



REPUBLIC OF KENYA

THE NATIONAL TREASURY & PLANNING
FINANCIAL SECTOR SUPPORT PROJECT

STRATEGY MEETING

CROWNE PLAZA HOTEL, UPPERHILL, NAIROBI 10:00am

22nd January 2019

AGENDA

1	Introduction and Welcoming remarks by FSSP Project Manger <ul style="list-style-type: none">• Background• Project achievements/challenges	PM- FSSP
2	Remarks by the WB-FSSP TTL <ul style="list-style-type: none">• Outcomes of the WB Mission held in December 2018	WB, FSSP- TTL <i>Ben & Gabi</i>
3	Remarks by the Ag. DG/BFEA	Ag. DG/BFEA
4	Project Status Update <ul style="list-style-type: none">• Indicators & restructured indicators (Baseline and current status)• Procurement• Disbursement• Evaluation of impact of FSSP support	PM-FSSP
5	Presentation of proposed agency work-plans for 2019– All BAs	BA Representatives
6	Plenary	All
7	Next steps <ul style="list-style-type: none">• Agency Retreat• Project Steering Committee meeting (PSC)	PM-FSSP

FINANCIAL SECTOR SUPPORT PROJECT UPDATE

Activity & Procurement Status 21st Jan 2019			
S/No	Stage of Activity	No.	Value (USD)
1	Contracts/activities implemented and closed	15	3,557,661
2	Active and on-going contracts	11	2,283,131
3	Trainings and Workshops		4,033,677
	Sub-total	26	9,874,469
4	Activities at various procurement stages	20	8,099,549
	Sub-total	46	17,974,018
5	Activities Under Review	16	13,156,000
Grand Total		62	31,130,018

CMA

729,662 (3%)

1,851,671 (23%)

2,125,000 (16%)

Total for CMA. 4,706,333 (15%)

While training not factored in.

	Agency / Activity	Proc Method	Date Contract Signed	Value USD
(a) COMPLETED ASSIGNMENTS				
National Treasury/BFEA				
1	Financial Sector Specialist on AML/CFT	SS	10 th Aug 2016- 10 th September 2017	84,000
2	3rd Regional Credit Information Sharing Conference	ICS	23 -24 th Feb 2016	400,000
3	4th Regional Credit Information Sharing Conference	ICS	27 th -31 st August 2018	100,000
4	Development of a Roadmap for the Consolidation of Clearing, Settlement Depository System in Kenya	ICS	30 th June 2016-30 th June 2018	86,304
National Treasury/PDMO				
5	Debt Management Advisor	SS	10 th Aug 2016- 10 th September 2017	95,000
Central Bank of Kenya				
6	Review of Bank Supervision Surveillance Processes, Procedures and Operations	CQS	24 Feb 2017-30 th Jun 2018	257,406
7	Consultancy Services to Review the Human Resource Component of the Central Bank of Kenya	ICS	4 th Sept, 2017-29 th Jun 2018	193,842
Retirement Benefits Authority				
8	Review of the existing MBAO Pension Scheme in Kenya and Design of an efficient Administrative / System Solution	CQS	31 st May 2017- 18 th December 2017	263,227
9	Advisor on Risk Based Supervisory Framework for the Pensions Sector	ICS	31 st July 2017-31 st August 2018	156,200
10	Peer Review of the Effectiveness and Quality of RBA's Pension Education Campaigns, RBA	CQS	27 th June 2018- 30 th November 2018	100,192
Kenya Deposit Insurance Corporation				
11	Procurement of KDIC Disaster Recovery site	NCB	11 th January 2018 – 31 st July 2018	1,004,621
12	Medium-Term Advisor for the Kenya Deposit Insurance Corporation, KDIC	ICS	17 th March 2017- 30 th September 2018	288,520
Sacco Societies Regulatory Authority				

13	Supply and delivery of furniture to SASRA	NCB	9th January 2018	119,723
14	Comprehensive Baseline Survey on Deposit Taking SACCOs Sectoral Financing in Kenya	CQS	14 th August 2017- 30 th October 2018	210,000
15	Development and Implementation of a Supervisory Policy Framework	ICS	30 th June 2017- 30 th September 2018	198,626
TOTAL COMPLETED CONSULTANCIES				3,557,661

(b) ON-GOING ASSIGNMENTS

	Assignment	Proc Method	Date Contract Signed	Value
				USD
	NT-BFEA			
1	Financial Literacy and Public Awareness Campaign for CIS- NT BFEA	QCBS	31st Dec 2018	335,020
2	Transaction Advisor for KMRC- NT BFEA	CQS	14th Dec 2018	188,500
			Sub-Total	523,520
	Capital Markets Authority			
3	Medium Term resident advisory on Derivatives to the CMA	ICS	27 th April 2017 <i>To be extended to June</i>	158,850
4	Assess the Funding Gaps at the National and County Governments to inform Development of Capital Markets Products / Services	ICS	25 th April 2017 <i>Closing</i>	104,300
5	Develop Specifications for an Information Repository, Advanced Financial Analysis System, E-Learning System and Communications/ IT Infrastructure for the Capital Market Authority	CQS	28 th August 2017 <i>To be extended to Dec 2019; to oversee implementation.</i>	285,000
6	Consultancy towards Implementation of the Hybrid Bond Market in Kenya for the Capital Market Authority - CMA	CQS	12 th Feb 2018 <i>To close in June 2019</i>	181,512
	Sub-Total			729,662
	Retirement Benefits Authority			

7	Review of the Legal Framework to broaden the Scope of Pension Fund Investment and develop Institutional Capacity for Measuring Investment Performance	ICS	30 th June 2017	167,500
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	Sub-Total			167,500
	Sacco Societies Regulatory Authority			
8	Review of the Legal & Financial Framework to Facilitate Establishment of a Deposit Guarantee Fund for Deposit Taking SACCOs	ICS	9 th Dec 2017	199,187
	Office of the Attorney General and DOJ- BRS			
9	Development of Secondary Legislation under the Insolvency Act 2015	ICS	8 th Sept 2017	98,900
	Insurance Regulatory Authority (IRA)			
10	Upgrade of Electronic Regulatory System (ERS) – IRA	NCB	24 th April 2018	286,520
	PIU			
11	Engagement of a procurement specialist	ICS	13 th Nov 2018	84,000
	TOTAL ON-GOING ASSIGNMENTS			2,283,131

ACTIVITIES UNDER PROCUREMENT			
S/ No	Activity/Agency	STATUS	Budget USD
1	Consultancy to improve credit reporting in Kenya - BFEA	Contract signing on-going	157,895
2	Integration of the CMA surveillance system to the upgraded CSDC and NSE systems- CMA	Contract signing on-going	66,671
3	The review and development of a market conduct policy, legal and regulatory framework- SASRA	Approval to award	163,500
4	Procurement of assorted IT equipment and enhancements (IRA, RBA, SASRA, GDP, PIU)- including data center and DRS	Notifications of award issued/ Contract preparation on-going	1,500,000

5	Consultancy to review and Design the Securities Market Surveillance System at the Capital Markets Authority - CMA	Negotiations on-going	270,000
6	Consultancy to develop a National insurance policy - BFEA	Negotiations on-going	185,000
7	Consultancy for the development of SACCO societies' shared services policy and legal framework- SASRA	Negotiations on-going	143,000
8	Purchase of motor vehicle	Evaluation concluded	100,000
9	Actuarial study on motor third party liability - IRA	Evaluation concluded	292,716
10	Regulatory impact assessment (RIA) and development of a framework/roadmap to implement RIA recommendations-SASRA	Evaluation concluded	285,625
11	Hire consultant to review current supervision system, prepare specifications and oversee implementation-SASRA	Evaluation concluded	276,924
12	Hire PR agency to prepare and conduct publicity events for the KDIC; and public awareness campaigns	Evaluation concluded	242,526
13	Consultancy for Training and public awareness on Movable Collateral- OAG & DOJ	Evaluation concluded	296,488
14	Project manager to provide technical assistance to the BRS E-collateral registry including undertaking Independent review of the E-collateral registry- OAG & DOJ	Evaluation concluded	378,144
15	Upgrade of the RBA RBSS	Evaluation concluded	1,520,000
16	Debt Management Advisor- PDMO	Evaluation on-going	95,000
17	Procurement of an I-Repository and advanced FA system -CMA	Evaluation on-going	950,000
18	Procure (i)hardware,(ii) software and (iii)networks for V-Conferencing & E-Learning, -CMA	Evaluation on-going	565,000
19	Review of the Pension System in Kenya and Recommendations on Expansion of Coverage, RBA	Consultancy to be re-advertised	197,000
20	Supply and Installation of an Electronic Issuance, Trading, Surveillance and Reporting System - PDMO & CMA	Tender to be re-advertised	414,060
		GRAND TOTAL	8,099,549

1,515,000

ACTIVITIES UNDER REVIEW		
NO	ACTIVITY/AGENCY	Estimated Cost(USD)
1 ✱	Hire Resident Advisor to support CMA to establish areas for self-regulation and develop robust risk management framework for <u>SRO</u> oversight - CMA	275,000
2 ✱	Hire a Resident Advisor to <u>build supervisory</u> capacity on risk management, and supervision for emerging <u>products</u> such as ETF, GDR/N, Short selling and Online FX trading- CMA	150,000
3 ✱	Procure (i) hardware, (ii) software and (iii) network related equipment for the new multi-asset surveillance system- CMA	1,700,000
4	Public awareness of insurance to include small holder farmers and pastoralists for increase in uptake of insurance services and insurance penetration -IRA	350,000
5	Specialists to Support the Government Digital Payments Taskforce to Scale-Up implementation of the Digitization Agenda in MDAs – NT-GDP	231,000
6	Consultancy on macro-prudential policy - NT BFEA	200,000
7	Undertake Crisis Preparedness and Resolution Simulations- KDIC	100,000
8	Consultancy to review IT risk surveillance and resolution environment, provide specifications and support implementation of solution - KDIC	350,000
9	Procure Data repository and business analytical tools to facilitate resolution processes - KDIC	1,600,000
10	Procure software equipment to support enhanced RTGS system – CBK	1,000,000
11	Procure (i) hardware, and (ii) network related equipment to support enhanced RTGS system –CBK	1,000,000
12	(i) Procure CSD and auction system –CBK	2,600,000
	(ii) Procure CSD hardware and interfaces- CBK	1,000,000
13	Procure (i) hardware, (ii) software to support E-Registry platform based on consultant recommendation –BRS	1,500,000
14	Undertake M-Akiba Baseline Survey - PDMO	300,000
15	Financial Literacy and Public awareness campaign for M-Akiba - PDMO	300,000
16	Procure M-Akiba server and middleware - PDMO	500,000
GRAND TOTAL		13,156,000