

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

**OF**

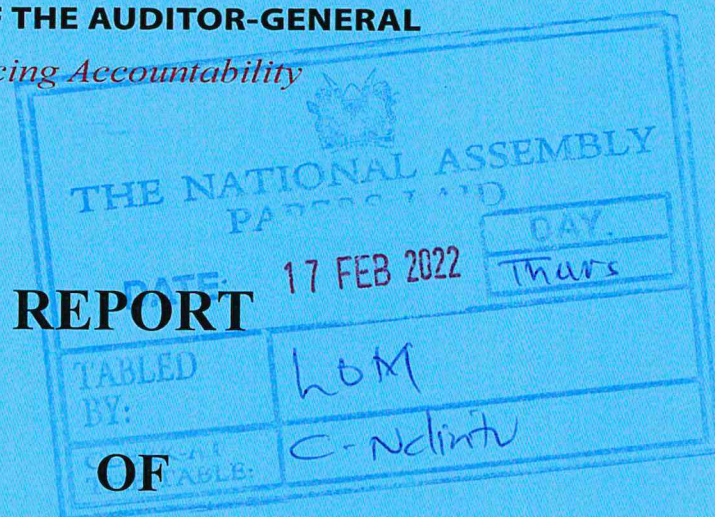
**THE AUDITOR-GENERAL**

**ON**

**NATIONAL ACTION PLAN ON ARTISANAL  
SMALL – SCALE GOLD MINING  
NO. AFR/NAP ASGM PROJECT/C/10-2016**

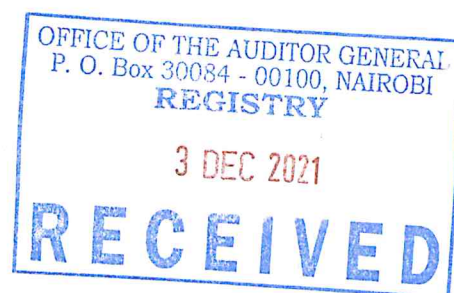
**FOR THE YEAR ENDED  
30 JUNE, 2021**

**MINISTRY OF ENVIRONMENT AND  
FORESTRY**









**Project Name: National Action Plan on Artisanal Small – Scale Gold Mining**

**Implementing Entity: Ministry of Environment and Forestry (MEF)**

**PROJECT GRANT/CREDIT NUMBER: AFR/NAP ASGM PROJECT /C/10-2016**

---

**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)**

*ps/ae*

*National Action Plan on Artisanal Small – Scale Gold Mining Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2021*

---

**TABLE CONTENTS**

1. PROJECT INFORMATION AND OVERALL PERFORMANCE .....	ii
2. STATEMENT OF PERFORMANCE AGAINST PROJECT’S PREDETERMINED OBJECTIVES .....	viii
3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING .....	ix
4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES .....	xi
5. REPORT OF THE INDEPENDENT AUDITORS ON THE NATIONAL ACTION PLAN ON ARTISANAL SMALL – SCALE GOLD MINING PROJECT .....	xii
6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021. ....	1
7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2021 .....	2
8. STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2021 .....	3
9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS .....	4
10. SIGNIFICANT ACCOUNTING POLICIES .....	5
11. NOTES TO THE FINANCIAL STATEMENTS .....	13
12. OTHER IMPORTANT DISCLOSURES.....	23
13. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR’S RECOMMENDATIONS.....	24
14. ANNEXES.....	29
15. APPENDICES.....	33



**1. PROJECT INFORMATION AND OVERALL PERFORMANCE**

**1.1 Name and registered office**

**Name:** The project's official name is: **National Action Plan on Artisanal Small – scale Gold Mining**

**Objective:** The key objective of the project is to protect human health and the environment through the reduction of the risks posed by the unsound use, management and release of mercury in the artisanal and small-scale gold mining sector by developing a National Action Plan to aid reduce the use of mercury and mercury compounds in, and the emissions and releases to the environment of mercury from, artisanal and small-scale gold mining and processing in accordance to Annex C of the Minamata Convention on Mercury. The NAP has four components and each component includes information on project activities, outcomes and outputs as below;

1. Component 1: Regional information exchange, capacity building and knowledge generation
2. Component 2: Establishment of coordination mechanism and organization of process
3. Component 3: Develop a national overview of the ASGM sector, including baseline estimates of mercury use and practices.
4. Component 4: Develop, endorse and submit to the Minamata Convention Secretariat a NAP on ASGM.

The address of its registered office is:

**National Action Plan on Artisanal Small – scale Gold Mining**

Project unit

Ministry of Environment and Forestry

NHIF Building, Upper Hill,

P.O. Box 30126 - 00100

Nairobi.

Telephone: 254-20-2730808/9, Ext. 1258,

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

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

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

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

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

<http://nap.environment.go.ke/>

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

### **1.2 Project Information**

Project Start Date:	The project start date is April 2017
Project End Date:	The project end date is June 2021
Project Manager:	The project Coordinator is <b>Mr. Cyrus Mageria</b>
Project Sponsor:	The project sponsor is GEF

### **1.3 Project Overview**

Line Ministry/State Department of the project	The project is under the supervision of the <b>Ministry of Environment and Forestry.</b>
Project number	1108103300
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <p><b>Component 1:</b> Regional information exchange, capacity building and knowledge generation</p> <ul style="list-style-type: none"> <li>Develop an implementation work plan that mirrors the regional work plan approved at the regional meeting in Pretoria, South Africa on October 3-4, 2016. The workplan will be the basis for tracking implementation in each country. The work plan has to be finalized prior to the disbursement of initial funds to the partner.</li> <li>Activities and projects being developed by project partners including Africa Institute, UNEP and World Bank. Designate Country project coordinator with the mandate of being the lead person and contact point for the project and liaison with the Africa Institute.</li> <li>Roaster of key stakeholders and their roles constituting the project national coordination mechanism in the development of the NAP has been developed that has been coordinating the project.</li> </ul>
	<ul style="list-style-type: none"> <li>Minutes of project coordination mechanism meetings throughout the project duration.</li> </ul> <p><b>component 2:</b> Establishment of Coordination Mechanism and organization of process; Through the Establishment of Coordination Mechanism and organization of process the project has extensively involved a wide range of stakeholders in the following forums;</p> <ul style="list-style-type: none"> <li>Project inception workshop at Naivasha.</li> <li>The training of miners conducted in Kilgoris-Narok County</li> </ul>



*National Action Plan on Artisanal Small – Scale Gold Mining Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2021*

	<ul style="list-style-type: none"> <li>The activity done through steering meetings and stakeholders forums</li> </ul> <p><b>Component 3:</b> Develop a national overview of the ASGM sector, including baseline estimates of mercury use and practices;  A draft Comprehensive report on the country's national overview of the ASGM sector, including baseline estimates of mercury uses and practices has been drafted by experts and is under review for the different sections.</p> <p>a) Work plan, outreach plan, timeline and overall budget for the implementation of the plan and its periodical review;</p> <p>b) Evaluation mechanism for the NAP;</p> <p><b>Component 4:</b> Develop, endorse and submit to the Minamata Convention Secretariat a NAP on ASGM;  Identification of roadmap for NAP endorsement and submission.</p>
Achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <p>(i) A coordination mechanism has been established comprising of stakeholders from various institutions and consultants working together in ensuring development of a comprehensive NAP document</p> <p>(ii) Education and creation of awareness to miners in various counties where gold mining is done using mercury including Migori, Kakamega, Kisumu, Narok, Vihiga and Siaya.</p> <p>(iii) Public consultation across the gold mining counties to enrich the NAP from the miners and a wider stakeholder engagement.</p> <p>(iv) Developed a draft NAP.</p>
Other important background information of the project	<p>Kenya is a signatory to the Minamata Convention on Mercury whose objective is to protect human health and the environment from mercury use and its emissions. The Ministry of Environment and Forestry received financing from the Global Environment Facility (GEF) towards developing the Kenya National Action Plan on Artisanal Gold Mining under the Minamata Convention on Mercury.</p>
Current situation that the project was formed to intervene	<p>The project was formed to intervene in the following area:</p> <p>(i) Develop a National Action Plan to address mercury use in ASGM Sector</p>
Project duration	<p>The project started on April 2017 and is expected to run until July 2020</p>

***National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021***

---

**1.4 Bankers**

The following are the bankers for the current year:

- (i) Central Bank of Kenya 1000392398 - Project operating account

---

**1.5 Auditors**

The project is audited by the Office of the Auditor General

**1.6 Roles and Responsibilities**

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

<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
Cyrus Mageria	National Project Coordinator	Bsc Agriculture Msc Environmental Planning & Management PHD Environmental Planning & Management	Project Director
Meshack Ledama	Project Assistant	Bachelor of Science, Biochemistry	Project Assistant

---

**1.7 Funding summary**

The Project is for duration of 2 years from April, 2017 to April 2019 and further extensions to March, 2022 with an approved budget of US\$ 366,000 (use donor currency) equivalent to Kshs 36,600,000 using a dollar rate of 100 as highlighted in the table below:

Below is the funding summary:



*National Action Plan on Artisanal Small – Scale Gold Mining Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2021*

**A. Source of Funds**

Source of funds	Donor Commitment-		Amount received to date – (30. 06 2021)		Undrawn balance to date	
	<i>Donor currency USD</i>	<i>KShs</i>	<i>Donor currency USD</i>	<i>KShs</i>	<i>Donor currency USD</i>	<i>KShs</i>
	<i>(A)</i>	<i>(A')</i>	<i>(B)</i>	<i>(B')</i>	<i>(A)-(B)</i>	<i>(A)-(B)</i>
<b>(i) Grant</b>						
GEF/UNEP	USD 366,000	36,600,000	USD 256,126	25,612,600	USD 109,874	10,987,400
<b>(ii) Counterpart funds</b>						
Government of Kenya 10% of Donor	15,000	1,500,000	15,000	1,500,000	-	-
<b>Total</b>	<b>\$381,000</b>	<b>38,100,000</b>	<b>\$271,126</b>	<b>26,612,600</b>	<b>\$109,874</b>	<b>10,987,400</b>

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)**

**B. Application of Funds**

Application of funds	Amount received to date – (30 <sup>th</sup> June 2021)		Cumulative Amount paid to date – (30 <sup>th</sup> June 2021)	Unutilised balance to date (30.06. 2021)	
	<i>Donor currency</i>	<i>Kshs</i>	<i>Kshs</i>	<i>Donor currency</i>	<i>Kshs</i>
	(A)	(A')	(B')	(A)-(B)	(A')-(B')
<b>(i) Grant</b>					
UNEP/GEF	\$256,126	25,612,600	24,479,248	\$6333.5	633,352
		-	-	-	-
<b>(i) Counterpart funds</b>					
Government of Kenya	\$15,000	1,500,000	1,500,000	-	-
<b>Total</b>	<b>\$271,126</b>	<b>27,112,600</b>	<b>25,979,248</b>	<b>\$6333.5</b>	<b>633,352</b>



## 2. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETERMINED OBJECTIVES

### Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

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

- To develop a Kenya National Action Plan (NAP) to reduce the use of mercury and mercury compounds in and the emissions and releases to the environment of mercury from Artisanal and Small – scale Gold Mining Sector.
- To contribute to the implementation of the Minamata Convention on Mercury through the reduction of the risks posed by the unsound use, management and release of mercury in the Artisanal and Small – scale Gold Mining Sector in Kenya.
- To develop a roster of key stakeholders and their roles constituting the project national coordination mechanism in the development of the NAP project.
- Education and creation of awareness to miners in various counties where gold mining is done using mercury including Migori, Kakamega, Kisumu, Narok, Siaya and Vihiga.

### 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
National Action Plan on Artisanal and Small – scale Gold Mining	To develop a National Action Plan to reduce the use of mercury and mercury compounds in and the emissions and releases to the environment of mercury from artisanal and Small – scale Gold Mining Sector.	National Action Plan draft is in place supported by consultants' reports.	National Action Plan draft is in place.	In FY 19/20 National Action Plan training workshop to Stakeholders and miners conducted on the procedures and guidelines of developing a NAP and baseline estimates of mercury use in ASGM sector.  Development of the National Action Plan for ASGM.

### **3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

*National Action Plan on Artisanal and Small – scale Gold Mining Project 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 the Health 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 project has been involved in the developing a National Action Plan (NAP) for Artisanal and Small – scale Gold Mining (ASGM) sector to address the effects of mercury to human health and the environment. This is an action plan to be used to implement the Global Opportunities for Long term Development in the ASGM sector to reduce and where feasible eliminate the use of mercury in this sector which will be reviewed after every three years. Development of the NAP contributes to the implementation of the Minamata Convention on Mercury through the reduction of the risks posed by the unsound use, management and release of mercury in the Artisanal and Small – scale Gold Mining Sector in Kenya.

In addition, the project conducted a public consultation to the miners on the importance of the National Action Plan for ASGM across the gold mining counties using mercury. This will make the miners take the precautions on the effects of mercury.

The project has been able to conduct education and creation of awareness to miners in various counties where gold mining is done using mercury including Migori, Kakamega, Kisumu, Narok, Siaya and Vihiga on the negative effects of mercury to miners and community health and the environment.

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

The project has recommended and advocated the use of Best Environmental Practices and Best Alternative Technologies in the management of mercury in the artisanal gold mining sector attributed to both mining communities and the environment. The project through the NAP has addressed the alternative technologies to be replaced with the use of mercury by the miners.

---

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

National Action Plan training workshop to Stakeholders and miners conducted on the procedures and guidelines of developing a NAP and baseline estimates of mercury use in ASGM sector. The Project procured Four Consultancies based on merits to conduct a field work on mercury baseline survey in Kakamega, Migori, Narok, Siaya and Vihiga.

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

The project in the procurement of Four Consultancies using the Ministry's procurement procedures in compliance with public procurement and Asset Disposal Act 2015. This ensures that proper guidelines

---

and processes have been followed to enable smooth operations of the project, competitiveness and value for money is achieved. In addition, Vulnerable groups of Youth, Women and Disables have been incorporated in the quotations and tendering processes of the project.

#### **5. Community Engagements-**

The project engaged in the training workshop to Stakeholders and miners conducted on the procedures and guidelines of developing a NAP and baseline estimates of mercury use in ASGM sector. It also conducted a public consultation across the gold mining communities.

*National Action Plan on Artisanal Small – Scale Gold Mining Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2021*

---

#### 4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

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

The *Principal Secretary* for the **Ministry of Environment and Forestry** and the *Project Coordinator* for *National Action Plan on Artisanal Small – scale Gold Mining project* accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public-Sector Accounting Standards.

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for National Action Plan on Artisanal Small – scale Gold Mining project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial period ended *June 30<sup>th</sup>, 2021*, and of the Project's financial position as at that date.

The *Principal Secretary* for Ministry of Environment and Forestry and the *Project Coordinator* for National Action Plan on Artisanal Small – scale Gold Mining project further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for National Action Plan on Artisanal Small – scale Gold Mining project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

---


#### Approval of the Project financial statements

The Project financial statements were approved by the *Principal Secretary* for the Ministry of Environment and Forestry and the *Project Coordinator* for National Action Plan on Artisanal Small – scale Gold Mining project on 29/10 2021 and signed by them.

  
Principal Secretary

Name

*Dr. Amis Kiprot*

  
Project Coordinator

Name *Cyrus Mageria*

  
Project Accountant:

Name: *Enock Maticha*

ICPAK Member Number

*23310*



# REPUBLIC OF KENYA

Telephone: +254-(20) 3214000  
E-mail: [info@oagkenya.go.ke](mailto:info@oagkenya.go.ke)  
Website: [www.oagkenya.go.ke](http://www.oagkenya.go.ke)



*Enhancing Accountability*

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

## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL ACTION PLAN ON ARTISANAL SMALL – SCALE GOLD MINING NO. AFR/NAP ASGM PROJECT/C/10-2016 FOR THE YEAR ENDED 30 JUNE, 2021 - MINISTRY OF ENVIRONMENT AND FORESTRY**

---

### **PREAMBLE**

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

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

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

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



## REPORT ON THE FINANCIAL STATEMENTS

### Opinion

I have audited the accompanying financial statements of National Action Plan on Artisanal Small - Scale Gold Mining Project No. AFR/NAP ASGM Project/C/10-2016 set out on pages 1 to 33, which comprise the statement of financial assets as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows and the statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the National Action Plan on Artisanal Small - Scale Gold Mining Project as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Memorandum of Understanding for Project Cooperation No.AFR/NAP ASGM PROJECT/C/10-2016 between the Government of the Republic of Kenya and the African Institute dated 11 April, 2017 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 National Action Plan on Artisanal Small - Scale Gold Mining 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 judgement, are of most significance in the audit of financial statements. There were no key audit matters to report in the year under review.

### Emphasis of Matter

The statement of receipts and payments and the bank statement of the Project for the year ended 30 June, 2021 reflects Kshs.4,973,610 as receipts from Donor. However, the reconciliation statement of the Projects special account No.1000395958 maintained at the Central Bank of Kenya reflects US \$ 30,000 equivalent of Kshs.3,259,019.80 as the amount withdrawn to fund the Projects activities during the year. The resultant difference of Kshs.1,714,590 has not been explained.

## Other Matter

### Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects approved final receipt budget of Kshs.5,029,369 as proceeds from domestic and foreign grants against actual receipts of Kshs.4,973,610 resulting in a short fall of Kshs.55,759 or 1%.

The statement also reflects a final expenditure budget of Kshs.5,029,369 against actual expenditure of Kshs.4,378,800 resulting in under-utilization of Kshs.650,569 or 13% as shown below;

Receipts/Payments	Final Budget (Kshs.)	Actual on Comparable Basis (Kshs.)	Budget Utilization Difference (Kshs.)	% Under Utilization
<b>Receipts</b>				
Proceeds from domestic and foreign grants	5,029,369	4,973,610	55,759	1%
<b>Total Receipts</b>	<b>5,029,369</b>	<b>4,973,610</b>	<b>55,759</b>	<b>1%</b>
<b>Payments</b>				
Compensation of employees	360,000	350,000	10,000	3%
Purchase of goods and services	4,669,369	4,028,800	640,569	14%
<b>Total Payments</b>	<b>5,029,369</b>	<b>4,378,800</b>	<b>650,569</b>	<b>13 %</b>

The underutilization of Kshs.650,569 is an indication that the activities planned by project management for the financial year under audit were not fully undertaken.

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

### Conclusion

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

### Basis for Conclusion

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the review so as to obtain limited assurance as to 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

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

### **Basis of Conclusion**

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

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as the 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 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 sustainability of services and using 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 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, are in place, 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 review 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.

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

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

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

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

error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the sustainability of services basis 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 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**

**25 November, 2021**

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

	Note	2020/2021			2019/2020			Cumulative to-date (From inception) KShs
		Receipts and payments controlled by the entity KShs	Payments made by third parties KShs	Total	Receipts and payment controlled by the entity KShs	Payments made by third parties KShs	Total	
<b>RECEIPTS</b>								
Transfer from Government entities	1	-	-	-	1,500,000	-	1,500,000	1,500,000
Proceeds from domestic and foreign grants	2	4,973,610.60	-	4,973,610.60				25,612,600
<b>TOTAL RECEIPTS</b>		<b>4,973,610.60</b>	<b>-</b>	<b>4,973,610.60</b>	<b>1,500,000</b>	<b>-</b>	<b>1,500,000</b>	<b>26,612,600</b>
<b>PAYMENTS</b>								
Compensation of employees	3	710,000	-	710,000	720,000	-	720,000	2,426,429
Purchase of goods and services	4	3,668,800	-	3,668,800	10,523,234	-	10,523,234	23,159,819
Acquisition of non-financial assets	5	-	-	-				393,000
<b>TOTAL PAYMENTS</b>		<b>4,378,800</b>	<b>-</b>	<b>4,378,800</b>	<b>11,243,234</b>	<b>-</b>	<b>11,243,234</b>	<b>25,979,248</b>
<b>SURPLUS/ (DEFICIT)</b>		<b>594,810.60</b>	<b>-</b>	<b>594,810.60</b>	<b>(9,743,234)</b>	<b>-</b>	<b>(9,743,234)</b>	<b>633,352</b>

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



Principal Secretary

Name: **Dr Chino Kiptoo**



Project Coordinator

Name: **GRIVUS MAGERIA**



Project Accountant

Name: **ENDRE MATICHA**

ICPAK Member Number:

**23310**

---

---

---

---



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

	Note	2020-2021	2019-2020
		KShs	KShs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	6.A	633,352.05	1,415,301
Cash Balances	6.B	-	-
Cash Equivalents (short-term deposits)	6.C	-	-
<b>Total Cash and Cash Equivalents</b>		<b>633,352.05</b>	<b>1,415,301</b>
Accounts Receivables	7	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>633,352.05</b>	<b>1,415,301</b>
<b>FINANCIAL LIABILITIES</b>			
Payables- Deposits and Retentions	8	-	-
<b>NET ASSETS</b>		<b>-</b>	<b>-</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd	9	1,415,301.00	11,158,535
Prior year adjustments	10	(1,376,759.55)	-
Surplus/(Deficit) for the year		594,810.60	(9,743,234)
<b>NET FINANCIAL POSITION</b>		<b>633,352.05</b>	<b>1,415,301</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 29/10 2021 and signed by:



Principal Secretary

Date 29/10/21



Project Coordinator

Date CYRUS MAGERIA  
29/10/21



Project Accountant


Date 29/10/21  
ICPAK Member No.  
23310

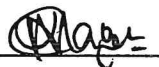
*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*


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

		2020-2021	2019-2020
	Note	KShs	KShs
<b>CASHFLOW FROM OPERATING ACTIVITIES</b>			
<b>Receipts from operating activities</b>			
Transfer from Government entities	1	-	1,500,000
Proceeds from domestic and foreign grants	2	4,973,610.60	-
<b>Payments from operating activities</b>			
Compensation of employees	3	710,000	720,000
Purchase of goods and services	4	3,668,800	10,523,234
<b>Adjustments during the year</b>			
Prior Year Adjustments	10	1,376,759.55	-
Decrease/(Increase) in Accounts Receivable	7	-	-
Increase/(Decrease) in Accounts Payable:	8	-	-
<b>Net cash flow from operating activities</b>		<b>(781,948.95)</b>	<b>(9,743,234)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Acquisition of Assets	5	-	-
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>CASHFLOW FROM BORROWING ACTIVITIES</b>			
<b>Net cash flow from financing activities</b>		<b>-</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>(781,948.95)</b>	<b>(9,743,234)</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	6	<b>1,415,301.00</b>	<b>11,158,535</b>
<b>Cash and cash equivalent at END of the year</b>	6	<b>633,352.05</b>	<b>1,415,301</b>

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 29/10 2021 and signed by:

  
Principal Secretary  
Date 29/10/21

  
Project Coordinator  
Date CYNUS MAREMA  
29/10/21


  
Project Accountant  
Date 29/10/21  
ICPAK Member No:  
23310


9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

Receipts/Payments Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
<b>Receipts</b>						
Transfer from Government entities	-	-	-	-	-	-
Proceeds from domestic and foreign grants	5,029,369	-	5,029,369	4,973,610.60	55,758.40	99%
Proceeds from borrowings	-	-	-	-	-	-
Miscellaneous receipts	-	-	-	-	-	-
<b>Total Receipts</b>	<b>5,029,369</b>	<b>-</b>	<b>5,029,369</b>	<b>4,973,610.60</b>	<b>55,758.40</b>	<b>99%</b>
<b>Payments</b>						
Compensation of employees	720,000	-	720,000	710,000	10,000	99%
Purchase of goods and services	4,309,369	-	4,309,369	3,668,800	640,569	85%
Social security benefits	-	-	-	-	-	-
Acquisition of non-financial assets	-	-	-	-	-	-
Transfers to other government entities	-	-	-	-	-	-
Other grants and transfers	-	-	-	-	-	-
<b>Total Payments</b>	<b>5,029,369</b>	<b>-</b>	<b>5,029,369</b>	<b>4,378,800</b>	<b>650,569</b>	<b>87%</b>

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

  
Principal Secretary  
Date 29/10/21

  
Project Coordinator  
Date 29/10/21  
ICPAK Member No: 23310

  
Project Accountant  
Date 29/10/21  
ICPAK Member No: 23310

## **10. SIGNIFICANT ACCOUNTING POLICIES**

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

---

### **10.1 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 *National Action Plan on Artisanal Small – Scale Gold Mining Project* under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012.

#### **10.3.1 Reporting currency**

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



**10.4 Significant Accounting Policies**

**a) Recognition of receipts**

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

**i) Transfers from the Exchequer**

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

**ii) External Assistance**

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

**iii) Other receipts**

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

**b) Donations and grants**

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

*National Action Plan on Artisanal Small – Scale Gold Mining Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2021*

---

**Significant Accounting Policies (Continued)**

**c) Proceeds from borrowing**

---

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

**d) Undrawn external assistance**

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

**e) Recognition of payments**

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

**i) Compensation of employees**

---

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

**ii) Use of goods and services**

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

**Significant Accounting Policies (Continued)**

**iii) Interest on borrowing**

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

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

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

**v) Acquisition of fixed assets**

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

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

**f) In-kind donations**

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

**Significant Accounting Policies (Continued)**

**g) Cash and cash equivalents**

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

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

**Restriction on cash**

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

**h) Accounts receivable**

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

## **Significant Accounting Policies (Continued)**

### **i) Contingent Liabilities**

A contingent liability is:

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

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

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

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

### **j) Contingent Assets**

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

## **Significant Accounting Policies (Continued)**



***National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021***

---

**k) Pending bills**

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

**l) Budget**

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

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

---

**m) Third party payments**

Included in the receipts and payments, are payments made on its behalf by to third parties in form of loans and grants. These payments do not constitute cash receipts and payments and are disclosed in the payment to third parties column in the statement of receipts and payments.

During the year **Ksh4,973,610.60** being grant disbursements were received in form of direct payments from third parties.

**Significant Accounting Policies (Continued)**

**n) Exchange rate differences**

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

**o) Comparative figures**

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

**p) Subsequent events**

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2021.

**q) Errors**

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

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**11. NOTES TO THE FINANCIAL STATEMENTS**

**1. RECEIPTS FROM GOVERNMENT OF KENYA**

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

	2020/21	2019/20	
	KShs	KShs	Cumulative to- date(from inception)
<i>Counterpart funding through Ministry of Environment and Forestry</i>			
Counterpart funds Quarter 1	-		-
Counterpart funds Quarter 2	-	1,500,000	1,500,000
Counterpart funds Quarter 3	-	-	-
Counterpart funds Quarter 4	-	-	-
<i>Other transfers from government entities</i>			
Ministry	-	-	-
Ministry	-	-	-
Project	-	-	-
Appropriations-in-Aid	-	-	-
<b>Total</b>	<b>=</b>	<b>1,500,000</b>	<b>1,500,000</b>

*Note: In the year 2020/2021 financial year, there were no GOK counterpart funding for the project.*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**2. PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS**

During the 12 months to 30 June 2021 we received grants from donors as detailed in the table below:

Name of Donor	Date received	Amount received in donor currency	Grants received in cash	Grants received as direct payment *	Grants received in kind	Total amount in KShs	
						<b>2020/21</b>	<b>2019/20</b>
			KShs	KShs	KShs	KShs	KShs
<b>Grants Received from Bilateral Donors (Foreign Governments)</b>							
UNEP	30/06/21		4,973,610.60	-	-	4,973,610.60	
							-
<b>Total</b>			<b>4,973,610.60</b>	<b>-</b>	<b>-</b>	<b>4,973,610.60</b>	<b>-</b>

See Annex 2

*National Action Plan on Artisanal Small – Scale Gold Mining Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2021*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**3. COMPENSATION OF EMPLOYEES**

	2020/2021			2019/2020	
	Payments made	Payments		Total	
	by the Entity in	made by third	Total	Payme	Cumulative
	Cash	parties	Payments	nts	to- date
	KShs	KShs	KShs	KShs	KShs
-					
Basic salaries of permanent employees	710,000	-	710,000	720,000	2,426,429
Basic wages of temporary employees	-		-	-	
Personal allowances paid as part of salary	-		-	-	
Personal allowances paid as reimbursements	-		-	-	
Personal allowances provided in kind	-		-	-	
Pension and other social security contributions	-		-	-	
Compulsory national social security schemes	-		-	-	
Compulsory national health insurance schemes	-		-	-	
Social benefit schemes outside government	-		-	-	
Other personnel payments	-		-	-	
<b>Total</b>	<b>710,000</b>	<b>=</b>	<b>710,000</b>	<b>720,000</b>	<b>2,426,429</b>



*National Action Plan on Artisanal Small – Scale Gold Mining Project*  
*Reports and Financial Statements*  
*For the financial year ended June 30, 2021*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**4. PURCHASE OF GOODS AND SERVICES**

	2020/2021			2019/2020	
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to- date
	KShs	KShs	KShs	KShs	KShs
Utilities, supplies and services	-	-	-	-	1,968,926
Communication, supplies and services	-	-	-	405,000	405,000
Domestic travel and subsistence		-		6,895,200	12,832,900
Foreign travel and subsistence	-	-	-	-	
Printing, advertising and information supplies		-	-		
Rentals of produced assets	-	-	-		
Training payments	3,067,300	-	3,067,300		3,067,300
Hospitality supplies and services	601,500	-	601,500	640,800	2,303,459
Insurance costs	-	-	-		
Specialized materials and services	-	-	-	2,582,234	2,582,234
Other operating payments		-			
Routine maintenance – vehicles and other transport equipment	-	-	-	-	
Routine maintenance- other assets	-	-	-	-	
Exchange rate losses/gains (net)	-	-	-	-	
<b>Total</b>	<b><u>3,668,800</u></b>	<b><u>=</u></b>	<b><u>3,668,800</u></b>	<b><u>10,523,234</u></b>	<b><u>23,159,819</u></b>

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**5. ACQUISITION OF NON-FINANCIAL ASSETS**

	2020/21			2019/20	
	Payments made by the Entity in Cash	Payments made by third parties	Total Payments	Total Payments	Cumulative to-date
	KShs	KShs	KShs	KShs	KShs
Purchase of buildings	-		-	-	
Construction of buildings	-		-	-	
Refurbishment of buildings	-		-	-	
Construction of roads	-		-	-	
Construction of civil works	-		-	-	
Overhaul & refurbishment of construction and civil works	-		-	-	
Purchase of vehicles & other transport equipment	-		-	-	
Overhaul of vehicles & other transport equipment	-		-	-	
Purchase of household furniture & institutional equipment	-		-	-	
Purchase of office furniture & ICT equipment	-	-	-	-	393,000
Purchase of specialised plant, equipment and machinery	-		-	-	
Rehabilitation & renovation of plant, equipment & machinery	-		-	-	
Purchase of certified seeds, breeding stock and live animals	-		-	-	
Research, studies, project preparation, design & supervision	-		-	-	
Rehabilitation of civil works	-		-	-	
Acquisition of strategic stocks	-		-	-	
Acquisition of land	-		-	-	
Acquisition of other intangible assets	-		-	-	
<b>Total</b>	<b>=</b>	<b>=</b>	<b>=</b>		<b>393,000</b>

**NOTE:** The asset was erroneously omitted in the financial year 2019/20

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**6. CASH AND CASH EQUIVALENTS**

	<b>2020/21</b>	<b>2019/20</b>
	<b>KShs</b>	<b>KShs</b>
Bank accounts (Note 6A)	633,352.05	1,415,301
Cash in hand (Note 6B)	-	-
Cash equivalents (short-term deposits) (Note 6C)	-	-
<b>Total</b>	<b>633,352.05</b>	<b>1,415,301</b>

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

**6. A Bank Accounts**

**Project Bank Accounts**

	<b>2020/21</b>	<b>2019/20</b>
	<b>KShs</b>	<b>KShs</b>
<b><u>Foreign Currency Accounts</u></b>		
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> )		-
<b>Total Foreign Currency balances</b>	<b>-</b>	<b>=</b>
<b><u>Local Currency Accounts</u></b>		
Central Bank of Kenya [A/c No1000392398](Cash book]	633,352.05	1,415,301
Kenya Commercial Bank [A/c No.....]		-
Co-operative Bank of Kenya [A/c No.....]		-
Others ( <i>specify</i> )		-
<b>Total local currency balances</b>	<b>633,352.05</b>	<b>1,415,301</b>
<b>Total bank account balances</b>	<b>633,352.05</b>	<b>1,415,301</b>

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**Special Deposit Accounts**

The balances in the Project's Special Deposit Account(s) as at 30<sup>th</sup> June 2021 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

**Special Deposit Accounts Movement Schedule**

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

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

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**6 B Cash In Hand**

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

[Provide a cash count certificate for each location above]

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

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

**7. ACCOUNTS RECEIVABLES**

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

**Note:** There were no accounts receivables during the financial year



*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**8. ACCOUNTS PAYABLES**

Description	2020-2021	2019-2020
	Kshs	Kshs
Retention	-	-
Deposits	-	-
<b>Total</b>		

**Note:** There were no accounts payables during the financial year

**9. FUND BALANCE BROUGHT FORWARD**

	2020/21	2019/20
	KShs	KShs
Bank accounts	1,415,301	11,158,535
Cash in hand	-	-
Cash equivalents (short-term deposits)	-	-
Outstanding imprests and advances	-	-
<b>Total</b>	<b>1,415,301</b>	<b>11,158,535</b>

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**10. PRIOR YEAR ADJUSTMENT**

	Balance b/f FY 2019/2020 as per Financial statements	Adjustments	Adjusted Balance b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	1,415,301	(1,376,759.55)	38,541.45
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others ( <i>specify</i> )	-	-	-
Total	1,415,301	(1,376,759.55)	38,541.45

*The prior year adjustment relates to errors of omission in the cash book entries where by two payment vouchers of Ksh1,433,096 for the year 2018/2019 financial year were not posted in cashbook leading to an overcast in balance carried forward for the same financial year. Similarly, two payment vouchers totalling to Ksh56,358.90 were erroneously posted in the cash book for the financial year 2019/2020 leading to an under-cast in the balance carried forward for 2019/2020 financial year. The error has now been corrected as per the attached copies of excel cash books for 2018/19 and 2019/20 financial years.*

<b>Payment vouchers not posted in the cash book for 2018/2019 Fy1376</b>			
<b>S/No</b>	<b>Payee</b>	<b>PV No</b>	<b>Amount</b>
1	Issitet Ltd	7623	636,000
2	Emerald Environment	7625	797,096
	<b>Total</b>		<b>1,433,096</b>
<b>Less: Payment vouchers wrongly posted in cash book for 2019/20 Fy</b>			
3	Elijah Rono		33,600.00
4	Meshack Ledama		22,758.90
	<b>Total</b>		<b>(56,358.90)</b>
	<b>Net effect/ Adjusted balance</b>		<b>1,376,759.55</b>

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**12. OTHER IMPORTANT DISCLOSURES**

**1. PENDING ACCOUNTS PAYABLE (See Annex 3A)**

	Balance b/f FY 2020/2021	Additions for the period	Paid during the year	Balance c/f FY 2020/2021
Description	Kshs	Kshs	Kshs	Kshs
Construction of buildings				
Construction of civil works				
Supply of goods				
Supply of services	213,000	-	213,000	Nil
<b>Total</b>	<b>213,000</b>		<b>213,000</b>	

**2 a) External assistance relating loans and grants**

	FY 2020/2021	FY 2019/2020
Description	Kshs	Kshs
External assistance received as grants	4,973,610	-
<b>Total</b>	<b>4,973,610</b>	<b>-</b>

**b) Undrawn external assistance**

	Purpose for which the undrawn external assistance may be used	FY 2020/2021	FY 2019/2020
Description		Kshs	Kshs
Undrawn external assistance - grants		10,987,400	15,961,010
<b>Total</b>		<b>10,987,400</b>	<b>15,961,010</b>

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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1021	The statement of comparative budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs. 21,000,000 and Kshs. 1,500,000 respectively resulting to an under-funding of Kshs. 19,500,000 or 93% of the budget. Similarly, the Statement reflects final payments budget and actual on comparable	The statement of comparative budget and actual amount reflects final receipt budget and actual on comparable basis of Kshs. 21,000,000 and Kshs. 1,500,000 respectively resulting to an underfunding of Kshs. 19,500,000 or 93% of the budget. Similarly, the statement reflects final payments budget and actual on a	Awaiting to appear before the Parliamentary Accounts Committee (PAC) at a future date.	Six (6) months



**National Action Plan on Artisanal Small – Scale Gold Mining Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

Reference			Status:	Timeframe: (Put a date when you expect the issue to be resolved)
No. on the external audit Report	Issue / Observations from Auditor	Management comments	(Resolved / Not Resolved)	
	basis of Kshs. 19,000,000 and Kshs. 11,243,234 respectively resulting to an under-funding of Kshs. 7,756,766 or 41% of the budget. The Project expenditure was based on the previous year's saving as only Kshs. 1,500,000 was realised. Management has not	comparable basis of Kshs. 19,000,000 and Kshs. 11,243,234 respectively resulting to an underfunding of Kshs. 7,756,766 or 41% of the budget. The expenditure was based on the previous year's savings by the project during the year.		
	also given any explanations for the material deviations between the budget and actual amounts contrary to the Public Sector Accounting Standards Board and as required by The	The material deviations between the budget and actual amounts was due:  <ul style="list-style-type: none"> <li>Donor's authority to extend the project was received late on</li> </ul>		

**National Action Plan on Artisanal Small – Scale Gold Mining Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timefram e: (Put a date when you expect the issue to be resolved)
	<p>National Treasury's Circular Ref: PSASB/1/12 Vol.1(44) of 25 June 2019.</p> <p>The Management is therefore in breach of the Law.</p>	<p>19/02/2020 hence there was inadequate time to fully absorb the funds/requisition the same from the donor. Appendix 1021(i)</p> <ul style="list-style-type: none"> <li>The Project donor funds are released based on the donor financial calendar year (January - December), while the implementation of the project's activities are conducted based on Government financial year (July</li> </ul>		

**National Action Plan on Artisanal Small – Scale Gold Mining Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

Reference			Status:	Timeframe: (Put a date when you expect the issue to be resolved)
No. on the external audit Report	Issue / Observations from Auditor	Management comments	(Resolved / Not Resolved)	
		<p>– June) causing overlaps and delays in funds release and challenges in the implementation of planned activities resulting to low funds absorption.</p> <ul style="list-style-type: none"> <li>• Artisanal and Small – Scale Gold Mining</li> </ul>		
		<p>sector is a new area which made it difficult to get experts. This resulted to advertisement to hire consultants be done thrice before</p>		

**National Action Plan on Artisanal Small – Scale Gold Mining Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timefram e: (Put a date when you expect the issue to be resolved)
		they were brought on board. This greatly affected project implementation as most activities were anchored on the consultancies. Appendix 1021(ii)		



Principal Secretary



Project Coordinator

29/10/21

Date

29/10/21

Date

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**14. ANNEXES**

**ANNEX1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS**

	Final Budget	Actual on Comparable Basis	Budget Utilization Difference c=a- b	% of Utilization d=b/a %	Comments on Variance(below 90% and over 100%
<b>Receipts</b>		a	b	d=b/a %	
Transfer from Government entities		-			
Proceeds from domestic and foreign grants	5,029,369	4,973,610.60	55,758.40	99%	
Proceeds from borrowings		-	-	-	
Miscellaneous receipts		-	-	-	
<b>Total Receipts</b>	<b>5,029,369</b>	<b>4,973,610.60</b>	<b>55,758.40</b>	<b>99%</b>	
<b>Payments</b>					
Compensation of employees	720,000	710,000	10,000	99%	
Purchase of goods and services	4,309,369	3,668,800	640,569	85%	Late disbursement of funds & Delays in procurement process
Social security benefits		-	-	-	
Acquisition of non-financial assets		-	-	-	
Transfers to other government entities		-	-	-	
Other grants and transfers		-	-	-	
<b>Total payments</b>	<b>5,029,369</b>	<b>4,378,800</b>	<b>650,569</b>	<b>87%</b>	

PS/ae



**National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021**

**ANNEX 2: RECONCILIATION OF INTER-ENTITY TRANSFERS**

PROJECT NAME:		NATIONAL ACTION PLAN (NAP)		
Break down of Transfers from the State Department of Environment and Forestry				
a.	Government Counterpart			
	Funding			Indicate the FY to which the amounts relate
1.	GOK funds	Bank Statement Date	Amount (KShs)	For financial year 2020/21
		30/06/2021	4,973,610.60	
		Total	4,973,610.60	
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)	4,973,610.60	

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

Project Coordinator  
NAP



Sign

29/10/21

Head of Accounting Unit  
Min. of Environment & Forestry



Sign  
Githuiri GK.  
29/10/21

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

**ANNEX 3A - ANALYSIS OF PENDING BILLS**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Supply of services	a	b	c	d=a-c		
1. Girango Guest House Hotel	213,000	2019/20 Fy	213,000	Nil	213,000	Paid
2.						
Sub-Total	213,000		213,000		213,000	
Construction of civil works						
3.						
4.						
Sub-Total						
Supply of goods						
5.						
6.						
Sub-Total						
Construction of buildings						
7.						
8.						
Sub-Total						
Grand Total	213,000		213,000		213,000	

*ps/ae*

**National Action Plan on Artisanal Small – Scale Gold Mining Project**  
**Reports and Financial Statements**  
**For the financial year ended June 30, 2021**

**ANNEX 4 – SUMMARY OF FIXED ASSETS REGISTER**

Asset class	Opening Cost (KShs) 2020/21	Donations in form of asset (KShs) 2020/21	*Purchases/ Additions in the Year (KShs) 2020/21	** Disposals in the Year (KShs) 2020/21	Transfers in/(out) Kshs 2020/21	Closing Cost (KShs) 2020/21
	(a)	(b)	(c)	(d)	(d)	(e)= (a)+ (b)+c)- (d)+(-)d
ICT Equipment (Desk top computers and Lap tops)						
Computer monitor	98,000		-	-	-	98,000
Computer monitor	98,000		-	-	-	98,000
Lap top	98,500		-	-	-	98,500
Lap top	98,500		-	-	-	98,500
<b>Total</b>	<b>393,000</b>		-	-	-	<b>393,000</b>

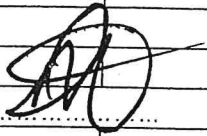
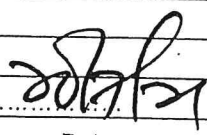

PS/uc

*National Action Plan on Artisanal Small – Scale Gold Mining Project  
Reports and Financial Statements  
For the financial year ended June 30, 2021*

---

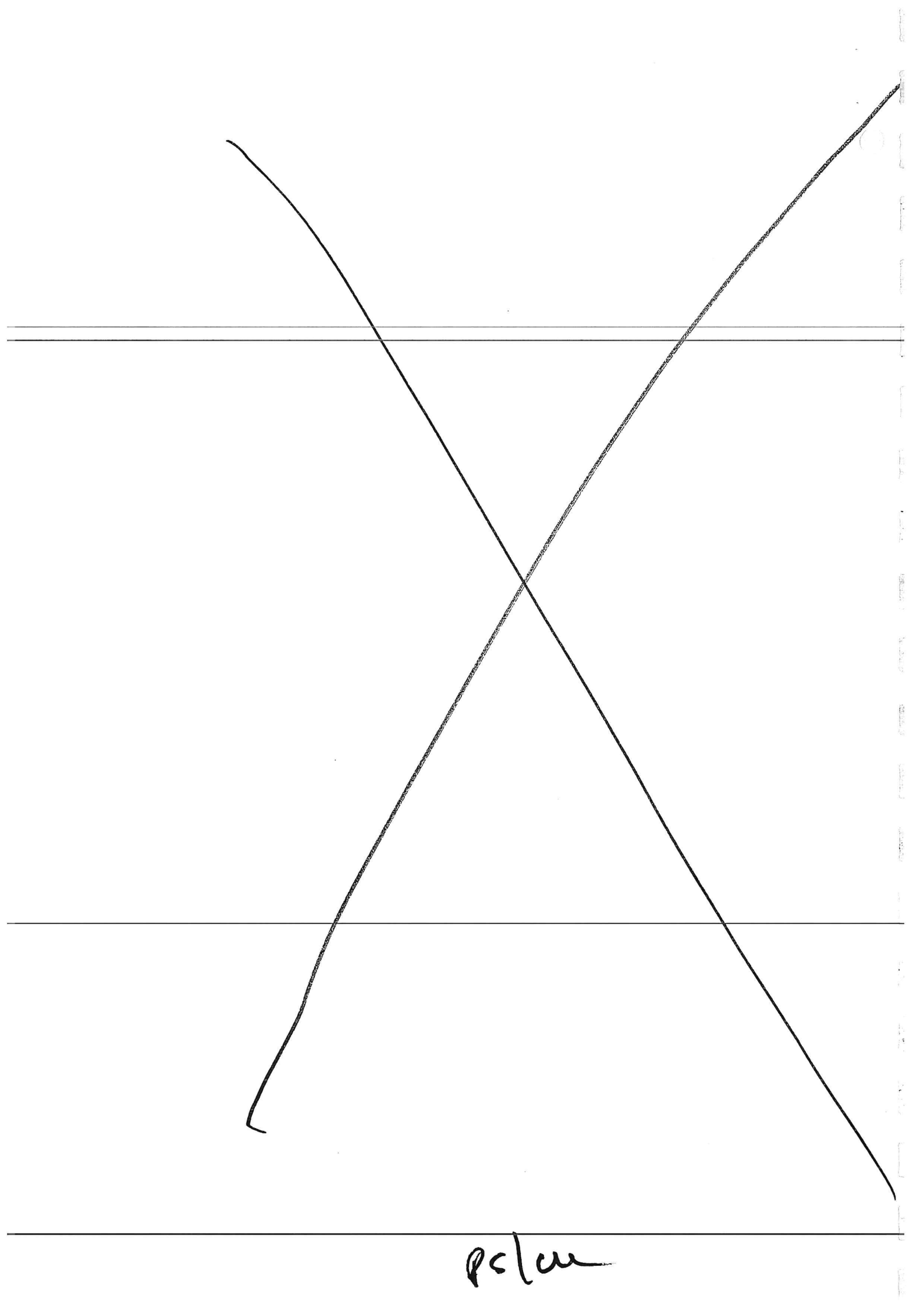
**APPENDICES**

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

REPUBLIC OF KENYA				P.12.30	
MINISTRY OF ENVIRONMENT AND FORESTRY					
NAP-1108 (ME&F) 2020/2021					
Account number : 1000392398					
BANK RECONCILIATION STATEMENT AS AT 30.06.2021					
					Kshs.
Balance as per bank certificate					38,541.45
Less					
1. Payments in cashbook not yet recorded in bank statement					
2. Receipts in bank statement not yet recorded in cashbook					
Add					
3. Payments in bank statement not yet recorded in cashbook					
4. Receipts in cashbook not yet recorded in bank statement.					
Balance as per the cashbook.....					38,541.45
I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct					
		SDA G			
Signature		Designation		Date	
(All schedules are attached herewith)					
Prepared by: <u>DAMARIS MALETIA</u>				Signature: 	

ps/ae





July 13, 2021

BANK OF KENYA

BANK OF KENYA

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

## CERTIFICATE OF BALANCES

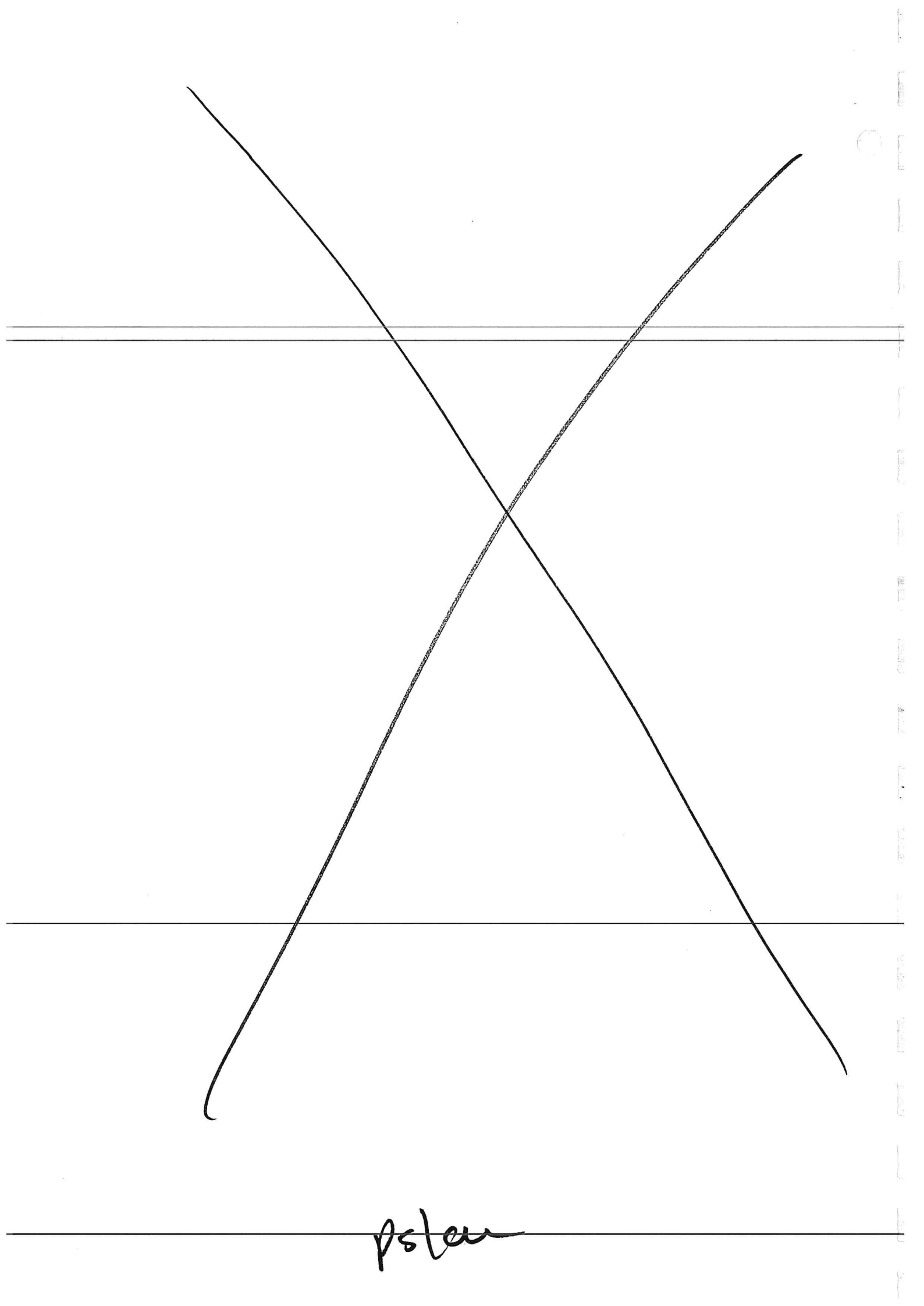
Customer : 138667 MINISTRY OF ENVIRON AND FORESTRY  
Balance  
Date: 30-Jun-21

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

  
LAWRENCE RWERIA  
AUTHORISED SIGNATORY  
BANKING SERVICES DIVISION

  
JOYCE NASIEKU (Ms)  
AUTHORISED SIGNATORY  
BANKING SERVICES DIVISION

ps lce



pslen

Report of the Board of Survey on the Cash and Bank Balances of MINISTRY OF ENVIRONMENT AND FORESTRY (MPEF) AS AT  
THE CLOSE OF BUSINESS ON 30<sup>TH</sup> JUNE, 2021.

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

		CHAIRMAN
		MEMBER
		MEMBER

Assembled at the Cash office Ministry HQS.

At.....10.00 A.M. ....(time) on the 12<sup>th</sup> JULY..., 2021

And the following cash was produced:

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

NIL

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

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

The Cash Book reflected the following balances as at the close of business on  
the 30<sup>th</sup> June .2021

Cash on hand	.. .. .	Sh. ...NIL
Bank balance	.. .. .	Sh 633,352.05
		<u>633.352.05.</u>

The Bank Certificate of Balance showed a sum of Sh..THIRTY EIGHT THOUSAND FIVE HUNDRED AND FORTY ONE SHILLINGS  
AND FORTY FIVE CENTS ONLY  
only..... (Sh 38,541...Cts. 45...)

Standing to the credit of the account on .....30<sup>th</sup> June, 2021.....

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

RODNEY OMARI :.....  
CHAIRMAN

JIMMY MUCHEKE :.....

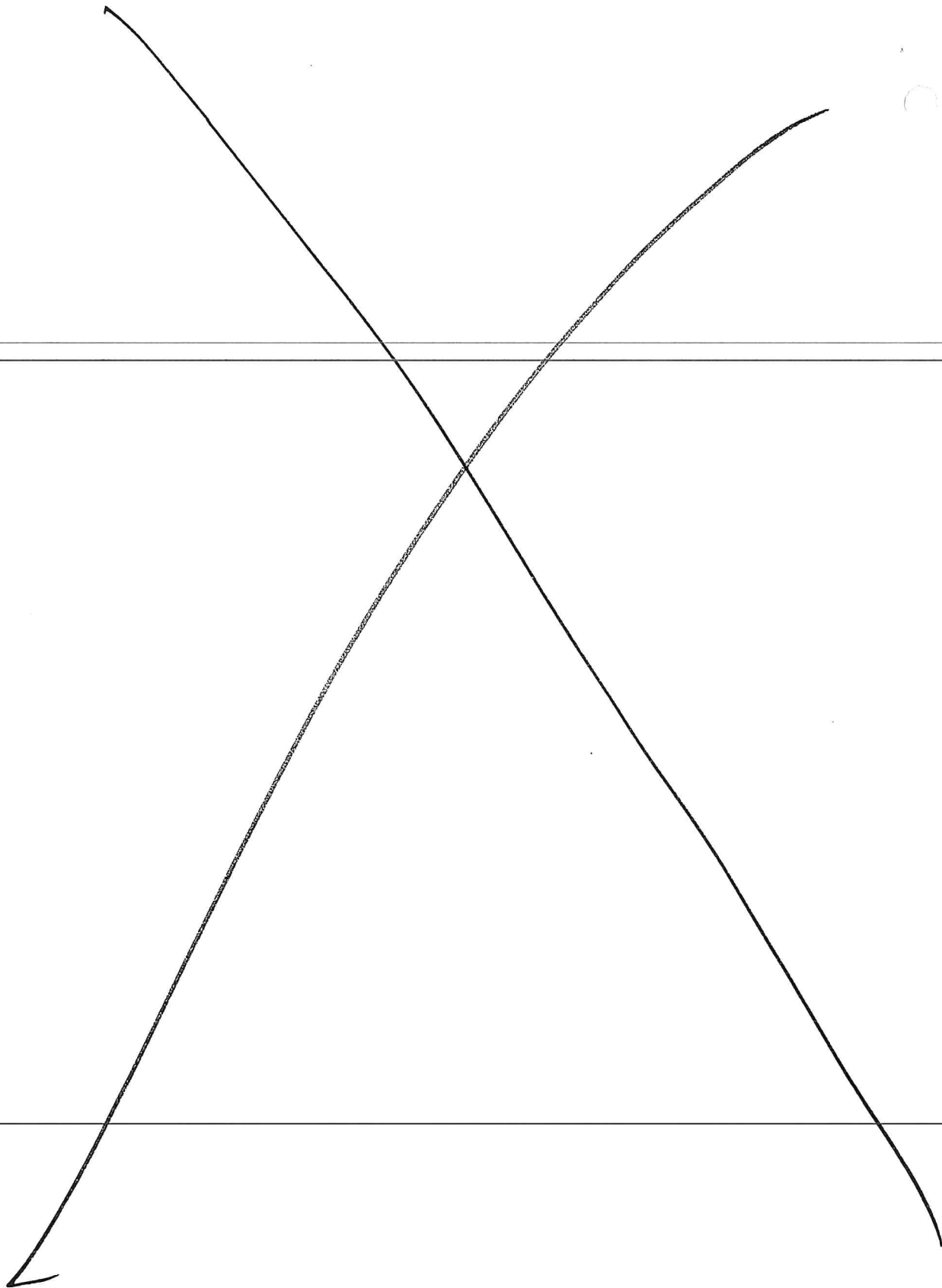
13<sup>TH</sup> JULY 2021

CAROLINE WAMBUA

Date .....

MEMBERS OF THE BOARD

pc/acc



place



**NATIONAL ACTION PLAN PRJ**  
**STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION**  
**FOR THE YEAR ENDED 30 JUNE 2021**  
**PART B: ACCOUNT RECONCILIATION**

Credit No. UNEP


Bank Account No. 1000352019 CENTRAL BANK OF KENYA

	NOTES	AMOUNT	AMOUNT
		USD	USD
1	Amount advanced by UNEP - Opening Bal.		28,275.00
	Less:		
2	Total amount recovered by UNEP		76,116.00
3	<b>Outstanding Amount to be Documented</b>		<b>104,391.00</b>
	<b>Represented by:</b>		
4	Ending Special Account Balance as as 30 June 2021		74,391.00
5	Amounts claimed but not credited as at 30th June 2021		-
6	Amounts withdrawn and not claimed		30,000.00
7	Service Charges (if not included in lines 5 and 6 above)		-
8	Interest earned (if included in Special Account)		-
9	<b>Total advance to Special Account Year ended 30 June 2021</b>		<b>104,391.00</b>

Discrepancy between total appearing on line 3 and 9 - None

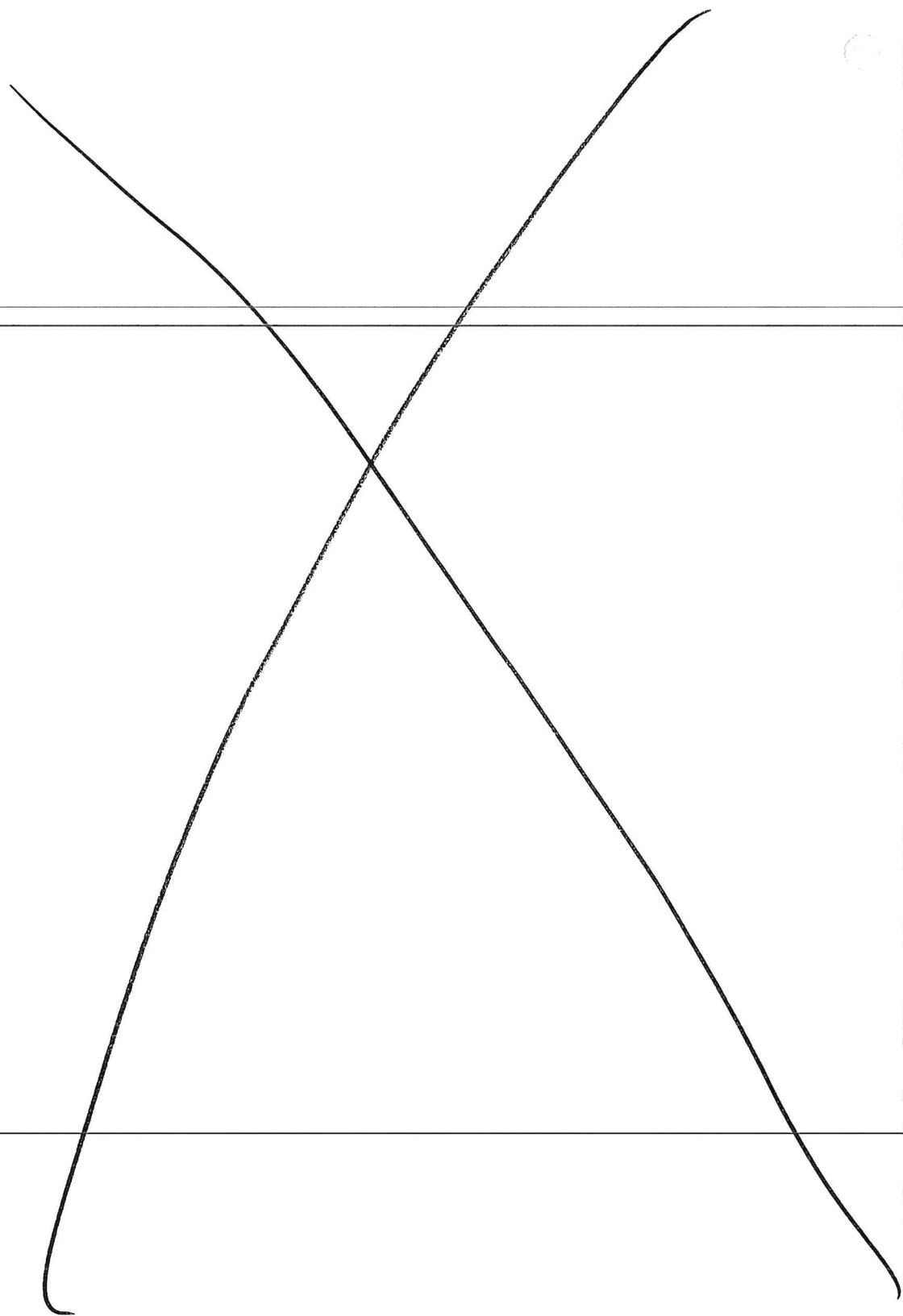
**Notes:**

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account) -
- 2 Indicate if amount appearing on line 6 is eligible for financing by UNEP and provide reasons for not claiming the expenditures

  
**AUTHORISED REPRESENTATIVE**  
**RESOURCE MOBILISATION DEPARTMENT**  
**THE NATIONAL TREASURY**

**DATE: 30-07-2021**

*ps/cac*



pslax

## SPECIAL ACCOUNT STATEMENT

For period ending	30th JUNE, 2021
Account No.	1000352019
Depository Bank	CENTRAL BANK OF KENYA.
Address	CENTRAL BANK OF KENYA.
Related Loan	NATIONAL ACTION PLAN PRJ- C/10-2016
Credit Agreement	
Currency	USD

### Part A - Account Activity

Beginning balance of 1st July, 2020 as per C.B.K. Ledger Account	28,275.00
---------------------------------------------------------------------	-----------

#### **Add:**

Total Amount deposited by World Bank	76,116.00
--------------------------------------	-----------

Total Interest earnings if deposited in account	
-------------------------------------------------	--

Total amount refunded to cover ineligible expenditure	
----------------------------------------------------------	--

#### **Deduct:**

Total amount withdrawn	30,000.00
------------------------	-----------

Total service charges if not included above in amount withdrawn	
--------------------------------------------------------------------	--

Ending balance on 30th June, 2021	74,391.00
-----------------------------------	-----------

**AUTHORISED REPRESENTATIVE**  
**CENTRAL BANK OF KENYA**

**SIGNATURE:**

**DATE**

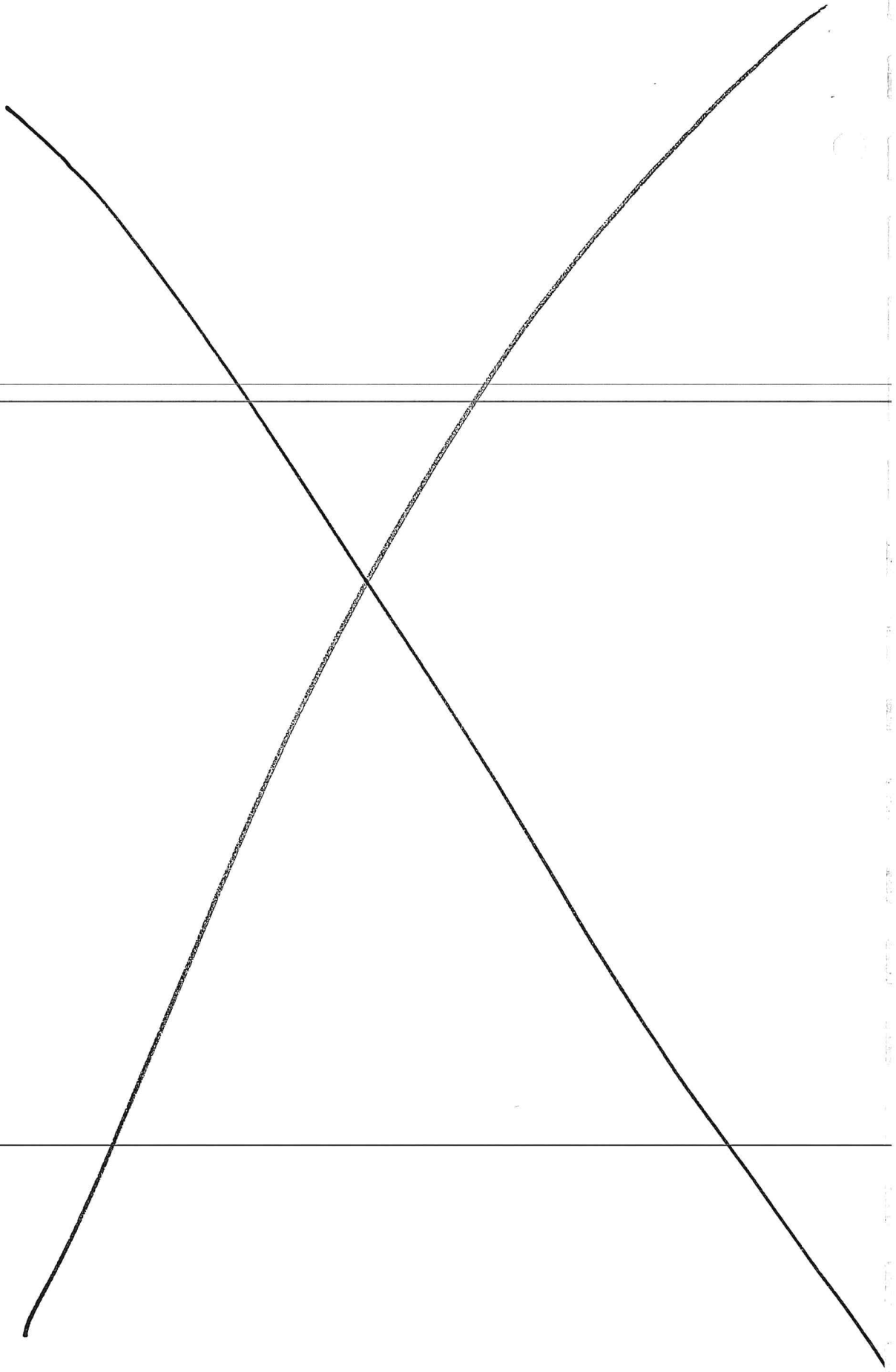
**AUTHORISED REPRESENTATIVE**  
**EXTERNAL RESOURCES**  
**DEPARTMENT-TREASURY**

**SIGNATURE:**

**DATE**

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2021 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

pela



psluc

Register 1.0 of 0

Run Date: 15/07/2021 Run Time: 14:44:41  
 CENTRAL BANK OF KENYA  
 BANKI KUU YA KENYA  
 P.O.BOX 60000-0200  
 NAIROBI  
 STATEMENT PERIOD: From 01/07/2020 To

## STATEMENT OF ACCOUNT

PAGE NO : 1

ACCOUNT NUMBER : 1000352019

ACCOUNT TITLE : NATIONAL ACTION PLAN PRJ- C/10-2016  
 30/06/2021

NO.	DATE	REFERENCE NO	DETAILS			DEBIT	CREDIT BALANCE
OPENING BAL :		28,275.00					
NO.	Value Date	Reference.No	Details	Debit	Credit		Balance
1	07/08/2020	FT20220VDCX8	NATIONAL ACTION	0 00	1,020 00		29295
2	25/08/2020	FT20238WFNQ2	FUNDING	0 00	22,960 00		52255
3	04/09/2020	FT20248786DR	PA124934	-24,000 00	0 00		28255
4	27/11/2020	FT20332QPPLB	FUNDING	0 00	1,020 00		29275
5	22/12/2020	FT20357S0ZMV	PA125552	-1,000 00	0 00		28275
6	25/02/2021	FT21056JKLR6	NACTION FUND	0 00	5,000 00		33275
7	09/03/2021	FT210685JVCB	PA125598	-5,000.00	0 00		28275
8	12/03/2021	FT21071DJFFJ	FUNDING	0 00	24,975 00		53250
9	25/05/2021	FT21145BD648	FUNDING	0 00	21,141.00		74391

CLOSING BALANCE : 74391

END OF ACCOUNT STATEMENT

Favourites

TAM.E STMT.OF ACCT.EPRM

More Options

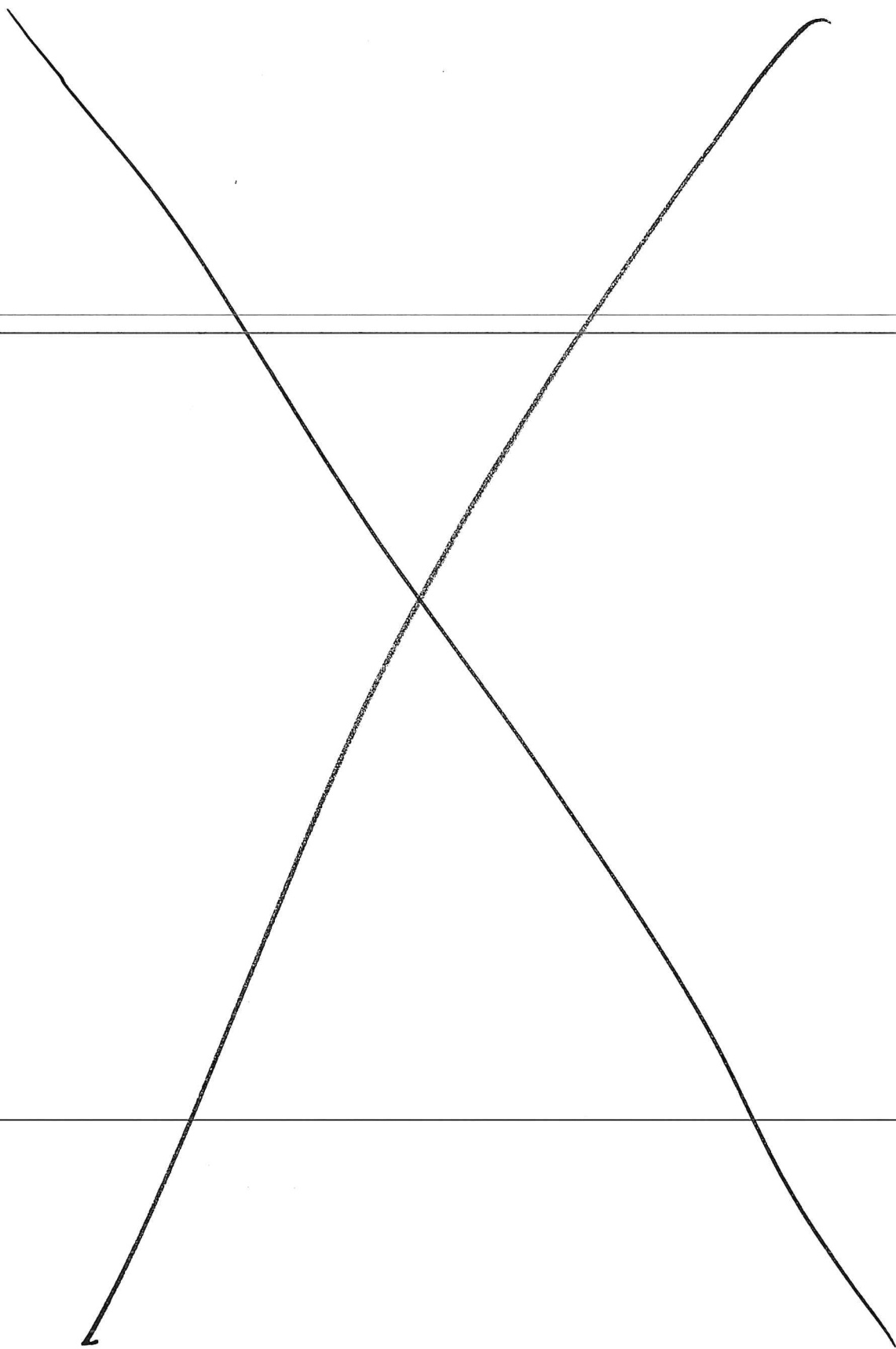
Clear Selection

Find

Account equals 1000352019  
 Statement From equals 20200701  
 Statement To equals 20210630

TAM.E STMT.OF.ACCT.EPRM





pslae