

REPUBLIC OF KENYA

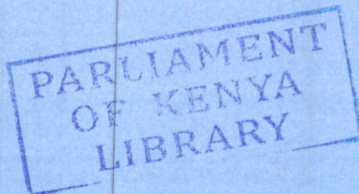


*Paper laid by the leader of
Majority party
27/6/2018*



OFFICE OF THE AUDITOR-GENERAL

REPORT



OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF THE
MINISTRY OF INFORMATION,
COMMUNICATION AND TECHNOLOGY -
STATE DEPARTMENT FOR INFORMATION,
COMMUNICATION, TECHNOLOGY AND
INNOVATION**

**FOR THE YEAR ENDED
30 JUNE 2017**

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**



MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY

STATE DEPARTMENT OF ICT AND INNOVATION

REPORTS AND FINANCIAL STATEMENTS

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

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

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
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I. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The State Department for Information Communication Technology and Innovation was formed on 1st July, 2016 by dividing functions of the Ministry of Information Communication and Technology. At the cabinet level, the entity is represented by the Cabinet Secretary for Information Communication and Technology, who is responsible for the general policy and strategic direction of the entity.

The State Department has two administrative department namely Directorate of ICT, Administration and four Semi-Autonomous Government Agencies (SAGAs): ICT Authority, Konza Technopolis Development Authority, Telkom Kenya Limited and TEAMS Kenya Limited.

The State Department mandate is derived from the Executive Order No. 1/2016 of May 2016 which stipulates the following functions; National ICT Policy and Innovation

- Promotion of E-Government
- Promotion of Software Development Industry
- ICT Agency (E-Government, Kenya ICT Board and Government Information Technology Services)
- Provision of ICT Technical Support to MDAs
- Policy on Automation of Government Services
- Development of National Communication Capacity and Infrastructure Management of National Fibre Optic Infrastructure

(b) Key Management

The State Department day- to- day management is under the following key organs as derived in executive order:-

- Management of Information Communications Technology (ICT) in Government
- Development and implementation of ICT related policies, regulations, standards and guidelines
- Promotion of e-government services
- ICT Training and skills development
- Development of National Communications Capacity and ICT Infrastructure
- Promotion of the ICT Industry

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- Fibre optics infrastructure development and management
- Coordinate the planning and development of the SMART City (Konza)

(c) Fiduciary Management

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

N0	Designation	Name
1.	Cabinet Secretary	Joe Mucheru, EGH
2.	Accounting Officer	Eng. Victor Kyalo, CBS
3.	Deputy Secretary Administration	Abraham Ondeng
4.	Director of ICT	John Sergon
5.	Chief Finance Officer	Christopher Kariuki
6.	Principal Economist	Joseph Mwangi
7.	Senior Assistant Accountant General	Vincent Luke Kirwa
8.	Director HRM	John Odhiambo
9.	Ag.Chief Executive Officer ICTA	Robert Mugo
10.	Chief Executive Officer KONZA	Eng. John Tanui

(d) Fiduciary Oversight Arrangements

The following State Department Committee provided the fiduciary oversight arrangements to ensure prudent financial management;

1. State Department Budget Implementation Committee

- To review and consider the cash flow plan
- To review the utilization of cash limits
- To review and recommend reallocation of expenditures
- To prepare budget for the State Department in consultation
- To implement the Treasury Circular on expenditures

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2. State Department Audit Committee

- Review and approve the internal audit work plan and forward it to PS for funding
- Review the internal and external filing, recommendation and proposed corrective and preventative action where necessary
- Review the systems established to ensure sound public financial management and internal control as we comply with polices rule, regulations and procedures

(e) Entity Headquarters

P.O. Box 30025-00100
Teleposta Towers
Kenyatta Avenue
Nairobi, KENYA

Entity Contacts

Telephone: (254) 4920000/100
E-mail: information@information.go.ke
Website: www.information.go.ke

(f) Entity Bankers

Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya

(g) Independent Auditors

Office of the Audit General
Anniversary Towers, University Way
P.O. Box 30084
GOP 00100
Nairobi, Kenya

(h) Principal Legal Adviser

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

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II. FORWARD BY THE CABINET SECRETARY

The Sub-Sector was allocated a total of **KShs. 28,380,839,291** of which **KShs. 1,145,923,022** for Recurrent and **KShs. 21,147,895,788** and **KShs. 6,087,020,481** **Appropriation in aid** for both Developments budget in 2016/17 Financial Year. During the fourth quarter review of expenditure analysis, the Sub-sector had absorbed **KShs. 26,251,408,358** by 30 June, 2017 which is **92%** of the target. The variance is attributed to untimely release of exchequer and implementation of austerity measures introduced by National Treasury thus the low absorption.

The subsector utilised the funds in the implementation of its three major budget programmes that include; General Administration and Support Services, e-government services and ICT infrastructure Development. These programmes comprised of two sub programmes that include; General administration and support services, e-government services, ICT infrastructure Connectivity and BPO Development.

During the period under review the subsector has continued with the development and review key policies and legal frameworks which included National ICT Policy, ICTA and KOTDA Bill, Konza Land Disposition Policy among others. These policy and legal frameworks will facilitate growth and development of the subsector. In addition, during the review period, the Government developed Six (6) ICT Standards on Infrastructure, Information security, ICT Human capital and Workforce development, Systems and Applications Standard; Electronic records management and IT Governance were developed and disseminated to the public sector. In addition four (4) stakeholders' workshops were organised to sensitize Ministries, State Corporations and Counties on ICT standards.

ACHIEVEMENT ON IMPLEMENTATION OF PROJECTS

During the year under review, the State Department implemented various projects aimed at increased access to quality and affordable world class infrastructure and services country wide. These includes:-

1. Digital Literacy Programme

The Implementation of the Digital Literacy Programme: The Digital Learning Programme (DLP) is targeted at learners in all Public Primary schools and is aimed at integrating the use of digital technologies in learning. Under this programme the following has been achieved:-

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- **Electrification:** The Rural Electrification Authority has connected 22,675 public and private schools with the requisite electricity required for the success of the programme, 90% being public.
- **Teacher Training:** Training has been done for 150 National ICT champions, 63,484 trainer of trainers on basic ICT training, 11,894 on ICT certification and training, 11,248 on DLP devices handling.
- **Infrastructure:** In an E- readiness assessment done by ICT Authority in December, 2017, 19,555 schools were assessed of which only 1,500 were not ready. 400 PDTP interns distributed countrywide
- **Teacher Training:** Training has been done for 150 National ICT champions, 63,484 trainer of trainers on basic ICT training, 11.894 on ICT certification and training, 11,248 on DLP devices handling
- **Infrastructure:-** In an E-readiness assessment done by ICT Authority in December 2017, 19,555 schools were assessed of which only 1500 were not ready
- **Content:-** Digital content for class 1,2,3 has been completed by the Kenya Institute of Curriculum Development and is installed in devices currently being deployed in schools. Digital content for the visually impaired for class 1 visually impaired only. The curriculum is being reviewed. The Kenya Education Cloud has been developed and hosts all content and is freely availed. This was launched in November 2016.
- **Installation:-**Currently 15,884 public primary schools have been installed out of 21,729. Devices deployed include 1 projector, no. of LDD commensurate with class 1 enrolment, 1 digital content server / router. Special schools have been equipped with 2 TDDs and 1 projector, wireless router, SNE LDDs to address pupils with hearing and visual impairment

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2. Establishment of Konza Techno City

The Government plan to position Kenya as a Technology hub through the establishment of Konza Technopolis is still on course. The achievements realized in the establishment of Phase 1 of Konza Technopolis within the MTP II period include:

- Completion of **Rough Grading of 12.1 Km** for Auto-boulevard (*Main Access Road to Phase 1*) and Inter-parcel Access Roads to open up the Phase 1 parcels for investments, developments and occupancy.
- Kenya Electricity Transmission Company (KETRACO) supply of **additional power** to Konza Technopolis from three (3) independent sources for redundancy. So far, two sources - the Konza Power Substation and Machakos Power Substation have been completed and commissioned for use.
- Supply of **Trunk Fiber** to Konza Technopolis by the ICT Authority (ICTA), under the NOFBI II project.
- Initiation of construction of **Konza Complex** which entails construction a Green, Smart Building within Phase 1. The project encompasses Office Complex, Convention Centre, and a Hotel Block.
- Securing **Engineer, Procure, Construct and Finance (EPC-F)** model to fund the Phase 1 Infrastructure namely Streetscape and Subsurface Utilities.

3. Presidential Digital Talent:

The government in partnership with the private sector trained and graduated the 1st batch of 100 young professional's in ICT skills and leadership under the Presidential Digital Talent Programme. The 2nd Batch of 400 trainees is on-board and is expected to complete their training by August, 2018.

4. Ajira Programme:

To promote employment opportunities among youths in the country, the Government is implementing Ajira Programme which aims to train and connect over 500,000 youths to secure online jobs through Ajira Digital Platform. During the review period, the Government established an online registration platform, www.ajiradigital.go.ke. Over 10,000 youths have been trained on basic BPO skills and connected to online secure jobs.

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5. Constituency Innovation Hubs:

The Government has established two (2) out of the targeted 290 Constituency ICT Innovation Hubs to facilitate the provision of broadband connectivity at the constituency level for online government services.

6. National Optic Fibre Backbone Infrastructure (NOFBI) – Expansion

NOFBI is a government initiative with aim to provide fibre connectivity across the country covering all the forty seven (47) counties and cross border connectivity. During the period under review, the Network was expanded in all the forty seven (47) Counties. The Fibre cable network is now covering a distance of 6,000 kilometers linking fifty seven (57) towns within the country This has increased internet access speeds in the county with more than 500Mb/s). This cable is currently being utilized by government agencies and communication service providers.

7. Eastern Africa regional transport, trade and trade development facilitation project (EARTTDFP)

During the period under review, the Government signed a contract for the implementation of the Eastern Africa regional transport, trade and trade development facilitation project (EARTTDFP) which will involve the laying of 600 KM Fibre Optic Cable along the Eastern Africa Regional Transport, Trade and Development Facilitation Project from Eldoret in Kenya to Nandabal in South Sudan.

8. County Connectivity Project (CCP)

During the review period, forty seven (47) county headquarters were connected from the National Optic Fibre Backbone Infrastructure (NOFBI) cable and Seventy (70) buildings via wireless to provide the last mile connectivity at the county level. In addition, the Government acquired co-location and related services to host twenty nine (29) sites across the country that involved the provision of tower space, clean and redundant power, controlled environment including temperature, humidity and dust proofing and security services for wireless networking equipment.

9. National Information Security:

The Government implemented the following measures to safeguard National Critical Information Infrastructure for cyber security. The following were achieved:-

- a. **Established of the Kenya Computer Incidence Response Team:** A Computer Incidence Response team (KE- CIRT/CC) was established to coordinate computer related incidences in the country.
- b. **Implementation of the National Public Key Infrastructure:** The Government implemented a Public Key Infrastructure to authorize and authenticate information systems in the country and create a secure online transaction environment. The Root Certificate Authorities

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was set up to facilitate digital certificates. During the period PKI was implemented for integrated i-Tax system at Kenya Revenue Authority.

- c. **Established the Cyber Command and Incidence Response Centre:** A cyber security was established to reduce the risk of attacks and create a more secure network and protect the public gateways.
- d. **Information Security Risk Assessment and Systems Audit:** The Government conducted information security risk assessment and audits for to all government ministries and 20 State Corporations.

10. Develop and implement Transport information management system (TIMS)-NTSA

TIMS services is to confine PSV vehicles to their areas of jurisdiction as per their TLB licences in order to ensure that driving habits and behaviour of drivers is streamlined and enable sharing of inspection information between inspection units and the police The Objectives are to eliminate fraud/corruption within the road transport sector, improve efficiency and effectiveness in resources utilization, provide single window single source of truth on road transport data, improve on compliance to traffic rules and enforcement, improve access and security to information, integration of all existing heterogeneous databases from the various Transport stakeholders into one Central Data Repository (CDS) and provide access to shared transport data through the internet and Mobile technologies.

11. Emerging Issues and Challenges

The sector has faced the following emerging issues and challenges in its endeavor to implement the identified programmes.

a. Emerging Issues

- **Online Jobs:** Introduction of online jobs in the country through the Ajira Digital Program plays a key role in providing livelihood for the Kenyan youth. However, the difference in technological growth between the rural and urban areas is limiting public awareness on the employment opportunities being created by ICT. In addition, the Kenyan youth have not taken aggressive interest to take advantage on the technology environment that is offering various opportunities as a new way to gain self-employment.

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- **Devolution enhanced job opportunities:** Devolution has created the 47 counties with business hubs where companies are now targeting for expanding their offices. New developments with increased focus on new revenue streams are projected to increase the number of people working in these counties. Collaboration and appropriate policies will be required to ensure the company's expanding their firm create employment opportunities. In addition, there is need to ensure that counties have adequate resources to create employment opportunities. ICT has an extended function which cuts across both the governments. ICT Authority will expand its branch of networks through collaboration with partners to create opportunities for employment in the counties.

b. Challenges

Whereas the sector registered key successes during the period under review, it also experienced some challenges that affected full achievement of its objectives. Some of the challenges include:

- **Legal framework for enforcement:** Inadequate legislation to institutionalize the agencies in charge of ICT in the Country and facilitate collaboration of government agencies in terms of data applications and data sharing. The legislative base regulating the youth internships and employment is not comprehensive enough to warrant broad employment across the regional, global, national and counties.
- **Infrastructure:** Vandalism of ICT infrastructure, Lack of harmonized data management system, Limited penetration of telecommunication infrastructure in rural areas, Digital divide between the rural and urban areas which limits public awareness of the advantages and opportunities of ICT, Inadequate, Lack of or inadequate supply of affordable and uninterrupted power supply.
- **Lack of National ICT Qualification and Capability Framework:** the lack of there frameworks have hindered development of public sector workforce appropriately and making it difficult to assess ICT professionals in the industry.
- **ICT Skills Gap :** Both National and County Governments are offering more and more services via various online media and moving more toward shared services and greater leveraging of ICT to enhance service delivery. The success of these initiatives depends on competent and highly skilled workforce to assure sustainable and seamless services to citizens and for the implementation of the e-Government initiatives. A major challenge of creating and enabling environment is the lack of ICT skills in the Public

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sector workforce. The demand to provide online services to citizens has not been paralleled with up scaling of the requisite skills to the end users who offer services to meet this change.

- **Emerging Security challenges:** There are emerging challenges and complexities due to ICT systems which continues to present new security risks. The possibility of security breaches and data compromise from various categories of officers due to unawareness creation could have a serious impact /loss on Governments revenue, disruption on services, and may even create liabilities for lawsuits.
- **Inadequate Funding:** Inadequate funding coupled with Delayed disbursement leading to slow implementation of priority projects.
- **Policy Framework:** The National ICT policy has not been finalized. More so, there is lack of a policy on ICT Human Capital development.
- **Limited interoperability of government systems:** Many government systems work in isolation of each other, which creates duplication and inefficient resource management. Most processes are to a large extent paper-based, which creates unnecessary delays. As such ICTs can be leveraged through e-Government initiatives to further improve government operational effectiveness and efficiency, thereby improving service delivery to citizens
- **Rapid technological change:** Technological advancements and the search by suppliers for new markets have resulted in a bewildering array of technical solutions in search of problems to fix. Governments face the challenge of fostering the development of e-government while there is still great uncertainty regarding fast moving technological change, and it is difficult to anticipate future policy impacts in detail.
- **Citizen illiteracy levels** reduces uptake of e- services rolled out by Government

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12. *National Optic Fibre Backbone Infrastructure (NOFBI)*

The Government has continuously implemented the National ICT infrastructure to improve connectivity and availability of broadband in all the 47 counties in the country.

During the period under review the government has continued to oversee the construction of additional 2100km of fibre optic infrastructure which is expected to be completed by December 2017. The following are key achievement:-

- 1,836km Backbone and Metro Trunk fibre Network completed covering 46 Counties with the exception of Mandera due to security reasons.
- 263 metro fibre completed

13. *East Africa Trade and Transport Facilitation Project (EATTFP)*

Development of design for laying of 600km fibre optic cable along the Eastern Africa Regional Transport, Trade and Development facilitation project from Eldoret in Kenya to Nandabal in South Sudan ongoing

14. *Transport Information Management System (TIMS)*

The project funded under World Bank commenced in January 2015 and completed in December 2016 and was funded by the World Bank under the Kenya Transparency, Communication and Information Programme (KTCIP) The project implementation status is as follows;

- i. Motor Vehicle Registration & Driver Testing and licensing requirement gathering Complete;
- ii. Module owners conducted and information gathering requirements explained ;
- iii. Meeting with Motor Vehicle Registration module owners conducted. The owners taken through the questionnaire;
- iv. Meeting with Driver Testing Licensing module owners conducted. The owners taken through the questionnaire;
- v. Servers delivered, and POST conducted successfully; and

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vi. Sign off of the Power on Test completed.

15. *National ICT Policy*

The Government has reviewed the National ICT Policy to accommodate the changes taking place in the sector. Review of the National ICT policy will provide for optimal utilization of existing broadcast infrastructure and local broadcasting capacity building. This is meant to create conducive environment for the growth of all ICT market segments.

16. *Konza Techno City*

The government is implementing Phase I of Konza Techno City project. To this end the following milestone has been realized:-

- Draft Konza land deposition policy and bill in place
- Foundation Laying For Konza Complex Ongoing
- Construction of 12.1 Kilometres Of Access Roads Completed
- Negotiations for the Signing of Investment Agreements with 5 Investors for the following projects on going

- National Data Centre
- Engineer, Procure, Construct and Finance (EPCF) of Key Phase Infrastructure Projects
- Korean Advanced Institute of Science and Technology (KAIST)
- National Construction Authority 2 Local Universities

17. *Presidential Digital Talent*

The Government has launched **the Presidential Digital Talent** programme targeting over 500 Youths in systems development and applications. The main objective of the programme is to provide a training ground for ICT professionals in the future and offer an affordable labour pool of freshly qualified individuals. During the period an additional 400 graduates recruited and currently undergoing training

The government has established partnership with renowned international ICT companies to train Kenyan youths in Information Technology and Telecommunication Engineering. This has seen over 20 telecommunication engineering trainees' benefit from specialized training abroad.

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18. *Rollout of Ajira Digital Programme*

The State Department rolled out the Ajira Programme and has since trained over ten thousand (10,000) youths on online jobs country wide. The programme targets to train five hundred thousand (500,000) youths on online jobs and connect them to job providers via Ajira platform: <http://ajiradigital.go.ke>.

19. *County Connectivity Project*

The project targets to provide ICT infrastructure Connectivity to 47 Counties and has since connected 28 Counties with the remaining 19 Counties targeted for phase II. The project entails installation of IP telephony, Video Conferencing equipment and internet services at County Government and Commissioner Headquarters.

20. *Challenges*

The State Department rollout the programme in partnership with CDF targeting to establish 270 Constituency innovation hubs to facilitate access to quality.

During the implementation of these programmes the subsector encountered late exchequer releases for committed payments, availability of liquidity, enforcement of laws and regulations and self-regulation in media industry and funding constraints for some state corporations.

**JOE MUCHERU, EGH
CABINET SECRETARY**

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III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 83 (1) of the Public Finance Management Act, 2012 requires that, at the end of each quarter, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 83 (2(b))requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the **State Department for Information Communication and Innovation** is responsible for the preparation and presentation of the *entity's* financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the 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 Accounting Officer in charge of the **State Department for Information Communication and Innovation** accepts responsibility for the *entity'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 (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of *entity's* transactions during the period ended 30 June 2017 and of the State Department for Information Communication Technology and Innovation's financial position as at that date. The Accounting Officer charge of the **State Department for Information Communication Technology and Innovation** further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the *entity's* financial statements as well as the adequacy of the systems of internal financial control.

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The Accounting Officer in charge of the State Department for Information Communication Technology and Innovation 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 Accounting Officer confirms that the *entity's* financial statements 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 financial statements

The State Department for Information Communication and Innovation's financial statements were approved and signed by the Accounting Officer on13/04/2018.....



**JEROME OCHIENG
PRINCIPAL SECRETARY**



**VINCENT LUKE KIRWA
SENIOR ASSISTANT ACCOUNTANT GENERAL
ICPAK MEMBER NUMBER: 10999**

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON THE MINISTRY OF INFORMATION, COMMUNICATION AND TECHNOLOGY - STATE DEPARTMENT FOR INFORMATION, COMMUNICATION, TECHNOLOGY AND INNOVATION FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of State Department for Information, Communication, Technology and Innovation set out on pages 18 to 40, which comprise statement of assets and liabilities as at 30 June 2017, and the statement of receipts and payments, statement of cash flows, budget execution, recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion and Other matter sections of my report, the financial statements do not present fairly, the financial position of the State Department for Information, Communication, Technology and Innovation as at 30 June 2017, 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 Public Finance Management Act, 2012.

In addition, as required by the Article 229(6) of the Constitution, based on the procedures performed, except for the matter described in the Basis for Qualified Opinion section of my report, 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 Qualified Opinion

1. Acquisition of Assets

Included in the acquisition of assets figure of Kshs.2,904,012,001 under note 6 to the financial statements is a figure of kshs.2,873,149,809 in respect of financial assets described as domestic public non-financial enterprises NOFBI (ERD) whose nature breakdown was not availed for audit verification. Further, State department did not avail assets register for its assets acquired. Although the state department has explained that invoices, certificate of acceptance and payment notification from

Report of the Auditor-General on the Financial Statements of the Ministry of Information, Communication and Technology - State Department for Information, Communication, Technology and Innovation for the year ended 30 June 2017

external resource department (ERD) have been attached, no analysis was availed for audit review.

In the circumstances it has not been possible to confirm the propriety of expenditure on financial assets totalling Kshs.2,873,149,809 for the year ended 30 June 2017.

2. Transfers to other Government Units

Included in grants and transfers to other government entities figure of Kshs.22,950,890,772 under note 5 to the financial statements is an amount of Kshs.3,109,834,436 in respect of External Resource Department (ERD) direct payments whose nature and supporting analysis was not availed for audit review.

In the circumstances, it has not been possible to confirm the propriety of ERD payment totalling Kshs.3,109,834,436 for the year ended 30 June 2017.

3. Withholding Tax on Payments

Included in the use of goods and services figure of Kshs.277,099,981.55 under note 4 to the financial statements is an amount of Kshs.25,360,446 in respect of other operating expenses. The figure of Kshs.25,360,446 also includes an amount of Kshs.12,790,976.60 paid to a clearing firm being customs clearance fees for contract No.00Y40413100020 and whose supporting documents were not availed for audit review.

In the circumstances, it has not been possible to confirm the authenticity of the payment of Kshs.12,790,979.60 for the year ended 30 June 2017.

4. The Year's Adjustment

The statement of assets and liabilities as at 30 June 2017 reflects the year's adjustment balance of Kshs.2,666,805 whose nature and analysis was not availed for audit review. In the circumstances, it has not been possible to confirm the accuracy, validity and completeness of the state department financial statements for the year ended 30 June 2017.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of State Department for Information, Communication, Technology and Innovation 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 qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matters described

Report of the Auditor-General on the Financial Statements of the Ministry of Information, Communication and Technology - State Department for Information, Communication, Technology and Innovation for the year ended 30 June 2017

in the Basis for Qualified Opinion and Other Matter sections of my report, I confirm that there was no Key Audit Matters to be communicated in my report.

Other Matter

1.0 Budgetary Control and Performance

The state department of information communication and technology and innovation had a total of budget Kshs.28,380,839,291 voted for the financial year 2016/2017 comprising of Kshs.27,234,916,269 for development and Kshs.1,145,923,022 for recurrent votes respectively. The budget absorption in the department was as follows:-

	Revised printed Budgeted Allocation 2016/2017	Actual Expenditure 2016/2017	Under Absorption	Absorption in %
	Kshs	Kshs	Kshs	%
Recurrent	1,145,923,022	965,846,991	180,076,031	84%
Development	27,234,916,269	25,288,289,604	1,946,626,665	93%
Total	28,380,839,291	26,254,136,595	2,126,702,696	

It has not been explained why the state department did not fully utilize the budget allocation as at 30 June 2017. This is an indication of lack of adequate planning in budget making process to prioritize goods and services for efficient and effective delivery to citizens.

2.0 Recurrent Vote

The budget performance analysis for the recurrent budget totalling Kshs.1,145,923,022 is as detailed below:

Item	Budget 2016-2017 Kshs	Actuals 2016-2017 Kshs	Under Expenditure Kshs	% Absorption
Compensation of Employees	122,213,513	122,133,841	79,671	99.9%
Use of Goods and Services	438,220,449	260,975,957	177,244,492	59.6%
Transfers to Other Government Units	565,700,000	565,700,000	0	100%
Other Grants and Transfers	525,000	0	525,000	0%
Acquisition of Assets	19,264,060	17,037,192	2,226,868	88%
Grand Total	1,145,923,022	965,846,991	180,076,030.80	84%

From the above analysis, the state department underutilized the budget under use of goods and services by 55% and acquisition of assets by 88%. The under absorption

of the approved budget is an indication of activities not implemented by the state department which implies non delivery of planned goods and services to the Kenyan citizens for the year ended 30 June 2017. Therefore, the stakeholders did not obtain value for their resources.

3.0 Development Vote

The budget performance analysis for development vote budget totalling Kshs.27,234,916,269 was as detailed below:

Item	Budget 2016-2017 Kshs	Actuals 2016-2017 Kshs	Under Expenditure Kshs	% Absorption
Use of Goods and Services	50,000,000	16,124,023	33,875,977	32%
Transfers to Other Government Units	24,257,916,269	22,385,190,772	1,872,725,497	92%
Acquisition of Assets	2,927,000,000	2,886,974,809	40,025,191	98.6%
Total	27,234,916,269	25,288,289,604	1,946,626,665	93%

From the above analysis, the state department underutilized the budget under use of goods and services by 32%. The under absorption of the approved budget is an indication of infrastructures projects not implemented by the Ministry which implies non delivery of planned goods and services to the Kenyan citizens for the year 30 June 2017. Therefore, the stakeholders did not obtain the value of their resources.

Responsibility of Management and Those Charged with Governance for the Financial Statements

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 such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Ministry's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting, unless the management either intends to have the state department or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Ministry's financial reporting process.

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.

Auditor-General's Responsibility for the Audit of the Financial Statements

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 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 these revenue statements.

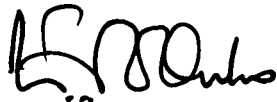
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- 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.
- 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 state department'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 Ministry's ability to continue to sustain 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 Ministry to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the Ministry activities 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.



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

Nairobi

19 April 2018

MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017

V. STATEMENT OF RECEIPTS AND PAYMENTS AS AT JUNE 30, 2017

	Note	2016-2017	2015-2016
		Kshs	Kshs
RECEIPTS			
Transfer from National Treasury	1	20,270,479,336	-
Proceeds from Foreign Borrowings	2	5,982,984,246	-
TOTAL RECEIPTS		26,253,463,582	-
PAYMENTS			
Compensation of Employees	3	122,133,842	-
Use of goods and services	4	277,099,981	-
Transfers to Other Government Units	5	22,950,890,772	-
Acquisition of Assets	6	2,904,012,001	-
TOTAL PAYMENTS		26,254,136,596	-
SURPLUS/DEFICIT		-673,014	

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 13/04/2018 and signed by:



JEROME OCHIENG
PRINCIPAL SECRETARY



VINCENT LUKE KIRWA
SENIOR ASSISTANT ACCOUNTANT GENERAL
ICPAK MEMBER NUMBER: 10999

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

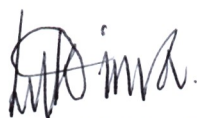
VI. STATEMENT OF ASSETS AND LIABILITIES AS AT JUNE 30, 2017

	Note	2016-2017 Kshs	2015-2016 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	7A	5,060,971	-
Cash Balances	7B	193,578	-
Total Cash and cash equivalent		<u>5,254,549</u>	=
Accounts receivables – Outstanding Imprests	8	<u>98,560</u>	-
TOTAL FINANCIAL ASSETS		<u>5,353,109</u>	-
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and systems liabilities	9	<u>3,359,318</u>	-
NET FINANCIAL ASSETS		<u>1,993,791</u>	-
REPRESENTED BY			
Fund balance b/fwd	10	-	-
The year's adjustments		2,666,805	-
Surplus/Deficit for the year		<u>(673,014)</u>	-
NET FINANCIAL POSITION		<u>1,993,791</u>	-

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 13/04/2018 and signed by:



**JEROME OCHIENG
PRINCIPAL SECRETARY**



**VINCENT LUKE KIRWA
SENIOR ASSISTANT ACCOUNTANT GENERAL
CPAK MEMBER NUMBER: 10999**

MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017
VII. STATEMENT OF CASH FLOWS AS AT JUNE 30, 2017

		2016-2017 Kshs	2015-2016 Kshs
Receipts for operating income			
Transfers from National Treasury	1	20,270,479,336	-
		<u>20,270,479,336</u>	
Payments for operating expenses			
Compensation of Employees	3	122,133,842	-
Use of goods and services	4	277,099,981	-
Transfers to Other Government Units	5	22,950,890,772	-
		<u>23,350,124,595</u>	
Other Expenses			
Adjusted for:			
Adjustments during the year		(98,560)	-
Changes in payables		3,359,318	-
Adjustment for the year		<u>2,666,805</u>	
Net cash flow from operating activities		<u>(3,073,717,696)</u>	-
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	6	(2,904,012,001)	-
Net cash flows from Investing Activities		<u>(2,904,012,001)</u>	-
CASHFLOW FROM BORROWING ACTIVITIES			
Proceeds from Foreign Borrowings	2	5,982,984,246	-
Net cash flow from financing activities		<u>5,982,984,246</u>	-
NET INCREASE IN CASH AND CASH EQUIVALENT		5,254,549	-
Cash and cash equivalent at BEGINNING of the year		-	-
Cash and cash equivalent at END of the year		<u>5,254,549</u>	-

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 ... 13/04/2018 ... and signed by:



JEROME OCHIENG
PRINCIPAL SECRETARY



VINCENT LUKE KIRWA
SENIOR ASSISTANT ACCOUNTANT GENERAL
ICPAK MEMBER NUMBER: 10999

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

VIII. Budget execution - Recurrent & Development Combined - FY 2016/17 COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization f=d/c %
RECEIPTS	a	b	c=a+b	d	e=c-d	
Exchequer releases	20,410,425,207	1,883,393,603	22,293,818,810	20,270,479,336	2,023,339,474	91%
Proceeds from Foreign Borrowings	2,812,000,000	3,275,020,481	6,087,020,481	5,982,984,246	104,036,235	93%
Total Receipts	23,222,425,207	5,158,414,084	28,380,839,291	26,253,463,582	2,127,375,709	93%
Payments						
Compensation of Employees	136,713,513	(14,500,000)	122,213,513	122,133,841.65	79,671.35	100%
Use of goods and services	965,508,044	(477,287,595)	488,220,449	277,099,980.15	211,120,468.85	57%
Transfers to Other Government Units	18,953,000,000	5,870,616,269	24,823,616,269	22,950,890,772	1,872,725,497	92%
Other grants and transfers	525,000	0	525,000	0	525,000	0%
Acquisition of Assets	3,166,678,650	(220,414,590)	2,946,264,060	2,904,012,001.35	42,252,058.65	99%
Other Expenses						
Grand Total	23,222,425,207	5,158,414,084	28,380,839,291	26,254,136,595.15	2,126,702,695.85	92%
Surplus/Deficit	0	1,000,000	0	-673,013.45	673,013.45	

The entity financial statements were approved on 13/04/2018 and signed by:



**JEROME OCHIENG
PRINCIPAL SECRETARY**



**VINCENT LUKE KIRWA
SENIOR ASSISTANT ACCOUNTANT GENERAL
ICPAK MEMBER NUMBER: 10999**

MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017
IX. Budget execution - Recurrent - FY 2016/17

Receipt/Expense 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 %
RECEIPTS						
Exchequer releases	909,425,207	236,497,815	1,145,923,022	964,923,000	181,000,022	84%
Proceeds from Foreign Borrowings						
Total Receipts	909,425,207	236,497,815	1,145,923,022	964,923,000	181,000,022	84%
PAYMENTS						
Compensation of Employees	136,713,513	(14,500,000)	122,213,513	122,133,841.65	79,671.35	100%
Use of goods and services	315,508,044	122,712,405	438,220,449	260,975,957.55	177,244,491.45	60%
Transfers to Other Government Units	432,000,000	133,700,000	565,700,000	565,700,000	0	100%
Other grants and transfers	525,000	0	525,000	0	525,000	0%
Acquisition of Assets	24,678,650	(5,414,590)	19,264,060	17,037,192.00	2,226,868	88%
Grand Total	909,425,207	236,497,815	1,145,923,022	965,846,991.20	180,076,030.80	84%
Surplus/Deficit	0	0	0	-923,991.20	923,991.20	

Notes

Use of Goods and Services & Acquisition of assets

Trainings under Ajira Programme were conducted in the months of May and June 2017 leading to late submission of invoices which made it difficult for requisition of exchequer on time.

The entity financial statements were approved on 12/04/2018 and signed by:



JEROME OCHIENG
PRINCIPAL SECRETARY



VINCENT LUKE KIRWA
SENIOR ASSISTANT ACCOUNTANT GENERAL
ICPAK MEMBER NUMBER: 10999

MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017
X. Budget execution - Development - FY 2016/17

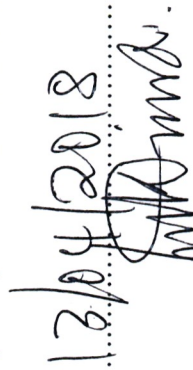
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	19,501,000,000	1,646,895,788	21,147,895,788	19,305,556,336	1,842,339,452	91%
Proceeds from Foreign Borrowings	2,812,000,000	3,275,020,481	6,087,020,481	5,982,984,246	104,036,235	98%
Total Receipts	22,313,000,000	4,921,916,269	27,234,916,269	25,288,540,582	1,946,375,687	93%
Payments						
Compensation of Employees						
Use of goods and services	650,000,000	(600,000,000)	50,000,000	16,124,023	33,875,977	32%
Transfers to Other Government Units	18,521,000,000	5,736,916,269	24,257,916,269	22,385,190,772	1,872,725,497	92%
Other grants and transfers						
Acquisition of Assets	3,142,000,000	(215,000,000)	2,927,000,000	2,886,974,809	40,025,191	99%
Other Expenses						
Grand Total	22,313,000,000	4,921,916,269	27,234,916,269	25,288,289,604	1,946,626,665	93%
Surplus/Deficit	0	0	0	250,978	(250,978)	
Use of Goods						

Under NOFBI, some money is utilised to refund taxes on deliveries from Huawei and pay for other project logistics. Some claims were not paid at closure of financial year (Pending Bills, delays in submission of some invoices)
Partnership with setting up of CIHs did not materialize, especially after nominations the MPs did not commit funds to set up Constituency Innovation Hubs as had been planned.

The entity financial statements were approved on and signed by:



JEROME OCHIENG
PRINCIPAL SECRETARY

13/04/2018


VINCENT LUKE KIRWA
SENIOR ASSISTANT ACCOUNTANT GENERAL
ICPAK MEMBER NUMBER: 10999

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis		Budget utilization difference
	2017			2017	Date, 2017		
	Kshs		Kshs	Kshs		Kshs	Kshs
0207000000 General Administration, Planning and Support Services				244,439,369	196,733,161		47,649,360
0210000000 ICT Infrastructure Development				27,554,235,941	25,515,407,503		2,038,828,438
0217000000 E Government				582,163,981	541,995,931		42,953,135
Totals				28,380,839,291	26,254,136,595		2,129,430,933

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the Entity's budgets which are programme based).

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

XII. SIGNIFICANT ACCOUNTING POLICIES

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

1. 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 notes 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 receivables and payables are disclosed in the Statement of Assets and Liabilities. The Statement of Assets and Liabilities is not mandatory statement under the IPSAS Cash basis but is encouraged in order to disclose information on assets and liabilities.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the entity all values are rounded to the nearest Kenya Shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

2. Reporting entity

The financial statements are for the *State department of ICT and Innovation*. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012 and also comprise of the following development projects implemented by the entity:

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

3. Recognition of receipts and payments

a) Recognition of receipts

The Entity recognizes all receipts from the various sources when the event occurs and the related cash has actually been received by the entity.

Tax receipts

Tax Receipts is recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

Transfers from the Exchequer

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

External Assistance

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

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.

Proceeds from borrowing

Borrowing includes Treasury bill, treasury bonds, corporate bonds; sovereign bonds and external loans acquired by the entity or any other debt the Entity may take on will be treated on cash basis and recognized as receipts during the year of receipt.

Undrawn external assistance

These are loans and grants at reporting date as specified in a binding agreement and relate to funding for projects currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. During the year ended 30th June 2017, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

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) Recognition of payments

The entity recognizes all expenses when the event occurs and the related cash has actually been paid out by the entity.

Compensation of employees

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

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

SIGNIFICANT ACCOUNTING POLICIES

Use of goods and services

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

Interest on borrowing

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

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.

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 disclosure. This summary is disclosed as an annexure to the entity's financial statements.

4. In-kind contributions

In-kind contributions are donations that are made to the *entity* 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 *entity* includes such value in the statement of receipts and payments both as receipts and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

SIGNIFICANT ACCOUNTING POLICIES

5. 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.

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 party deposits. As at 30th June 2017, this amounted to Kshs 3,100,248,85 compared to Kshs 3,100,248.85 in prior period as indicated on note .

There were no other restrictions on cash during the year

6. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are 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.

**MINISTRY OF INFORMATION COMMUNICATION AND TECHNOLOGY
STATE DEPARTMENT OF ICT AND INNOVATION
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2017**

XIII. NOTES TO THE FINANCIAL STATEMENTS

1 TRANSFER FROM NATIONAL TREASURY

Description	2016-2017	2015-2016
	Kshs	Kshs
Total Exchequer Releases for quarter 1	6,846,300,000	-
Total Exchequer Releases for quarter 2	7,816,279,336	-
Total Exchequer Releases for quarter 3	4,740,500,000	-
Total Exchequer Releases for quarter 4	867,400,000	-
Total	20,270,479,336	-

2 PROCEEDS FROM FOREIGN BORROWINGS

	2016-2017	2015-2016
	Kshs	Kshs
Foreign Borrowing - Direct Payments	5,982,984,246	-
Total	5,982,984,246	-

This is proceeds from foreign borrowing which was utilized as a direct payment. It is processed by ICT authority and then forwarded through the department to the External Resources Department for payments. 2,873,149,809 was accounted for under acquisition of assets and sh. 3,109,834,436 was accounted for under transfers to other Government entities.

3 COMPENSATION OF EMPLOYEES

	2016-2017	2015-2016
	Kshs	Kshs
Basic salaries of permanent employees	70,376,334	-
Basic wages of temporary employees	620,486	-
Personal allowances paid as part of salary	51,137,021	-
Total	122,133,842	-

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4 USE OF GOODS AND SERVICES

	2016-2017	2015-2016
	Kshs	Kshs
Utilities, supplies and services	283,874.00	-
Communication, supplies and services	7,045,062.45	-
Domestic travel and subsistence	28,146,930.00	-
Foreign travel and subsistence	15,086,388.95	-
Printing, advertising and information supplies & services	4,986,552.00	-
Rentals of produced assets	38,763,810.00	-
Training expenses	87,725,235.35	-
Hospitality supplies and services	35,823,641.55	-
Insurance costs	-	-
Specialised materials and services	2,441,266.00	-
Office and general supplies and services	14,897,193.00	-
Other operating expenses	25,360,445.60	-
Routine maintenance – vehicles and other transport equipment	5,726,541.65	-
Routine maintenance – other assets	2,669,840.00	-
Fuel Oil and Lubricants	8,143,200.00	-
Total	277,099,980.55	-

5 TRANSFERS TO OTHER GOVERNMENT UNITS

Description	2016-2017	2015-2016
	Kshs	Kshs
Transfers to National Government entities (SCOA Codes 2630100, 2630200, 2640400, 2640500, 2649900, 2820100, 2820200, 2820300)		
See attached list	22,950,890,772.00	-
TOTAL	22,950,890,772.00	-

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The above transfers were made to the following self-reporting entities in the year.

Description	Recurrent	Development	Total	2015-2016
	Kshs	Kshs	Kshs	Kshs
Transfers to SAGAs and SCs				
ICT Authority	451,000,000	18,501,356,336	18,952,356,336	-
Konza Technopolis	114,700,000	774,000,000	888,700,000	-
ERD Direct payment		3,109,834,436	3,109,834,436	
TOTAL	565,700,000	22,385,190,772	22,950,890,772	-

We have confirmed these amounts with the recipient entities and attached these confirmations as in **Annex 4** to this financial statements Ksh.3, 109,834,436 is a direct payment by External Resources Department (ERD). It is processed by ICT Authority and then forwarded through the department to ERD for payment.

6 ACQUISITION OF ASSETS

	2016-2017	2015-2016
	Kshs	Kshs
<u>Non-Financial Assets</u>		
Purchase of Vehicles and Other Transport Equipment	13,825,000	-
Purchase of Office Furniture and General Equipment	7,559,392	-
Purchase of Specialised Plant, Equipment and Machinery	9,477,800	-
Sub Total	30,862,192	-
<u>Financial Assets</u>		
Domestic Public Non-Financial Enterprises –NOFBI (ERD)	2,873,149,809	
Sub Total	2,873,149,809	-
TOTAL	2,904,012,001	-

Kshs. 2,873,149,809 is a direct payment. It is processed by ICT authority and then forwarded through the department to the External Resource's department (ERD- the National Treasury) for payment.

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7A: Bank Accounts

Name of Bank, Account No. & currency	Amount in bank account currency	Indicate whether recurrent, Development, deposit e.t.c	Exc rate (if in foreign currency)	2016-2017	2015-2016
				Kshs	Kshs
<i>Central Bank of Kenya, 1000302348, KShs</i>	KShs.	Recurrent		1,709,746	-
<i>Central Bank of Kenya, 1000302364, KShs</i>	KShs.	Development		250,977	-
<i>Central Bank of Kenya, 1000302388, KShs</i>	KShs.	Deposit		3,100,249	-
Total				5,060,971	-

7B: CASH IN HAND

	2016-2017	2015-2016
	Kshs	Kshs
Cash in Hand – Held in domestic currency	193,577.90	
Total	193,577.90	

Cash in hand should also be analyzed as follows:

	2016-2017	2015-2016
	Kshs	Kshs
Headquarters – Cash office	193,577.90	-
Total	-	-

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8: ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

<i>Description</i>	2016-2017	2015-2016
	Kshs	Kshs
Government Imprests	98,560.00	-
District suspense		
Clearance accounts		
Total	98,560.00	

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		Kshs	Kshs	Kshs
<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		Kshs	Kshs	Kshs
Rebecca Keli	5/6/2017	98,560	-	98,560.00
Total				98,560

9. ACCOUNTS PAYABLE

Description	2016-2017	2015-2016
Deposits		-
	3,100,248.85	
Suspense Account	259,069.00	
Totals	3,359,317.85	-

10. FUND BALANCE BROUGHT FORWARD

Description	2016-2017	2015-2016
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Accounts Receivables	-	-
Accounts Payables	-	-
Total		-

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11. OTHER IMPORTANT DISCLOSURES

11.1: OTHER PENDING PAYABLES (See Annex 1 & 2)

	2016 – 2017	2015 – 2016
	Kshs	Kshs
Amounts due to National Government entities	14,597.50	
Amounts due to Entity entities		
Amounts due to third parties	63,070,636.40	
Others		
Totals	63,085,233.90	

12. 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 (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

Guidance Notes:

- Use the same reference numbers as contained in the external audit report;
- Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
Supply of Goods	A	B	c	d=a-c		
1. Tawe Enterprises	2,077,500.00	9.05.2017		2,077,500.00		No Exchequer
2. Tawe Enterprises	285,000.00	9.05.2017		285,000.00		No Exchequer
3. Tawe Enterprises	277,500.00	9.05.2017		277,500.00		No Exchequer
4. Sunbeam Computer System	2,800,000.00	9.05.2017		2,800,000.00		No Exchequer
5. Brasken 1 Traders	250,000.00	9.05.2017		250,000.00		No Exchequer
Sub-Total	5,690,000.00			5,690,000.00		
Supply of goods						
6. CMC Motor Group Limited	241,831.00	9.05.2017		241,831.00		No Exchequer
7. MFI Document	287,680.00	9.05.2017		287,680.00		No Exchequer
8. African Touch Safaris	47,215.00	23.05.2017		47,215.00		Requestor module closed
9. African Touch Safaris	30,000.00	19.08.2017		30,000.00		Lack of sufficient information
10. African ouch Safaris	77,0930.00	23.11.2017		77,930.00		Lack of sufficient information
11. Mow Sports Club	64,770.00	29.06.2017		64,770.00		Requestor module closed
12. Tom Mboya Labour College Ajira 4 th & 5 th week	4,500,005.40	05.05.2017		4,500,005.40		No Exchequer
13. Tom Mboya Labour College Ajira week 3	2,250,000.00	29.06.2017		2,250,000.00		Requestor module closed
14. Kenyatta University Nairobi Ajira Week 4	22,636,530.00	6.06.2017		22,636,530.00		No Exchequer
15. Kenyatta University Mombasa	4,410,958.10	6.06.2017		4,410,958.00		No Exchequer
16. Kenyatta University (Mombasa & Nairobi)	3,911,346.00	6.06.2017		3,911,346.00		No Exchequer
17. Bunch Resort	336,000.00	3.03.2017		336,000.00		No Exchequer
18. Umash Funeral Service	100,000.00	4.01.2017		100,000.00		No Exchequer
19. Kenyatta University Nairobi	18,071,582.00	9.06.2017		18,071,582.00		No Exchequer
20. Huawei Tech. (K) Co. Ltd	414,789.00	12.06.2017		414,7890.00		No Exchequer
Sub-Total	57,380,636.40			57,380,636.40		
Grand Total	63,070,636.40			63,070,636.40		

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ANNEX 2 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
Amounts due to National Govt Entities		a	b	c	d=a-c		
1. PS Min. of Devolution & Planning	20% Training Levy on staff	14,597.50	0	0	14,597.50	-	
2.							
3.							
Sub-Total		14,597.50			14,597.50		

ANNEX 3 – ANALYSIS OF DEPOSITS

	Original Amount	Date Contracted	Amount Paid To Date	Outstanding Balance 2017	Outstanding Balance 2016	COMMENTS
a	b	c	d=a-c			
Supplier of goods or services						
1. ALBATORS GENERAL CONSTRUCTION	196,845.00		196,845.00	-	196,845.00	Inherited
2. INTERLINK INDUSTRIES	891,433.00		891,433.00	-	891,433.00	Inherited
3. JOYLER ENTERPRISES	273,578.00		273,578.00	-	273,578.00	Inherited
4. KOMAG ENTERPRISES	193,124.00		193,124.00	-	193,124.00	Inherited
5. SARAWET AGENCIES	1,527,444.00		1,527,444.00	-	1,527,444.00	Inherited
Sub Total	3,082,424.00		3,082,424.00	-	3,082,424.00	
Supply of Services						
6. Huawei	17,825.00		17,825.00	-	17,825.00	inherited
Grand Total	3,100,249.00		3,100,249.00		3,100,249.00	

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ANNEX 4– SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2015/2016	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost c/f (Kshs) 2016/2017
Transport equipment	290,218,193	13,825,000		304,043,193
Purchase of Office furniture and general equipment	32,531,683	7,559,392		40,091,075
Purchase of specialized plant and equipment	33,732,887	9,447,800		43,210,687
Other Machinery and Equipment				
Sub Total	356,482,763	30,862,192		387,344,955
Financial Assets				
Intangible assets-ICTA(ERD)		2,873,149,809		2,873,149,809
Total	356,482,763	2,904,012,001		3,260,494,764

NB: The balance as at the end of the year is the cumulative cost of all assets bought and inherited by the Ministry, Department or Agency.

Additions during the year should tie to note on acquisition of assets during the year.

Sh. 2,873,149,809 is a direct payment. It is processed by ICT authority and then forwarded through the department to the External Resource's department (ERD- the National Treasury) for payment

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ANNEX 4 – LIST OF SCs, SAGAs AND PUBLIC FUNDS UNDER THE ENTITY (State Department of ICT & Innovation)

Ref	SC, SAGA or Public Fund's name	Principal activity of entity	Accounting Officer	Amount transferred during the year	Inter- entity reconciliations done?(yes/no)
				Kshs.	
1	ICT Authority	ICT Infrastructure Development and Management	Robert Mugo	18,952,356,336	Yes
2	Konza Technopolies	To position Kenya as a Technological hub	Eng. John Tanui	888,700,000	Yes

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ANNEX 5- REPORTS GENERATED FROM IFMIS

The following financial Reports Generated from IFMIS should be generated and attached as appendices to these financial statements.

- i. GOK IFMIS Comparison Trial Balance
- ii. FO30 (Bank reconciliations) for all bank accounts
- iii. GOK IFMIS Receipts and Payments Statement
- iv. GOK IFMIS Statement of Financial Position
- v. GOK IFMIS Statement of Cash Flows
- vi. GOK IFMIS Notes to the Financial Statements
- vii. GOK IFMIS Statement of Budget Execution
- viii. GOK IFMIS Statement of Deposits
- ix. GOK IFMIS Budget Execution by Programme and Economic Classification
- x. GOK IFMIS Budget Execution by Heads and Programmes



Trial Balance

Entity: 1122-State Department For Information Communication and Technology & Innovation

Current Period: JUL-16 To JUN-17

Compare With: JUL-15 To ADJ2-16

Account No and Description	Current Period		Previous period	
	Debit Kshs	Credit Kshs	Debit Kshs	Credit Kshs
2110101 Basic Salaries - Civil Service	70,376,334.40	0.00	0.00	0.00
2110100 Basic Salaries - Permanent Employees	70,376,334.40	0.00	0.00	0.00
2110202 Casual Labour - Others	620,486.10	0.00	0.00	0.00
2110200 Basic Wages - Temporary Employees	620,486.10	0.00	0.00	0.00
2110301 House Allowance	20,649,061.00	0.00	0.00	0.00
2110304 Overtime - Civil Service	1,709,266.60	0.00	0.00	0.00
2110305 Prosecutorial and State Counsel Allowance	210,000.00	0.00	0.00	0.00
2110309 Special Duty Allowance	3,400,000.00	0.00	0.00	0.00
2110311 Transfer Allowance	272,423.00	0.00	0.00	0.00
2110312 Responsibility Allowance	394,200.00	0.00	0.00	0.00
2110313 Entertainment Allowance	2,808,000.00	0.00	0.00	0.00
2110314 Transport Allowance	7,570,184.60	0.00	0.00	0.00
2110315 Extraneous Allowance	1,629,709.70	0.00	0.00	0.00
2110317 Domestic Servant Allowance	1,188,707.00	0.00	0.00	0.00
2110318 n Practising Allowance	503,883.80	0.00	0.00	0.00
2110319 Top-up House Allowance	8,750,585.45	0.00	0.00	0.00
2110320 Leave Allowance	2,051,000.00	0.00	0.00	0.00
2110300 Personal Allowances paid as part of Salary	51,137,021.15	0.00	0.00	0.00
2110000 Wages and Salary Contributions	122,133,841.65	0.00	0.00	0.00
2210102 Water and Sewerage Charges	33,874.00	0.00	0.00	0.00
2210103 Gas expenses	250,000.00	0.00	0.00	0.00
2210100 Utilities, Supplies and Services	283,874.00	0.00	0.00	0.00
2210201 Telephone, Telex, Facsimile and Mobile Phone Services	7,045,062.45	0.00	0.00	0.00
2210200 Communication, Supplies and Services	7,045,062.45	0.00	0.00	0.00
2210301 Travel Costs (airlines, bus, railway, mileage allowances, etc.)	8,478,036.55	0.00	0.00	0.00
2210302 Accommodation - Domestic Travel	11,511,940.10	0.00	0.00	0.00
2210303 Daily Subsistence Allowance	7,225,189.35	0.00	0.00	0.00
2210304 Sundry Items (e.g. airport tax, taxis, etc?)	332,592.00	0.00	0.00	0.00
2210307 Passage & Transfer Expenses	599,172.00	0.00	0.00	0.00
2210300 Domestic Travel and Subsistence, and Other Transportation Costs	28,146,930.00	0.00	0.00	0.00
2210401 Travel Costs (airlines, bus, railway, etc.)	8,851,757.00	0.00	0.00	0.00
2210402 Accommodation	3,188,639.95	0.00	0.00	0.00
2210403 Daily Subsistence Allowance	2,397,833.55	0.00	0.00	0.00
2210404 Sundry Items (e.g. airport tax, taxis, etc?)	648,158.45	0.00	0.00	0.00
2210400 Foreign Travel and Subsistence, and other transportation costs	15,086,388.95	0.00	0.00	0.00
2210502 Publishing & Printing Services	3,073,223.50	0.00	0.00	0.00
2210503 Subscriptions to Newspapers, Magazines and Periodicals	879,690.00	0.00	0.00	0.00
2210505 Trade Shows and Exhibitions	1,033,638.50	0.00	0.00	0.00
2210500 Printing , Advertising and Information Supplies and Services	4,986,552.00	0.00	0.00	0.00
2210603 Rents and Rates - Non-Residential	37,556,444.00	0.00	0.00	0.00
2210604 Hire of Transport, Equipment	1,207,366.00	0.00	0.00	0.00
2210600 Rentals of Produced Assets	38,763,810.00	0.00	0.00	0.00
2210701 Travel Allowance	13,912,933.75	0.00	0.00	0.00
2210702 Remuneration of Instructors and Contract Based Training Services	8,633,598.00	0.00	0.00	0.00
2210703 Production and Printing of Training Materials	246,400.00	0.00	0.00	0.00
2210704 Hire of Training Facilities and	52,416,332.00	0.00	0.00	0.00

Account No and Description	Current Period		Previous period	
	Debit	Credit	Debit	Credit
Equipment				
2210706 Book Allowance	175,600.00	0.00	0.00	0.00
2210707 Project Allowance	39,250.00	0.00	0.00	0.00
2210709 Research Allowance	33,600.00	0.00	0.00	0.00
2210710 Accommodation Allowance	1,850,184.00	0.00	0.00	0.00
2210711 Tuition Fees Allowance	2,850,716.10	0.00	0.00	0.00
2210712 Trainee Allowance	7,428,121.50	0.00	0.00	0.00
2210714 Gender Mainstreaming	138,200.00	0.00	0.00	0.00
2210700 Training Expenses	87,725,235.35	0.00	0.00	0.00
2210801 Catering Services (receptions), Accommodation, Gifts, Food and Drinks	6,767,067.70	0.00	0.00	0.00
2210802 Boards, Committees, Conferences and Seminars	29,056,573.85	0.00	0.00	0.00
2210800 Hospitality Supplies and Servi	35,823,641.55	0.00	0.00	0.00
2211004 Fungicides, insecticides and Sprays	165,000.00	0.00	0.00	0.00
2211009 Education and Library Supplies	597,859.00	0.00	0.00	0.00
2211016 Purchase of Uniforms and Clothing - Staff	1,536,407.00	0.00	0.00	0.00
2211023 Supplies for Production	140,000.00	0.00	0.00	0.00
2211000 Specialised Materials and Supp	2,441,266.00	0.00	0.00	0.00
2211101 General Office Supplies (papers, pencils forms, small office equipment etc)	7,500,635.00	0.00	0.00	0.00
2211102 Supplies and Accessories for Computers and Printers	4,998,880.00	0.00	0.00	0.00
2211103 Sanitary and Cleaning Materials, Supplies and Services	2,397,678.00	0.00	0.00	0.00
2211100 Office and General Supplies and Services	14,897,193.00	0.00	0.00	0.00
2211201 Refined Fuels and Lubricants for Transport	8,143,200.00	0.00	0.00	0.00
2211200 Fuel Oil and Lubricants	8,143,200.00	0.00	0.00	0.00
2211305 Contracted Guards and Cleaning Services	1,656,014.50	0.00	0.00	0.00
2211306 Membership Fees, Dues and Subscriptions to Professional and Trade Bodies	333,630.00	0.00	0.00	0.00
2211310 Contracted Professional Services	4,790,221.50	0.00	0.00	0.00
2211311 Contracted Technical Services	207,559.00	0.00	0.00	0.00
2211321 Parking charges	696,000.00	0.00	0.00	0.00
2211399 Other Operating Expenses - Oth	17,677,020.60	0.00	0.00	0.00
2211300 Other Operating Expenses	25,360,445.60	0.00	0.00	0.00
2210000 Goods and Services	268,703,598.90	0.00	0.00	0.00
2220101 Maintenance Expenses - Motor Vehicles	5,726,541.65	0.00	0.00	0.00
2220100 Routine Maintenance - Vehicles	5,726,541.65	0.00	0.00	0.00
2220201 Maintenance of Plant, Machinery and Equipment (including lifts)	201,000.00	0.00	0.00	0.00
2220202 Maintenance of Office Furniture and Equipment	2,500.00	0.00	0.00	0.00
2220209 Minor Alterations to Buildings and Civil Works	400,000.00	0.00	0.00	0.00
2220210 Maintenance of Computers, Software, and Networks	2,066,340.00	0.00	0.00	0.00
2220200 Routine Maintenance - Other Assets	2,669,840.00	0.00	0.00	0.00
2220000 Routine Maintenance	8,396,381.65	0.00	0.00	0.00
2630101 Current Grants to Semi-Autonomous Government Agencies	565,700,000.00	0.00	0.00	0.00
2630100 Current Grants to Government Agencies and other Levels of Government	565,700,000.00	0.00	0.00	0.00
2630201 Capital Grants to Semi-Autonomous Government Agencies	22,385,190,772.35	0.00	0.00	0.00
2630200 Capital Grants to Government Agencies and other Levels of Government	22,385,190,772.35	0.00	0.00	0.00
2630000 Grants & Transfer To Other Govt. Units	22,950,890,772.35	0.00	0.00	0.00
3110504 Other Infrastructure and Civil Works	0.00	0.00	0.00	0.00
3110500 Construction and Civil Works	0.00	0.00	0.00	0.00
3110701 Purchase of Motor Vehicles	13,825,000.00	0.00	0.00	0.00
3110700 Purchase of Vehicles and Other Transport Equipment	13,825,000.00	0.00	0.00	0.00

Account No and Description	Current Period		Previous period	
	Debit	Credit	Debit	Credit
3111001 Purchase of Office Furniture and Fittings	2,867,500.00	0.00	0.00	0.00
3111002 Purchase of Computers, Printers and other IT Equipment	4,291,892.00	0.00	0.00	0.00
3111005 Purchase of Photocopiers	400,000.00	0.00	0.00	0.00
3111000 Purchase of Office Furniture and General Equipment	7,559,392.00	0.00	0.00	0.00
3111111 Purchase of ICT Networking and Communication Equipment	5,771,500.00	0.00	0.00	0.00
3111112 Purchase of Software	3,706,300.00	0.00	0.00	0.00
3111100 Purchase of Specialised Plant, Equipment and Machinery	9,477,800.00	0.00	0.00	0.00
3110000 Acquisition of Fixed Capital Assets	30,862,192.00	0.00	0.00	0.00
4120107 National Optic Fiber Backbone Infrastructure (NOFBI)	2,873,149,809.35	0.00	0.00	0.00
4120100 Equity Participation in Domestic Public Non-Financial Enterprises	2,873,149,809.35	0.00	0.00	0.00
4120000 Domestic Equity Participation	2,873,149,809.35	0.00	0.00	0.00
5120201 Borrowing from Foreign Governments	0.00	2,873,149,809.35	0.00	0.00
5120202 Borrowing from International Organizations	0.00	3,109,834,436.35	0.00	0.00
5120200 Foreign Borrowing-Direct Payments	0.00	5,982,984,245.70	0.00	0.00
5120000 Currency and Deposits, Accounts Payable, Clearing Transfers and Other Liabilities	0.00	5,982,984,245.70	0.00	0.00
6530101 Ministry HQ Recurrent Bank A/C	0.00	420,432,310.40	0.00	0.00
6530100 Recurrent Bank Accounts	0.00	420,432,310.40	0.00	0.00
6530000 Recurrent Bank Accounts	0.00	420,432,310.40	0.00	0.00
6540101 Ministry HQ Development Bank A	0.00	5,011,713,558.60	0.00	0.00
6540100 Development Bank Accounts	0.00	5,011,713,558.60	0.00	0.00
6540000 Development Bank Accounts	0.00	5,011,713,558.60	0.00	0.00
6550101 Ministry HQ Deposit Bank A/C	3,100,248.85	0.00	0.00	0.00
6550100 Deposit Bank Accounts	3,100,248.85	0.00	0.00	0.00
6550000 Deposit Bank Account	3,100,248.85	0.00	0.00	0.00
6580101 Cash	2,313,695.10	0.00	0.00	0.00
6580104 Cash in Transit	5,629,665,855.80	0.00	0.00	0.00
6580100 Cash in Hand	5,631,979,550.90	0.00	0.00	0.00
6580000 Cash in Hand	5,631,979,550.90	0.00	0.00	0.00
6710103 Salary advance	32,459.00	0.00	0.00	0.00
6710100 Debtors & Advances - Employees	32,459.00	0.00	0.00	0.00
6710000 Domestic Debtors & Advances	32,459.00	0.00	0.00	0.00
6740101 Prepayment	0.00	0.00	0.00	0.00
6740102 R/D Cheques	0.00	3,115,781.75	0.00	0.00
6740100 Other Debtors & Pre-payments	0.00	3,115,781.75	0.00	0.00
6740000 Other Debtors & Pre-payments	0.00	3,115,781.75	0.00	0.00
6760101 Standing Imprests	0.00	97,000.00	0.00	0.00
6760103 Temporary Imprests	0.00	3,152,032.45	0.00	0.00
6760100 Imprests	0.00	3,249,032.45	0.00	0.00
6760000 Government Imprests	0.00	3,249,032.45	0.00	0.00
7310101 General Deposits	0.00	0.00	0.00	0.00
7310100 General Deposits Items	0.00	0.00	0.00	0.00
7310000 Deposits	0.00	0.00	0.00	0.00
7320101 PAYE	0.00	0.00	0.00	0.00
7320102 NHIF	0.00	0.00	0.00	0.00
7320103 House Rent	0.00	0.00	0.00	0.00
7320106 NSSF	0.00	0.00	0.00	0.00
7320107 Co-operatives	0.00	7,134.00	0.00	0.00
7320108 Insurances	0.00	0.00	0.00	0.00
7320111 WCPS	205,008.75	0.00	0.00	0.00
7320112 Staff Welfare Associations	0.00	420.00	0.00	0.00
7320113 HELB Deductions	8,969.70	0.00	0.00	0.00
7320115 Save As You Earn (SAYE)	0.00	0.00	0.00	0.00
7320116 Mortgages / Bank Loans	0.00	37,793.00	0.00	0.00
7320117 Govt. Liability Attachments	0.00	8,847.65	0.00	0.00
7320121 Salary Overpayment Refunds	0.00	0.00	0.00	0.00
7320123 Civil Service Housing Fund	0.00	0.00	0.00	0.00
7320199 Salary Control Account	0.00	0.00	0.00	0.00
7320100 Salary Deductions	213,978.45	54,194.65	0.00	0.00
7320402 Vat Withholding Tax	0.00	0.00	0.00	0.00
7320400 Withholding Taxes	0.00	0.00	0.00	0.00
7320000 Other Liabilities	213,978.45	54,194.65	0.00	0.00

Account No and Description	Current Period		Previous period	
	Debit	Credit	Debit	Credit
7380102 VAT Withholding	97,328.70	0.00	0.00	0.00
7380100	97,328.70	0.00	0.00	0.00
7380000 Withholding Taxes	97,328.70	0.00	0.00	0.00
7390103 AP Liabilities	4,513,825,318.10	0.00	0.00	0.00
7390100 System Required Liabilities	4,513,825,318.10	0.00	0.00	0.00
7399999 Cash Clearing A/c	0.00	4,711,357,020.35	0.00	0.00
7399900	0.00	4,711,357,020.35	0.00	0.00
7390000 System Required Liabilities A/cs	4,513,825,318.10	4,711,357,020.35	0.00	0.00
9910201 Exchequer Releases/ Provisioning Account	0.00	20,270,479,336.00	0.00	0.00
9910200 Exchequer Provisions	0.00	20,270,479,336.00	0.00	0.00
9910000 Provisions	0.00	20,270,479,336.00	0.00	0.00
Total	36,403,385,479.90	36,403,385,479.90	0.00	0.00

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____

BANK RECONCILIATION

STATE DEPARTMENT FOR INFORMATION COMMUNICATION AND T

From Date : 01-JUL-17 To : 31-JUL-17

DEV-STATE DEPT FOR INFORMATION, COMM A

Bank : Central Bank of Kenya , Branch : Haile Selassie , Account Number : 1000302364

Balance as per bank certificate

250,977.40

Less --

1. Payment in Cash Book not yet recorded in Bank Statement
(Unpresented Cheques)

2. Receipts in Bank Statement not yet recorded in Cash Book

Add --

3. Payment in Bank Statement not yet recorded in Cash Book

4. Receipts in Cash Book not yet Recorded in Bank Statement

Bank Balance as per Cash Book

250,977.40

Reconciled by: Henry Wandie Signature: [Signature] Date: 04/08/2017Reviewed by: Zawanya Zambala Signature: [Signature] Date: 04/08/2017Approved by: Vincent L. Kimani Signature: [Signature] Date: 04/08/2017

REPUBLIC OF KENYA
BANK RECONCILIATION

From Date : 01-JUN-17 To : 30-JUN-17

DEP-STATE DEPT FOR INFORMATION COMM AN

Bank : Central Bank of Kenya , Branch : Haile Selassie , Account Number : 1000302388

Balance as per bank certificate

3,100,248.85

Less --

1. Payment in Cash Book not yet recorded in Bank Statement
(Unpresented Cheques)

2. Receipts in Bank Statement not yet recorded in Cash Book

Add --

3. Payment in Bank Statement not yet recorded in Cash Book

4. Receipts in Cash Book not yet Recorded in Bank Statement

Bank Balance as per Cash Book

3,100,248.85

Reconciled by: Henry Kandip Signature: [Signature] Date: 04/07/2017Reviewed by: Zuwena Zaindu Signature: [Signature] Date: 04/07/2017Approved by: Vincent L. Kiria Signature: [Signature] Date: 04/07/2017

REPUBLIC OF KENYA
BANK RECONCILIATION

From Date : 01-JUN-17 To : 30-JUN-17

DEF-STATE DEPT FOR INFORMATION COMM J

Bank : Central Bank of Kenya , Branch : Haile Selassie , Account Number : 1000302388

1. PAYMENTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT (UNPRESENTED CHEQUES)

Cheque		Payee	Amount
No	Date		
			Total :

2. RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK

Receipts		Amount
No	Date	
Total :		

3. PAYMENTS IN BANK STATEMENT NOT YET RECORDED IN CASH BOOK

Cheque		Amount
No	Date	
Total :		

4. RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT

Receipts		Amount
No	Date	
Total :		

6

RECURRENT R-1122 1000302348 2016/17			
BANK RECONCILIATION STATEMENT AS AT 30th June 2017			
		KSHS.	Kshs.
Balance as per bank certificate			105,017,401.70
Less			
1. Payments in cashbook not yet recorded in bank statement		103,559,133.83	
2. Receipts in bank statement not yet recorded in cashbook			
Add			
3. Payments in bank statement not yet recorded in casbook		14,408.25	
4. Receipts in cashbook not yet recorded in bank statement		237,068.95	251,477.20
Balance as per the cashbook.....			1,709,745.07
I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct			
PREPARED BY..... JOSEPHINE N. YAMBAHE			
Signature		Designation	Date
Signature		Designation	Date
(All schedules are attached herewith)			

STATE DEPARTMENT OF ICT AND INNOVATION

RECURRENT R-1122 1000302348 2016/2017

UNPRESENTED PAYMENT BANK RECNCILIATION STATEMENT AS AT 30/06/2017

PAYEE	AMOUNT
JAMII SACCO	29,336.05
NATIONAL BANK OF KEN	6,824.00
AFRICAN CAPITAL LTD	6,423.00
W/T	2,241.85
ALFRED KIMBOI	67,200.00
CATHERINE MWANGI	67,200.00
W/T	38,289.00
MILICENT KIVAVA	4,000.00
MARGARENE CHEGE	4,000.00
MICHAEL MUTURI	16,000.00
DAINA MUINDE	24,800.00
VERONICA MURI	25,200.00
LISPER MACHOKA	30,240.00
regina mutua	30,240.00
EZEKIEL KANDIE	30,240.00
MAUREEN ODONGO	36,000.00
SAFARICOM PAY	40,613.20
W/T	2,215.25
PHILOMENA WANGARI	42,560.00
ELIZABETH GITHUA	44,800.00
KIMAN MACHARIA	51,600.00
MILICENT KIVUVA	53,760.00
HELLEN MUTHONI	53,760.00
YVONNE KINOTI	58,680.00
JUDY MUNYINYI	80,520.00
NYAMBURA KIBACHIA	89,600.00
XCEL CONCEPTS	237,068.95
W/T	12,931.05
INSTITUTE OF INTERNAL	308,000.00
W/T	16,800.00
TELCOM KENYA	488,199.90
W/T	26,629.10
ELECTRO DIGITIVE	1,050,689.65
TOM MBOYA LABOUR	2,133,620.70
TOM MBOYA LABOUR	2,133,620.70
KENYATTA UNIVERSITY	5,428,885.00
KENYATTA UNIVERSITY	12,564,640.00
KENYATTA U	13,947,010.00
JANE MUNORU	7,000.00
MARY MULWA	5,040.00
LUCY OPONDO	7,000.00
ASKAH MORAA	7,000.00

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	3,360.00
HN ODHIAMBO	550,000.00
MUKOBO CO. LTD	30,000.00
/T	554,744.40
URCH RESORT	30,258.60
W/T	566,935.25
MCO AFRICA LTD	30,923.75
W/T	568,965.50
TEKULA GENERAL SUPPL	31,034.50
N/T	883,034.50
KSG EMBU	48,165.50
W/T	1,422,413.80
RMIS ENTERPRISES	77,586.20
LT	4,969,913.80
KENYA EDUCATION INST	271,086.20
W/T	1,144,916.05
KENYA WILDLIFE	62,449.95
W/T	1,659,293.10
SAMMA GENERAL SUPPL	90,506.90
W/T	219,992.40
GEBENIC SOLUTIONS	11,999.60
W/T	17,324.80
SAFARICOM PAY	945.00
W/T	18,400.00
WINNE MACHARIA	16,800.00
JANE MUNOR U	14,700.00
KIMARU KIPTOO	14,000.00
PENNINAH GITHUKU	8,960.00
AUL WACHIRA	8,960.00
JUSTUS OSANO	6,000.00
MARY MWANGI	5,000.00
MARY NGARUMA	5,040.00
JANET KITEME	4,000.00
VICTOR NGENDI	61,637.95
WELCAS ENTERPRISES	3,362.25
W/T	75,862.05
WINDS GOLF HOTEL	4,137.95
W/T	184,913.80
WILMARK ENTERPRISES	10,086.20
W/T	200,200.00
TECHNOBICA LTD	10,920.00
W/T	214,500.00
INSTITUTE OF HR	11,700.00
W/T	237,068.95
BRASKEN TRADERS	12,931.05
W/T	318,620.70
GUNCHEM TECHNOLOGIES	17,379.30
W/T	

MARGRET WANJIKU	8,960.00
ELIZABETH CHEGE	15,000.00
ELIZABETH CHEGE	14,972.00
CHARLES MWANGI	16,800.00
JENNIFER WABURU	24,000.00
tuwei Kiplimo	29,400.00
JAMES KARITIE	29,400.00
KIMAN MACHARIA	37,000.00
JOAN OTIENO	47,800.00
MICHAEL MUTHONI	54,100.00
ESTHER WANJAU	93,495.00
KSG EMBU	110,379.30
W/T	6,020.70
COMPUTER PRIDE	143,000.00
W/T	7,800.00
BIG POINT AGENCIES LTD	167,939.65
W/T	9,160.35
BURCH RESORT	179,224.15
W/T	9,775.85
LISODEN SUPPLIES	263,146.55
DRUCE INVESTMENT	301,077.60
W/T	16,422.40
BURCH RESORT	331,896.55
W/T	18,103.45
JEPCO SERVICES	370,003.35
W/T	20,182.00
HEBARINI SERVICES	401,689.65
W/T	21,910.35
STEPHEN OBAGA	410,592.00
SEQUENCE SYSTEMS LTD	474,137.95
W/T	25,862.05
SUSAN WAMBUGU	10,000.00
EZEKIEL KANDIE	5,360.00
DAVID MWANGI	13,790.00
BENARD OKILO	9,506.60
DANIEL CHEGE	14,220.00
JOSEPHINE ALUKWILI	4,380.00
MARY MULWA	7,101.30
KIMARU KIPTOO	3,460.00
TITUS ETGENG	8,970.00
JAMES KARITIE	9,750.00
KIPLIMO TUWEI	14,220.00
SAMUEL MUINDE	14,700.00
CHARLES MWANGI	14,220.00
JOHN SERGON	596,356.00
MARGRET CHEGE	13,100.00
Hellen Ndichu	6,400.00

JIMMON CLEANING SERV	
W/T	340,884.30
MAJELYN ENTERPRISES	18,593.70
W/T	341,853.45
TELCOM KENYA	18,646.55
W/T	362,025.10
COPYTECH TONNERS	19,746.80
W/T	369,827.60
SPATRACHE KENYA LTD	20,172.40
W/T	430,896.55
WALMARK ENTERPRISES	23,503.45
W/T	439,800.85
MAGKEM ENTERPRISES	23,989.15
W/T	81,077.60
KERNJ ENTERPRISE LTD	4,422.40
W/T	141,435.35
ANGICHA AGENCIES	7,714.65
W/T	146,034.50
VIEWERS HOTEL	7,965.50
H/T	173,534.50
EVERLYNE MWANGI	9,465.50
WINNY MACHARIA	44,999.60
WINNY MACHARIA	47,570.00
JOHN ODHIAMBO	49,100.00
WINNY MACHARIA	64,200.00
JOSEPH MWANGI	77,070.00
GABIREL KAUNDA	94,000.00
JOSEPH MWANGI	94,000.00
STANDARD CHARTED	109,000.00
VIEWERS PARK HOTEL	133,074.00
GRACE OTIENO ONYANG	144,000.00
CATHERINE MBUNGU	10,000.00
AMES KAHUYO	10,000.00
ADYS NJOKI	10,000.00
ASH MORAA	10,000.00
W MBIRA	10,000.00
ELIZABETH CHEGE	10,000.00
JOSEPHINE ARIRI	10,000.00
BRAN MUATEE	10,000.00
PETER WANJOHI	10,000.00
KIATETE SAKARI	10,000.00
T BITHA MORAA	10,000.00
CARRIER NJERI	10,000.00
C RORINE MUTHON	10,000.00
G ADYS BWORA	14,000.00
JACINTA ODENG	14,000.00
D VID MUSYOKA	14,000.00
	14,000.00

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JOHN ODHIAMBO	3,360.00
MUKOBO CO. LTD	550,000.00
W/T	30,000.00
BURCH RESORT	554,744.40
W/T	30,258.60
JIMCO AFRICA LTD	566,935.25
W/T	30,923.75
TEKULA GENERAL SUPPL	568,965.50
W/T	31,034.50
KSG EMBU	883,034.50
W/T	48,165.50
SURMIS ENTERPRISES	1,422,413.80
W/T	77,586.20
KENYA EDUCATION INST	4,969,913.80
W/T	271,086.20
KENYA WILDLIFE	1,144,916.05
W/T	62,449.95
SAMMA GENERAL SUPPL	1,659,293.10
W/T	90,506.90
GEBENIC SOLUTIONS	219,992.40
W/T	11,999.60
SAFARICOM PAY	17,324.80
W/T	945.00
WINNE MACHARIA	18,400.00
JANE MUNOR U	16,800.00
KIMARU KIPTOO	14,700.00
PENNINAH GITHUKU	14,000.00
PAUL WACHIRA	8,960.00
JUSTUS OSANO	8,960.00
MARY MWANGI	6,000.00
MARY NGARUMA	5,000.00
JANET KITEME	5,040.00
VICTOR NGENDI	4,000.00
WELCAS ENTERPRISES	61,637.95
W/T	3,362.25
WINDS GOLF HOTEL	75,862.05
W/T	4,137.95
WILMARK ENTERPRISES	184,913.80
W/T	10,086.20
TECHNOBICA LTD	200,200.00
W/T	10,920.00
INSTITUTE OF HR	214,500.00
W/T	11,700.00
BRASKEN TRADERS	237,068.95
W/T	12,931.05
GUNCHEM TECHNOLOGIES	318,620.70
W/T	17,379.30

ZUENA ZAINABU	20,000.00
SUSAN WAMBUGU	20,000.00
EVANS OSORO	20,000.00
AMOS TAYORI	20,000.00
JOHN ODHIAMBO	20,000.00
CHRISTOPHER	20,000.00
PAUL MACHIRA	20,000.00
HENLY MUNGETIA	20,000.00
JOSHUA OJWONDO	20,000.00
VINCET KIRWA	20,000.00
KENNEDY ASIGE	20,000.00
PERIS NGUGI	20,000.00
PENNINAH GAKIRU	20,000.00
VIOLET KIPKAN	20,000.00
HENLY KANDIE	20,000.00
ABRAHAM ONDENG	20,000.00
KENNEDY AJANGA	20,000.00
JOHN SERGON	20,000.00
EDITH NKANATA	20,000.00
VIGINIA KAMAU	20,000.00
MURURI OBAGA	20,000.00
JULIANA NDUNDU	10,000.00
JENNIFER WAMBU	10,000.00
OLIPHA ONCHIRI	14,000.00
GERARD NYAMBURI	14,000.00
O GWARO	14,000.00
GEORGE HALLOWE	178,000.00
EVANS OSORO	3,000.00
LUCY OPONDO	7,000.00
ISAAC CHELINGA	8,400.00
ALICE MAINA	8,960.00
TITUS ETGENG	9,800.00
JUCINTA MUTUA	9,800.00
DANIEL CHEGE	9,800.00
ISAAC CHELINGA	9,800.00
DAVID GICHUNI	9,800.00
CHARLES MWANGI	9,800.00
HENNELY MWANGASIA	10,000.00
LUCY MB KIBACHIA	10,000.00
TELCOM KENYA	11,952.85
W/T	651.95
ESTHER UGenga	15,810.00
HARON	16,800.00
JANE MACHARIA	18,480.00
ESTELLAH NGANGA	24,947.00
KENYA IN HIGHWAYS	27,216.10
EMMANUEL SIMIYU	47,800.00

JAMES LOMONYANG	49,000.00
CLEOPHAS AWUORO	21,900.00
SIMION NDUNGU	26,800.00
JOHN ONYANGO	49,860.00
TIMOTHY OYORA	39,148.50
JOAN OTIENO	35,506.50
LUCY NJORGE	35,506.50
JOSEPH ABONYO	49,860.00
SALIM BOGONA	37,281.50
SIMIYU MUHOGO	21,900.00
DANIEL EMACAR	37,350.00
ISAAC CHELINGA	35,506.50
ICPAK	64,950.00
PAUL MACHIRA	77,200.00
ESAMI ARUSHA	156,000.00
KENYA INSTITUTE CURRI	108,900.00
W/T	5,940.00
AIRTEL NETWORKS	126,840.25
W/T	6,918.55
CMC MOTORS	238,457.25
W/T	13,006.75
BALLON SOLUTIONS	370,842.25
W/T	20,227.75
INSTITUTE OF ADVANCE	46,200.00
W/T	2,520.00
KATHUMBI AGENCIES	376,655.15
W/T	20,544.85
MYMAUOS LTD	488,362.05
W/T	26,637.95
TELCOM KENYA	491,865.30
W/T	26,829.00
ALLAKEN GENERAL MERC	938,793.10
W/T	51,206.90
COOP UNIVERSITY	5,310,344.85
W/T	289,655.15
Hellen Ndichu	5,000.00
JOSEPHINE ALUVURI	5,040.00
ELIZABETH GITHURA	9,000.00
MILLICENT KIVUVA	25,340.00
JOHN SERGON	30,600.00
CMC MOTORS	34,619.65
W/T	1,888.35
SAFARICOM LTD	36,571.30
W/T	1,994.80
NANCY GATHIGI	46,240.00
HARON KERTICH	54,700.00

KSG NRB	74,800.00
W/T	4,080.00
TUSKER MATRESS	56,896.55
W/T	3,103.45
RACHEL MUTURI	60,360.00
MYTECH VENTURES	93,215.50
W/T	5,084.50
ANGAZA NETWORK KENY	121,616.40
W/T	6,633.00
XCEL CONCEPTS	142,241.40
W/T	7,758.60
CMC MOTORS	164,194.60
W/T	8,956.05
SAMORA TECHNOLOGY	182,543.10
W/T	9,956.90
MARQUEE SUPPLIES	190,603.45
W/T	10,396.55
INSYS TECHNOLOGIES	237,068.95
W/T	12,931.05
EDIAN TECHNOLOGIES	397,896.55
W/T	21,703.45
DOUBLE GENERAL ENTER	437,629.30
W/T	23,870.70
GOLDEN HORIZON CONS	640,086.20
W/T	34,913.80
VIOLET MURWA	133,257.00
KENYA EDUCATION INST	3,072,413.80
W/T	167,586.20
EVANS OSORO	7,101.33
TEKOLA GENERAL SUPPL	184,913.80
W/T	10,086.20
NYAMBURA KIBACHIA	25,640.00
LISPER MACHOKA	21,000.00
STEPHEN OBAGA	26,810.00
COOP UNIVERSITY	2,495,862.05
W/T	136,137.95
KSG EMBU	110,349.30
W/T	6,020.70
DORCAS NYAGWERA	5,040.00
PROFESSIONAL MARKET	3,626,700.00
W/T	197,820.00
KENYA EDUCATION INST	2,520,517.25
W/T	137,482.75
RIFT VALLEY INST	4,869,263.80
W/T	265,596.20
RIFT VALLEY INST	2,070,533.80
W/T	112,938.20

RIFT VALLEY INST	3,983,145.50
W/T	217,262.50
COOP UNIVERSITY	2,262,206.90
W/T	123,393.10
KSG NRB	421,080.00
MILWASA WELFARE	11,340.00
UNDERCAST FOLIO 95	0.95
KMO STAFF WELFARE	120.00
SWA DPM	300.00
SWA DPM	300.00
WCPS	36,326.75
KMO STAFF WELFARE	120.00
TOTAL	103,559,133.83

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STATE DEPARTMENT OF ICT AND INNOVATION
PAYMENTS IN BANK NOT IN CASHBOOK

RECURRENT R-1122 1000302348 2016/17

BANK RECONCILIATION STATEMENT AS AT 30/06/2017

Value Date	Reference No.	Transaction Details	Dr. Amount
16/06/2017	Reference No.	LETSHEGO KENYA LTD	12,193.00
30/06/2017	FT17031ML9LG	TRFS PAYMENT	2,215.25
		TOTAL	14,408.25



STATE DEPARTMENT OF ICT AND INNOVATION		
RECEIPTS IN CASHBOOK NOT IN BANK		
RECURRENT R-1122 1000302348 2016/17		
BANK RECONCILLIATION STATEMENT AS AT 30/06/2017		
DATE	DETAILS	AMOUNT
30/06/2017	PS ICT&I RETURNED MONEY	237,068.95
	TOTAL	<u>237,068.95</u>



STATEMENT OF RECEIPTS AND PAYMENTS

Entity: 1122-State Department For Information Communication and Technology & Innovation

Current Period: JUL-16 To JUN-17

Compare With: JUL-15 To JUN-16

	Note	Current Period	Previous Period
RECEIPTS			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00
Exchequer releases	4	20,270,479,336.00	0.00
Transfers from Other Government Entities	5	0.00	0.00
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	5,982,984,245.70	0.00
Proceeds from Sales of Assets	8	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	0.00	0.00
TOTAL RECEIPTS		26,253,463,581.70	0.00
PAYMENTS			
Compensation of Employees	12	122,133,841.65	0.00
Use of goods and Services	13	277,099,980.55	0.00
Subsidies	14	0.00	0.00
Transfers to Other Government Units	15	22,950,890,772.35	0.00
Other Grants and Transfers	16	0.00	0.00
Social Security Benefits	17	0.00	0.00
Acquisition of Assets	18	2,904,012,001.35	0.00
Finance Costs, including Loan Interest	19	0.00	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Other payments	21	0.00	0.00
TOTAL PAYMENTS		26,254,136,595.90	0.00
SURPLUS/DEFICIT		(673,014.20)	0.00

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



Statement of Financial Position

Entity: 1122-State Department For Information Communication and Technology & Innovation

Current Period: JUL-16 To JUN-17

Compare With: JUL-15 To JUN-16

	Note	Current Period	Previous Period
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	22A	(5,429,045,620.15)	0.00
Cash Balances	22B	5,631,979,550.90	0.00
Total Cash And Cash Equivalents		202,933,930.75	0.00
Accounts Receivables - Outstanding Imprest and Clearence Accounts	23	(6,332,355.20)	0.00
TOTAL FINANCIAL ASSETS		196,601,575.55	0.00
Financial Liabilities			
Accounts Payables - Deposits	24	197,274,589.75	0.00
NET FINANCIAL ASSETS		(673,014.20)	0.00
REPRESENTED BY			
Fund Balance b/fwd	25	0.00	0.00
Surplus/Deficit for the Year		(673,014.20)	0.00
NET FINANCIAL POSITION		(673,014.20)	0.00

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



STATEMENT OF CASH FLOW

Entity: 1122-State Department For Information Communication and Technology & Innovation

Current Period: JUL-16 To JUN-17

Compare With: JUL-15 To JUN-16

	Note	Current Period	Previous Period
		Kshs	Kshs
Receipts and operating income			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00
Exchequer releases	4	20,270,479,336.00	0.00
Transfers from Other Government Entities	5	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	0.00	0.00
Payments for Operating Expenses			
Compensation of Employees	12	122,133,841.65	0.00
Use of goods and Services	13	277,099,980.55	0.00
Subsidies	14	0.00	0.00
Transfers to Other Government Units	15	22,950,890,772.35	0.00
Other Grants and Transfers	16	0.00	0.00
Social Security Benefits	17	0.00	0.00
Finance Costs, including Loan Interest	19	0.00	0.00
Other payments	21	0.00	0.00
Adjusted for :			
Adjustments during the year		203,606,944.95	0.00
Net Cash From Operating Activities	A	(2,876,038,313.60)	0.00
Cash Flow From Investing Activities			
Proceeds from Sales of Assets	8	0.00	0.00
Acquisition of Assets	18	2,904,012,001.35	0.00
Net Cash Flow From Investing Activities	B	(2,904,012,001.35)	0.00
Cash Flow From Borrowing Activities			
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	5,982,984,245.70	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Net Cash Flow From Financing Activities	C	5,982,984,245.70	0.00
NET INCREASE IN CASH AND CASH EQUIVALENT	A+B+C	202,933,930.75	0.00
Cash and Cash Equivalent at BEGINNING of The Year		0.00	0.00
Cash and Cash Equivalent at END of The Year	22A+22B	202,933,930.75	0.00

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



NOTES TO THE FINANCIAL STATEMENTS

Entity: 1122-State Department For Information
Communication and Technology & Innovation

Current Period: JUL-16 To JUN-17

Compare With: JUL-15 To JUN-16

1 Tax Receipts

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Taxes on Income, Profits and Capital Gains	1110000	0.00	0.00
Taxes on Payroll and Workforce	1120000	0.00	0.00
Taxes on Property	1130000	0.00	0.00
Taxes on Goods and Services	1140000	0.00	0.00
Taxes on International Trade and Transactions	1150000	0.00	0.00
Other Taxes (not elsewhere classified)	1160000	0.00	0.00
TOTAL		0.00	0.00

2 Social Security Contribution

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Health Insurance Contribution	1210100	0.00	0.00
NHIF Health Insurance Contributions	1210200	0.00	0.00
Contributions from Govt. Employees for Social & Welfare Schemes	1210300	0.00	0.00
TOTAL		0.00	0.00

3 Proceeds from Domestic and Foreign Grants

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Grants from Foreign Governments	1310000	0.00	0.00
Grants from International Organisations	1320000	0.00	0.00
TOTAL		0.00	0.00

4 Exchequer releases

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Exchequer Releases/ Provisioning Account	9910201	20,270,479,336.00	0.00
TOTAL		20,270,479,336.00	0.00

5 Transfers from Other Government Entities

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Grants received by Central Govt from General Govt units	1330100	0.00	0.00
Grants Received from General Govt units by Local Authorities	1330200	0.00	0.00
Grants to Fund Accounts from Central Govt Budget	1330300	0.00	0.00
Grants to other General Govt units from General Govt units	1330400	0.00	0.00
TOTAL		0.00	0.00

6 Proceeds from Domestic Borrowings

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Borrowing within General Government	5110100	0.00	0.00
Borrowing from Monetary Authorities (Central Bank)	5110200	0.00	0.00
Other Domestic Depository Corporations (Commercial Banks)	5110300	0.00	0.00
Borrowing from Other Domestic Financial Institutions	5110400	0.00	0.00
Borrowing from Other Domestic Creditors	5110500	0.00	0.00
TOTAL		0.00	0.00

7 Proceeds from Foreign Borrowings

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Foreign Borrowings - Drawdowns through Exchequer	5120100	0.00	0.00
Foreign Borrowing-Direct Payments	5120200	5,982,984,245.70	0.00
Foreign Currency and Foreign Deposits	5120300	0.00	0.00
Other Foreign Accounts Payable	5120400	0.00	0.00
TOTAL		5,982,984,245.70	0.00

8 Proceeds from Sales of Assets

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Receipts from the Sale of Buildings - Paid to Exchequer	3510100	0.00	0.00
Receipts from the Sale of Buildings	3510200	0.00	0.00
Receipts from sale of other st	3510300	0.00	0.00
Receipts from sale of other st	3510400	0.00	0.00
Receipts from the Sale of Vehicles and Transport Equipment - Paid to Exchequer	3510500	0.00	0.00
Receipts from the Sale of Vehicles and Transport Equipment	3510600	0.00	0.00
Receipts from the Sale of Plant Machinery and Equipment - Paid to Exchequer	3510700	0.00	0.00
Receipts from the Sale Plant Machinery and Equipment	3510800	0.00	0.00
Receipts from Sale of Certified Seeds and Breeding Stock - Paid to Exchequer	3510900	0.00	0.00
Receipts from Sale of Certified Seeds and Breeding Stock	3511000	0.00	0.00
Receipts from the Sale of Strategic Reserves Stocks	3520100	0.00	0.00
Receipts from the Sale of Other Inventories, Stocks, and Commodities	3520200	0.00	0.00
Receipts from the Sale of Inventories, Stocks and Commodities	3520300	0.00	0.00
Receipts from the Sale of Land	3540100	0.00	0.00
Receipts from the Sale of Other Naturally Occurring Non-Produced Assets	3540200	0.00	0.00
Receipts from the Sale of Intangible Non-Produced Assets	3540300	0.00	0.00
Receipts from the Sale of Non-Produced Assets Collected as AIA	3540400	0.00	0.00
Repayments from Loans to Government Agencies and Other Levels of Government	4510100	0.00	0.00
Loans to Non-Financial Public Enterprises	4510200	0.00	0.00
Loans to Financial Institutions	4510300	0.00	0.00
Repayments from Domestic Loans to Individuals and Households	4510400	0.00	0.00
Repayments from lending to Foreign Govts.	4520100	0.00	0.00
Repayments from lending to International Orgns.	4520200	0.00	0.00
Repayments from lending to Foreign Non - Financial Enterps. & Financial Instns.	4520300	0.00	0.00
Repayments from Other Foreign Lending	4520400	0.00	0.00
Sales and Disposals of Equity Holdings in Domestic Public Non - Financial Enterprises	4530100	0.00	0.00
Sales and Disposals of Equity Holdings in Domestic Public Financial Institutions	4530200	0.00	0.00
Sales and Disposals of Other Equity Holdings	4530300	0.00	0.00
Sales and Disposals of Equity Holdings in Foreign Financial Instns. and Domestic Financial Instns. operating abroad	4530400	0.00	0.00
Sales and Disposals of Equity Holdings in Foreign Enterps. Financial Instns. and Domestic Financial Instns. operating abroad	4530500	0.00	0.00
Redemption/ Disposal of Other Financial Assets	4530600	0.00	0.00
Refund of Bonds paid as Deposits for Guarantees	4530700	0.00	0.00
TOTAL		0.00	0.00

9 Reimbursements and Refunds

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Refund from World Food Programme (WFP)	4540101	0.00	0.00
Reimbursement of Audit Fees	4540102	0.00	0.00
Reimbursement on Messing Charges (UNICEF)	4540103	0.00	0.00
Reimbursement from World Bank - ECD	4540104	0.00	0.00
Reimbursement from Individuals and Private Organizations	4540105	0.00	0.00

Item Description	Item Code	Current Period	Previous Period
Reimbursement from Local Government Authorities	4540106	0.00	0.00
Reimbursement from Statutory Organizations	4540107	0.00	0.00
Reimbursement within Central Government	4540108	0.00	0.00
Reimbursement Using Bonds	4540109	0.00	0.00
Reimbursements and Refunds - Other (Budget)	4540199	0.00	0.00
TOTAL		0.00	0.00

10 Returns of Equity Holdings

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Returns of Equity Holdings	4550000	0.00	0.00
Returns of Equity Holdings	4610000	0.00	0.00
TOTAL		0.00	0.00

11 Other Receipts

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Interest Received	1410100	0.00	0.00
Profits and Dividends	1410200	0.00	0.00
Withdrawals from Income of Quasi-corporations	1410300	0.00	0.00
Rents on land, houses and buildings	1410400	0.00	0.00
Other Property Income collected as AIA	1410500	0.00	0.00
Sales of Market Establishment	1420100	0.00	0.00
Administrative Fees and Charges	1420200	0.00	0.00
Administrative Fees and Charges collected as AIA	1420300	0.00	0.00
Incidental Sales by Non-Market Establishments	1420400	0.00	0.00
Incidental Sales by Non-Market Establishments Collected as AIA	1420500	0.00	0.00
Receipts from Sale of Incidental Goods	1420600	0.00	0.00
Fines, Penalties, Forfeitures and other Charges	1430100	0.00	0.00
Current Grants from International NGOs paid through Exchequer	1440100	0.00	0.00
Capital Grants from International NGOs paid through Exchequer	1440200	0.00	0.00
Current Grants from International NGOs collected as AIA	1440300	0.00	0.00
Capital Grants from International NGOs collected as AIA	1440400	0.00	0.00
Other Voluntary Transfers for Current purposes	1440500	0.00	0.00
Other Voluntary Transfers for Capital purposes	1440600	0.00	0.00
Paid to Exchequer	1450100	0.00	0.00
Receipts Not Classified Elsewhere	1450200	0.00	0.00
	1510200	0.00	0.00
	1510300	0.00	0.00
	1520100	0.00	0.00
Business Permits	1520200	0.00	0.00
Cesses	1520300	0.00	0.00
Poll Rates	1520400	0.00	0.00
Plot Rents	1520500	0.00	0.00
Other Local Levies	1520600	0.00	0.00
Administrative Services Fees	1530100	0.00	0.00
Various Fees	1530200	0.00	0.00
Council'S Natural Resources Exploitation	1530300	0.00	0.00
Sales Of Council Assets	1530400	0.00	0.00
Lease / Rental Of Council'S Infrastructure Assets	1530500	0.00	0.00
Other Miscellaneous Revenues	1530600	0.00	0.00
Other Miscellaneous Revenues	1540100	0.00	0.00
Insurance Claims Recovery	1540200	0.00	0.00
Medium Term Loans (1-3 Yr Repayment)	1540300	0.00	0.00
Long Term Loans (Over 3 Yr Rpayment)	1540400	0.00	0.00
Transfers From Reserve Funds	1540500	0.00	0.00
Donations	1540600	0.00	0.00
Fund Raising Events	1540700	0.00	0.00
Other Revenues From Financial Assets Loan	1540800	0.00	0.00
	1541000	0.00	0.00
Market/Trade Centre Fee	1550100	0.00	0.00
Vehicle Parking Fees	1550200	0.00	0.00
Housing	1560100	0.00	0.00
Social Premises Use Charges	1560200	0.00	0.00
School Fees	1570100	0.00	0.00
Other Education-Related Fees	1570200	0.00	0.00
Other Education Revenues	1570300	0.00	0.00
Public Health Services	1580100	0.00	0.00
Public Health Facilities Operations	1580200	0.00	0.00

Item Description	Item Code	Current Period	Previous Period
Environment & Conservancy Administration	1580300	0.00	0.00
Slaughter Houses Administration	1580400	0.00	0.00
Water Supply Administration	1580500	0.00	0.00
Sewerage Administration	1580600	0.00	0.00
Other Health & Sanitation Revenues	1580700	0.00	0.00
Technical Services Fees	1590100	0.00	0.00
External Services Fees	1590200	0.00	0.00
	1930100	0.00	0.00
System Required Revenue A/cs	1990100	0.00	0.00
TOTAL		0.00	0.00

12 Compensation of Employees

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Basic Salaries - Permanent Employees	2110100	70,376,334.40	0.00
Basic Wages - Temporary Employees	2110200	620,486.10	0.00
Personal Allowances paid as part of Salary	2110300	51,137,021.15	0.00
Personal Allowances paid as Reimbursements	2110400	0.00	0.00
Personal Allowances provided in Kind	2110500	0.00	0.00
Employer Contributions to Compulsory National Social Security Schemes	2120100	0.00	0.00
Employer Contributions to Compulsory Health Insurance Schemes	2120200	0.00	0.00
USE OF GOODS AND SERVICES	2120300	0.00	0.00
TOTAL		122,133,841.65	0.00

13 Use of goods and Services

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Utilities, Supplies and Services	2210100	283,874.00	0.00
Communication, Supplies and Services	2210200	7,045,062.45	0.00
Domestic Travel and Subsistence, and Other Transportation Costs	2210300	28,146,930.00	0.00
Foreign Travel and Subsistence, and other transportation costs	2210400	15,086,388.95	0.00
Printing, Advertising and Information Supplies and Services	2210500	4,986,552.00	0.00
Rentals of Produced Assets	2210600	38,763,810.00	0.00
Training Expenses	2210700	87,725,235.35	0.00
Hospitality Supplies and Servi	2210800	35,823,641.55	0.00
Insurance Costs	2210900	0.00	0.00
Specialised Materials and Supp	2211000	2,441,266.00	0.00
Office and General Supplies and Services	2211100	14,897,193.00	0.00
Fuel Oil and Lubricants	2211200	8,143,200.00	0.00
Other Operating Expenses	2211300	25,360,445.60	0.00
Routine Maintenance - Vehicles	2220100	5,726,541.65	0.00
Routine Maintenance - Other Assets	2220200	2,669,840.00	0.00
Exchange Rate Losses	2230100	0.00	0.00
TOTAL		277,099,980.55	0.00

14 Subsidies

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Subsidies to Public Corporations	2510000	0.00	0.00
Subsidies to Private Enterprises	2520000	0.00	0.00
TOTAL		0.00	0.00

15 Transfers to Other Government Units

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Current Grants to Government Agencies and other Levels of Government	2630100	565,700,000.00	0.00
Capital Grants to Government Agencies and other Levels of Government	2630200	22,385,190,772.35	0.00
Other Current Transfers, Grants and Subsidies	2640400	0.00	0.00
Other Capital Grants and Trans	2640500	0.00	0.00
Exchequer Provisions	9910200	0.00	0.00
County Transfers	9910300	0.00	0.00
TOTAL		22,950,890,772.35	0.00

16 Other Grants and Transfers

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Grants and Transfers to Foreign Governments	2610100	0.00	0.00
Membership Fees and Dues and Subscriptions to International Organizations	2620100	0.00	0.00
Membership Fees and Dues and Subscriptions to International Organizations (Continued)	2620200	0.00	0.00
Scholarships and other Educational Benefits	2640100	0.00	0.00
Emergency Relief and Refugee Assistance	2640200	0.00	0.00
Grants to Small Businesses, Cooperatives, and Self Employed	2640300	0.00	0.00
	2649900	0.00	0.00
TOTAL		0.00	0.00

17 Social Security Benefits

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Government Pension and Retirement Benefits	2710100	0.00	0.00
Social Security Benefits	2710200	0.00	0.00
Employer Social Benefits	2710300	0.00	0.00
Refund of Pension to UK Government	2720100	0.00	0.00
	2720200	0.00	0.00
TOTAL		0.00	0.00

18 Acquisition of Assets

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Purchase of Buildings	3110100	0.00	0.00
Construction of Building	3110200	0.00	0.00
Refurbishment of Buildings	3110300	0.00	0.00
Construction of Roads	3110400	0.00	0.00
Construction and Civil Works	3110500	0.00	0.00
Overhaul and Refurbishment of Construction and Civil Works	3110600	0.00	0.00
Purchase of Vehicles and Other Transport Equipment	3110700	13,825,000.00	0.00
Overhaul of Vehicles and Other Transport Equipment	3110800	0.00	0.00
Purchase of Household Furniture and Institutional Equipment	3110900	0.00	0.00
Purchase of Office Furniture and General Equipment	3111000	7,559,392.00	0.00
Purchase of Specialised Plant, Equipment and Machinery	3111100	9,477,800.00	0.00
Rehabilitation and Renovation of Plant, Machinery and Equipment	3111200	0.00	0.00
Purchase of Certified Seeds, Breeding Stock and Live Animals	3111300	0.00	0.00
Research, Feasibility Studies, Project Preparation and Design, Project Supervision	3111400	0.00	0.00
Rehabilitation of Civil Works	3111500	0.00	0.00
Purchase of Specialised Plant	3112200	0.00	0.00
Acquisition of Strategic Stocks	3120100	0.00	0.00
Acquisition of Other Inventori	3120200	0.00	0.00
Acquisition of Land	3130100	0.00	0.00
Acquisition of Other Intangible Assets	3130200	0.00	0.00
Domestic Lending and On-lending	4110000	0.00	0.00
Domestic Equity Participation	4120000	2,873,149,809.35	0.00
Other Domestic Accounts Receivable	4130000	0.00	0.00
Foreign Lending and On- Lending	4140000	0.00	0.00
Foreign Equity Participation	4150000	0.00	0.00
Other Foreign Accounts Receivable	4160000	0.00	0.00
TOTAL		2,904,012,001.35	0.00

19 Finance Costs, including Loan Interest

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Interest Payments on Foreign Borrowing	2410100	0.00	0.00
Interest Payments on Guaranteed Debt	2410200	0.00	0.00
Interest on Domestic Borrowing	2420000	0.00	0.00
Interest on Borrowing From Other Government Units	2430000	0.00	0.00
TOTAL		0.00	0.00

20 Repayment of Principal on Domestic and Foreign Borrowing

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Repayments on Borrowings from Domestic	5510000	0.00	0.00
Repayments on Borrowings from General Government	5510100	0.00	0.00
Repayments on Borrowings from Monetary Authorities (Central Bank)	5510200	0.00	0.00
Repayments on Borrowings from Other Domestic Depository Corporations (Commercial Banks)	5510300	0.00	0.00
Repayments on Borrowings from Other Domestic Financial Institutions	5510400	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors	5510500	0.00	0.00
Principal Repayments on Foreign Borrowing	5510600	0.00	0.00
Principal Repayments on Guaranteed Debt Taken over by Government	5520000	0.00	0.00
Principal Repayments on Guaranteed Domestic Debt Taken over by Government	5520100	0.00	0.00
Principal Repayments on Guaranteed Foreign Debt Taken over by Government	5520200	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors	5610000	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors - Private Enterprises	5610500	0.00	0.00
	5620000	0.00	0.00
Repayments on Borrowings from Other Domestic Creditors - Public Enterprises	5620100	0.00	0.00
TOTAL		0.00	0.00

21 Other payments

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Budget Reserves	2810100	0.00	0.00
Civil Contingency Reserves	2810200	0.00	0.00
Capital Transfer to Non Financial Public Enterprises	2820100	0.00	0.00
Capital Transfer to Public Financial Institutions and Enterprises	2820200	0.00	0.00
Capital Transfer to Private Non-Financial Enterprises	2820300	0.00	0.00
System Required Expenses	2990100	0.00	0.00
	2999900	0.00	0.00
TOTAL		0.00	0.00

22A Bank Balances

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Special Accounts	6510000	0.00	0.00
Treasury Bank Accounts (Exchequer and CRF Accounts)	6520000	0.00	0.00
Recurrent Bank Accounts	6530000	(420,432,310.40)	0.00
Development Bank Accounts	6540000	(5,011,713,558.60)	0.00
Deposit Bank Account	6550000	3,100,248.85	0.00
Project Specific Bank Accounts	6570000	0.00	0.00
Foreign Currency and Foreign D	6590101	0.00	0.00
TOTAL		(5,429,045,620.15)	0.00

22B Cash Balances

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Cash in Hand	6580000	5,631,979,550.90	0.00
Foreign Currency and Foreign D	6590201	0.00	0.00
TOTAL		5,631,979,550.90	0.00

23 Accounts Receivables - Outstanding Imprest and Clearance Accounts

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Domestic Debtors & Advances	6710000	32,459.00	0.00
Debtors & Advances - Govt Owne	6720000	0.00	0.00
Foreign Debtors & Advances	6730000	0.00	0.00
Other Debtors & Pre-payments	6740000	(3,115,781.75)	0.00
Government Imprests	6760000	(3,249,032.45)	0.00
Agency Accounts	6770000	0.00	0.00

Item Description	Item Code	Current Period	Previous Period
Suspense & Clearance Account	6780000	0.00	0.00
Other Current Assets (System r	6790000	0.00	0.00
TOTAL		(6,332,355.20)	0.00

24. ACCOUNTS PAYABLE

Item Description	Item code	Current Period	Previous Period
		Kshs	Kshs
Other Liabilities	7320000	(159,783.80)	0.00
Deposits	7310000	0.00	0.00
Withholding Taxes	7380000	(97,328.70)	0.00
System Required Liabilities A/cs	7390000	197,531,702.25	0.00
TOTAL		197,274,589.75	0.00

25. FUND BALANCES BROUGHT FORWARD

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Opening Balance Bank	22A	0.00	0.00
Opening Balance Cash	22B	0.00	0.00
Opening Balance Receivables - Imprest and Clearance Accounts	23	0.00	0.00
Opening Balance - Deposits	24	0.00	0.00
TOTAL		0.00	0.00



Statement of Budget Execution

Entity: 1122-State Department For Information Communication and Technology & Innovation

Current Period: JUL-16 To JUN-17

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Budget Utilization Differences	% of Utilization
		a	b	c	D=a+b+c	e	f=d-e	g=e/d%
RECEIPTS								
1	Tax Receipts	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
2	Social Security Contribution	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
3	Proceeds from Domestic and Foreign Grants	10,000,000.00	0.00	(10,000,000.00)	0.00	0.00	0.00	0.00%
4	Exchequer releases	0.00	0.00	0.00	0.00	20,270,479,336.00	(20,270,479,336.00)	0.00%
5	Transfers from Other Government Entities	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
6	Proceeds from Domestic Borrowings	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
7	Proceeds from Foreign Borrowings	2,802,000,000.00	0.00	3,285,020,481.00	6,087,020,481.00	5,982,984,245.70	104,036,235.30	98.29%
8	Proceeds from Sales of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
9	Reimbursements and Refunds	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
10	Returns of Equity Holdings	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
11	Other Receipts	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	Total	2,812,000,000.00	0.00	3,275,020,481.00	6,087,020,481.00	26,253,463,581.70	(23,441,463,581.70)	933.62%
PAYMENTS								
12	Compensation of Employees	136,713,513.00	0.00	(14,500,000.00)	122,213,513.00	122,133,841.65	79,671.35	99.93%
13	Use of goods and Services	965,508,044.00	0.00	(477,287,595.00)	488,220,449.00	277,099,980.55	211,120,468.45	56.76%
14	Subsidies	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
15	Transfers to Other Government Units	18,963,000,000.00	0.00	5,772,616,269.00	24,735,616,269.00	22,950,890,772.35	1,784,725,496.65	92.78%
16	Other Grants and Transfers	525,000.00	0.00	0.00	525,000.00	0.00	525,000.00	0.00%
17	Social Security Benefits	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
18	Acquisition of Assets	3,156,678,650.00	0.00	(122,414,590.00)	3,034,264,060.00	2,904,012,001.35	130,252,058.65	95.71%
19	Finance Costs, including Loan Interest	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
20	Repayment of Principal on Domestic and Foreign Borrowing	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
21	Other payments	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	Total	23,222,425,207.00	0.00	5,158,414,084.00	28,380,839,291.00	26,254,136,595.90	(3,031,711,388.90)	113.06%



Statement of Budget Execution

Entity: 1122-State Department For Information Communication and Technology & Innovation

Current Period: JUL-16 To JUN-17

The Statement has been prepared, reviewed and approved by the following:

Prepared By:

Date:

Reviewed By:

Date:

Approved By:

Date:

SUMMARY STATEMENT OF DEPOSITS

Entity: 1122-State Department For Information Communication and Technology
& Innovation

Current Period: JUL-16 To JUN-17

Compare With: JUL-15 To JUN-16

Economic Item		6550101 - Ministry HQ Deposit Bank A/C	
		Current Period	Previous Period
Opening Balance		0.00	0.00
Transfers of retentions during the year		3,100,248.85	0.00
Payments made out of deposit account during the year		0.00	0.00
Closing Balance		3,100,248.85	0.00
Principal Secretary Controller Principal Accounts			

The Statement has been prepared, reviewed and approved by the following:

Prepared By: _____

Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



Budget Execution by Programme and Economic Classification

Entity: 1122-State Department For Information Communication and Technology & Innovation

Period: JUL-16 To JUN-17

Program	Item	Description	Approved Budget	Actual Payments	Variance
0207000000		General Administration Planning and Support Services	244,439,369.00	196,733,161.20	47,706,207.80
	2110000	Wages and Salary Contributions	93,594,604.00	90,626,633.50	2,967,970.50
	2210000	Goods and Services	132,880,734.00	97,672,523.70	35,208,210.30
	2220000	Routine Maintenance	11,214,821.00	4,327,112.00	6,887,709.00
	2620000	Grants and Other Transfers to International Organizations	525,000.00	0.00	525,000.00
	3110000	Acquisition of Fixed Capital Assets	6,224,210.00	4,106,892.00	2,117,318.00
0210000000		ICT Infrastructure Development	27,554,235,941.00	25,515,407,502.80	2,038,828,438.20
	2210000	Goods and Services	251,966,472.00	122,852,882.45	129,113,589.55
	2220000	Routine Maintenance	980,000.00	771,138.65	208,861.35
	2630000	Grants & Transfer To Other Govt. Units	24,284,616,269.00	22,499,890,772.35	1,784,725,496.65
	3110000	Acquisition of Fixed Capital Assets	116,673,200.00	18,742,900.00	97,930,300.00
	4120000	Domestic Equity Participation	2,900,000,000.00	2,873,149,809.35	26,850,190.65
0217000000			582,163,981.00	542,097,431.90	40,066,549.10
	2110000	Wages and Salary Contributions	28,618,909.00	31,507,208.15	(2,888,299.15)
	2210000	Goods and Services	86,784,124.00	48,279,692.75	38,504,431.25
	2220000	Routine Maintenance	4,394,298.00	3,298,131.00	1,096,167.00
	2630000	Grants & Transfer To Other Govt. Units	451,000,000.00	451,000,000.00	0.00
	3110000	Acquisition of Fixed Capital Assets	11,366,650.00	8,012,400.00	3,354,250.00
		Grand Total	28,380,839,291.00	26,254,238,095.90	2,126,601,195.10

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Date: _____

Reviewed By: _____

Date: _____

Approved By: _____

Date: _____



Budget Execution by Heads and Programmes

Entity: 1122-State Department For Information Communication and Technology & Innovation

Period: JUL-16 To JUN-17

Head	Program	Description	Approved Budget	Actual Payments	Variance
1122000100			216,596,992.00	176,394,528.15	40,202,463.85
	0207000000	General Administration Planning and Support Services	216,596,992.00	176,394,528.15	40,202,463.85
1122000200			11,780,734.00	8,686,971.15	3,093,762.85
	0207000000	General Administration Planning and Support Services	11,780,734.00	8,686,971.15	3,093,762.85
1122000300			16,061,643.00	11,651,661.90	4,409,981.10
	0207000000	General Administration Planning and Support Services	16,061,643.00	11,651,661.90	4,409,981.10
1122000400			123,183,981.00	84,752,477.05	38,431,503.95
	0217000000		123,183,981.00	84,752,477.05	38,431,503.95
1122000500			317,000,000.00	317,000,000.00	0.00
	0217000000		317,000,000.00	317,000,000.00	0.00
1122000600			204,619,672.00	106,470,500.50	98,149,171.50
	0210000000	ICT Infrastructure Development	204,619,672.00	106,470,500.50	98,149,171.50
1122000700			114,700,000.00	114,700,000.00	0.00
	0210000000	ICT Infrastructure Development	114,700,000.00	114,700,000.00	0.00
1122100100			138,100,000.00	50,000,000.00	88,100,000.00
	0210000000	ICT Infrastructure Development	138,100,000.00	50,000,000.00	88,100,000.00
1122100200			5,227,316,269.00	3,678,190,772.35	1,549,125,496.65
	0210000000	ICT Infrastructure Development	5,227,316,269.00	3,678,190,772.35	1,549,125,496.65
1122100300			214,000,000.00	13,825,000.00	200,175,000.00
	0210000000	ICT Infrastructure Development	214,000,000.00	13,825,000.00	200,175,000.00
1122100400			1,075,000,000.00	1,042,642,701.60	32,357,298.40
	0210000000	ICT Infrastructure Development	1,075,000,000.00	1,042,642,701.60	32,357,298.40
1122100500			1,948,500,000.00	1,877,578,528.35	70,921,471.65
	0210000000	ICT Infrastructure Development	1,948,500,000.00	1,877,578,528.35	70,921,471.65
1122100600			550,000,000.00	550,000,000.00	0.00
	0210000000	ICT Infrastructure Development	550,000,000.00	550,000,000.00	0.00
1122100700			500,000,000.00	500,000,000.00	0.00
	0210000000	ICT Infrastructure Development	500,000,000.00	500,000,000.00	0.00
1122100800			74,000,000.00	74,000,000.00	0.00
	0210000000	ICT Infrastructure Development	74,000,000.00	74,000,000.00	0.00
1122100900			200,000,000.00	200,000,000.00	0.00
	0210000000	ICT Infrastructure Development	200,000,000.00	200,000,000.00	0.00
1122101000			17,308,000,000.00	17,308,000,000.00	0.00
	0210000000	ICT Infrastructure Development	17,308,000,000.00	17,308,000,000.00	0.00
1122101100			141,980,000.00	140,344,954.85	1,635,045.15
	0217000000		141,980,000.00	140,344,954.85	1,635,045.15
Grand Total			28,380,839,291.00	26,254,238,095.90	2,126,601,195.10

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Date: _____