

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

PAPER LAID BY
THE LEADER
OF THE MAJORITY
PARTY ON
16/5/2017

OF

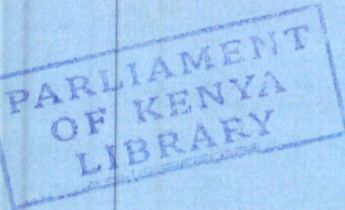
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THE AUDITOR-GENERAL

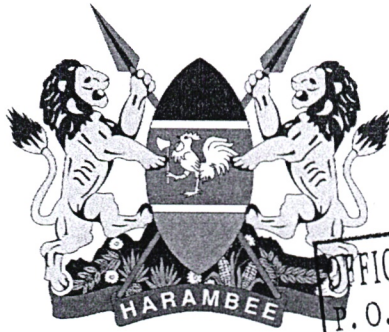
ON

**THE FINANCIAL STATEMENTS OF
PRISON INDUSTRIES REVOLVING
FUND**

**FOR THE YEAR ENDED
30 JUNE 2016**







OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
30 SEP 2016
RECEIVED

KENYA PRISON SERVICE
(Prison Industries Revolving Fund (P.I.R.F))

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2016

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



ESTABLISHMENT OF THE PRISONS INDUSTRIES REVOLVING FUND

LEGAL NOTICE No. 314

THE EXCHEQUER AND AUDIT ACT (Cap. 412)

IN EXERCISE of the powers conferred by section 34 of the Exchequer and Audit Act, the Minister for Finance makes the following Regulations:-

THE EXCHEQUER AND AUDIT (PRISONS INDUSTRIES FUND) REGULATIONS, 1988

1. These Regulations may be cited as the Exchequer and Audit (Prison Industries Fund) Regulations, 1988 and shall be deemed to have come into operation on the 1st July, 1987.

2. In these Regulations, unless the context otherwise requires-

“Financial year” means the period from the 1st July in any year to the 30th June in the immediately succeeding year (both days inclusive);

“Fund” means the Prison Industries Fund established by the Treasury under section 32 (1) of the Act;

“Officer administering the fund” means the accounting officer responsible for the vote of the Office of the Vice President and Minister of Home Affairs and National Heritage or any other person appointed by him in writing to administer the fund on his behalf.

3. The purpose and object of the Fund shall be to train and rehabilitate prisoners and inmates and procure necessary raw materials, tools, plants and equipment required thereof; and offer for sale finished products in the open market.

4. The initial capital of the Fund shall be K£ 700,000 appropriated by Parliament in the 1987/88 financial year.

5. The surplus realized in any year from the operations of the Fund shall be retained in the reserve account of the Fund pending Treasury’s decision on its disposal, and a deficiency, if realized in any year, shall, subject to Treasury’s concurrence, be off-set against the realized surplus.

6. The expenditure on operation of prison industries and maintenance of tools, plants and equipment shall be on the basis of, and be limited to, the annual budget (on receipts and expenditure) which shall be submitted to the Treasury for approval before the beginning of the financial year to which the budget relates.

7. The institutions which may obtain manufactured items from the Prison Industries Fund shall be-

- a) Government Ministries,
- b) Government Departments,
- c) Local Government Authorities,
- d) Parastatal Organizations, and
- e) Private Organizations and Individuals.

8. The selling prices of finished goods shall be reviewed from time to time by the officer administering the Fund in consultation with the Treasury.

9. The Government procurement procedures shall strictly be adhered to when purchasing items referred to under Regulation 3.

10. All the receipts, savings and accruals of the Fund and balance of the Fund at the close of each financial year, shall be retained for the purpose of which the Fund is established subject to the provisions of Regulation 5.

11. The officer administering the Fund shall-

- a) supervise and control the administration of the Fund;
- b) advise and obtain such advice from the Minister for the time being responsible for finance as may from time to time be required;
- c) if he thinks fit, impose conditions as to the use to be made of any expenditure authorized by him or on his behalf and impose any reasonable prohibition, restriction or requirements concerning such use or expenditure;
- d) approve the prices of finished products to be offered for sale;
- e) cause to be kept all proper books of accounts and other books and records in relation to the Fund and to all various activities and undertakings financed by the Fund;
- f) transmit to the Controller and Auditor General, in respect of each financial year within four months after the end thereof, a statement of account relating to the Fund, prepared and signed by him, specifying income to the Fund, and showing the expenditure incurred from the Fund, in such details and with such additional information as he may deem to be proper and sufficient for the purpose of examination and audit by the Controller and Auditor-General in accordance with section 18 (2) of the Act as the Treasury may from time to time direct, and every statement of account shall include details of the balance between the assets and liabilities of the Fund, and indicate the financial status of the Fund, as at the end of the financial year concerned.

Made on the 22nd July, 1988.

GEORGE SAITOTI,
Minister for Finance.

Principal Activities

The principal activity of the *Industries* is to train and rehabilitate prisoners and inmates and procure necessary raw materials, tools, plants and equipment required thereof and offer for sale finished products in the market.

Management

The Directors who served the entity during the year were as follows:

Mr. Micah Pkopus Powon	PS State Department of Correctional Services
Isaya M. Osugo, CBS	Commissioner General of Prisons
Josphat K. Ituka, MBS	Director Prison Enterprises
Kennedy A. Aluda MBS	Deputy Director Prison Industry

Registered Office

Teleposta Building
Kenyatta Avenue
P.O. Box 30478
Nairobi, KENYA

Corporate Contacts

Telephone: (254) -20-2722900-6
E-mail: commissioner.prisons.go.ke
Website: www.go.ke

Corporate Bankers

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


Independent Auditors

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

Principal Legal Advisers

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

THE MEMBERS OF THE ADVISORY AND MANAGEMENT BOARD

Board Members photo and name.	Board Members key qualifications and work experience.
<div style="text-align: center;">  <p>Mr. Micah Pkopus Powon Principal Secretary</p> </div>	<p>Experience:</p> <ul style="list-style-type: none"> • Member of the National Standard Council(9 months). • Agricultural Consultant for Kashel Green Consultants(3 years) • Horticultural Crops Researcher for USAID on Competitiveness and Trade Expansion Programme (COMPETE) for the last five years. • Team member and lead person for Kashel’s Consultancy Services (Kenya) on Agro biologica (horticultural related assignment) Kenya • Consultant for Amiran Kenya on the issues of Agronomic trials in Kenya • CEO of Cotton Development Authority(CDA) • As CEO- CDA partnered with, International Trade Center (ITC), African Cotton and Textile Federation (ACTIF), USAID(COMPTE) Programme, USAD Delloite Value (Cotton, Leather and Pyrethrum) chains Programme, USA Common Funds for Commodities (CFC), Kenya Gatsby Trust (KGT), Kenya Investment Authority, Kenya Seed Company, Kenya Agricultural Research Institute (KARI), National Irrigation Board in Kenya. • Human Resource consultancy services to Kenya Agricultural Research Institute. • Director, Kenya Agricultural Research Institute, KARI, Matuga Center (3 years), Head of Horticultural Department KARI-Kitale and Perkerra (8 years) and Horticultural Research Scientist - KARI, Njoro center(4 years). <p>Qualifications:</p> <ul style="list-style-type: none"> • Masters of Science in Horticulture • Bachelor of Science in Agriculture



Mr. Isaya M. Osugo CBS
Commissioner General of Prisons

Experience

Joined the Kenya Police Force on 1st July, 1978 and worked in the Criminal Investigation Department on the following capacities:

- Scene of Crime Officer
- District Criminal Investigation Officer
- Provincial Criminal Investigations Officer

Appointed Commissioner of Prisons in 2008 and elevated to Commissioner General of Prisons in 2014. During my tenure office as commissioner General of Prisons, I have been instrumental in prison reforms which include among others;

- Reorganization of the service
- professionalization of the service,
- expansion and modernization of prison facilities
- Review of rehabilitation and reformation programs
- Review and reorganization of security of prisons

Qualifications:

- Ordinary Level of Education
- Professional Courses in security Management
- Administration and Management Course



Mr. Josephat K. Ituka, MBS
Director of Prison Enterprises

Experience:

Enlisted in Kenya Prisons Service in 1985 as Chief Officer One (COI) and risen through ranks to the current rank of Assistant Commissioner General (ACG). Has served in Kenya Prisons Service for 30 Years in the following capacities:

- Duty Officer
- Courts Officer
- Documentation Officer
- Deputy Officer in Charge
- Officer in Charge Shimo Annexe, Isiolo, Eldoret and Kakamega Prisons
- Deputy Provincial Prisons Commander
- Deputy Director Administration, Research & Statistics
- Director Reforms and Planning, Gender and NGO Coordination, Inspections and Complaints and Prison Enterprises
- Serviced in United Nations Mission in Liberia (UNMIL) as a Correctional Adviser for 18 months

Qualifications:

- MA(International Conflict Management) UON 2010
- BA(Hons) UON 1985



Mr. Kennedy Aluda, ndc(K) MBS
Deputy Director Prison Industries

Experience:

- Enlisted in the Kenya Prisons Service as Chief Officer one(CO.I) in 1990
- Upon graduating from the Prison Staff college, was posted to the High Court of Kenya as a Court's Liason officer in 1991-1992
- In 1992-1994, Incharge Motor vehicle number plate section, Kamiti Maximum Security Prison
- 1994-1996 Duty officer Nairobi Remand and Allocation Prison.
- 1996-1998 Deputy Officer in charge Athi River Prison.
- 1998-2000 Deputy Officer In charge Prisons Industries Naivasha Maximum Security Prison.
- 2000-2005 Officer In charge Industries Naivasha Prison
- 2005-2010 Deputy Director, Technical Services ,Prisons Headquarters
- 2010-2012 Joined the National Defence College(NDC) for strategic Security Studies.
- 2012-2013 Acting Director Prison Enterprises Headquarters

Qualifications:

- MA (International Studies) UON 2012
- BA(Hons) Design – UON

STATEMENT BY THE PRINCIPAL SECRETARY

It is my pleasure to release the Prison Industries Revolving Fund for the financial year ending 30th June, 2016. I am proud to note that the fund has continued to fulfil its set purpose and objective of training and rehabilitation prisoners and operating in accordance with business principles. During the year under review, 7,543 prisoners participated in various industrial vocational training programs and a total of 4,923 were booked for government trade test. A total of 679 candidates were examined and passed trade test grade I while 1527 and 2717 were examined and passed grades II and III respectively. The government spend Kshs. 16,295,500 in paying for examination fees and Kshs.17, 230,500 on training and testing materials.

These prisoners are well skilled in their areas of trades and some of them have been released from prisons to the society as skilled artisans ready to join their families and communities in nation building.

Besides offering vocational and on- the- job training to prisoners, prison industries make valuable contribution to the economy of the country by producing a pool of skilled artisan critical for the industrial and construction industry in line with vision 2030. Also, prison industries produce high quality furniture for the local market and save the economy of our country from importing both office and household furniture in line with the government policy of encouraging local manufacturers.

During the year under review, the fund experienced a marginal increase of sales to 500,864,740.48 compared to Kshs, 486, 554,683.18 realized in 2014/2015 financial year while current assets increased from Kshs. 512,282,073.18 in 2014/2015 to Kshs 538,523,260.14 in 2015/2016 financial year.

The continuous good performance of the fund is a true testimony of its stability and sustainability. Establishing a stable and sustainable fund to finance prisons offender rehabilitation programs were the noble ideals of the founders of this fund in 1988.

In order to ensure continuous improvement of the industries, I appointed a Taskforce to look into ways and means of enhancing the productivity and commercial management of prison enterprises. It is my hope that once the recommendations of the taskforce report are implemented, prison industries will witness unprecedented transformation in operations and management.

I want to reiterate my commitment to strengthening this fund to become an efficient and effective framework to fully support offender rehabilitation and reformation programs in our prisons.

Further, I am greatly impressed by the prudent measures the Commissioner General of Prisons and his team have put on the management of the fund. This fund has not only achieved its set purpose and objectives, but has also set a firm foundation for future prosperity. I urge prisons department to double its efforts to ensure that the fund not only fulfils its purpose, but also generates surplus funds that can be used to supplement the exchequer on the operational expenditure of prisons.

STATEMENT BY THE COMMISSIONER GENERAL OF PRISONS

The performance of Prison Industries Revolving during the financial year 2015/2016 is yet another great improvement. The fund has continued to grow from the initial seed capital of Kshs. 14,000,000 appropriated by parliament in 1987/88 to the current assets base of Kshs. 538,523,260.14. At the same time, the numbers of prisoners enrolling in industrial vocational training and vocational training programs have witnessed marked increase.

During the year under review, the fund operated 109 industrial prisons across the country offering industrial vocational training to 7,543 prisoners. As the country continues to embrace devolution, my department has taken steps to ensure that there is at least one industrial prison in each one of the 47 counties. These industrial prisons not only offer vocational training in different skills to prisoners at the grass root level but also provide employment opportunities to prisoners serving prison sentences and manufacture high quality products for sale in the local markets. The main beneficiary of prison industries products are schools, churches, hospitals, county governments, national government department , nongovernmental organizations, private firms and individuals. Once released from prisons, the skilled prisoners are absorbed and integrate in society where they add to the national pool of artisans necessary for national development.

Further, during the year under review, the department recruited 80 new technicians of various industrial skills to enhance the human resource capacity for prisoners training programs and industrial production. This will go along way in injecting new ideas and technology to keep our industrial vocational training and products competitive.

I am greatly indebted to the Principal Secretary, State Department of Correctional and Rehabilitation Services who is also the officer administering the fund for the great support and

advice accorded us in the operations of the fund. I also take this opportunity to thank ministries, departments, government agencies and in a special way county governments who have continued to buy prison industries products. I appeal to all to continue supporting us as every time we buy prison industries products, we are helping in rehabilitation and reformation of offenders and making our society safer and secure.

STATEMENT BY THE DIRECTOR OF PRISON ENTERPRISES

The Kenya Prison Enterprises comprise of Prisons Farms and Industries. Prisons Industries operate under the Prisons Industries Revolving Fund established by Legal Notice No. 314 of the Exchequer and Audit Act (Cap 412) Regulations, 1988.

During the financial year 2015/2016, the operations of prison industries revolving fund registered yet again another impressive business report. The fund not only lived true to its purpose and objectives, but also witnessed tremendous improvement and expansion in vocational training programs, capital investment and revenue generation.

During the year under review, a daily average of 3,723 prisoners was registered for various vocational training skills in prison industries. Out these, 4,923 were booked for government trade test grade I,II and III which they were examined and passed.

Efforts have also been directed towards improvement of the quality of training. During the year under review, 120 technical officers were trained at Kenya Technical Teachers College, National Industrial Training Authority and Prisons Staff Training College on technical instructors' courses in Polishing, Tailoring, knitting and costing respectively.

Further, efforts have been made modernize industries machinery and equipment. New generation motor vehicle number plates machines were procured and installed.

Besides, efforts have also been made to make prison industries sustainable and profitable businesses. Towards this end, the industries engaged in electricity meters separation from the main stations power supply and reviewed costing procedures to ensure actual cost of production and profitability of the entrepreneur.

STATEMENT BY THE DEPUTY DIRECTOR OF PRISONS ENTERPRISES

(INDUSTRIES)

The Kenya Prisons Industries provides rehabilitation opportunities to inmates and produces high quality merchandise at competitive prices for sale in the market. The program aids in the rehabilitation of inmates by teaching them job skills that are easily transferable to the private sector upon release. The enterprise operation employs over 700 technical staff with well over 14,000 inmates placed on the program.

The industries are always committed to offering services that exceed the expectations of our customers by producing high quality products and services.

Over the years, the industries has endeavoured to find creative and efficient ways to advance our products and services while reducing costs to the government and providing profit making opportunities to our private sector partners as is elicited in the production of new look parliamentary chambers and the refurbishment of the law courts of Kenya all over the country.

Many inmates come to prisons having never held a real job or learnt the value of work. The industries are designed to serve Kenyan citizens by providing inmates with hands-on vocational training and teaching them social values that include work ethics, responsibility and a sense of self-worth they missed or never experienced before. The program facilitates inmates' adjustment and reintegration into the society upon release. This means that the inmate work assignment emulates real-life to the greatest extent possible.

It is designed to provide inmates with the vocational training and work experience needed to help ease their transition to life outside the prison walls. Their adjustment and reintegration into society upon release is the program's greatest value. This can only be possible if there is support and goodwill from all stake holders.

STATEMENT OF OFFICER ADMINISTERING FUND RESPONSIBILITIES

The Exchequer and Audit Act CAP 412, section 11 of the Legal Notice Act No314, require the Officer administering the Fund to prepare financial statements in respect of that *Prison Industries Revolving Fund*, which give a true and fair view of the state of affairs of the *Fund* at the end of the financial period and the operating results of the *Fund* for that year. The Officer administering the Fund is also required to ensure that the *Prison Industries Revolving Fund* keeps proper accounting records which disclose with reasonable accuracy the financial position of the *Fund*. The Officer administering the Fund is also responsible for safeguarding the assets of the *Fund*.

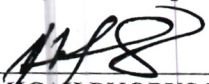
The Officer administering the Fund is responsible for the preparation and presentation of the *Prison Industries Revolving Fund* financial statements, which give a true and fair view of the state of affairs of the *Fund* for and as at the end of the financial year (period) ended on June 30, 2016. This 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 *Fund* (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

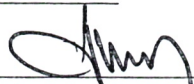
The Officer administering the Fund accepts responsibility for the *Prison Industries Revolving Fund* financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act. The Officer administering the Fund is of the opinion that the *Prison Industries Revolving Fund* financial statements give a true and fair view of the state of *Fund* transactions during the financial year ended June 30, 2016, and of the *Funds* financial position as at that date. The Officer administering the Fund further confirms the completeness of the accounting records maintained for the *Prison Industries Revolving Fund* which have been relied upon in the preparation of the *Funds* financial statements as well as the adequacy of the systems of internal financial control.

Nothing has come to the attention of the Officer administering the Fund to indicate that the *Prison Industries Revolving Fund* will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The *Prison Industries Revolving Fund* financial statements were approved by the Principal Secretary State Department for Correctional Services. _____ 2016


MR MICAH PKOPUS POWON
PS State Department for Correctional Services


ISAYA M. OSUGO, CBS
Commissioner General of Prisons



OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON PRISON INDUSTRIES REVOLVING FUND FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Prison Industries Revolving Fund set out on pages 1 to 12, which comprise the statement of financial position as at 30 June 2016, and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015.

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 (Accrual 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

Report of the Auditor-General on the Financial Statements of Prison Industries Revolving Fund for the year ended 30 June 2016

that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund'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.

Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, I am not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

1. Debtors

The debtors balance of Kshs.44,853,557.16 reflected in the statement of financial position as at 30 June 2016 includes an amount of Kshs.27,232,740.00 owed by Kenya Railways, Director of Public Prosecutions, Commissioner of Prisons and Kakamega and Bomet County Government. No explanation has been provided for failure to recover Kshs.27,232,740.00 from these government agencies.

2. Suspense Account

The statement of financial position also reflects a balance of Kshs.3,984,890.00 (year 2014/2015 – Kshs.3,966,131.10) against suspense account that has not been analyzed. The balance has been disclosed under Note 10 to the financial statements as a balancing figure after the books of account failed to agree in previous years. The validity, completeness and accuracy of the balance cannot therefore be ascertained.

3. Creditors Account

The statement of financial position reflects a balance of Kshs.61,314,106.00 (year 2014/2015 – Kshs.61,137,546.00) against creditors. No explanation has been provided, similarly like in the previous years, for failure to settle the Fund's obligations to its suppliers despite the huge bank (P.M.G) balance.

4. Paymaster General

The statement of financial position reflects a balance of Kshs.165,952,193.08 against paymaster general account (P.M.G) whereas the board of survey certificate reflects a balance of Kshs.11,157,928.00 as at 30 June, 2016. No explanation has been provided for the discrepancy of Kshs.154,794,265.08 between the two sets of records.

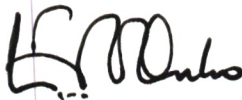
5. Fixed Assets

The statement of financial position reflects a fixed assets balance of Kshs.87,845,863.70 as at 30 June, 2016. The fixed assets include scrap machinery worth Kshs.2,926,440.00 which have since become obsolete. However, the

management of the Fund did not maintain a fixed assets register. In addition, there is no policy instituted by management on depreciation and replacement of fixed assets. Consequently, it is not possible to confirm the existence and correct value of fixed assets reflected in the financial statements.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements.



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

Nairobi

18 April 2017

OFFICE OF THE PRESIDENT AND MINISTRY OF INTERIOR AND CO-ORDINATION OF NATIONAL GOVERNMENT
KENYA PRISONS INDUSTRIES REVOLVING FUND
STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2016

	Notes	2015/2016 KSHS	2014/2015 KSHS
FIXED ASSETS	pg 24		
Motor Vehicles NBV		12,611,147.45	14,012,386.06
Machinery NBV		68,088,147.20	73,559,400.12
Computers		4,220,129.05	4,126,921.11
Scrap Machinery		2,926,440.00	2,926,440.00
Total Fixed Assets		87,845,863.70	94,625,147.29
CURRENT ASSETS			
Raw Materials		158,034,947.63	157,944,258.52
Work in progress	} pg 9	125,055,366.14	144,423,043.83
Finished Goods		26,522,365.63	23,017,197.33
Debtors	pg 9	44,853,557.16	44,448,964.08
P.M.G.	pg 16	165,952,193.08	151,321,358.13
Total Current Assets		520,418,429.64	521,154,821.89
LESS CURRENT LIABILITIES			
Customers deposits(Advance Income)	pg 18	8,426,927.20	42,360,350.00
Creditors	pg28	61,314,106.00	61,137,546.00
Net Current Assets		450,677,396.44	417,656,925.89
NET ASSETS		538,523,260.14	512,282,073.18
FINANCED BY:			
Capital	pg 11	14,000,000.00	14,000,000.00
Accumulated Revenue	pg 12	494,315,012.08	367,333,575.76
Net Profit/(Loss)	pg 2	26,222,426.96	126,982,366.32
Suspense Account	pg 12	3,984,891.10	3,966,131.10
		538,523,260.14	512,282,073.18



MR. MICAH PKOPUS POWON
 PS STATE DEPARTMENT FOR CORRECTIONAL SERVICES



ISAYA M. OSUGO CBS
 COMMISSIONER GENERAL OF PRISON

MINISTRY OF INTERIOR AND CO--ORDINATION OF NATIONAL GOVERNMENT
KENYA PRISONS INDUSTRIES FUND ACCOUNT
STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 30TH JUNE,2016			
DETAILS			
	Notes	2015-2016	2014-2015
		Kshs.	Kshs.
Sales	pg 5	500,864,740.40	486,554,683.18
Less: previous Debts collected during the year	pg 13	26,828,146.92	16,033,735.00
		474,036,593.48	470,520,948.18
Opening Stock (1-7-2015)			
Raw Materials	pg 27	157,944,258.52	92,420,221.22
Work in Progress	"	144,423,043.83	108,630,480.74
Finished goods	"	23,017,197.33	21,075,444.11
Purchases - (2211023)	"	364,221,079.85	375,817,238.55
Total Cost of Materials		689,605,579.53	597,943,384.62
Less Closing Stock (30-06-2016)			
Raw Materials	pg 9	158,034,947.63	157,944,258.52
Work in progress	"	125,055,366.14	144,423,043.83
Finished goods	"	26,522,365.63	23,017,197.33
Sub-Total		309,612,679.40	325,384,499.68
Cost of goods sold		379,992,900.13	272,558,884.94
Gross Profit/Loss		94,043,693.35	197,962,063.24
Less Operating Expenses:			
Depreciation	pg 22	10,843,476.59	12,423,225.42
Total Operating costs	pg 24	67,821,266.39	70,979,696.92
Net Profit/(Loss)		26,222,426.96	126,982,366.32



MR. MICAH POWON
 PS- State Department for Correctional Services



ISAYA O. OSUGO CBS
 Commissioner General of Prisons

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

ITEM	DESCRIPTION	TOTAL ALLOCATION	ADJUSTMENTS 2014-2016	FINAL BUDGET 2015-2016	ACTUAL COMPARABLE BASIS 2015-2016	PERFORMANCE DIFFERENCE 2015-2016
2210101	Electricity Expenses	3,000,000.00	1,000,000.00	4,000,000	1,492,454.00	2,507,546.00
2210102	Water & Sewerage	200,000.00		200,000.00	7,000.00	193,000.00
2210201	Telephone ,Telex	200,000.00		200,000.00	75,000.00	125,000.00
2210301	Travel costs (Domestic)	3,000,000.00		3,000,000.00	1,439,710.00	1,560,290.00
2210302	Accommodation(Domestic)	7,000,000.00	2,500,000.00	9,500,000.00	8,794,125.00	705,875.00
2210303	Daily Subsistence(Domestic)	6,000,000.00	2,000,000.00	8,000,000.00	11,798,807.00	(3,798,807.00)
2210401	Travel costs(Foreign)	1,500,000.00	1,100,000.00	2,600,000.00	1,538,004.00	4,138,004
2210402	Accommodation (Foreign travel)	3,500,000	2,500,000.00	6,000,000.00	2,277,803.00	3,722,197.00
2210403	Daily Subsistence(Foreign)					
2210503	Subscription Newspapers ,periodicals	330,000.00	(160,000.00)	180,000.00	244,800.00	(64,800.00)
2210504	Advertising Awareness,Publicity	1,000,000.00	160,000.00	1,600,000.00	60,000.00	1,540,000.00
2210505	Trade Shows & Exhibitions	3,000,000.00		3,000,000.00	1,790,528.00	1,209,472.00
2210706	Book Allowance	80,000.00		80,000.00	27,950.00	57,050.00
2210711	Tuition Fee Allowance	3,000,000.00		3,000,000.00	1,485,950.00	1,514,050.00
2210718	Project Allowance	100,000.00		100,000.00		100,000.00
2210801	Catering Services	1,000,000.00		1,000,000.00	1,196,200.00	(196,200.00)
2211006	Purchase of W/shop Tools,Spares,Equip	15,000,000.00		15,000,000.00	3,748,873.00	11,251,127.00
2211016	Purchase of Uniform & Clothing	1,200,000.00		1,200,000.00	934,840.00	265,160.00
2211023	Supplies for Production	450,005000.00		450,005,000.00	364,221,079.85	85,783950.15
2211101	General Office Supplies	1,500,000.00	400,000.00	1,900,000.00	1,280,975.00	619,025.00
2211102	Supplies & Accessories for Computers	600,000.00	500,000.00	1,100,000.00	1,279,960.00	(179,960.00)
2211201	Refined Fuels & Lubricants for Transport	7,000,000.00	500,000.00	7,500,000.00	7,613,750.00	(113,750.00)
2211204	Other Fuel ,Wood,Charcoal etc	2,500,000.00		2,500,000.00		2,500,000.00
2211302	School Exam & Invigilation fee	20,000,000.00		20,000,000.00	6,254,000.00	13,746,000.00
2220101	Maintenance Expenses (Motor Vehicle)	3,500,000.00		3,500,000.00	2,721,799.00	778,201.00
2220201	Maintenance of Plant Machinery &	3,000,000.00	500,000.00	3,500,000.00	2,328,,435.00	1,171,565.00

	Equip.					
2220205	Maint of Building & Stn -Non Residential	6,000,000.00	2,500,000.00	7,500,000.00	2,593,560.00	4,906,440.00
2220210	Maint of Computers & Comp. Equipment	400,000.00		400,000.00	134,120.00	265,880.00
3111201	Overhaul of Plant Machinery & Equipment	30,000,000.00	(13,500,000.00)	16,500,000.00		
3110701	Purchase of Motor Vehicle	30,000,000.00		30,000,000.00		
3111002	Purchase of Computers & Printers	3,000,000.00		3,000,000.00	120,000.00	2,880,000.00

STATEMENT OF CASH FLOWS

CASH FLOWS FROM OPERATING ACTIVITIES		2015-2016	2014-2015
(REVENUE COLLECTION)			
RECEIPT FROM VARIOUS STATION	Note 2	439,698,577.60	479,939,296.35
PAYMENTS			
2210101	Electricity	1,492,454.00	368,249.00
2210102	Water & Sewerage Charges	7,000.00	-
2210201	Telephone Telex Mobile Charges	75,000.00	50,000.00
2210301	Travel Costs	1,439,710.00	4,580,128.00
2210302	Accommodation, Domestic Travel	8,794,125.00	7,582,900.00
2210303	Daily Subsistence	11,798,807.00	7,675,440.00
2210401	Foreign Travel	1,538,004.00	-
2210402	Foreign Travel Accommodation	2,277,803.00	-
2210504	Advertisng Awareness and Publicity	60,000.00	981,408.00
2210505	Trade Shows & Exhibition	1,790,528.00	2,902,317.00
2210503	Subscription to Newspaper	244,800.00	114,700.00
2210706	Book Allowances	27,950.00	46,566.50
2210708	Project Allowance		-
2210711	Tuition Fees	1,485,950.00	157,800.00
2210801	Catering Services	1,196,200.00	846,353.00
2211016	Purchase of uniform & clotng (staff)	542,859.00	934,840.00
2211023	Supplies for Production	364,221,079.85	375,817,238.55
2211101	General Office Supplies	1,280,975.00	3,008,821.00
2211102	Supplies and Accessories for Computers	1,279,960.00	736,564.00
2211201	Refined Fuel and Lubricants for Transport	7,613,750.80	6,453,815.00
2211204	Other Fuel (wood)		1,170,000.00
2211302	School Fees Examination	6,254,000.00	9,091,000.00
2220101	Maintenance of Motor Vehicles	2,721,799.00	2,089,345.60
2220101	Maintenance of plant, Mech. & Equipments	2,328,435.00	3,460,370.00
2220205	Maintenance of Building (None residential)	2,593,560.00	5,838,355.00
2220210	Maintenance of Computers	134,120.00	467,499.00
SUB TOTAL		421,198,869.65	434,373,709.65

d) Revenue Reserve

Constitutes retained surpluses from operations to the fund pending Treasury decision on its disposal. Any deficiency realized in any financial year shall, subject to Treasury approval, be set-off against the retained surpluses.

e) The preparation of the Trading, Profit and Loss Account and the Balance sheet for the year ended 30th June, 2016 is based from manual records. Revenue and Expenditure return and stock taking certificates from the stations.

2. Sales

Sales represent revenue collected by respective stations and surrendered at Prison Headquarters.

	2014/2015	2015/2016
Sales	437,578,946.35	431,271,650.40
Credit sales for the year	<u>38,178,021.83</u>	<u>27,232,740.00</u>
	475,756,968.18	458,504,390.40
B/F Prepayment	10,797,715.00	42,360,350.00
Previous debt collected during the year	<u>(16, 33, 735.00)</u>	<u>(26,828,146.92)</u>
	<u>470,520,948.18</u>	<u>474,036,593.48</u>

The amount of 431,271,650.40 excludes 8,426,927.20 which was a prepayment hence was not included in the sales of the financial year

3. Fixed Asset Schedule

See Schedule Attached.

4. Inventories

Inventories are valued at the lower cost or net realizable value.

	<u>2014/2015</u>	<u>2015/2016</u>
Raw materials	157,944,258.52	158,034,947.63
Work in progress	144,423,043.83	125,055,366.14
Finished goods	<u>23,017,197.33</u>	<u>26,522,365.63</u>
	<u>325,384,499.68</u>	<u>309,612,679.40</u>

5. Debtors

The debtors represent the amount owed to the fund from credit sales. These constitute both Government Departments as well as private individuals.

	<u>2014/2015</u>	<u>2015/2016</u>
Government	43,997,742.58	44,521,759.66
Private	<u>451,221.50</u>	<u>331,797.50</u>
	<u>44,448,964.08</u>	<u>44,853,557.16</u>

DEBTORS RECONCILIATION AS AT 30TH JUNE 2016

Opening balance as at 1 st July, 2015	44,448,964.08
Add New debts during the year	27,232,740.00
Less: debts paid	<u>(26,828,146.92)</u>
Closing balance as at 30 th June, 2016	<u>44,853,557.16</u>

6) PMG

PMG Account represents the amount that is held in the Ministry Deposit Account on behalf of the Fund. During the Year; this has been derived as hereunder:

	<u>2014/2015</u>	<u>2015/2016</u>
Opening balance	128,369,320.83	151,321,358.13
Add year sales	<u>479,939,296.35</u>	<u>439,698,577.60</u>
	608,308,617.18	591,019,935.73
Transfer to development	(10,000,000.00)	
Less Total Expenditure	<u>(446,987,259.05)</u>	<u>(425,067,742.65)</u>
Closing balance	<u>151,321,358.13</u>	<u>165,952,193.08</u>

EXPENDITURE 2015/2016

Operating and Capital Expenditure	60,846,662.80
Direct cost (Raw materials-2211023	<u>364,221,079.85</u>
	<u>425,067,742.65</u>

7) PREPAYMENTS

PREPAID INCOME

Represent customer deposits for work in progress at year end where a customer is supposed to pay a down payment upon placing an order.

	<u>2014/2015</u>	<u>2015/2016</u>
Government	39,003,600.00	5,116,727.20
Private	<u>3,356,750.00</u>	<u>3,310,200.00</u>
	<u>42,360,350.00</u>	<u>8,426,927.20</u>

8) Capital Fund

Authorized capital is Khs 14,000,000.00 initially appropriated by Parliament vide Legal Notice no. 314 of 1992/93.

9) Accumulated Revenue

Movement in revenue reserves during the year were as follows:-

	<u>2014/2015</u>	<u>2015/2016</u>
Balance b/f	241,205,584.28	367,333,575.76
Adjustments		
Net Profit/Loss	<u>50,614,994.70</u>	<u>126,982,366.32</u>
	<u>367,333,575.76</u>	<u>494,315,942.08</u>

10. SUSPENSE

The suspense account balance represents a balancing figure as the books of accounts were not in agreement. The suspense account has reduced to the current level. Movement in the account is as follows.

	<u>2014/2015</u>	<u>2015/2016</u>
Balance B/F	23,965,577.08	3,966,131.10
Increase/decrease	<u>(19,999,445.98)</u>	<u>18,760.00</u>
	3,966,131.10	3,984,891.10

PRISON INDUSTRIES PAID DEBTS FOR PERIOD ENDED 30-6-2016						
REGION	STATION	NAME OF DEBTOR	ITEM DESCRIPTION	MR NO.	DATE	AMOUNT
Coast	Shimo'M'	Ms Marere Mwachai	D/set,c/table,shoe rack	9226228	29/6/2016	23,000.00
PHQ	Showroom	Christine Bichage	Sofa set	8225245	3/12/2015	92,000.00
Nairobi	Kamiti Main	Mrs.Walube	Sofa set			300.00
		Mrs. Elizabeth Mibaya	Sugar bow			20.00
		Amos C. Ngethe	Drinking cabinet			534.00
		Muturi Ex-DCP	Sign Board			20.00
		Hon. Paul Ngei	Church pawes			3,550.00
Rift Valley	Naivasha	District Commioner Nakuru	Executive Chair	8226850	12/4/2016	4,470.00
Coast	Shimo Main	Supt. I/C. North cost police division	Uniform	9226231	29/6/2016	160.00
		Oi/C. Sub-dept. Kenya Police Msa	Uniform	9226230	26/6/2016	226.00
		DC Kilifi	Uniform	922622	29/6/2016	5,642.80
Nairobi	Kamiti	Manager Ex. Infreshle	Number plate	9665309	20/7/2016	55.00
		Number plate	Commissioner of Police -Traffic	"	"	100,000.00
		Chief Transport officer	Presidential plate	"	"	3,600.00
		Central store Kenya	Kenya police transfer badges	"	"	6,600.00
		Oi/C. N.Y.S. Mechanical Training	NYS vehicle badges	"	"	780.00
		Central store Kenya	Police sign	"	"	5,000.00
		Register M/vehicle	stickers validation	"	"	372,000.00
		V.P & MOHA	repair sign board	"	"	4,995.00
		SPO AFOD Kahawa	Leaner plates	"	"	10,000.00
		Forces station Kahawa	Ankle boots	"	"	4,600.00
	Metal	Forces Quartermaster	Ankle boots	"	"	4,160.00
		SPO-Kahawa	soldiers boxes	"	"	220,400.00
		SPO-Kahawa	soldiers boxes	"	"	234,900.00
		SPO-Kahawa		"	"	232,000.00
		Controller state house	Sign board	"	"	80,000.00
	Tailoring	Ministry of National Resources	Coats Wdr	"	"	140.00
		"	Shirts	"	"	272.00
	Carpentry	Tana River Irrigation scheme	Bed, springs & mattress	"	"	360.00
		Forces Memorial Hospital	W/crutches	"	"	3,600.00
		Commandant APTC	Botons	"	"	27,000.00
		Embu District Hospital	Lamp shade	"	"	320.00
		Chief Admin. K.N.H.	S/Stools & Stand	"	"	1,380.00

PRISON INDUSTRIES NEW DEBTS AS AT 30-6-2016

REGION	STATION	NAME OF DEBTOR	ITEM DESCRIPTION	LPO NO. & DATE	INVOICE & DATE	AMOUNT
Nairobi	Kamiti Main	Kenya Railways	Office Funitures			13,892,740.00
Rift Valley	Athi River	DPP	Office Furniture			3,900,000
		Commissioner of Prisons	Bar Soaps			4,995,000.00
Nyanza	Kisumu Main	Kakamega County	Office Furniture			3,750,000.00
		Bomet County	Office Furniture			695,000.00
					TOTAL	27,232,740.00

PRISONS INDUSTRIES GOVERNMENT OUTSTANDING DEBTS AS AT 30.6.2016										
REGION	STATION	NAME OF DEBTOR	ITEMS DESCRIPTION	QTY	LPO NO	INVOICE NO	AMOUNT			
RIFT VALLEY	Naivasha	PS MOHA \$ NH	Standard coffin		PMM	7322/15/08/98	600,000.00			
	"	PS-MOHA \$ NH	Building charges	75	PGG5	5-00281/25-1-97	36,000.00		636,000.00	
NYANZA	Althi River	Dagoreti approved school-Kikuyu	Office chair	4	393336/7-4-81	79754/16-4-81	2,800.00			
		P.S., M.O.H.A. - NBI	Coffins	50	P.S. MOHA & N.H	14237 / 15-8-98	400,000.00			
		Commissioner of Prisons	D/Table with 8 chairs	1		36581/ 18-6-2010	80,000.00			
			Pocket buttons	2,570		36575/2-10-09	539,700.00			
			Palm bar	10,000		36574/9-6-2009	750,000.00			
		Commissioner of Prisons	Bookshelf	1		36585/16-8-2010	60,000.00			
			Pocket buttons	2,000		93352/16-2-2011	500,000.00		2,332,500.00	
	NAROK		PC Narok	ballast[tonnes]	14		26274/14-11-85	980.00		
							16290/20-10-86	980.00		1,960.00
	NYANZA	Kibos	District Surveyor -Siaya	Jackets & Trousers	26	25286 / 23-11-81	58057 / 15-02-82	6,560.00		
		District Surveyor -Siaya	Jackets & Trousers	2	252828 / 17-1-82	58058 / 20-02-82	495.00			
		OCPD Kisumu	Working uniform	4	153283 / 11-06-82	52492 / 04-12-83	160.00			
		O CPD Siaya	Blue serge	4	12567 / 26-06-85	58561 / 25-12-85	300.00			
		Co-operative officer magistrates	Shirts & Trousers	1	339601 / 8-07-78	11442 / 22-2-79	440.00			
kisumu main			shelves	24	2939853 of 19.5.09		63,072.00			
		Co-operative officer	Blue serge & Trousers	2	488941 / 9-07-78	11442 / 22-02-79	440.00			
		OCPD Kisumu	Working uniform	2	1532214 / 18-11-82	5709 / 25-12-83	200.00			
		OCPD Kisumu	Working uniform	4	1532285 / 13-10-85	58491 / 15-07-84	160.00		71,827.00	
PHQ	Homa Bay									
		DC Homa Bay	D/combined	1		4079	13,000.00			
		DC Homa Bay	Dinning Set	1		4079	18,000.00			
		DC Homa Bay	Dinning Set	1		4079	16,000.00			
		DC Homa Bay	C/Table with stools	1		4079	10,000.00		57,000.00	
	Showroom	PS MOHA	Coffee table			C15777 27-8	12,400.00			
	KAMITI	Tailoring	"	J/Kids & trousers	8	468448 / 01-10-76	94232 / 22-4-77	960.00		
"		O/C. Aford Kahawa	Shirts khaki	1000	652478 / 20-10-80	78501 / 30-4-82	2,400.00			
"		NYS	Dresses	154	F 93872 / 13-5-82	78768 / 27-8-82	924.00			
"		NYS	Dresses polyester	6	-	78752 / 6-1-82	36.00			
"		The Director NYS	Shirts & Trousers polyester	2	479380 / 1-01-83	92295 / 2-3-83	36.00			
"		Director NYS	Shirts green, trousers green	180	G 613655 / 14-5-83	93221 / 11-10-83	3,240.00			
"		Vertinary service Division	Jkts polyester, trousers polyester	4	F 124395	78038 / 22-4-82	92.00			
"		"	Jkts . L/coat white	34	F 124395	78029 / 5-2-87	826.00			
"		"	Jkts polyester & trousers	2	F 124395	78557 / 8-6-82	322.00			
"		Kenya Agric. Research Inst.	Jkts polyester	2	F 260363 / 15-10-80	78730 - 7-7-82	46.00			
"		Div. Acc. N.E Province	J/Polyester & L/court	16	7973330 / 24-4-79	35730 / 25-6-79	368.00			
"		Headmaster Approved school	-	90	F 708858	78729 / 7-7-82	1,035.00			
"		Comm APTC	Dresses Polyester	29	F937872	81961	702.00			
"		Ministry of N/Resources	Shirts	162	E166602 / 27/08/77	96170 / 01/09/77	5508.00			
Carpentry		PS.MOHA	Executive typist Desk	3	B 324927	D 00661/4-6-92	3,900.00			
"		P.S. M.O.H.A.	1 C/table, 8 Arm chairs, 3 hangers	G	G 122567 / 10-4-95	C 05899 / 26-7-95	134,690.00			
"		P.S. M.O.H.A.	"	75	8/17/1998	C 08359 / 17-8-98	600,000.00			

PHQ	Showroom	Director Medical Services	Dinning chairs coffee table	6	6217859 of 20/2/2014 6217859 of 20/2/2014	27,000.00 8,000.00	802,485.00
EASTERN	Embu Main	University of Nairobi KMITC Embu KSOG Embu	Partitioning	1	3872 of 3876 of 21/6/2013 3877 of 10/7/2013	377,998.00 26,500.00 6,000.00	410,498.00
NAIROBI	Kamiti	Vigilance House Kenya Airport Police Ministry of Transport	Office Furniture			2,952,800.83 5,550,600.00 4,473,348.83	12,976,749.66
			GRAND TOTAL				17,289,019.66

CUSTOMER DEPOSITS AS AT 30TH JUNE 2016

S/NO	STATION	ITEM DESCRIPTION	PRICE	DEPOSIT PAID	MR. NO
1	Langata	4 round neck sweater	1,000.00	1,000.00	716136 of 17/6/99
		Body suit	220.00	100.00	5611520 of 28/7/01
		stool covers	1,900.00	400.00	5167034 of 21/2/01
		table cloth and covers	1,950.00	1,000.00	100090 of 28/02/01
		2 table cloth set	4,000.00	2,000.00	4128841 of 23/6/14
		table cloth 44pcs	5,000.00	2,000.00	8338714 of 17/11/15
		table cloth 24 pcs	6,000.00	3,000.00	7702949 of 12/10/15
				9,500.00	
	Kamiti Main	Dinning set, Tv cabinet	199,650.00	100,000.00	C3900094
		Double doors	750,000.00	100,000.00	C2936109 of 22/9/2014
		Antique sofa set c/table	220,000.00	165,000.00	C8268289 of 10/2/2016
		Sofa set, Day bed,	240,000.00	230,000.00	C8398783 of 4/4/2016
		Antque sofa set	185,000.00	20,000.00	C8398786 of 18/5/2016
		Chainlink Machine	40,000.00	18,000.00	C7890173 of 19/10/2015
				633,000.00	
2	Eldoret main	Antique sofa set		20,000.00	4/3/016
		Beds and Decker		100,000.00	8/6/016
				120,000.00	
3	Shimo Main	pinning Chairs	40,000.00	30,000.00	9226212 of 14/6/016
				30,000.00	
		Double Bed	38,000.00	27,000.00	9226213 of 15/6/016
4	N/West	2 s/sweater	15,000.00	15,000.00	6779594
		Dinning set	70,000.00	50,000.00	8167747
		church doors and frames	854,000.00	854,000.00	3898573, 9084508
			230,000.00	150,000.00	9084511
				1,096,000.00	
5	Embu Women	Sweater	500.00	500.00	9625452
		Sweater	450.00	450.00	
				950.00	
6	Kisumu Main	Bishop Chair	35,000.00	15,000.00	9126053 of 3/5/16
		Alter Table	56,000.00	30,000.00	9126056 of 14/6/016

		Church Pews	660,000.00	330,000.00	8319823 of 24/6/16
				375,000.00	
7	Naivasha Med	Dinning set	40,000.00	30,000.00	4129897
				30,000.00	
8	Kitale Main	Double Bed	60,000.00	20,000.00	8338594 of 30/10/015
		Beds	15,000.00	15,000.00	8338982 of 18/5/16
				35,000.00	
9	Machakos Main	Wall unit	60,000.00	30,000.00	9084963
				30,000.00	
10	Kakamega Main	Wall unit	60,000.00	40,000.00	6715031
				40,000.00	
11	A/River	28 Church pews	440,000.00	220,000.00	8226700 of 27/4/16
		1 Bed	25,000.00	20,000.00	4093095 of 15/5/16
		D/chairs	35,000.00	10,000.00	9093096 of 25/5/16
		2 double doors	50,000.00	10,000.00	9226158 of 1/5/16
		sofa set	50,000.00	50,000.00	9226166 of 14/6/16
		10 church pews	155,000.00	80,000.00	9226571 of 17/6/16
		Bed	40,000.00	20,000.00	9226170 of 16/6/16
		10 church pews	50,000.00	20,000.00	9226174 of 30/6/16
				430,000.00	
12	Naivasha Main	Bed	65,000.00	41,250.00	839509
		Bed	120,000.00	90,000.00	8398509
		Dinning set	80,000.00	60,000.00	8398509
		Antique sofa set	150,000.00	112,500.00	8398526
		Panelled doors	180,000.00	70,000.00	8398537 of 24/6/16
				373,750.00	
13	Kisii Main	Dinning set	53,000.00	22,000.00	6565384 of 11/3/16
				22,000.00	
14	T/falls Main	Coffee table set	32,500.00	17,000.00	8319932, 8319938
				17,000.00	

PRIVATE OUTSTANDING DEBTS FOR THE PERIOD ENDED 30-6-2016

REGION	STATION	NAME OF DEBTOR	ITEM DESCRIPTION	QNTY	LPO NO. & DATE	INVOICE & DATE	AMOUNT
Rift Valley	Naivasha 'M'	K.C.C	Kaunda suits	603	PGH 1	17031/9-5-98	84,420.00
	Kapenguria	Mr. Kitui Wakape	Concrete	500		23059 6-3-81	825.00
Coast	Shimo 'A'	Mrs Mary Nthurina			0756 8-9-95		1,850.00
Eastern	Embu Main	Mr. Julius Sang	C/table,big stools,4c/stools		F2 01227	0076 /21-8-98	5,500.00
	Meru 'M'	Reuben Miriti	lounge chair	1			1,122.50
	Kitui Rem.	Simon K.Kingor		1		59 13-4-2004	10,400.00
PHQ	Showroom	Mr. Moses Nela	Sofa set	1		4498	4,000.00
		Mr. Nesbit Choka	Side board	1		64280 12-1-78	940.00
		Mr. Thuo	Single Bed	1		94646	800.00
		Mr. Mwakio	House furniture				1,230.00
		Mr. Kirui	Executive sofa sets	2		C 138	60,000.00
		P.M Musumbi	wall unit	1		C15799/21-12-2000	39,500.00
		Oby Oduho	Day Bed	1		15639 5-10-03	8,000.00
		Mr.E.M Guantai	S/bed,D/set,C/set			15633 3-4-2003	67,360.00
		Mr. Nyaribo	D/bed W/mattress	1		0857 30-9-04	20,000.00
		"	C/table,set	1		0857 30-9-04	12,200.00
		Oi/c procurement	detergent	20ltrs		0705 5-4-2005	1,200.00
		"	coat hungers	1		0898 & 0893	1,250.00
		"	detergent	20ltrs		6669 28-8-2006	1,200.00
		Mr. Mogoya(C.P.O)	double bed	1		0873 11-12-04	10,000.00
						TOTAL	331,797.50

PRISON INDUSTRIES REVOLVING FUND SUMMARY VALUATION AS AT 30-JUNE-2016

STATION CODE	STATION	OPENING STOCK AS AT 1ST JULY 2015		CLOSING STOCK AS AT 30TH JUNE 2016		FINISHED GOODS	CUSTOMER'S DEPOSIT	OPENING RIMAT	CLOSING STOCK AS AT 30TH JUNE 2016		WORK IN PROGRESS	FINISHED GOODS AT COST	INVOICED PRICE	REVENUE MANUAL	CUSTOMER'S DEPOSITS	PRIVATE
		WORK IN PROGRESS	FINISHED GOODS	OF RIMAT	RIMAT				PROGRESS	AT COST						
3475001	FOURSEASONS	102,671,148.50	8,066,700.00	9,343,400.00	293,811,686.00	16,871,003.00	519,000.00	43,920,400.00	28,658,688.10	85,592,696.63	12,338,125.96	16,039,960.00	346,181,684.06	388,783.10	633,000.00	
3475002	TIMBER YARD															
3475003	FAHAYU															
3475004	FAHAYU															
3475005	FAHAYU															
3475006	FAHAYU															
3475007	FAHAYU															
3475008	FAHAYU															
3475009	FAHAYU															
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3475111	FAHAYU															
3475112	FAHAYU															
3475113	FAHAYU															

PRISONS INDUSTRIES REVOLVING FUND

30TH JUNE 2016

Details	Motor Vehicles	Carpentry	Tailoring	Printing	Metal	Number plates	Miscellaneous	Leather	Coconut	Computer	Tools&Equipt	Total
Balance B/f 1 July 2015	14,012,386.06	8,838,930.77	19,301,324.04	2,701,860.20	2,524,108.81	17,616,045.67	12,894.25	7,137,290.30	274,610.93	4,126,921.11	15,152,335.15	91,698,707.29
Additions during the year										315,320.00	3,748,873.00	4,064,193.00
Disposal												
Total assets	14,012,386.06	8,838,930.77	19,301,324.04	2,701,860.20	2,524,108.81	17,616,045.67	12,894.25	7,137,290.30	274,610.93	4,442,241.11	18,901,208.15	95,762,900.29
Depreciation	1,401,238.61	441,946.54	965,066.20	135,093.01	126,205.44	880,802.28	644.71	356,864.52	13,730.55	222,112.06	6,299,772.68	10,843,476.59
N.B. V. as at 30th June 2016	12,611,147.45	8,396,984.23	18,336,257.84	2,566,767.19	2,397,903.37	16,735,243.39	12,249.54	6,780,425.79	260,880.38	4,220,129.05	12,601,435.47	84,919,423.70
N.B. V. as at 30th June 2015	14,012,386.06	8,838,930.77	19,301,324.04	2,701,860.20	2,524,108.81	17,616,045.67	12,894.25	7,137,290.30	274,610.93	4,126,921.11	15,152,335.15	91,698,707.29

Summary

Carpentry	8,396,984.23
Tailoring	18,336,257.84
Printing	2,566,767.19
Metal	2,397,903.37
Numberplate	16,735,243.39
Miscellaneous	12,249.54
Leather	6,780,425.79
Coconut	260,880.38
Tools&equipment	12,601,435.47
Total	68,088,147.20

CAPITAL EXPENDITURE FOR THE YEAR 2015/2016

	2211006			3111002	TOTAL
	PURCHASE	PURCHASE	OVERHAUL	PURCHASE	
	OF TOOLS	OF MV	OF PLANT	OF COMPS.	
COMPRIS	16,500.00				16,500.00
KAMITI 'M'	566,650.00			20,000.00	586,650.00
KAMITI MED	10,000.00				10,000.00
LANGATA 'W'	20,000.00				20,000.00
NBI/WEST	10,000.00				10,000.00
KIAMBU	50,000.00				50,000.00
KERUGOYA	100,000.00				100,000.00
MWEA	150,000.00				150,000.00
T/FALLS 'M'	10,000.00				10,000.00
T/FALLS 'W'	10,000.00				10,000.00
NYERI 'M'	50,000.00				50,000.00
NYERI 'W'	9,985.00				9,985.00
NYERI MED	150,000.00				150,000.00
MURANGA'M'	10,000.00				10,000.00
MURANGA'W'	10,000.00				10,000.00
THIKA 'M'	165,000.00				165,000.00
THIKA 'W'	10,000.00				10,000.00
RUIRU	20,000.00				20,000.00
MARANJAU	30,000.00				30,000.00
KWALE	10,000.00				10,000.00
KWALE 'W'	10,000.00				10,000.00
KINGORANI	10,000.00				10,000.00
SHIMO 'M'	49,930.00				49,930.00
SHIMO 'W'	10,000.00				10,000.00
SHIMO B.I.	29,950.00				29,950.00
SHIMO 'MED'	10,000.00				10,000.00
MANYANI	19,900.00				19,900.00
KILIFI	10,000.00				10,000.00
HOLA	3,930.00				3,930.00
HINDI	50,000.00				50,000.00
MALINDI 'M'	10,000.00				10,000.00
MALINDI 'W'	5,000.00				5,000.00
VOI S.S	10,000.00				10,000.00
WUNDANYI 'M'	5,000.00				5,000.00
WUNDANYI 'W'	5,000.00				5,000.00
EMBU 'M'	50,000.00				50,000.00
EMBU 'W'	10,000.00				10,000.00
ISIOLO	10,000.00				10,000.00
KITUI 'M'	30,000.00				30,000.00
KITUI 'W'	10,000.00				10,000.00
MACHAKOS 'M'	49,925.00				49,925.00
YATTA	65,000.00				65,000.00
MACHAKOS 'W'	5,000.00				5,000.00
KANGETA	10,000.00				10,000.00
MERU 'M'	10,000.00				10,000.00
MERU 'W'	10,000.00				10,000.00
URUKU	10,000.00				10,000.00
MAKUENI	10,000.00				10,000.00

GARISSA	10,000.00					10,000.00
WAJIR	50,000.00					50,000.00
MANDERA	10,000.00					10,000.00
KISII 'M'	120,000.00					120,000.00
KISII 'W'	10,000.00					10,000.00
KISUMU 'M'	79,047.00					79,047.00
RACHUONYO	9,990.00					9,990.00
SIAYA	10,000.00					10,000.00
KIBOS 'M'	20,000.00					20,000.00
KISUMU 'W'	10,000.00					10,000.00
HOMA-BAY	10,000.00					10,000.00
MIGORTI 'M'	10,000.00					10,000.00
MIGORI 'W'	10,000.00					10,000.00
LODWAR	10,000.00					10,000.00
KAPENGURIA	10,000.00					10,000.00
MARALAL 'M'	10,000.00					10,000.00
MARALAL 'W'	5,000.00					5,000.00
KITALE 'M'	249,700.00					249,700.00
KITALE 'MED'	10,000.00					10,000.00
KITALE 'W'	30,000.00					30,000.00
KITALE 'A'	10,000.00					10,000.00
ERAVINE	10,000.00					10,000.00
ELDORET 'M'	20,000.00					20,000.00
ELDORET 'W'	10,000.00					10,000.00
KAPSABET	10,000.00					10,000.00
RUMURUTI	10,000.00					10,000.00
NANYUKI 'M'	20,000.00					20,000.00
NANYUKI 'W'	10,000.00					10,000.00
NAKURU 'M'	149,994.00					149,994.00
NAKURU 'W'	10,000.00					10,000.00
NAIVASHA 'W'	9,990.00					9,990.00
NAIVASHA MED	20,000.00					20,000.00
NAIVASHA 'M'	98,432.00					98,432.00
NAROK	10,000.00					10,000.00
ATH-RIVER	50,000.00				100,000.00	150,000.00
KERICHO 'M'	10,000.00					10,000.00
KERICHO 'W'	60,000.00					60,000.00
TAMBACH	5,000.00					5,000.00
BOMET	150,000.00					150,000.00
KABARNET	10,000.00					10,000.00
KILGORIS	10,000.00					10,000.00
NGERIA FARM	10,000.00					10,000.00
KAJIADO	10,000.00					10,000.00
KAKAMEGA 'M'	50,000.00					50,000.00
SHIKUSA B.I.	30,000.00					30,000.00
SHIKUSA S.S	55,000.00					55,000.00
KAKAMEGA 'W'	10,000.00					10,000.00
BUNGOMA	99,950.00					99,950.00
VIHIGA	60,000.00					60,000.00
BUSIA	10,000.00					10,000.00
BUSIA W	50,000.00					50,000.00
VIHIGA	60,000.00					60,000.00
GRAND TOTAL:-	3,748,873.00			0.00	120,000.00	3,868,873.00

CREDITORS

S.NO		MATERIAL	AMOUNT
1	ABCOS INDUSTRIAL LTD	ALUMINIUM SHEET	3,960,000
2	SHEPHERD COMPANY LTD	ALUMINIUM SHEET	3,960,000
3	AGRI.SOCIETY OF KENYA	BADGES	300,000
4	MBAME GENERAL SUPPLIES	TIMBER	10,456,000
5	GENERAL SUPPLIES	TIMBER	2,125,000
6	RICHIN TRADERS	LEATHER	1,980,000
7	JEEPS SOLUTIONS LTD	VARIOUS	2,415,000
8	SQUARE EDGE SERVICES	VENEERED BOARD	280,000
9	CLEANETTE SERVICES	CEMETEX	492,000
10	AGENCIES LTD	VIM POWDER	300,000
11	JEEPS SOLUTIONS LTD	PLYWOOD	162,000
12	SHERICK INVESTMENTS	LASTING PLIERS	349,750
13	TRAM TECH.SERVICES	TIMBER	4,716,000
14	RATION MERCHANTS	TIMBER	3,850,000
15	APEX COATING (E.A) LTD	THINNER STD	3,120,000
16	JORDAN WOOD SAW MILLS	WOOD FUEL	1,499,000
17	RH DEVANI LTD	FUEL	665,970
18	BEI INVESTMENT	CUSHION	875,000
19	KIWAKA GEN.MERCHANT	REFLECTIVE SHEET	3,200,000
20	HARDY HOLDINGS LTD	TAPE MEASURES	237,500
21	APEX COATING (E.A) LTD	CELLULOSE	4,142,000
22	JECIN ENTERPRISES LTD	REFLECTIVE SHEET	11,210,000
23	GENERAL MOTORS LTD	SHACKLE AND BUSHES	339,852
24	GENERAL MOTORS LTD	FLY WHEEL &PUMPS	679,034
	TOTAL		61,314,106

