


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

 THE NATIONAL ASSEMBLY PAPERS LAID	
REPORT	
DATE: 25 APR 2019	DAY: Thursday
TABLED BY:	Lom
CLERK-AT THE TABLE:	Getrude Chebet

THE AUDITOR-GENERAL

ON

**THE REVENUE STATEMENT OF
THE OFFICE OF THE ATTORNEY GENERAL
AND DEPARTMENT OF JUSTICE**

**FOR THE YEAR ENDED
30 JUNE 2018**



OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE

REVENUE STATEMENT

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2018**

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

Table of Content	Page
I. KEY ENTITY INFORMATION AND MANAGEMENT	iii
II. STATEMENT OF SOLICITOR GENERAL.....	1
III. STATEMENT OF REVENUES AND TRANSFERS.....	2
IV. STATEMENT OF ARREARS OF REVENUE AS AT 30 JUNE 2018.....	3
V. SIGNIFICANT ACCOUNTING POLICIES	4
VI. NOTES TO REVENUE STATEMENTS	6
VII. PROGRESS ON FOLLOW-UP OF AUDITORS RECOMMENDATION	9

KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The Office of the Attorney General and Department of Justice is represented at the Cabinet level, by the Attorney General, who is responsible for the general policy and strategic direction of the Office. The Solicitor General was appointed as a receiver of revenue for the office.

(b) Principal activities

The Solicitor General collects revenue from the following activities;

- i.) Public Trustee Fees
- ii.) Registration of Receiver's fees
- iii.) Registration of Coat of Arms
- iv.) Registration of Business Names
- v.) Registration of Marriages
- vi.) Registration of Hire Purchase Agreement
- vii.) Registration of Societies
- viii.) Conveyance/Chattels Fees
- ix.) Registration of Books & Newspapers
- x.) Business Name Search Fees
- xi.) Registrations of Companies

Revenue is collected and remitted to the National Treasury.

(c) Key Management

The Office of the Attorney General and Department of Justice's day-to-day management is under the following key organs:

- | | |
|---------------------------------|---|
| - Attorney General - | Hon. P. Kihara Kariuki / Hon. Githu Muigai |
| - Solicitor General - | Mr. Kennedy Ogeto, EBS / Mr. Njee Muturi |
| - Senior Management - | |
| ▪ Senior Deputy Secretary | Mr. Philip Tarus / Mr. T.Njenga Miiri |
| ▪ Chief Finance Officer | Mr. Paul Masinde / Mr. Jacob Munge |
| ▪ Registrar General | Ms. Mary Njuya |
| ▪ Principal Accounts Controller | Mrs. Leah Kimemia / Mr. Diaz K. Muasya /
Mr. Elijah Kabiru |
| ▪ BRS Ag. Director | Mr. Kenneth Gathuma |

(d) Entity Headquarters

**OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
REVENUE STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018**

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

(e) Entity Contacts

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

(f) Independent Auditors

The Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P. O. Box 30084
GPO 00100
Nairobi, Kenya

(g) Principal Legal Adviser

The Attorney General – Hon. P. Kihara Kariuki
The Solicitor General -
Telephone: (254) 020 2227461
E-mail: info@ag.go.ke

(h) Bankers (include all bankers)

1. Central Bank of Kenya
Haile Selassie Avenue
P O Box 60000
City Square 00200
Nairobi Kenya
Telephone: (254)202860000
E-Mail: comms@centralbank.go.ke
2. Kenya Commercial Bank LTD.
Branch: KCB MOI AVENUE-4001
Account No.: 1123414246
Telephone: (254) 20244939
FAX: 20244939
Website: www.kcb.go.ke

I. STATEMENT OF SOLICITOR GENERAL'S RESPONSIBILITIES

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

The Solicitor General is responsible for the preparation and presentation of the revenue statement, which gives 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, 2018. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the statementing period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the status of the revenue collected by the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the revenue statement, and ensuring that they are free from material misstatements, whether due to error or fraud.

The Solicitor General accepts responsibility for the entity's revenue statements, which has been prepared on the Cash Basis Method of Financial Statementing, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS) and relevant legal framework of the Government of Kenya. The Solicitor General is of the opinion that the entity's revenue statement gives a true and fair view of the state of entity's revenue collection (performance) during the financial year ended June 30, 2018. The Solicitor General further confirms the completeness of the accounting records maintained for the Office of the Attorney General and Department of Justice, which have been relied upon in the preparation of the revenue statement as well as the adequacy of the systems of internal financial control.

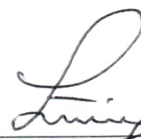
The Solicitor General confirms that the entity has complied fully with applicable Government Regulations revenue collected during the year under audit have been properly accounted for. Further the Solicitor General confirms that the revenue statement has been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the Revenue Statements

The revenue statements were approved and signed by the Solicitor General on **28th September, 2018**.



Solicitor General



Senior Assistant Accountant General

REPUBLIC OF KENYA



Telephone: +254-20-342330
Fax: +254-20-311482
Mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke

P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON THE REVENUE STATEMENT OF THE OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE FOR THE YEAR ENDED 30 JUNE 2018

REPORT ON THE REVENUE STATEMENTS

Adverse Opinion

I have audited the accompanying revenue statements of the Office of the Attorney General and Department of Justice set out on pages 2 to 9 which comprise the statement of revenues and transfers, and the statement of arrears of revenue as at 30 June 2018, 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, because of the significance of matters discussed in the Basis for Adverse Opinion section of my report, the revenue statements do not present fairly, the revenue position of the Office of the Attorney General and Department of Justice as at 30 June 2018, 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 with Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

A review of the financial statements availed for audit review indicated that the comparative balances were at variance with the previous year's audited financial statements as summarized below;

Item	2016/2017 Comparative Figure Kshs.	2016/2017 Audited Figure Kshs.	Difference Kshs
Fees on use of goods and services	584,814,308	585,063,916	(249,608)
Transfers to Exchequer	453,484,622	531,547,618	(78,062,996)

Report of the Auditor-General on the Revenue Statement of the Office of the Attorney General and Department of Justice for the year ended 30 June 2018

In the circumstances, the accuracy of comparative balances as reflected in the statement of revenues and transfers could not be confirmed for the year ended 30 June 2018.

2. Unsupported Balances

2.1 Unremitted Revenue

The statement of revenues and transfers reflects balance carried forward of Kshs.188, 505,997 as at 30 June 2018 which represents revenue collected but had not been transferred to the exchequer as at the close of the year. However, no bank confirmation certificate was availed to confirm that the funds were in existence as at 30 June 2018. Further and as disclosed at note 4 to the statement of revenues and transfers, the balance carried forward of Kshs.188,505,997 was made up of Kshs.168,776,500 due from Huduma Centre, Kshs.1,099,057 due from Public Trustee and Kshs.18,630,440 due from Kenya Commercial Bank. However and as reported in the previous year, no explanation has been provided as to why revenue totalling Kshs.188,505,997 was not remitted to the Exchequer as at 30 June 2018.

In the circumstances, the accuracy, validity and completeness of the balance carried forward of Kshs.188, 505,997 as at 30 June 2018 could not be confirmed.

2.2 Balance Brought Forward

The financial statements availed for audit review indicated that balance brought forward from the previous year is Kshs.264,269,237. However, the audited financial statements for year 2017 indicate a balance of Kshs.217,838,420 as carried forward to year 2018 resulting in un-reconciled or explained variance of Kshs.46,430,817. Consequently, the accuracy of the balance brought forward figure of Kshs.264,269,237 as at 30 June 2018 could not be confirmed.

3. Revenue from Regional Offices

Included in the revenue figure of Kshs.173,630,814 for the year under review is Kshs.55,260,019 or approximately 32% collected in regional offices. However, a summary of returns of the revenue collected from the regions was not availed for audit verification contrary to Section 65 (1) of Public Finance Management (National Government) Regulations, 2015 which requires a receiver of revenue or collector of revenue to prepare a quarterly report not later than the 15th day after the end of the quarter. Further, no analysis of revenue collected from regional offices was availed.

In the circumstances, it was not possible to confirm completeness and accuracy of the revenue balance of Kshs.55,260,019 collected in regional offices.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Office of the Attorney General and Department of Justice management 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 revenue statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the revenue statement of the current year. Except for the matter described in the Basis for Adverse Opinion section of my report, I have determined that there are no other key audit matters to communicate in my report.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for Adverse Opinion and Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

Basis for conclusion

1. Non-Tax Revenue Receipts

Note 1 to the revenue statement on non-tax revenues reflects actual revenue of Kshs.173,630,814 against a revenue budget of Kshs.539,325,842 resulting in under collection of Kshs.365,695,028. However, the management did not provide explanations for the material differences between approved estimates and the actual revenue collected as required by Section 65 (1) (c) of Public Finance Management (National Government) Regulations, 2015 which state that the quarterly report prepared by the receiver or collector of revenue shall include among other things, reasons for material differences between approved estimates and the actual revenue collected. Non-compliance with this requirement affects understandability of the revenue statement by the users.

2. Bank Reconciliation Statements

Bank reconciliation statements for the Central Bank of Kenya account No.10003033417 and Kenya Commercial Bank account No.1123414246 where the revenue collected in cash was being banked were not availed for audit review. The Office of the Attorney General and Department of Justice was therefore in breach of Section 90 (1) of Public Finance Management (National Government) Regulations, 2015 which requires accounting officers to ensure bank accounts reconciliations are completed for each bank account held by that accounting officer, every month and

submit the same not later than the 10th of the subsequent month to the National Treasury with a copy to the Auditor-General. No explanation has been provided for the omission.

In the circumstances, management is in breach of the law.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the revenue statements are in compliance, in all material respects, with the authorities that govern them.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7 (1) (a) of the Public Audit Act, 2015, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, based on the audit procedures performed, I confirm that internal controls, risk management and overall governance were not effective.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standards requires that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and Those Charged with Governance

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

In preparing the revenue statements, management is responsible for assessing the Office of the Attorney General's and Department of Justice ability to continue as a going concern/sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the management either intends to liquidate the Office of the Attorney General and Department of Justice or to cease operations, or have no realistic alternative but to do so.

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

In addition to the responsibility for the preparation and presentation of the revenue statements described above, management is also responsible for ensuring that the activities, revenue transactions and information reflected in the revenue statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Office of the Attorney General and Department of Justice revenue reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the revenue 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. 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 and weakness 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.

In addition to the audit of the revenue statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, revenue transactions and information reflected in the revenue statements are in compliance with the authorities that govern them in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the revenue statements and review of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal

control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the revenue statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

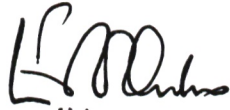
Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Office of the Attorney General and Department of Justice's policies and procedures may deteriorate.

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 revenue 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.
- 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 Office of the Attorney General and Department of Justice ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the revenue statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Office of the Attorney General and Department of Justice to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the revenue statements, including the disclosures, and whether the revenue statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the revenue information and business activities of the Office of the Attorney General and Department of Justice to express an opinion on the revenue 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

26 March 2019

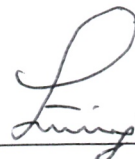
II. STATEMENT OF REVENUES AND TRANSFERS

	Note	2017/2018 Kshs	2016/2017 Kshs
NON TAX REVENUES			
Fees on use of Goods/Services	1	173,630,814	584,814,308
TOTAL NON TAX RECEIPTS		173,630,814	584,814,308
TOTAL REVENUE COLLECTED			
		173,630,814	584,814,308
TRANSFERS TO EXCHEQUER ACCOUNT	2	(172,949,553)	(453,484,622)
BALANCE BROUGHT FORWARD	3	264,269,237	164,322,122
ADJUSTED FOR BRS REVENUE M-PESA	3	(76,444,500)	-
BALANCE CARRIED FORWARD	4	188,505,997	217,838,420

The accounting policies and explanatory notes to these revenue statements form an integral part of the revenue statements. These revenue statements were approved on 28th September, 2018 and signed by:



Solicitor General



Senior Assistant Accountant General

III. STATEMENT OF ARREARS OF REVENUE AS AT 30 JUNE 2018

Classification of Revenue	Accumulated amount in arrears from prior periods to June 2015	Amount in arrears for the immediate previous year to 30 June 2016	Amount in arrears for the current year to June 30, 2017	Total arrears as at 30 June 2018	Measures taken to recover the arrears	Assessment to the recoverability of arrears
Fees on Use of Goods and services	NIL	NIL	NIL	NIL		
Total Arrears	NIL	NIL	NIL	NIL		



Solicitor General



Senior Assistant Accountant General

IV. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

The revenue statements are presented in Kenya Shillings, which is the functional and statementing currency of the Office of the Attorney General and Department of Justice. The accounting policies adopted have been consistently applied to all the years presented.

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

2. Recognition of Revenue

The Office of the Attorney General and Department of Justice recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the entity.

3. Budget

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

4. Cash and cash equivalents

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

5. Revenue in Arrears

This relates to revenue earned and is yet to be received or collected by the Solicitor General.

6. Comparative Figures

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

7. Subsequent Events

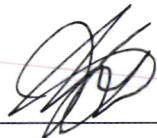
There have been no events subsequent to the financial year end with a significant impact on the revenue statements for the year ended June 30, 2018

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
REVENUE STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2018

V. NOTES TO REVENUE STATEMENTS

NOTE 1: NON-TAX REVENUES

ITEM		Original Estimates	Revised Estimates	Actual	OVER (Kshs.)	UNDER (Kshs.)
1420208	Official Receiver's fees	59,139	59,139	145,342	86,203	
1420209	Registration of Companies	339,263,907	339,263,907	11,427,800		327,836,107
1420211	Registration of Coat of Arms	119,532	119,532	0		119,532
1420212	Registration of Business Names	65,869,199	65,869,199	0		65,869,199
1420213	Registration of Marriages	77,787,117	77,787,117	47,424,250		30,362,807
1420214	Registration of Hire Purchase Agreement	3,796,119	3,796,119	459,490		3,336,629
1420215	Registration of Societies	7,974,915	7,974,915	6,118,796		1,856,119
1420218	Registration of Books & Newspapers	72,867	72,867	97,000	24,133	
1420231	Public Trustee Fees	17,448,835	17,448,835	52,698,117	35,249,282	
1420230	Business Name Search Fees	26,934,212	26,934,212	0	0	26,934,212
	Regional Revenue	-	-	55,260,019	55,260,019	
	TOTAL FEES	539,325,842	539,325,842	173,630,814	90,619,637	456,314,605



Solicitor General




Senior Assistant Accountant General

OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
 REVENUE STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2018

NOTE 2: REVENUE TRANSFERRED TO EXCHEQUER
 FOR THE TWELVE MONTHS ENDING 30TH JUNE 2018

1 ST QUARTER	MONTH	AMOUNT (KSHS)	SUB-TOTALS (KSHS)
	JULY		
	AUGUST	10,797,388	
	SEPTEMBER	9,298,394	
		32,898,732	
2 ND QUARTER			52,994,514
	OCTOBER		
	NOVEMBER	4,936,550	
	DECEMBER	6,502,800	
		27,228,713	
3 RD QUARTER			38,668,063
	JANUARY		
	FEBRUARY	3,864,800	
	MARCH	6,322,208	
		5,753,680	
4 TH QUARTER			15,940,658
	APRIL		
	MAY	5,470,500	
	JUNE	54,715,568	
		5,160,250	
	TOTAL		65,346,318
			172,949,553


 Solicitor General


 Senior Assistant Accountant General


OFFICE OF THE ATTORNEY GENERAL AND DEPARTMENT OF JUSTICE
 REVENUE STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2018

NOTE 3: BALANCE BROUGHT FORWARD


Balance carried forward subsequently transferred	Amount (Kshs.)	Remark
1. KCB Ltd. bank bal b/d	8,412,009	Wrongly captured: Had already been transferred in 2016/17 FY
2. KCB Ltd. bank bal b/f	16,391,580	12/09/2017
3. Huduma Centre b/d	168,776,500	Not transferred
5. E-citizen	22,700,731	Wrongly Captured. Kshs. 76,444,500.00 was transferred
5. Cash book balance	1,557,600	03/07/2017
Total Balance b/f	217,838,420	
Adjustments		
Less: M-Pesa flow transfer under BRS Revenue statement	22,700,731	Wrongly Captured Kshs. 22,700,731 instead of Kshs. 76,444,500.00 was transferred in November 2017
Less: KCB Ltd. bank bal b/d	8,412,009	Had already been transferred in 2016/17 FY
Add: M-Pesa flow transfer under BRS Revenue statement	76,444,500	Substituting Kshs. 22,700,731 which was later transferred in November, 2017
Add: Public Trustee bal b/d from previous periods	1,099,057	Queried in previous years
Balance B/F	264,269,237	

NOTE 4: BALANCE CARRIED FORWARD

<u>Balance c/f Yet to be Transferred</u>		
Huduma Centre bal b/d from Previous Year	168,776,500	
Public Trustee bal b/d from previous periods	1,099,057	
Kenya Commercial Bank bal c/f	18,630,440	
Total Balance b/d	188,505,997	



 Solicitor General



 Senior Assistant Accountant General

VI. PROGRESS ON FOLLOW-UP OF AUDITORS RECOMMENDATION

FINANCIAL YEAR	PARAGRAPH NO.	RECOMMENDATIONS BY PAC	ACTION TAKEN
FY 2014/2015	517: Unremitted Revenue i) Huduma Centre	<p>1. The National Treasury needs to ensure that the External Resources Policy conforms to domestic laws of public finance.</p> <p>2. In the short term, the National Treasury should assist the Auditor General get certified copies of expenditure records.</p>	<p>1. The current ERP conforms to PFM Act, and other laws. We have requested for expenditure document from the project coordinator under GJLOs</p> <p>Action Officer: Solicitor General and GJLOS</p> <p>2. We are in consultation with National Treasury for documents on expenditure to be provided and a proper accounting process be put in place.</p> <p>Action Officer: Solicitor General and Project Co-ordinator GJLOS</p>

Audit issues of FY16/17 and FY15/16 are yet to be resolved and uploaded in the PAC portal. See attached annex.