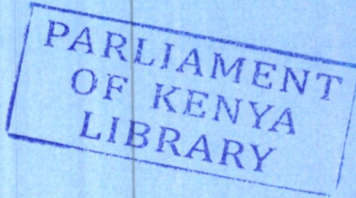


REPUBLIC OF KENYA



*Paper laid by the  
Hon Adu Duale  
msf  
Thursay 20.6.2018*

OFFICE OF THE AUDITOR-GENERAL



**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**THE FINANCIAL STATEMENTS OF  
THE RECEIVER OF REVENUE - STATE  
DEPARTMENT OF INFRASTRUCTURE,  
MINISTRY OF TRANSPORT,  
INFRASTRUCTURE, HOUSING AND URBAN  
DEVELOPMENT**

**FOR THE YEAR  
ENDED 30 JUNE 2017**

OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 – 00100 NAIROBI

10 MAY 2018

**RECEIVED**



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**STATE DEPARTMENT OF INFRASTRUCTURE**

**REVENUE STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2017**

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

**STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE PERIOD ENDED JUNE 30, 2017**

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**STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

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**I. KEY ENTITY INFORMATION AND MANAGEMENT**

**(a) Background information**

The receiver of revenue is under the Ministry of Transport, Infrastructure, Housing and Urban Development. At cabinet level, the State Department of Infrastructure is represented by the Cabinet Secretary for Transport, Infrastructure, Housing and Urban Development who is responsible for the general policy and strategic direction of the State Department of Infrastructure. The State Department of Infrastructure was appointed as a receiver on July 1<sup>st</sup>, 2016

**(b) Principal activities**

The State Department of Infrastructure does not collect any revenue.

**(c) Key Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2017 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	Accounting Officer	Eng. John K. Mosonik CBS
2.	Infrastructure Secretary	Eng. Francis Gitau
3.	Director Administration	Dr. Lydia Muriuki

**(d) Entity Headquarters**

P.O. Box 30260  
Works Building  
GPO 00100  
Ngong Road  
Nairobi, KENYA

**Entity Contacts**

Telephone: (254) 0202723232  
E-mail: [ps@infrastructure.go.ke](mailto:ps@infrastructure.go.ke)  
Website: [www.transport.go.ke](http://www.transport.go.ke)

**(e) Entity Bankers**

Central Bank of Kenya  
Haile Selassie  
P.O. Box 30084  
GPO 00100  
Nairobi, Kenya

**STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

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**(f) Independent Auditors**

Auditor General  
Kenya National Audit Office  
Anniversary Towers, University Way  
P.O. Box 30084  
GPO 00100  
Nairobi, Kenya

**(g) Principal Legal Adviser**

The Attorney General  
State Law Office  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya

**STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

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**II. STATEMENT OF RECEIVER OF REVENUE'S RESPONSIBILITIES**

Section 82 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, a receiver of revenue shall prepare an account of the revenue received and collected by that receiver during that financial year.

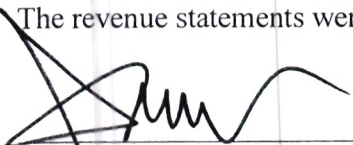
The Principal Secretary in charge of the State Department of Infrastructure is responsible for the preparation and presentation of the Receiver of Revenue account, which gives a true and fair view of the state of affairs of the State Department of Infrastructure for and as at the end of the financial year (period) ended on June 30, 2017. This responsibility includes: (i) maintaining adequate financial management arrangements 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 entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.


The Principal Secretary in charge of the State Department of Infrastructure accepts responsibility for the entity's Receiver of Revenue accounts, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS) and relevant legal framework of the Government of Kenya. The Principal Secretary is of the opinion that the entity's Receiver of Revenue account gives a true and fair view of the state of entity's Receiver of Revenue transactions during the financial year ended June 30, 2016, and of the entity's financial position as at that date. The Principal Secretary charge of the State Department of Infrastructure further confirms the completeness of the accounting records maintained for the State Department of Infrastructure, which have been relied upon in the preparation of the Receiver of Revenue account as well as the adequacy of the systems of internal financial control.

The Principal Secretary in charge of the State Department of Infrastructure confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Principal Secretary confirms that the State Department of Infrastructure accounts have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the Revenue Statements**

The revenue statements were approved and signed by the Principal Secretary on 28<sup>th</sup> Sept. 2017

  
Principal Secretary  
Eng. John K. Mosonik EBS

  
Principal Accounts Controller  
CPA Nemwel Moturi Motanya  
ICPAK Member Number: 2367

# REPUBLIC OF KENYA

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



P.O. Box 30084-00100  
NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON THE RECEIVER OF REVENUE - STATE DEPARTMENT OF INFRASTRUCTURE, MINISTRY OF TRANSPORT, INFRASTRUCTURE, HOUSING AND URBAN DEVELOPMENT FOR THE YEAR ENDED 30 JUNE 2017

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#### REPORT ON THE REVENUE STATEMENTS

##### Opinion

I have audited the accompanying revenue statements of Receiver of Revenue - State Department of Infrastructure set out on pages 6 to 17, which comprise of the statement of arrears in revenue as at 30 June 2017, and the statement of receipts and transfers, the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the revenue statements present fairly, in all material respects, the revenue position of the Receiver of Revenue-State Department of Infrastructure as at June 2017, and of its receipts and transfers for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and the Public Finance Management Act, 2012.

In addition, 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 money has not been applied lawfully and in an effective way.

##### Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Receiver of Revenue - State Department of Infrastructure in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

##### Key Audit Matters

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

---

*Report of the Auditor-General on the Financial Statements of the Receiver of Revenue - State Department of Infrastructure, Ministry of Transport, Infrastructure, Housing and Urban Development for the year ended 30 June 2017*

## **Responsibilities of Management and Those Charged with Governance for the Revenue Statements**

Management is responsible for the preparation and fair presentation of these statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for such internal control as management determines is necessary to enable the preparation of the statements that are free from material misstatement, whether due to fraud or error.

In preparing the Statements, management is responsible for assessing the Receiver of Revenue's ability to sustain services, disclosing, as applicable, matters related to sustainability of services.

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

Those charged with governance are responsible for overseeing the Receiver of Revenue's financial reporting process.

## **Auditor-General's Responsibilities for the Audit of the Revenue Statements**

The audit objectives are to obtain reasonable assurance about whether the statement of revenue as a whole is 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 of Kenya. 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 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 this statement of revenue.

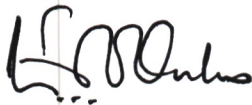
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the statement of revenue, 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, and for the purpose of giving an assurance on the effectiveness of the Receiver of Revenue's 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 going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Receiver of Revenue's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the revenue 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 Receiver of Revenue to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the statement of revenue, including the disclosures, and whether the statement of revenue 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 Receiver of Revenue to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstance

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.



**FCPA Edward R. O. Ouko, CBS**  
**AUDITOR-GENERAL**

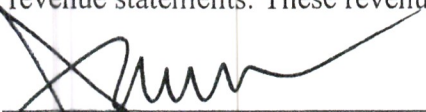
**Nairobi**


**16 May 2018**

**III. STATEMENT OF RECEIPTS AND TRANSFERS**

	Note	2016/17 Kshs	2015/16 Kshs
<b>TAX RECEIPTS</b>			
Taxes on Income, Profits and Capital Gains	1	0	0
Taxes on Property	2	0	0
Taxes on Goods and Services	3	0	0
Taxes on International Trade & Transactions	4	0	0
Other Taxes	5	0	0
<b>TOTAL TAX RECEIPTS</b>		<b>0</b>	<b>0</b>
<b>NON TAX RECEIPTS</b>			
Fees on use of Goods/Services	6	0	0
Social Security Contributions	7	0	0
Property Income	8	0	0
Fines, Penalties and Forfeitures	9	0	0
Other Receipts	10	0	0
Sale of Goods and Services	11	0	0
Receipts from Sale of Non Financial Assets	12	0	0
Proceeds from domestic Borrowings	13	0	0
Proceeds from foreign borrowings	14	0	0
Proceeds from foreign grants	15	0	0
<b>TOTAL NON TAX RECEIPTS</b>		<b>0</b>	<b>0</b>
<b>TOTAL RECEIPTS COLLECTED</b>		<b>0</b>	<b>0</b>
<b>TRANSFERS TO THE EXCHEQUER ACCOUNT</b>		(0)	(0)
<b>BALANCE BROUGHT FORWARD</b>	16	0	0
<b>BALANCE CARRIED FORWARD</b>	16	<b>0</b>	<b>0</b>

The accounting policies and explanatory notes to these revenue statements form an integral part of the revenue statements. These revenue statements were approved on 28th Sept. 2017 and signed by:

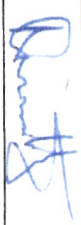
  
 Principal Secretary  
 Eng John K Mosonik EBS

  
 Principal Account's controller  
 CPA Nemwel Moturi Motanya  
 ICPAK Member Number: 2367

IV. STATEMENT OF ARREARS IN REVENUE AS AT 30 JUNE 2017

Classification of Revenue	Accumulated amount in arrears from prior periods to June 2015 (a)	Amount in arrears for the immediate previous year to 30 June 2016 (b)	Amount in arrears for the current year to June 30 2017 (c)	Total arrears as at 30 June 2017 (a+b+c)	Measures taken to recover the arrears	Assessment to the recoverability of arrears
<b>Tax Revenues</b>						
Taxes on income profits and capital gains						
Taxes on property						
Taxes on goods and services						
Taxes on International Trade and Transactions						
Other Taxes						
<b>Non Tax Revenues</b>						
Fees on Use of Goods and services						
Social security contributions						
Property Income						
Fines, penalties and Forfeitures						
Receipts from sale of non financial assets						
Total arrears	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>		

  
Principal Secretary  
EngJohn K Mosonik EBS

  
Principal Accounts Controller  
CPA Newell Moturi Motanya  
ICPAK Member Number: 2367

**REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

**V. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS  
FOR THE PERIOD ENDED 30 JUNE 2017**

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference
	2016-2017	2016-2017	2016-2017	2016-2017	2016-2017
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Revenue</b>					
<b>Non tax receipts</b>					
Sale of Motor Vehicles	1,370,537	-	1,370,537	0	1,370,537
Total Non tax receipts	1,370,537	(0)	1,370,537	0	1,370,537
<b>Total receipts</b>	<b>1,370,537</b>	<b>0</b>	<b>1,370,537</b>	<b>0</b>	<b>1,370,537</b>

The State Department of Infrastructure did not receive any revenue as there were no sales of motor vehicles by the department.

## **VI. SIGNIFICANT ACCOUNTING POLICIES**

The principle accounting policies adopted in the preparation of these revenue statements are set out below:

### **1. Statement of Compliance and Basis of Preparation**

The revenue statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and relevant legal framework of the Government of Kenya. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the State Department of Infrastructure. The accounting policies adopted have been consistently applied to all the years presented.

The revenue statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the State Department of Infrastructure

### **2. Recognition of Revenue**

The State Department of Infrastructure recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the entity.

### **3. Budget**

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the revenue statements. The revenue budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the revenue's actual performance against the comparable budget for the financial year under review has been included as part of notes to these financial statements.

### **4. 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.

### **5. Revenue in Arrears**

This relates to revenue due and is yet to be received or collected by the receiver of revenue. The revenue in arrears is as disclosed in the Statement of Revenue in Arrears under section IV of these financial statements.

**STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

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**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**6. Comparative Figures**

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

**7. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the revenue statements for the year ended June 30, 2017.

**8. Statement of Arrears of Revenue**

The statement of arrears of revenue is not a requirement as per the IPSAS Cash Standard. The IPSAS Cash Standard encourages disclosure of accrual based balances since it's a transitional standard to accrual basis of accounting. The PFM Act, 2012 section 82,2b and section 69(c) of the PFM Regulations 2015 requires a Receiver of Revenue to prepare a statement on revenue of arrears due but not yet collected at the end of the period. This statement has been disclosed under section IV of these financial statements.

## VII. NOTES TO THE FINANCIAL STATEMENTS

### 1. TAXES ON INCOME, PROFITS AND CAPITAL GAINS

Description	2016-2017	2015-2016
	Kshs	Kshs
Income Tax from Individual (PAYE)	0	0
Income from Corporative Tax	0	0
Income share of LATF	0	0
Other Income (Refunds)	0	0
<b>Total Revenue</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

### 2. TAXES ON PROPERTY

Description	2016-2017	2015-2016
	Kshs	Kshs
Immovable Property (Stand Premia on Town Plots)	0	0
Second Hand Motor Vehicle Purchase Tax	0	0
<b>Total Revenue on Property</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

### 3. TAXES ON GOODS AND SERVICES

Description	2016-2017	2015-2016
	Kshs	Kshs
VAT on Domestic Goods and Services	0	0
VAT on Imported Goods and Services	0	0
VAT Refund	0	0
VAT Remissions	0	0
Total VAT	0	0
Excise Receipts	0	0
<b>Total Revenue on Goods and Services</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017

4. TAXES ON INTERNATIONAL TRADE AND TRANSACTIONS (CUSTOMS)

Description	2016-2017	2015-2016
	Kshs	Kshs
Customs Duties	0	0
Refunds	0	0
Other Taxes on International Trade and Transactions (IDF Fee)	0	0
<b>Total Revenue</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

5. OTHER TAXES (NOT ELSEWHERE CLASSIFIED)

Description	2016-2017	2015-2016
	Kshs	Kshs
Stamp Duty	0	0
Refunds	0	0
<b>Total Revenue</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

6. FEES ON USE OF GOODS AND ON PERMISSION TO USE GOODS OR TO PERFORM SERVICES AND ACTIVITIES

Description	2016-2017	2015-2016
	Kshs	Kshs
Interest Received	0	0
Licences under Traffic Act	0	0
Licenses under the Communication Act	0	0
Petroleum Development Levy (PDL)	0	0
Roads Maintenance Levy (RML)	0	0
<b>Total Fees</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7. SOCIAL SECURITY CONTRIBUTIONS

Description	2016-2017	2015-2016
	Kshs	Kshs
Contributions from Government Employees to Social and Welfare Schemes within Government	0	0
<b>Total Contributions</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

8. PROPERTY INCOME

Description	2016-2017	2015-2016
	Kshs	Kshs
Interest	0	0
Other Profits and Dividends	0	0
Surplus funds from Regulatory Authorities	0	0
Rent of Land	0	0
Rent of Government Buildings and Housing	0	0
<b>Total Property Income</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. FINES, PENALTIES AND FORFEITURES

Description	2016-2017	2015-2016
	Kshs	Kshs
Fines, Penalties and Forfeitures and Other Charges	0	0
<b>Total Income</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

10. OTHER RECEIPTS NOT CLASSIFIED ELSEWHERE

Description	2016-2017	2015-2016
	Kshs	Kshs
Miscellaneous Revenue	0	0
Sundry Revenue	0	0
<b>Total Revenue</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

11. SALE OF GOODS AND SERVICES

Description	2016-2017	2015-2016
	Kshs	Kshs
Administrative Fees and Charges	0	0
Incidental Sales by Non-Market Establishments	0	0
Sale of Tender Documents	0	0
<b>Total Revenue</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. RECEIPTS FROM SALE OF NON FINANCIAL ASSETS

Description	2016-2017	2015-2016
	Kshs	Kshs
Receipts from the Sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from the Sale of Inventories, Stocks and Commodities	0	0
Receipts from the Sale of Intangible Non-Produced Assets	0	0
<b>Total Revenue</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

13. PROCEEDS FROM DOMESTIC BORROWINGS

Description	2016-2017	2015-2016
	Kshs	Kshs
Borrowing within General Government	0	0
Borrowing from Monetary institutions (CBK)	0	0
Borrowings from Commercial Banks	0	0
Borrowings from other domestic financial institutions	0	0
Borrowings from other domestic creditors	0	0
Domestic Accounts Payable	0	0
<b>Total proceeds from domestic borrowings</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE PERIOD ENDED JUNE30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. PROCEEDS FROM FOREIGN BORROWINGS

	2016-2017	2015-2016
	Kshs	Kshs
Government of Germany	0	
Government of Japan	0	0
European Investment Bank	0	0
Global Fund	0	0
International Development Association	0	0
African Development Bank	0	0
<b>Total foreign borrowings</b>	0	0
<b>Balance brought forward</b>	0	0
Transfers to the Exchequer account	0	0
<b>Balance carried forward</b>	0	0

15. PROCEEDS FROM FOREIGN GRANTS

	2016-2017	2015-2016
	Kshs	Kshs
Government of Denmark(DANIDA)	0	
Government of Sweden (SIDA)	0	0
Government of Italy	0	0
Government of Japan	0	0
United Kingdom- DFID	0	0
Government of USA(USAID)	0	0
Transfers to the Exchequer account	0	0
Balance carried forward	0	0

16. BALANCES CARRIED FORWARD

Quarterly Balance carried forward subsequently transferred		Cumulative Balance carried forward subsequently transferred	
0		0	
Quarterly Balance carried forward yet to be transferred		Cumulative Balance carried forward yet to be transferred	
0		0	

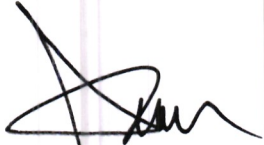


**RECEIVER OF REVENUE ENTITY – STATE DEPARTMENT OF INFRASTRUCTURE  
REVENUE STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017**

**VIII. PROGRESS ON FOLLOW UP OF AUDITOR 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	Focal Point person to resolve the issue	Status:	Timeframe:
		The entity was appointed as a receiver in FY 16/17 thus no audit issues in FY15/16			



Principal Secretary  
Name: Eng. John K. Mosonik EBS



Principal Accounts Controller  
Name: Nemwel Moturi Motanya  
ICPAK Member Number: 2367