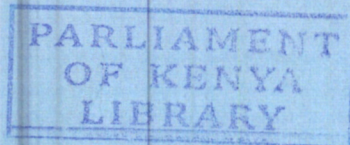


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

paper laid
By the leader of
majority party
Hon. Aden Duale
on Tuesday
26/9/17
[Signature]



REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
OFFICE OF ATTORNEY-GENERAL AND
DEPARTMENT OF JUSTICE

FOR THE YEAR ENDED
30 JUNE 2016

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

19 JUL 2017

RECEIVED



OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2016**

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

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I. KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

Article 156 of the Constitution of Kenya 2010 and the Office of the Attorney General Act 2012 set out the constitutional mandate and functions of the Attorney General; The mandate and functions of the OAG & DOJ is amplified by Executive Order No. 2 of 2013. The Executive Order No. 1/2016 further clarifies the roles, responsibilities and institutional structure of the Office of the Attorney General and Department of Justice and its constituent state agencies. These instruments empower the Office of the Attorney General and Department of Justice to provide professional, customer-focused and responsive services to its clients, while keeping abreast with new legislation, emerging legal issues and developments in Kenyan jurisprudence.

Arising from its mandate, the core functions of the Office of the Attorney General and Department of Justice include, representing the national government in court or in any other legal proceedings to which the national government is a party (other than criminal proceedings); undertake civil litigation, arbitration and alternative dispute resolution on behalf of the government; reviewing and overseeing legal matters pertaining to Public Trustee and administration of estates and trusts; negotiating, drafting, and vetting local and international instruments, treaties and agreements involving the government and its institutions; adjudicating complaints made against practicing advocates, firms of advocates, a member or employee thereof and where necessary ensuring that disciplinary action is taken; undertaking the drafting of bills, subsidiary legislation, notices of appointment to state corporations, constitutional and public offices and the review of laws.

Office of the Attorney General and Department of Justice also undertakes the reviewing and overseeing of legal matters pertaining to the registration of companies, business names, societies, adoptions and marriages. The Office also provides policy on administration of justice, legal policy management, legal aid and advisory services, political parties' policy management, elections policy management, anti-corruption strategies, integrity and ethics and constitutional affairs.

In addition to the functions of the Attorney General under Article 156 of the Constitution, the Attorney-General shall under section 5(1) of the Office of the Attorney General Act be responsible for the following functions:

- a) Advising Government Ministries, Departments, Constitutional Commissions and State Corporations on legislative and other legal matters.
- b) Advising the Government on all matters relating to the Constitution, international law, human rights, national and county legislation.
- c) Negotiating, drafting, vetting and interpreting local and international documents, agreements and treaties for and on behalf of the Government and its agencies.
- d) Coordinating the preparation and submission on periodic reports required under international treaties and agreements to which Kenya is a member or on any matter which member States are required to report.
- e) Drafting legislative proposals for the Government and advising the Government and its agencies on legislative and other legal matters.
- f) Reviewing and overseeing legal matters pertaining to the registration of companies, partnerships, business names, societies, adoptions, marriages, charities, chattels, hire purchase and coat of arms.
- g) Reviewing and overseeing legal matters pertaining to the administration of estates and trusts.

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE

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For the year ended June 30, 2016

- h) In consultation with the Law Society of Kenya, advising the Government on the regulation of the legal profession.
- i) Representing the national Government in all civil and constitutional matters. Representing the Government in matters before foreign courts and international tribunals.

(b) Key management Functions of Office of the Attorney General & Department of Justice

Drawing the most recent Circular No. 1/2016, the Constitutional and other previous instruments of mandate issued by the Government, the broad functions of the Office of the Attorney General and Department of Justice include:

- Policy and Administration of Justice,
- Legal Policy Management,
- Legal Aid,
- Political Parties Policy Management,
- Elections Policy Management,
- Principal Legal Advisor to the Government,
- Anti-Corruption Strategies, Integrity and Ethics,
- Constitutional Implementation,
- Official Receiver,
- Public Trustee,
- Custodian of Enemy Property,
- Wakf Commissioners,
- College of Arms,
- Legislative Drafting,
- Drafting and Vetting of Agreements
- Oversight on matters related to Legal Profession; and
- National Registries

State agencies (SAGAs) Under the Office of the Attorney General and Department of Justice

- Kenya School of Law,
- National Anti-Corruption Campaign Steering Committee (Gazette Notice 4124 of 2004),
- Truth, Justice and Reconciliation Commission (Kenya Gazette Notice),
- Kenya Law Reform Commission-KLRC (Act No. 2 of 1982),
- National Crime Research Centre,
- Auctioneers Licensing Board,
- Council of Legal Education,
- Kenya Copy Right Board,
- Witness Protection Agency,
- Advocates Complaints Commission,
- National Committee on Implementation of National Humanitarian Law,
- Judges and Magistrates Vetting Board; and
- National Council for Law Reporting

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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Constitutional Commissions and Independent Offices where SLO&DOJ has Policy Oversight Roles

- Ethics and Anti-Corruption Commission,
- Independent Elections and Boundaries Commission,
- Kenya National Human Rights and Equality Commission; and
- Commission on Administrative Justice

Institutional Arrangements for Implementation of the SLO&DOJ Mandate

The Office of the Attorney General and Department of Justice executes its mandate through 9 technical departments, whose brief roles are discussed below:

International Law Division

The International Law Division is designated as the Registry of Treaties under the Treaty Making and Ratification Act and is charged with the following responsibilities:

1. Advise government ministries, departments, agencies, commissions and state corporations on international law
2. Negotiate, draft, vet and provide legal advice on local, bilateral, international and multilaterals agreements and treaties for and on behalf of the MDAs
3. Provide legal advice to the Government on the activities of bodies, commissions and other international organizations that require submission of a country position;

Legal Advisory and Research Division

The Division bears the following responsibilities:

1. Interpretation of Constitution and the subsidiary legislation for and on behalf of the Government Ministries, Commissions, Departments and State Corporations;
2. Undertaking research for MDAs on various problems encountered in the implementation of the Constitution and the law.
3. Coordinate capacity building in research and knowledge management

Government Transactions Division

The Division is charged with providing:

1. Legal advice to the Government in negotiation, drafting, and vetting local and international contracts, MoUs and other business memorandum involving the Government or other contracts to which the Government has an interest;
2. Legal advice and opinions to MDAs and state corporations on contracts and agreements.
3. Legal advice on international financial agreements resulting in/forming part of government transactions
4. Advise to MDAs on implementation of contracts to which Government is a party or to which the Government has interest;
5. Prepare legal Opinion where they are a condition precedent for effectiveness of Loan Agreements from Multilateral Financial Institutions;
6. Advise on all Government contracts before they are signed.

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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For the year ended June 30, 2016

Civil Litigation Department

The Department performs the following functions:

1. Provide legal advice to all MDAs and state corporations in all civil and constitutional matters
2. To conduct of civil and constitutional cases instituted by and against ministries, departments and agencies;
3. To prepare and institute suits/claims in the subordinate court, High Court, Court of Appeal, Supreme Court and arbitral Tribunals on behalf of the Government including the East African Court of Justice and African Human and Peoples Rights Commission;
4. To provide legal expertise to the Government, on the preparation, formulation and litigation of civil cases; and
5. To conduct or supervise arbitration proceedings and other forms of Alternative Dispute Resolutions on behalf of the Government in arbitral bodies both within and outside Kenya;
6. Advise the Government and other public institutions on matters relating to arbitrations;
7. awards involving the Government; and
8. Provide legal consultation to MDAs on arbitrations.
9. Represent county governments in civil matters (where assistance is sought)
10. Facilitate settlement of civil claims
11. Handle public interest litigation

Legislative Drafting Department

The Department undertakes the following functions:

1. Drafting Government sponsored Bills, Subsidiary Legislation, Legal Notices;
2. To study proposals and consult MDAS and other government institutions which requires to undertake legislative measures;
3. Advise in respect of legislative drafting issues;
4. Support the Attorney General in the presentations of new laws and amendments to Parliament;
5. Preparing vellum copies for assessment and subsequent publication of Acts in the Gazette;
6. Monitor and track bills under debate in parliament and county assemblies and bring to the attention of the Attorney General for review, legal opinion and contribution as appropriate;
7. Engage with parliament on continuous basis with regards to legislative proposals and requests;
8. Prepare all legislations and subsidiary legislations to be submitted to the Government Printer for publication; and
9. Publishing the legislative supplements of the Kenya Gazette in consultation with the Government Printer.

Registrar General Department

The Department has the following mandate:

1. Registration of Business Names and Companies.
2. Registration of Limited Liability Partnerships.
3. Registration of Debentures and Charges created under the Companies Act.
4. Registration of Chattel Mortgages.

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5. Registration of Hire Purchase institutions and agreements under the Hire purchase Act.
6. Registration of Societies under the Societies Act.
7. Registration of building societies.

The division is responsible for:

- Official Receivership duties under the Bankruptcy (subsequent Insolvency) Act and the Companies Act respectively and shall undertake Winding Up proceedings, Liquidation and deeds of Arrangement.
- Undertaking prosecutions under the Companies Act and other related duties.
- Registrar of Chattel Mortgages under the Chattel Transfer Act.

Public Trustee (Administrator General) Department

The Department is tasked with the following mandate:

- Public Trustee under the Public Trustee Act Cap 168;
- Estate Duty Commissioner under the Estate Duty Act Cap 483
- Wakf Commissioner under the Wakf Commissioner's Act Cap 109
- Custodian of Enemy Property under Enemy's Property Act Cap 521
- Custodian Trustee for property owned by public schools, colleges and other public institutions.

The department is responsible for:

Receipts of funds, Payments of advances, Ascertainment of assets, Ascertainment of heirs, Petition for Grants/Confirmation, Preparation of Final accounts, Passing of Accounts, Preparation of Statutory Annual Accounts, Property management, Administration of Trusts including: Trusts on behalf of minors and the mentally ill persons; Custodian Trustee for public schools, colleges and other public institutions; Charitable Trusts; Wakf Commissions, and Administration of Civil Service Group Accident Policy

Advocates Complaints Commission

The Commission is responsible for:

Investigating Complaints against Advocates; Undertaking reconciliation of the parties; Referral of complaints to the Disciplinary Committee; Prosecution of disciplinary actions before the Disciplinary Committee

(c) Fiduciary Management

The key management personnel who held office during the year ended 30th June 2016 and who had direct fiduciary responsibility were:

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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No. Designation	Name
1. Accounting Officer	Mr. Njee Muturi
2. Director of Administration	Mr. Benson Mugambi (Transferred March, 2016)
3. Head of Finance Unit	Mr. J. R. Okello Ko'jwang (Retired in February, 2016)
4. Head of Finance Unit	Mr. Jacob Munge
5. Head of Accounting Unit	Ms. Margaret W. Kariuki (Transferred)
6. Head of Accounting Unit	Mrs. Leah W. Kimemia

(d) Fiduciary Oversight Arrangements

- **Audit and finance committee activities**
The Office of the Attorney General and Department of Justice is in the process of establishing an Audit Committee which will be reviewing the Financial Statements in future.
- **Parliamentary committee activities**
The Budget Committee of the National Assembly examines Financial Statements submitted to the National Assembly under Part III of the Public Finance Management Act (Revised 2016).
- **Internal Audit**
The Office of the Attorney General and Department of Justice has an Internal Audit Department which is fully functional. It is involved in review of the day-to-day review of operations. It also checks to establish the internal control weakness and recommend corrective action.

(e) Entity Headquarters

P.O. Box 40112
Sheria House
Harambee Avenue
Nairobi, KENYA

(f) Entity Contacts

Telephone: (254) 020 2227461
E-mail: info.statelawoffice@kenya.go.ke
Website: www.go.ke

(g) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank
Branch: Moi Avenue
Account No.: 1123414246

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. FORWARD BY THE CABINET SECRETARY

Mandate

The State Law Office and Department of Justice (SLO&DOJ) derives its mandate from Article 156 of the Constitution, the Office of the Attorney General Act 2012 and Executive Order No. 2 of 2013. The Office is responsible for coordinating and facilitating the realization of democratic governance through protection and enjoyment of fundamental rights and freedoms, creation of a constitutional order, promotion of ethics and integrity and nurturing a cohesive society. The SLO&DOJ provides independent legal advice and representation to the Government, contributes to the development of a fair and just legal system and the promotion of the rule of law in the interest of the State and the people.

The SLO&DOJ is the only institution that interacts with the three arms of government in addition to a number of other statutory powers vested upon it. The County Government's Act further extends the scope of the Office to represent upon request, county governments in court or in any other legal proceedings to which the county government is a party other than in criminal proceedings.

Key Achievements for OAG&DOJ for the Financial Year 2015/2016

Civil Litigation: In 2015/2016, a total of 1,589 back-log of cases filed against the Attorney General were concluded; 1,675 well researched legal opinions in all civil disputes prepared, while 63 State Counsel were trained and clients sensitized on emerging legal issues. Alternative Dispute Resolution (ADR) training was conducted in 8 Counties. Civil litigation were decentralized to 3 more offices – Malindi, Kakamega and Kisii.

The Advocates Complaint's Commission (ACC) subjected 240 complaints against Advocates concluded to ADR thus enhancing the speedy resolution of disputes while digitization of files continued in the ACC registry.

Legislative Drafting Division finalized a total of 18 bills to harmonise existing laws with the new Constitution. A total of 186 pieces of subsidiary legislation were finalized. Forty nine bills and regulations were developed to implement 5th schedule legislation anticipated in the Constitution. The Department also offered technical legal assistance in developing 32 bills to County Governments on the development and reform of county legislation.

International Law Division; Legal Advisory and Research Division and International Law Division: The SLO&DOJ rendered 240 legal advice and opinions to MDAs: The Division also provided 315 legal opinions to MDAs and County Governments on regional and international law and the Government's obligations therein. The Division further vetted 100 agreements and negotiated 73 local, regional and international agreements. The SLO&DOJ facilitated the conclusion of Mutual Legal Assistance Agreements and initiated action to repatriate funds, extradite suspects and

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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receive/provide evidence of corruption in several high profile cases

The Department of Public Trustee enhanced its collection, management, preservation of property and distribution of estates mandate by reducing the time taken to draw final distribution accounts of public trusts and estates. 5,295 files were finalized and in partnership with Safaricom, beneficiaries received over Kshs. 2.1 billion paid to widows, widowers and orphans thereby spearheading innovative approaches to service delivery using mobile technology.

Registrar General:

- Automation of Registration Services has simplified the registration of business names, companies, and societies in the country making it a one day affair. Accompanying modified and simplified application forms have been developed to facilitate the process of registration of Companies, KRA PIN, NSSF and NHIF. Through the e-citizen portal, business name registration is undertaken online, and all other forms are available on the ministry website to facilitate ease of access.
- The Companies Registry commenced name search and reservation services through the on-line e-citizen portal in collaboration with Huduma Centres. About 45,971 companies were registered, 25,800 Chattels and mortgages registered, 1,200 societies registered and 1,875 loan accounts closed. Sixty percent of societies, chattels and official receiver records were digitised. 71 Hire Purchase Companies were inspected for compliance.
- **The Marriage Section:** The Marriages Act, 2014 was enacted and implementation commenced. The Office fast-tracked the operationalization and cleanup of data through the re-licensing of ministers of faith, issuance of new generation marriage books and training of marriage officials, lawyers and religious institutions on the new marriage laws. Marriage officers in 24 Counties as well as members of the public were also sensitized on the Act. Sixty percent of marriage records were digitized.
- **The Official Receiver Section** completed closing all the loan account files for Rural Urban Credit Finance Limited and Continental Credit Finance Limited,
- **The Court of Arms Section** undertook a sensitization workshop with County Governments on the designing and registration of Coat of Arms. Sixty percent of the records have been digitized.

Department of Justice established human rights units in 2 ministries to act as focal points for the implementation of the bill of rights. It also conducted civic education on the constitution in 12 counties. It prepared and disseminated 42 anti-corruption and values messages; created and operationalized 3 County Anti-Corruption Oversight Committees (COCCOS); and held 80 accountability and awareness fora. It also finalised the Presidential Taskforce Report on the Review of the Legal, Policy and Institutional Framework for Fighting Corruption in Kenya which recommendations are currently under implementation. Some of the immediate actions therefrom include the amendments to the Ethics and Anti Corruption Act, development of the

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Bribery Bill 2015 and administrative efforts to enhance good governance measures in MDAs. The Department also completed 40% of the National Policy on Public Participation and Guidelines.

National Legal Aid Program (NALEAP) Developed the Legal Aid Bill which was later passed into Law and awareness on legal aid created for 13,000 people. The programme offered legal aid to 6,450 vulnerable people.

Kenya Law Reform Commission (KLRC) and OAG&DOJ initiated an overhaul of all existing legislation of align it to the new Constitution and facilitated the development of the following Acts: *Crops, Agriculture Fisheries and Food Authority Act 2015, Mining Act 2015, Ratification of Treaties Act 2015, Kenya School of Government Act 2015, Public Service Commission Act 2015, and Teachers Service Commission Act 2015.*

The National Anti-corruption Campaign Steering Committee (NACCSC) carried out 10 sensitization fora and 109 social audits while campaign strategy meetings were held in 10 counties, 184 and 55 anti-corruption radio and television programs were produced and aired while 2,000 IEC materials distributed.

Council of Legal Education (CLE) The Kenya School of Law (KSL) has continued to revamp the Advocates Training Program, Para-legal training, Research and Consultancy Services and introduced Continuing Professional Development (CPD) program. It conducted Bar examination to 3,500 candidates. The CLE conducted 7 on-site inspection of legal education providers.

The National Crime Research Centre (NCRC) carried out research project activities in the areas of organized criminal gangs and Gender Based Violence (GBV) and published on Election Crimes and Offense, Human Trafficking in Kenya and Delivery of Community Based Sentences in Kenya, and published 6 research reports on emerging trends in crime

Asset Recovery Agency was operationalized during the period and initiated recovery proceedings against corruptly acquired assets and proceeds of economic crimes in several high level cases.

Business Registration Service was established and is responsible for implementation of the ease of doing business objectives of the SLO&DOJ including the recently enacted and transformative Companies Act 2015; Insolvency Act 2015 that seek to modernise laws on business operations.

The Nairobi Centre for International Arbitration (NCIA), whose main mandate is to administer and promote alternative dispute resolution (ADR) as well as coordinate and facilitate, in collaboration with other lead agencies and non-state actors, the formulation of national policies, laws and plans of action on ADR and facilitate their implementation has so far completed procedural rules for mediation and arbitration and during the period under review, embarked on a programme of sensitization of the rules in the country, regionally and internationally. A draft ADR Policy has been developed and the NCIA acts as lead agency to coordinate formulation of the same.

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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Emerging Issues, Implementation, Challenges and Recommendation for Office of the Attorney General and Department of Justice.

Late release of funds from the Exchequer has resulted in the stalling of several of the SLO&DOJ programmes. During the financial year, there was inadequate funding resulting in the Office closing the financial year with pending bills 54,649,820. Budget cuts on some critical items hampers the SLO& DoJ operations for example local and foreign travel, general office supplies as well as development of the projects that SLO&DoJ is undertaking.

While the Government of Kenya has embarked on huge infrastructural development projects with significant financial implications, the SLO&DOJ has not had sufficient State Counsel to advice, negotiate and vet subsequent contracts. Its staffing levels have been far from optimal, hence the urgent need to increase, retain and strengthen State Counsel country wide. This is further exacerbated by the increasing litigation against public sector agencies, and the need for a sufficient workforce to support ministries both in-house, and in the defence of claims.

In addition, the training and capacity needs for State Counsel remains marginal despite the transition towards more complex and highly specialized transactions in the extractives and commercial sector, international financing, and the defence of the Republic in regional and international courts tribunals.

Limited budgets to decentralize SLO&DOJ services to the Counties has limited the effectiveness of this office to offer both government and public facing services. With the increasing number of High Courts established across the country, the SLO&DOJ must of necessity accompany the expansion with its presence and support. The regional presence is also expected to enhance SLO&DOJ's engagement and facilitation of County Governments. The limitations in budget allocation similarly hamper the ability to automate our core public facing services such as marriages, public trustee, and advocates complaints mechanisms, which efforts would ameliorate the immediate need for physical presence.

The introduction of the e-procurement procedures which was introduced in 2014/15 financial year, has been causing delays in the procurement of major items as the officers involved had to be continuously inducted in the new system after transfer.

Signed: _____
Attorney General

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
Reports and Financial Statements
For the year ended June 30, 2016

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 68(K) of the Public Finance Management Act (Revised 2016) requires that at the end of each financial year the Accounting Officer for national government entity shall prepare Annual Financial Statements for each financial year within three months after the end of the financial year and submit them to the Controller of Budget and the Auditor-General for audit and forward a copy to the National Treasury.

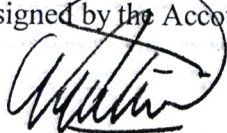
The Accounting Officer in charge of the *Office of the Attorney General and Department of Justice* is responsible for the preparation and presentation of the *entity's* financial statements, which give a true and fair view of the state of affairs of the *entity* for and as at the end of the financial year (period) ended on June 30, 2016. 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 *Office of the Attorney General and Department of Justice* 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 financial year ended June 30, 2016, and of the *entity's* financial position as at that date. The Accounting Officer in charge of the *entity* 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.

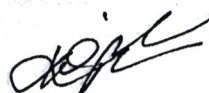
The Accounting Officer in charge of the *entity* confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for 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 *Office of the Attorney General and Department of Justice's* financial statements were approved and signed by the Accounting Officer on _____ 2016.



Solicitor General



Principal Accounts Controller

REPUBLIC OF KENYA

Telephone: +254-20-342330
Fax: +254-20-311482
E-mail: oag@oagkenya.go.ke
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NAIROBI



OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON OFFICE OF ATTORNEY-GENERAL AND DEPARTMENT OF JUSTICE FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of the Office of the Attorney-General and Department of Justice set out on pages 14 to 39, which comprise the statement of assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows, summary statements of appropriation and summary statement of provisionings 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.

Management's Responsibility 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.

The 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

My responsibility is to express an opinion on these financial statements based on the audit and report 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. The audit was conducted in accordance with International Standards of Supreme Audit Institutions. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an

Report of the Auditor-General on Office of the Attorney-General and Department of Justice for the year ended 30 June 2016

opinion on the effectiveness of the Office's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my adverse audit opinion.

Basis for Adverse Opinion

1.0 Accuracy and Completeness of the Financial Statements

1.1 Fixed Assets Register

The asset register is not duly updated to include all the assets that belong to the office. In addition, examination of the register revealed that it had excluded motor vehicles owned by the Office. Further, assets belonging to the defunct Commission for the Implementation of the Constitution (CIC) were not included in the register even though all assets of the Commission were transferred to the Office of the Attorney-General and Department of Justice. The omission of the assets has not been explained.

1.2 Suspense Account

The statement of assets as at 30 June 2016 reflects a balance of Kshs.82, 485,174 under suspense account. However, the balance has not been analysed or explained in the notes to the financial statements.

1.3 Integrated Financial Management System Balances

The figures reported in the financial statements do not tally with identical account balances in the Integrated Financial Management and Information System records, (IFMIS) as tabulated below:

Details	Amount as per financial statements	Amount as per IFMIS reports	Unexplained Difference
	Kshs	Kshs	Kshs
Receipts	3,325,900,000	4,487,499,140	(161,599,140)
Payments	32,091,139,936	2,958,851,030	(250,288,906)
Financial Assets	278,240,359	3,205,306,895	(2,927,066,536)
Financial liabilities	159,465,686	2,284,813,073	(2,125,347,387)

In view of the foregoing, the accuracy and completeness of the financial statements could not be confirmed.

2.0 Cash-and-Cash Equivalents

The statement of financial position as at 30 June 2016 reflects cash-and-cash equivalents balance of Kshs.188,433,566 for the recurrent, development and deposits accounts. However, bank reconciliation statements for the recurrent and development accounts were not made available for audit review.

Further, the deposit bank reconciliation statement as at 30 June 2016 reflects the following long outstanding balances:

i) Payments in the Cash Book not in the Bank Statement

Payments amounting to Kshs.43,503,613 had been recorded in the cash book but not reflected in the bank statements. Out of this balance, an amount of Kshs.3,398,126 relates to cheques which are already stale. The balances also included an amount of Kshs.26,890,000 referred to as 'revenue collected' and featured in the monthly bank reconciliation statements during the whole year under review while Kshs.3,564,790 relates to under-casts which have not been adjusted.

ii) Receipts in Bank Statement not in the Cash Book Amount

Receipts amounting to Kshs.202,064,314 reflected in the bank statements had not been recorded in the cash book. Out of this amount, Kshs.107,611,163 relates to receipts for the financial year 2013/14 while Kshs.401 is in respect of a cash book under cast for 2013/2014 which has not yet been adjusted.

iii) Payments in the Bank Statement not Recorded in the Cash Book

The bank reconciliation reflects payments amounting to Kshs.71,655,277 reflected in the bank statements but not recorded in the cash book. Out of this amount is an unexplained Treasury Exchequer Issue (error) amounting to Kshs.22,666,655 while an amount of Kshs.24,729,922 relates to payments made from 6 November 2013 to 14 October 2015 which have, however, not been recorded in the cash book.

iv) Receipts in the Cash Book not Recorded in the Bank Statement

The bank reconciliation also reflects receipt totalling Kshs.122,140,508 which had been recorded in the cash book but not reflected in the bank statements. The sum includes an un-explained balance of Kshs.199,456,334 referred to as "transfer of closing balance and Kshs.222,535 returned RTGS payment". The balance also includes revenue receipts amounting to Kshs.2,461,638 which in the current state would suggest that the receipts were not banked.

In view of the foregoing, the accuracy and completeness of the cash-and-cash equivalents balance of Kshs.188,433,566 as at 30 June 2016 cannot be confirmed.

3.0 Pending Bills

The analyses of pending bills provided in Annex 1 to the financial statements reflect bills totalling Kshs.52,078,256 as at 30 June 2016. However, casting of the schedule in the annex yields a balance of Kshs.57,552,774 resulting into an unexplained

difference of Kshs.5,474,519. Further, supporting documents for the pending bills were not provided for audit review.

Consequently, the accuracy, validity and completeness of the pending bills balance of Kshs.52,078,256 as at June 2016 cannot be confirmed.

4.0 Excess Service Charge - Rentals of Produced Assets

During the year under review, the State Law Office incurred excess service-charge costs amounting to Kshs.3,883,645 out of which a part payment of Kshs.2,651,745 was made. The charge relates to the occupation of office space by the Department of Justice at Co-operative Bank House for the year ended 31 December 2015.

The basis of the payment is not clear, as explained below:

- i) The payment is supported by audited service cost statements by KKCO East Africa instead of a computation based on the relevant clauses of the lease agreement showing the specific service charge items payable and their contractual clauses. Further, the audit certificate is not signed by the person responsible for the audit.
- ii) The excess service charge cost of Kshs.3,347,970 is derived from a shortfall of service charge income of Kshs.9,360,240 against a cost allocation of Kshs.2,708,210 to which is added Value-Added-Tax (VAT) amounting to Kshs.535,675 to arrive at the total cost of Kshs.3,883,645,000. The cost allocation of Kshs.12,708,210 is based on total expenditure of Kshs.69,975,149 pro-rated against the space occupied. The total expenditure includes costs such as management cost, (Kshs.4,016,043) cleaning and sanitation, (Kshs.5,737,347) general repairs and maintenance, (Kshs.4,721,884) and Insurance (Kshs.4,950,340) among other utilities. In the absence of a lease agreement, it is not possible to confirm whether the said costs are chargeable utilities. In addition, schedules supporting the service charge payments amounting to Kshs.9,360,240 made by the State Law Office were not availed for audit review.
- iii) The excess service charge of Kshs.3,347,970 is a reimbursable shortfall based on VAT charged. The additional VAT charged amounting to Kshs.535,675 was therefore inappropriate, unless explained.

In view of these anomalies, the excess charge of Kshs.3,883,645 and the actual payment of Kshs.2,651,745 cannot be confirmed to have constituted proper charges to public funds during the year under review.

5.0 Outstanding Imprest

Note 12 to the financial statements reflects an outstanding imprest of Kshs.6,662,912. However, the management has not provided the current status of the imprests. Further, an imprest of Kshs.243,612 issued on 16 June 2016 has no indicated recipient/payee.

In the circumstances, the accuracy and recoverability of the outstanding imprests totalling Kshs.6,662,912 as at 30 June 2016 cannot be confirmed.

6.0 Previous Years' Matters

As indicated in Note 27 to the financial statements in relation to progress on auditor recommendations, two issues namely; accuracy and completeness of the financial statements and unsupported revenue expenditure highlighted in previous years' reports, were still outstanding as at 30 June 2016. However, management have not acted on the audit recommendations.

Adverse Opinion

In my opinion, because of the effect of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, in all material respects, the financial position of the Office of the Attorney-General and Department of Justice as at 30 June 2016, 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 do not comply fully with the Public Finance Management Act, 2012.

Other Matter

Internal Control

The State Law Office and Department of Justice have not established an audit committee as required under the Public Finance Management Act, 2012. Further, there is no approved risk management policy. In addition, there are no disaster/business recovery plans in place contrary to good practice for management of electronic data and other records.

As a result, the internal control system is weak and may not safeguard funds and other assets of the Office.

My opinion is not qualified on this matter.



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

Nairobi

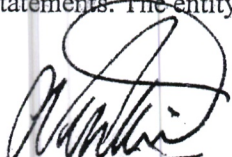
04 July 2017

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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 For the year ended June 30, 2016

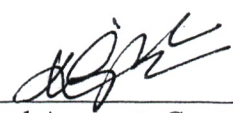
V. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015-2016 Kshs	2014-2015 Kshs
RECEIPTS			
Proceeds from Domestic and Foreign Grants	1	-	300,000,000
Exchequer releases	2	3,325,900,000	2,936,765,000
Reimbursements and Refunds	3	-	26,890,000
TOTAL RECEIPTS		3,325,900,000	3,263,655,000
PAYMENTS			
Compensation of Employees	4	944,000,275	859,978,564
Use of goods and services	5	749,116,173	415,218,226
Subsidies	6	-	131,057,167
Transfers to Other Government Units	7	1,444,482,439	1,485,280,000
Other grants and transfers	8	355,052	3,721,791
Social Security Benefits	9	11,264,356	8,540,577
Acquisition of Assets	10	59,921,641	370,800,518
TOTAL PAYMENTS		3,209,139,936	3,274,596,843
SURPLUS/DEFICIT		116,760,064	(10,941,843)

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 _____ 2016 and signed by:



Solicitor General



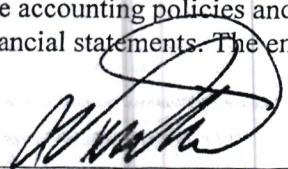
Principal Accounts Controller

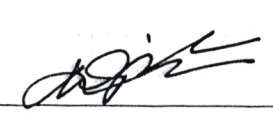
OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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For the year ended June 30, 2016

VI. STATEMENT OF ASSETS

	Note	2015-2016 Kshs	2014-2015 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	11A	188,400,246	93,871,212
Cash Balances	11B	33,320	380
Total Cash and cash equivalent		<u>188,433,566</u>	<u>93,871,592</u>
Advances		658,707	
Accounts receivables – Outstanding Imprests	12	6,662,912	1,828,429
Suspense		82,485,174	
TOTAL FINANCIAL ASSETS		<u>278,240,359</u>	<u>95,700,021</u>
FINANCIAL LIABILITIES			
Accounts Payables – Deposits and retentions	13	159,465,686	93,685,412
		-	-
NET FINANCIAL ASSETS		<u>118,774,673</u>	<u>2,014,609</u>
REPRESENTED BY			
Fund balance b/fwd	14	2,014,609	21,433,222
Surplus/(Deficit) for the year		116,760,064	(10,941,843)
		-	
Prior year adjustments			<u>(8,476,770)</u>
NET FINANCIAL POSSITION		<u>118,774,673</u>	<u>2,014,609</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 _____ 2016 and signed by:


Solicitor General


Principal Accounts Controller

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE

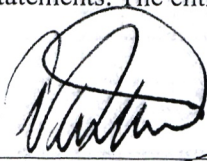
Reports and Financial Statements

For the year ended June 30, 2016

VII. STATEMENT OF CASHFLOW

		2015 - 2016	2014 - 2015
		Kshs	Kshs
Receipts for operating income			
Proceeds from Domestic and Foreign Grants	1	-	300,000,000
Exchequer Releases	2	3,325,900,000	2,936,765,000
Reimbursements and Refunds	3	-	26,890,000
		<u>3,325,900,000</u>	<u>3,263,655,000</u>
Payments for operating expenses			
Compensation of Employees	4	944,000,275	859,978,564
Use of goods and services	5	749,116,173	415,218,226
Subsidies	6	-	131,057,167
Transfers to other Government Units	7	1,444,482,439	1,485,280,000
Other grants and transfers	8	355,052	3,721,791
Social Security Benefits	9	11,264,356	8,540,577
		<u>3,149,218,295</u>	<u>2,903,796,325</u>
Adjusted for:			
Changes in receivables		(87,978,364)	39,039
Changes in payables		65,780,274	(83,117,285)
Adjustments during the year		-	(8,476,770)
Net cash flow from operating activities		<u>154,483,615</u>	<u>268,303,659</u>
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	10	(59,921,641)	(370,800,518)
Net cash flows from Investing Activities		<u>(59,921,641)</u>	<u>(370,800,518)</u>
NET INCREASE IN CASH AND CASH EQUIVALENT		<u>94,561,974</u>	<u>(102,496,859)</u>
Cash and cash equivalent at BEGINNING of the year		<u>93,871,592</u>	<u>196,368,451</u>
Cash and cash equivalent at END of the year		<u>188,433,566</u>	<u>93,871,592</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 _____ 2016 and signed by:



Solicitor General

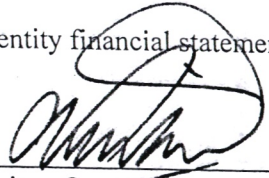


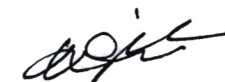
Principal Accounts Controller

VIII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	3,952,026,884	(346,861,170)	3,605,165,714	3,325,900,000	(279,265,714)	92%
Other Receipts						
Totals	3,952,026,884	(346,861,170)	3,605,165,714	3,325,900,000	(279,265,714)	92%
PAYMENTS						
Compensation of Employees	1,491,330,061	(515,863,310)	975,466,751	944,000,275	(31,466,476)	97%-
Use of goods and services	721,433,648	221,677,530	943,111,178	749,116,173	(193,995,005)	79%
Transfers to Other Government Units	1,622,964,250	(26,496,927)	1,596,467,323	1,444,482,439	(151,984,884)	90%
Other grants and transfers	-	-	-	355,052	355,052	
Social Security Benefits	-	-	-	11,264,356	11,264,356	
Acquisition of Assets	116,298,925	(26,178,463)	90,120,462	59,239,416	(30,881,046)	66%
Finance Costs, including Loan Interest						
TOTALS	3,952,026,884	(346,861,170)	3,605,165,714	3,208,457,711	(396,708,003)	89%

The entity financial statements were approved on _____ 2016 and signed by:


Solicitor General


Principal Accounts Controller

IX. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

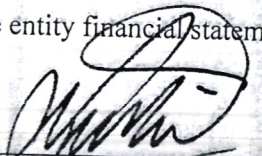
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Exchequer releases	3,711,026,884	(249,861,170)	3,461,165,714	3,223,300,000	(237,865,714)	93%
Totals	3,711,026,884	(249,861,170)	3,461,165,714	3,223,300,000	(237,865,714)	93%
PAYMENTS						
Compensation of Employees	1,491,330,061	(515,863,310)	975,466,751	944,000,275	(31,466,476)	97%
Use of goods and services	721,433,648	221,677,530	943,111,178	749,116,173	(193,995,005)	79%
Transfers to Other Government Units	1,456,890,000	43,503,073	1,500,393,073	1,367,823,404	(132,569,669)	91%
Other grants and transfers	-	-	-	355,052	355,052	
Social Security Benefits	-	-	-	11,264,356	11,264,356	
Acquisition of Assets	41,373,175	821,537	42,194,712	2,453,348	(39,741,364)	6%
TOTALS	3,711,026,884	(249,861,170)	3,461,165,714	3,075,012,608	(386,153,106)	88%

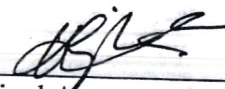
(a) [Provide below a commentary on significant underutilization (below 50% of utilization) and any overutilization]

Acquisition of assets

- On Acquisition of assets it was due to non-procurement of the items
- Supplementary 2 was given in May hence difficulty in acquisition of the assets on time.
- The over expenditure on social security benefits was as a result of more employees voluntary contribution to NSSF

The entity financial statements were approved on _____ 2016 and signed by:

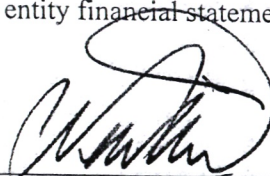

Solicitor General

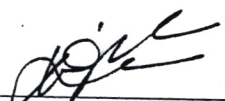

Principal Accounts Controller

SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Proceeds from Domestic and Foreign Grants						
Exchequer releases	241,000,000	(97,000,000)	144,000,000	102,600,000	(41,400,000)	71%
Other Receipts						
Totals	241,000,000	(97,000,000)	144,000,000	102,600,000	(41,400,000)	71%
PAYMENTS						
Transfers to Other Government Units	166,074,250	(70,000,000)	96,074,250	76,659,035	(19,415,215)	80%
Acquisition of Assets	74,925,750	(27,000,000)	47,925,750	46,786,069	(1,139,681)	98%
Finance Costs, including Loan Interest						
Other Payments						
TOTALS	241,000,000	(97,000,000)	144,000,000	123,445,104	(20,554,896)	86%

The entity financial statements were approved on _____ 2016 and signed by:


Solicitor General


Principal Accounts Controller

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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X. SUMMARY STATEMENT OF PROVISIONINGS

[The provisioning summary statement is required for entities that have a vote in the National Budget.]

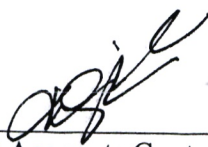
- Details of General Accounts On Vote

	2015 - 2016 Kshs	2014 - 2015 Kshs
GAV Provisioning account balance	312,881,897	1,495,665,059
Total	312,881,897	1,495,665,059

- Details of Exchequer Provisioning

	2015 - 2016 Kshs	2014 - 2015 Kshs
Exchequer Provisioning balance	279,265,714	1,449,246,700
Total	279,265,714	1,449,246,700


 Solicitor General


 Principal Accounts Controller

XI. 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 and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and applicable government legislations and regulations. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

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

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts.

2. Recognition of revenue and expenses

The *Office of the Attorney General and Department of* recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the *entity*. In addition, the *entity* recognises all expenses when the event occurs and the related cash has actually been paid out by the *entity*.

3. 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 revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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5. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as expenditure 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.

6. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties has been recognized as accounts payables. This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and agencies. Other liabilities including pending bills are disclosed in the financial statements.

7. Non current assets

Non current assets are expensed at the time of acquisition while disposal proceeds are recognized as receipts at the time of disposal. However, the acquisitions and disposals are reflected in the entity fixed asset register a summary of which is provided as a memorandum to these financial statements.

8. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the *Office of the Attorney General and Department of Justice* at the end of the year. Pending bill form a first charge to the subsequent year budget and when they are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

9. Budget

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

10. Comparative figures

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

11. Subsequent events

Events subsequent to submission of the financial year end financial statements to the National Treasury and other stakeholders with a significant impact on the financial statements may be adjusted with the concurrence of National Treasury.

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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XII. NOTES TO THE FINANCIAL STATEMENTS

1 PROCEEDS FROM DOMESTIC AND FOREIGN GRANTS

Name of Donor	Date received	Amount in foreign currency	2015 - 2016 Kshs	2014 - 2015 Kshs
Grants Received from Bilateral Donors (Foreign Governments)				
(GJLO)	-	-	-	300,000,000
			-	-
			-	<u>300,000,000</u>

There was no documentary evidence provided by the donors to show that the grant had been provided during the year.

2 EXCHQUER RELEASES

	2015 - 2016 Kshs	2014 - 2015 Kshs
Total Exchequer Releases for quarter 1	748,000,000	641,800,000
Total Exchequer Releases for quarter 2	832,500,000	714,115,000
Total Exchequer Releases for quarter 3	618,900,000	763,400,000
Total Exchequer Releases for quarter 4	1,126,500,000	817,450,000
Total	3,325,900,000	2,936,765,000

3 REIMBURSEMENTS AND REFUNDS

	2015 - 2016 Kshs	2014 - 2015 Kshs
Reimbursement and refunds – other budgets	-	26,890,000
Total	-	<u>26,890,000</u>

4 COMPENSATION OF EMPLOYEES

	2015 - 2016 Kshs	2014 - 2015 Kshs
Basic salaries of permanent employees	576,698,579	454,011,547
Basic wages of temporary employees	13,748,013	14,826,525
Personal allowances paid as part of salary	353,553,683	391,140,492
Total	<u>944,000,275</u>	<u>859,978,564</u>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 USE OF GOODS AND SERVICES

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Utilities, supplies and services	29,643,121	21,396,105
Communication, supplies and services	30,529,827	26,575,883
Domestic travel and subsistence	88,482,874	49,248,158
Foreign travel and subsistence	81,421,787	68,490,955
Printing, advertising and information supplies & services	33,117,179	11,301,329
Rentals of produced assets	94,315,594	69,680,961
Training expenses	41,067,161	15,360,244
Hospitality supplies and services	108,958,525	32,204,446
Specialised materials and services	10,570,834	8,642,114
Office and general supplies and services	90,989,218	29,756,106
Other operating expenses	92,816,791	54,007,030
Routine maintenance – vehicles and other transport equipment	8,684,933	8,265,306
Routine maintenance – other assets	24,947,534	9,482,088
Refined fuel and lubricants for transport	13,570,796	10,807,501
		-
Total	749,116,173	415,218,226

6 SUBSIDIES

Description	2015 - 2016	2014 - 2015
	Kshs	Kshs
Subsidies to Public Corporations		
<i>See list attached</i>	-	-
Anti-corruption commission	-	94,034,282
Sector Wide Reform coordination	-	37,022,885
Subsidies to Private Enterprises		
<i>See list attached</i>	-	-
(insert name)	-	-
TOTAL	-	131,057,167

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

7 GRANTS AND TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2015 - 2016	2014 - 2015
	Kshs	Kshs
Kenya Law Reform Commission	249,025,000	208,000,000
Anti-Corruption Steering Committee	107,953,227	-
National Crime Research Centre	77,005,862	69,600,000
State Law Field Services	-	-
Council of Legal Education	168,849,738	88,400,000
Legal Education Commission	-	-
Judges & Magistrate Vetting Board	428,100,000	827,200,000
Kenya School of Law	180,825,000	212,560,000
Kenya Copyright Board	102,520,000	79,520,000
Sector Wide Reform Coordination	-	-
National Centre for International Arbitration	48,774,287	-
Asset Recovery Agency	81,429,325	-
TOTAL	1,444,482,439	1,485,280,000

8 OTHER GRANTS AND TRANSFERS

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Membership dues and subscriptions to international organizations	355,052	3,721,791
Other current transfers, grants	-	-
Total	355,052	3,721,791

9 SOCIAL SECURITY BENEFITS

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Government pension and retirement benefits	11,264,356	8,540,577
Total	11,264,356	8,540,577

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10 ACQUISITION OF ASSETS

Non Financial Assets

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Refurbishment of Buildings	3,533,531	9,027,891
Construction and Civil Works	-	5,009,066
Purchase of Vehicles and Other Transport Equipment	6,973,689	7,238,800
Overhaul of Vehicles and Other Transport Equipment	-	1,009,160
Purchase of Office Furniture and General Equipment	2,453,348	15,100
Purchase of Specialised Plant, Equipment and Machinery	46,961,073	48,500,501
Research, Studies, Project Preparation, Design & Supervision	-	300,000,000
Total	59,921,641	370,800,518

11A: 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)	2015 - 2016	2014 - 2015
				Kshs	Kshs
CBK 1000181907 – Kshs.	-	Recurrent	-	19,703,915	154,449
CBK 1000182024 – Kshs.	-	Development	-	9,230,646	31,351
CBK 1000182334 – Kshs.	-	Deposit	-	159,465,685	93,685,412
Total				188,400,246	93,871,212

11B: CASH IN HAND

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Cash in Hand – Held in domestic currency	33,320	380
Total	33,320	380

Cash in hand should also be analysed as follows:

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Headquarters	33,320	380.40
Total	33,320	380.40

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

12: ACCOUNTS RECEIVABLE - OUTSTANDING IMPRESTS

<i>Description</i>	2015 - 2016	2014 - 2015
	Kshs	Kshs
Government Imprests	6,662,912.00	1,828,428.80
Clearance accounts	-	-
Total	6,662,912.00	1,828,428.80

Breakdown of the outstanding imprest

<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
Alice Wanjiku	06.04.2016	58,378.00		58,378.00
Hellen Koki	18.06.2016	1,290,478.00	Nil	1,290,478.00
Abdillahi Hussein	18.06.2016	1,290,478.00	Nil	1,290,478.00
Ashley Toywa	18.06.2016	1,113,610.00	Nil	1,113,610.00
Seth Masese	18.06.2016	1,290,478.00	Nil	1,290,478.00
Sophie Sitati	18.06.2016	1,290,478.00	Nil	1,290,478.00
Peter Ongori	18.03.2016	25,200.00	Nil	25,200.00
Jeremiah Mungai	18.06.2016	25,200.00	Nil	25,200.00
Peter Kanai Ngure	22.06.2016	32,000.00	Nil	32,000.00
	16.06.2016	243,612.00	Nil	243,612.00
Catherine Gichimu	02.06.2016	50,800.00	47,800.00	3,000.00
Total				6,662,912.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

B. ACCOUNTS PAYABLE

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Deposits	159,465,686	93,685,412
Total	159,465,686	93,685,412

The deposits relate to compensation by various claimants

14. FUND BALANCE BROUGHT FORWARD

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Bank accounts	93,871,212	196,368,311
Cash in hand	380	140
Accounts Receivables	1,828,429	1,867,468
Accounts Payables	(93,685,412)	(176,802,697)
Total	2,014,609	21,433,222

[Provide short appropriate explanations as necessary]

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	279,741.40	-
Supply of goods	17,997,985.00	94,688,529.80
Supply of services	33,800,529.28	109,761,914.74
	52,078,255.68	204,450,444.54

27 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)
1	Accuracy and completeness of the financial statements	We observed that the variance of Ksh.140,203.00 was as a result of auto-reconciliation function in the IFMIS system not being fully functional and CBK not having been able to post all the bank statements for uploading by the IFMIS department. However, the figures in the financial statements are the actual figures and are supported by the relevant notes in the financial statements.	Head of Accounting Unit	Not Resolved	2016/2017 Financial Year
2	Unsupported revenue expenditure	The said Ksh.300 million was captured in our budget for the financial year 2014/2015 as a donor funding programme item. The monies were wire direct from the donor the programme activities and the AG's office never received the money in form of exchequer issues. Our further inquiry has found that the donor instituted their own mechanism of auditing the implementation of these activities without the involvement of the Auditor General. This issue has been raised previously before the Public Accounts Committee (PAC), with a recommendation that the National Treasury intervenes and asks the donor funding agency to provide GIZ expenditure documents or ask the donor to put in writing their position as regards forwarding the project documents to the Auditor General for scrutiny.	Project Coordinator GJLO	Not resolved	2016/2017 Financial Year

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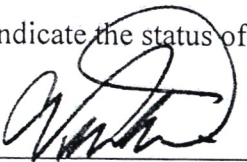
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		As a follow-up to the fore mentioned, this office wrote a letter to the Principal Secretary, National Treasury requesting them to avail supporting documents for expenditure incurred by the donor and for exemption of GIZ projects from KENAO Audit but the National Treasury is yet to respond.			
3	Pending Bills	It is true that the Financial Statement for 2013/2014 financial year had pending bills worth Kshs.17,060,902.45 while another Kshs.16,122,500.00 worth pending bills were paid during the year. The Kshs.17,060,902.45 were the payment that had been processed upto exchequer level but were not funded by National Treasury. However, there were other payment vouchers with Supply Chain Management that were still being processed but had not reached exchequer requisition level. All these were paid during the financial year 2014/2015 as pending bills. The vouchers are available for authentication.	Head – Procurement; CFO; Head – Accounts AIE Holders	Resolved	
4	Cash & Cash equivalent	It is true that bank reconciliation reflected long outstanding payments in cashbook not in bank of Ksh.35,744,293. However we have adjusted in our cashbook with an amount of Ksh.33,127,388.21. Attached are copies of cashbook and the payment vouchers. Further, Recurrent bank reconciliation reflected long outstanding figures of payments in bank statement not in the cash book, some of which have been cleared through corresponding items in payment in cash book. An amount of Ksh.33,078,871.15 has been adjusted in the cash book as per the attached copies of payment voucher and cashbook. Most of the payments in bank not in cashbook were pay advice that were paid by CBK on our behalf to foreign banks but corresponding payment vouchers had not been prepared and posted in the cashbook now adjusted.	Head of Accounting Unit	Resolved	

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Reference No. on the external audit Report	Issue / Observation s 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)
5	Non-Disclosure of Fixed Assets	The financial statements of the Office of the Attorney General and Department of Justice had Fixed Assets of Kshs.165,132,187.00 as at 30 th June, 2014. The asset register was inadvertently left out at the time of submitting the financial statements for 2014/2015 financial year. However the Asset Register was sent to KENAO on 25 th August, 2016.	Head of Procurement Head of Accounting Unit	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.


Solicitor General


Principal Accounts Controller

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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 2016	Outstanding Balance 2015	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4. Lamala Limited	279,741.40	FY 2015/16	0	279,741.40	0	Payment process on going
5.		FY 2015/16				
6.		FY 2015/16				
Sub-Total	279,741.40			279,741.40		
Supply of goods						Payment process on going
7. Hitech Ventures	279,741.40	FY 2015/16	0	279,741.40	0	
8. Goldpal Enterprises	875,000.00	FY 2015/16	0	875,000.00	0	
9. MFI Document Solutions Ltd	1,920,685.30	FY 2015/16	0	1,920,685.30	0	
10. Kenban Enterprises	2,028,840.00	FY 2015/16	0	2,028,840.00	0	
11. Bida Investments	673,200.00	FY 2015/16	0	673,200.00	0	
12. Nakumatt Holdings	114,455.00	FY 2015/16	0	114,455.00	0	
13. Lexxy Technologies	592,000.00	FY 2015/16	0	592,000.00	0	
14. MFI Document Solutions Ltd	6,470,562.00	FY 2015/16	0	6,470,562.00	0	
15. Shape merchandise	389,000.00	FY 2015/16	0	389,000.00	0	
16. Tricom Technologies Ltd	666,993.00	FY 2015/16	0	666,993.00	0	
17. Centroline Supplies Ltd	1,595,000.00	FY 2015/16	0	1,595,000.00	0	
18. Larrysat Commercials	460,000.00	FY 2015/16	0	460,000.00	0	
19. CIC Pending Bills	779,708.30	FY 2015/16	0	779,708.30	0	

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
20. Patreda Global Enterprises	830,000.00	FY 2015/16	0	830,000.00	0	
21. Elioti Enterprises	79,000.00	FY 2015/16	0	79,000.00	0	
22. Sophytech Systems	243,800.00	FY 2015/16	0	243,800.00	0	
Sub-Total	17,997,985.00			17,997,985.00		
Supply of services						Payment process on going
23. PS Min. of State for Public Service	6,392.00	FY 2015/16	0	6,392.00	0	
24. KSG (IHL Seminar)	387,092.00	FY 2015/16	0	387,092.00	0	
25. KSMS	161,400.00	FY 2015/16	0	161,400.00	0	
26. Tin Tin Restaurant	24,000.00	FY 2015/16	0	24,000.00	0	
27. Travel Matters	19,870.00	FY 2015/16	0	19,870.00	0	
28. Ghetto Radio	200,000.00	FY 2015/16	0	200,000.00	0	
29. Kenya Railways Corp	2,160,000.00	FY 2015/16	0	2,160,000.00	0	
30. KSG (Osogo)	136,880.00	FY 2015/16	0	136,880.00	0	
31. University of Nairobi	74,000.00	FY 2015/16	0	74,000.00	0	
32. Principal, HIHBT (Mungai)	55,216.00	FY 2015/16	0	55,216.00	0	
33. Principal, HIJBT (Kinyunye)	55,216.00	FY 2015/16	0	55,216.00	0	
34. New Dimension College	181,100.00	FY 2015/16	0	181,100.00	0	
35. Robin Inst. Of Bus. Studies	60,000.00	FY 2015/16	0	60,000.00	0	
36. Comm Domestic Taxes	19,500.00	FY 2015/16	0	19,500.00	0	
37. Comm. Domestic Taxes	10,500.00	FY 2015/16	0	10,500.00	0	
38. Comm. Domestic Taxes	27,750.00	FY 2015/16	0	27,750.00	0	
39. Secretary, Complaints Comm.	130,000.00	FY 2015/16	0	130,000.00	0	
40. Secretary, Complaints Comm.	59,500.00	FY 2015/16	0	59,500.00	0	
41. Attic tours & Travel	419,258.00	FY 2015/16	0	419,258.00	0	
42. Pride inn hotels and Invest.	650,500.00	FY 2015/16	0	650,500.00	0	
43. CMC Motes Group Ltd	715,730.00	FY 2015/16	0	715,730.00	0	
44. Hopesulex Enterprises	140,000.00	FY 2015/16	0	140,000.00	0	
45. PS Treasury	37,362.00	FY 2015/16	0	37,362.00	0	

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
46. Toyota Kenya	19,852.00	FY 2015/16	0	19,852.00	0	
47. Comm. Domestic Taxes	19,340.00	FY 2015/16	0	19,340.00	0	
48. Garissa TTC	208,916.00	FY 2015/16	0	208,916.00	0	
49. Coast Inst. Of Techn.	168,200.00	FY 2015/16	0	168,200.00	0	
50. Queens Garden	480,000.00	FY 2015/16	0	480,000.00	0	
51. Zonic Hotel	1,121,700.00	FY 2015/16	0	1,121,700.00	0	
52. LongrockTours & Travel Ltd	20,505.00	FY 2015/16	0	20,505.00	0	
53. Silverbird Travel Plus	508,760.00	FY 2015/16	0	508,760.00	0	
54. County Comm. – Kirinyaga	14,000.00	FY 2015/16	0	14,000.00	0	
55. DCC – Malindi	17,000.00	FY 2015/16	0	17,000.00	0	
56. DCC – Mvita	42,000.00	FY 2015/16	0	42,000.00	0	
57. DCC – West Pokot	72,000.00	FY 2015/16	0	72,000.00	0	
58. DCC – Taita	35,000.00	FY 2015/16	0	35,000.00	0	
59. Mzima Africa NRB	187,000.00	FY 2015/16	0	187,000.00	0	
60. Min. of Inform. & Comm.	47,430.00	FY 2015/16	0	47,430.00	0	
61. Government Printers	19,720.00	FY 2015/16	0	19,720.00	0	
62. Government Printers	232,000.00	FY 2015/16	0	232,000.00	0	
63. St. Lukes Kirima Mixed Sec. Sch.	34,000.00	FY 2015/16	0	34,000.00	0	
64. Kamaya Boys High School	40,000.00	FY 2015/16	0	40,000.00	0	
65. Siakago High School	40,000.00	FY 2015/16	0	40,000.00	0	
66. Kegonge Secondary School	40,000.00	FY 2015/16	0	40,000.00	0	
67. ECO Destinations	125,000.00	FY 2015/16	0	125,000.00	0	
68. KSG (J. Achieng)	100,920.00	FY 2015/16	0	100,920.00	0	
69. Law Society of Kenya	70,640.00	FY 2015/16	0	70,640.00	0	
70. African Touch Safaris Ltd	181,260.00	FY 2015/16	0	181,260.00	0	
71. Attic Tours & Travel Ltd	24,290.00	FY 2015/16	0	24,290.00	0	
72. Longrock Tours & Travel Ltd	47,718.00	FY 2015/16	0	47,718.00	0	
73. KSG (Baaro)	97,440.00	FY 2015/16	0	97,440.00	0	
74. KCA University	65,060.00	FY 2015/16	0	65,060.00	0	

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
75. KSG (Mukanda)	136,880.00	FY 2015/16	0	136,880.00	0	
76. KSG (Thuo)	140,360.00	FY 2015/16	0	140,360.00	0	
77. KSG (Mugo)	97,440.00	FY 2015/16	0	97,440.00	0	
78. KSG (Bett)	97,440.00	FY 2015/16	0	97,440.00	0	
79. Kenya Inst. Of Sec. & Crim. Justice	31,500.00	FY 2015/16	0	31,500.00	0	
80. Institute of Advance Tech.	45,240.00	FY 2015/16	0	45,240.00	0	
81. Summit Institute of Prof.	47,300.00	FY 2015/16	0	47,300.00	0	
82. Advocates Plaza LTd	2,371,500.00	FY 2015/16	0	2,371,500.00	0	
83. DCC – Imenti South	140,000.00	FY 2015/16	0	140,000.00	0	
84. Silverbird Travel Plus	32,000.00	FY 2015/16	0	32,000.00	0	
85. Swara Singh Ltd – KLS House	1,293,195.00	FY 2015/16	0	1,293,195.00	0	
86. Sawela Lodge	1,311,500.00	FY 2015/16	0	1,311,500.00	0	
87. Pien Florists	1,154,400.00	FY 2015/16	0	1,154,400.00	0	
88. KCB Leadership Centre	96,250.00	FY 2015/16	0	96,250.00	0	
89. Mombasa Beach Hotel	147,000.00	FY 2015/16	0	147,000.00	0	
90. Kenya School of Law	211,723.00	FY 2015/16	0	211,723.00	0	
91. KICC	158,632.03	FY 2015/16	0	158,632.03	0	
92. Kenya Inst. Of Curr. Deve. Centre	222,720.00	FY 2015/16	0	222,720.00	0	
93. Kenya School of Law	195,436.80	FY 2015/16	0	195,436.80	0	
94. Probation Girls Hostel, Nakuru	78,000.00	FY 2015/16	0	78,000.00	0	
95. Silverbird Travel Plus	32,000.00	FY 2015/16	0	32,000.00	0	
96. African Touch Safaris Ltd	26,960.00	FY 2015/16	0	26,960.00	0	
97. African Touch Safaris Ltd	26,960.00	FY 2015/16	0	26,960.00	0	
98. Longrock Tours & Travel	96,985.00	FY 2015/16	0	96,985.00	0	
99. Travel Matters	75,750.00	FY 2015/16	0	75,750.00	0	
100. Travel Matters	57,600.00	FY 2015/16	0	57,600.00	0	
101. African Touch Safaris Ltd	106,880.00	FY 2015/16	0	106,880.00	0	
102. Travel Matters	178,600.00	FY 2015/16	0	178,600.00	0	

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
103. Longrock Tours & Travel Ltd	575,192.00	FY 2015/16	0	575,192.00	0	
104. African Touch Safaris Ltd	31,625.00	FY 2015/16	0	31,625.00	0	
105. Good Hope Travel and Tours	454,190.00	FY 2015/16	0	454,190.00	0	
106. Radio Jambo	400,000.00	FY 2015/16	0	400,000.00	0	
107. Leja Media Services	20,880.00	FY 2015/16	0	20,880.00	0	
108. Hatari Security Guards	324,800.00	FY 2015/16	0	324,800.00	0	
109. Aje Elevator Eng. Co. Ltd.	138,000.00	FY 2015/16	0	138,000.00	0	
110. Chiso Auto Garage	436,754.00	FY 2015/16	0	436,754.00	0	
111. Longrock Tours & Travel Ltd	24,920.00	FY 2015/16	0	24,920.00	0	
112. KSG	75,400.00	FY 2015/16	0	75,400.00	0	
113. DCC – Embu East	5,000.00	FY 2015/16	0	5,000.00	0	
114. KSG	100,000.00	FY 2015/16	0	100,000.00	0	
115. Travel matters	28,700.00	FY 2015/16	0	28,700.00	0	
116. Nation Media Group	750,000.00	FY 2015/16	0	750,000.00	0	
117. Kenya School of Government	1,206,400.00	FY 2015/16	0	1,206,400.00	0	
118. Travel Matters	120,000.00	FY 2015/16	0	120,000.00	0	
119. Midlans Hotel, Nakuru	140,000.00	FY 2015/16	0	140,000.00	0	
120. KSG	60,320.00	FY 2015/16	0	60,320.00	0	
121. KSG	134,560.00	FY 2015/16	0	134,560.00	0	
122. KSG	726,624.00	FY 2015/16	0	726,624.00	0	
123. KSG	564,000.00	FY 2015/16	0	564,000.00	0	
124. KSG	178,350.00	FY 2015/16	0	178,350.00	0	
125. KSG	422,240.00	FY 2015/16	0	422,240.00	0	
126. KSG	1,015,479.45	FY 2015/16	0	1,015,479.45	0	
127. KSG	215,296.00	FY 2015/16	0	215,296.00	0	
128. KSG	141,056.00	FY 2015/16	0	141,056.00	0	
129. KSG	80,736.00	FY 2015/16	0	80,736.00	0	
130. KSG	511,328.00	FY 2015/16	0	511,328.00	0	
131. KSG	241,280.00	FY 2015/16	0	241,280.00	0	

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Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
132. KSG	967,440.00	FY 2015/16	0	967,440.00	0	
133. KSG	178,350.00	FY 2015/16	0	178,350.00	0	
134. KSG	140,300.00	FY 2015/16	0	140,300.00	0	
135. KSG	377,000.00	FY 2015/16	0	377,000.00	0	
136. KSG	60,320.00	FY 2015/16	0	60,320.00	0	
137. KSG	80,000.00	FY 2015/16	0	80,000.00	0	
138. KSG	603,200.00	FY 2015/16	0	603,200.00	0	
139. KSG	480,000.00	FY 2015/16	0	480,000.00	0	
140. KSG	754,000.00	FY 2015/16	0	754,000.00	0	
141. KSG	40,000.00	FY 2015/16	0	40,000.00	0	
142. KSG	75,400.00	FY 2015/16	0	75,400.00	0	
143. KSG	120,000.00	FY 2015/16	0	120,000.00	0	
144. KSG	75,400.00	FY 2015/16	0	75,400.00	0	
145. KSG	60,320.00	FY 2015/16	0	60,320.00	0	
146. KSG	60,320.00	FY 2015/16	0	60,320.00	0	
147. KSG	150,800.00	FY 2015/16	0	150,800.00	0	
148. KSG	603,200.00	FY 2015/16	0	603,200.00	0	
149. KSG	663,520.00	FY 2015/16	0	663,520.00	0	
150. KSG	100,000.00	FY 2015/16	0	100,000.00	0	
151. KSG	663,520.00	FY 2015/16	0	663,520.00	0	
152. KSG	1,2016,400.00	FY 2015/16	0	1,2016,400.00	0	
153. KSG	120,000.00	FY 2015/16	0	120,000.00	0	
154. KSG	140,000.00	FY 2015/16	0	140,000.00	0	
155. KSG	60,320.00	FY 2015/16	0	60,320.00	0	
156. KSG	134,560.00	FY 2015/16	0	134,560.00	0	
157. KSG	726,624.00	FY 2015/16	0	726,624.00	0	
158. KSG	564,000.00	FY 2015/16	0	564,000.00	0	
159. KSG	178,350.00	FY 2015/16	0	178,350.00	0	
160. KSG	422,240.00	FY 2015/16	0	422,240.00	0	

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
Reports and Financial Statements
For the year ended June 30, 2016

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
161. KSG	1,015,479.45	FY 2015/16	0	1,015,479.45	0	
162. KSG	215,296.00	FY 2015/16	0	215,296.00	0	
163. KSG	141,056.00	FY 2015/16	0	141,056.00	0	
164. KSG	80,736.00	FY 2015/16	0	80,736.00	0	
165. KSG	511,238.00	FY 2015/16	0	511,238.00	0	
166. KSG	241,280.00	FY 2015/16	0	241,280.00	0	
Sub-Total	33,800,529.28			33,800,529.28		
Grand Total	52,078,255.68			52,078,255.68	204,450,444.54	

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015/16	Historical Cost (Kshs) 2014/15
Land	-	
Buildings and structures	3,533,531	
Transport equipment	6,973,689	
Office equipment, furniture and fittings	2,453,348	
ICT Equipment, Software and Other ICT Assets		
Other Machinery and Equipment	46,961,073	
Heritage and cultural assets	-	
Intangible assets	-	
Total	59,921,641	

