

1921

KENYA

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D. C. A.

16TH DECEMBER 1921

REC. 21

SUBJECT

ANNUAL REP. RAO ACCOUNT 1916-19

Report on

MINUTES

*The annual account for 1917-20
has been submitted to the
Board of Directors for their
approval. The minutes refer to
the account of record.*

*When that has been done,
a copy of both reports should go
on to the Govt in formal draft,
copy being submitted to the*

*The JCA's views on the credits in
1918-19 & the Van Buren, in both
years should be on record bearing
for future guidance, but he need
make no comment.]*

Subsequent Paper

65705

MINUTES

MINUTES NOT TO BE WRITTEN
ON THIS SIDE

751

East Africa Dept.,

In accordance with Rule 39 of the Departmental Instructions of the Colonial Audit Department I submit herewith (in duplicate) certified copies of the Annual Abstract Accounts of the East Africa Protectorate (Kenya Colony) for the years 1918-19 and 1919-20, together with my reports thereon.

[Handwritten signature]
9/2

EAST AFRICA PROTECTORATE,
ANNUAL ABSTRACT ACCOUNT, 1918-19.

REPORT of the DIRECTOR OF COLONIAL AUDIT on the Account of the Treasurer of the East Africa Protectorate for the year ended the 31st of March, 1919.

As certified therein, the accounts rendered together with the Statement of Assets and Liabilities, at the 31st of March, 1919, has been examined under my directions.

2. The questions which arose in the course of examination have been satisfactorily settled, as far as possible, but a few points in connection with the accounts of this and the preceding year still await final settlement.

3. The total expenditure for the year, as recorded in the account rendered by the Acting Treasurer, amounted to £1,570,705.5.0 but the actual gross expenditure appears to have been £1,513,651.17.1, the difference of £57,054.32.9 being due to the deduction of the following credits from the expenditure incurred under the following heads:-

(a) An amount of £26,208.14.6 was credited to the head "Military Expenditure", with a view to correcting an overcharge of that amount in the Account for the year 1917-18 and the total expenditure under this head has accordingly been reduced from £128,133 to £101,924.6.6.

(b) An amount of £14,353.12.6 was credited to the head "Military Special Expenditure" in order to adjust an overcharge, recorded in the account for the year

1914-15 in respect of the expenses of the Sillader Camel Corps after its detention in the Protectorate for general war service. As the total expenditure for ~~the year~~ under the head referred to amounted to £9,855.14.9 only, there remained at the close of the year a net credit to the head amounting to £4,497.17.9 as shown in the Account.

(c) £5,384.5.1, representing profits on exchange on drafts drawn on the Crown Agents, was credited to Expenditure Head "Miscellaneous Services", and the total expenditure under this head was thus reduced from £12,968.17.9 to £7,584.12.8.

An explanation of the above transactions is contained in paragraphs 8, 9 and 10 of the Treasurer's Financial Report for the year but I am of opinion that the procedure which was followed regarding them is open to objection from an accounting point of view and that the correct course would have been, instead of dealing with them as credits to expenditure, to have brought them to account as Revenue under appropriate heads.

4. Certain errors of classification, appearing in the account as rendered, were brought to notice and admitted by the Treasurer too late for adjustment but, with the following exception, they were of minor importance:-

A sum of £13.6.8 was charged to expenditure Head XXVIII "Public Works Department" instead of to Head XXX "Public Works Extraordinary".

6. Included in the total sum of £156,973 which is charged against the Head "Protectorate Share of War Expenses" is an amount of £134,198 in respect of War Bonus paid to the Protectorate staff during the year.

1914-15 in respect of the expenses of the Sillader Canal Corps after its detention in the Protectorate for general war service. As the total expenditure for the year under the head referred to amounted to £9,805.14.9 only, there remained at the close of the year a net credit to the head amounting to £4,497.17.9, as shown in the Account.

(c) £5,364.5.1, representing profits on exchange on drafts drawn on the Crown Agents, was credited to Expenditure Head "Miscellaneous Services", and the total expenditure under this head was thus reduced from £12,968.17.9 to £7,564.12.8.

An explanation of the above transactions is contained in paragraphs 8, 9 and 10 of the Treasurer's Financial Report for the year but I am of opinion that the procedure which was followed regarding them is open to objection from an accounting point of view and that the correct course would have been, instead of dealing with them as credits to expenditure, to have brought them to account as Revenue under appropriate heads.

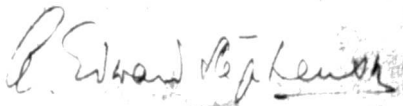
4. Certain errors of classification, appearing in the account as rendered, were brought to notice and admitted by the Treasurer too late for adjustment but, with the following exception, they were of minor importance:-

A sum of £13.6.8 was charged to expenditure Head XXVIII "Public Works Department" instead of to Head XXX "Public Works Extraordinary".

6. Included in the total sum of £155,973 which is charged against the Head "Protectorate Share of War Expenses" is an amount of £134,198 in respect of War Bonus paid to the Protectorate staff during the year.

In my opinion the proper course to have adopted with regard to these payments would have been to have charged the respective amounts to departmental Heads instead of merging them, in one total, under War Expenses.

7. The outstanding points in connection with the accounts for 1915-16 and 1916-17, referred to in paragraph 2 of my previous Report, have now been settled.



Director of Colonial Audit.

COLONIAL AUDIT DEPARTMENT,

15th December, 1921.

APPENDIX

EAST AFRICA PROTECTORATE

States & Total Revenue
for 1911

EAST AFRIC

Statement showing the Total Revenue and

RECEIPTS	Amount		Actual Receipts		More than Estimated		Less than Estimated	
	Estimated	£	£	s	d	£	s	d
Balance on 1st April 1918			147,583	1	3			
HEADS OF REVENUE								
Customs			147,542	7	3	38,419	7	3
Port, Harbour, Wharf and Light dues			2,900	0	0			1,070 17
Licences, Stamps and Internal Revenue not otherwise classified			347,050	31	0	3,965	1	3
Fees of Court of Office, Payments for Specific Services and Reimbursements-in-aid			48,192	0	4	21,572	10	4
Reimbursements by other Governments			43,182	12	8			690 11
Post and Telegraphs			58,060	69	8	10,387	3	7
Government Railways			700,000	634	17			116,792 6
Government Railway			400,000	78	12			10,882 11
Bustage Railway			44,033	78	4			9,592 5
East Bell Kampala Railway			6,000	4	0			1,027 18
Roads			36,000	36	0	7	6	3
Interest			12,510	20	14	7,637	18	1
Contingent Receipts			10,000	16	6	6,662	7	4
Sale of Government Property			12,195	15	8	3,387	2	9
			1,587,990	1,586	6	86,988	16	10
Land Sales			4,100	12	7	8,656	19	3
			1,592,090	1,548	6	95,645	16	1
Total Revenue			1,592,090	1,548	6	95,645	16	1
Total including Balance			1,696,286	7	5			139,032 9
Less from Imperial Loans (£250,000)								
Less from Imperial Loans (£1,000,000)								
Less from Imperial Loans (£1,500,000)								
Total of Loans								
Total including Loans			1,696,286	7	5			
Less from War Expenses Contingent on Loans			3,479	4	2			
Actual Receipts			112,816	11	11			
General Reserve			322,161	15	3			

PROTECTORATE.

Expenditure in the year, 1918-1919.

HEADS OF EXPENDITURE	PAYMENTS		Actual Payments		More than Estimated		Less than Estimated	
	Estimated	£	£	s	d	£	s	d
Salaries and Pensions to H. H. the King of Zanzibar			17,000	17	0			
Salaries and Gratifications			10,000	11,168	16	3	1,168	16
Expenses of the Governor			7,812	7,804	4	8		
Post and Printing			7,215	6,722	17	8	82	1
General Office and Printing			7,424	7,412	5	8		
Do. Special Expenditure			1,080	12	9	11		
Civil Administration			169,984	144,392	18	4		
Do. Special Expenditure			6,450	8,994	7	2		
Treasury			10,974	11,128	10	5		
Police Department			21,825	12,437	10	0		
Land and Marine Departments			7,825	7,317	9	1		
Do. Special Expenditure			70	709	13	3		
Medical Department			22,303	19,339	9	9		
Do. Special Expenditure			71,676	69,831	3	7		
Public Works			21,864	30,099	1	6		
Technical Departments			77,789	52,962	19	3		
Do. Special Expenditure			4,200	282	15	6		
Laboratories			5,798	4,382	16	0		
Education			17,108	15,327	8	0		
Transport			4,173	5,138	10	6		
Military Expenditure			128,138	104,924	5	6		
Do. Special Expenditure			9,500	4,497	17	9		
Post and Telegraphs			68,690	7,584	12	8		
Do. Special Expenditure			3,335	56,439	2	10		
Road Department			220,892	6,247	12	3		
Do. Special Expenditure			4,580	3,317	19	8		
East Bell Kampala Railway			44,063	24,440	15	0		
Do. Special Expenditure			6,000	4,978	2	0		
Agricultural Department			52,339	47,345	5	7		
Do. Special Expenditure			5,402	1,460	19	6		
Police Department			14,127	12,967	13	5		
Public Works Department			4,166	3,265	16	8		
Medical Department			30,887	31,847	7	9		
Public Works Department			9,085	7,522	3	6		
Do. Recurrent			73,600	33,157	10	3		
Do. Extraordinary			21,406	67,263	13	1		
Land Settlement			4,463	3,663	1	9		
Forest			1,565	1,603	3	2		
Civil Expenditure for Magadi				5,405	0	9		
Protectorate share of War Expenses				150,973	2	7		
Total Expenditure			1,592,090	1,570	5	0		
Services (£250,000)				16	0	0		
Services (£375,000)				2,375	4	9		
Services (£1,868,000)				9,900	6	0		
Total of Loan Services				11,592	4	9		
Total including Loan Services			1,582,297	9	3			
Expenses—Common Charges			2,169,311	18	7			
Unallocated Sums			115,568	0	5			
Trade Goods			336,307	12	5			
Post Office, London			4,042	15	2			
Union of South Africa			5,471,979	3	7			
Union of South Africa			19,108	5	10			
Union of South Africa			8,400	2	1			
Union of South Africa			380,498	4	2			
Union of South Africa			789,363	19	10			
Union of South Africa			682,778	10	2			
Union of South Africa			290	9	2			
Balance of Cash on hand on 31st March 1919			11,543,211	11	2			
			372,481	4	2			
Total £			11,915,692	15	4			

W. A. KEMPE,

Ag. Treasurer.

Nairobi, 3rd September, 1919.

APPENDIX II.

EAST AFRICA PROTECTORATE.

Statement of Assets and Liabilities on 31st March, 1919.

Statement of Assets and Liabilities on 31st May 1919.

LIABILITIES	AMOUNT	ASSETS	AMOUNT
Subsidiary Courage	100.00	Advertisements	99.567
Suspense—Sundry Accounts	16,201.00	Printers' Charges	48.490
Suspense—War Office	7,578.00	Land Buildings	156,865.00
General Post Office, London	6,756.00	Land (to be sold)	1,746.00
Drafts and Remittances		Stores of Office	1,400.00
Deposits—		Stores of War Office	1,201,880.00
Uganda Railway Steamer Depreciation Fund	4,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Savings Bank	10,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
National Bank of India (Guarantee)	10,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Sundry Deposits	10,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Loans—		Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Loan of £375,000 unrepaid balance	375,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Less amount repaid (8 instalments of £25,000)	200,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Loan of £250,000	250,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Loan of £1,868,000 first instalment	1,868,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Loan to meet War Office—Guarantee (Sundry)	10,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Excess of assets over liabilities	15,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00
Total	11,829,000.00	Stores of K. M. S. (Stores at 25.000)	1,067,000.00

R. C. S.