Project Information

Project Start Date:	The project start date was 13 th August, 2021
Project End Date:	The project end date is 12 th August, 2023
Project Manager:	The project manager/Coordinator is Mr. Marindany Kirui
Project Sponsor:	The project sponsor is UNEP

2.3 Project Overview

Line Department of the project	Ministry/State	The project is under the supervision of the Ministry of Environment, Climate Change and Forestry
Project number		KEN/SEV/86/INS/64

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Strategic goals of the project	The strategic goals of the project are as follows: (i) Gradual reduction and eventual elimination of Ozone Depleting Substances (ii) Build and strengthen capacity to implement the requirements of the Montreal Protocol on Substances that Deplete the Ozone Layer.
Achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Training of customs officers, and Refrigeration and Air Conditioning Technicians (ii) Adoption of ozone and climate friendly technologies and alternatives (iii) Ratification of Kigali amendment that was adopted to phase down Hydro-fluorocarbons (HFCs)
Other important background information of the project	The project was formed to intervene in the following areas: (i) Stopping release of Ozone Depleting Substances (ODS) into the atmosphere, thus phase out of ODS (ii) Protect Human Life and environment
Current situation that the project was formed to intervene	The project phase XII started on 13 th August, 2021 and is expected to run until 12 th August, 2023. Now the project has been renewed to phase XIII for three years. Small Scale Funding Agreement (SSFA) is being prepared for signature.
Project duration	24 Months

2.4 Bankers

The following are the bankers for the current year:
Central Bank of Kenya.

Account No. 1000434236

2.5 Independent Auditor

The project is audited by the Auditor General, Office of the Auditor General (OAG), P.o Box 30084, 00100, **NAIROBI**.

2.6 Roles and Responsibilities

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

Names	Title designation	Key qualification	Responsibilities
Marindany Kirui	Coordinator, NOU	-M.Sc. in Environmental Pollution Control -B.Sc.(Hons) – Chemistry	-Oversee the implementation of the National Ozone Unit activities -Prepare project budgets and work plans - prepare project’ financial and progress reports - Conduct monitoring visits to project under Montreal Protocol -Coordinate Ozone Depleting Substances phase out activities in the country in consultation with the Ministry, Donor Agencies and key stakeholders - Organize public awareness and educational programmes on ozone depleting substances - Organize training workshops on ODS phase out targeted on key stakeholders -Coordinate data collection on ODS consumption in the country - Coordinate and provide advice to the ministry on matters related to compliance to the requirements of the Protocol
William Melau	Assistant Coordinator, NOU	-M.A. Project Planning and Management -B.A Business Administration	-Provide financial and administrative services -Prepare quarterly progress reports on Ozone Depleting substances phase out and hydrofluorocarbons phase down activities; -Liaise with industries on the best available and affordable technologies on ODS phase out and

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

			<p>HFCs phase-down;</p> <ul style="list-style-type: none"> -Prepare necessary administrative paperwork of National Committee on Controlled Substances and HFCs members. -Assist the Project Coordinator in implementation, data collection, monitoring and reporting to the ozone secretariat and Multilateral Fund Secretariat; and -Ensure that all projects documentation are properly maintained in hard and electronic copies in an efficient and readily accessible filing system for when required by relevant authorities.
Rose Wanga	Programme Assistant / Secretary	Secretarial Training and Management (Certificate)	<ul style="list-style-type: none"> - Arrange appointments and meetings and schedule meeting venues - Assist in preparation of meetings on Institutional Strengthening Project activities and liaise with lead/implementing agencies and other stakeholders - Disseminate information about meetings, provide secretarial services to meetings and circulate minutes and reports - Disseminate reports generated after the meetings and other events -Coordinate the input of ODS data -Preparation of salaries for staff - Supervision of the Office Messenger on handling incoming and outgoing mails - In charge of NOU equipment
Consolata Ameyia	Clerk/Messenger		<ul style="list-style-type: none"> - Keep record of all project files - Facilitate dispatch of letters - Carry out cleaning of the office - Photocopying - File of letters - Prepare office tea

2.7 Funding summary

The Project duration is 2 years (from 13th August, 2021 to 12th August, 2023) with an approved budget of US\$ 194,134 equivalent to Kshs19,704,601 using a dollar rate of 101.50 as highlighted in the table below:

Below is the funding summary:

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 th June 2023)		Undrawn balance to date	
	Donor currency USD	Kshs	Donor currency USD	Kshs	Donor currency Kshs	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Grant						
UNEP	388,268.00	39,409,202.00	388,268.00	40,967,800.00	-	-
(ii) Loan	-	-	-	-	-	-
(iii) Counterpart funds						
Government of Kenya	-	-	-	-	-	-
Total	388,268.00	39,409,202.00	388,268.00	40,967,800.00	-	-

NOTE: The above donor commitment of Usd 388,268 include Usd 194,134 for phase XI and Usd 194,134 for phase XII combined.

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2023)		Cumulative amount paid to date – (30 th June 2023)		Unutilised balance to date (30 th June 2023)	
	<i>Donor currency</i> USD	<i>Kshs</i>	<i>Donor currency</i> USD	<i>Kshs</i>	<i>Donor currency</i> USD	<i>Kshs</i>
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Grant						
UNEP	388,268.00	40,967,800.00	399,527.60	40,552,056.35	4,095.90	415,743.65
(i) Loan	-	-	-	-	-	-
(ii) Counterpart funds						
Government of Kenya					-	-
Total	388,268.00	40,967,800.00	399,527.60	40,552,056.35	4,095.90	415,743.65

Project information and overall performance (continued)

2.8 Summary of Overall Project Performance:

The programme has been able to achieve the following results:

1. Collaborated with the UN Agencies (UNEP and UNIDO) and Bilateral Agencies (France through GIZ Proklima) in formulating strategies and/or investment projects to support Kenya to be in compliance with the Montreal Protocol requirement.
2. Continued to demonstrate the efficacy, ease of application, commercial availability, and economic viability of the alternatives to ODS and HFC's prior to their adoption
3. Continued to train refrigeration service technicians from refrigeration and air-conditioning (RAC) sectors on good practices and safe use of hydrocarbons refrigerants during repair and maintenance of refrigeration and air conditioning equipment.
4. Continued to train customs Officers and other enforcement Officers, on control measures of controlled Substances (ODS & HFCs).
5. Distributed GIZ acquired refrigeration tools and equipment to some Government training institutions
6. Approximately 85% of ODS (HCFC-22) already phased out.
7. Facilitated ratification of the Kigali Amendment to the Montreal Protocol

2.9 Summary of Project Compliance:

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

***Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023***

3. Statement of Performance against Project's Predetermined Objectives

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 2018-2023* plan are to:

Ensure the efficient operation of the National Ozone Unit during the project period, to facilitate compliance with the Montreal Protocol provisions, including the approval and adoption of the legal acts and implementation of the new legislation on Ozone Depleting Substances (ODS), the strengthening of national capacities in support of Montreal Protocol implementation, the monitoring and control of ODS imports and use of Hydro-chlorofluorocarbons (HCFCs), access to and use of ODS alternatives and technologies, training of Refrigeration and Air Conditioning (RAC) servicing technicians, customs officers and other enforcement officers including environment inspectors as well as the management of other projects.

The key development objectives of the *project's 2018-2023* plan are to:

- a) Ensure the efficient operation of the National Ozone Unit during the project period
- b) Facilitate compliance with the Montreal Protocol provisions
- c) Strengthening of national capacities in support of Montreal Protocol implementation
- d) Monitor and control of ODS imports and use of Hydro-chlorofluorocarbons (HCFCs)
- e) Facilitate access to and use of ODS alternatives and technologies
- f) Training of Refrigeration and Air Conditioning (RAC) servicing technicians
- g) Training of customs officers and other enforcement officers
- h) Management of other projects on phase out activities.

Progress on attainment of Strategic development objectives

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

Project	Objective	Outcome	Indicator	Performance
Institutional Strengthening Phase XII	To facilitate compliance with the Montreal Protocol provisions	Compliance with the Montreal Protocol	% of adoption of ozone and climate friendly technologies and alternatives	In FY 22/23, the National Ozone Unit (NOU) coordinated the phase out of 85% of ODS (HCFC-22) Further in the same

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

		<p>reduction targets in phase out activities of ODS, leading to adoption of ozone and climate friendly technologies resulting in clean and healthy environment</p> <p>Capacity building for RAC Technicians to deal with ODS and Customs Officers to effectively enforce ODS Regulations</p>	<p>Number of trained RAC technicians and Customs Officers</p>	<p>Financial Year 22/23, over 113 RAC technicians and 18 customs officers were trained.</p>
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4. Environmental and Sustainability reporting

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

1. Sustainability strategy and profile -

The Montreal Protocol on substances that Deplete the Ozone Layer, supports sustainable economic growth by stimulations the transition to greener technologies across industrial sector country wide

2. Environmental performance

Section 56 of the Environment Management and Coordination Act (1999) deals with the protection of the Ozone Layer. In 2007, Environmental Management and Coordination (Controlled Substances) Regulations, 2007 were put in place. The main aim of these Regulations is to control importation and exportation of Ozone Depleting Substances (ODS) through licensing and monitoring. The Regulations have been reviewed to include Hydro-fluorocarbons (HFC's) and are in the process for approval.

3. Employee welfare

Funding provided by the Montreal Protocol's Multilateral Fund has facilitated transition to greener technologies in the country and by supporting training of refrigeration and air conditioning (RAC) technicians has helped create safe and secure working environment for all workers. This is as per the Social Development Goal number 8: Decent Work and Economic Growth

4. Market place practices-

To reach a wide catchment for RAC technicians to be trained on good practices and safe use of hydrocarbons refrigerants, as well as other natural refrigerants during repair and maintenance of RAC equipment, an advert is supposed to be placed on local daily paper. In respect to this, local daily papers are normally informed of a scheduled advert so that they can competitively tender for an opportunity to carry out advert on RAC training. This also applies when a supplement is required to be carried out during the World Ozone Day, normally commemorated on 16 September every year.

5. Community Engagements-

Normally, every year when World Ozone Day is being celebrated, there is community engagement in terms traditional dancers, acrobats, tree planting, bands, among others where groups are given cash as tokens for participating in the celebrations.

5. Statement of Project Management responsibilities

The *Principal Secretary*, State Department for Environment and Climate Change, Ministry of Environment, Climate Change and Forestry and the *Project Coordinator* for Kenya Institutional Strengthening Project Phase XII 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, 2023. 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*, State Department for Environment and Climate Change, Ministry of Environment, Climate Change and Forestry and the *Project Coordinator* for Kenya Institutional Strengthening Project Phase XII 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.

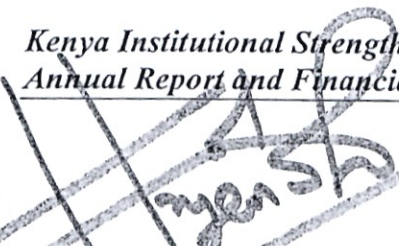
The *Principal Secretary*, State Department for Environment and Climate Change, Ministry of Environment, Climate Change and Forestry and the *Project Coordinator* for Kenya Institutional Strengthening Project Phase XII are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2023, and of the Project's financial position as at that date. The *Principal Secretary* for the Ministry of Environment and Forestry and the *Programme Coordinator* for Kenya Institutional Strengthening Project Phase XII 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*, State Department for Environment and Climate Change, Ministry of Environment, Climate Change and Forestry and the *Project Coordinator* for Kenya Institutional Strengthening Project Phase XII 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*, State Department for Environment and Climate Change, Ministry of Environment, Climate Change and Forestry and the *Project Coordinator* for Kenya Institutional Strengthening Project Phase XII on 30th October, 2023 and signed by them.

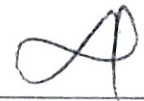
*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*



Principal Secretary
Eng. Festus Ng'eno



Project Coordinator
Marindany Kirui



Project Accountant:
Enock Maticha
ICPAK Member No: 23310

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HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON KENYA INSTITUTIONAL STRENGTHENING PROJECT PHASE XII (PROJECT NUMBER: KEN/SEV/86/INS/64) FOR THE YEAR ENDED 30 JUNE, 2023 - MINISTRY OF ENVIRONMENT, CLIMATE CHANGE AND FORESTRY

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Kenya Institutional Strengthening Project Phase XII (Project Number: KEN/SEV/86/INS/64) set out on pages

Report of the Auditor-General on Kenya Institutional Strengthening Project Phase XII (Project Number: KEN/SEV/86/INS/64) for the year ended 30 June, 2023 - Ministry of Environment, Climate Change and Forestry

1 to 38, which comprise of the statement of financial assets as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the basis for qualified opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kenya Institutional Strengthening Project Phase XII as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis), Public Finance Management Act, 2012, comply with Funding Agreement No. UNEP/KEN/SEV/86/INS/64 between United Nations Environment Programme and the Government of Kenya dated 13 August, 2021.

Basis for Qualified Opinion

Unsupported Imprest Payments to Private Company Representatives

The statement of receipts and payments and as disclosed in Note 6 to the financial statement reflects purchase of goods and services of Kshs.4,408,700. Included in this amount is domestic travel and subsistence payments of Kshs.3,785,690 which includes imprest amount of Kshs.2,424,825 paid out to private company representatives. However, the payment schedules in support of the payment did not include the participants' national identification details making it impossible to confirm the authenticity of the participants in the list.

In the circumstances, the accuracy and completeness of the domestic travel and subsistence payments amount of Kshs.2,424,825 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kenya Institutional Strengthening Project Phase XII (Project Number KEN/SEV/86/INS/64) Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, 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 comparison of budget and actual amount reflects final receipts budget and actual on comparable basis of Kshs.20,000,000 and Kshs.11,700,000 respectively

resulting to underfunding of Kshs.8,300,000 or 42% of the budget. Similarly, the Project spent Kshs.12,513,518 against the approved budget of Kshs.20,000,000 resulting to under- expenditure of Kshs.7,486,482 or 37.4% of the budget.

The underfunding and under-expenditure affected the planned activities of the Project which in turn may have impacted negatively on the service delivery of the Project.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Failure to Deduct and Remit Statutory Deductions

Statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects compensation of employees Kshs.8,104,818. However, the payrolls reflected Nil statutory deductions on account of NHIF and NSSF despite the computed amount totalling to Kshs.95,900 were not remitted during the year under review contrary to Sections 15 and 22 of the NHIF Act Chapter 255 and National Social Security Fund Act No.45 of 2013 on the monthly deductions from the employee salaries or other remuneration and remittance of the contribution to the Fund on behalf of and to the exclusion of that person.

In the circumstances, Management was in breach of the law.

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, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Lack of Policy on Exchange Rate Used to Pay Salaries

As previously reported, the Project converted the salaries for four (4) officers using rates other than the prevailing Central Bank of Kenya exchange rates as at the time. Management did not provide a documented policy guiding the basis for determining exchange rate used for conversion from United States Dollars (USD) to Kenya Shillings. Further, it is not clear how the Project treated the exchange difference in the financial statements.

In the circumstances, the controls over exchange rates applied on conversions to the local currency are weak.

2. Failure to Maintain a Fixed Asset Register

The financial statements presented for audit did not include a summary of the fixed assets register despite the project assets owning assets in the form of furniture and computers. Management explained that the assets were not purchased but were donations. Failure to maintain fixed asset register is contrary to Regulation 139(1) and (2) of the Public Finance Management (National Government) Regulation, 2015 which requires the Accounting Officer of a National Government entity to take full responsibility and ensure that proper control systems exist for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse; movement and conditions of assets can be tracked; and stock levels are at an optimum and economical level.

In the absence of fixed asset register, the assets are susceptible to pilferage/loss undetected.

3. Lack of a Risk Management Policy

Review of project documents revealed that there was no risks management policy contrary to Section 165(1)(a) and (b) of the Public Finance Management (National Government) Regulations, 2015 which requires that the Accounting Officer to ensure that the National Government entity develops risk management strategies, which include fraud prevention mechanism; and a system of risk management and internal control that builds robust business operations.

In the circumstances, Management are unable to effectively manage related project risks.

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

Responsibilities of Management and those Charged with Governance

The Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards

(Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the 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 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 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

28 November, 2023

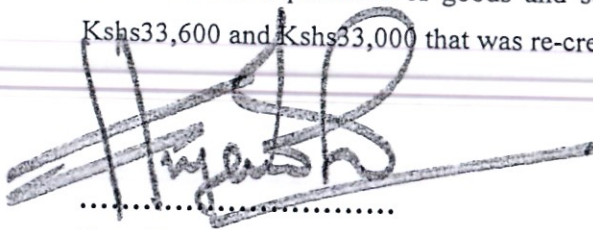
7. Statement of Receipts and Payments for the year ended 30th June 2023.

	Note	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	Cumulative to-date (From inception)
		2022/2023			2021/2022			
		Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.	Kshs.
Receipts								
Transfer from Government entities	1	-	-	-	-	-	-	-
Proceeds from domestic and foreign grants	2	11,700,000	-	11,700,000	8,500,000	-	8,500,000	40,967,800.00
Loan from external development partners	3	-	-	-	-	-	-	-
Miscellaneous receipts	4	-	-	-	60,000	-	60,000	-
Total receipts		11,700,000		11,700,000	8,560,000	-	8,560,000	40,967,800.00
Payments								
Compensation to employees	5	8,104,817.60	-	8,104,817.60	5,508,628.35	-	5,508,628.35	23,688,755.95
Purchase of goods and services	6	4,408,700.40	-	4,408,700.40	3,639,725.00	-	3,639,725.00	16,863,300.40
Social security benefits	7	-	-	-	-	-	-	-
Acquisition of non-financial assets	8	-	-	-	-	-	-	-
Transfers to other government entities	9	-	-	-	-	-	-	-
Other grants and transfers /payments	10	-	-	-	-	-	-	-
Total payments		12,513,518	-	12,513,518	9,148,353.35	-	9,148,353.35	40,552,056.35
Surplus/ (deficit)		(813,518)	-	(813,518)	(588,353.35)	-	(588,353.35)	415,743.65

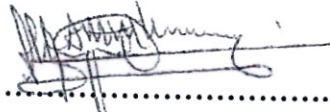
The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements.

Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023

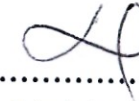
Note: The total purchase of goods and services in Note 6 above has been reduced by Kshs. 66,600 being a refund of unspent imprest of Kshs33,600 and Kshs33,000 that was re-credited back to cash book on 27th October and 27th December, 2022 respectively.



.....
Eng. Festus Ng'eno
Principal Secretary



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Marindany Kirui
Project Coordinator



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

Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023

8. Statement of Financial Assets as at 30th June 2023

Description	Note	2022/2023	2021/2022
		Kshs	Kshs
Financial Assets			
Cash and Cash equivalents			
Bank Balances	11.A	415,743.65	1,229,261.65
Cash Balances	11. B	-	-
Cash equivalents (Short-term deposits)	11.C	-	-
Total Cash and Cash equivalents		415,743.65	1,229,261.65
Imprests and Advances	12	-	-
Total Financial Assets		415,743.65	1,229,261.65
Financial Liabilities			
Third party Deposits and Retention	13	-	-
Net Assets		415,743.65	1,229,261.65
Represented By			
Fund Balance B/fwd.	14	1,229,261.65	1,817,615.00
Prior Year adjustments	15	-	-
Surplus/(Deficit) for the Year		(813,518.00)	(588,353.35)
Net Financial Position		415,743.65	1,229,261.65

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 30/10/2023 and signed by:

.....
 Eng. Festus Ng'eno
 Principal Secretary

.....
 Marindany Kirui
 Project Coordinator

.....
 Enock Maticha
 Project Accountant
 ICPAK Member No: 25310

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

9. Statement of Cashflow for the year ended 30th June 2023

Description	Notes	2022/2023	2021/2022
		Kshs	Kshs
Cashflow from operating activities			
Receipts			
Transfer from government entities	1	-	-
Proceeds from domestic and foreign grants	2	11,700,000	8,500,000
Miscellaneous receipts	4	-	60,000
Total receipts		11,700,000	8,560,000
Payments			
Compensation of employees	5	8,104,817.60	5,508,628.35
Purchase of goods and services	6	4,408,700.40	3,639,725.00
Social security benefits	7	-	-
Transfers to other government entities	9	-	-
Other grants and transfers	10	-	-
Total Payments		12,513,518	9,148,353.35
Net receipts/(payments)		(813,518)	(588,353.35)
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		(813,518)	(588,353.35)
Cashflow from investing activities			
Acquisition of non-financial assets	8	-	-
Net cash flows from investing activities		-	-
Cash flow from financing activities			
Proceeds from foreign borrowings	3	-	-

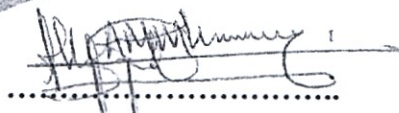
Kenya Institutional Strengthening Project Phase XII

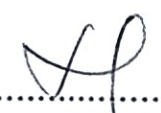
Annual Report and Financial Statements for the financial year ended June 30, 2023

Description	Notes	2022/2023	2021/2022
		Kshs	Kshs
Net cash flow from financing activities		-	-
Net increase in cash and cash equivalents		(813,518)	(588,353.35)
Cash and cash equivalent at beginning of the year	11	1,229,261.65	1,817,615.00
Cash and cash equivalent at end of the year	11	415,743.65	1,229,261.65

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 30/10/2023 and signed by:


.....
Eng. Festus Ng'eno
Principal Secretary


.....
Marindany Kirui
Project Coordinator


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

10. Statement of Comparison of Budget and Actual amounts for year ended 30th June 2023

Receipts/Payments Item	Original Budget Kshs	Adjustments Kshs	Final Budget Kshs	Actual on Comparable Basis Kshs	Budget Utilization Difference Kshs	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Receipts						
Transfer from Government entities	-	-	-	-	-	-
Proceeds from domestic and foreign grants	20,000,000.00	-	20,000,000.00	11,700,000.00	8,300,000.00	58.5%
Proceeds from borrowings	-	-	-	-	-	-
Miscellaneous receipts	-	-	-	-	-	-
Total Receipts	20,000,000.00	-	20,000,000.00	11,700,000.00	8,300,000.00	58.5%
Payments						
Compensation to employees	8,500,000.00	-	8,500,000.00	8,104,817.60	395,182.40	95.3%
Purchase of goods and services	11,500,000.00	-	11,500,000.00	4,408,700.40	7,091,299.60	38.3%
Social security benefits	-	-	-	-	-	-
Acquisition of non-financial assets	-	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-	-
Other grants and transfers	-	-	-	-	-	-
Total Payments	20,000,000.00	-	20,000,000.00	12,513,518.00	7,486,482.00	62.5%
Surplus or Deficit	-	-	-			

Note: The significant budget utilisation/performance differences in the last column are explained in Annex 2 to these financial statements.

.....
Eng. Festus Ng'eno
Principal Secretary

.....
Marindany Kirui
Project Coordinator

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

11. Significant Accounting Policies

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

a) 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.

b) Reporting entity

The financial statements are for **Kenya Institutional Strengthening Project Phase XII** Project under the State Department for Environment and Climate Change. The financial statements are for the reporting entity **Kenya Institutional Strengthening Project Phase XII** as required by Section 81 of the PFM Act, 2012 .

c) 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.

d) Recognition of receipts

Kenya Institutional Strengthening Project Phase XII Project recognises all receipts from the various sources when the event occurs, and the related cash has been received.

i) Transfers from the Exchequer

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

Significant Accounting Policies (continued)

ii) External Assistance

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

iii) Other receipts

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

iv) Donations and grants

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

v) Proceeds from borrowing.

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

vi) Undrawn external assistance

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

Significant Accounting Policies (continued)

e) Recognition of payments

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

i) Compensation to employees

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

ii) Use of goods and services

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

iii) Interest on borrowing

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

iv) Repayment of borrowing (principal amount)

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

Significant Accounting Policies (continued)

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.

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.

Significant Accounting Policies (Continued)

h) 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.

i) Imprests and Advances

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

j) Contingent Liabilities

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:
 - i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
 - ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships, The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. **Annex 6** of this financial statement is a register of the contingent liabilities in the year.

Significant Accounting Policies (Continued)

k) Contingent Assets

Kenya Institutional Strengthening Project Phase XII Project does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of Kenya Institutional Strengthening Project Phase XII 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.

l) Pending bills

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

m) 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.

Significant Accounting Policies (Continued)

n) 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.

o) 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.

p) 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.

q) 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, 2023.

r) Prior period adjustments

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

12. Notes to the Financial Statements

1. Transfers from Government entities

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

Description	2022/2023	2021/2022	Cumulative to-date (from inception)
	Kshs	Kshs	Kshs
<i>Counterpart funding through Ministry of Environment, Climate Change and Forestry</i>			
Counterpart funds Quarter 1	-	-	
Counterpart funds Quarter 2	-	-	
Counterpart funds Quarter 3	-	-	
Counterpart funds Quarter 4	-	-	
Total (See Annex 3)	-	-	
<i>Other transfers from government entities</i>			
	-	-	
	-	-	
Total	-	-	-
Appropriations-in-Aid	-	-	-
Total	=	=	=

Note: There were no transfers from government entities during the financial year 2022/2023

Notes to the Financial Statements (Continued)

2. Proceeds From Domestic and Foreign Grants

During the financial period to 30 June 2023, we received grants from donors as detailed in the table below:

Name of Donor	2022/2023						2021/2022	Cumulative to date
	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment*	Grants received in kind	Total amount	Total Amount	
			Kshs	Kshs	Kshs	Kshs	Kshs	
Grants Received from Bilateral Donors (Foreign Governments)								
UNEP FUNDS	09/03/2023		5,200,000.00	-	-	5,200,000.00	8,500,000.00	40,967,800.00
UNEP FUNDS	14/04/2023		6,500,000.00			6,500,000.00		
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			11,700,000.00	-	-	11,700,000.00	8,500,000.00	40,967,800.00

Notes to the Financial Statements (Continued)

3. Loan from External Development Partners

During the financial period to 30 June 2023, we received funding from development partners in form of loans negotiated by the National Treasury as detailed in the table below:

Description	2022/2023					2021/2022	Cumulative to date
Name of Donor	Date received	Amount in loan currency	Loans received in actual amount	Loans received as direct payment*	Total amount in Kshs	Total amount in Kshs	
		(Insert currency)	Kshs	Kshs	Kshs	Kshs	Kshs
Loans received from bilateral Donors (Foreign Governments)							
Insert name of foreign Government							
Insert name of foreign Government							
Loans received from Multilateral Donors (International Organizations)							
Insert name of international organization							
Insert name of international organization							
Total			-				-

Notes to the Financial Statements (Continued)

4. Miscellaneous receipts

Description	2022/2023			2021/2022	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 to Employees

Description	2022/2023			2021/2022	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total payments	Total payments	
-	Kshs	Kshs	Kshs	Kshs	Kshs
Basic salaries of permanent employees	8,104,817.60	-	8,104,817.60	5,508,628.35	23,688,755.95
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	8,104,817.60		8,104,817.60	5,508,628.35	23,688,755.95

Notes to the Financial Statements (Continued)

6. Purchase of Goods and Services

Description	2022/2023			2021/2022	Cumulative to-date
	Payments made 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	3,785,690.00	-	3,785,690.00	3,433,225.00	10,479,490.00
Foreign travel and subsistence	583,010.40	-	583,010.40	-	583,010.40
Printing, advertising, and information supplies	-	-	-	-	750,000.00
Rentals of produced assets	-	-	-	-	-
Training payments	-	-	-	-	3,314,900.00
Hospitality supplies and services	-	-	-	146,500.00	1,665,900.00
Insurance costs	-	-	-	-	-
Specialized materials and services	-	-	-	-	-
Other operating payments	40,000.00	-	40,000.00	-	70,000.00
Routine maintenance – vehicles and other transport equipment	-	-	-	-	-
Routine maintenance- other assets	-	-	-	-	-
Total	<u>4,408,700.40</u>	=	<u>4,408,700.40</u>	<u>3,579,725.00</u>	<u>16,863,300.40</u>

Notes to the Financial Statements (Continued)

7. Social Security Benefits

Description	2022/2023			2021/2022	Cumulative to-date
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	
	Kshs	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

Description	2022/2023			2021/2022	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs.	Kshs.	Kshs	Kshs	
Purchase of buildings					
Construction of buildings					
Refurbishment of buildings					
Construction of roads					
Construction of civil works					
Overhaul & refurbishment of construction and civil works					
Purchase of vehicles & other transport equipment					
Overhaul of vehicles & other transport equipment					
Purchase of household furniture & institutional equipment					
Purchase of office furniture & general equipment					
Purchase of specialised plant, equipment and machinery					
Rehabilitation & renovation of plant, equipment & machinery					

	2022/2023			2021/2022	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
Description					
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	="		="		="

Note: There were no acquisition of non-financial assets during the financial year under review.

Notes to the Financial Statements (Continued)

9. Transfers to other Government Entities

During the financial period to 30 June 2023, we transferred funds to reporting government entities as shown below:

Description	2022/2023			2021/2022	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	
Transfers to National Government entities					
Ministry ABC	-		-		-
Project XYZ					
Transfers to County Governments	-		-		-
County ABC					
County XYZ					
Total	=		=		=

Note: There were no transfers to other government entities

Notes to the Financial Statements (Continued)

10. Other Grants, Transfers and Payments

Description	2022/2023			2021/2022	Cumulative to-date
	Payments made in Cash	Payments made by third parties	Total payments	Total payments	
	Kshs	Kshs	Kshs	Kshs	Kshs
Grants for scholarships	-		-		-
Transfers to lower levels of government e.g. schools	-		-		-
Miscellaneous payments	-		-		-
Total	-		-		-

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Notes to the Financial Statements (Continued)

11. Cash And Cash equivalents

Description	2022/2023	2021/2022
	Kshs	Kshs
Bank accounts (Note 11A)	415,743.65	1,229,261.65
Cash in hand (Note 11B)	-	-
Cash equivalents (short-term deposits) (Note 11C)	-	-
Total	415,743.65	1,229,261.65

Kenya Institutional Strengthening Project Phase XII Project has one project account 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

Details	2022/2023	2021/2022
	Kshs	Kshs
<u>Foreign Currency Accounts</u>		
Central Bank of Kenya [A/c No.....]		
Kenya Commercial Bank [A/c No.....]		
Co-operative Bank of Kenya [A/c No.....]		
Others (<i>specify</i>)		
Total Foreign Currency balances		
<u>Local Currency Accounts</u>		
Central Bank of Kenya [A/c No.1000434236]	415,743.65	1,229,261.65
Kenya Commercial Bank [A/c No...]	-	-
Co-operative Bank of Kenya [A/c No.....]	-	-
Others (<i>specify</i>)	-	-
Total local currency balances	415,743.65	1,229,261.65
Total bank account balances	415,743.65	1,229,261.65

Notes to the Financial Statements (Continued)

Special Deposit Accounts

The balances in the Project's Special Deposit Account(s) as at 30th June 2023 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

Special Deposit Accounts Movement Schedule

Description	2022/2023	2021/2022
	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)		

Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023

Notes to the Financial Statements (Continued)

11 B Cash in hand

Description	2022/2023	2021/2022
	KShs	KShs
Location 1	-	-
Location 2		
Location 3		
Other locations (<i>specify</i>)		
Total cash in hand balances	=	=

11 C Cash equivalents (short-term deposits)

Description	2022/2023	2021/2022
	Kshs	Kshs
Kenya Commercial Bank [A/C No.....]	-	-
Co-Operative Bank of Kenya [A/C No.....]		
Others (<i>Specify</i>)		
Total	=	=

12. Imprests and Advances

Description	2022/2023	2021/2022
	Kshs	Kshs
Government Imprests	-	-
Salary advances		
Total	-	-

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Notes to the Financial Statements (Continued)

12A: Breakdown of Imprests and Advances

Name of Officer or Institution	Amount Taken	Due Date of Surrender	Amount Surrendered	Balance 2022/2023	Balance Comparative 2021/2022
	Kshs	Kshs	Kshs	Kshs	Kshs
<i>Officer 1</i>	-		-		-
<i>Officer 2</i>					
<i>Officer 3</i>					
<i>Officer 4</i>					
<i>Officer 5</i>					
<i>Programme 1</i>					
Total	=		-		-

13. Deposits and Retention Monies

Description	2022/2023		2021/2022	
	Kshs		Kshs	
Retention				
Deposits				
Total				
Ageing analysis:	2022/2023	% of the Total	2021/2022	% of the Total
Under one year				
1-2 years				
2-3 years				
Over 3 years				
Total	-	-	-	-

Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023

14. Fund Balance Brought Forward

Description	2022/2023	2021/2022
	Kshs	Kshs
Bank accounts	1,229,261.65	1,817,615.00
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Outstanding imprests and advances	-	-
Deposits and retention	-	-
Total	1,229,261.65	1,817,615.00

Notes to the Financial Statements (Continued)

15. Prior Year adjustment

	Balance b/f 2021/2022 (audited financial statements)	Adjustments	Adjusted balance b/f 2021/2022 FY
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Imprests and advances	-	-	-
Deposits and retentions	-	-	-
Others	-	-	-
Total	-	-	-

16. Changes in Imprests and Advances

Description	2022/2023	2021/2022
	Kshs	Kshs
Opening Receivables as at 1 st July 2023		
Closing account receivables as at 30 th June 2023		
Change in Imprests and advances	-	-

17. Changes in Accounts Deposits and Retention

Description	2022/2023	2021/2022
	Kshs	Kshs
Deposit and Retentions as at 1 st July 2023		
Closing accounts payables as at 30 th June 2023		
Changes in deposit and retention	-	-

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Other Important Disclosures

1. Pending Accounts Payable (See Annex 4a)

	Balance b/f 2021/2022 FY	Additions for the year	Paid during the year	Balance c/f 2022/2023 FY
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 4b)

	Balance b/f from 2021/2022	Additions for the year	Paid during the year	Balance c/f 2022/2023
Description	Kshs	Kshs	Kshs	Kshs
Senior management	-	-	-	-
Middle management	-	-	-	-
Union employees	-	-	-	-
Others - Gratuity	-	-	-	-
Total	-	-	-	-

3. Other Pending Payables (See Annex 4c)

	Balance b/f from 2021/2022 FY	Additions for the year	Paid during the year	Balance c/f for 2022/2023 FY
Description	Kshs	Kshs	Kshs	Kshs
Amounts due to National Government entities				
Amounts due to County Government entities				
Amounts due to third parties				
Total	-	-	-	-

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Other Important Disclosures (Continued)

4. External Assistance

	2022/2023	2021/2022
Description	Kshs	Kshs
External assistance received as grants	11,700,000.00	8,500,000.00
External assistance received as loans	-	-
External assistance received in kind- as payment by third parties	-	-
Total	11,700,000.00	8,500,000.00

a). External assistance relating loans and grants

	2022/2023	2021/2022
Description	Kshs	Kshs
External assistance received as loans	-	-
External assistance received as grants	11,700,000.00	8,500,000.00
Total	11,700,000.00	8,500,000.00

b) Undrawn external assistance

	Purpose for which the undrawn external assistance may be used	2022/2023	2021/2022
Description		Kshs	Kshs
Undrawn external assistance - loans		-	-
Undrawn external assistance - grants		-	-
Total		-	-

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Other Important Disclosures (Continued)

c) Classes of providers of external assistance

	2022/2023	2021/2022
Description	Kshs	Kshs
Multilateral donors		
Bilateral donors		
International assistance organization		
NGOs		
National Assistance Organization		
Total		

d. Non-monetary external assistance

	2022/2023	2021/2022
Description	Kshs	Kshs
Goods		
Services		
Total		

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Other Important Disclosures (Continued)

e Purpose and use of external assistance

Payments made by third parties	2022/2023	2021/2022
Description	Kshs	Kshs
Compensation to employees		
Use of goods and services		
Subsidies		
Transfers to other Government entities		
Other grants and transfers		
Social Security benefits		
Acquisition of assets		
Finance Costs including loan interest		
Repayment of principal on domestic and foreign borrowing		
Other payments		
Total		

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

	2022/2023	2021/2022
Description	Kshs	Kshs
National government		
Multilateral donors		
Bilateral donors		
International assistance organization		
NGOs		
National Assistance Organization		
Total		

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Other Important Disclosures (Continued)

5. Payments By Third Party on Behalf of The Project

5.1 Classification by Source

	2022/2023	2021/2022
Description	Kshs	Kshs
National government		
Multilateral donors		
Bilateral donors		
International assistance organization		
NGOs		
National Assistance Organization		
Total		

5.2 Classification of payments made by Third Parties by Nature of expenses

Payments made by third parties	2022/2023	2021/2022
Description	Kshs	Kshs
Compensation of employees		
Use of goods and services		
Subsidies		
Transfers to other government units		
Other grants and transfers		
Social security benefits		
Acquisition of assets		
Finance costs, including loan interest		
Other payments		
Total		

Other Important Disclosures (Continued)

6. Related Party Disclosures

Related party disclosure is encouraged under non-mandatory section of the Cash Basis IPSAS. The comprise of related parties to the Project

- i) Key management personnel including the program director/manager
- ii) The implementing entity/ministry/ department
- iii) Other Ministries and Departments.
- iv) The National Treasury

Related party transactions:

	2022/2023	2021/2022
	Kshs	Kshs
Compensation to Key Management		
Compensation to the program manager/ director		
Key Management Compensation others (specify)		
Total Compensation to Key Management		
Transfers to related parties		
Transfers to other government entities		
Total Transfers to related parties		
Transfers from related parties		
Transfers from the Ministry/ department		
Payments made on behalf of the project by other govt. entities		
(Insert any other transfers received)		
Total Transfers from related parties		

7. Contingent Liabilities

Contingent liabilities	2022/2023	2021/2022
	Kshs	Kshs
Court case xxx against the project		
Bank guarantees in favour of other govt. entities		
Contingent liabilities arising from PPPs/ donor agreements		
Total		


13. Annexes

Annex 1: Prior Year Auditor-General's Recommendations

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
996.	<p>Budgetary Control and Performance.</p> <p>The statement of comparison of budget and actual amount reflects final receipts budget and actual on comparable basis of Ksh.15000,000 and Ksh. 8,500,000 respectively resulting to underfunding of Ksh. 6,500,000 or 43% of the budget. Similarly, the project actual expenditure amounted to Ksh. 9,148,353 against an approved budget of Ksh. 15,000,000 resulting to under expenditure of Ksh. 5,851,647 or 39% of the budget.</p> <p>The under-funding and under-expenditure affects the planned activities of the project which in turn may have impacted negatively on the service delivery of the project.</p>	<p>The project budgetary allocation for the year was Ksh. 15,000,000 and the actual expenditure was Ksh. 9,148,353.35. The under-expenditure was due to delayed disbursement of donor funds.</p>	Not resolved	Waiting to appear before PAC at a later date.
998.	<p>Lack of policy on exchange rate used to</p>	<p>The above observations are noted. The error is highly regretted. The</p>	Not resolved	Waiting to appear before PAC at a later

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

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>pay salaries.</p> <p>During the financial year under review, the project converted the salaries of three (3) officers using different prevailing exchange rates from CBK.</p> <p>However, the management did not provide a documented policy clearly guiding the conversion of the salaries from USD to Kenya Shillings. Further, it is not clear who authorized the conversion rates tabulated above since none of the rates were prevailing during the twelve (12) month period as confirmed from the CBK rates for the whole year under review.</p>	<p>project has put in measures to ensure that in future the payments will be processed based on CBK exchange rates prevailing at the time of payment.</p>		<p>date</p>


.....
Eng. Festus Ng'eno
Principal Secretary


.....
Marindany Kirui
Project Coordinator

Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023

Annex 2: Variance explanations - Comparative Budget and Actual amounts for 2022/2023

	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	20,000,000.00	11,700,000.00	8,300,000.00	58.5%	Inadequate funding from donor
Proceeds from borrowings					
Miscellaneous receipts					
Total Receipts	20,000,000.00	11,700,000.00	8,300,000.00	58.5%	
Payments					
Compensation of employees	8,500,000.00	8,104,817.60	395,182.40	95.3%	
Purchase of goods and services	11,500,000.00	4,408,700.40	7,091,299.60	38.3%	Inadequate funding which led to low absorption
Social security benefits	-	-	-		
Acquisition of non-financial assets	-	-	-		
Transfers to other government entities	-	-	-		
Other grants and transfers	-	-	-		
Total payments	20,000,000.00	12,513,518.00	7,486,482.00	62.5%	-

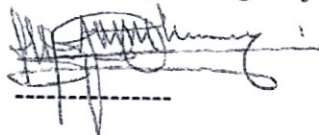
*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Annex 3: Reconciliation of inter-entity transfers

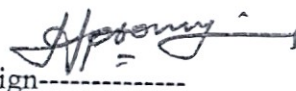
Project Name:		Kenya Institutional Strengthening Project Phase XII		
Break down of transfers from the State Department of Environment, Climate Change and Forestry				
a.	Government Counterpart funding			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		09/03/2023	5,200,000.00	2022/2023 FY
		14/04/2023	6,500,000.00	2022/2023 FY
		Total	11,700,000.00	
B.	Direct payments			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			-	
		Total	-	
C.	Others			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			-	
		Total	-	
		Total (A+B+C)	11,700,000.00	

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

Project Coordinator
Kenya Inst. Strengthening Project Phase XII Project

Sign 

Head of Accounting Unit
State Department for Environment & Climate Change

Sign 

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Annex 4a: Analysis of Pending Bills

Supplier of Goods or Services	Date Contracted/ invoiced.	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
		a	b	c=a-b		
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		-	-	-	-	-

Kenya Institutional Strengthening Project Phase XII
 Annual Report and Financial Statements for the financial year ended June 30, 2023

Annex 4b: Analysis of Pending: Staff Bills

Name of Staff	Job Group	Date Payable Contracted	Original Amount	Amount Paid To-Date	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Permanent Employees - Management							
1.							
2.							
Sub-Total							
Permanent Employees - Others							
3.							
4.							
Sub-Total							
Temporary employees							
5.							
6.							
Sub-Total							
Others (specify)							
7.							
8.							
Sub-Total							
Grand Total							
		-		-		-	-
		-		-			-

Annex 4c: Analysis of other Pending Payables

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

Annex 5: Summary of Fixed Assets Register

Asset class	Opening Cost (KShs) 2022/2023	Donations in form of assets (KShs) 2022/2023	*Purchases/ Additions in the Year (KShs) 2022/2023	**Disposals in the Year (KShs) 2022/2023	Transfers in/(out) 2022/2023	Closing Cost 2022/2023
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+c- (d)+(-)d
Land						
Buildings and structures						
Transport equipment						
Office equipment, furniture and fittings						
ICT Equipment,						
Other Machinery and Equipment						
Heritage and cultural assets						
Biological assets						
Infrastructure assets roads, rails						
Intangible assets						
Work in Progress						
Total						

Note:

There were no fixed assets acquired by Kenya Institutional Strengthening Project Phase XII project during the year under review and previous financial years

Annex 6: Contingent Liabilities Register

	Nature of contingent liability	Remarks
1		
2		
3		
4		
5		
6		
7		
8		
9		
10		

*Kenya Institutional Strengthening Project Phase XII
Annual Report and Financial Statements for the financial year ended June 30, 2023*

Annex 7: Reporting of Climate Relevant Expenditures

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		

Annex 8: Reporting Disaster Management Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments

Annex 9: Other Support Documents

- i. Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii. Bank Reconciliations statement as at 30th June 2023
- iii. Board of Survey Report
- iv. Special Deposit Account(s) reconciliation statement(s)
- v. GOK IFMIS comparison Trial Balance (*Where applicable*)

REPUBLIC OF KENYA

F.O 30

MINISTRY OF ENVIRONMENT AND FORESTRY

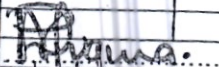
OZONE-1108 (ME&F) 2022/2023

Account number : 1000434236

BANK RECONCILIATION STATEMENT AS AT 30.06.2023

Balance as per bank certificate				Kshs.
				2,542,790.30
Less				
1. Payments in cashbook not yet recorded in bank statement				2,127,046.65
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.....				415,743.65

I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct


Signature

DAG
Designation

15/07/23
Date

(All schedules are attached herewith)

Prepared by: Esther Mbithe

Signature 

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C OZONE-1108 (ME&F) 2022/2023			
Account number : 1000434236			
BANK RECONCILIATION STATEMENT AS AT 30.06.2023			
PAYMENTS IN CASHBOOK NOT YET RECORDED IN BANK STATEMENT (SCHEDULE 1)			
C B DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
30/6/2023	Cyrus Mageria	583,010.40	
30/6/2023	William melau	140,000.00	
30/6/2023	William melau	42,000.00	
30/6/2023	consolata paye	13,068.35	
30/6/2023	airfares travel agency	338,800.00	
30/6/2023	daniel maletto	25,000.00	
30/6/2023	renson miriti	19,600.00	
30/6/2023	consolata amenya	19,600.00	
30/6/2023	rose wanga	33,600.00	
30/6/2023	kirui marindany	42,000.00	
30/6/2023	kirui marindany	248,901.45	
30/6/2023	asili sacco kirui	43,160.00	
30/6/2023	asili sacco consolata	29,075.00	
30/6/2023	consolata amenya	27,916.95	
30/6/2023	rose wanga paye	28,114.10	
30/6/2023	kirui marindany paye	114,288.30	
30/6/2023	william melau paye	51,245.25	
30/6/2023	william melau paye	56,063.40	
30/6/2023	edwin njiru	6,615.00	
30/6/2023	rose wanga paye	26,888.60	
30/6/2023	william melau	149,839.05	
30/6/2023	william melau	53,335.80	
30/6/2023	Rose wanga	34,925.00	
30/6/2023	TOTAL	2,127,046.65	

REPUBLIC OF KENYA			
MINISTRY OF ENVIRONMENT AND FORESTRY			
A/C OZONE-1108(ME&F) 2022/2023			
Account number : 1000434236			
BANK RECONCILIATION STATEMENT AS AT 30.06.2023			
RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK (SCHEDULE 2)			
CB DATE	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
	TOTAL	NIL	

11