

REPUBLIC OF KENYA



REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL  
*Enhancing Accountability*



**REPORT**

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**THE AUDITOR-GENERAL**

**ON**

**STATE DEPARTMENT FOR  
CORRECTIONAL SERVICES**

**FOR THE YEAR ENDED  
30 JUNE, 2025**

OFFICE OF THE AUDITOR GENERAL  
P.O. Box 30084 - 00100, NAIROBI  
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**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**

**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED  
30<sup>TH</sup> JUNE 2025**

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**Transitional IPSAS Financial Statements/Prepared in accordance with the Accrual Basis of Accounting Method Under  
International Public Sector Accounting Standards (IPSAS)**

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

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**1. Acronyms and Definition of Key Terms**

**A: Acronyms and Abbreviations**

CS	Cabinet Secretary
PS	Principal Secretary
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
SAGAs	Semi-Autonomous Government Agencies
SC	State Corporations
TNT	The National Treasury
WB	World Bank
SDCS	State Department for Correctional Services
BIC	Budget Implementation Committee
MDA	Ministry, Department and Agencies
GOK	Government of Kenya

**B: Definition of Key Terms**

**Fiduciary Management-** Members of Management directly entrusted with the responsibility of financial resources of the organisation.

## **2. Key MDA Information and Management**

### **(a) Background information**

The State Department for Correctional Services falls under the Ministry of Interior and National Administration as per the Executive Order No. 1 of January 2023. The State Department comprises of two technical departments namely; Kenya Prisons Service and the Probation and After Care Services, supported by General Administration and Planning Services.

Vision Statement, Mission Statement and Strategic Objectives

#### **Vision**

To be an excellent organization in correctional services.

#### **Mission**

To contribute to the promotion of just and secure society through efficient management of offenders.

### **(b) Mandate**

Specific functions of the State Department for Correctional services as derived from the Executive Order No. 1 of 2023 include:

- ❖ Correctional services;
- ❖ Policy for reforms of Penal Justice system,
- ❖ Prisons Enterprise;
- ❖ Development of Administrative Policies for Borstal Institutions and Facilities for Incarcerated Minors; and
- ❖ Probation Services.

### **Strategic Objectives**

To realize its vision, the State Department was guided by the following strategic objectives:

1. To ensure responsive effective and efficient services to the public;
2. To contain inmate in secure and humane conditions;
3. To efficiently facilitate access to justice;
4. To supervise, rehabilitate reintegrate and resettle offenders;
5. To revitalize prison farms and industries; and
6. To enhance development of skills for offenders under rehabilitation.

### **Bottom-Up Economic Transformation Agenda**

The BETA agenda is geared towards economic turn around and inclusive growth and aims to increase investment in at least five sectors envisaged to have the largest impact to the Kenyan citizen's livelihood as well as Household. This includes; Agricultural transformation, Micro small and medium enterprise, Housing and settlement, Health care, Digital super highway

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The Ministry of Interior and National Administration identified five key priority areas as part of its contribution to BETA as follows:

- Security Sector Institutional Reforms
- Improve Border Controls Delivery of Citizen Services
- Transform Kenya Prisons Enterprises
- Security Sector Equipment Modernization
- Upgrade of Service Delivery Systems

**State Department for Correctional Services Beta aligned priorities**

The State Department has mainstreamed and aligned the programmes and strategies to Bottom-Up Economic Transformation Agenda (BETA) and will implement BETA priorities as one of the Subsector within the Governance and Administration Sector in the Medium Term Plan four (MTPIV 2023-2027). Among the prioritize strategies include:

- i. Legal and policy reforms;
- ii. Capacity enhancement;
- iii. Strengthening security in penal facilities;
- iv. Decongestion of prison facilities;
- v. prison modernization programme;
- vi. Mobility;
- vii. Upgrade of services delivery systems through digitization of correctional services & ICT infrastructure set up;
- viii. Offenders' safe custody, rehabilitation, supervision and reintegration; and Transforming Kenya prisons enterprises

**(c) Key Management**

The *MDA*'s day-to-day management is under the following key Directorates.

- General Administration;
- Kenya Prison Service and;
- Probation and After Care Services.

**(d) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2025 and who had direct fiduciary responsibility were:

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<b>No.</b>	<b>Designation</b>	<b>Name</b>	<b>Date of appointment</b>
1.	Cabinet Secretary	Hon. Kipchumba Murkomen	19/12/2024
2.	Accounting Officer	Dr.Salome M. Beacco,CBS	31/05/2023
3.	Commissioner General of Prisons	Mr. Patrick M. Aranduh, CBS	15/07/2024
4.	Secretary, Probation and After Care	Christine A. Obondi (Mrs), PhD, OGW	15/02/2024
5.	Ag. Secretary Administration	Sammy Muthai	01/06/2024
6.	Director, HRM&D	Susan Wangari	06/01/2025
7.	Chief Finance Officer	Robinson Otundo	21/08/2024
8.	Director, Central Planning Unit	Nicholas K. Thairu	04/03/3024
9.	Head, Supply Chain Management	Nathan Mwiti	08/01/2025
10.	Head of Accounting Unit	Simon K. Kiriiba	05/03/2025

**(e) Fiduciary Oversight Arrangements**

**i) Public Finance Management Standing Committee**

The committee is mandated by the terms of reference as stipulated in the Public Finance Regulations 18 (1) of the Finance Regulations of 2015. The committee is responsible for coordinating Management of Public Finance for the State Department.

**ii) Budget Implementation committee**

The committee is mandated to oversee the budget implementation process and advise the Accounting Officer on the performance of the entire budget during the implementation phase and to oversee production of performance reports.

**iii) Parliamentary Budget committee**

The committee is mandated to respond to matters raised by Parliamentary Account Committee in relation to budgetary allocations and appropriations.

**iv) Audit Committee**

The duties and responsibilities of Audit Committee include financial and management reporting, risk management, internal controls and compliance with laws, regulation, ethics and good governance.

**(f) MDA Headquarters**

P.O. Box 30478-00100  
Tel Posta towers, Wing C, 28<sup>th</sup> Floor,  
Kenyatta Avenue,  
Nairobi, Kenya

**(g) MDA Contacts**

Telephone: (254) 228411  
E-mail: [ps@correctional.go.ke](mailto:ps@correctional.go.ke)  
Website: [www.go.ke](http://www.go.ke)

**(h) MDA Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000

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City Square 00200  
**Nairobi, Kenya**

**(i) Independent Auditors**

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

**(j) Principal Legal Adviser**

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

### **3. Profile of Cabinet Secretary**



Hon. Kipchumba Murkomen, EGH was appointed Cabinet Secretary for the Ministry of Interior and National Administration on 19th December 2024 by H.E. President William Samoei Ruto. In this role, Hon Murkomen oversees the three state departments of Internal Security and National Administration, Immigration and Citizen Services, and Correctional Services.

Before this appointment, Hon. Murkomen served as the Cabinet Secretary for Youth Affairs, Creative Economy, and Sports, and previously as the Cabinet Secretary for Roads and Transport. Before being tapped into the Cabinet, Hon. Murkomen was elected three times as Senator for Elgeyo Marakwet County, rising to the position of Senate Majority Leader. His legislative contributions include sponsoring the Urban Areas and Cities Amendment Bill (2017) and the Food Security Bill (2017), among other bills.

As the inaugural Chair of the Senate Standing Committee on Devolution & Intergovernmental Relations, Hon. Murkomen played a key role in the implementation of devolution under the 2010 Constitution. His Senate service extended to several committees, including Agriculture, Energy, and the Senate House Business Committee.

Ahead of his Senate tenure, Hon. Murkomen contributed to national development in various ways, including serving on the Kenya Anti-Counterfeit Agency Board and the Task Force on Devolved Government, which drafted essential legislation for devolution, which is one of the most transformative shifts in governance since independence.

An Advocate of the High Court of Kenya, Hon. Murkomen holds a Law degree from the University of Nairobi, a Postgraduate Diploma from the Kenya School of Law, and two Master of Laws degrees from the American University Washington College of Law, Washington, D.C., and the University of Pretoria.

He has lectured at the University of Nairobi, Moi University, and Catholic University, and participated in leadership programs across the world, including at the University of Dar es Salaam and the University of California, Los Angeles (UCLA).

4. Profile of Accounting Officer and Key Management.



**Dr. Salome Wairimu Muhia-Beacco, CBS  
Principal Secretary**

**Ms. Salome Wairimu Muhia-Beacco** is the **Principal Secretary, State Department for Correctional Services**, Ministry of Interior and National Administration having been appointed on **31<sup>st</sup> May, 2023**. Prior to this appointment, she was a consummate professional in the field in legal practice with over 25 years' experience as **Founding Partner** at **Wanyonyi & Muhia Advocates**. She began her career as a Legal Assistant at Insurance Company of Africa LTD, Legal officer at Phoenix of East Africa Insurance Company, Head of Legal Department at AIG Insurance Company Ltd and as a Legal Consultant at Bamburi Cement Company Ltd.

Ms. Salome is an Advocate of the High Court of Kenya. She is also an ACII London Chartered Insurer.

**EDUCATIONAL BACKGROUND**

\* **Master's Degree in Leadership and Governance (LLM) UON**

\* **Diploma in Legal Studies from the Kenya School of Law**

\* **Bachelor's degree in Law (LLB), UON**



**Mr. Patrick M. Aranduh, CBS  
Commissioner General of Prisons**

He is a strategic leader, steadfast, passionate professional and team player with over twenty years of Senior level leadership and management experience in the Public Sector.

He took the command of the Kenya Prisons Service as the **Commissioner General of Prisons (CGP)** from 15<sup>th</sup> July, 2024 upon my promotion which capped my illustrious career that began in 1989 as a Prison Constable (WDR/PC) and risen through ranks.

He has served in the following capacities: the Commandant Prisons Staff Training College, and immediate Director Planning and Development – Prisons' Headquarters, Regional Prisons Commander, Director Logistics, Deputy Director Planning and Development, Officer in Charge in 7 stations, Deputy OIC 2 stations, Chief Court Officer - High Court Nairobi, Duty Officer, Documentation Officer & General Duties officer. I have undertaken a series of professional courses in security management, administration and management. He is passionate about strategic influence with a desire to impact the society

	<p>positively. Diligence and high levels of integrity are ethos that I hold dear.</p> <p><b>Qualifications:</b></p> <ul style="list-style-type: none"> <li>* Master in Leadership and Governance - KU (2019 – continuing)</li> <li>* Bachelor of Security Mgmt. &amp; Policing Studies - KU (2016-2019)</li> <li>* Diploma in Crime Mgmt. and Prevention - KU (2014-2016)</li> <li>* Strategic Leadership Dev't Programme-KSG Oct 2018</li> <li>* Public Service Integrity Program – KIM Oct-Nov. 2002</li> <li>* Senior Management Course, - KIM Sept- Oct. 2001</li> </ul>
 <p><b><u>Dr. Christine A. Obondi (Mrs.), PhD, OGW Secretary, The Probation and Aftercare Service</u></b></p>	<p><b>1. Personal Profile</b></p> <p>Christine A. Obondi (Mrs.), PhD, OGW is the Secretary, The Probation and Aftercare Service (PACS). Dr. Obondi has served in different ranks in Probation and Aftercare Service for the last 35 years.</p> <p>She holds PhD in Project Planning and Management from the University of Nairobi, Kenya. She is recognized in spearheading the adoption of evidence-based practice in the design and implementation of community correctional programs, monitoring and evaluation framework, and curriculum development as well as a trainer in program delivery.</p> <p>She is a co-author of articles on the design of correctional programs with an interest in sexual offenders, special needs offenders, victims of offenses, mental health, resettlement of offenders, and radicalization. She is a member of the Kenya Association of Project Managers (KAPM) and a member of the International Society of Project Monitoring and Evaluation (IPromES).</p> <p><b>2. Key Management Responsibilities</b></p> <p>The overall management responsibility of Secretary (PACS) according to Probation of Offenders Act Cap 64 Rules under Section 17 (2) (a), (b) and (f) is to make such arrangements and to give such directions as may be necessary for the purpose of giving effect to probation Service; to train staff for the Probation Service; and generally to organize and supervise the Probation Service and to promote the efficient working thereof.</p> <p>The Specific Management Responsibilities are:</p>

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	<ol style="list-style-type: none"><li>1. Facilitate expeditious administration of justice</li><li>2. Improve provision of non-custodial offenders' correctional services</li><li>3. Strengthen the Implementation of Community Service Orders programme</li><li>4. Enhance ex – offenders reintegration and resettlement within the community</li><li>5. Contribute to social crime prevention and provision of victim support services</li><li>6. Review/ develop Legal, Policy and Institutional frameworks and Reforms</li><li>7. Develop high quality performing workforce</li></ol>
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**5. Statement by the Cabinet Secretary**

The State Department for Correctional Services is domiciled in the Ministry of Interior and National Administration.

During the financial year 2024/25, the State Department for Correctional Services had an approved total budget allocation amounting to Kshs. 36,161,996,613. The Recurrent Vote had Kshs. 36,051,996,613 while Development Vote amounted to Kshs. 110,000,000

During the period under review, the State Department's total Expenditure amounted to Kshs 36,143,899,979 attaining an absorption rate of 99.95% of the allocated funds.

Recurrent and Development Expenditures amounted to Kshs 36,034,062,021 and Kshs 109,837,958 respectively.

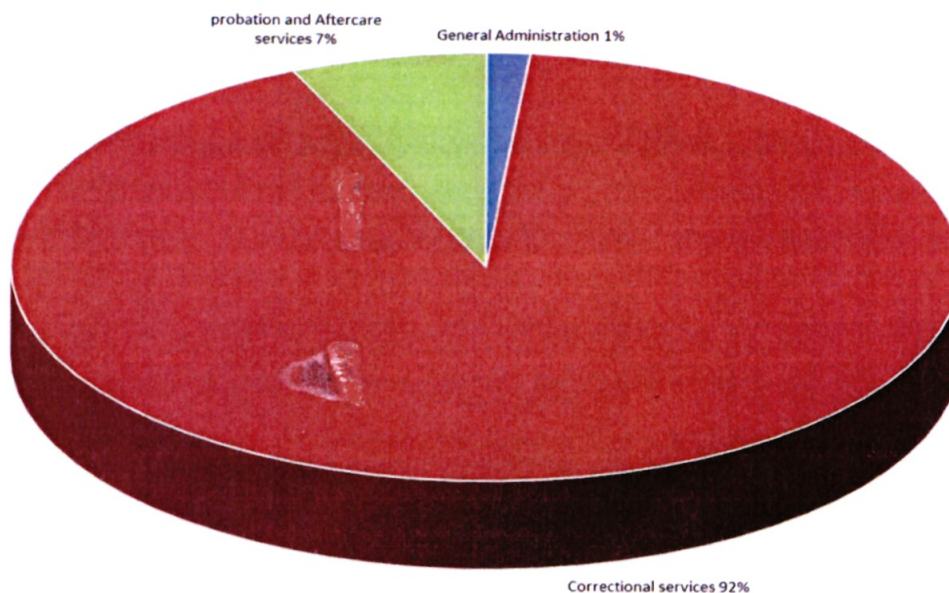
The State Department endeavored to execute the budget in the most prudent manner despite the fact that employees' compensation took up 77.58%, use of goods and services 21.92% and acquisition of assets 0.42% of the total funds received.

**BUDGET ALLOCATION**

In the financial year 2024/25 the State Department for Correctional Services had a gross budget of **Kshs 36,161,996,613** which was made up of Kshs 36,051,996,613 and Kshs 110,000,000 for recurrent and development vote respectively.

The State Department was to expend the gross budget of Kshs **36,161,996,613** under the following three programmes:

Budget allocation By programmes



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**Programme 1 Correctional Services**

Objective: To facilitate increased access to justice, provide quality services for custody, containment, supervision, rehabilitation and reintegration of all categories of offenders.

**Programme 2: Probation and after care services**

Objective: To efficiently facilitate access to justice.

**Programme 3: General Administration**

Objective: To provide better planning, policy direction and support services for improved service delivery.

The 2024/2025 budget was funded and utilized as analyzed below:

Programmes	Approved Budget Allocation	Actual Payments	Variance	Actual as a Percentage of budget
	Amount (KShs) a	Amount (KShs) b	Amount (KShs) c	d=b/a
Correctional services	33,195,260,942	33,374,782,483	(179,521,541)	100%
Probation and After Care Service	2,428,115,017	2,231,954,639	196,160,378	92%
General Administration	538,620,654	537,162,858	1,457,796	100%
<b>TOTAL</b>	<b>36,161,996,613</b>	<b>36,143,899,979</b>	<b>18,096,634</b>	<b>100%</b>

**STRATEGIC FOCUS FOR THE STATE DEPARTMENT FOR CORRECTIONAL SERVICES**

The State Department's Strategic plan is focused on undertaking the projects as below: -

1. Modernization of Prison Infrastructure by constructing a Maximum Security Prison (Super Maximum Prison); construction of modern prison facilities; establishment of Prison wings for Special needs offenders and violent extremists.
2. Modernization of Prisons Enterprise by revitalization of prison industries and mechanization. prison farms
3. Digitization of offender records through acquisition of Integrated Offender Records Management System (ORMS).
4. Finalize the development of the National Correctional Policy.

5. Development of Case Management System.

**Emerging Issues related to the Entity**

- a) Collaborating gang crimes that have posed security challenges to containment and facilitation of justice
- b) Emerging crimes such as terrorism, extremism/radicalization and cybercrimes requiring specialized containment thus increased challenges in offender management.
- c) Inadequate offender management facilities besides the increasing numbers and sophisticated crimes by inmates.
- d) Additional responsibility by constitutional bodies and Acts of Parliament not factored in the budget leading to constraint of available resources

**Key risk management strategies**

- a) Effective management of high-risk offenders
- b) Awareness creation and advocacy
- c) Sufficient staffing capability and capacity to deliver effective offender management
- d) Effectiveness of offender rehabilitation & re-integration programmes
- e) Collaboration with other security and correctional services agencies
- f) Use of modern technology
- g) Undertaking climate change mitigation measures

**Implementation challenges**

- a) Inadequate budgetary allocation for key mandate areas i.e. safe containment of offenders
- b) Lack of adequate transport services beside the obligations by independent judicial system agencies to facilitate justice through production of inmates to courts and conduction of social inquiries, preparation and submission of mandatory reports
- c) Budget cuts introduced during the implementation of budget affecting non-discretionary areas leading to conflict with judicial system agencies and instances of contempt of court orders against our officers.
- d) The increasing inmates' population strained both human and infrastructural resources in penal institutions;
- e) Pending bills for both recurrent and development expenditures;
- f) Inadequate accommodation for inmates and staffs.

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- g) Inadequate capacity building for Officers to enhance competencies to address emerging demands in offender **management**;
- h) Lack of an **integrated** case management system within the criminal justice system;
- i) Inadequate ICT **equipment** to support service delivery.
- j) Inadequate legal **and policy framework**

**Lessons Learnt**

1. Public participation **plays** a vital role in management of correctional services.
2. Stakeholder engagement during project planning and implementation fosters ownership, transparency, and **long-term sustainability**.
3. Digitization of services **has** proven effective in preventing, detecting, and combating crime.
4. Public-Private **Partnerships (PPPs)** offer a viable approach to bridge resource gaps, particularly in **financing capital-intensive** projects.
5. Prioritizing **completion of** ongoing projects ensures optimal use of public resources and maximizes return **on investment**.
6. The government **motor vehicle leasing** program enhances operational efficiency and improves the delivery of **public services**.

**Recommendations**

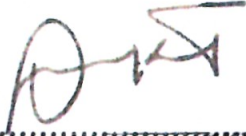
The State Department for **Correctional Services** recommends the following to hasten implementation of the **BETA priorities** towards realization of the annual targets of the priorities:

1. Construction of **additional inmates accommodation** and embracing alternative sentences to imprisonment;
2. Provision of **adequate funding**
3. Adequate and timely **release of exchequer**
4. There is a need to **embrace Public Private Partnership (PPP)** in implementation of development projects;
5. There is a need to **train officers on emerging crimes**;
6. There is a need to **use modern technology** to support service delivery;
7. There is need to adopt a unified offender data and case management system; and
8. Acquisition and **installation of modern ICT equipment**
9. Harmonization of **policy and legislative frameworks** relating to peace and security
10. Budget rationalization **and prioritization** of activities.
11. Adoption of online **court sessions** has helped to reduce transport costs.

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12. Procurement of food and rations from prison farms and other government agencies under favourable terms.



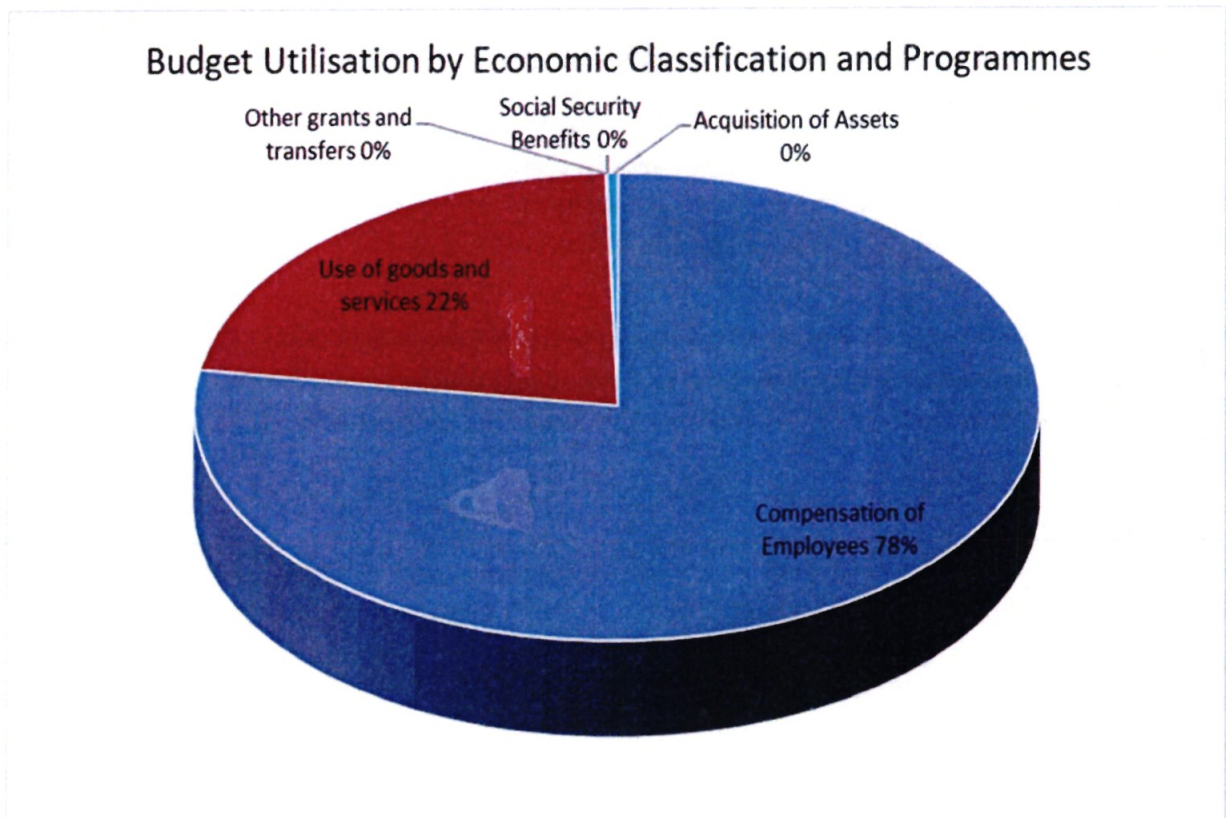
.....  
**HON. KIPCHUMBA MURKOMEN, EGH**  
**CABINET SECRETARY**  
**MINISTRY OF INTERIOR AND NATIONAL ADMINISTRATION**

**6. Statement by the Accounting Officer**

1. The State Department endeavored to execute the budget in the most prudent manner despite the fact that employees' compensation took up 77.58%, use of goods and services 21.92% and acquisition of assets 0.42% of the total funds received.

Economic Classification	Approved Budget Allocation	Actual Payments	Variance	Actual as a Percentage of budget
	a	b	c	d=b/a
Compensation of Employees	28,055,190,545	27,814,390,659	240,799,886	99%
Use of goods and services	7,926,324,143	8,153,627,722	(227,303,579)	103%
Other grants and transfers	18,160,000	17,672,880	487,120	97%
Social Security Benefits	11,519,625	11,090,878	428,747	96%
Acquisition of Assets	150,802,300	147,117,840	3,684,460	98%
<b>Total Payments</b>	<b>36,161,996,613</b>	<b>36,143,899,979</b>	<b>18,096,634</b>	<b>100%</b>

The high proportion of personal emoluments left the State Department with little room for improvement of correctional facilities as indicated by the graph below.



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**2. Detail key achievements for the entity**

Ref	Project Name	Principal activity of the project	Accounting Officer	Project consolidated in FS (yes/no)	Actual Expenditure
1.	Construction of Probation Hostels	Administration	Dr. Salome M. Beacco, CBS	Yes	40,000,000
2.	Construction of Probation Office blocks	Security	Dr. Salome M. Beacco, CBS	Yes	5,029,380
3.	Emergency Flood Mitigation for Prisons	Security	Dr. Salome M. Beacco, CBS	Yes	64,808,579
<b>TOTAL DEVELOPMENT</b>					<b>109,837,959</b>

**F/Y 2024-2025 Achievements**

During the Financial Year 2024/25, the State Department for Correctional Services made notable progress in implementing key BETA priority programmes and achieving selected targets despite financial constraints.

**Rehabilitation and reintegration of offenders:** The project aims to enhance rehabilitation, supervision and reintegration of offenders. This entails provision of offender supervision, psychosocial support, educational and technical training opportunities.

A total of 297,779 offenders were supervised and the same number provided with psychosocial support while 24,450 were provided with technical and vocational training.

**Security and National Government Administration Officers (NGAOs) recruitment and training:** The project seeks to enhance the capacity of Security in prisons facilities. The State Department recruited 3000 additional prison officers.

**Development and expansion of prison infrastructure:** The project targets to construct 29 perimeter walls, 5 watchtowers and 13 guardrooms in various penal institutions to enhance security. However due to development budget rationalization, the State Department was unable to implement any of these projects.

**Decongestion of prison facilities:** The project aims to improve the living conditions of inmates by decongesting prison facilities through timely reporting to courts on pre-sentence, pre-trial, pre-bail and post-sentencing. During the period under review, the State Department decongested prison facilities by releasing 4,706 inmates.

## STATE DEPARTMENT FOR CORRECTIONAL SERVICES

### Annual Report and Financial Statements for the year ended June 30, 2025

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**Modernization of prisons facilities:** The project targets to modernize security infrastructure and equipment to enhance responsiveness and efficiency of prison services. This entails acquisition of modern assorted security equipment, maintenance of security equipment for prison and upgrading of prison telecommunication infrastructure. Further, to strengthen efficiency of security personnel 1500 motor vehicles for prisons and probation were to be acquired for the FY 2024/2025, this was not achieved due to lack of budgetary allocations.

**Security enterprises revenue generation:** The project targets to enhance efficiency in security enterprise operations and revenue generation by: transforming the prisons enterprises; mechanizing prisons farms; establishment of irrigation projects; acquisition of livestock; construction of farm stores; acquisition of assorted equipment; and construction of workshops/stores. During the period under review, the State Department did not achieve these targets due lack of budget allocations. However the Department generated 306,886,938 million.

**Police and prisons welfare:** The project targets to improve the welfare of prison officers and their families through the provision of life insurance cover for officers on duty; and provision of affordable housing mortgage for the officers. Insurance cover was provided for 127,280 prison officers, 12 prison officers enlisted in the affordable housing mortgage programme to enhance officer's welfare and morale.

**National police and Magereza hospitals:** The project targets to provide high standards of health that are responsive to the needs and well-being of security personnel by equipping and operationalizing the Magereza level four hospitals. During the 2024/2025FY, State Department recruited 116 additional medical personnel however, the health facility has not been operationalized due to lack of recurrent budget and support staff.



The Magereza Level IV Referral Hospital

### **Digitization of correctional services**

The project aims to support delivery of services through networking of all correctional institutions and acquisition of ICT equipment, development of Integrated Offender Records Management System (IRMS), installation of surveillance systems, expansion and upgrading of prison telecommunication infrastructure, and development of offender case management system. During the period under review, the state Department did not undertake any of the programmes under digitization of correctional services due to lack of budget allocation.

## **I. POLICY, INSTITUTIONAL AND LEGAL FRAMEWORKS**

### **i. Policy Reforms**

Developed the draft National Correctional Services Policy.

### **ii. Institutional Reforms**

Implemented security sector institutional reforms for Police, Prison and NYS.

**3. List of emerging issues related to the entity include,**

- (i) Emerging crimes including terrorism, extremism/radicalization and cybercrime require specialized containment thus increasing the challenge in offender management.
- (ii) Collaborating gang crimes that pose security challenges to containment and facilitation of justice.

**4. Key Risk Management Strategies**

The State department has adopted the following risk management strategies;

- (i) Create awareness to stakeholders
- (ii) Multiagency cooperation and collaboration
- (iii) Enforce government policy on the fight against corruption.
- (iv) Prioritizing activities with the biggest impact
- (v) Avoiding unnecessary costs
- (vi) Reduce costs incurred in overall programmes and projects implementation
- (vii) Transferring the cost to be incurred at cost centres through station-based budgeting
- (viii) Spreading the costs over a longer planning period

**6. Implementation challenges and recommended way forward.**

**Challenges**

- 1. The increasing inmates' population strained both human and infrastructural resources in penal institutions.
- 2. Budgetary constraints which hampered implementation of key rehabilitation programs for both custodial and non-custodial offenders and procurement of critical specialized materials for priority programmes.
- 3. Pending bills for both recurrent and development
- 4. Inadequate accommodation for both staff and inmates
- 5. Downward budget rationalization
- 6. Inadequate office accommodation

7. Inadequate legal frameworks.
8. Inadequate infrastructure
9. Inadequate motor vehicles for services delivery.
10. Inadequate supervision and rehabilitation programmes.
11. Limited resources to undertake comprehensive training for Officers to build competencies to address emerging demands in offender management.
12. Limited ICT infrastructure and related facilities to support service delivery.
13. Inadequate tools, equipment and machineries.
14. Lack of an integrated case management system within the criminal justice system.
15. Emerging security challenges such as terrorism, cybercrime, radicalization etc.
16. Inadequate training facilities
17. Inadequate staff.
18. Inadequate psychosocial support
19. Lack of modern security equipment.
20. Inadequate succession management plan

**How they were addressed**

- i. Embracing Public Private Partnership (PPP) in the implementation of policies, programmes and projects to complement Exchequer support.
- ii. Acquired new specialised security equipment to enhance the level of supervision, crime detection and enhance partnership with stakeholder in security sector. Enhance capacity building of staff to manage special category inmates
- iii. To combat emerging crimes, security agencies must be enabled through training on specialized skills.
- iv. There is need for a unified offender data and case management system.
- v. Leveraging on ICT for effective data management.

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- vi. A proposal for acquisition of more vehicles to facilitate the State Department to undertake its Core Mandate of facilitation of expeditious administration of justice presented to National Treasury.
- vii. Consideration for funding on additional mandates and assignments as required by Constitutional bodies and Acts of Parliament.



.....  
**DR. SALOME M. BEACCO, CBS**  
**PRINCIPAL SECRETARY / ACCOUNTING OFFICER**  
**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**

**7. Statement of Performance Against Predetermined Objectives for FY2024/25**

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key strategic objectives as per the strategic plan for the Financial Year 2024-2025 were to:

- i. To enhance leadership and coordinate correctional services;
- ii. To efficiently facilitate access to justice;
- iii. To supervise, rehabilitate and reintegrate offenders; and
- iv. To contain inmates in secure and humane conditions.

Expenditure in the Financial Year should be geared toward the realization of the aforementioned strategic objectives as captured in the Strategic plan for the period 2023 to 2027. Linked to these objectives are specific programmes outcomes and outputs and performance indicators. The implemented programmes have been tabulated against actual achievements in the format presented in the table below, on programme performance, to demonstrate the progress towards achievement of the predetermined objectives.

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Table : Programme performance

Program/ Project	Output	Output Indicator	Annual Target FY2024/25	Target FY2024/25	Achievement FY2024/25	Cumulative Achievement FY2024/25	Remarks
Rehabilitation and Reintegration of Offender	Offender supervision, psychosocial support, educational and technical training opportunity	No. of offenders supervised	85,150	21,287	59,753	297,779	Target achieved
		No. of offenders provided with psychosocial support	85,150	21,287	59,753	297,779	Target achieved
		No. of offenders trained	1,500	2,250	6,057	24,450	Target Achieved
Security and National Government Administration Officers (NGAOs) recruitment and trained	Prison officers recruited and trained	No. of Prison officers recruited and trained	3200	3000	3000	3000	Target achieved

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Program/ Project	Output	Output Indicator	Annual Target FY2024/25	Target FY2024/25	Achievement FY2024/25	Cumulative Achievement FY2024/25	Remarks
Development and expansion of prison infrastructure	Perimeter walls constructed in prisons	No. of prisons	10	2	0	0	Target not achieved due to budgetary constraints
	Watchtowers constructed	No. of watchtowers constructed	5	1	0	0	Target not achieved due to budgetary constraints
	Guardrooms constructed	No. of guardrooms constructed	13	3	0	0	Target not achieved due to budgetary constraints
Decongestion of prison facilities	Prison facilities decongested	No. Of offenders decongested	10,000	2,500	611	4,706	Target not achieved due to low referrals
Modernization of Police, Prison and NGA facilities	Security equipment for police and prisons maintained	% level of maintenance	100	25	0	0	Target not achieved due to budgetary constraints
	Prison telecommunicatio n infrastructure upgraded	% completion	30	10	0	0	Target not achieved due to no budgetary allocation

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Program/ Project	Output	Output Indicator	Annual Target FY2024/25	Target FY2024/25	Achieveme nt FY2024/25	Cumulative Achievement FY2024/25	Remarks
	Motor vehicles for the NGA officers, National Police Officers, Prisons and Probation acquired	No. of vehicles acquired	1500	427	0	0	Request for leased vehicles sent to the National Treasury pending approval.
Security Enterprises Revenue Generation	Revenue generated	Revenue generated (KSH.Million)	1000	250	11,092,998	306,886,938	Target not achieved due to inadequate funding
	Prisons farms mechanized	No. of prisons farms mechanized	1	1	0	0	Target not achieved due to no budgetary allocation
	Irrigation projects established	No. of irrigation projects	1	1	0	0	Target not achieved due to no budgetary allocation
	Livestock acquired	No. of livestock acquired	250	62	0	0	Target not achieved due to budgetary constraints

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Program/ Project	Output	Output Indicator	Annual Target FY2024/25	Target FY2024/25	Achievement FY2024/25	Cumulative Achievement FY2024/25	Remarks
	Farm stores constructed	No. of farm stores constructed	2	1	0	0	Target not achieved due to budget rationalization
	Assorted equipment acquired	No. of assorted equipment acquired	10	3	0	0	Target not achieved due to no budgetary allocation
	Workshops/stores and showrooms constructed	No. of workshops/stores and showrooms constructed	10	2	0	0	Target not achieved due to no budgetary allocation
Police and Prisons Welfare							
	Insurance cover for loss of life for officers on duty provided	No. of officers covered	111,469	27,867	30,674	127,280	Target achieved
	Affordable housing mortgage for 5000 security officers provided	No. of officers enlisted	1000	250	12	12	Target not achieved because the programme was voluntary

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

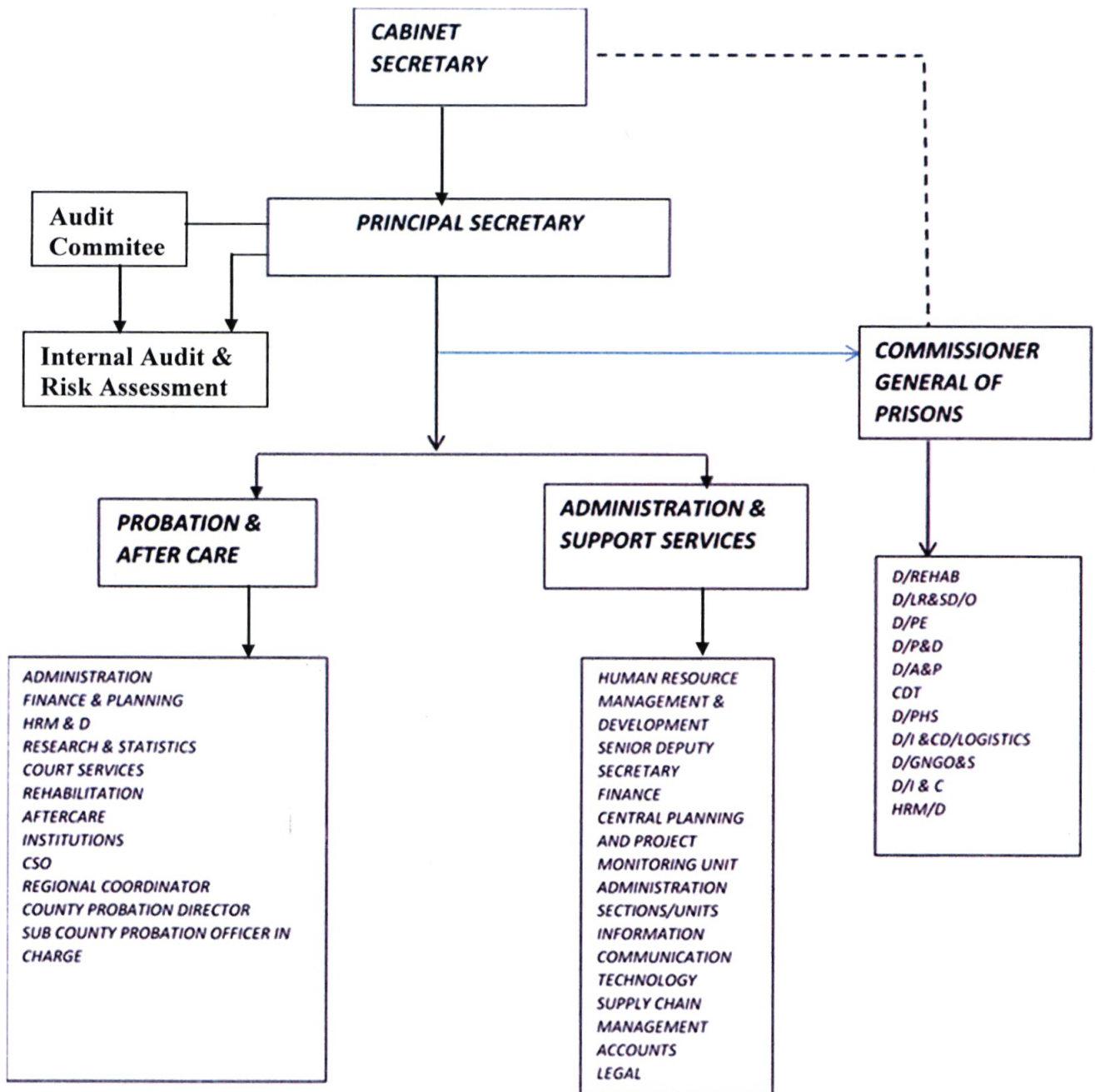
Program/ Project	Output	Output Indicator	Annual Target FY2024/25	Target FY2024/25	Achieveme nt FY2024/25	Cumulative Achievement FY2024/25	Remarks
National Police and Magereza Hospitals	Hospitals equipped and operationalized	% completion	100	25	5	80	Target not achieved due to budget rationalization
Digitization of Correctional services	Case Management system developed and operationalized Probation % development of Case Management system	% development of Case Management system	50	12.5	0	0	Target not achieved due to budget rationalization
	Prison Services... digitized/ Offender surveillance in place	% level of digitization	30	7	0	0	Target not achieved due to no budgetary allocation

**8. Governance Statement**

**1. key leadership structure**

The State Department for Correctional services is under the Ministry of Interior and National Administration which is headed by the Cabinet Secretary, the accounting officer for State department for correctional services is the Principal Secretary while the state department has three key department of probation and after care services, administrative and support services and Kenya Prison Services.

**Current Organization Structure Of The State Department For Correctional Service**



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**2. Public Finance Management Standing Committee**

The State Department established the committee on 20<sup>th</sup> July 2023 Pursuant to Regulations 18 (1) of the Finance Regulations of 2015. The committee is responsible for coordinating Management of Public Finance for the State Department.

**Public Finance Management Standing Committee members;**

No.	Designation	Name	Position
1.	Accounting Officer	Dr. Salome M. Beacco, CBS	Chairperson
2.	Commissioner General of Prisons	Mr. Patrick M. Aranduh, CBS	Member
3.	Secretary, Probation and After Care	Christine A. Obondi (Mrs), PhD, OGW	Member
4.	Secretary Administration	Sammy Muthai	Member
5.	Director, HRM&D	Susan Wangari	Member
6.	Senior Chief Finance Officer	Robinson Otundo	Secretary
7.	Director, Central Planning Unit	Nicholas K. Thairu	Member
8.	Head, Supply Chain Management	Nathan Mwiti	Member
9.	Head of Accounting Unit	Simon K. Kiriiba	Member

The standing committee is responsible for the following:

- a) Ensuring that there is prioritization on resources allocated to the State Department,
- b) Regularly reviewing, prioritization, monitoring budget implementation and review on the State Department's capital expenditures on a quarterly basis,
- c) Identify risks and implementation of appropriate measures to manage such risks,
- d) Reviewing on a regular basis the adequacy and integrity of the State Department's internal controls and compliance with applicable laws, regulations, rules and guidelines,
- e) Establishing and implementing a system that provides necessary information to stakeholders,
- f) Maintaining the effectiveness of the corporate governance practices,
- g) Monitoring timely resolutions of the auditor issues and
- h) Any other matter referred to it from time to time by the responsible Cabinet Secretary.

### **3. Budget Implementation Committee**

The State Department has established a Budget Implementation Committee (BIC) and Project Implementation Committee (PIC) as per Treasury circular no. 08/2015 dated 10th June, 2015 and Nation Treasury circular no. 14/2016 dated 13th July, 2016 respectively.

The BIC is mandated to oversee the budget implementation process and advise the Accounting Officer on the performance of the entire budget during the implementation phase and to oversee production of performance reports. The Terms of Reference for BIC is as below;

1. To review and consider the cash flow plans which involves regular review of the ministerial cash plan and approval of any changes to the initial cash flow plan and advice the National Treasury appropriately to enable processing of the State Department's exchequer.
2. To review the utilization of cash limits and consider any changes as may be required.
3. To advise the accounting officer on any challenges related to the budget implementation.
4. To review and recommend re-allocation of expenditure items.
5. To review and approve the submission of expenditures returns, IPPD, pending bills and AIA returns and recommend actions to be taken.
6. To participate in Sector Working Group.
7. To prepare the budget for the State Department in consultations with the implementing agents.

The membership of the BIC is constituted of;

- i. Accounting officer– Chairperson
- ii. Head of Planning - Secretary
- iii. Head of Finance - Member
- iv. Head of Administration
- v. A maximum of six representatives from technical department.

The BIC's Terms of Reference include;

1. Prioritization of projects based on the MDAs Strategic Plan, Medium Term Plan of the Vision 2030, and the Big Four Agenda namely Food & Nutrition Security, Universal Health Coverage, Manufacturing and Affordable Housing,
2. Assessment of the viability and sustainability of new projects,
3. Approval of projects to be implemented based on established criteria,
4. Identification of the potential projects 'risks and mitigating measures,
5. Providing guidance on any changes in the project's design during implementation and
6. Monitoring and evaluating the achievement of programmes/projects outputs and outcomes.

### **4. Parliamentary Budget Committee**

The State Department followed the guidelines and circulars issued by the National Treasury in the preparation of the Financial Year 2024/25 Budget under the guidance of the Accounting Officer. The committee was mandated to respond to matters raised by Parliamentary Account Committee in relation to budgetary allocations and appropriations.

The members of state department for correctional services who were mandated by the accounting officer to prepare responses to the parliamentary account committee briefs included,

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1. The Commissioner General Prisons
2. Director probation and After Care Services
3. Director Administration
4. Head Planning Unit
5. Head of Accounting Unit
6. Head Finance Unit
7. Head Supply Chain Management
8. Head Legal Unit.

The State Department's 2024/2025 budget was discussed by the National assembly, and gazetted on 8th July, 2024.

The State Department appeared at the National Assembly on 8<sup>th</sup> April, 2025 for the examination of the 2022/2023 Auditor General's report.

## **5. Audit Committee**

### **1.0 Mandate and establishment of Audit Committee**

Section 73(5) of the Public Finance Management Act, 2012 provides that every national government public entity shall establish an audit committee whose composition and functions shall be as prescribed by the regulations.

#### **Audit Committee members;**

<b>S/No.</b>	<b>Name</b>	<b>Position</b>
1.	Prof. Daniel K. Tarus	Chairperson
2.	Dr. James Mwangi	Member
3.	Ms. Sabina W. Maghanga	Member
5.	Mr. Kodeck Makori	Member
6.	Mr. John O. Matagaro	The National Treasury Representative
7.	Mr. James Muigai	Secretary

### **1.1 The purpose of the Audit Committee is stipulated in the PFM Regulation 175 as follows;**

- 
- a) Support the Accounting Officer with regard to their responsibility on issues of risk control and governance and associated assurance but the responsibility over the management of risk control and governance processes remains with the management of Ministry.
  - b) Follow up on the implementation of the recommendations of internal and external auditors.

#### **The Responsibility of the Audit Committee**

The duties and responsibilities Audit Committee include the following;

##### **(i) Financial and Management Reporting**

Review the adequacy, reliability and accuracy of the financial information provided by management

and other providers of such information and make recommendations for improvements as required.

**(ii) Risk Management**

The SDCS Risk Management Framework provides that the Audit Committee is responsible for the oversight of the risk management function and for its effectiveness. While Internal Audit will provide independent assurance on the effectiveness of risk management in the state department, risk management is to be carried out by management.

**(iii) Systems of Accounting and Internal Controls**

Internal control is the process that provides reasonable assurance that the State department will be able to achieve its objectives in effectiveness and efficiency of operations, in reliability of financial reporting and in complying with applicable laws and regulations.

**(iv) Compliance with Laws, Regulations, Ethics and Good Governance**

The Audit Committee shall review the procedures put in place to ensure compliance with pertinent laws and regulations. It shall also evaluate the effectiveness of controls aimed at preventing or detecting conflicts of interest and fraud.

### **11. Statement of Management Responsibilities**

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer for a National Government MDA shall prepare financial statements in respect of that MDA. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of State Department for Correctional Services is responsible for the preparation and presentation of the MDA's financial statements, which give a true and fair view of the state of affairs of the MDA for and as at the end of the financial year ended on June 30, 2025. 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 MDA, (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 MDA; (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of State Department for Correctional Services accepts responsibility for the MDA's financial statements, which have been prepared on the Accrual 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 MDA's financial statements give a true and fair view of the state of MDA's transactions during the financial year ended June 30, 2025, and of the MDA's financial position as at that date. The Accounting Officer further confirms the completeness of the accounting records maintained for the MDA, which have been relied upon in the preparation of the MDA's financial statements as well as the adequacy of the system of internal controls.

The Accounting Officer in charge of State Department for Correctional Services confirms that the MDA has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the MDA's funds received during the year under audit were used

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

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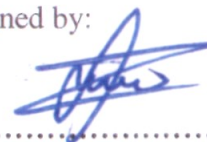
for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the MDA's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The *MDA*'s financial statements were approved on 29<sup>th</sup> August 2025 and signed by:



.....  
**Name: Dr. Salome M. Beacco, CBS**  
**Principal Secretary**



.....  
**Name: Simon K. Kiriiba**  
**Head of Accounting Unit**  
**ICPAK M/No 5432**

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

**9. Management Discussion and Analysis**

Financial performance of State Department for Correctional Services for the last three years

**APPROVED BUDGET V/S ACTUAL PAYMENTS**

	<b>2024-2025</b>	<b>2023-2024</b>	<b>2022-2023</b>
<b>APPROVED BUDGET</b>	36,161,996,613	35,247,193,564	32,071,515,667
<b>ACTUAL PAYMENT</b>	36,143,899,979	32,933,534,060	31,444,240,922
<b>VARIANCE</b>	<b>18,096,634</b>	<b>2,313,659,504</b>	<b>627,274,745</b>
<b>ACTUAL AS % OF BUDGET</b>	<b>99.95%</b>	<b>93%</b>	<b>98%</b>

From the above table the State department has continued to get more budget from Kshs. 32,071,515,667 in F/Y 2022-2023 to Kshs 36,161,996,613 in the F/Y 2024-2025.

The budget performance of 100% has been hampered by lack of all exchequer from the National Treasury resulting to a performance of 98% in 2022-2023,93% in the F/Y 2023-2024 and 100% in 2024-2025.these affects the operations of the subsequent years as they result in pending bills.

**(b). key projects budgeted in FY 2024/2025 and ongoing indicating source of funds and project status**

<b>Ref</b>	<b>Project Name</b>	<b>Principal activity of the project</b>	<b>Accounting Officer</b>	<b>Project consolidated in FS (yes/no)</b>	<b>Actual Expenditure</b>
1.	Construction of Probation Hostels	Administration	Dr. Salome M. Beacco, CBS	Yes	40,000,000
2.	Construction of Probation Office blocks	Security	Dr. Salome M. Beacco, CBS	Yes	5,100,000
3.	Emergency Flood Mitigation for Prisons	Security	Dr. Salome M. Beacco, CBS	Yes	64,900,000
<b>TOTAL DEVELOPMENT</b>					<b>110,000,000</b>

**10. Environmental and Sustainability Reporting**

The State Department for Correctional Services exists to transform lives. This is our purpose; the driving force behind everything we do by putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence.

**a) Sustainability strategy and profile**

The State department through its role of transforming lives has been in the forefront campaigning and championing matters on environmental conservation.

**b) Environmental performance /climate change/ mitigation of natural disasters**

The State department has always been in the forefront advocating for reservation of Natural resources as well as collaborating with lead agencies in enforcing laws that preserve the environment. Further, when constructing Prisons across the country NEMA certification is usually sort.

**c) Employee welfare**

The State Department has taken into consideration the 3rd rule on gender ratio when hiring and promoting officers. Further, succession management has been effected for sustainability of service delivery throughout the year. The organisation has also complied with Occupational Safety and Health Act of 2007, (OSHA).

**d) Operational practices**

**i. Responsible Supply chain and supplier relations**

The State department advertise for all its procurement opportunities for all interested parties to participate. Further, tender opening is done in presence of all and evaluation is done as per laid down procedures and unsuccessful bidders are informed accordingly.

**e) Community Engagements-**

The State department has promoted sporting activities especially through the various prisons team who have engaged the community in tournaments. Further as depicted in the achievements' section, the Department has trained serving officers across all cadres especially on career promotional courses. Going forward, the State department will seek to organise more events in line with Corporate-Social Responsibility (CSR).

# REPUBLIC OF KENYA

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NAIROBI

## **REPORT OF THE AUDITOR-GENERAL ON STATE DEPARTMENT FOR CORRECTIONAL SERVICES FOR THE YEAR ENDED 30 JUNE, 2025**

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### **PREAMBLE**

I draw your attention to the contents of my report which is in three parts:

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An Unmodified Opinion is issued when the Auditor-General concludes that the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Opinion**

I have audited the accompanying transitional IPSAS financial statements of State Department for Correctional Services set out on pages 1 to 43 which comprise of the statement of financial position as at 30 June, 2025, 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. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the transitional IPSAS financial statements present fairly, in all material respects, the financial position of the State Department for Correctional Services as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards Accrual Basis (including the transitional provisions permitted under IPSAS 33) and comply with the Public Finance Management Act, 2012 and The National Treasury and Economic Planning Circular No.3 of 14 April, 2025.

### **Basis for Opinion**

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the State Department for Correctional Services Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Emphasis of Matter**

#### **Long Outstanding Trade Payables**

The statement of financial position reflects Kshs.947,834,761 in respect of trade and other payables which as disclosed in Note 15 to the financial statements related to amounts due to suppliers, service providers, and other third-party obligations. The payables were not settled during the year under review but were instead carried forward to the financial year 2025/2026.

Failure to settle the payables during the year in which they relate adversely affects the budgetary provisions for the subsequent year as they form a first charge.

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

## Other Matter

### 1. Unresolved Prior Year Matters

In the prior years' audit reports, eleven (11) issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the State Department in 2024/2025 revealed that the following eleven (11) issues remained unresolved:

No.	Financial Year	Audit Issue
1.	2023-2024	Non-compliance with one-third of basic salary rule
2.	2023-2024	Pending accounts payable
3.	2023-2024	Irregular leasing of a residential house
4.	2023-2024	Unbudgeted expenditure at the prison staff training college
5.	2023-2024	Poor maintenance of buildings and civil works
6.	2023-2024	Collapsed perimeter wall at Shimo la Tewa maximum prison
7.	2023-2024	Stalled construction projects in various correctional facilities
8.	2023-2024	Encroachment of prison land
9.	2023-2024	Enhancement of governance systems for security related expenditures
10.	2023-2024	Weak controls in management and recording of firewood
11.	2023-2024	Weak controls in management of medical drugs

### Other Information

The Management is responsible for the Other Information set out on page iii to xxxviii which comprise of Key MDA Information and Management, Profile of the Cabinet Secretary, Profile of the Accounting Officer and Key Management, Statement by the Cabinet Secretary, Statement by the Accounting Officer, Statement of Performance Against Predetermined Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the State Department for Correctional Services financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My Opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **1. Non-Compliance with One-Third of Basic Salary Rule**

During the year under review, three thousand two hundred eighty-one (3,281) employees received a net salary less than one-third (1/3) of their basic salary. This was contrary to Section 19 (3) of the Employment Act, 2007 which requires the total amount of all deductions that may be made by an employer from the wages of his employee at any one time not to exceed two-thirds of such wages or salaries.

In the circumstances, Management was in breach of the law.

#### **2. Encroachment of Prison Land**

As previously reported, several parcels of land in various correctional facilities had been occupied by illegal occupants. Verification of the status of the land in the month of August, 2025 revealed additional encroachments as detailed below;

##### **2.1. Malindi GK Prison**

The prison land is not surveyed and the two parcels of land have not been consolidated. Further, one block of approximately 262 acres is currently occupied by unknown number of illegal occupants. In addition, the boundary of the prison land is not marked and no perimeter fence had been erected ever since the prison was established.

##### **2.2. Narok Main Prison**

The Prison lost 12 acres of land to illegal occupants who have since erected permanent and semi-permanent buildings for either commercial or residential purposes. There has been long-standing dispute concerning the size(acreage) and boundaries of Narok Prison land. Records revealed that Narok County Council alienated 16.1881 acres of the Prison land and allocated the plots to private developers.

### **2.3. Kabarnet Prison**

The land is currently encroached by illegal occupants and fourteen (14) plots were hived from the original acreage which remain undeveloped. Through a letter dated 13 September, 2019 to the Officer in Charge, Kabarnet Prison, the National Land Commission indicated that it was in the process of revoking the illegal titles. However, no evidence was provided to show that the title deeds were finally revoked and the land returned to Kabarnet GK Prison.

### **2.4. Nakuru GK Prison**

The land has been adversely affected by illegal grabbing, encroachment and part of it has been hived off by private developers and government institutions including a church. Initial acreage was 628 out of which 170 acres have been hived off or disputed in court. However, in an attempt to safeguard and/or repossess the illegally/irregularly alienated Prison land, the ownership of these parcels of land has been challenged before the Lands and Environment Division court in Nakuru.

### **2.5. Kitale GK Prison**

Approximately 2,321.09 acres of the land is currently occupied by unknown number of persons who acquired the disputed portions through illegal means. Some of the people who claim ownership of this land were allocated several parcels whose ownership has been a subject of litigation between the Government and the allottees with several cases pending in Court.

Further, a petitioner had filed a case in Environment and Land Court in Kitale sometimes in 2015 seeking certain orders of the Court. Among the orders sought was that the continued occupation of the land by the Prisons Department was a breach of the petitioner's grandfather's fundamental rights and that the Prison Department should compensate him for the period the land was in use by the Prison Department. The stay of the judgement was granted for a period of 6 months from the 9 July, 2025 in view of the order granting the holders of title deeds an opportunity to engage the petitioner to regularize or discuss the modalities of regularising their status on the suit parcels of land and the petitioner ordered that he was at liberty to issue an eviction order to all the occupants on the parcels of land within 6 months from the date thereof.

In the circumstances, the ownership and security of the land could not be confirmed.

## **3. Poor Maintenance of Buildings and Infrastructure**

As previously reported, various correctional facilities remained in deplorable conditions. Verification conducted in the months of July and August, 2025 in various correctional facilities revealed poor maintenance of various correctional facilities as detailed in **Appendix I**. This was contrary to Section 6(1) of Occupational Safety and Health Act, 2007 which provides that every occupier shall ensure the safety, health and welfare at work of all persons working in his workplace.

In the circumstances, Management is in breach of the law and service delivery in the correctional facilities' may be impaired due to poor status of the buildings and infrastructure.

#### **4. Stalled Projects**

Physical verification carried out in the months of July and August, 2025 in various correctional facilities revealed stalled projects in seventeen (17) correctional facilities as detailed in **Appendix II**.

In the circumstances, the value for money for the expenditure incurred on the stalled projects could not be confirmed.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 financial statements comply 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, based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

#### **Basis for Conclusion**

##### **Grounded and Unserviceable Motor Vehicles**

Physical verification carried out in the months of July and August, 2025 revealed a total of twenty-seven (27) motor vehicles grounded at Prisons Central Workshop and earmarked for disposal. The Ministry of Roads and Transport carried out a mechanical motor vehicle inspection on the twenty-seven (27) motor vehicles and recommended for their disposal due to their poor mechanical condition and high fuel consumption. Further, an additional fourteen (14) motor vehicles under the custody of various prison stations were unserviceable. Management did not indicate measures put in place to dispose or derecognize the assets to avoid any further deterioration.

In the circumstances, the effectiveness of controls related to asset management could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective

processes and systems of internal controls, risk management and overall 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 the Management and those Charged with Governance**

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 maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the State Department's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply 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 State Department's financial reporting process, reviewing the effectiveness of how Management 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**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

18 December, 2025

## Appendix 1

### Poor Maintenance of Buildings and Infrastructure

No.	Station	Observations
1.	Nanyuki Main Prison	<p>(i) The capital wards have no ceiling which is a security threat. Ordinary ward and ward six need plastering overhaul and all wards need flooring and toilets repairs.</p> <p>(ii) The staff houses need ceiling, floor repair and repainting.</p> <p>(iii) The inmates' kitchen is in need of roofing overhaul.</p> <p>(iv) Roofing of capital mixed block needs to be renovated to enhance security and perimeter fence wall for the main prison, expanded women prison and watch towers.</p> <p>(v) Staff Houses have asbestos roofing.</p>
2.	Meru Main Prison	<p>(i) Ten (10) wards require new roof, timber works and iron sheets. Ward 1 to 15 require flooring. Four unfinished wards require plastering and flooring. Five wards require toilet basin replacements. 90 staff houses need refurbishment.</p> <p>(ii) The guard room, dispensary and welfare office require new roofing and repainting. The current administration block, documentation office, special store (armory), general office, OIC office and Deputy OIC office require new roofing and repainting.</p> <p>(iii) The institution requires a modern kitchen equipped with a ration store, modern Jikos, cooks ward and firewood place.</p>
3.	Nairobi Medium Prison	<p>(i) Inadequate office accommodation for the staff with only three (3) office rooms utilized by the Officer in Charge, general office and accounts office.</p> <p>(ii) Prisoners' wards floors are dilapidated with rough floors, potholes, dirty marks on the walls with some sections of the roof leaking when it rains.</p> <p>(iii) No generator backup to be utilized in case of prolonged power blackout and no CCTV cameras are installed to monitor activities within the prison.</p> <p>(iv) Kitchen used to prepare meals for the inmates is in a dilapidated state with poor drainage system and dirty water. The floor has potholes which makes it impossible to clean thoroughly and this might expose inmates to health hazards and outbreak of diseases.</p>
4.	Nairobi West Prison	<p>(i) Main store for food and ration is a temporary old iron sheets structure in a dilapidated condition. Store is raised with poles one and half meters (11/2) from the</p>

		<p>ground and timber fixed forming the base for placing the various food items. It was noted due to wide timber spacing the rats and rodents were entering in the store and the food items could be seen lying under the store base leading to wastage.</p> <p>(ii) The food items are subject to wetness during rainy season and the strength of the poles is doubtful in case the store is packed to full capacity. The store is not well ventilated for the air to flow since all sides are covered with iron sheets. The roof of the store leaks water since the iron sheets are very old and some parts covered with bodex to avoid water pouring on food items which can lead to deterioration.</p> <p>(iii) Some offices are housed in the temporary iron sheets structure due to lack of adequate office space and lack of funding to construct the modern office and store.</p> <p>(iv) Breakdown of Grundfos pump CR 32-2 4KW on 11 September, 2023 which is the only pump that the institution has been relying on for pumping water to the staff quarter and prison for inmates use.</p> <p>(v) Inmate Wards require replacement of iron sheets, floor repair and painting.</p> <p>(vi) Administration block is made of stabilized soil block unit which is now dilapidated.</p> <p>(vii) 96 staff housing units require painting, guttering and re-roofing of some of the roofs and around 350 temporary mabati structures are in poor condition.</p> <p>(viii) Kitchen requires re-roofing, painting and flooring.</p>
5.	Mwingi Main Prison	<p>(i) Ceiling of the Administration block was worn out due to multiple roof leakages.</p> <p>(ii) Staff houses were unfinished and lacked proper wiring and water piping installed in to units and around the staff line and boilers in the kitchen were worn out.</p> <p>(iii) The station is in need of a modern kitchen and ration store and health facility quoted at a cost of Kshs.6,973,319 and Kshs.11,696,388 as per Bills of Quantities done in August 2020.</p> <p>(iv) There is no perimeter fence and modern watch towers which is a security risk to the prison.</p>
6.	Nanyuki Women Prison	<p>(i) Inmate wards were congested due to the increasing number of inmates and the station lacked separate children ward and daycare.</p> <p>(ii) Current store housed food items and other inventory items and was very congested.</p>

		(iii) Administration Block Office, Duty Office, Store and Welfare Office have asbestos roofing.
7.	Langata Women Prison	<ul style="list-style-type: none"> <li>(i) Three (3) blocks of 120 staff housing units exhibit structural weakness due to water seepage on the structures. Raila estate 100 units require overhaul repairs.</li> <li>(ii) Matopeni estate of Lang'ata Women Prison with a population of 100 houses is being supplied by a single drop cable which is overloaded.</li> <li>(iii) Inmate wards require flooring, ceiling, door fixing, roofing and painting.</li> <li>(iv) Administration block requires paint works, flooring, roof replacement, electrical and plumbing works.</li> </ul>
8.	Nairobi Remand Prison	<ul style="list-style-type: none"> <li>(i) 45 cells in Capital block and 7 wards in A &amp; B block leaks during heavy rains with rain water seeping through to the floor of the Prison wards due to the state of the roofing sheets and 3 blocks J, K and L guard rail require repair.</li> <li>(ii) Administration block requires overhaul replacement of ceiling and the roof requires repair.</li> <li>(iii) The 168 units of the staff quarters are in need of maintenance and 615 mabati houses require upgrading from shanties to decent units.</li> <li>(iv) The kitchen roof and the smoke chimney are leaking. The kitchen needs flooring and 2 cooking Jikos with worn out metal sheets need to be replaced with modern energy saving Jikos.</li> <li>(v) The sewerage system at the command is overloaded and keeps on stalling especially during the rainy season.</li> <li>(vi) Prison has seven (7) CCTV cameras in place to monitor activities and movement within the Prison which leave other critical areas not monitored.</li> </ul>
9.	Nyeri Maximum Security Prison	<ul style="list-style-type: none"> <li>(i) Inmate wards require repainting, concrete and iron sheets.</li> <li>(ii) Administration block requires ceiling repair and repainting.</li> <li>(iii) Kitchen requires re-roofing, painting and flooring and four Jikos require replacement.</li> <li>(iv) Four (4) high Grade houses require painting and one requires roof replacement.</li> <li>(v) Seven (7) Medium grade houses need roof repair and six (6) need ceiling repairs. All medium grade and low-grade houses require repainting. 206 low grade houses need ceiling boards and 150 need roof repairs.</li> </ul>

		<p>(vi) 159 temporary houses are built of iron sheets and there is need to upgrade to modern units. 32 houses are inhabitable because they are incomplete.</p> <p>(vii) Lack of CCTV at Nyeri Maximum Security Prison</p> <p>(viii) Prison station lacks CCTV cameras despite recommendations by the County Security Intelligence Committee (CSIC). The Bills of Quantities for the installation of CCTV, dated February 2024 from the County Government Department of Transport, Public Works, Infrastructure and Energy cost the works at Kshs.10,725,500.</p> <p>(ix) Lack of a Second Perimeter Wall and adequate modern Watch towers at Nyeri Maximum Security Prison</p>
10.	Nyeri Medium Prison	<p>(i) The facility lacks modern watch towers and a dispensary for the inmates.</p> <p>(ii) Inadequate stores including staff uniforms and inmates' beddings.</p> <p>(iii) Inadequate houses for officers; out of the prison staff strength of 146, only 64 officers reside within the compound.</p> <p>(iv) The prisoners' multi-purpose hall needs renovation and the prison kitchen is small and insufficient to cater for the current 332 inmates as of 30 July, 2025.</p>
11.	Meru Women Prison	<p>(i) The inmates' wards are congested and the prison requires a one Storey ward to ease congestion and improve security.</p> <p>(ii) All the five wards require repairs in roofing, floor, wall painting and toilets.</p> <p>(iii) The 2<sup>nd</sup> floor of the administration block is unfinished for office structures. The facility needs three staff toilets inside the prison industry and a modern prison industry.</p> <p>(iv) Unfinished 10 rooms unit for staff houses which need to be completed. All senior staff houses require roof repair, painting and ceiling.</p> <p>(v) The temporary kitchen needs to be modernized for the inmates and children with spacious ration stores.</p>
12.	Uruku Prison	<p>(i) Four (4) inmates wards require repair in ceiling, floor and toilets.</p> <p>(ii) The kitchen roof is leaking and require overhaul repair.</p> <p>(iii) The septic tank at the facility needs major repair and expansion due to increase in prisoners and remands population.</p> <p>(iv) The prison is need of remand blocks as currently the remands are congested in one block.</p>

		<p>(v) The prison is need of modern staff houses as currently the staff live in old timber structures.</p> <p>(vi) The administration block that was funded through an OIC initiative is yet to be put to use due to lack of furniture.</p>
13.	Embu Main Prison	(i) Lack of a perimeter fence; the prison currently has a live fence safeguarding prisoners which is a security risk.
14.	Embu Women Prison	<p>(ii) Station in need of a guard room and gate lodge. The previous iron sheets' structure was demolished.</p> <p>(iii) The kitchen has leaking roofs and chimney.</p> <p>(iv) Inmates' wards need floor repair, painting, sock pit and septic tanks.</p>
15.	Kitui Main Prison	<p>(i) Lack of a perimeter wall along Kibwezi road.</p> <p>(ii) Inmates' wards need floor repair, ceiling, roof and door repairs.</p> <p>(iii) 58 staff housing units need a floor, doors, windows and roof overhaul. 17 units were condemned and deemed not fit for human dwelling but are still occupied by the prison staff.</p> <p>(iv) Prisoners' kitchen needs an overhaul of the waste drainage system and requires tiles, painting, floor repair, roof repair and water installation.</p>
16.	Kitui Women Prison	<p>(i) The inmates' kitchen has leaking roof and chimney.</p> <p>(ii) There are no wards for mothering inmates and there is no daycare for babies.</p> <p>(iii) The prisoners' wards need roof renovation.</p>
17.	Manyani Prison	<p>(i) There is need for electric fencing of the facility to keep off the wild animals.</p> <p>(ii) Three (3) inmate blocks with wards, the main prison Administration Block and three (3) staff houses at the staff line have asbestos roofing.</p>
18.	Voi Remand Prison	<p>(i)The prisoners' wards need repainting, roofing and ceiling repair.</p> <p>(ii) The kitchen has leaking roofs and need modern Jikos, floor renovation and chimney replacement.</p> <p>(iii) The sewage system is not in good condition and the septic tanks are not connected to the sewer system since there is none in Voi.</p> <p>(iv) 21 staff house units require plastering and 4 units need roofing.</p> <p>(v) Four (4) Units of staff houses have asbestos roofing.</p>
19.	Kwale Main Prison	<p>(i) There is no barrier and fence.</p> <p>(ii) The ceiling of the administration block needs to be replaced due to leaking roof.</p>

		<ul style="list-style-type: none"> <li>(iii) The inmates' wards are over congested. Ceiling needs to be replaced due to leaking roof and the water closet in the wards need to be replaced.</li> <li>(iv) Six (6) blocks of staff houses need replacement of iron sheets and the semi-permanent staff houses need iron sheets replacements.</li> <li>(v) The inmates' kitchen needs grill replacement, ceiling and water closet need to be replaced.</li> </ul>
20.	Kwale Women Prison	<ul style="list-style-type: none"> <li>(i) The prison has only two renovated wards, therefore it is difficult to categorize the inmates because the convicted prisoners have a small ward, while the ordinary remands and capital remands are sharing the same wards and the roof is leaking.</li> <li>(ii) The prison needs a modern kitchen with modern Jikos.</li> <li>(iii) The administration block needs reroofing and there is need of a ladies guardroom; the current one is made of old iron sheets which are leaking.</li> <li>(iv) Perimeter fence of the prison is made up of old used iron sheets.</li> </ul>
21.	Kaloleni Prison	<ul style="list-style-type: none"> <li>(i) Lack of a Perimeter Wall and Modern Watch towers at the Prison.</li> <li>(ii) Ward A is inhabitable due to sunken leaking roof. The inmates' wards are leaking and are in need of ceiling, flooring and the drainage chambers have worn out.</li> <li>(iii) The administration block ceiling is leaking and the drainage system needs connectivity to the main sewer.</li> <li>(iv) Thirteen (13) staff houses need repair of roofing, flooring, repainting and rendering. 61 staff units have been condemned due to their structural integrity yet they are still occupied.</li> <li>(v) The inmate kitchen requires a smoke chimney, flooring, doors and windows replacements.</li> </ul>
22.	Kilifi Prison	<ul style="list-style-type: none"> <li>(i) Lack of Sewerage Connectivity/ Septic Tank-letter of notification of award for proposed construction of a septic tank was awarded to a contractor on 6 July, 2024 at a contract sum of Kshs.8,714,800. However, the project was not funded.</li> <li>(ii) The prison cells/ wards need ceiling and proper roofing.</li> <li>(iii) The toilets need modern repair with grill doors and windows.</li> <li>(iv) All 46 staff house units need roofing and ceiling and two (2) condemned units by the housing department are still occupied.</li> <li>(v) The kitchen needs overhaul of the roofing and floor.</li> <li>(vi) The jiko stands are worn out and need to be renovated.</li> </ul>

		(vii) Eight (8) staff units, Prisoners' wards - Mixed block A, B & C, Gate lounge and Main gate guard lounge have asbestos roofing.
23.	Malindi Main Prison/Malindi Women Prison	<p>(i) The station is in need of a modern septic tank since the current septic tank overflows and discharges raw sewage onto prison land near civilian residential area. Contract was awarded on 5 July, 2024 for the construction of a modern septic tank at a contract sum of Kshs.9,765,005 but no works have started.</p> <p>(ii) The prison is in need of a wall that separates the administration block and the prison compound.</p> <p>(iii) The prison cells/ wards roofs need urgent repairs due to leaking iron sheets, and worn-out timber attached to the roof.</p> <p>(iv) The administration block needs roof repair which is leaking. The documentation room, prisoners' property and duty office need flooring, ceiling and roofing due to leakages.</p> <p>(v) The kitchen is relatively small; leaks during rainy season and the current Jikos are collapsing.</p> <p>(vi) Staff houses are leaking and need roof repair, ceiling, flooring and repainting.</p> <p>(vii) Six (6) staff houses and two (2) inmates wards have asbestos roofing.</p> <p>(viii) Malindi Women Prison kitchen needs smoke chimney replacement and the inmates' property store roof is leaking.</p> <p>(ix) Mixed block and Guard room at Malindi Women Prison have asbestos roofing.</p>

## Appendix II

### Stalled Projects

	Facility	Observations
1.	Nanyuki Main Prison	Stalled Dispensary at the Prison Farms. Project was funded up to Kshs.2,169,937 but never completed and currently stalled at superstructure level.
2.	Meru Main Prison	<p>(i) The construction of the Prisoners Accommodation Wards and Administration started on 27 October, 2010. The project status was at 45% and the total estimated cost was Kshs.17,000.000. One floor of the shell of the structure has been converted to a store storing inmates' items and another incomplete floor has been converted to a food store.</p> <p>(ii) The project for a storeyed (60 Units) Staff Houses was started on 5 August, 2011 and stalled shortly after at 20% on the slab of the 1<sup>st</sup> floor. The project stalled due to lack of funding. Later on, the County Public Works department reviewed the project and discontinued the construction due to the topography of the land where the project had initially been planned.</p>
3.	Nairobi Remand Prison	<ul style="list-style-type: none"> <li>Stalled Bio-Digester at which commenced on January 24, 2013. The contract was awarded at a contract sum of Kshs.7,681,462. No progress had been made since May, 2013.</li> </ul>
4.	Nyeri Medium Prison	<ul style="list-style-type: none"> <li>Stalled Gate Lodge, Armory and Duty Office at 70% to completion. Project was started in the financial year 2012/2013 and was valued at Kshs.3,131,910. Kshs.2,750,000 has been spent on the project.</li> <li>Stalled coffee reticulation irrigation project started on 2014/2015 financial year and was previously valued at Kshs.15,000,000. Only Kshs.1,000,000 was disbursed for construction of water towers and purchase of four (4) water tanks each holding 10,000 liters.</li> </ul>
5.	Meru Women Prison	<ul style="list-style-type: none"> <li>Stalled Storeyed Prisoners Accommodation Wards and Administration block which stalled at first floor. A bill of quantity dated 23 September, 2024 showed that the building requires Kshs.3,978,750 for completion.</li> </ul>

		<ul style="list-style-type: none"> <li>• Stalled perimeter Wall.</li> </ul>
6.	Uruku Prison	<ul style="list-style-type: none"> <li>• Stalled Tea Buying Centre which started in 2014 and stalled at 70%.</li> <li>• Stalled Construction of Kitchen and Ration Store which stalled at 10%.</li> <li>• Stalled Prisoners Visitors Waiting Bay which stalled at 80%.</li> <li>• Stalled Catholic Chapel which stalled at 60%.</li> </ul>
7.	Embu Main Prison	<ul style="list-style-type: none"> <li>• Stalled Mixed Block at 82% to completion and currently occupied by inmates in the unfinished state.</li> <li>• Stalled SDA Church at 90% to completion.</li> <li>• Stalled Prisoners Kitchen at 80% to completion.</li> </ul>
8.	Embu Women Prison	<ul style="list-style-type: none"> <li>• Stalled administration block at 80% to completion. Kshs.7,239,400 has been spent on the project and requires Kshs.1,772,782 for completion</li> <li>• Biogas Plant stalled at 68.5% to completion. Kshs.3,200,000 has been spent on the project and requires Kshs.1,470,000 up to production level.</li> <li>• Stalled Prisoners Kitchen at 42.2% and currently needs an amount of Kshs.2,624,680 for completion. Kshs.1,754,610 has been spent on the project.</li> </ul>
9.	Manyani Maximum Prison	<ul style="list-style-type: none"> <li>• Stalled Inmates Social Hall at Manyani 'B'.</li> <li>• Stalled Perimeter Wall which started in 2021/2022 financial year at a contract price of Kshs.9,219,960. The contractor was paid Kshs.5,367,908.80 but was issued a default notice on August 13, 2025 by the county works officer due to failure to maintain adequate labor on site and regular progress of works and other subsequent verbal instructions to execute work diligently.</li> <li>• Stalled 22 Classrooms in which the completion of the project was costed at Kshs.12,971,213 as per the Bill of Quantities issued by the County Public Works office on January, 2025.</li> <li>• Stalled four (4) Staff Houses</li> <li>• Incomplete multipurpose hall</li> <li>• Bill of Quantities issued by the County Public Works office on January, 2025 cost the completion of the project at Kshs.6,740,413. However, this project was funded Kshs.3,000,000 in the financial year 2024/2025.</li> </ul>

10.	Voi Remand Prison	<ul style="list-style-type: none"> <li>• Stalled Perimeter Wall, Gate and Gate Lounge which was started in 2019 at 15% to completion.</li> <li>• Stalled Armory and Guard room at 80% to completion.</li> </ul>
11.	Kwale Main Prison	<ul style="list-style-type: none"> <li>• Stalled Perimeter Wall and 6 Modern Towers which was started on 24 May, 2016 and allocated Kshs.2,500,000 in 2015/2016 financial year.</li> <li>• Stalled Multi-Purpose Dining Hall, which was started on 3 February,2012 with an allocation of Kshs.1,500,000 disbursed during 2011/2012 financial year.</li> <li>• Stalled septic tank which started on 9 April, 2016.It was allocated an amount of Kshs.1,000,000 during the financial year 2015/2016.</li> </ul>
12.	Kwale Women Prison	Stalled mosque at roofing stage on 28 July,2022.
13.	Kaloleni Prison	Stalled Mixed Block which started in 2015 and stalled at the slab level. The total cost of the project was Kshs.14,006,050 but only Kshs.1,000,000 was disbursed.
14.	Malindi Main Prison	Stalled construction of Perimeter wall and 2 watch towers height enhancement which commenced on May 5, 2021 at a contract sum of Kshs.16,934,480 and was terminated on 17 October, 2024.
15.	Kamiti Maximum Prison	Defective Generator in which has not been in use since 2015 due to lack of spare parts.
16.	Machakos Women Prison	<p>Stalled Perimeter Wall which started during the 2012/2013 financial year. The wall was 5% complete as at 13 January, 2012 and Kshs.3,547,000 was required for its completion out of the total estimated cost of Kshs.4 million.</p> <p>The portion of the wall at the Women Prison gate had physical cracks indicating poor workmanship. The first 100 metres of the constructed wall along the road was not as straight as required (wall had a curvature) and the rows of quarry stones were not properly aligned.</p>
17.	Marsabit Prison	Stalled Borehole awarded on 9 May, 2023 at a contract sum of Kshs.14,950,277 for a contract period of 6 weeks. The pending works included application of 3 phase power supply, water reticulation supply and installation of two (2) No 10,000 litres plastic tanks. The borehole stalled at 50% to completion.

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

**13. Statement of Financial Performance for the year ended 30 June 2025**

	Notes	2024- 2025
		<b>Kshs</b>
<b>Revenue from non-exchange transactions</b>		
Transfers from exchequer	6	36,143,493,162
<b>Total</b>		<b>36,143,493,162</b>
<b>Revenue from exchange transactions</b>		
Miscellaneous income	7	5,345,870
<b>Total</b>		<b>5,345,870</b>
<b>Total Revenue</b>		<b>36,148,839,032</b>
<b>Expenses</b>		
Employee costs	8A	27,830,442,919
Use of goods and services	9A	8,302,217,047
Depreciation and amortization expense	10	9,430,225
Other Grants and Subsidies	11	17,672,880
<b>Total expenses</b>		<b>36,159,763,071</b>
<b>Surplus/Deficit for the year</b>		<b>(10,924,039)</b>
Taxation		-
<b>Net Surplus/Deficit</b>		<b>(10,924,039)</b>

The Financial Statements set out on pages 1 to 41 were signed by:



.....  
**Name: Dr. Salome M. Beacco, CBS**  
**Principal Secretary**



.....  
**Name: Simon K. Kiriiba**  
**Head of Accounting Unit**  
**ICPAK M/No 5432**

STATE DEPARTMENT FOR CORRECTIONAL SERVICES  
Annual Report and Financial Statements for the year ended June 30, 2025

14 Statement of Financial Position as at 30 June 2025

	Notes	2024- 2025	Opening Statement 1 <sup>st</sup> July 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	12	149,873,577	162,616,689
Receivables from Non-exchange transactions	13	28,059,290	12,580,428
<b>Total Current Assets</b>		<b>177,932,867</b>	<b>175,197,117</b>
<b>Non-Current Assets</b>			
Property, plant, and equipment	14	127,604,262	-
<b>Total Non-Current Assets</b>		<b>127,604,262</b>	-
<b>Total Assets (A)</b>		<b>305,537,129</b>	<b>175,197,117</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	15	947,834,761	781,661,579
Refundable Deposits	16	145,017,721	160,280,223
Current Provision	17	4,978,591	-
<b>Total Current Liabilities</b>		<b>1,097,831,073</b>	<b>941,941,802</b>
<b>Non-Current Liabilities</b>			
Non-Current Provisions	17	2,772,235	2,772,235
<b>Total Non-Current Liabilities</b>		<b>2,772,235</b>	<b>2,772,235</b>
<b>Total Liabilities (B)</b>		<b>1,100,603,308</b>	<b>944,714,036</b>
<b>Net Assets (A-B)</b>		<b>(795,066,179)</b>	<b>(769,516,919)</b>
<b>Represented By:</b>			
Reserves		-	-
Accumulated surplus		(795,066,179)	(769,516,919)
Capital Fund		-	-
<b>Net Assets</b>		<b>(795,066,179)</b>	<b>(769,516,919)</b>

The financial statements set out on pages 1 to 41 were signed by:



Name: Dr. Salome M. Beacco, CBS  
Principal Secretary



Name: Simon K. Kiriiba  
Head of Accounting Unit  
ICPAK M/No 5432

15 Statement of Changes in Net Assets for the year ended 30 June 2025

Description	Accumulated Surplus	Reserves	Capital Fund	Total
	Kshs	Kshs	Kshs	Kshs
<b>Fund Balance As at 30<sup>th</sup> June 2024</b>	<b>14,916,894</b>	-	-	<b>14,916,894</b>
Recognition of Assets	-	-	-	-
Recognition of Liabilities	(781,661,579)	-	-	(781,661,579)
Provisions	(2,772,235)	-	-	(2,772,235)
<b>As at July 1, 2024</b>	<b>(769,516,919)</b>	-	-	<b>(769,516,919)</b>
Surplus/ deficit for the period	(10,924,039)	-	-	(10,924,039)
Returns to exchequer	(14,625,220)	-	-	(14,625,220)
<b>As at 30<sup>th</sup> June 2025</b>	<b>(795,066,179)</b>	-	-	<b>(795,066,179)</b>

Note:

1. Provisions relates to gratuity outstanding as at 30<sup>th</sup> June 2024

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**16. Statement of Cash Flows for the year ended 30 June 2025**

		<b>2024- 2025</b>
	<b>Notes</b>	<b>Kshs</b>
<b>Cash flows from operating activities</b>		
<b>Receipts</b>		
Transfers from exchequer		36,143,493,162
Other income		5,345,870
<b>Total receipts</b>		<b>36,148,839,032</b>
<b>Payments</b>		
Employee costs	8B	27,825,481,538
Use of goods and services	9B	8,166,768,019
Other Grants and Subsidies		17,672,880
<b>Total payments</b>		<b>36,009,922,437</b>
<b>Net cash flows from/(used in) operating activities</b>	<b>18</b>	<b>138,916,596</b>
<b>Cash flows from investing activities</b>		
Purchase of PPE		(137,034,487)
<b>Net cash flows from/(used in) investing activities</b>		<b>(137,034,487)</b>
<b>Cash flows from financing activities</b>		
Return to Exchequer		(14,625,220)
<b>Net cash flows from financing activities</b>		<b>(14,625,220)</b>
<b>Net increase/(decrease) in cash &amp; Cash equivalents</b>		
Cash and cash equivalents at the start of the period	12	162,616,689
<b>Cash and cash equivalents at the end of the period</b>	<b>12</b>	<b>149,873,577</b>

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**17. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2025**

**Recurrent and Development Combined**

<b>Description</b>	<b>Original budget</b>	<b>Adjustments</b>	<b>Final budget</b>	<b>Actual on a comparable basis</b>	<b>Budget utilization difference</b>	<b>% of utilization</b>
	<b>A</b>	<b>B</b>	<b>C=a+b</b>	<b>D</b>	<b>E=c-d</b>	<b>F=d/c %</b>
<b>Revenue</b>						
Transfers from exchequer	35,543,846,616	611,649,997	36,155,496,613	36,143,493,162	12,003,451	100%
Other income	6,500,000	-	6,500,000	5,345,870	1,154,130	82%
<b>Total revenue</b>	<b>35,550,346,616.00</b>	<b>611,649,997</b>	<b>36,161,996,613</b>	<b>36,148,839,032</b>	<b>13,157,581</b>	<b>100%</b>
<b>Expenses</b>						
Employees costs	26,422,850,000	1,632,340,545	28,055,190,545	27,814,390,659	240,799,886	99%
Use of goods and services	8,194,801,336	(268,477,193)	7,926,324,143	8,153,627,722	(227,303,579)	103%
Other grants and transfers	18,160,000	-	18,160,000	17,672,880	487,120	97%
Social benefits	11,519,625	-	11,519,625	11,090,878	428,747	96%
<b>Total recurrent expenses</b>	<b>34,647,330,961</b>	<b>1,363,863,352</b>	<b>36,011,194,313</b>	<b>35,996,782,139</b>	<b>14,412,174</b>	<b>100%</b>
<b>Capital items</b>						
Acquisition of PPE	903,015,655	(752,213,355)	150,802,300	147,117,840	3,684,460	98%
<b>Total expenses – Development</b>	<b>903,015,655</b>	<b>(752,213,355)</b>	<b>150,802,300</b>	<b>147,117,840</b>	<b>3,684,460</b>	<b>100%</b>

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Description	Original budget	Adjustments	Final budget	Actual on a comparable basis	Budget utilization difference	% of utilization
	A	B	C=a+b	D	E=c-d	F=d/c %
Total expenses	35,550,346,616	611,649,997	36,161,996,613	36,143,899,979	18,096,634	100%
Surplus/ deficit	-	-	-	4,939,053		



.....  
**Name: Dr. Salome M. Beacco, CBS**  
**Principal Secretary**



.....  
**Name: Simon K. Kiriiba**  
**Head of Accounting Unit**  
**ICPAK M/No 5432**

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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**Budget Reconciliation to the Statement of Cash Flows**

	<b>Amount in Kshs</b>
<b>Actual Surplus Amounts as per the statement of Budget</b>	<b>4,939,053</b>
Cash and cash equivalents at the start of the period	162,616,689
Return to Exchequer	(14,625,220)
Decrease in District Suspense	12,205,557
Increase in Refundable Deposits	(15,262,502)
<b>Closing Cash and Cash Equivalent as per the statement of Cash flows</b>	<b>149,873,577</b>

***Budget Notes***

*1. The state department received exchequer from the National Treasury nearly 100%*

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Budget Execution by Programmes and Sub-Programmes for the year ended 30 June 2025

Prog. /Sub-prog. Code	Programme/Sub-programme	Final Budget	Actual on comparable basis	Budget utilization difference
		2024-2025	2024-2025	2024-2025
		Kshs	Kshs	Kshs
<b>0623000000</b>	<b>General Administration</b>			
0623010000	Planning, Policy Cordination and Support Services	538,620,654	537,162,858	1,457,796
	<b>SUB TOTAL</b>	<b>538,620,654</b>	<b>537,162,858</b>	<b>1,457,796</b>
<b>0627000000</b>	<b>Correctional services</b>			
0627010000	Offender Services	31,990,412,551	32,189,642,263	(199,229,712)
0627020000	Capacity Development	1,204,848,391	1,185,140,220	19,708,171
	<b>SUB TOTAL</b>	<b>33,195,260,942</b>	<b>33,374,782,483</b>	<b>(179,521,541)</b>
<b>0628000000</b>	<b>probation and Aftercare services</b>			
0628010000	Probation Services	2,250,121,976	2,058,824,694	191,297,282
0628020000	Aftercare Services	177,993,041	173,129,944	4,863,097
	<b>SUB TOTAL</b>	<b>2,428,115,017</b>	<b>2,231,954,639</b>	<b>196,160,378</b>
	<b>GRAND TOTAL</b>	<b>36,161,996,613</b>	<b>36,143,899,979</b>	<b>18,096,634</b>

**18. Notes to the Financial Statements**

**1. Establishment**

The State Department for correctional Services was established by and derives its authority and accountability from Executive Order No. 1 of January 2023. The State Department is wholly owned by the Government of Kenya and is domiciled in Kenya. The MDA's principal activity is to ensure the safe and humane custody, supervision, rehabilitation and reintegration of offenders into the society.

**2. Statement of Compliance and Basis of Reporting**

**Statement of compliance**

These financial statements have been prepared in accordance with the Public Finance Management Act, 2012 and with the International Public Sector Accounting Standards (IPSAS).

For the purpose of these financial statements, the State Department for correctional services has been categorized as a Schedule 1 national government MDA in line with Section 4 of the Public Finance Management Act, 2012 read together with Regulation 211 (2) of the Public Finance Management (National Government) Regulations, 2015. Schedule 1 national government entities include Ministries, Departments, Agencies, constitutional institutions and independent offices. MDAs are reporting entities whose primary objective is to provide policy and coordination of government services.

The use of public resources by MDAs is primarily governed by Chapter 12 of the Constitution, the relevant Appropriation Act, the Public Finance Management Act, of 2012, and the Public Procurement and Disposal Act, of 2015.

These financial statements were authorized for issue by the Accounting Officer on 25<sup>th</sup> August 2025

**Guiding note during the transition period**

The financial statements have been prepared in accordance with the Public Finance Management Act, and International Public Sector Accounting Standards (IPSAS). The State department for correctional Services has taken advantage of the transitional provisions under IPSAS 33 and therefore these 1<sup>st</sup> year financial statements includes: -

-All Financial assets and liabilities i.e. Cash and bank balances, deposits, Payables, receivables prepayments, accruals and provisions.

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-Contingent Liabilities includes prior years pending bills which has not been verified as payable as per the guidance of the minutes of Ministerial Audit committee held on 22<sup>nd</sup> August 2025.

-Property, Plant and equipment only the current year have been recognised the rest will be valued and incorporated in the 3<sup>rd</sup> year.

**Notes to the financial statements**

-Inventories have not been recognised and will be incorporated in the 2<sup>nd</sup> year.

The State department will have full compliance with IPSAS Accrual by the end of the end of the 3<sup>rd</sup> year.

**Reporting period**

The reporting period for these financial statements is for the period ended 30<sup>th</sup> June 2025

**Basis of preparation**

These financial statements have been prepared on a going concern basis, and the accounting policies have been applied consistently throughout the period on an accrual basis unless otherwise specified (for example, the Statement of Cash Flows). Under an accrual basis, revenues are recognised when rights to assets are earned or levied rather than when cash is received, and expenses are recognised when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

**Critical accounting judgements**

IPSAS requires accounting judgements to be made in determining accounting policies that impact the presentation of these financial statements. The most critical of these judgements, and their impact, are:

Recognition of revenue

A revenue is an increase in the net financial position, other than increases arising from ownership contributions. Revenue is required to be measured when the event occurs and when recognition criteria (probable inflow of resources and ability to reliably measure their value) are met. Judgment is required to determine if these criteria are met, particularly where limited evidence is available at the time the revenue is earned.

Recognition of non-exchange expenses and liabilities

A liability is a present obligation of *MDA* for an outflow of resources that results from a past event. Expenses (and other liabilities) are recognized when there is a present obligation (legal or constructive) as a result of a past event. An outflow of resources embodying economic benefits will probably be required to settle the obligation and a reliable estimate of the obligation can be

made. Judgement is required in assessing each of these conditions, and therefore reporting if an expense and a present obligation should be reported.

The *MDA* pursues a number of policy targets and outcomes. However, the commitment to these targets and outcomes, generally, do not of themselves constitute a present obligation unless the *MDA* is clear on the cost it intends to incur, when payment will be made, and to whom and as a consequence has raised a valid expectation. As a consequence, liabilities are not reported for costs associated with the *MDA* policy objectives and targets. Where a policy choice gives rise to an obligation that exists independently of the *MDAs* future actions, expenses (and other related liabilities) are recognized for that policy.

#### Purpose and nature of financial instruments

Judgment is required in determining whether financial assets (including investment in securities and advances) and financial liabilities are held for trading or to provide a return through interest and principal transactions. Depending on that judgment, financial instruments will be reported at fair value or on an amortized cost basis.

#### Climate change obligations

Kenya's current National Determined Contribution (NDC) to deliver on the goals of the Paris Agreement sets a headline target of a 32 per cent emission reduction by 2030 relative to the business-as-usual scenario of 143 MtCO<sub>2</sub>eq. *MDAs* commitment to climate change action does not constitute a present obligation on the balance sheet but are disclosed separately.

#### Physical assets

An asset is a resource presently controlled by the *MDA* as a result of a past event. The primary reason for holding property, plant and equipment and other assets is for their service potential rather than their ability to generate cash flows. Because of the types of services provided, a significant proportion of assets used by public sector entities including roads, national parks, heritage buildings etc are specialized in nature. There may be a limited market for such assets and so judgement is required on measurement. Judgment is also required whether assets are held for commercial purposes or public benefit purposes.

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**Annual Report and Financial Statements for the year ended June 30, 2025**

**Notes to the Financial Statements (Continued)**

**3. Adoption of New and Revised Standards**

*i) New and amended standards and interpretations in issue effective in the year ended 30 June 2024.*

There were no new and amended standards issued in the financial year.

*ii) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024.*

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 43	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an MDA.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>
IPSAS 45- Property Plant and Equipment	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets,</p>

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Standard	Effective date and impact:
	under- maintenance of assets and distinguishing significant parts of infrastructure assets.
IPSAS 46 Measurement	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47- Revenue	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an MDA shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p>
IPSAS 48- Transfer Expenses	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p>

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<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 49- Retirement Benefit Plans	<i>Applicable 1<sup>st</sup> January 2026</i> The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.

**4. Summary of Significant Accounting Policies**

**a) Revenue recognition**

**i) Revenue from non-exchange transactions**

**Fees, taxes and fines**

The MDA recognizes revenues from fees, taxes and fines when the event occurs and the asset recognition criteria are met. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, deferred income is recognized instead of revenue. Other non-exchange revenues are recognized when it is probable that the future economic benefits or service potential associated with the asset will flow to the MDA and the fair value of the asset can be measured reliably.

**Transfers from other government entities**

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the MDA and can be measured reliably. Recurrent grants are recognized in the statement of comprehensive income. Development grants are recognized in the statement of financial performance after meeting the revenue recognition criteria. Conditional grants are recognized as revenue upon fulfilment of the set conditions.

**ii) Revenue from exchange transactions**

**Rendering of services**

The MDA recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

**Interest income**

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

**Rental income**

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**b) Budget information**

- c) The original budget for FY 2024/2025 was approved by the National Assembly on July 2024. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the MDA upon receiving the respective approvals to conclude the final budget. Accordingly, the MDA recorded additional appropriations in March 2025 budget following the governing body's approval. The MDA's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on an accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of cashflows has been presented under page 4 of these financial statements.

**d) Investment property**

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over an xx-year period. Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition. Transfers are made to or from investment property only when there is a change in use.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**e) Property, plant and equipment**

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the MDA recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

**Non-current/Fixed assets**

Fixed assets are stated at Net Book Value or cost less accumulated depreciation. Depreciation is calculated on reducing balance as follows; -

• Land and buildings	2.5%
• Motor Vehicles	12.5%
• Furniture and fitting	12.5%
• Computers and ICT equipment	30%

The depreciation policy adopted is the one proposed in the Financial reporting template and we are waiting for a guideline on the consistent rates to be used across Government entities from the National asset and Liabilities management committee of the National Treasury.

**f) Right of use asset**

The right-of-use assets comprises the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day, less any lease incentives received and any initial direct costs. They are subsequently measured at cost less accumulated depreciation and impairment losses. Whenever the MDA incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognized and measured under IPSAS 21 or IPSAS 26. To the extent that the costs relate to a right-of-use asset, the costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories. Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the MDA expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the

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**Annual Report and Financial Statements for the year ended June 30, 2025**

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commencement date of the lease. The right-of-use assets are presented as a separate line in the statement of financial position.

**Notes to the Financial Statements (Continued)**

**g) Tangible Natural Resources**

The MDA recognises a tangible natural resource recognized if, and only if: It is probable that service potential associated with the natural resource will flow to the MDA; the MDA controls the tangible natural resource as a result of past events; and the tangible natural resource can be measured reliably. Where this criterion is not met, the MDA discloses the tangible natural resource in the notes to the financial statements. Where a tangible natural resource is recognized as an asset as the result of an event that is not a transaction in an orderly market, including non-exchange transactions, the asset shall be measured initially at its deemed cost. An MDA shall apply IPSAS 46, Measurement, when measuring the deemed cost of such a recognized tangible natural resource. A recognized tangible natural resource acquired through an exchange transaction shall be measured at its cost. Historical cost model is applied after initial recognition less any depreciation and impairment losses.

**h) Leases**

Finance leases are leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item to the MDA. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The MDA also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the MDA will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Notes to the Financial Statements (Continued)

**i) Intangible assets**

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite.

**j) Research and development costs**

The MDA expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the MDA can demonstrate:

- i) The technical feasibility of completing the asset so that the asset will be available for use or sale
- ii) Its intention to complete and its ability to use or sell the asset
- iii) How the asset will generate future economic benefits or service potential
- iv) The availability of resources to complete the asset
- v) The ability to measure reliably the expenditure during development.

Following initial recognition of an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete, and the asset is available for use. It is amortized over the period of expected future benefit. During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

**k) Financial instruments**

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. *The MDA does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the financial statements.* A financial instrument is any contract that gives rise to a financial asset of one MDA and a financial liability or equity instrument of another MDA. At initial recognition, the MDA measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**a) Financial assets**

**Classification of financial assets**

The MDA classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the MDA's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an MDA has made irrevocable election at initial recognition for particular investments in equity instruments.

**Subsequent measurement**

Based on the business model and the cash flow characteristics, the MDA classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

**Amortized cost**

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

**Notes to the Financial Statements (Continued)**

**Fair value through net assets/ equity**

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

**Trade and other receivables**

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end.

**Fair value through surplus or deficit**

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the MDA manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

**Impairment**

The MDA assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The MDA recognizes a loss allowance for such losses at each reporting date.

**b) Financial liabilities**

**Classification**

The MDA classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

**Notes to the Financial Statements (Continued)**

**l) Inventories**

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition. Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

- i) Raw materials: purchase cost using the weighted average cost method.
- ii) Finished goods and work in progress: cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the *MDA*.

**m) Provisions**

Provisions are recognized when the *MDA* has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the *MDA* expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

**Notes to the Financial Statements (Continued)**

**n) Social Benefits**

Social benefits are cash transfers provided to i) specific individuals and / or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The MDA recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the MDA will incur in fulfilling the present obligations represented by the liability.

**o) Contingent liabilities**

The MDA does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

**p) Contingent assets**

The MDA does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the MDA in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

**q) Nature and purpose of reserves**

The MDA creates and maintains reserves in terms of specific requirements.

**Changes in accounting policies and estimates**

The MDA recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

**r) Employee benefits**

**Retirement benefit plans**

The *MDA* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an *MDA* pays fixed contributions into a separate *MDA* (a fund), and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

**s) Foreign currency transactions**

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. Trade creditors or debtors denominated in foreign currency are reported at the statement of financial position reporting date by applying the exchange rate on that date. Exchange differences arising from the settlement of creditors, or from the reporting of creditors at rates different from those at which they were initially recorded during the period, are recognized as income or expenses in the period in which they arise.

**t) Borrowing costs**

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

**u) Related parties**

The *MDA* regards a related party as a person or an *MDA* with the ability to exert control individually or jointly, or to exercise significant influence over the *MDA*, or vice versa. Members of key management are regarded as related parties and comprise the accounting officer and the directors who are head of departments

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**v) Service concession arrangements**

The *MDA* analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the *MDA* recognizes that asset when, and only when, it controls or regulates the services the operator must provide together with the asset, to whom it must provide them, and at what price.

In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the *MDA* also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

**w) 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.

**x) Comparative figures**

In preparing these financial statements, the *MDA* has elected to apply paragraph 79 of IPSAS 33, which allows for the election by an *MDA* to present one statement of financial performance, one statement of cash flow, one statement of net assets and the statement of financial position and an opening statement of financial position as at the time of first-time adoption of the accrual basis of accounting.

**y) Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2025

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**5. Significant Judgments and Sources of Estimation Uncertainty**

The preparation of the MDA's financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods. State all judgements, estimates and assumptions made:

**Estimates and assumptions**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The MDA based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the MDA. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

**Useful lives and residual value**

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

- a) The condition of the asset based on the assessment of experts employed by the MDA.
- b) The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- c) The nature of the processes in which the asset is deployed.
- d) Availability of funding to replace the asset.
- e) Changes in the market in relation to the asset

**Provisions**

Provisions were raised and management determined an estimate based on the information available.

Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date, and are discounted to present value where the effect is material.

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

**Notes to the Financial Statements (Continued)**

**6. Transfers from Exchequer**

Nature of transfer	Amount recognized to Statement of Financial performance	Amount deferred under deferred income	Total transfers Period ended 30 <sup>th</sup> June 2025
	Kshs	Kshs	Kshs
Recurrent	36,033,493,163	-	36,033,493,163
Development	110,000,000	-	110,000,000
<b>Total</b>	<b>36,143,493,162</b>	<b>-</b>	<b>36,143,493,162</b>

**7. Other Incomes**

Description	2024-2025
	Kshs
Administrative fees and charges	5,345,870
<b>Total other income</b>	<b>5,345,870</b>

**8. Employee Costs**

**8A. Employee Costs to Statement of Financial Performance**

Description	IFMIS FIGURE	Gratuity Provision/Salary Advance	Employee costs Charged under Social benefits	Total
	Kshs	Kshs	Kshs	Kshs
Basic salaries of permanent employees	18,316,768,605	(17,210)	-	18,316,751,395
Personal allowances – part of salary	9,203,210,345	-	-	9,203,210,345
Employer contributions to compulsory national social security schemes	294,411,710	-	-	294,411,710
Other social benefit schemes (Gratuity)	-	4,978,591	11,090,878	16,069,470
<b>Total Employee costs</b>	<b>27,814,390,659</b>	<b>4,961,381</b>	<b>11,090,878</b>	<b>27,830,442,919</b>

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**Annual Report and Financial Statements for the year ended June 30, 2025**

**Notes to the Financial Statements (Continued)**

**8B. Employee cost to Statement of Cashflows**

<b>Description</b>	<b>2024-2025</b>
	<b>Kshs</b>
Employee Costs as per Statement of Financial Performance	27,830,442,919
Adjusted for:	
Current Gratuity provision	(4,978,591)
Current Salary Advance	17,210
<b>Amount in the Cashflow Statement</b>	<b>27,825,481,538</b>

STATE DEPARTMENT FOR CORRECTIONAL SERVICES  
Annual Report and Financial Statements for the year ended June 30, 2025

Notes to the Financial Statements (Continued)

9. Use of Goods and Services

9A. Use of Goods and Services to the Statement of Financial Performance

Description	IFMIS FIGURE	Prior year Pending Bills paid During the year	Pending Bills Incurred during the Year	Expense items Charged under Acquisition of assts	Prepayments	Total
	Kshs	Kshs		Kshs	Kshs	Kshs
Utilities, supplies and services	443,453,932	-	204,808,634	-	24,600,345	623,662,221
Communication, supplies and services	12,031,170	-	-	-	-	12,031,170
Domestic travel and subsistence	343,925,468	-	-	-	-	343,925,468
Foreign travel and subsistence	-	-	-	-	-	-
Printing, advertising, and information supplies & services	15,067,827	-	-	-	-	15,067,827
Rentals of produced assets	91,850,000	-	5,587,768	-	-	97,437,768
Training expenses	5,384,542	-	-	-	-	5,384,542
Hospitality supplies and services	20,400,085	-	-	-	-	20,400,085
Insurance costs	937,500,000	-	-	-	-	937,500,000
Specialized materials and services	5,341,436,622	243,828,958	196,350,054	229,000	-	5,294,186,718
Office and general supplies and services	58,946,537	-	-	11,495,882	-	70,442,419
Fuel Oil and Lubricants	505,276,739	-	143,399	-	3,066,865	502,353,274
Routine maintenance – vehicles and other transport equipment	110,837,881	-	-	-	-	110,837,881
Routine maintenance – other assets	7,067,951	-	-	1,825,650	-	8,893,601
Other operating expenses	260,448,967	14,974,330	18,086,616	(3,467,179)	-	260,094,074
<b>Total Use of Goods and Services</b>	<b>8,153,627,722</b>	<b>258,803,288</b>	<b>424,976,470</b>	<b>10,083,353</b>	<b>27,667,209</b>	<b>8,302,217,047</b>

**Notes to the Financial Statements (Continued)**

**9B. Use of Goods and Services to the Statement of Cashflow**

<b>Description</b>	<b>2024-2025</b>
	<b>Kshs</b>
Use of Goods and Services as per Statement of Financial Performance	8,302,217,047
Adjusted for:	
Increase in receivable from non-exchange transactions	15,461,652
Decrease in refundable deposits and prepayment	15,262,502
Increase in trade and other Payable	(166,173,182)
<b>Amount in the Cashflow Statement</b>	<b>8,166,768,019</b>

**10. Depreciation and Amortization Expense**

<b>Description</b>	<b>2024-2025</b>
	<b>Kshs</b>
Property, plant and equipment	9,430,225
<b>Total</b>	<b>9,430,225</b>

**11. Other Grants and Subsidies**

<b>Description</b>	<b>2024-2025</b>
	<b>Kshs</b>
Scholarships and other educational benefits	17,672,880
<b>Total Grants and Subsidies</b>	<b>17,672,880</b>

**12. Cash and Cash Equivalents**

<b>Description</b>	<b>2024-2025</b>	<b>Opening statement 1<sup>st</sup> July 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
Recurrent account	3,720,295	167,782
Development account	1,135,562	1,304,545
Deposits account	104,611,677	110,385,877
Pending Bills deposit Account	40,406,044	49,894,346
Cash on Hand	-	864,139
<b>Total</b>	<b>149,873,577</b>	<b>162,616,689</b>

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**Notes to the Financial Statements (Continued)**

**12 (a) Detailed Analysis of the Cash and Cash Equivalents**

		<b>2024-2025</b>	<b>Opening statement 1<sup>st</sup> July 2024</b>
<b>Financial Institution</b>	<b>Account number</b>	<b>Kshs</b>	<b>Kshs</b>
Recurrent Account		3,720,295	167,782
<i>CBK001</i>	1000302054		
Development Accounts		1,135,562	1,304,545
<i>CBK002</i>	1000302062		
Deposits Accounts	1000302078	104,611,677	110,385,877
Pending Bills deposit Account	1000452617	40,406,044	49,894,346
Cash on Hand		-	864,139
<b>Total</b>		<b>149,873,577</b>	<b>162,616,689</b>

**13. Receivables from Non-Exchange Transactions**

	<b>2024-2025</b>	<b>Opening statement 1<sup>st</sup> July 2024</b>	<b>Increase)/ Decrease in Trade and Other Receivables</b>
<b>Description</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
District Suspense	374,871	12,580,428	12,205,557
Salary advance	17,210	-	(17,210)
Prepaid water and electricity	24,600,345	-	24,600,345
Prepaid Fuel	3,066,865	-	3,066,865
<b>Total receivables (a+b)</b>	<b>28,059,290</b>	<b>12,580,428</b>	<b>(15,478,862)</b>

**13 (c) Ageing analysis for Receivables**

<b>Description</b>	<b>2024-2025</b>		<b>Opening statement 1<sup>st</sup> July 2024</b>	
	<b>Current FY</b>	<b>% of the total</b>	<b>1<sup>st</sup> July</b>	<b>% of the total</b>
Less than 1 year	28,059,290	100%	12,580,427	100%
Over 3 years	-	%	-	%
<b>Total (a+b)</b>	<b>28,059,290</b>	<b>%</b>	<b>12,580,427</b>	<b>100%</b>

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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**Notes to the Financial Statements (Continued)**

**14 Property, Plant and Equipment**

	Land	Buildings	Motor vehicles	Furniture and fittings	Computers & ICT Equipment	Work in progress	Total
<b>Depreciation Rate</b>		<b>2.00%</b>	<b>12.50%</b>	<b>12.5%</b>	<b>30.0%</b>		
<b>Cost</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
<b>Opening Bal as 1<sup>st</sup> July 2024</b>	-	-	-	-	-	-	-
Additions	-	-	20,467,179	3,500,000	21,447,760	91,619,548	137,034,487
Disposals	-	-	-	-	-	-	-
<b>As At 30<sup>th</sup> June 2025</b>	-	-	<b>20,467,179</b>	<b>3,500,000</b>	<b>21,447,760</b>	<b>91,619,548</b>	<b>137,034,487</b>
<b>Depreciation And Impairment</b>							
Depreciation	-	-	2,558,397	437,500	6,434,328	-	9,430,225
Disposals	-	-	-	-	-	-	-
Impairment	-	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-	-
<b>As At 30<sup>th</sup> June 2025</b>	-	-	<b>2,558,397</b>	<b>437,500</b>	<b>6,434,328</b>	-	<b>9,430,225</b>
<b>Net Book Values</b>	-	-	<b>17,908,782</b>	<b>3,062,500</b>	<b>15,013,432</b>	<b>91,619,548</b>	<b>127,604,262</b>
<b>Opening Bal as at 1<sup>st</sup> July 2024</b>	-	-	-	-	-	-	-
<b>As At 30<sup>th</sup> June 2025</b>	-	-	<b>17,908,782</b>	<b>3,062,500</b>	<b>15,013,432</b>	<b>91,619,548</b>	<b>127,604,2612</b>

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

**Notes to the Financial Statements (Continued)**

**Valuation**

Items of PPE are valued at Historical cost at the point of recognition in the financial statements. Where historical cost is not available or the item has been acquired at , PPE has been valued at the current operational value which is the amount the MDA would pay for the remaining service potential of an asset at the measurement date.

**15 Trade and Other Payables**

Description	Year ended 30th June 2025	Opening Statement 1st July 2024	Increase)/ Decrease in Trade and Other Payables	
	Kshs	Kshs		
Trade payables	719,725,197	767,204,101		(47,478,904)
Third-party payments-Court Awards	17,569,764	14,457,478		3,112,286
Accrued expenses-rent	5,587,768	-		5,587,768
Accrued expenses-Water and Electricity	204,808,634	-		204,808,634
Accrued expenses-Fuel	143,399	-		143,399
<b>Total trade and other payables</b>	<b>947,834,761</b>	<b>781,661,579</b>		<b>166,173,182</b>
<b>Ageing analysis: (Trade and other payables)</b>				
	<b>Current FY</b>	<b>% of the Total</b>	<b>1st July 2024</b>	<b>% of the Total</b>
Under one year	424,459,618	44.79%	330,593,435	42.29%
1-2 years	72,307,000	7.63%	451,068,144	57.71%
2-3 years	451,068,144	47.58%	-	%
Over 3 years		%	-	%
<b>Total (tie to above total)</b>	<b>947,834,761</b>	<b>100%</b>	<b>781,661,579</b>	<b>100%</b>

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

**Notes to the Financial Statements (Continued)**

**16 Refundable Deposits**

Description	Period ended 30th June 2025	Opening Statement 1st July 2024	Increase)/ Decrease in refundable Deposits
	Kshs	Kshs	
Customer deposits(retention)	104,611,677	110,385,877	(5,774,200)
Other deposits	40,406,044	49,894,346	(9,488,302)
<b>Total deposits</b>	<b>145,017,721</b>	<b>160,280,223</b>	<b>(15,262,502)</b>

**17 Provisions**

Description	Gratuity provision	Total
	Kshs	Kshs
<b>Opening balance 1<sup>st</sup> July</b>	<b>2,772,235</b>	<b>2,772,235</b>
Additional provisions	4,978,591	4,978,591
Provision utilised	-	-
Change due to discount and time value for money	-	-
<b>Total provisions period end</b>	<b>7,750,826</b>	<b>7,750,826</b>
Current Provisions	4,978,591	4,978,591
Non-current Provisions	2,772,235	2,772,235
<b>Total provisions period end</b>	<b>7,750,826</b>	<b>7,750,826</b>

**18 Cash Generated from Operations**

	Period ended 30 June 2025
	Kshs
<b>Surplus for the period before tax</b>	<b>(10,924,039)</b>
<b>Adjusted for:</b>	
Depreciation	9,430,225
Contribution to provisions	4,978,591
<b>Working capital adjustments</b>	
Increase in receivables	(15,478,862)
Increase in payables	166,173,182
Decrease in Refundable deposits	(15,262,502)
<b>Net cash flow from operating activities</b>	<b>138,916,596</b>

**19 Financial Risk Management**

The MDA's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The MDA's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The MDA does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history.

The MDA's financial risk management objectives and policies are detailed below:

**i) Credit risk**

The MDA has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments. Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the MDA's management based on prior experience and their assessment of the current economic environment.

The carrying amount of financial assets recorded in the financial statements representing the MDA's maximum exposure to credit risk without taking account of the value of any collateral obtained is made up as follows:

	<b>Total amount</b>	<b>Fully performing</b>	<b>Past due</b>	<b>Impaired</b>
	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
<b>As at 30<sup>th</sup> June 2025</b>				
Receivables from exchange transactions	Nil	Nil	Nil	Nil
Receivables from non-exchange transactions	28,059,290	28,059,290	Nil	Nil
Bank balances	149,873,577	149,873,577	Nil	Nil
<b>Total</b>	<b>177,932,867</b>	<b>177,932,867</b>	<b>Nil</b>	<b>Nil</b>

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The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the MDA has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

**ii) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the MDA's directors, who have built an appropriate liquidity risk management framework for the management of the MDA's short, medium and long-term funding and liquidity management requirements. The MDA manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

The table below represents cash flows payable by the MDA under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	<b>Less than 1 month</b>	<b>Between 1-3 months</b>	<b>Over 5 months</b>	<b>Total</b>
	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
<b>As at 30 June 2025</b>				
Trade payables	-	424,459,618	523,375,143	947,834,761
Current portion of borrowings	-	-	-	-
Provisions	-	4,978,591	2,772,235	7,750,826
<b>Total</b>	<b>-</b>	<b>429,438,209</b>	<b>526,147,378</b>	<b>955,585,587</b>

**iii) Market risk**

The MDA has put in place an internal audit function to assist it in assessing the risk faced by the MDA on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the MDA's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The MDA's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management

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Committee) and for the day-to-day implementation of those policies. There has been no change to the MDA's exposure to market risks or the manner in which it manages and measures the risk.

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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**Fair value of financial assets and liabilities**

**a) Financial instruments measured at fair value.**

**Determination of fair value and fair values hierarchy**

IPSAS 30 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect the *MDA's* market assumptions. These two types of inputs have created the following fair value hierarchy:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities. This level includes listed equity securities and debt instruments on exchanges.
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components. This hierarchy requires the use of observable market data when available. The *MDA* considers relevant and observable market prices in its valuations where possible.

The following table shows an analysis of financial and non- financial instruments recorded at fair value by level of the fair value hierarchy:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
<b>As At 30 June 2025</b>				
<b>Financial Assets</b>				
Quoted Equity Investments	Nil	Nil	Nil	Nil
<b>Non- Financial Assets</b>				
Investment Property	Nil	Nil	Nil	Nil
Land And Buildings	Nil	-	-	Nil
<b>Total</b>	<b>Nil</b>	<b>-</b>	<b>-</b>	<b>Nil</b>

There were no transfers between levels 1, 2 and 3 during the year. Disclosures of fair values of financial instruments not measured at fair value have not been made because the carrying amounts are a reasonable approximation of their fair values.

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**Notes to the Financial Statements (Continued)**

**iv) Capital Risk Management**

The objective of the MDA's capital risk management is to safeguard the MDA's ability to continue as a going concern. The MDA capital structure comprises of the following funds:

	<b>2024-2025</b>
	<b>Kshs</b>
Revaluation Reserve	-
Retained Earnings	(795,066,179)
Capital Reserve	-
<b>Total Funds</b>	<b>(795,066,179)</b>
Total Borrowings	-
Less: Cash and Bank Balances	(149,873,577)
Net Debt/(Excess Cash And Cash Equivalents)	<b>(944,939,756)</b>

**20 Related Party Disclosures**

**Nature of related party relationships**

Entities and other parties related to the *MDA* include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

**Government of Kenya**

The Government of Kenya is the principal shareholder of the *MDA*, holding 100% of the *MDA's* equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the *MDA*, both domestic and external.

**Other related parties include:**

- i) The Parent Ministry.
- ii) County Governments
- iii) Other SCs and SAGAs
- iv) Key management.
- v) Board of directors.

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**Notes to the Financial Statements (Continued)**

	<b>2024-2025</b>
	<b>Kshs</b>
<b>Transactions with related parties</b>	
<b>a) Key management compensation</b>	
Compensation to key management	44,641,672
<b>Total</b>	<b>44,641,672</b>

**21 Contingent Assets and Contingent Liabilities**

**Contingent Liabilities**

	<b>2024-2025</b>
<b>Contingent Liabilities</b>	<b>Kshs</b>
Pending Bills not yet Verified	5,483,783,072
Court Cases against the MDA	-
<b>Total</b>	<b>5,483,783,072</b>

**22 Events after the Reporting Period**

There were no material adjusting and non- adjusting events after the reporting period.

**23 Ultimate And Holding MDA**

The MDA ultimate parent is the Government of Kenya.

**24 Currency**

The financial statements are presented in Kenya Shillings (Kshs) and is rounded off to the nearest shilling.

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**19. Appendix**


**Appendix 1: Implementation Status of Auditor-General's Recommendations**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
228.	Poor Maintenance of Buildings at Nyahururu Medium Security Prison.	Lack of Adequate budgetary Provision.	Response Provided	By 30 <sup>th</sup> June 2026
230.	Failure to Recover Machakos Prison Land from Third parties.	Court case hampering the recovery of the Land.	Response Provided.	By 30 <sup>th</sup> June 2026
5.	Poor Construction of a Perimeter Wall at Busia G.K Prison	These was contributed by inadequacies in the preparation of designs, bills of quantities did not factor in the suitability of the soil within the construction site and requirement of introducing the ground beam to withstand the swampy nature of the ground hence some works were omitted to compensate some items were not captured in bill of quantities i.e. ground beams and ring beams	Response Provided.	By 30 <sup>th</sup> June 2026
272	Pending bills	Pending bills amounting to Kshs.5,248,648,170.00 owed to various suppliers as at 30 <sup>th</sup> June 2024.	Response Provided.	By 30 <sup>th</sup> June 2026

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
276	Poor Maintenance of Buildings and Civil Works	Physical verification of various correctional facilities conducted in the months of September and November, 2024 revealed that the correctional facilities were poorly maintained	Response Provided.	By 30 <sup>th</sup> June 2026
277	Collapsed Perimeter Wall at Shimo La Tewa Maximum Prison	Lack of detailed report on actual cause of the collapse of the wall and possible contractual remedies available to the Government for recovery of the amount of Kshs.22,365,893 paid to the contractor.	Response Provided.	By 30 <sup>th</sup> June 2026
278	Stalled Projects	The State Department has continuously budgeted for the projects with a view to completion but the budget cuts has continuously hampered the completion. We have budget for stalled projects in F/Y 2024/2025	Response Provided.	By 30 <sup>th</sup> June 2026
279	Encroachment of Prisons Land	The ownership land has been the subject of court litigations between Kenya Prison and other parties (grabbers). Kenya Prisons Service is collaborating with National Land Commission and Ethics and Anti - Corruption Commission to recover grabbed parcels of land.	Response Provided.	By 30 <sup>th</sup> June 2026



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**DR. SALOME M. BEACCO, CBS**  
**ACCOUNTING OFFICER**  
**DATE: 29<sup>TH</sup> August 2025.**

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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**Appendix II: Donor Projects implemented by State Department for Correctional Services**

<b>Project title</b>	<b>Project Number</b>	<b>Donor</b>	<b>Period/duration</b>	<b>Donor commitment</b>	<b>Separate donor reporting required as per the donor agreement (Yes/No)</b>	<b>Consolidated in these financial statements (Yes/No)</b>
NIL						

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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**Appendix III: Fixed Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) 2023/2024</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Transfers in/(out) during the year</b>	<b>Historical Cost c/f (Kshs) 2024/2025</b>
<b>Non-Financial Assets</b>					
Construction of Buildings	2,298,398,014	21,781,590	-	-	2,320,179,604
Construction and Civil Works	460,724,785	5,029,380	-	-	465,754,165
Purchase of Vehicles and Other Transport Equipment	135,231,494	20,467,179	-	-	155,698,673
Purchase of Household Furniture and Institutional Equipment	113,797,825	3,500,000	-	-	117,297,825
Purchase of Office Furniture and General Equipment	135,154,988	-	-	-	135,154,988
Purchase of ICT Equipment, Software and Other ICT Assets	146,022,749	21,447,760	-	-	167,470,509
Purchase of Specialised Plant, Equipment and Machinery	102,494,616	-	-	-	102,494,616
Rehabilitation and Renovation of Plant, Machinery and Equip.	756,489,536	-	-	-	756,489,536
Purchase of Certified Seeds, Breeding Stock and Live Animals	56,717,995	229,000	-	-	56,946,995
Research, Feasibility Studies, Project Preparation	928,425	-	-	-	928,425

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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and Design, Project Supervision					
Rehabilitation of Civil Works		64,808,579			64,808,579
<b>TOTAL</b>	<b>4,205,960,427</b>	<b>137,263,487</b>	<b>-</b>	<b>-</b>	<b>4,343,223,914</b>

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**Appendix IV: Transfers from Other Government Entities**

Name of the MDA/Donor Transferring the funds	Date received as per bank statement	Nature: Recurrent/ Development/Others	Total Amount - KES	Statement of Financial Performance	Where Recorded/recognized				Total Transfers during the Year
						Deferred Income	Receivables	Others - must be specific	
N/A									

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
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**Appendix VI: Reporting of Climate Relevant Expenditures**

Project Name	Project Description	Project Objectives	Project Activities					Source Of Funds	Implementing Partners
				Q1	Q2	Q3	Q4		
N/A									

**STATE DEPARTMENT FOR CORRECTIONAL SERVICES**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

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**Appendix VII: Disaster Expenditure Reporting Template**

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments
N/A						



**STATEMENT OF RECEIPTS AND PAYMENTS**  
 Entity: 1023-State Department For Correctional Services  
 Current Period: JUL-24 To JUN-25  
 Compare With: JUL-23 To JUN-24

	Note	Current Period	Previous Period
<b>RECEIPTS</b>			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00
Exchequer releases	4	36,143,493,162.30	32,942,881,865.45
Transfers from Other Government Entities	5	0.00	0.00
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	0.00	0.00
Proceeds from Sales of Assets	8	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	5,345,870.00	2,633,250.00
<b>TOTAL RECEIPTS</b>		<b>36,148,839,032.30</b>	<b>32,945,515,115.45</b>
<b>PAYMENTS</b>			
Compensation of Employees	12	27,814,390,659.30	24,877,057,579.35
Use of goods and Services	13	8,153,627,721.70	7,313,406,059.10
Subsidies	14	0.00	0.00
Transfers to Other Government Units	15	0.00	0.00
Other Grants and Transfers	16	17,672,879.60	15,160,000.00
Social Security Benefits	17	11,090,878.45	9,498,724.95
Acquisition of Assets	18	147,117,840.10	718,411,696.80
Finance Costs, including Loan Interest	19	0.00	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Other payments	21	0.00	0.00
<b>TOTAL PAYMENTS</b>		<b>36,143,899,979.15</b>	<b>32,933,534,060.20</b>
<b>SURPLUS/DEFICIT</b>		<b>4,939,053.15</b>	<b>11,981,055.25</b>

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

Prepared By: \_\_\_\_\_ Date: \_\_\_\_\_  
 Reviewed By: \_\_\_\_\_ Date: \_\_\_\_\_  
 Approved By: \_\_\_\_\_ Date: \_\_\_\_\_



### STATEMENT OF RECEIPTS AND PAYMENTS

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

Compare With: JUL-23 To JUN-24

	Note	Current Period	Previous Period
<b>RECEIPTS</b>			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00
Exchequer releases	4	36,143,493,162.30	32,942,881,865.45
Transfers from Other Government Entities	5	0.00	0.00
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	0.00	0.00
Proceeds from Sales of Assets	8	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	5,345,870.00	2,633,250.00
<b>TOTAL RECEIPTS</b>		<b>36,148,839,032.30</b>	<b>32,945,515,115.45</b>
<b>PAYMENTS</b>			
Compensation of Employees	12	27,814,390,659.30	24,877,057,579.35
Use of goods and Services	13	8,153,627,721.70	7,313,406,059.10
Subsidies	14	0.00	0.00
Transfers to Other Government Units	15	0.00	0.00
Other Grants and Transfers	16	17,672,879.60	15,160,000.00
Social Security Benefits	17	11,090,878.45	9,498,724.95
Acquisition of Assets	18	147,117,840.10	718,411,696.80
Finance Costs, including Loan Interest	19	0.00	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
Other payments	21	0.00	0.00
<b>TOTAL PAYMENTS</b>		<b>36,143,899,979.15</b>	<b>32,933,534,060.20</b>
<b>SURPLUS/DEFICIT</b>		<b>4,939,053.15</b>	<b>11,981,055.25</b>

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

Prepared By: \_\_\_\_\_

Date: \_\_\_\_\_

Reviewed By: \_\_\_\_\_

Date: \_\_\_\_\_

Approved By: \_\_\_\_\_

Date: \_\_\_\_\_



**Statement of Financial Position**

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

Compare With: JUL-23 To JUN-24

	Note	Current Period	Previous Period
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances	22A	149,873,577.25	161,752,550.10
Cash Balances	22B	0.00	864,138.90
<b>Total Cash And Cash Equivalents</b>		<b>149,873,577.25</b>	<b>162,616,689.00</b>
Accounts Receivables - Outstanding Imprest and Clearance Accounts	23	374,870.65	12,580,427.90
<b>TOTAL FINANCIAL ASSETS</b>		<b>150,248,447.90</b>	<b>175,197,116.90</b>
<b>Financial Liabilities</b>			
Accounts Payables - Deposits	24	145,017,721.15	160,280,223.00
<b>NET FINANCIAL ASSETS</b>		<b>5,230,726.75</b>	<b>14,916,893.90</b>
<b>REPRESENTED BY</b>			
Fund Balance b/fwd	25	14,916,893.90	15,614,513.00
Prior Year Adjustment	26	(14,625,220.30)	(12,678,674.35)
Surplus/Deficit for the Year		4,939,053.15	11,981,055.25
<b>NET FINANCIAL POSITION</b>		<b>5,230,726.75</b>	<b>14,916,893.90</b>

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

Prepared By: \_\_\_\_\_

Date: \_\_\_\_\_

Reviewed By: \_\_\_\_\_

Date: \_\_\_\_\_

Approved By: \_\_\_\_\_

Date: \_\_\_\_\_



### STATEMENT OF CASH FLOW

Entity: 1023-State Department For Correctional Services  
 Current Period: JUL-24 To JUN-25  
 Compare With: JUL-23 To JUN-24

	Note	Current Period Kshs	Previous Period Kshs
<b>Receipts and operating income</b>			
Tax Receipts	1	0.00	0.00
Social Security Contribution	2	0.00	0.00
Proceeds from Domestic and Foreign Grants	3	0.00	0.00
Exchequer releases	4	36,143,493,162.30	32,942,881,865.45
Transfers from Other Government Entities	5	0.00	0.00
Reimbursements and Refunds	9	0.00	0.00
Returns of Equity Holdings	10	0.00	0.00
Other Receipts	11	5,345,870.00	2,633,250.00
<b>Payments for Operating Expenses</b>			
Compensation of Employees	12	27,814,390,659.30	24,877,057,579.35
Use of goods and Services	13	8,153,627,721.70	7,313,406,059.10
Subsidies	14	0.00	0.00
Transfers to Other Government Units	15	0.00	0.00
Other Grants and Transfers	16	17,672,879.60	15,160,000.00
Social Security Benefits	17	11,090,878.45	9,498,724.95
Finance Costs, including Loan Interest	19	0.00	0.00
Other payments	21	0.00	0.00
<b>Adjusted for :</b>			
Adjustments during the year		(20,051,094.60)	(25,130,986.15)
Prior year adjustments		(14,625,220.30)	(12,678,674.35)
<b>Net Cash From Operating Activities</b>	A	117,380,578.35	692,583,091.55
<b>Cash Flow From Investing Activities</b>			
Proceeds from Sales of Assets	8	0.00	0.00
Acquisition of Assets	18	147,117,840.10	718,411,696.80
<b>Net Cash Flow From Investing Activities</b>	B	(147,117,840.10)	(718,411,696.80)
<b>Cash Flow From Borrowing Activities</b>			
Proceeds from Domestic Borrowings	6	0.00	0.00
Proceeds from Foreign Borrowings	7	0.00	0.00
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00
<b>Net Cash Flow From Financing Activities</b>	C	0.00	0.00
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>	A+B+C	(29,737,261.75)	(25,828,605.25)
<b>Cash and Cash Equivalent at BEGINNING of The Year</b>		162,616,689.00	188,445,294.25
<b>Cash and Cash Equivalent at END of The Year</b>	22A+22B	132,879,427.25	162,616,689.00

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

Prepared By: \_\_\_\_\_

Date: \_\_\_\_\_

Reviewed By: \_\_\_\_\_

Date: \_\_\_\_\_

Approved By: \_\_\_\_\_

Date: \_\_\_\_\_



## NOTES TO THE FINANCIAL STATEMENTS

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

Compare With: JUL-23 To JUN-24

### 1 Tax Receipts

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

### 2 Social Security Contribution

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Health Insurance Contribution	1210100	0.00	0.00
NHIF Health Insurance Contributions	1210200	0.00	0.00
Contributions from Govt. Employees for Social & Welfare Schemes	1210300	0.00	0.00
<b>TOTAL</b>	<b>1210400</b>	<b>0.00</b>	<b>0.00</b>

### 3 Proceeds from Domestic and Foreign Grants

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

### 4 Exchequer releases

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Exchequer Releases/ Provisioning Account for Q1	9910201	4,614,982,644.85	4,159,545,752.60
Exchequer Releases/ Provisioning Account for Q2	9910201	12,683,040,708.95	11,133,437,249.20
Exchequer Releases/ Provisioning Account for Q3	9910201	5,114,694,584.30	5,679,226,762.05
Exchequer Releases/ Provisioning Account for Q4	9910201	13,730,775,224.20	11,970,672,101.60
<b>TOTAL</b>		<b>36,143,493,162.30</b>	<b>32,942,881,865.45</b>

### 5 Transfers from Other Government Entities

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

### 6 Proceeds from Domestic Borrowings

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

Item Description	Item Code	Current Period	Previous Period
Domestic Currency and Deposit	5110600	0.00	0.00
<b>TOTAL</b>		<b>0.00</b>	<b>0.00</b>

**7 Proceeds from Foreign Borrowings**

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Foreign Borrowings - Drawdowns through Exchequer	5120100	0.00	0.00
Foreign Borrowing-Direct Payments	5120200	0.00	0.00
Foreign Currency and Foreign Deposits	5120300	0.00	0.00
Other Foreign Accounts Payable	5120400	0.00	0.00
<b>TOTAL</b>		<b>0.00</b>	<b>0.00</b>

**8 Proceeds from Sales of Assets**

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

**9 Reimbursements and Refunds**

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Refund from World Food Programme (WFP)	4540101	0.00	0.00
Reimbursement of Audit Fees	4540102	0.00	0.00
Reimbursement on Messing Charges (UNICEF)	4540103	0.00	0.00
Reimbursement from World Bank - ECD	4540104	0.00	0.00
Reimbursement from Individuals and Private Organizations	4540105	0.00	0.00
Reimbursement from Local Government Authorities	4540106	0.00	0.00
Reimbursement from Statutory Organizations	4540107	0.00	0.00
Reimbursement within Central Government	4540108	0.00	0.00
Reimbursement Using Bonds	4540109	0.00	0.00
Reimbursements and Refunds - Other (Budget)	4540199	0.00	0.00
<b>TOTAL</b>		<b>0.00</b>	<b>0.00</b>

**10 Returns of Equity Holdings**

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Returns of Equity Holdings	4550000	0.00	0.00
Returns of Equity Holdings	4610000	0.00	0.00
<b>TOTAL</b>		<b>0.00</b>	<b>0.00</b>

**11 Other Receipts**

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Interest Received	1410100	0.00	0.00
Profits and Dividends	1410200	0.00	0.00
Withdrawals from Income of Quasi-corporations	1410300	0.00	0.00
Rents on land, houses and buildings	1410400	0.00	0.00
Other Property Income collected as AIA	1410500	0.00	0.00
	1415000	0.00	0.00
Sales of Market Establishment	1420100	0.00	0.00
Administrative Fees and Charges	1420200	0.00	0.00
Administrative Fees and Charges collected as AIA	1420300	5,345,870.00	2,633,250.00
Incidental Sales by Non-Market Establishments	1420400	0.00	0.00
Incidental Sales by Non-Market Establishments Collected as AIA	1420500	0.00	0.00
Receipts from Sale of Incidental Goods	1420600	0.00	0.00
Fines, Penalties, Forfeitures and other Charges	1430100	0.00	0.00
Current Grants from International NGOs paid through Exchequer	1440100	0.00	0.00
Capital Grants from International NGOs paid through Exchequer	1440200	0.00	0.00
Current Grants from International NGOs collected as AIA	1440300	0.00	0.00
Capital Grants from International NGOs collected as AIA	1440400	0.00	0.00
Other Voluntary Transfers for Current purposes	1440500	0.00	0.00
Other Voluntary Transfers for Capital purposes	1440600	0.00	0.00
Paid to Exchequer	1450100	0.00	0.00
Receipts Not Classified Elsewhere	1450200	0.00	0.00
	1510200	0.00	0.00
	1510300	0.00	0.00
	1520100	0.00	0.00
Business Permits	1520200	0.00	0.00
Cesses	1520300	0.00	0.00
Poll Rates	1520400	0.00	0.00
Plot Rents	1520500	0.00	0.00
Other Local Levies	1520600	0.00	0.00
Administrative Services Fees	1530100	0.00	0.00
Various Fees	1530200	0.00	0.00
Council'S Natural Resources Exploitation	1530300	0.00	0.00
Sales Of Council Assets	1530400	0.00	0.00
Lease / Rental Of Council'S Infrastructure Assets	1530500	0.00	0.00
Other Miscellaneous Revenues	1530600	0.00	0.00
Other Miscellaneous Revenues	1540100	0.00	0.00
Insurance Claims Recovery	1540200	0.00	0.00
Medium Term Loans (1-3 Yr Repayment)	1540300	0.00	0.00
Long Term Loans (Over 3 Yr Rpayment)	1540400	0.00	0.00
Transfers From Reserve Funds	1540500	0.00	0.00
Donations	1540600	0.00	0.00
Fund Raising Events	1540700	0.00	0.00
Other Revenues From Financial Assets Loan	1540800	0.00	0.00
	1541000	0.00	0.00
Market/Trade Centre Fee	1550100	0.00	0.00

Item Description	Item Code	Current Period	Previous Period
Vehicle Parking Fees	1550200	0.00	0.00
Housing	1560100	0.00	0.00
Social Premises Use Charges	1560200	0.00	0.00
School Fees	1570100	0.00	0.00
Other Education-Related Fees	1570200	0.00	0.00
Other Education Revenues	1570300	0.00	0.00
Public Health Services	1580100	0.00	0.00
Public Health Facilities Operations	1580200	0.00	0.00
Environment & Conservancy Administration	1580300	0.00	0.00
Slaughter Houses Administration	1580400	0.00	0.00
Water Supply Administration	1580500	0.00	0.00
Sewerage Administration	1580600	0.00	0.00
Other Health & Sanitation Revenues	1580700	0.00	0.00
Technical Services Fees	1590100	0.00	0.00
External Services Fees	1590200	0.00	0.00
	1930100	0.00	0.00
System Required Revenue A/cs	1990100	0.00	0.00
<b>TOTAL</b>		<b>5,345,870.00</b>	<b>2,633,250.00</b>

## 12 Compensation of Employees

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Basic Salaries - Permanent Employees	2110100	18,316,768,604.80	15,820,707,552.85
Basic Wages - Temporary Employees	2110200	0.00	0.00
Personal Allowances paid as part of Salary	2110300	9,203,210,344.95	9,008,505,709.00
Personal Allowances paid as Reimbursements	2110400	0.00	0.00
Personal Allowances provided in Kind	2110500	0.00	0.00
Employer Contributions to Compulsory National Social Security Schemes	2120100	294,411,709.55	47,844,317.50
Employer Contributions to Compulsory Health Insurance Schemes	2120200	0.00	0.00
Social Benefit Schemes Outside Government	2120300	0.00	0.00
<b>TOTAL</b>		<b>27,814,390,659.30</b>	<b>24,877,057,579.35</b>

## 13 Use of goods and Services

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Utilities, Supplies and Services	2210100	443,453,931.60	433,052,722.55
Communication, Supplies and Services	2210200	12,031,170.35	7,659,918.00
Domestic Travel and Subsistence, and Other Transportation Costs	2210300	343,925,467.60	357,368,562.75
Foreign Travel and Subsistence, and other transportation costs	2210400	0.00	1,909,113.45
Printing, Advertising and Information Supplies and Services	2210500	15,067,826.80	2,230,730.00
Rentals of Produced Assets	2210600	91,850,000.00	104,857,249.50
Training Expenses	2210700	5,384,542.00	12,180,263.25
Hospitality Supplies and Servi	2210800	20,400,085.25	29,618,322.00
Insurance Costs	2210900	937,500,000.00	1,325,000,000.00
Specialised Materials and Supp	2211000	5,341,436,622.25	3,862,903,702.65
Office and General Supplies and Services	2211100	58,946,537.25	49,078,873.00
Fuel Oil and Lubricants	2211200	505,276,739.45	599,790,762.35
Other Operating Expenses	2211300	260,448,966.75	383,236,756.10
Routine Maintenance - Vehicles	2220100	110,837,881.40	136,538,236.10
Routine Maintenance - Other Assets	2220200	7,067,951.00	7,980,847.40
Exchange Rate Losses	2230100	0.00	0.00
<b>TOTAL</b>		<b>8,153,627,721.70</b>	<b>7,313,406,059.10</b>

## 14 Subsidies

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

## 15 Transfers to Other Government Units

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Current Grants to Government Agencies and other Levels of Government	2630100	0.00	0.00

Item Description	Item Code	Current Period	Previous Period
Capital Grants to Government Agencies and other Levels of Government	2630200	0.00	0.00
Other Current Transfers, Grants and Subsidies	2640400	0.00	0.00
Other Capital Grants and Trans	2640500	0.00	0.00
<b>TOTAL</b>		<b>0.00</b>	<b>0.00</b>

16 Other Grants and Transfers

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Grants and Transfers to Foreign Governments	2610100	0.00	0.00
Membership Fees and Dues and Subscriptions to International Organizations	2620100	0.00	0.00
Membership Fees and Dues and Subscriptions to International Organizations (Continued)	2620200	0.00	0.00
Scholarships and other Educational Benefits	2640100	17,672,879.60	15,160,000.00
Emergency Relief and Refugee Assistance	2640200	0.00	0.00
Grants to Small Businesses, Cooperatives, and Self Employed	2640300	0.00	0.00
	2649900	0.00	0.00
<b>TOTAL</b>		<b>17,672,879.60</b>	<b>15,160,000.00</b>

17 Social Security Benefits

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Government Pension and Retirement Benefits	2710100	11,090,878.45	9,498,724.95
Social Security Benefits	2710200	0.00	0.00
Employer Social Benefits	2710300	0.00	0.00
Refund of Pension to UK Government	2720100	0.00	0.00
Refund of Contributions to WCPS and other Ex-Gratia	2720200	0.00	0.00
<b>TOTAL</b>		<b>11,090,878.45</b>	<b>9,498,724.95</b>

18 Acquisition of Assets

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Purchase of Buildings	3110100	0.00	0.00
Construction of Building	3110200	23,607,239.60	338,499,466.00
Refurbishment of Buildings	3110300	0.00	0.00
Construction of Roads	3110400	0.00	0.00
Construction and Civil Works	3110500	5,029,379.50	229,262,357.80
Overhaul and Refurbishment of Construction and Civil Works	3110600	0.00	0.00
Purchase of Vehicles and Other Transport Equipment	3110700	17,000,000.00	19,940,000.00
Overhaul of Vehicles and Other Transport Equipment	3110800	0.00	0.00
Purchase of Household Furniture and Institutional Equipment	3110900	3,500,000.00	64,070,850.00
Purchase of Office Furniture and General Equipment	3111000	0.00	6,856,456.00
Purchase of Specialised Plant, Equipment and Machinery	3111100	32,943,642.00	58,625,142.00
Rehabilitation and Renovation of Plant, Machinery and Equipment	3111200	0.00	0.00
Purchase of Certified Seeds, Breeding Stock and Live Animals	3111300	229,000.00	229,000.00
Research, Feasibility Studies, Project Preparation and Design, Project Supervision	3111400	0.00	928,425.00
Rehabilitation of Civil Works	3111500	64,808,579.00	0.00
Purchase of Specialised Plant	3112200	0.00	0.00
Acquisition of Strategic Stocks	3120100	0.00	0.00
Acquisition of Other Inventori	3120200	0.00	0.00
Acquisition of Land	3130100	0.00	0.00
Acquisition of Other Intangible Assets	3130200	0.00	0.00
Domestic Lending and On-lending	4110000	0.00	0.00
Domestic Equity Participation	4120000	0.00	0.00
Other Domestic Accounts Receivable	4130000	0.00	0.00
Foreign Lending and On- Lending	4140000	0.00	0.00
Foreign Equity Participation	4150000	0.00	0.00
Other Foreign Accounts Receivable	4160000	0.00	0.00
<b>TOTAL</b>		<b>147,117,840.10</b>	<b>718,411,696.80</b>

19 Finance Costs, Including Loan Interest

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

20 Repayment of Principal on Domestic and Foreign Borrowing

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

21 Other payments

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

22A Bank Balances

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Special Accounts	6510000	0.00	0.00
Treasury Bank Accounts (Exchequer and CRF Accounts)	6520000	0.00	0.00
Recurrent Bank Accounts	6530000	3,720,294.60	167,782.20
Development Bank Accounts	6540000	1,135,561.50	1,304,544.90
Deposit Bank Account	6550000	145,017,721.15	160,280,223.00
Project Specific Bank Accounts	6570000	0.00	0.00
Foreign Currency and Foreign D	6590101	0.00	0.00
Foreign Currency and Foreign D	6590203	0.00	0.00
<b>TOTAL</b>		<b>149,873,577.25</b>	<b>161,752,550.10</b>

22B Cash Balances

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Cash in Hand	6580000	0.00	864,138.90
Foreign Currency and Foreign D	6590201	0.00	0.00
<b>TOTAL</b>		<b>0.00</b>	<b>864,138.90</b>

23 Accounts Receivables - Outstanding Imprest and Clearance Accounts

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Domestic Debtors & Advances	6710000	0.00	0.00
Debtors & Advances - Govt Owne	6720000	0.00	0.00
Foreign Debtors & Advances	6730000	0.00	0.00
Other Debtors & Pre-payments	6740000	0.00	0.00
Government Imprests	6760000	0.00	0.00
Agency Accounts	6770000	0.00	0.00
Suspense & Clearance Account	6780000	374,870.65	12,580,427.90
Other Current Assets (System r	6790000	0.00	0.00
<b>TOTAL</b>		<b>374,870.65</b>	<b>12,580,427.90</b>

#### 24. ACCOUNTS PAYABLE

Item Description	Item code	Current Period	Previous Period
		Kshs	Kshs
Withholding Taxes	7380000	0.00	0.00
Deposits	7310000	145,017,721.15	160,280,223.00
System Required Liabilities A/cs	7390000	0.00	0.00
Other Liabilities	7320000	0.00	0.00
<b>TOTAL</b>		<b>145,017,721.15</b>	<b>160,280,223.00</b>

#### 25. FUND BALANCES BROUGHT FORWARD

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Opening Balance Bank	22A	161,752,550.10	188,381,299.55
Opening Balance Cash	22B	864,138.90	63,994.70
Opening Balance Receivables - Imprest and Clearance Accounts	23	12,580,427.90	11,389,306.30
Opening Balance - Deposits	24	(160,280,223.00)	(184,220,087.55)
<b>TOTAL</b>		<b>14,916,893.90</b>	<b>15,614,513.00</b>

#### 26. PRIOR YEAR ADJUSTMENTS

Item Description	Item Code	Current Period	Previous Period
		Kshs	Kshs
Exchequer Provisions	9910200	14,625,220.30	12,678,674.35
County Transfers	9910300	0.00	0.00
<b>TOTAL</b>		<b>14,625,220.30</b>	<b>12,678,674.40</b>

**Budget Execution By Programmes and Sub-Programmes**

Entity: 1023-State Department For Correctional Services

Period: JUL-24 To JUN-25

Program	Sub Program	Description	Approved Budget	Actual Payments	Variance
0000000000		Default - Non Programmatic	0.00	0.00	0.00
	0000000000	Default - Non Programmatic	0.00	0.00	0.00
0601000000		Policing Services	0.00	0.00	0.00
	0601010000	Kenya Police Services	0.00	0.00	0.00
0602000000		National Government Administration and Field Services	0.00	0.00	0.00
	0602040000	National Campaign against Drug and Substance Abuse	0.00	0.00	0.00
0603000000		Government Printing Services	0.00	0.00	0.00
	0603010000	Government Printing Services	0.00	0.00	0.00
0604000000		Correctional services	0.00	0.00	0.00
	0604010000	Offender Services	0.00	0.00	0.00
	0604020000	Capacity Development	0.00	0.00	0.00
	0604040000	Probation and After Care Service	0.00	0.00	0.00
0623000000			538,620,654.00	537,162,857.80	1,457,796.20
	0623010000		538,620,654.00	537,162,857.80	1,457,796.20
0624000000			0.00	0.00	0.00
	0624010000		0.00	0.00	0.00
0627000000			33,195,260,942.00	33,374,782,482.75	(179,521,540.75)
	0627010000		31,990,412,551.00	32,189,642,263.20	(199,229,712.20)
	0627020000		1,204,848,391.00	1,185,140,219.55	19,708,171.45
0628000000			2,428,115,017.00	2,231,954,638.60	196,160,378.40
	0628010000		2,250,121,976.00	2,058,824,694.30	191,297,281.70
	0628020000		177,993,041.00	173,129,944.30	4,863,096.70
		<b>Grand Total</b>	<b>36,161,996,613.00</b>	<b>36,143,899,979.15</b>	<b>18,096,633.85</b>

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

Prepared By: \_\_\_\_\_

Date: \_\_\_\_\_

Reviewed By: \_\_\_\_\_

Date: \_\_\_\_\_

Approved By: \_\_\_\_\_

Date: \_\_\_\_\_



### Budget Execution by Programme and Economic Classification

Entity: 1023-State Department For Correctional Services

Period: JUL-24 To JUN-25

Program	Item	Description	Approved Budget	Actual Payments	Variance
0000000000		<b>Default - Non Programmatic</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	2210000	Goods and Services	0.00	0.00	0.00
	2220000	Routine Maintenance	0.00	0.00	0.00
	2990000	System Required Expense A/cs	0.00	0.00	0.00
	3110000	Acquisition of Fixed Capital Assets	0.00	0.00	0.00
0601000000		<b>Policing Services</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	2210000	Goods and Services	0.00	0.00	0.00
0602000000		<b>National Government Administration and Field Services</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	2630000	Grants & Transfer To Other Govt. Units	0.00	0.00	0.00
0603000000		<b>Government Printing Services</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	2210000	Goods and Services	0.00	0.00	0.00
0604000000		<b>Correctional services</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	2110000	Wages and Salary Contributions	0.00	0.00	0.00
	2210000	Goods and Services	0.00	0.00	0.00
	2220000	Routine Maintenance	0.00	0.00	0.00
	2620000	Grants and Other Transfers to International Organizations	0.00	0.00	0.00
	2630000	Grants & Transfer To Other Govt. Units	0.00	0.00	0.00
	2640000	Other Transfers and Emergency Relief	0.00	0.00	0.00
	2710000	Social Security Benefits	0.00	0.00	0.00
	3110000	Acquisition of Fixed Capital Assets	0.00	0.00	0.00
0623000000			<b>538,620,654.00</b>	<b>537,162,857.80</b>	<b>1,457,796.20</b>
	2110000	Wages and Salary Contributions	161,913,449.00	161,913,422.35	26.65
	2120000	Social Contributions	33,788,427.00	33,597,476.85	190,950.15
	2210000	Goods and Services	304,693,328.00	303,034,536.70	1,658,791.30
	2220000	Routine Maintenance	18,339,450.00	20,231,421.95	(1,891,971.95)
	2710000	Social Security Benefits	1,386,000.00	1,385,999.95	0.05
	3110000	Acquisition of Fixed Capital Assets	18,500,000.00	17,000,000.00	1,500,000.00
0624000000			<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	2110000	Wages and Salary Contributions	0.00	0.00	0.00
	2210000	Goods and Services	0.00	0.00	0.00
	2220000	Routine Maintenance	0.00	0.00	0.00
	3110000	Acquisition of Fixed Capital Assets	0.00	0.00	0.00
0627000000			<b>33,195,260,942.00</b>	<b>33,374,782,482.75</b>	<b>(179,521,540.75)</b>
	2110000	Wages and Salary Contributions	25,523,259,447.00	25,478,231,663.40	45,027,783.60
	2120000	Social Contributions	260,814,233.00	260,814,232.70	0.30
	2210000	Goods and Services	7,227,466,313.00	7,455,380,584.10	(227,914,271.10)
	2220000	Routine Maintenance	78,794,774.00	77,867,400.45	927,373.55
	2640000	Other Transfers and Emergency Relief	9,160,000.00	8,838,547.60	321,452.40
	2710000	Social Security Benefits	9,116,800.00	9,114,518.50	2,281.50
	3110000	Acquisition of Fixed Capital Assets	86,649,375.00	84,535,536.00	2,113,839.00
0628000000			<b>2,428,115,017.00</b>	<b>2,231,954,638.60</b>	<b>196,160,378.40</b>
	2110000	Wages and Salary Contributions	2,075,414,989.00	1,879,833,864.00	195,581,125.00
	2120000	Social Contributions	0.00	0.00	0.00
	2210000	Goods and Services	277,224,018.00	277,306,768.50	(82,750.50)
	2220000	Routine Maintenance	19,806,260.00	19,807,010.00	(750.00)
	2640000	Other Transfers and Emergency Relief	9,000,000.00	8,834,332.00	165,668.00
	2710000	Social Security Benefits	1,016,825.00	590,360.00	426,465.00
	3110000	Acquisition of Fixed Capital Assets	45,652,925.00	45,582,304.10	70,620.90
		<b>Grand Total</b>	<b>36,161,996,613.00</b>	<b>36,143,899,979.15</b>	<b>18,096,633.85</b>

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

Prepared By: \_\_\_\_\_

Date: \_\_\_\_\_

Reviewed By: \_\_\_\_\_

Date: \_\_\_\_\_

Approved By: \_\_\_\_\_

Date: \_\_\_\_\_



**Budget Execution by Heads and Programmes**

Entity: 1023-State Department For Correctional Services

Period: JUL-24 To JUN-25

Head	Program	Description	Approved Budget	Actual Payments	Variance
000000000		Default Value ( Non-Departmental)	0.00	0.00	0.00
	000000000	Default - Non Programmatic	0.00	0.00	0.00
1023000100		County Administrative Services - Prisons	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023000200		Penal Institutions	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
	0623000000		0.00	0.00	0.00
	0601000000	Policing Services	0.00	0.00	0.00
1023000300		Prisons Staff Training College	1,204,848,391.00	1,185,140,219.55	19,708,171.45
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		1,204,848,391.00	1,185,140,219.55	19,708,171.45
1023000400		Telecommunications Branch - Prisons	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023000500		Borstal Institutions	67,701,942.00	67,182,499.75	519,442.25
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		67,701,942.00	67,182,499.75	519,442.25
1023000600		Directorate of Rehabilitation	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023000800		Probation Services	232,879,050.00	212,830,519.10	20,048,530.90
	0604000000	Correctional services	0.00	0.00	0.00
	0628000000		232,879,050.00	212,830,519.10	20,048,530.90
1023000900		Probation Hostels	149,517,942.00	144,842,433.15	4,675,508.85
	0628000000		149,517,942.00	144,842,433.15	4,675,508.85
	0604000000	Correctional services	0.00	0.00	0.00
1023001000		County Probation Services	26,397,668.00	26,459,425.40	(61,757.40)
	0628000000		26,397,668.00	26,459,425.40	(61,757.40)
	0604000000	Correctional services	0.00	0.00	0.00
1023001100		Sub-County Probation Services	1,682,180,158.00	1,518,618,271.20	163,561,886.80
	0604000000	Correctional services	0.00	0.00	0.00
	0628000000		1,682,180,158.00	1,518,618,271.20	163,561,886.80
1023001200		Community Service Order	166,209,238.00	167,726,098.00	(1,516,860.00)
	0604000000	Correctional services	0.00	0.00	0.00
	0628000000		166,209,238.00	167,726,098.00	(1,516,860.00)
1023001300		Aftercare Services	24,915,983.00	24,728,397.50	187,585.50
	0604000000	Correctional services	0.00	0.00	0.00
	0628000000		24,915,983.00	24,728,397.50	187,585.50
1023001400		Community Service Order Secretariat	13,093,661.00	13,812,856.40	(719,195.40)
	0628000000		13,093,661.00	13,812,856.40	(719,195.40)
	0604000000	Correctional services	0.00	0.00	0.00
1023001500		Finance and Procurement Services - Coordination	56,007,087.00	55,949,239.65	57,847.35
	0604000000	Correctional services	0.00	0.00	0.00
	0623000000		56,007,087.00	55,949,239.65	57,847.35
	0603000000	Government Printing Services	0.00	0.00	0.00
1023001600		General Administrative Services - Coordination	437,977,259.00	437,985,748.20	(8,489.20)
	0603000000	Government Printing Services	0.00	0.00	0.00
	0623000000		437,977,259.00	437,985,748.20	(8,489.20)
	0604000000	Correctional services	0.00	0.00	0.00
	0000000000	Default - Non Programmatic	0.00	0.00	0.00
1023001700		Development Planning Services - Coordination	20,334,118.00	20,529,831.85	(195,713.85)
	0623000000		20,334,118.00	20,529,831.85	(195,713.85)
1023001800		Integrated Correctional Services Reform	21,677,190.00	21,573,038.10	104,151.90
	0623000000		21,677,190.00	21,573,038.10	104,151.90
1023001900		Headquarters Administrative Services - Prisons	1,652,464,569.00	1,635,929,031.35	16,535,537.65
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		1,652,464,569.00	1,635,929,031.35	16,535,537.65
	0623000000		0.00	0.00	0.00
1023002100		Betting Control Headquarters	0.00	0.00	0.00
	0624000000		0.00	0.00	0.00
1023002200			87,821,317.00	77,907,258.75	9,914,058.25

	0628000000		87,821,317.00	77,907,258.75	9,914,058.25
	0604000000	Correctional services	0.00	0.00	0.00
1023002300		<b>Regional Commands</b>	<b>25,112,864,710.00</b>	<b>25,067,745,745.85</b>	<b>45,118,964.15</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		25,112,864,710.00	25,067,745,745.85	45,118,964.15
1023002400		<b>Maximum and High Risk Prisons</b>	<b>1,459,812,618.00</b>	<b>1,689,834,312.00</b>	<b>(230,021,694.00)</b>
	0627000000		1,459,812,618.00	1,689,834,312.00	(230,021,694.00)
	0604000000	Correctional services	0.00	0.00	0.00
1023002500		<b>Medium and Other Districts Prisons</b>	<b>3,370,092,198.00</b>	<b>3,361,711,707.00</b>	<b>8,380,491.00</b>
	0627000000		3,370,092,198.00	3,361,711,707.00	8,380,491.00
	0604000000	Correctional services	0.00	0.00	0.00
1023002600		<b>Medium &amp; Other Districts Prisons - Continued</b>	<b>262,576,514.00</b>	<b>302,430,388.25</b>	<b>(39,853,874.25)</b>
	0627000000		262,576,514.00	302,430,388.25	(39,853,874.25)
	0604000000	Correctional services	0.00	0.00	0.00
1023002700		<b>National Agency for Campaign Against Drug Abuse - NACADA</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0602000000	National Government Administration and Field Services	0.00	0.00	0.00
1023002800		<b>Family Protection - Street Families</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
1023002900			<b>2,625,000.00</b>	<b>1,125,000.00</b>	<b>1,500,000.00</b>
	0623000000		2,625,000.00	1,125,000.00	1,500,000.00
1023100100		<b>Security in Penal Facilities</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023100200		<b>Construction of Penal Facilities</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0627000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023100300		<b>Irrigation and Modernization of Prison Farms</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023100400		<b>Modernization of Prison Industries</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
1023100500		<b>Prison Staff Housing</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023100600		<b>Construction of Farm Stores</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
1023100700		<b>Modernization of Penal Training Facilities</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0627000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023100800		<b>Construction of Probation Hostel</b>	<b>40,000,000.00</b>	<b>39,999,999.60</b>	<b>0.40</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0628000000		40,000,000.00	39,999,999.60	0.40
1023100900		<b>Office Accommodation</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0628000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023101000		<b>Refurbishment of State Department Headquarters (Teleposta)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0623000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023101100		<b>Construction of Penal Facilities - II.</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0627000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023101200		<b>Security in Penal Institutions</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023101300		<b>Construction Of Penal Facilities</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0627000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023101400		<b>Revitalisation Of Prison Farms</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023101500		<b>Modernization Of Prison Industries</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0627000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023101600		<b>Construction of Staff Houses</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00

1023101700		Staff Houses through startegic Intervention	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023101800		Aquisition of Prisons ICT & Telecommunication Infrastructure.	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023101900		Modernisation Of Prison Staff training	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023102000		Construction Of Probation Hostels	0.00	0.00	0.00
	0628000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023102100		Construction Of Probation Office Blocks	5,100,000.00	5,029,379.50	70,620.50
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
	0628000000		5,100,000.00	5,029,379.50	70,620.50
1023102500		Machakos Main Staff Residential Houses.	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023102700		Refund Of Retention Monies	0.00	0.00	0.00
	0623000000		0.00	0.00	0.00
1023102800		Security In Penal Institutions - Continued.	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023102900		Completion of Stalled Projects.	0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023103000			0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
1023103100			0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
	0628000000		0.00	0.00	0.00
1023103200			0.00	0.00	0.00
	0604000000	Correctional services	0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
	0628000000		0.00	0.00	0.00
1023103300			0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023103400			0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023103500			0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023103600			0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023103700			0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023103900			0.00	0.00	0.00
	0628000000		0.00	0.00	0.00
1023104000			0.00	0.00	0.00
	0627000000		0.00	0.00	0.00
1023104200			64,900,000.00	64,808,579.00	91,421.00
	0627000000		64,900,000.00	64,808,579.00	91,421.00
		<b>Grand Total</b>	<b>36,161,996,613.00</b>	<b>36,143,899,979.15</b>	<b>18,096,633.85</b>

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

Prepared By: \_\_\_\_\_

Date: \_\_\_\_\_

Reviewed By: \_\_\_\_\_

Date: \_\_\_\_\_

Approved By: \_\_\_\_\_

Date: \_\_\_\_\_



**Statement of Budget Execution**

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Budget Utilization Differences	% of Utilization
		a	b	c	d=a+b+c	e	f=d-e	g=e/d%
<b>RECEIPTS</b>								
Tax Receipts	1	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Social Security Contribution	2	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Domestic and Foreign Grants	3	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Exchequer releases	4	0.00	0.00	0.00	0.00	36,143,493,162.30	(36,143,493,162.30)	0.00%
Transfers from Other Government Entities	5	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Domestic Borrowings	6	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Foreign Borrowings	7	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Sales of Assets	8	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Reimbursements and Refunds	9	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Returns of Equity Holdings	10	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other Receipts	11	6,500,000.00	0.00	0.00	6,500,000.00	5,345,870.00	1,154,130.00	82.24%
<b>Total</b>		<b>6,500,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>6,500,000.00</b>	<b>36,148,839,032.30</b>	<b>(36,142,339,032.30)</b>	<b>556135.99%</b>
<b>PAYMENTS</b>								
Compensation of Employees	12	26,422,850,000.00	0.00	1,632,340,545.00	28,055,190,545.00	27,814,390,659.30	240,799,885.70	99.14%
Use of goods and Services	13	8,194,801,336.00	0.00	(268,477,193.00)	7,926,324,143.00	8,153,627,721.70	(227,303,578.70)	102.87%
Subsidies	14	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Transfers to Other Government Units	15	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other Grants and Transfers	16	18,160,000.00	0.00	0.00	18,160,000.00	17,672,879.60	487,120.40	97.32%
Social Security Benefits	17	11,519,625.00	0.00	0.00	11,519,625.00	11,090,878.45	428,746.55	96.28%
Acquisition of Assets	18	903,015,655.00	0.00	(752,213,355.00)	150,802,300.00	147,117,840.10	3,684,459.90	97.56%
Finance Costs, including Loan Interest	19	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other payments	21	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
<b>Total</b>		<b>35,550,346,616.00</b>	<b>0.00</b>	<b>611,649,997.00</b>	<b>36,161,996,613.00</b>	<b>36,143,899,979.15</b>	<b>18,096,633.85</b>	<b>99.95%</b>



**Statement of Budget Execution**

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

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

Prepared By:

Date:

Reviewed By:

Date:

Approved By:

Date:



**Statement of Budget Execution - Recurrent Expenditure**

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Budget Utilization Differences	% of Utilization
		a	b	c	d=a+b+c	e	f=d-e	g=e/d%
<b>RECEIPTS</b>								
Tax Receipts	1	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Social Security Contribution	2	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Domestic and Foreign Grants	3	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Exchequer releases	4	0.00	0.00	0.00	0.00	36,033,493,162.70	(36,033,493,162.70)	0.00%
Transfers from Other Government Entities	5	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Domestic Borrowings	6	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Foreign Borrowings	7	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Proceeds from Sales of Assets	8	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Reimbursements and Refunds	9	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Returns of Equity Holdings	10	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other Receipts	11	6,500,000.00	0.00	0.00	6,500,000.00	5,345,870.00	1,154,130.00	82.24%
<b>Total</b>		<b>6,500,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>6,500,000.00</b>	<b>36,038,839,032.70</b>	<b>(36,032,339,032.70)</b>	<b>554443.68%</b>
<b>PAYMENTS</b>								
Compensation of Employees	12	26,422,850,000.00	0.00	1,632,340,545.00	28,055,190,545.00	27,814,390,659.30	240,799,885.70	99.14%
Use of goods and Services	13	8,194,801,336.00	0.00	(268,477,193.00)	7,926,324,143.00	8,153,627,721.70	(227,303,578.70)	102.87%
Subsidies	14	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Transfers to Other Government Units	15	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other Grants and Transfers	16	18,160,000.00	0.00	0.00	18,160,000.00	17,672,879.60	487,120.40	97.32%
Social Security Benefits	17	11,519,625.00	0.00	0.00	11,519,625.00	11,090,878.45	428,746.55	96.28%
Acquisition of Assets	18	79,990,655.00	0.00	(39,188,355.00)	40,802,300.00	37,279,882.00	3,522,418.00	91.37%
Finance Costs, including Loan Interest	19	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Repayment of Principal on Domestic and Foreign Borrowing	20	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
Other payments	21	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
<b>Total</b>		<b>34,727,321,616.00</b>	<b>0.00</b>	<b>1,324,674,997.00</b>	<b>36,051,996,613.00</b>	<b>36,034,062,021.05</b>	<b>17,934,591.95</b>	<b>99.95%</b>



**Statement of Budget Execution - Recurrent Expenditure**

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

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

Prepared By:

Date:

Reviewed By:

Date:

Approved By:

Date:



**Statement of Budget Execution - Development Expenditure**

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

	Note	Printed Estimate	Reallocation / Transfer	Supplementary Estimates	Final Approved Estimate (Net)	Actual	Budget Utilization Differences	% of Utilization
		a	b	c	d=a+b+c	e	f=d-e	g=e/d%
<b>RECEIPTS</b>								
	1	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	2	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	3	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	4	0.00	0.00	0.00	0.00	109,999,999.60	(109,999,999.60)	0.00%
	5	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	6	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	7	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	8	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	9	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	10	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	11	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	<b>Total</b>	0.00	0.00	0.00	0.00	109,999,999.60	(109,999,999.60)	0.00%
<b>PAYMENTS</b>								
	12	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	13	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	14	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	15	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	16	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	17	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	18	823,025,000.00	0.00	(713,025,000.00)	110,000,000.00	109,837,958.10	162,041.90	99.85%
	19	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	20	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	21	0.00	0.00	0.00	0.00	0.00	0.00	0.00%
	<b>Total</b>	823,025,000.00	0.00	(713,025,000.00)	110,000,000.00	109,837,958.10	162,041.90	99.85%



**Statement of Budget Execution - Development Expenditure**

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

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

Prepared By:

Date:

Reviewed By:

Date:

Approved By:

Date:



### Trial Balance Comparison Report

Entity: 1023-State Department For Correctional Services

Current Period: JUL-24 To JUN-25

Compare With: JUL-23 To ADJ2-24

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
	Kshs	Kshs	Kshs	Kshs
1310202 Capital Grants from Foreign Governments	0.00	0.00	0.00	0.00
1310200 Grants from Foreign Govts. - Direct Payments treated as AIA	0.00	0.00	0.00	0.00
1310000 Grants from Foreign Governments	0.00	0.00	0.00	0.00
1420102 Other Revenues	0.00	0.00	0.00	0.00
1420100 Sales of Market Establishment	0.00	0.00	0.00	0.00
1420399 Receipts from Administrative Fees and Charges	0.00	5,345,870.00	0.00	2,633,250.00
1420300 Administrative Fees and Charges collected as AIA	0.00	5,345,870.00	0.00	2,633,250.00
1420000 Sales of Goods and Services	0.00	5,345,870.00	0.00	2,633,250.00
2110101 Basic Salaries - Civil Service	1,427,375,485.90	0.00	1,087,223,948.60	0.00
2110107 Basic Salaries - Police, Prison Officers and National Youth Service	16,889,393,118.90	0.00	14,733,483,604.25	0.00
2110100 Basic Salaries - Permanent Employees	18,316,768,604.80	0.00	15,820,707,552.85	0.00
2110202 Casual Labour - Others	0.00	0.00	0.00	0.00
2110200 Basic Wages - Temporary Employees	0.00	0.00	0.00	0.00
2110301 House Allowance	3,387,857,914.90	0.00	3,494,181,078.05	0.00
2110307 Hardship Allowance	268,643,471.50	0.00	246,016,899.70	0.00
2110309 Special Duty Allowance	0.00	0.00	0.00	0.00
2110310 Top-up Allowance	0.00	0.00	0.00	0.00
2110311 Transfer Allowance	37,815,564.55	0.00	6,508,110.00	0.00
2110312 Responsibility Allowance	332,098.50	0.00	0.00	0.00
2110313 Entertainment Allowance	2,860,902.15	0.00	1,953,990.00	0.00
2110314 Transport Allowance	1,465,695,591.85	0.00	1,430,074,579.75	0.00
2110315 Extreneous Allowance	3,863,682.65	0.00	5,043,395.00	0.00
2110317 Domestic Servant Allowance	629,514.35	0.00	432,810.00	0.00
2110318 Non Practising Allowance	0.00	0.00	0.00	0.00
2110319 Top-up House Allowance	1,118,820,499.60	0.00	1,104,182,052.20	0.00
2110320 Leave Allowance	281,944,258.20	0.00	394,645,544.30	0.00
2110322 Risk Allowance	0.00	0.00	0.00	0.00
2110334 Instructors Allowance	75,272,028.75	0.00	94,288,740.00	0.00
2110335 Emergency Call Allowance	0.00	0.00	0.00	0.00
2110337 Police/Prison Allowance	2,559,474,817.95	0.00	2,231,178,510.00	0.00
2110300 Personal Allowances paid as part of Salary	9,203,210,344.95	0.00	9,008,505,709.00	0.00
2110403 Refund of Medical Expenses - Ex-Gratia	0.00	0.00	0.00	0.00
2110400 Personal Allowances paid as Reimbursements	0.00	0.00	0.00	0.00
2110000 Wages and Salary Contributions	27,519,978,949.75	0.00	24,829,213,261.85	0.00
2120101 Employer Contributions to National Social Security Fund	13,624,493.85	0.00	47,844,317.50	0.00
2120104 Employers Contribution to National Housing Fund	277,672,475.70	0.00	0.00	0.00
2120105 Employer's Contribution to National Industrial Training Fund	3,114,740.00	0.00	0.00	0.00
2120100 Employer Contributions to Compulsory National Social Security Schemes	294,411,709.55	0.00	47,844,317.50	0.00
2120000 Social Contributions	294,411,709.55	0.00	47,844,317.50	0.00
2210101 Electricity	172,740,432.70	0.00	163,491,823.05	0.00
2210102 Water and Sewarage Charges	270,713,498.90	0.00	269,560,899.50	0.00
2210100 Utilities, Supplies and Services	443,453,931.60	0.00	433,052,722.55	0.00
2210201 Telephone, Telex, Facsimile and Mobile Phone Services	11,569,426.35	0.00	6,814,368.00	0.00
2210202 Internet Connections	176,980.00	0.00	303,525.00	0.00
2210203 Courier & Postal Services	284,764.00	0.00	495,400.00	0.00
2210205 Satellite Access Services	0.00	0.00	6,125.00	0.00
2210206 Licencing fees for Communication	0.00	0.00	40,500.00	0.00
2210200 Communication, Supplies and Services	12,031,170.35	0.00	7,659,918.00	0.00
2210301 Travel Costs (airlines, bus, railway, mileage allowances, etc.)	60,950,682.95	0.00	61,229,166.00	0.00
2210302 Accommodation - Domestic Travel	63,949,984.50	0.00	46,887,984.00	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
2210303 Daily Subsistence Allowance	197,094,528.40	0.00	221,084,908.75	0.00
2210304 Sundry Items (e.g. airport tax, taxis, etc?)	1,266,764.00	0.00	489,045.00	0.00
2210305 Shipment of Personal and Household Effects	0.00	0.00	0.00	0.00
2210306 Repatriation Costs	13,267,050.00	0.00	18,363,984.00	0.00
2210307 Passage & Transfer Expenses	7,396,457.75	0.00	9,313,475.00	0.00
2210300 Domestic Travel and Subsistence, and Other Transportation Costs	343,925,467.60	0.00	357,368,562.75	0.00
2210401 Travel Costs (airlines, bus, railway, etc.)	0.00	0.00	407,513.35	0.00
2210402 Accommodation	0.00	0.00	246,600.00	0.00
2210403 Daily Subsistence Allowance	0.00	0.00	1,255,000.10	0.00
2210404 Sundry Items (e.g. airport tax, taxis, etc?)	0.00	0.00	0.00	0.00
2210400 Foreign Travel and Subsistence, and other transportation costs	0.00	0.00	1,909,113.45	0.00
2210502 Publishing & Printing Services	13,517,339.80	0.00	1,804,790.00	0.00
2210503 Subscriptions to Newspapers, Magazines and Periodicals	1,478,047.00	0.00	323,800.00	0.00
2210505 Trade Shows and Exhibitions	72,440.00	0.00	102,140.00	0.00
2210500 Printing, Advertising and Information Supplies and Services	15,067,826.80	0.00	2,230,730.00	0.00
2210602 Payment of Rents and Rates - Residential	0.00	0.00	0.00	0.00
2210603 Rents and Rates - Non-Residential	91,850,000.00	0.00	104,857,249.50	0.00
2210600 Rentals of Produced Assets	91,850,000.00	0.00	104,857,249.50	0.00
2210701 Travel Allowance	1,328,588.00	0.00	1,265,651.00	0.00
2210702 Remuneration of Instructors and Contract Based Training Services	258,280.00	0.00	335,100.00	0.00
2210703 Production and Printing of Training Materials	673,798.00	0.00	659,570.00	0.00
2210704 Hire of Training Facilities and Equipment	216,940.00	0.00	799,250.00	0.00
2210705 Field Training Attachments	56,960.00	0.00	142,400.00	0.00
2210703 Book Allowance	149,400.00	0.00	196,550.00	0.00
2210707 Project Allowance	198,000.00	0.00	366,300.00	0.00
2210708 Trainer Allowance	59,140.00	0.00	63,380.00	0.00
2210709 Research Allowance	78,200.00	0.00	130,145.00	0.00
2210710 Accommodation Allowance	762,912.00	0.00	1,545,010.00	0.00
2210711 Tuition Fees Allowance	1,160,388.00	0.00	5,793,037.25	0.00
2210712 Trainee Allowance	441,936.00	0.00	883,870.00	0.00
2210714 Gender Mainstreaming	0.00	0.00	0.00	0.00
2210700 Training Expenses	5,384,542.00	0.00	12,180,263.25	0.00
2210801 Catering Services (receptions), Accommodation, Gifts, Food and Drinks	2,589,943.00	0.00	5,484,002.00	0.00
2210802 Boards, Committees, Conferences and Seminars	8,544,596.00	0.00	6,541,820.00	0.00
2210803 State Hospitality Costs	312,354.25	0.00	80,300.00	0.00
2210805 National Celebrations	7,015,994.50	0.00	15,853,700.00	0.00
2210808 Purchase of Coffins	1,645,949.50	0.00	728,500.00	0.00
2210809 Board Allowance	291,248.00	0.00	930,000.00	0.00
2210800 Hospitality Supplies and Serv	20,400,085.25	0.00	29,618,322.00	0.00
2210901 Group Personal Insurance	0.00	0.00	0.00	0.00
2210903 Plant, Equipment and Machinery Insurance	0.00	0.00	0.00	0.00
2210910 Medical Insurance	937,500,000.00	0.00	1,325,000,000.00	0.00
2210900 Insurance Costs	937,500,000.00	0.00	1,325,000,000.00	0.00
2211001 Medical Drugs	126,658,837.60	0.00	106,584,006.35	0.00
2211002 Dressings and Other Non-Pharmaceutical Medical Items	6,811,583.20	0.00	7,591,135.00	0.00
2211003 Veterinarian Supplies and Materials	3,995,845.50	0.00	4,227,140.00	0.00
2211004 Fungicides, Insecticides and Sprays	8,941,491.20	0.00	6,180,823.00	0.00
2211006 Purchase of Workshop Tools, Spares and Small Equipment	4,103,210.00	0.00	3,112,000.00	0.00
2211008 Laboratory Materials, Supplies and Small Equipment	0.00	0.00	0.00	0.00
2211009 Education and Library Supplies	11,349,337.00	0.00	5,034,722.00	0.00
2211010 Supplies for Broadcasting and Information Services	145,800.00	0.00	69,000.00	0.00
2211011 Purchase/Production of Photographic and Audio-Visual Materials	12,148,855.00	0.00	1,708,390.20	0.00
2211012 Purchase of Police, Prisons, and NYS Small Equipment and Supplies	2,986,400.00	0.00	986,400.00	0.00
2211015 Foods and Rations	4,530,031,550.50	0.00	3,266,176,199.10	0.00
2211016 Purchase of Uniforms and Clothing - Staff	210,298,844.00	0.00	187,163,365.00	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
2211017 Purchase of Uniforms and Clothing - Inmates	167,955,788.00	0.00	172,512,250.55	0.00
2211018 Purchase of Uniforms and Clothing - Trainees	110,375,752.25	0.00	0.00	0.00
2211021 Purchase of Bedding and Linen	95,851,950.00	0.00	51,808,399.45	0.00
2211022 Supplies for Women Inmates	29,161,279.50	0.00	28,461,316.00	0.00
2211023 Supplies for Production	3,917,900.00	0.00	3,906,900.00	0.00
2211027 Maintenance of Police Animals	16,702,198.50	0.00	17,381,656.00	0.00
2211000 Specialised Materials and Supp	5,341,436,622.25	0.00	3,862,903,702.65	0.00
2211101 General Office Supplies (papers, pencils, forms, small office equipment etc)	18,647,677.40	0.00	21,039,053.00	0.00
2211102 Supplies and Accessories for Computers and Printers	14,701,582.35	0.00	23,557,188.00	0.00
2211103 Sanitary and Cleaning Materials, Supplies and Services	25,597,277.50	0.00	4,482,632.00	0.00
2211100 Office and General Supplies and Services	58,946,537.25	0.00	49,078,873.00	0.00
2211201 Refined Fuels and Lubricants for Transport	219,523,012.95	0.00	258,571,389.80	0.00
2211202 Refined Fuels and Lubricants for Production	1,174,230.00	0.00	1,082,101.00	0.00
2211203 Refined Fuels and Lubricants - Other	2,682,460.75	0.00	3,501,159.55	0.00
2211204 Other Fuels (wood, charcoal, cooking gas etc?)	281,897,035.75	0.00	336,636,112.00	0.00
2211200 Fuel Oil and Lubricants	505,276,739.45	0.00	599,790,762.35	0.00
2211301 Bank Service Commission and Charges	259,450.00	0.00	437,700.00	0.00
2211302 School Examination and Invigilation Fees	0.00	0.00	0.00	0.00
2211303 Inmates Allowance	0.00	0.00	0.00	0.00
2211304 Medical Expenses	84,695,481.45	0.00	83,175,229.55	0.00
2211305 Contracted Guards and Cleaning Services	19,760,621.50	0.00	18,674,650.00	0.00
2211306 Membership Fees, Dues and Subscriptions to Professional and Trade Bodies	0.00	0.00	542,850.00	0.00
2211308 Legal Dues/fees, Arbitration and Compensation Payments	10,213,999.15	0.00	68,889,229.85	0.00
2211310 Contracted Professional Services	300,340.00	0.00	258,586.00	0.00
2211312 Confidential Expenditures	0.00	0.00	99,998,397.20	0.00
2211313 Security Operations	139,513,224.15	0.00	108,999,258.50	0.00
2211320 Temporary Committee Expenses	1,441,999.50	0.00	2,184,955.00	0.00
2211323 Laundry Expenses	75,900.00	0.00	75,900.00	0.00
2211324 Registration of Land	4,187,951.00	0.00	0.00	0.00
2211329 HIV AIDS Secretariat workplace Policy Development	0.00	0.00	0.00	0.00
2211300 Other Operating Expenses	260,448,966.75	0.00	383,236,756.10	0.00
2210000 Goods and Services	8,035,721,889.30	0.00	7,168,886,975.60	0.00
2220101 Maintenance Expenses - Motor Vehicles	110,706,406.40	0.00	136,362,936.10	0.00
2220103 Maintenance Expenses - Boats and Ferries	131,475.00	0.00	175,300.00	0.00
2220105 Routine Maintenance - Vehicles	0.00	0.00	0.00	0.00
2220100 Routine Maintenance - Vehicles	110,837,881.40	0.00	136,538,236.10	0.00
2220201 Maintenance of Plant, Machinery and Equipment (including lifts)	420,762.25	0.00	567,234.00	0.00
2220202 Maintenance of Office Furniture and Equipment	1,539,769.50	0.00	1,222,920.00	0.00
2220204 Maintenance of Buildings -- Residential	0.00	0.00	4,100.00	0.00
2220205 Maintenance of Buildings and Stations -- Non-Residential	2,565,127.50	0.00	1,715,551.00	0.00
2220206 Maintenance of Civil Works	1,096,482.00	0.00	1,673,176.40	0.00
2220209 Minor Alterations to Buildings and Civil Works	405,475.00	0.00	300,179.00	0.00
2220210 Maintenance of Computers, Software, and Networks	1,040,334.75	0.00	2,497,687.00	0.00
2220211 Maintenance of Police and Security Equipment	0.00	0.00	0.00	0.00
2220212 Maintenance of Communications Equipment	0.00	0.00	0.00	0.00
2220200 Routine Maintenance - Other Assets	7,067,951.00	0.00	7,980,847.40	0.00
2220000 Routine Maintenance	117,905,832.40	0.00	144,519,083.50	0.00
2620170 UN African Institute for Prevention of Crime	0.00	0.00	0.00	0.00
2620100 Membership Fees and Dues and Subscriptions to International Organizations	0.00	0.00	0.00	0.00
2620000 Grants and Other Transfers to	0.00	0.00	0.00	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
International Organizations				
2630101 Current Grants to Semi-Autonomous Government Agencies	0.00	0.00	0.00	0.00
2630100 Current Grants to Government Agencies and other Levels of Government	0.00	0.00	0.00	0.00
2630000 Grants & Transfer To Other Govt. Units	0.00	0.00	0.00	0.00
2640101 Scholarships and other Educational Benefits - Secondary Education	6,832,159.00	0.00	5,000,000.00	0.00
2640102 Scholarships and other Educational Benefits - Tertiary Education	10,840,720.60	0.00	10,160,000.00	0.00
2640100 Scholarships and other Educational Benefits	17,672,879.60	0.00	15,160,000.00	0.00
2640000 Other Transfers and Emergency Relief	17,672,879.60	0.00	15,160,000.00	0.00
2710101 Early Retirement	0.00	0.00	0.00	0.00
2710102 Gratuity - Civil Servants	11,090,878.45	0.00	9,498,724.95	0.00
2710100 Government Pension and Retirement Benefits	11,090,878.45	0.00	9,498,724.95	0.00
2710000 Social Security Benefits	11,090,878.45	0.00	9,498,724.95	0.00
2990105 Expenses	0.00	0.00	0.00	0.00
2990100 System Required Expenses	0.00	0.00	0.00	0.00
2990000 System Required Expense A/cs	0.00	0.00	0.00	0.00
3110101 Purchase of Residential Buildings	0.00	0.00	0.00	0.00
3110100 Purchase of Buildings	0.00	0.00	0.00	0.00
3110201 Residential Buildings (including hostels)	0.00	0.00	35,399,488.80	0.00
3110202 Non-Residential Buildings (offices, schools, hospitals, etc..)	23,607,239.60	0.00	303,099,977.20	0.00
3110299 Construction of Buildings - OI	0.00	0.00	0.00	0.00
3110200 Construction of Building	23,607,239.60	0.00	338,499,466.00	0.00
3110302 Refurbishment of Non-Residential Buildings	0.00	0.00	0.00	0.00
3110300 Refurbishment of Buildings	0.00	0.00	0.00	0.00
3110504 Other Infrastructure and Civil Works	5,029,379.50	0.00	229,262,357.80	0.00
3110500 Construction and Civil Works	5,029,379.50	0.00	229,262,357.80	0.00
3110701 Purchase of Motor Vehicles	17,000,000.00	0.00	19,940,000.00	0.00
3110799 Purchase of Vehicles & Other T	0.00	0.00	0.00	0.00
3110700 Purchase of Vehicles and Other Transport Equipment	17,000,000.00	0.00	19,940,000.00	0.00
3110901 Purchase of Household and Institutional Furniture and Fittings	0.00	0.00	11,000.00	0.00
3110902 Purchase of Household and Institutional Appliances	3,500,000.00	0.00	64,059,850.00	0.00
3110900 Purchase of Household Furniture and Institutional Equipment	3,500,000.00	0.00	64,070,850.00	0.00
3111001 Purchase of Office Furniture and Fittings	0.00	0.00	0.00	0.00
3111002 Purchase of Computers, Printers and other IT Equipment	0.00	0.00	165,050.00	0.00
3111009 Purchase of other Office Equipment	0.00	0.00	6,691,406.00	0.00
3111000 Purchase of Office Furniture and General Equipment	0.00	0.00	6,856,456.00	0.00
3111101 Purchase of Medical and Dental Equipment	123,299.00	0.00	164,400.00	0.00
3111103 Purchase of Agricultural Machinery and Equipment	0.00	0.00	0.00	0.00
3111104 Purchase of Instrumentation and Calibration Equipment	0.00	0.00	0.00	0.00
3111106 Purchase of Fire fighting Vehicles and Equipment	0.00	0.00	0.00	0.00
3111108 Purchase of Police and Security Equipment	15,274,908.00	0.00	23,324,300.00	0.00
3111109 Purchase of Educational Aids and Related Equipment	323,925.00	0.00	431,900.00	0.00
3111111 Purchase of ICT Networking and Communication Equipment	16,392,760.00	0.00	1,609,702.00	0.00
3111112 Purchase of Software	0.00	0.00	31,989,840.00	0.00
3111113 Purchase of Musical Instruments	828,750.00	0.00	1,105,000.00	0.00
3111100 Purchase of Specialised Plant, Equipment and Machinery	32,943,642.00	0.00	58,625,142.00	0.00
3111301 Purchase of Certified Crop Seed	149,100.00	0.00	149,100.00	0.00
3111302 Purchase of Animals and Breeding Stock	79,900.00	0.00	79,900.00	0.00
3111300 Purchase of Certified Seeds, Breeding Stock and Live Animals	229,000.00	0.00	229,000.00	0.00
3111499 Research, Feasibility Studies	0.00	0.00	928,425.00	0.00
3111400 Research, Feasibility Studies, Project	0.00	0.00	928,425.00	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
Preparation and Design, Project Supervision				
3111502 Water Supplies and Sewerage	0.00	0.00	0.00	0.00
3111504 Other Infrastructure and Civil Works	64,808,579.00	0.00	0.00	0.00
3111500 Rehabilitation of Civil Works	64,808,579.00	0.00	0.00	0.00
3110000 Acquisition of Fixed Capital Assets	147,117,840.10	0.00	718,411,696.80	0.00
6510259 Prisons Industries Fund	0.00	0.00	0.00	0.00
6510200 01-010-E418-UNICEF PROGRAMME-M	0.00	0.00	0.00	0.00
6510000 Special Accounts	0.00	0.00	0.00	0.00
6530101 Ministry HQ Recurrent Bank A/C	3,720,294.60	0.00	167,782.20	0.00
6530111 District - Recurrent Bank A/c	0.00	0.00	0.00	0.00
6530100 Recurrent Bank Accounts	3,720,294.60	0.00	167,782.20	0.00
6530000 Recurrent Bank Accounts	3,720,294.60	0.00	167,782.20	0.00
6540101 Ministry HQ Development Bank A	1,135,561.50	0.00	1,304,544.90	0.00
6540111 District - Development Bank Ac	0.00	0.00	0.00	0.00
6540100 Development Bank Accounts	1,135,561.50	0.00	1,304,544.90	0.00
6540000 Development Bank Accounts	1,135,561.50	0.00	1,304,544.90	0.00
6550101 Ministry HQ Deposit Bank A/C	145,017,721.15	0.00	160,280,223.00	0.00
6550100 Deposit Bank Accounts	145,017,721.15	0.00	160,280,223.00	0.00
6550000 Deposit Bank Account	145,017,721.15	0.00	160,280,223.00	0.00
6580101 Cash	0.00	0.00	864,138.90	0.00
6580104 Cash in Transit	0.00	0.00	0.00	0.00
6580100 Cash in Hand	0.00	0.00	864,138.90	0.00
6580000 Cash in Hand	0.00	0.00	864,138.90	0.00
6710101 Staff Loans - General	0.00	0.00	0.00	0.00
6710102 Salary Paid in Advance	0.00	0.00	0.00	0.00
6710103 Salary advance	0.00	0.00	0.00	0.00
6710100 Debtors & Advances - Employees	0.00	0.00	0.00	0.00
6710000 Domestic Debtors & Advances	0.00	0.00	0.00	0.00
6740101 Prepayment	0.00	0.00	0.00	0.00
6740102 R/D Cheques	0.00	0.00	0.00	0.00
6740100 Other Debtors & Pre-payments	0.00	0.00	0.00	0.00
6740000 Other Debtors & Pre-payments	0.00	0.00	0.00	0.00
6760101 Standing Imprests	0.00	0.00	0.00	0.00
6760102 Special Imprests	0.00	0.00	0.00	0.00
6760103 Temporary Imprests	0.00	0.00	0.00	0.00
6760100 Imprests	0.00	0.00	0.00	0.00
6760000 Government Imprests	0.00	0.00	0.00	0.00
6770101 Inter-Ministerial Agency A/C	0.00	0.00	0.00	0.00
6770100 Ministerial Agency Accounts	0.00	0.00	0.00	0.00
6770000 Agency Accounts	0.00	0.00	0.00	0.00
6780101 General Suspense A/C	0.00	0.00	0.00	0.00
6780103 District Suspense A/c	374,870.65	0.00	12,580,427.90	0.00
6780110 Imprest Cash Recovery	0.00	0.00	0.00	0.00
6780111 Salary Advance Recovery	0.00	0.00	0.00	0.00
6780100 Suspense & Clearance Account	374,870.65	0.00	12,580,427.90	0.00
6780000 Suspense & Clearance Account	374,870.65	0.00	12,580,427.90	0.00
6790102 Receiving Inventory A/C	0.00	0.00	0.00	0.00
6790100 Other Current System A/cs	0.00	0.00	0.00	0.00
6790000 Other Current Assets (System r	0.00	0.00	0.00	0.00
7310101 General Deposits	0.00	145,017,721.15	0.00	160,280,223.00
7310103 Fuel Levy	0.00	0.00	0.00	0.00
7310100 General Deposits Items	0.00	145,017,721.15	0.00	160,280,223.00
7310000 Deposits	0.00	145,017,721.15	0.00	160,280,223.00
7320001 PAYE	0.00	0.00	0.00	0.00
7320002 NHIF	0.00	0.00	0.00	0.00
7320003 House Rent	0.00	0.00	0.00	0.00
7320006 NSSF	0.00	0.00	0.00	0.00
7320007 Co-operatives	0.00	0.00	0.00	0.00
7320008 Insurances	0.00	0.00	0.00	0.00
7320009 Hire Purchases	0.00	0.00	0.00	0.00
7320010 Court Attachments	0.00	0.00	0.00	0.00
7320011 WCPS	0.00	0.00	0.00	0.00
7320013 HELB Deductions	0.00	0.00	0.00	0.00
7320000 Other Liabilities	0.00	0.00	0.00	0.00
7320101 PAYE	0.00	0.00	0.00	0.00
7320102 NHIF	0.00	0.00	0.00	0.00
7320103 House Rent	0.00	0.00	0.00	0.00
7320106 NSSF	0.00	0.00	0.00	0.00
7320107 Co-operatives	0.00	0.00	0.00	0.00
7320108 Insurances	0.00	0.00	0.00	0.00
7320109 Hire Purchases	0.00	0.00	0.00	0.00
7320110 Court Attachments	0.00	0.00	0.00	0.00
7320111 WCPS	0.00	0.00	0.00	0.00
7320112 Staff Welfare Associations	0.00	0.00	0.00	0.00
7320113 HELB Deductions	0.00	0.00	0.00	0.00

Account No and Description	Current Period		Previous period	
	Debit Balance	Credit Balance	Debit Balance	Credit Balance
7320114 Union Dues	0.00	0.00	0.00	0.00
7320115 Save As You Earn (SAYE)	0.00	0.00	0.00	0.00
7320116 Mortgages / Bank Loans	0.00	0.00	0.00	0.00
7320117 Govt. Liability Attachments	0.00	0.00	0.00	0.00
7320118 Provident Fund	0.00	0.00	0.00	0.00
7320119 RTD Salary - held for officer	0.00	0.00	0.00	0.00
7320121 Salary Overpayment Refunds	0.00	0.00	0.00	0.00
7320123 Civil Service Housing Fund	0.00	0.00	0.00	0.00
7320124 3% Commission on Deductions	0.00	0.00	0.00	0.00
7320125 Emergency Response Fund	0.00	0.00	0.00	0.00
7320126 Employee Contribution to PSSS	0.00	0.00	0.00	0.00
7320127 Housing Levy	0.00	0.00	0.00	0.00
7320199 Salary Control Account	0.00	0.00	0.00	0.00
7320100 Salary Deductions	0.00	0.00	0.00	0.00
7320201 Contractors Retention Money	0.00	0.00	0.00	0.00
7320208 Public Procurement Capacity Building Levy	0.00	0.00	0.00	0.00
7320200 Other General Liabilities	0.00	0.00	0.00	0.00
7320000 Other Liabilities	0.00	0.00	0.00	0.00
7380101 General Withholding Tax	0.00	0.00	0.00	0.00
7380102 VAT Withholding	0.00	0.00	0.00	0.00
7380100	0.00	0.00	0.00	0.00
7380000 Withholding Taxes	0.00	0.00	0.00	0.00
7390101 Inventory AP Accrual	0.00	0.00	0.00	0.00
7390103 AP Liabilities	0.00	0.00	0.00	0.00
7390100 System Required Liabilities	0.00	0.00	0.00	0.00
7399999 Cash Clearing A/c	0.00	0.00	0.00	0.00
7399900	0.00	0.00	0.00	0.00
7390000 System Required Liabilities A/c's	0.00	0.00	0.00	0.00
9910101 Provision for Encumbrance	0.00	0.00	0.00	0.00
9910100 General Provisions	0.00	0.00	0.00	0.00
9910201 Exchequer Releases/ Provisioning Account	0.00	256,734,807,081.05	0.00	220,591,313,918.75
9910209 Remittances to Exchequer Miscellaneous Revenue	1,765,655,495.05	0.00	1,751,030,274.75	0.00
9910200 Exchequer Provisions	1,765,655,495.05	256,734,807,081.05	1,751,030,274.75	220,591,313,918.75
9910000 Provisions	1,765,655,495.05	256,734,807,081.05	1,751,030,274.75	220,591,313,918.75
9999999 Consolidated Fund	218,825,366,750.10	0.00	185,894,465,939.90	0.00
9999900	218,825,366,750.10	0.00	185,894,465,939.90	0.00
9990000 Opening Balance Reserves	218,825,366,750.10	0.00	185,894,465,939.90	0.00
<b>Total</b>	<b>256,885,170,672.20</b>	<b>256,885,170,672.20</b>	<b>220,754,227,391.75</b>	<b>220,754,227,391.75</b>

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

Prepared By: \_\_\_\_\_

Date: \_\_\_\_\_

Reviewed By: \_\_\_\_\_

Date: \_\_\_\_\_

Approved By: \_\_\_\_\_

Date: \_\_\_\_\_