REPUBLIC OF KENYA

KENYA NATIONAL AUDIT OFFICE

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF KIBABII UNIVERSITY COLLEGE

FOR THE YEAR ENDED 30 JUNE 2013

Kibabii University College

(A Constituent College of Masinde Muliro University Of Science And Technology)

AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDING 30TH JUNE, 2013

KIBABII UNIVERSITY COLLEGE

TABLE OF CONTENTS

INSTITUTIONAL INFORMATION 2

REPORT OF THE CHAIRMAN OF COUNCIL 7

PRINCIPAL'S REPORT ON THE FINANCIAL STATEMENTS 8

STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES 9

STATEMENT OF FINANCIAL POSITION 10

STATEMENT OF COMPREHENSIVE INCOME 11

STATEMENT OF CASH FLOWS 12

STATEMENT OF CHANGES IN RESERVES 13

NOTES TO THE FINANCIAL STATEMENTS 14

KIBABII UNIVERSITY COLLEGE

(A Constituent College of Masinde Muliro University of Science and Technology)

INSTITUTIONAL INFORMATION

PHILOSOPHY

Kibabii University College embodies the view that Science, Technology and Innovation are critical for sustainable utilization of material and human resources for the posterity of the universe.

VISION

To be a global and dynamic University of excellence in Science, Technology and Innovation.

MISSION

To achieve excellence in generation, transmission and enhancement of new knowledge in Science, Technology and Innovation through quality Teaching, Research, Training, Scholarship, Consultancy and Outreach programmes.

MOTTO

Knowledge for Development

CORE VALUES

To undertake its mission and realize its vision, Kibabii University College upholds the following values:-

Productivity- The University College shall strive to produce well trained and qualified graduates.
Professionalism-The University College Staff shall conduct themselves with decorum and adhere to professional ethics.
Excellence- The University College shall ensure quality teaching research and provision of excellence in teaching, research and provision of service to the public.
Accountability and Transparency - The University College Staff shall explain the rationale of activities done and avoid any actions that might border on any malpractice.
Equity – The University College Management shall ensure that there are equal opportunities for all without any form of discrimination, be it gender, race, disability, age, religion or ethnicity.
Integrity – The University College staff shall have common decorum reflected in their personal appearances, interactions and conducts.
Academic freedom- The University College shall encourage the spirit of free and critical thought, and reflective inquiry among students and staff.
Social responsibility- The University College shall promote awareness and provide leadership in responding to issues and problems affecting the society.
Innovation – The University College shall provide opportunities for the creation of new ideas and products for teaching, learning and well-being of the society.
Respect for human rights – The University College shall ensure that constitutional rights of all staff and students are upheld.

ESTABLISHMENT

The University College is a body corporate established in Kenya under Kibabii University College Order Number 115 of 12th August, 2011. The Strategic Plan 2012-2017, reaffirms the mandate of Kibabii University College to provide facilities for university education, research, enhancement of knowledge and to stimulate the intellect. In addition, the University College undertakes to contribute to industrial and technological development through innovation and technology transfer as well as foster the general welfare of staff, students and the community.

The University College has embarked on setting up its own systems, structures and policies. It is however faced with immense challenges including stalled projects, inadequate water supply and shortage of accommodation as well as staff in the face of increasing enrolment of students. The College requires support in order to meet its mandate and accomplish its mission and vision.

REGISTERED OFFICE

Kibabii University College

P.O. Box 1699 – 50200,

BUNGOMA.

Tel. 020-2028660/0708-0859934/0734-831729

Fax

Email: enquiries@kibabiiuniversity.ac.ke

BANKERS

1. Kenya Commercial Bank,
   Bungoma Branch.

INDEPENDENT AUDITORS.

Auditor General,

Kenya National Audit Office,

P.O. Box 30084 – 00100

NAIROBI

TEL: 335777

FAX: +254-20-330829

MEMBERS OF THE UNIVERSITY COLLEGE COUNCIL

Chairman	Prof. Shem Migot Adholla, EBS B.A (Hons), University of East Africa-Dar es Salaam M.A (Sociology)-University of California Ph.D (Sociology of Development)-University of California
Vice Chairman	Ms. Connie Okwisa Mogaka B.ED (UON) PGDE (NIEPA) Higher Dip (Professional Counseling),(KAPC) M.A (Sociology) (Jawaharlal Nehru University)
Vice Chancellor, MMUST	Prof. B.C.C Wangila Dip. Ed. (Kenyatta) Dip. Aqua (ARAC), B.Sc. (NBI), M.Tech (Rivers State), Phd (Manitoba)
Principal	Prof. Isaac Ipara Odeo B.ED (Arts) (UON) M.ED (Kenyatta University) Ph.D (Moi University)
Deputy Principal (Academic, Research & Extension)	Prof. Solomon Igosangwa Shibairo B.Sc (Agric) (UON) M.Sc (Agronomy) (UON) Ph.D (Plant Science) (University of British Columbia)
Deputy Principal (Planning Administration & Finance)	Prof. Shem Omukunda Aywa B.ED (Sci.) (Kenyatta University) M.Sc (Kenyatta University) Ph.D (Potchefstroom University)
Members	Dr. Issa Kipera Athuman B.A (Economics) (UON) M.A (Planning) (UON) Ph.D (Economics) (Jawaharlal Nehru University)
	Mr. Lawrence Omuhaka B.ED (Arts) (UON) MBA-HR (Kenyatta University)
	Dr. Korir Sing'oei Abraham Bachelor of Law (UON) Dip. Legal Practice (Kenya School of Law) Master of Law (University of Pretoria)

Mrs. Alice Barasa Nabwera
Bsc (Botany/Zoology) (University of East Africa)
PGDE (University of East)
M.ED (University of Pittsburg, Pa)

Ex-Officio Members

Permanent Secretary **Ministry of Higher Education, Science & Technology**	Prof. C. Kiamba, CBS, MBS B.A. Land Economics (Nairobi), M. Sc (Reading), MBA, Finance & International Business (Columbia), Ph.D (Cambridge)
Permanent Secretary **Ministry of Finance**	J. K. Kinyua, EBS B.A. Econ. (Nairobi), M.A. (Nairobi), Member AERC
Student Representative	Gideon Matongwa

OFFICERS OF THE UNIVERSITY COLLEGE

CHANCELLOR

H.E. Hon. Mwai Kibaki, C.G.H., M.P., President and Commander-in-Chief of the Armed Forces of the Republic of Kenya.

CHAIRMAN

Prof. Shem Migot Adholla, EBS
B.A (Hons), University of East Africa-Dar es Salaam, M.A (Sociology)-University of California
Ph.D (Sociology of Development)-University of California

COLLEGE PRINCIPAL

Prof. Isaac Ipara Odeo
B.ED (Arts) (UON), M.ED (Kenyatta University), Ph.D (Moi University)

DEPUTY PRINCIPAL (PLANNING, ADMINISTRATION AND FINANCE)
Prof. Shem Omukunda Aywa
B.ED (Sci.) (Kenyatta University), M.Sc (Kenyatta University), Ph.D (Potchefstroom University)

DEPUTY PRINCIPAL (ACADEMIC, RESEARCH & EXTENSION)
Prof. Solomon Igosangwa Shibairo
B.Sc (Agric) (UON), M.Sc (Agronomy) (UON), Ph.D (Plant Science) (University of British Columbia)

SENIOR ASSISTANT REGISTRAR
David B. Namasaka
B. ED (Arts) (UON), MSC (Disaster Management & Humanitarian Assistance) (MMUST)

SENIOR ASSISTANT LIBRARIAN
Margaret M. Wanambisi
B.A. (Education & Sociology) (Lucknow University), Blsc (Library & Information Sciences) (Lucknow University), PGD (Library & Information Sciences) (Institute of Management & Research)

SENIOR ACCOUNTS ASSISTANT
Tubman B. Walaba
BBM (Accounting) (Moi), CPA (K)

KIBABII UNIVERSITY COLLEGE

REPORT OF THE CHAIRMAN OF COUNCIL

It is with great pleasure that I present the 1st Kibabii University College Financial Report for the year ended 30th June, 2013. The University College this year endeavored to increase the number of programmes to enhance access to higher education as it prepares for the award of charter.

The vision of the University College is to be a global and dynamic University of excellence in Science, Technology and Innovation. Various structures

The University College witnessed administrative milestones in the course of the Financial Year. The University College Principal, the Deputy Principal (Planning, Administration and Finance) and Deputy Principal (Academic, Research and Extension) were appointed during this period. I extend my congratulations on these new appointments and wish them every success as they steer the University College to greater heights.

I wish to appreciate the support of the Government and organizations like the Higher Education Loans Board for continuing to support our students in paying their fees. An increasing number of students have difficulties in meeting the cost of education and HELB as well as other bursary providers have assisted in ensuring our students pursue their studies. I appeal for further support from the private sector and Non-Governmental Organizations.

The University Council would like to appeal to the Government to consider enhancing our recurrent and capital development grants to enable the University College meet its financial obligations. The University College faces huge challenges in putting up critical infrastructure including learning and accommodation facilities.

I thank all our students, parents, and other stakeholders for choosing to invest in our institution and urge that together we should strive to achieve higher levels of excellence in the coming years.

SIGNATURE:---------- **DATE:** 27 June 2014 ----------

PROF. SHEM MIGOT ADHOLLA, EBS
CHAIRMAN – KIBABII UNIVERSITY COLLEGE COUNCIL

KIBABII UNIVERSITY COLLEGE

PRINCIPAL'S REPORT ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE, 2013.

The financial year ending 30th June, provided thrilling experience and exciting achievement by the University College as it marked the beginning of its independent operations.

During this period the University College started implementing its five year strategic plan. One of the key ingredients of the plan is a system of academic commitment by fostering a climate of productivity, professionalism, excellence, accountability and transparency, equity, and innovation in order to be competitive. The strategic plan provides for regular review of curricula and the establishment of linkages with institutions in the public and private sectors.

Financial Performance Highlights

The University College received Kshs. 178,900,000.00 in Recurrent Grants only. These grant accounted for 81% of the total receipts by the University College while 19% was generated through internal sources. The Development Grant of Kshs. 50,000,000.00 was not disbursed. We hope that the Government will release this money to assist the University College in completing the stalled projects. The Recurrent Grants were used for operations, Personnel Emoluments, and Maintenance.

During the financial year under review, the University College had 916 students comprising of 826 undergraduate, 60 diploma and 30 certificate students. The College has Nine Academic programmes. Currently the University College has 70 members of staff comprising of 4 academic and 66 administrative.

Although there has been progress, the University College still has shortcomings as a result of lack of adequate teaching space, Laboratories as well as academic and administrative staff. This is due to low funding by the Exchequer. In our current budget 2013/2014, the University College requires Kshs.465.3 Million for its Recurrent Expenditure. However, due to the low funding by the Government the University College will run at deficit of Kshs. 156.2 Million. This will impede the operations of the College directed towards meeting its mandate.

I would like to thank the Government of Kenya and other stakeholders for their continued financial support during the year under consideration.

Lastly, I would like to thank the University College Council, staff, students and other stakeholders for their overwhelming co-operation in running the University College during the year under review.

SIGNATURE: ---------- **DATE:** 27/06/2014

PROF. ISAAC IPARA ODEO

PRINCIPAL, KIBABII UNIVERSITY COLLEGE

KIBABII UNIVERSITY COLLEGE

STATEMENT OF COUNCIL MEMBERS' RESPONSIBILITIES

The Council Members are required to cause to be prepared financial statements for each financial year, which give a true and fair view of the financial affairs of the University College as at the end of the financial year, and of its surplus of deficit for that year. The Council Members are required to ensure that the University College maintains proper accounting records, which disclose, with reasonable accuracy, the financial position of the University College. They are also responsible for safeguarding the assets of the University College.

The Council Members accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and the requirements of the Exchequer and Audit Act. The Council Members are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the University College as at 30th June, 2013 and of its surplus for the year then ended. The Council Members further accept responsibility for the maintenance of accounting records that may be relied on in the preparation of the financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of Council Members to indicate that the University College will not remain a going concern for the at least twelve months from the date of these statements.

SIGNED ON BEHALF OF THE COUNCIL BY:

.....	.....
CHAIRMAN	**PRINCIPAL**
27 June 2014	27/06/2014
DATE	**DATE**

REPUBLIC OF KENYA

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KENYA NATIONAL AUDIT OFFICE

REPORT OF THE AUDITOR-GENERAL ON KIBABII UNIVERSITY COLLEGE FOR THE YEAR ENDED 30 JUNE 2013

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Kibabii University College set out on pages 10-21, which comprise the statement of financial position as at 30 June 2013 and the statement of comprehensive income, statement of accumulated funds and statement of cash flows 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 14 of the Public Audit Act, 2003. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The management is also responsible for the submission of the financial statements to the Auditor–General in accordance with the provisions of Section 13 of the Public Audit Act, 2003.

Auditors-General's Responsibility

My responsibility is to express an opinion on the financial statements based on the audit and report in accordance with the provisions of Section 15(2) of the Public Audit Act, 2003 and submit the audit report in compliance with Article 229 (7) of the Constitution of Kenya. The audit was conducted in accordance with International Standards on Auditing. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Financial Statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

Non-Current Assets

As disclosed in Note 1 to the financial statements, the non-current assets balance of Kshs.62,251,386.00 excludes the value of land and buildings which are registered under the name of Kibabii Diploma Teachers Training College. The University is also in possession of buildings some under construction of undetermined value which have not been incorporated in this financial statement. In addition, no fixed assets register was maintained by the University. Consequently, it has not been possible to confirm the accuracy and completeness of non-current assets' figure of Kshs.62,251,368.00 as at 30 June 2013.

Qualified Opinion

In my opinion, except for the effects of matter described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all materials respects, the financial position of the University as at 30 June, 2013, and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards and comply with the Kibabii University College Legal Notice Number 115 of 12 August 2011.

Edward R.O. Ouko, CBS
AUDITOR- GENERAL

Nairobi

27 June 2014

KIBABII UNIVERSITY COLLEGE

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2013

	NOTE	2013 KShs
ASSETS		
NON- CURRENT ASSETS		
Property, Plant and Equipment	1(c) & 2	62,251,386
		62,251,386
CURRENT ASSETS		
Inventory and stores	1 (d) & 3	2,893,359
Trade and other receivables	1 (j) & 4	41,584,675
Cash and Cash Equivalents	1 (h) & 5	48,524,410
		93,002,444
TOTAL ASSETS		**155,253,830**
RESERVES AND LIABILITIES		
Capital Reserves	6	33,587,515
Surplus for the year		94,026,195
Revenue Reserve	7	(6,182,526)
		121,431,184
CURRENT LIABILITIES		
Trade and other payables	8	17,880,385
Other liabilities and provisions	9	15,942,261
		33,822,646
TOTAL CAPITAL RESERVES AND LIABILITIES		**155,253,830**

The financial statements were approved by the College Council on ---------- 2013 and signed on its behalf by:

..... Chairman of Council

..... Principal

KIBABII UNIVERSITY COLLEGE

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2013

	NOTE	
INCOME		
Exchequer grants	1(b) & 10	178,900,000
Tuition fees	1(b) & 11	41,835,760
IGA Income	1(b) & 12	9,072,809
Other Incomes	1(b) & 13	9,138,264
		238,946,833
EXPENDITURE		
Employment expenses	14	70,519,731
Administration and central services	15	60,734,229
Marketing Expenses	16	6,464,420
Board Expenses	17	7,069,544
Finance Expenses	18	132,715
TOTAL EXPENDITURE		**144,920,638**
SURPLUS/ (DEFICIT) FOR THE YEAR		**94,026,195**

KIBABII UNIVERSITY COLLEGE

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2013

CASH FLOWS FROM OPERATING ACTIVITIES	
Surplus for the year	94,026,195
Adjustments for :-	
Depreciation	8,847,765
Operating surplus before working capital changes	**102,873,960**
Increase/Decrease in stocks and stores	(2,893,359)
Increase/(decrease) in Trade and other payables	17,880,385
Increase/(decrease) in other liabilities and provisions	15,942,261
Decrease/(increase) in Trade and other receivables	(41,584,675)
Net cash from operating activities	**(10,655,388)**
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of Non-currents assets	(71,099,151)
Net cash flows from investing activities	**(71,099,151)**
CASH FLOWS FROM FINANCING ACTIVITIES	
Capital reserves	33,587,515
Revenue reserves	(6,182,526)
Net cash flow from financing activities	**27,404,989**
Cash and cash equivalents at the end of the year	**48,524,410**

KIBABII UNIVERSITY COLLEGE

STATEMENT OF CHANGES IN RESERVES
FOR THE YEAR ENDED 30 JUNE 2013

	Capital Reserves	Revaluation Reserves	Total
	Kshs		
As at 1 July 2012	(6,182,526)	-	(6,182,526)
Development Grants	33,587,515	-	33,587,515
Surplus/(Deficit) for the Year	94,026,195	-	94,026,195
As at 30 June 2013	**121,431,184**	**-**	**121,431,184**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2013

SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation and form of presentation

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRS). The Financial statements are prepared on the historical cost basis of accounting modified by revaluation of certain assets. The financial statements are presented in Kenya Shillings (KShs).

(b) Revenue Recognition

Income from students is recognized as it accrues unless collectability is in doubt
Interest income is accrued on a time preparation basis
Exchequer grants and other grants from the government are recognized as income in the period in which they relate.

(c) Fixed Assets and Depreciation

Fixed Assets are stated at cost or valuation, less accumulated depreciation. Depreciation is calculated on the straight line basis, at annual rates estimated to write off of carrying values of the assets over their expected useful lives. Assets acquired during the year are depreciated from the date of acquisition.

The annual depreciation rates in use are:

Building	2%
Furniture, plant and equipment	12.5%
Motor Vehicles	25%
Computers	33.3%

Freehold land is not depreciated as it is deemed to have an infinite life

(d) Stocks

Stocks are valued at the lower of cost and net realizable value. Cost comprises expenditure incurred in the normal course of operation, including direct material costs, labour and production overhead necessary.
Net realizable value is the price to which the stock can be realized in the normal course of operation after allowing for the costs of realization and, where appropriate, the cost of conversion from its existing state to a realizable condition. Provision is made for obsolete, slow and defective stocks.

(e) Retirement benefit costs

The university operates a contributory pension scheme for eligible employees. The assets of the scheme are held in a separate trustee administered fund that is funded by both the University and the employees.

The University College also contributes to a statutory pension scheme, the National Social Security Fund (NSSF). Contributions are determined by local statute and are currently limited to KShs 200 per employee per month.

The university's contribution to the above scheme is charged to the income and expenditure in the year to which they relate.

(f) Provisions

Provisions are recognised when the University College has a present obligation (legal or constructive) as a result of a settle the obligation and a reliable estimate can be made of the amount of the obligation.

(g) Research and development

Research and development expenditure is charged to the Income and Expenditure Account in the

year in which it is incurred.

(h) Cash and cash equivalents

Cash and cash equivalents are defined as cash on hand, bank balances, demand deposits and short-term, highly liquid investments readily convertible to known amounts of cash and subject to insignificant risks of changes in value.

For the purposes of the cash flow statement, cash and cash equivalents consist of cash and bank balances and short-term investments.

(i) Foreign Currencies

Transactions in currencies other than the Kenya Shilling are recorded at the rates of exchange prevailing on the dates of the transactions. At each balance sheet date, monetary assets and liabilities that are denominated in foreign currencies are translated at the rates prevailing on the balance sheet date. Gains and losses arising on translation are included in the surplus or deficit for the period.

(j) Receivables

Receivables are stated at their nominal value as reduced by appropriate allowances for estimated doubtful debts.

(k) Payables

Payables are stated at their nominal value.

(l) Government grants

Government grants are recognised when there is reasonable assurance that the University College will comply with conditions attached to them and that the grants will be received. The grants are recognised as income in the period to which they relate and presented as a credit in the Income and Expenditure Account separately.

1. PROPERTY, PLANT AND EQUIPMENT

	Land	Buildings	Plant and Equipment	Computers, Printers & Coppiers	Furniture & Fittings	Motor Vehicles	Total
COST/VALUATION	**KShs**	**KShs.**	**KShs**	**KShs.**	**KShs.**	**KShs**	**KShs.**
As at 1st July,2012	**-**	**-**	**686,830**	**1,010,774**	**3,832,850**	**-**	**-**
Additions	15,147,000	18,440,515	-	5,693,094	7,123,328	19,164,759.50	**65,568,697**
As at 30 June,2013	**15,147,000**	**18,440,515**	**686,830**	**6,703,868**	**10,956,178**	**19,164,760**	**71,099,151**
Charge for the Year	-	368,811	85,854	2,232,388	1,369,522	4,791,190	**8,847,765**
NET BOOK VALUE	**15,147,000**	**18,071,704**	**600,976**	**4,471,480**	**9,586,656**	**14,373,571**	**62,251,386**
As at 30 June,2013	**15,147,000**	**18,071,704**	**600,976**	**4,471,480**	**9,586,656**	**14,373,571**	**62,251,386**

Note:

Property, Plant and Equipment do not include the value of Buildings which are still in the name of Kibabii Diploma Teachers Training College. The University Management is pursuing change of names and the determination of values with the Ministry of Lands, Housing and Urban Development. The buildings include: Academia Block, Library, Multipurpose Hall, 8NO. Junior Staff Quarters, Principal's House, 6NO. Departmental Head Houses, 6NO. Lecturer's Houses, 4 Hostel Blocks, Administration Block, Dispensary Block, Gate House, Support Service Block and Pavillion.

3. INVENTORIES AND STORES	2,893,539
	2,893,539

4. TRADE AND OTHER RECEIVABLES

Amounts falling due within one year:-	
Student fees debtors	13,608,521
Capitation Grant Due	11,250,000
Provision for doubtful Debts	(680,426)
Staff Debtors	337,898
Other debtors (MMUST)	17,068,682
	41,584,675

5. CASH AND CASH EQUIVALENTS

KCB-889	2,023,228
FDR	40,000,000
KCB Deposit	4,366,197
KCB-Payment	2,110,715
Petty Cash	24,270
	48,524,410

6. CAPITAL RESERVES **33,587,515**

In the capital reserves includes a value of land transferred to the University College by the Kababii D. T. T. College amounting to Kshs. 15,147,000 and a building whose bills of quantities was available amounting to Kshs. 18,440,515.

7. REVENUE RESERVES **(6,182,526)**

8. TRADE AND OTHER PAYABLES

Amounts falling due within one year:-	
Creditors	17,880,385
	17,880,385

9. OTHER LIABILITIES AND PROVISIONS

HELB LOAN	2,678,500
CDF	252,400
SACCO Funds	10,000
Students' Accounts	1,653,000
Provision for Part-timers	8,041,873
Prepaid fees	2,806,488

Provision for Audit Fees	500,000
	15,942,261

10. CAPITATION GRANT

July	11,250,000
August	11,250,000
September	11,250,000
October	11,250,000
November	11,250,000
December	55,150,000
January	11,250,000
February	11,250,000
March	11,250,000
April	11,250,000
May	11,250,000
June	11,250,000
	178,900,000

11. TUITION INCOME

Tuition Fees	41,835,760
	41,835,760

12. IGA INCOME

Catering	3,244,209
Accommodation	5,761,000
Rent Incomes	57,600
Hire Income	10,000
	9,072,809

13. OTHER INCOME

Medical Subsidy	1,716,345
CBA arrears	1,714,394
Examination fee	1,352,300
Tender income	1,137,000
Activity fee	1,054,600
Amenity fee	1,007,000
Application fee	479,200
Registration fee	370,050
Identity card	173,150
Library fee	110,225
Attachment	24,000
	9,138,264

14. EMPLOYMENT XPENSES

Salaries	48,625,105
Part time Expenses	19,939,813
Casual Wages	1,954,813
	70,519,731

15. ADMINISTRATION AND CENTRAL SERVICES EXPENSES

Income generating units expense	15,036,788
Cleaning services	7,546,542
Depreciation expenses	8,766,087
Electricity, water & conservancy	5,937,486
Library expenses	4,304,228
Purchase of stationery	2,090,413
External travel & accommodation	1,597,555
Seminars & conferences	1,222,899
Passage & package	904,667
Security services	848,140
SGC elections & training	703,035
Maintenance of catering & hostels	286,000
External examiners	583,007
Telephone expenses	535,093
Purchase of sports equipment	498,810
Choir, drama & clubs	385,235
Student expenses	302,395
Insurance and legal expenses	291,552
Motor vehicle expenses	281,030
Inter-university games	277,384
Cultural & careers week	238,850
Maintenance of buildings	234,165
Couching & mentoring	197,000
Maintenance of playground	164,620
Rent and rates	144,540
Postal and telegrams	105,277
Performance contracting	67,900
Maintenance of plant & machinery	45,500
Affiliation fees	38,000
Maintenance of water supplies	26,500
Public celebrations & funerals	22,100
Staff training & development expenses.	3,000
Academic board expenses	1,500

Provision for bad debts	680,426
Computer expenses	33,205
Staff Medical bills	5,751,624
Provision for Audit Fees	500,000
	60,734,229

16. MARKETING EXPENSES

Publishing and printing	1,271,300
Advertising & Publicity	5,165,120
University Shows and Exhibitions	28,000
	6,464,420

17. BOARD EXPENSES

Council Expenses	7,069,544
	7,069,544

18. FINANCE EXPENSES

Bank Charges	
	132,715
	132,715

19. LEGAL STATUS

The University College is a body corporate established in Kenya under Legal Notice No. 115 of 2011

20. CONTINGENT LIABILITY

Litigation

The University College was sued by staff of Kibabii Diploma Teachers Training College serving under the Board of Governors. The reason of litigation being that according to the Legal Notice No.115, they were to be absorbed by the Kibabii University College. The Case is pending determination by court and is not practicable to determine the final outcome.