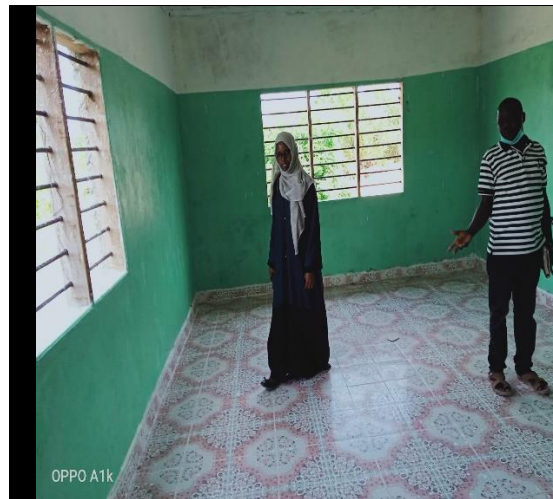




COUNTY GOVERNMENT OF TANA RIVER

INSTRUMENT FOR DEVOLUTION, ADVICE AND SUPPORT PROGRAMME (IDEAS)

**MODERNIZING AND COMMERCIALIZING THE FISHING INDUSTRY IN
TANA RIVER COUNTY** **INTERIM**
NARRATIVE REPORT



24 SEPTEMBER 2019 – 23 SEPTEMBER 2020

**DEPARTMENT OF LIVESTOCK & FISHERIES
TANA RIVER, KENYA**

November 2020

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1 Description of the Action

1.1 Name of beneficiary of grant contract	Tana River County Government
1.2 Name and title of the Contact person	Evans Nyarango County Director of Fisheries +254-711-191612 emerabaup@yahoo.com
1.3 Name of beneficiary and affiliated entities	None
1.4 Title of the Action	Modernizing and Commercializing the Fishing Industry in Tana River County
1.5 Contract number	FED/ 2018/ 399-717
1.6 Start date and end date of the reporting period	23 rd September 2019 – 24 th September 2020
1.7 Target country(ies) or region(s)	Tana River County
1.8 Final beneficiaries&/or target groups (if different) (including numbers of women and men)	Fish value chain actors in the County (fishers, traders, transporters, input suppliers); County Government through increased revenue collection The project will directly benefit 700 fishers, 150 fish traders, 10 input suppliers, 5 boat builders and repairers, 5 fishing gear menders and 50 fish transporters. Indirectly it will also benefit county government through increased revenue collection
1.9 Country(ies) in which the activities take place (if different from 1.7)	None

2 Assessment of implementation of Action activities

2.1 Executive Summary of the Action

The overall objective of this project is to contribute to local economic development by improving the incomes of fisher folk producers in Kipini East wards through the establishment of an ice plant and cold storage facility for fish storage, bulking and chilling centre. During the eight months of the project implementation.

The County has made a significant progress which started with mobilization and sensitization of the intended beneficiaries and community at large to ensure that the community own the projects for future sustainability. The identified suitable site for the project cleared all the vegetation, surveyed, demarcated and fenced with the County's physical planning department putting the project sites in the physical map and issuing of allotment letters. The county government is finalizing the tendering process of ice plant house and cold room. The hydrogeological survey studies were carried out and report prepared for Kipini landing site and giving recommendations on how the sinking of the shallow well will be carried.

Enhanced awareness creation and sensitization carried out will ensure continuity of the action; by ensuring fishers engage in commercial off-shore fishing, organized marketing within and outside the county and also provision of cold storage facilities at the landing site will ensure profitable ventures. The action through investment in modern fishing technology with improved fish handling which will enhance fish safety and skill transfer to the fisher folk. Established authority will run the action as profitable venture on behalf of fishing community thus ensuring continuity of the action after exit of the European Union.

The sustainability of the action will be ensured by the community due to increased household incomes which will further motivate the beneficiaries to own the project and protect project assets. The value chain actors will be linked to markets which lead to increased markets due to increased market penetration and product development. During project life value chain actors in the three BMUs will be trained in good governance and leadership, all geared towards producing able community leaders to spearhead value chain development. Also, the county government is putting in place the necessary legal and policy frameworks to create an enabling environment and project design puts in place a project implementation strategy that will enable the beneficiaries to manage the project after its official closure or donor exit.

A review workshop for IDEAS beneficiary counties grant project implementation of year 1 progress, challenges and agree on the way forward from 3rd -5th February 2020 at Laico Regency.

The project is behind schedule due to various challenges encountered at the start of the action especially delays in procurement of the main activities/services and COVID-19. The County requested for additional time to complete the project due to challenges encountered so far. The contracting Authority has granted more time for the implementation of the activities and the project will be delivered fully within the additional one year. Consequently, the County signed Addendum I that comprised of a revised Annex III - Budget and extension of implementation time to September 2021.

The intervention logic as described in the Description of Action is still valid and there is no likely change to the logical framework.

2.2 Results and Activities

A. Results

Since the inception of this project the County continued in creating awareness and sensitization of the host community on progress made so far in project implementation. Fisher folk are eagerly waiting for the project to be completed and start reaping benefits during operation.

The implementation of the project action was slowed down during the implementation period starting from the Month of March 2020 due to global outbreak of corona virus(Covid-19) which led to closure of most of project activities which required public contact. Some of the actions that have not been implemented are Establish Tana River Fish and Milk Authority (TRFMA) which the county assembly is committed to fast track so that the authority is in place and also hire the Authority staff. The procurement guidelines required by the European Union are also long and tedious thus slowing the pace of implementation. However, there were no any unforeseen results in any of the actions implemented so far.

Most of preparatory work was completed, BoQs, technical drawings and specifications prepared for most of project activities.

B. Activities

Activity 1: Design, Manufacture, Supply, Delivery & Commissioning Of One Medium Size Fishing Boat

During the period under review, the County managed to prepare tender documents, published and advertised. The bid was later processed and evaluated, did due diligence and successful bidders awarded the contracts. TRCG/EU/FISH/04/2019-2020 for Design, Manufacture, Supply, Delivery & Commissioning Of One Medium Size Fishing Boat at contract sum Ksh. 16,140,280.00 which was awarded to FIFFCOM LTD P.O BOX 8232-00616, Nairobi.

Activity 2: Supply, Delivery, Installation, Testing & Commissioning Of Ice Flakes & Cold Room Machine

The second one was Proposed Supply, Delivery, Installation, Testing & Commissioning Of Ice Flakes & Cold Room Machine Tender No. TRCG/EU/FISH/05/2019-2020 to Canvad Enterprises Ltd P.O.Box 10346 Mombasa Scored the highest marks and awarded at contract sum Ksh. 17,797,580.00 Seventeen Million, Seven Hundred and Ninety-Seven Thousand, Five Hundred and Eighty Shillings Only.

Activity 3: Capacity build Fish Co-operative members on internal Governance, Business skills, Entrepreneurship and Financial Management

Training of 20 Co-operative members on internal Governance, entrepreneurship and management held at Resort Garsen. The training was conducted successfully and members skills in governance, business entrepreneurship and Financial Management.



operational members business skills, financial Marjan Hotel and training was and Co-operative enhanced on matters skills,

Activity 4: Ice plant house

The ice plant house was completed, wiring done, septic tank and shock pit completed; the contractor was waiting preparation of certificate for payment and handover the house to the other contractor who has been awarded the work of installation of ice flakes machine and cold store.

Activity 5: Other Activities

- The County underwent a training of project related officers in procurement organised by the Kenya School Government at Embu, Mombasa and Matuga. The training took place from 27th October to 3rd November 2019.
- The County also received Short Term Expert (STE) missions. Three STE missions were on monitoring of the Project Finances, Procurement and Mechanical Engineering. The STEs were an input to the preparedness to the audit verification and ensuring that the grant guidelines were being followed. The recommendations by the STE in separate reports were implemented by the County.
- The team from the County composed of the Chief Officer -responsible for the IDEAS project, IDEAS Project Coordinator, Procurement Officer- Supporting the IDEAS project and the Accountant - Supporting the IDEAS project which was held from 3rd- 5th February 2020 in Nairobi at Laico Regency Hotel. In the workshop we discussed on mid-term implementation review to on project progress, discuss the challenges and agree on the way forward.

C. Activities Planned and not Implemented

A summary of all the pending activities is listed below and will be completed in the ensuing period as per implementation plan.

Activity	Completion Date	New completion date	Reason for Delays
2.3.3 Conduct Market Survey and Fish Business linkage study	20/9/20	15/1/2021	Covid-19
2.3.6 Connection of the ice plant with three phase electricity	31/12/20	15/2/2021	Application for electricity installation and quotation from KPLC delayed

D. Amendments - Description of Action and Budget

There was amendment to the budget during the period and also a request was put for extension of time of the project implementation to the Contracting Authority and this was necessitated by the outbreak of COVID-19 which hindered implementation of some of the project activities, hence needed more time to be accomplished.

The amendments do not affect the basic purpose of the Action. The financial impact is limited to a transfer between items within the same main budget heading including cancellation or introduction of an item, or a transfer between main budget headings. The changes were part of Addendum I that the Contracting Authority approved including extension of implementation period to end September 2021.

2.3 Logical Framework Matrix

The Logical Framework for the Project is presented below. There were no suggested changes in the first year of implementation. **The results achieved as at the end of Year 2 of the project are presented in Annex I.**

Hierarchy	Intervention Logic	Objectively Verifiable Indicators of Achievement	Sources of Verification	Assumptions
Overall Objective				
	To contribute to local economic development by modernizing the fishing industry into a profitable commercial enterprise, thus improving incomes and livelihoods of the fisher community, reducing poverty and creating wealth	<ul style="list-style-type: none"> • At least 50% of fishermen with bank accounts • 50% increase in incomes of the fisher folk and value chain stakeholders • 100% of fishermen's households with adequate food at all times, improved shelter • At least 70% of fishermen able to pay school fees for their children • 50% increase in no. of SMMEs related to the fishing industry 	<ul style="list-style-type: none"> • Reports by the Fisheries Department • Household income surveys 	<ul style="list-style-type: none"> • A baseline exists and a M&E system is in place • That there will be regular surveys and reports obtained as and when needed • That improved incomes will translate to better livelihoods for the fisher-folk and other County residents
Specific Objectives				
SO1	To construct and equip cold store and ice-making facilities and fish landing/collection depot, and purchase and install modern fishing infrastructure	<ul style="list-style-type: none"> • 1 fish cold storage facility in operation by EOP • 1 fully equipped ice-making facility in place by EOP • 1 modern fishing boat and other gears in use by EOP • 50% increase in amount of fish and fish products available on the market by EOP • 100% of participating fishermen using modern fishing equipment by EOP 	<ul style="list-style-type: none"> • Procurement documents for construction of cold store and ice-making facility • Procurement documents for equipment • Fisheries Department records; • Monitoring and evaluation reports • Other project reports • Training materials • Attendance lists • County Fisheries Department records; • Eco-labelling labels 	<ul style="list-style-type: none"> • Project implementation will proceed as planned • That all the actors will play their respective roles diligently
SO2	Undertake basic value addition, improve post-harvest management skills of 500 value chain actors, and put more Tana River County fish on the market	<ul style="list-style-type: none"> • 500 VC actors trained • 10 training sessions held by EOP • 95-100% of post-harvest fish processed for the market by EOP • 50% increase in volume of processed fish availed to the market by EOP • Eco-labelling materials of fish and products available and used 	<ul style="list-style-type: none"> • Training materials • Attendance lists • County Fisheries Department records; • Eco-labelling labels 	<ul style="list-style-type: none"> • That financial and human resources will be available when needed • That stakeholders will embrace the training • That the trainings will improve post-harvest management of fish business in the County

Hierarchy	Intervention Logic	Objectively Verifiable Indicators of Achievement	Sources of Verification	Assumptions
SO3	Build capacity of fishermen and other VC actors in modern fishing technologies, corporate governance, environmental management, business skills	<ul style="list-style-type: none"> At least 5 fisher trainings done per year Existence of a fish marketing value chain platform 1-2 fisher cooperatives in place and active by EOP 	<ul style="list-style-type: none"> Fisher training records e.g. seminars, workshops, meetings Specialized courses Trainee eligibility requirements Regulatory documentation 	<ul style="list-style-type: none"> That stakeholders will embrace the capacity building initiatives
Results				
Results SO1	<ul style="list-style-type: none"> A fish cold store with a landing depot and ice-making facilities complete with related equipment –bigger fish catches and longer shelf-life– 1 modern fishing boat and other gear More Tana River County fish on the market 	<ul style="list-style-type: none"> 1 fish cold storage and processing facility operational by EOP An ice-making plant operational by EOP 1 Modern fishing boat and other fishing gear operational by EOP A fish landing/collection depot operational by EOP At least 70% of fisher-folk trained in use of modern fishing gears by EOP A fish value chain marketing platform in operation by EOP 	<ul style="list-style-type: none"> Procurement documentation for the facility and photographic evidence of physical presence Fisher training records for seminars, workshops, meetings, specialized courses, admission documents, etc. Fish value chain platform with stakeholder meeting records 	<ul style="list-style-type: none"> Project implementation will proceed as planned All records will be kept properly for inspection when required
Results SO2	<ul style="list-style-type: none"> At least 500 fish value chain actors trained by EOP More fish volumes processed per year 	<ul style="list-style-type: none"> 500 fish value chain actors trained by EOP 50% rise in Tana River fish products on the market by EOP 	<ul style="list-style-type: none"> Training materials Attendance lists County Fisheries Department records 	<ul style="list-style-type: none"> That the trainings will improve post-harvest management of fish business in the County
Results SO3	<ul style="list-style-type: none"> Better equipped and efficient fishers Cooperatives formed from BMUs Fish marketing platform in place More informed fish value chain stakeholders At least 5 local artisans trained in operations and maintenance of the new equipment 	<ul style="list-style-type: none"> No. of fishers trained in new technologies -1-2 coops formed and operational by EOP 1 Fish marketing platform in place by EOP 500 fish value chain stakeholders trained by EOP At least 200 local artisans trained in operations and maintenance of the new equipment 	<ul style="list-style-type: none"> Department of Fisheries records Cooperatives records 	<ul style="list-style-type: none"> Funds will be available for all the planned activities Fish value chain platform will be beneficial in identifying new markets for Tana River fish Coops will deliver dividends to members

2.5 Updated Action Plan

The revised implementation plan for Year 3 of the project is as shown below:

Activity	Year/Month												Implementing body
	2020			2021									
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	
Community Mobilization and sensitization barazas													County Government of Tana River
Establish Tana River Fish and Milk Authority (TRFMA)													County Government of Tana River
Preparation of specifications and procurement of fishing gear													County Government of Tana River
Construction of Cold Store, Ice-making Plant and Installation of Equipment													County Government of Tana River
Sinking of borehole and water supply													County Government of Tana River
Capacity building													County Government of Tana River
Marketing and establishment of market linkages with terminal markets													County Government of Tana River
Participative Monitoring and Supervision													County Government of Tana River
Start of operation/Project Commissioning													County Government of Tana River

3 Beneficiaries/Affiliated Entities and other Co-operation

3.1 Relationship between the beneficiaries/affiliated entities of this grant contract

The beneficiary - County Government of Tana River - is the Coordinator and implementor of the grant contract.

There is no signed agreement any affiliated entity.

3.2 Relationship between County and State Authorities

The County Government of Tana River is a State Authority. The County works with other State Authorities on this project.

The technical representation of these State Authorities in the action has been commendable and facilitated the County to be in line with the requirements of the Kenyan Government. In summary, the relationship is harmonious and there is regular consultation between the various levels of Government thus creating a conducive atmosphere for project implementation

3.3 Relationship with any other organizations

The relationship between the County Government of Tana River and the Contracting Authority is a very cordial one. The County Government of Tana River has made their contribution and taking the lead role in implementing the project activities.

The European Union has done her obligation of co funding the project account without delay and through the Ministry of Devolution and ASAL, provided technical support to the county team round the clock without delay where issues to be clarified have risen.

The County Government of Tana River maintains a very healthy relationship with all NGOs in carrying out activities in the County in order to avoid duplication of activities specifically for this Action.

3.4 Links and synergies with other actions

The County has created critical linkages with other development partner funded projects.

In order to ensure sustainability of the project, the County Government has been collaborating with the Kenya Wildlife Service and the Kenya Marine and Fisheries Research Institute (KEMARI).

3.5 Previous EU grants

The beneficiary has not accessed any other EU funding for this project.

4 Visibility

The County developed a Communication and Visibility Plan (December 2018) for the project, with emphasis on the visibility of roles of the EU, GoK and County Government.

The County Technical Team (CTT) is responsible for the technical implementation of the project, it also oversees the implementation of the communication and visibility activities. The communication and visibility activities are meant to improve visual identity and raise the profile of the project and ensure various target groups and key stakeholders receive regular information and are aware of the purpose, objectives, results and activities of the projects

The visibility of the EU contribution for the above action is being ensured in the action by ensuring that there are billboards are placed in strategic positions in all the project sites with a clear display of European Union, County government of Tana River and Ministry of Devolution and ASAL logos as the co-financing the action. The billboards have been positioned at strategic points to ensure that it communicates where the project site is located, start date and end date even giving number of kilometers to the site.



The County has no objection to this report being published on the EuropeAid website.

CTR No. FED/ 2018/ 399-717 - County Government of Tana River 24.09.2018 – 23.09.2020

Name of the contact person for the Action.

Evans Meraba Nyarango

Signature:



Location: **Department of Livestock & Fisheries - Tana River**

Date report due: **24th November 2020**

Date report sent: **19th November 2020**

Annex I - Report on Logical Framework Indicators

INSTRUMENTS FOR DEVOLUTION ADVICE AND SUPPORT						
Tana River County - Modernizing and Commercializing the Fishing Industry in Tana River County						
Interim Narrative Report Year 2 - Reporting on Log Frame Indicators						
Summary of progress against the LogFrame targets by year 2 (30th September 2020)						
Intervention Logic		Objectively Verifiable Indicators	Baseline	Target to September 2021	Achieved as at September 2020	Comments
Overall Objective	To contribute to local economic development by modernizing the fishing industry into a profitable commercial enterprise, thus improving incomes and livelihoods of the fisher community, reducing poverty and creating wealth	• At least 50% of fishermen with bank accounts	10%	45%	15%	Increase by 5% due to increased sensitization on Financial Literacy
		• 50% increase in incomes of the fisher folk and value chain stakeholders	33%	50%	33%	Increase in household income by 30% due to increase in price of fish from 120/kg – 160/kg
		• 100% of fishermen's households with adequate food at all times, improved shelter	40%	65%	55%	Due to many fisherfolk involved in other alternative sources of household
		• At least 70% of fishermen able to pay school fees for their children	40%	65%	55%	Due to improved saving habits through table banking increased payment of school fees by 15%
		• 50% increase in no. of SMMEs related to the fishing industry	30%	45%	40%	There are more players coming to support the fishing industry through provision of inputs, transport and financial services through agency banking county government purchased some inputs to be distributed to the 3 BMUS increasing by 10%

	Intervention Logic	Objectively Verifiable Indicators	Baseline	Target to September 2021	Achieved as at September 2020	Comments
Specific Objectives (Outcomes)	To construct and equip cold store and ice-making facilities and fish landing/collection depot, and purchase and install modern fishing infrastructure	• 1 fish cold storage facility in operation by EOP	1	2	1	There will be two cold room facilities including the current owned by KICE (1 ton of ice capacity production)
		• 1 fully equipped ice-making facility in place by EOP	1	2	1	There will be two ice flakes facilities including the current owned by KICE (1 ton ice capacity production)
		• 1 modern fishing boat and other gears in use by EOP	1	1	None	Tender has been awarded for design, construction and commissioning medium size boat and will be delivered by mid December 2020
		• 50% increase in amount of fish and fish products available on the market by EOP	650Mtons	850Mtons	680Mtons	improved fishing skills, use of modern gears and reduced post-harvest losses
		• 100% of participating fishermen using modern fishing equipment by EOP	35%	95%	45%	Depending on availability of resources to train TOT at Bandari-
	Undertake basic value addition, improve post-harvest management skills of 500 value chain actors, and put more Tana River County fish on the market	• 500 VC actors trained	150	500	230	We have 270 to be achieved by EOP 2021
		• 10 training sessions held by EOP	2	10	6	The remaining sessions will be achieved by EOP in 2021
		• 95-100% of post-harvest fish processed for the market by EOP	40%	95%	55%	Fresh fish for markets is being transported by use cooler boxes and baskets by using a ratio of 1:1 of fish to ice
		• 50% increase in volume of processed fish availed to the market by EOP	40%	50%	45%	mobility is hindering transportation of fish due to Covid-19 but it will improve in the coming year
		• Eco-labelling materials of fish and products available and used	0%	10%	0%	Targeted for this fishing season which has started and to be enhanced before EOP 2021

	Intervention Logic		Objectively Verifiable Indicators	Baseline	Target to September 2021	Achieved as at September 2020	Comments
			• Existence of a fish marketing value chain platform	1	1	1	It is dormant currently but more capacity building and more sensitization to be enhanced
			• 1-2 fisher cooperatives in place and active by EOP	2		2	They are not active but we are on with sensitization and capacity building
Expected Results (Output)	SO 1	• A fish cold store with a landing depot and ice-making facilities complete with related equipment –bigger fish catches and longer shelf-life–	0	1	1	Awaiting completion and commissioning	To be completed by march 2021
			1	2	1	Operationalization of ice plant	To be commissioned once completed
			0	1	1	Technical specifications for the fishing gear are ready waiting for delivery of fishing boat so that the can procured.	Contract has been awarded construction ongoing.
		• 1 modern fishing boat and other gear	0	1	1	Awaiting completion delivery and commissioning	To be delivered after ensuring it meets compliance standards of seaworthiness by KMA and Chief mechanical Engineer
		• More Tana River County fish on the market	25%		45%	Nil	Waiting for situation to normalize as the activity involves working closely for practicals to avoid spread of COVID-19
			1	1	1	Nil	Platform not active, plans are underway to activate and operationalize the platform
	SO 2	• At least 500 fish value chain actors trained by EOP	• 500	500	500	Nil	Waiting for situation to normalize as the activity involves working closely for practicals to avoid spread of COVID-19
		• More fish volumes processed per year	• 50%	50%	50%	Nil	Once the ice plant is finalized we expect that most of fish and fish products will be put in the cold chain facility and sensitize fisher folk to use ice to 50% of all products.

	SO 3	• Better equipped and efficient fishers	• No. of fishers trained in new technologies				More fishers embracing skills imparted as pertained to fishing technology and value addition.
		• Cooperatives formed from BMUs	• -1-2 coops formed and operational by EOP	2	2	2	Operationalized 2 co-operatives and full engaged in marketing of fish and fish products
		• Fish marketing platform in place	• 1 Fish marketing platform in place by EOP	1	1	1	To have one vibrant fish marketing platform for the fish value chain
		• More informed fish value chain stakeholders	• 500 fish value chain stakeholders trained by EOP	100	500	230	Fish value have been trained by end of September 2020
		• At least 5 local artisans trained in operations and maintenance of the new equipment	• At least 200 local artisans trained in operations and maintenance of the new equipment	0	0	0	Once the equipment is put in place they will be trained on it operation and maintenance