

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

23 JUL 2025

DAY.

Wednesday

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BY:**

OF

**CLERK AT
THE TABLE:**

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 23 JUL 2025	DAY. <i>Wednesday</i>
TABLED BY:	Hon. Owen Baya (Deputy Majority Leader)
CLERK AT THE TABLE:	Anastacia

BELGUT TECHNICAL TRAINING INSTITUTE

**FOR THE YEAR ENDED
30 JUNE, 2024**

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Revised 30th June 2024



BELGUT TECHNICAL TRAINING INSTITUTE
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2024

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

Belgut Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

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1. Acronyms and Definition of Key Terms

A. Acronyms

BOG	Board of Governors
ICPAK	Institute of Certified Public Accountants of Kenya
CPA(K)	Certified public accountant of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
TTI	Technical Training Institute
TTC	Teacher Training College
TVC	Technical Vocational College
TVET	Technical, vocational and Education Training
KISM	Kenya Institute of Supply Chain Management
CDF	Constituency Development Fund
NEMA	National Environment Management Authority.
CBET.	Competency Based Curriculum.

B. Definition of Key Terms

Fiduciary Management - Members of Management directly entrusted with Belgut TTI's financial resources.

Comparative Year- Means the prior period.

2.Key Belgut TTI Information and Management

(a) Background information

Belgut TTI was incorporated/ established under the TVET Act No.29 of 2013A on 14TH April, 2019. It is domiciled in Kenya and has Litein and Sosirot Campuses. The institute is under the Ministry of Education. The Board of Governors oversight the institution's operational activities. The day to day operations are undertaken by a management team comprising the Principal, Deputy principal Administration, Deputy Principal academics, Registrar, Dean of Students, Finance officer and Procurement officer.

There are Eight Departments namely, Electrical and Electronics Engineering, Building and Civil Engineering, Business and Liberal Studies, Computing and Informatics, Agriculture and Applied sciences, Institutional Management, Fashion and Design and Automotive Engineering.

The departments are housed under Two institutional tuition blocks with Administrative Offices, Classrooms, ICT laboratory, Fashion and Design workshop, Stores in one block and Electrical and Electronics Engineering in the other.

It is located in a fenced five-acre land, in Belgut Constituency, Kericho County.

(b) Principal Activities

The principal activity is to offer technical and business training services.

The institutions vision is to be a leading TVET institution in the provision of diverse technologies that meet the needs and expectations of the industry.

The mission is to equip trainees with quality and relevant skills responsive to the industry

The institutions core values are Teamwork, Commitment, Accountability, Integrity and Creativity and Innovation

The strategic objectives are:

1. Develop relevant skills for the 'Big four initiatives and vision 2030'
2. Establish linkages through collaboration and partnerships with industry and training institutions for research and innovation
3. Build capacity of the college's human resource
4. Mobilize financial resources for the institution

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(c) Key Management

Belgut TTI'S day-to-day management is under the following key organs:

Board of Governors is the oversight top organ.

The Principal is the accounting officer and Secretary to the Board of Governors.

The Management team comprises the Principal, Deputy Principal Administration, Deputy Principal Academics, Registrar, Dean of students, Finance officer and the Procurement officer.

(d) Fiduciary Management

The key management personnel who held office during the period ended **30th June 2024** and who had direct fiduciary responsibility were:

SN.	Designation	Name
1.	Principal	Benard Korir
2.	Deputy principal Administration	Alice Rono
3.	Deputy principal Academics	Hillary Bett
4.	Registrar	Eric Chumba
5.	Dean of students.	Rael Cheruiyot
6.	Head of Finance	Wesley K. Bii
7.	Procurement Officer	Mercy Kirui

(e) Fiduciary Oversight Arrangements

Fiduciary oversight is executed by the Board through the established Board Committees as follows:

- i. Audit and Risk Management Committee that receives audit reports from the internal auditor, deliberates on them, makes recommendations and presents a report for ratification and approval during Full Board meetings held on quarterly basis over the financial year.
- ii. Education, Training and Human Resource Management Committee – Training machines, Equipment, Tools and materials, Staff trainings, Academic programmes and courses, Recruitment of staff, Discipline, Motivations and Continuous development. Operational activities such as quality management systems.
- iii. Finance and Infrastructure Committee – Finance reports: Quarterly and annual financial statements, infrastructural development/facilities- new Buildings, renovations, maintenance and improvements, sourcing development partners and sponsors.

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(f) Belgut TTI Headquarters

P.O. Box 205-20200, Kericho
Chepng'etuny Shopping Centre, off Kericho-Litein Road
Belgut Sub-County
Kericho County, KENYA

(g) Belgut TTI Contacts

Telephone: (254) 701566195
E-mail: belguttechnical@gmail.com
info@betti.ac.ke
Website: www.belguttechnical.ac.ke

(h) Belgut TTI Bankers

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

Kenya commercial Bank,
Kericho Branch
P.O Box 43-20200
Kericho
Account numbers;
1257399845
1290546444

(i) Independent Auditors

Auditor General
Office of Auditor General
Anniversary Towers, Institute Way
P.O. Box 30084
GPO 00100
NAIROBI, KENYA

(j) Principal Legal Adviser

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

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3. The Board of Governors

<i>SN.</i>	<i>Member/ Director</i>	<i>Details</i>
1.	 <i>Dr. Rotich John kimutai:</i> PhD- (Applied mathematics) MSc (Applied mathematics) B.Ed. Science(Math/physics) <i>Chairman</i>	Has wide experiences in teaching at the University. He is currently the Chairman of the Board of Governors. DOB: 1st February, 1980.
2.	 <i>Mr. John Ken Agutu:</i> MBA-Strategic management BSc-Business Administration- HRM <i>Independent member</i>	Currently a private consultant in corporate finance and human resource services. He is the chair of Education, Training, and Human resources committee. DOB: 10th November, 1962.
3.	 <i>CPA Gilbert k. Bii:</i> BSc-commerce (Accounting option) Certified public accountant <i>Member of icpak</i>	Currently Chief Officer with county government of Kericho He is the Chairman of the Finance and ICT Committee of the Board. DOB: 7th December, 1986.

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<i>SN.</i>	<i>Member/ Director</i>	<i>Details</i>
4.	 <i>Eng. Wesley Tonui;</i> MSc-Agriculture & Bio system Engineering. BSc-Agricultural Eng. <i>Member.</i>	An engineer with the ministry of Public works with wide experience in building technology He is the chair of the Infrastructure Committee as well as the member of Audit and Risk Committee. DOB: 21st January, 1965.
5.	 <i>CPA. Linda Gatakaa;</i> MSc-Business Administration MSc-Degree in finance Certified public accountant <i>Member of icpak</i>	Finance administrator manager Muthaura Mugambi Ayugi & Njonjo Advocates. She is the chair of Audit and Risk committee. DOB: 1st January, 1980
6.	 <i>Ms. Caroline Chepngetich</i> BSc-Law Post Graduate Diploma-Law Certified mediation, conflict transformation <i>Member</i>	Bachelors of law with a post Graduate Diploma in Law Currently she is an associate at H. Kipkorir & Co. Advocates She is the member of Infrastructure as well as Finance and ICT committees. DOB: 4th September, 1991.

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7.	 Dr. Milkah Obwenyi Angachi PhD-Clinical Psychology MSc-Clinical Psychology BSc-Psychology Counselling Member	Currently working at University of Kabianga as a Lecturer of Clinical Medicine from December 2015 to date She is the member of Infrastructure, and Education, Training and human resource committees. DOB: 25th May, 1971.
8.	 Mr. Benard Korir MSc-Philosophy in Information Technology BSc-Information Technology HND Human Resource Management Diploma in Technical Education Diploma in Computer Principal/BOG Secretary	Responsible for: Curriculum implementation, Financial Management, Procurement, Human Resource Management, Infrastructure Maintenance and development, Strategic Management, Establishment of Linkages and collaborations. He is the secretary of the board and all committees except Audit and Risk committee. He is the accounting officer of the institution. DOB: 21st December, 1974

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9.	 <i>Mr. Peter Cheruiyot:</i> MSc-Philosophy in Management and Planning HND-Human Resource Management BSc-Education Technology <i>Member</i>	He is the representative of the Cabinet Secretary in charge of Ministry of Education State Department of TVET He is a member of the Education, training and Human Resource as well as Finance and ICT committees. DOB: 8th August, 1972.
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4.Key Management Team

	<i>Member</i>	<i>Details</i>
1.	 <i>Mr. Benard Korir</i> MSc-Philosophy in Information Technology BSc-Information Technology HND Human Resource Management Diploma in Technical Education Diploma in Computer studies <i>Principal/BOG Secretary</i>	Responsible for: Curriculum implementation, Financial Management, Procurement, Human Resource Management, Infrastructure Maintenance and development, Strategic Management, Establishment of Linkages and collaborations. He is the accounting officer of the institution DOB: 21st December, 1974

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2.	 <i>Alice Ronoh</i> Deputy principal – Administration <i>BSc. Clothing Textile and Interior Design</i>	Assists the Principal in the day-to-day administrative activities. DOB: 17th May ,1965
3.	 <i>Hillary Bett</i> Deputy principal – Academics <i>Master of Engineering (Automotive)</i> <i>Bachelor of Education in Technology(Automotive)</i>	Assists the Principal in the day-to-day academic activities. DOB: 3rd January, 1981
4.	 <i>Eric Chumba</i> Registrar <i>Bachelor of science in Information Technology</i> <i>Diploma in Technical Education.</i>	Student admissions and registration Student Capitation Institutional Programmed and Courses DOB: 14th August, 1981
5.	 <i>Rael Cheruiyot</i> Dean of students <i>BSc. Applied and Fashion Technology</i>	Welfare of Students Sports and Recreation Clubs and Societies DOB: 19th December 1987

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6.	 <i>CPA Bii K Wesley</i> Finance Officer CPA(K) Diploma in Technical Education(Accounting) Member of icpak	Financial management, accounting services and financial reporting Member in procurement committees Advices the principal on financial matters DOB: 21st September,1974.
7.	 <i>Mercy Kirui</i> Procurement officer BSc. Procurement and Supply Chain Management Member of kism	Procurement of Goods, Works and services Supply and Stores management Standing secretary to procurement committees. Provides professional opinion on procurement matters. DOB: 1st November,1993

5.Chairman's Statement

On behalf of the Board, I acknowledge that we are responsible for corporate governance. I am specifically responsible for the leadership of the Board, ensuring its effectiveness on all aspects of its role, including good governance in dealing on all matters concerning Belgut TTI. This includes ensuring that Board meetings are held in an open manner, that the Members and the stakeholders receive accurate, timely and clear information and allowing sufficient time for agenda items to be discussed

Key Activities in The Year 2023-2024

Some of the key activities in the year 2023-2024 are as follows:

a) Construction of workshop and classrooms

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Belgut TTI mission is to equip trainees with quality and relevant skills responsive to the industry. The Belgut fraternity therefore developed a budget to aid at the construction of Electrical workshop phase 1. It kicks off in the financial year 2023-2024.

b) Institute Bus.

The institution has been facing challenges in terms of logistics and the Board members discussed and resolved on allocating a development budget for purchasing the Institute bus. The bus was purchased under the Contract Agreement between the Government of Kenya and Government Institutions that began in May 2021 for a period of two years ending May 2023.

c) Hired Four Security staff and more trainers.

The institution through a competitive and transparent process has continued to advertise shortlist, interview and hire qualified staff to fill vacant positions as per the staff establishment policy. This will deliver efficient training service to trainees and security to the Institution's Assets.

d) Installation of Management Information System (MIS)

There is need for Management information system(MIS) in the Institution for efficient workflow and low paperwork. The MIS will help the Institution improves internal Aids the work allocation process and also will allow real- time performance report. Currently contract has been signed with system one ltd to install the Mis system as a pilot project

Successes Consolidated for The Year 2023-2024.

Some of the achievements in the year 2023-2024 are as follows:

Starting off and completion of the construction of the workshop and classrooms that helped ease congestion in classrooms and also better learning workshops for the technical units.

The Institution faced high enrolment of students due to better strategic marketing activities

Challenges for Year 2023-2024.

Drop pass rate on the Kenya National Examinations from 71% to 67% as for the year 2023-24. This is due to high number of student registered for examination and lack of enough trainers in areas required most like secretarial.

Capitation received in Quarter 2 and Quarter 3 was less than anticipated and also receiving none in Quarter 4 dragging down the implementation of approved projects.

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The Institution didn't receive operating Grants for the last three years for the new established Institutions amounting to 3 million Kenya shillings that could have helped in development of the Institutions Projects.

The Public Service Commission did not deploy enough Trainers to the Institution forcing the Management to employ more Trainers under Board of Governors Terms of Service causing the Wage Bill to go up therefore destabilising the Financial Health.

Future Outlook of Belgut TTI

a) Continuous annual improvement of student's enrolment

In its quest to further improve enrolment, the institution will apply the following strategies: Continue marketing through road shows and visits to high schools and gathering places within Kericho county to create awareness about Belgut TTI and Improve political good will and to present proposals to the Kericho County government and also National government through the area Member of parliament to provide bursaries and other funds to support needy students in the institutions. The improvement of enrolment is one of the key approaches towards our strategic objective of mobilizing financial resources of the institution.

b) Develop physical infrastructure in the institute

Due to continuous annual increase in student's population, Belgut TTI endeavours to meet the demand for training space by continuously seeking for sponsors in the government and in the private sector for the construction of workshops, lecture halls, Institute bus, open pilot campuses and offices as per the strategic plan 2023-2027.

c) Improving efficiency in records and data analysis

To be able to improve efficiency in records and data analysis the institution has a plan for the year 2023-2024 and beyond. Some of the strategies to be adopted includes but not limited to: Installation of ERP system in all modules as phase 1 installation was only done to 4 modules which are the Admissions/Registry Module, Finance Module, Procurement and Stores Module and Human Resource and Payroll modules, Installation of Biometric system for login and logout by staff and students and Installation of modern state of the art CCTV that can be accessed online.

d) Capacity-building of the Institute's human resource

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The staff welfare has been a challenge in our institution and has contributed to staff turnover. In the future we plan to consider their welfare by getting a staff van to transport them to and from town the institution every time to ease their movements from their place of residents, secondly we plan to solicit for mortgage and other development funds that can encourage the staff to invest in their housing within Kericho county for their comfort and convenience while teaching and training and last but not least we plan to encourage the staff to form unions, SACCOs and welfare groups through relevant bodies to provide information and empower them socially, economically and morally for efficiency in service.

e) Promote collaboration and linkages in Training, Research and Innovation

As part of the strategic objective, we shall continue to deliberately seek for collaborations and linkages on institutions and organizations that can work together with our institute towards helping us achieve our mission and vision. This will include those that will accept to take our students for their attachment and other trainings within the term.

f) Income Generating Activities

A policy framework on income-generating activities is currently being formulated and regular training to equip teachers with skills to manage income-generating activities will be conducted; also proper record keeping will be embraced to ensure there is accountability in learning institutions.

Chairman, Board of Governors

Dr. Rotich John Kimutai

Signed.....

Date.....

09/06/2025

6.Report of the Principal

I. Students enrolment

The growth in population of students and staff influenced the introduction for more programs and courses with increased demand for services provided by our stakeholders particularly suppliers of goods, works and services. This brought about the need for good working relationships with stakeholders and establishment of industrial linkages and collaboration.

To optimize trainee learning, engagement, experience and outcomes, the following programmes were undertaken in three levels that is Artisan, Certificate and Diploma.

- ✓ Building & Civil Engineering Department
- ✓ Mechanical Engineering Department
- ✓ Fashion & Design Department
- ✓ Electrical & Electronics Engineering
- ✓ Hospitality & Institutional Management
- ✓ Computing & Informatics
- ✓ Agriculture & Applied science
- ✓ Business and Liberal studies

Some of the Milestones achieved over the financial year under consideration include the following:

ii. Participation in Co-curricular activities

In the year 2023-2024, the college participated in similar competitions and qualified to the national competitions held in Mombasa in March 2024.

i. Athletics Competitions

- The college participated in the Athletics competitions at the regional and national levels.
- 2 athletes participated in the national competitions held in Nairobi in short races: 200M Men and 100M men.

iii. Greening of the institute.

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For the Financial Year 2023/2024, the institute participated in the greening TVET programme and in the government's 15 billion tree growing initiative.

The college received and planted 200 tree seedlings (92 tree seedlings planted in the college land and 102 trees planted in the water catchment area near the Institute). The exercise took place in May 10th, 2024.

In June 2023, the college received 1.5kg with approximately 2 million seedlings of tree seeds from the Kenya Forestry Research Institute (KEFRI). The institute propagated over 10,000 seedlings in the Nursery beings (cypress, Bottle bus, Plugum and indigenous seedlings)

iv. Conferences, workshops, trainings and seminars

The College supported a number of staff to attend conferences, workshops, trainings and seminars in the following areas: Women in technical education(wited), Research & Innovations, Open distance and electronic-learning(ODEL), Office of career service, Finance, Performance Contracting, Procurement, Management trainings among others.

Among the officers supported to attend Management Trainings organized by the Public Service and Kenya Association of Technical Training include:

- i. Benard k. Korir – Principal
- ii. Alice Ronoh – Deputy Principal-Administration
- iii. Hillary Bett- Deputy principal- Academics
- iv. Eric Chumba – Registrar
- v. Mrs Rael Cheruiyot---Dean of students/Trainees
- vi. Judith Chepkemai – Procurement/Stores Officer
- vii. Mercy C. Kirui-----Procurement Officer
- viii. Wesley Bii – Finance Officer
- ix. Wesley Koskey – Accountant
- x. Kenneth Kandie, HOD Electrical & Electronics Engineering
- xi. John Seurey, HOD Building & Civil Engineering
- xii. Andrew Mathitu, HOD Hospitality and Hospitality Management
- xiii. Kiptoo Cheruiyot, Management Representative.
- xiv. Robert Chepkwony- Office of the Career Service Coordinator
- xv. Riper Tum -Industrial Liaison Officer(ILO)

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- xvi. Ms Nancy Okelo HOD Agriculture studies
xvii. Mrs Hellen Nyambura Mogire HOD--Exam

v. Infrastructure

The Institution was able to kick off and completed the construction of workshops and classrooms in order to improve the learning in the Institution by equipping the workshops with the necessary machines.

The institute constructed 12 open workshops, Acquisition of training school vehicle. We also develop and support offices, set up of ICT HUB (Received from the ministry of Education 100 computers valued at approximately KShs. 12,000,000 not yet valued and reflected under Note 31), food and beverages restaurant and kitchen.

In the same year under review, we were able to purchases driving lorry for training the students.

Principal

Mr. Bernard K. Korir

Signed.....

Date



7. Statement of Performance against Predetermined Objectives

Belgut Technical Training Institute has 6 strategic Pillars and objectives within current Strategic Plan for the FY 2023-2024. These strategic pillars are as follows:

- i. Curriculum Implementation and student's enrolment.
- ii. Infrastructure Development.
- iii. Corporate Image.
- iv. Administration and Human Resource Management.
- v. Quality Assurance.
- vi. Income Generating Activities and Resource Mobilization.

Belgut TTI develops its annual work plans based on the above 6 Strategic Pillars. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The Belgut TTI achieved its performance targets set for the FY 2023/2024 period for its 6 strategic pillars, as indicated in the diagram below:

Strategic Pillar	Strategy	Objective	Key Performance Indicators	Activities	Achievements
Curriculum Implementation and student's enrolment.	-Employ enough trainers. -Introduce CBET and NITA. -Allocate days for internal tournament	-To promote extra and co-curricular activities. -To provide adequate games and sporting activity.	-Increased enrolment. -CBET and NITA Courses launched. -Internal tournaments days schedule and documentation of participation.	- Enhanced Marketing. -Registration of the institution as the NITA Centre. -Inter-departmental competitions.	-Increased enrolment. -Trainees sitting for NITA exam. -Sports activities at regional level and National level

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Infrastructure Development.	-Procure more storage tanks. -Procure an automatic standby generator. -Procure an institute bus/van	-To ensure use of the most cost effective way in supply of water and energy. -To ensure that the transport needs of the institution are met. -To optimize the efficient use of energy.	-storage tanks installed. -standby generator to be procured. -bus/van to be purchased.	-Elevating tanks and water harvesting. -Seeking for additional funds - Seeking for additional funds	-Sufficient water supply/storage. -Back –up power supply. - Easy transportation.
Corporate Image.	-Construct more signage at strategic points. - Advertise the institution on social media. - Participate in CSR activities.	-To enhance positive public view of the institute. - Actively promote and maintain good image of then institute.	-signage installed on strategic sites. -the institutions information updated on the institutions website. -Production of protective masks.	-signage's installed along the highway. -Creation of social media platforms for the Institution. - Distributions of the protective masks to the local primary schools and community.	-Enhanced accessibility and location of the institution. -Marketing strategy. -prevention of the spread of covid.
Administration and Human Resource Management.	-Create welfare scheme for	-Ensure proper management of resources.	-number of policies/regulations, implemented.	-development of HR manual.	- Clear way handling HR matters which include;

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	the employees. -Organize for capacity training for the staff. -Set up clear policies to govern the institution.	-To grow the institute capacity. -To follow all legal requirements.	-good rapport and working relation between administration and staffs. -departments working together to list good learning materials.	- Development of Human resource management(HRM)Committee.	i. Placement. ii. Deployment iii. Development. iv. Release
Quality Assurance.	-formation of internal quality assurance committee -training/ sensitization of quality assurance officers. -conduct internal quality audits.	-To enhance quality in all aspects of the institute.	-Internal quality assurance committee formed. -Quality Assurance Officers trained. -Internal Quality Audit conducted.	-Internal Quality Assurance implemented.	-Better performance of the Institute. -Better performance of the staff.
Income Generating Activities and Resource Mobilization.	-Develop an IGA Policy. -Staff sensitization on IGA Policy.	-To identify possible income generating activities the institute can take advantage of.	-IGA Policy developed. -Staff sensitized during staff meetings.	-Members participated in Income Generating Activities. activities which include; i. Computer packages training ii. Installation of Green	-More revenue to the institution. -increased corporate image for the institute.

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				House for Production of green groceries	
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8. Corporate Governance Statement.

Belgut Technical Training Institute is committed to good corporate governance through the leadership and management by the Board of Governors and the Management team.

The Board meets once every other quarter of financial year and all members attend full board meetings save for committee meetings.

The Board of Governors is appointed by the Government of Kenya through the Cabinet Secretary, Ministry of Education, to oversee the overall success of the Institution and its financial strength in order to discharge its mandate of offering training services. The Board of Governors are appointed for a one term that is a period of 3 years that also can be renewed. The Board of Governors serves as the ultimate decision-making body of the Institution. The Board oversees the operational activities as implemented by the management and also the performance and evaluation. Furthermore, the Board of Governors regularly reviews the infrastructural developments and corporate governance as the case may be.

During the year under review, new board members were appointed. Three were re-appointed for 2nd and final term while regional director representing Principal secretary was retained. Another four were appointed for three years with possibility of being reappointed.

The board members and committees attended their meetings as tabulated below for the whole financial year:

We have 4 committees namely: Infrastructure and ICT, Education, Training and Human Resources, Finance and Procurement, and Audit and Risk Committees.

The Finance and ICT Committee is responsible for assessing and advising the Board on Belgut TTI's financial position, its assets and liabilities and its strategies relating to income, budget allocations, including consideration of sustainability targets and related investments.

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It oversees the development and implementation of the annual budget plan and any variances from the budget in Belgut TTI's revenues and expenditures, review budget planning and implementation reports to ensure sound planning and the strategic allocation of resources to support Belgut TTI's priorities and objectives.

Ensures that an IT governance charter and policies are established and implemented, that IT internal control framework is adopted and implemented and that the board receives independent assurance on the effectiveness thereof.

The Committee also ensures that the Procurement Plan is drafted and corresponds to the activity plan and the budget, all procurement requirements are planned for at the beginning of the financial year and that procurement activities are initiated on time.

The Infrastructure Committee provides oversight, stewardship, and strategic direction of Belgut TTI's physical and digital infrastructure. The Committee also ensures that best practices are reflected in the development and planning of Belgut TTI's campus property and infrastructure, while the cultural and societal implications of such development is thoughtful and meaningful.

The Education, Training and Human Resources Committee advises staff through the Principal, in the direction and guidance on the long-term education and training goals and objectives of Belgut TTI. The instructional design of the core curriculum focuses primarily on addressing the educational needs of trainees to develop and advance their careers. Committee members assist staff to assure the accuracy and consistency of the content of instructional materials as well as the technical standards of the industry.

Development of human resources is essential for any organization that would like to be dynamic and growth oriented. Unlike other resources, human resources have rather unlimited potential capabilities. The Committee ensures the optimal usage of human potential to achieve the vision of Belgut TTI, the development and sustainability of the supportive environment (physical as well as social) for the staff and the development of an institutional culture in which organizational values, relationships, teamwork and collaboration among the staff thrives.

The Audit and Risk Committee is responsible for monitoring the overall risk management framework, the financial reporting processes, the compliance processes and the performance of

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auditors. It provides advice to the Board on the need for audit and risk management programs, and systems for internal control and management of financial risks.

The committee board members who served during the year were as follow:

Infrastructure Committee:

- (i) Eng. Wesley Tonui –Chair
- (ii) Dr. Milkah Obwenyi-member
- (iii) Caroline Chepngetich-member
- (iv) Benard k. Korir –secretary

Education, Training and Human resources committee

- (i) Mr. ken O. Agutu ---- Chair
- (ii) Mr. Peter Cheruiyot----Member
- (iii) Dr. Milkah Obwenyi ---Member
- (iv) Mr. Benard k. Korir—secretary

Finance and ICT committee

- (i) Cpa Gilbert k. Bii-----chair
- (ii) Ms. Caroline Chepngetich---Member
- (iii) Mr. Peter Cheruiyot -----member
- (iv) Mr. Benard k. Korir-----Secretary

Audit and Risk Committee:

- (i) Cpa Linda Gatakaa.....chair
- (ii) Eng. Wesley Tonui..... Member

9. Management Discussion and Analysis

Material arrears in statutory and other financial obligations.

-Statutory deductions complied with NSSF Act 2013 and NHIF Act. All statutory deductions remitted on time to the relevant bodies.

Major risks

-the institutions didn't receive operational grants for newly established Institution since FY 2020/2021.

-Declining capitation received on time hence affecting budget for the period under review.

-Fourth quarter capitation was not received. Fees collection reduced due to declining economic activities in the year under review.

-challenges of placing students under different band in new financing model.

Belgut TTI Key Projects or Investment Decisions.

Belgut TTI was able to purchase a 37-seater bus and a Driving School Lorry, construct an Electrical Workshop, Equipped Food and Beverage Workshop and began an open workshop. The Institute also opened new campuses one at Litein town and another in Sosiot.

10. ENVIRONMENTAL AND SUSTAINABILITY REPORTING STATEMENT

The Institute Environment sustainability.

The institute has already implemented Presidential Directives on tree growing exercise. So far over 2,000 trees have been planted as part of Presidential Directive and Environments Directive.

Belgut TTI exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a highlight of strategies and activities that promote the organization's strategic objectives.

Sustainability strategy and profile

For the sustainability the institution focuses on market driven programs and courses that is informed by environmental industrial and global changes in terms of technology, climate change.

Focusing on Human Resource Development and Management through continuous training and motivation for retention of the best skill man-power.

Continuous resource mobilization through linkages, collaboration and partnership with stakeholders including donors, sponsors and funding organizations. In addition, aligning activities and programs to government medium term plans.

Environmental performance

Environmental concerns impact on the activities of the institution and therefore the institution aligns its environmental activities with government policies and presidential directives that includes; tree growing, solid and liquid waste management practices. The institutions subscribe to the policies as outlined in the national Environmental Management Act of 1999.

The institute have already implemented Presidential directive on tree growing exercise. So far over 2,000 trees have been planted as part of presidential directive and environmental directive.

Employee welfare

The institution has already developed a Human Resource Management policy that is being utilized. The policy has guided the institution on matters concerning Human Resources all the way from attracting potential employees to the point of developing employees and exiting employees from the service.

The policy also has a clear reward mechanism. Employee's grievance is also well captured on the Human Resource Policy.

Market place practices-

- a) On Responsible competition practice our institution gives an equal opportunity for all, suppliers for goods, works and services through compliance and adherence to the principles outlined in the public procurement and Asset Disposal Act of 2015 and the accompanying regulation of 2020.
- b) Responsible Supply chain and supplier relations.

The institution employs qualified and competent procurement officers and finance officers who meet the requirements of respective regulatory bodies that includes International Certified Public Accountants of Kenya (ICPAK) and Kenya Institute of Supplies Management(KISM). The Officers subscribes to Ethics and Conduct in relation to compliance and adherence to principles and stakeholder good relations.

- c) Responsible marketing and advertisement-

-Integrity is one of the core values of the Institution. The members of the, marketing team, the institution demands that; they be honest, sincere and trustworthy in their marketing efforts and strategies to project fair and trustworthy marketing information.

- d) Product stewardship- the Institution employs qualified trainers with pedagogy to assure the rights and the interest of the learners is protected against half-bake delivery of service. The Quality Assurance component assures the quality of teaching and learning in prescribed programs and courses.

Apart from the programs and courses offered the institutions co-curricular activities to ensure the development of full potential of the trainees.

Corporate Social Responsibility / Community Engagements

The Belgut TTI strategy for social responsibility includes a commitment to pursue change across the following priority areas:

- **Research with impact**

Research activities is making a positive difference to society, addressing the major challenges of the 21st century.

- **Socially responsible graduates**

Graduates have been trained in good leadership aspects and are learning to exercise ethical, social and environmental responsibility.

- **Engaging our communities**

The institute graduates carry out a Clean-up exercise through students in partnership with the County Government of Kericho and NEMA.

11 . REPORT OF THE BOARD OF GOVERNORS

The Board members submit their report together with the audited financial statements for the year ended June 30, 2024, which show the state of the Institutions affairs.

Principal activities

The principal activity in the Institution is to offer technical and business training services.

Results

The results of the Institution for the year ended 30th June 2024, are set out on page 1 to 10

Board of Governors

The members of the Board who served during the year are shown on page vi. During the year 2022-2023 the term of the Board Member expired on 30th may, 2023.but the term for chair and independent member and regional director was extended to assist during transition period. New members were appointed and inaugurated On 12th December, 2023.No member retired or resigned during their term

Belgut Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Auditors

The Auditor General is responsible for the statutory audit of the Belgut TTI in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 and no Certified Public Accountants were nominated by the Auditor General to carry out the audit of Belgut TTI for the year ended June 30th, 2024, in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on his/her behalf.

By Order of the Board

.....
Secretary of the Board.

Nairobi

Date:



12. Statement of Board of Governors Responsibilities

Section 81 of the Public Finance Management Act, 2012 and section 14 of the State Corporations Act, and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013 require the council members to prepare financial statements in respect of Belgut TTI which give a true and fair view of the state of affairs of Belgut TTI at the end of the financial year/period and the operating results of Belgut TTI for that year/period. The Council members are also required to ensure that Belgut TTI keeps proper accounting records which disclose with reasonable accuracy the financial position of Belgut TTI. The council members are also responsible for safeguarding the assets of Belgut TTI.

The Council members are responsible for the preparation and presentation of Belgut TTI's financial statements, which give a true and fair view of the state of affairs of Belgut TTI for and as at the end of the financial year (period) ended on June 30, 2024. 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 Belgut TTI, (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial

Belgut Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

statements, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of Belgut TTI, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The board members accept responsibility for Belgut TTI's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and TVET Act No.29 of 2013A). The council members are of the opinion that Belgut TTI's financial statements give a true and fair view of the state of Belgut TTI's transactions during the financial year ended June 30, 2024, and of Belgut TTI's financial position as at that date. The Council members further confirm the completeness of the accounting records maintained for Belgut TTI, which have been relied upon in the preparation of Belgut TTI's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Principal has assessed Belgut TTI's ability to continue as a going concern. Nothing has come to the attention of the Board members to indicate that Belgut TTI will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

Belgut TTI's financial statements were approved by the Board on 25th September, 2024 and signed on its behalf by:



.....
Name: Dr. Rotich John Kimutai
Chairperson of the Board.




.....
Name: Mr. Benard K. Korir
Accounting Officer/Principal

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON BELGUT TECHNICAL TRAINING INSTITUTE OR THE YEAR ENDED 30 JUNE, 2024

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.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, 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

Qualified Opinion

I have audited the accompanying financial statements of Belgut Technical Training Institute set out on pages 1 to 61, which comprise the statement of financial position as

Report of the Auditor-General on Belgut Technical Training Institute for the year ended 30 June, 2024

at 30 June, 2024 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Belgut Technical Training Institute as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis)] and comply with the Technical and Vocational Education and Training Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracy of Current Portion of Receivables from Exchange Transactions

The statement of financial position reflects current portion of receivables from exchange transactions totalling Kshs.52,756,011. However, the amount differs with the receivables of Kshs.52,864,261 reflected in Note 26 (a) to the financial statements resulting in unexplained variance of Kshs.108,250.

Further, the amount includes receivables totalling Kshs.8,027,610 as disclosed in Note 26 (c) to the financial statements which have remained outstanding for more than one year. However, no provision has been made for impairments of the receivables. Management has also not taken any measure to recover the long outstanding receivables.

In the circumstances, the accuracy, completeness and recoverability of the current portion of receivables from exchange transactions totalling Kshs.52,756,011 could not be confirmed.

2. Inaccuracy of Property, Plant and Equipment

The statement of financial position reflects property, plant and equipment totalling Kshs.133,789,073. The amount includes additions to computers totalling Kshs.12,838,975. However, the supporting schedules reflected additions totalling Kshs.2,838,975 resulting in unexplained variance of Kshs.10,000,000. The amount also includes the value of one hundred (100) donated computers totalling Kshs.1,810,175. However, the valuation report of the donated computers was not provided for audit review.

Further, the amount includes land worth Kshs.15,000,000 as disclosed in Note 31 to the financial statements. However, the title deed for the land was not provided for audit review.

In the circumstances, the accuracy, completeness and existence of property, plant and equipment totalling Kshs.133,789,073 could not be confirmed.

3. Unsupported Refundable Deposits from Customers

The statement of financial position reflects refundable deposits from customers totalling Kshs.3,790,882 in respect of bursary and capitation as disclosed in Note 36 to the financial statements. The amount includes deposits totalling Kshs.441,507 which has been outstanding for more than one year. However, the statement of financial position reflects Nil comparative figure for deposits resulting in unexplained variance of Kshs.441,507. A separate bank account for the deposits has also not been maintained.

In the circumstance, the accuracy, completeness and existence of refundable deposits from customers totalling Kshs.3,790,882 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Belgut Technical Training Institute 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 qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final revenue budget and actual amounts on a comparable basis of Kshs.67,704,000 and Kshs.83,223,000, respectively, resulting in over-realized revenue of Kshs.15,519,000 or twenty three percent (23%) of the budget. Similarly, the statement reflects final expenditure budget and actual expenditure on a comparable basis amounting to Kshs.67,704,000 and Kshs.72,467,976, respectively, resulting in over expenditure amounting to Kshs.4,763,977 or seven percent (7%) of the budget which was not authorized.

Further, the statement reflects capital expenditure approved budget amounting to Kshs.39,000,000 against an actual expenditure of Kshs.23,831,234 resulting in an under-expenditure of Kshs.15,168,766 or thirty nine percent (39%) of the budget.

The under-utilization of funds affected the planned activities and may have impacted negatively on service delivery to the public.

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. Except for the matters described in

the Basis for Qualified Opinion, I have determined that there are no other key audit matters to communicate in my report.

Other Information

Management is responsible for the other information set out on page iii to xxviii which comprise of Key Entity Information and Management, the Board of Governors, Key Management Team, Chairman's Statement, Report of the Principal, Statement of Performance against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting statement, Report of the Board of Governors and Statement of Board of Governor's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Institute's 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.

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 effects of the matter 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

Failure to Register Lease Agreement

The statement of financial performance reflects the use of goods and services amounting to Kshs.50,971,473. The amount includes operating lease expenditure amounting to Kshs.600,000 as disclosed in Note 14 to the financial statements for leased Litein campus building. Records available revealed that the lease agreement was signed on 1 March, 2024. However, the lease agreement had not been registered with the Lands Registrar contrary to Section 43(2) of Land Registration Act, 2012 which states that no instrument effecting any disposition of private land under this Act shall operate to sell or assign land or create, transfer or otherwise affect any land, lease or charge until it has been duly registered in accordance with the laws relating to the registration of instruments affecting the land in respect of which the disposition has been made.

Further, although a copy of the title deed for the leased property was provided for audit review, the original title deed and land rates clearance certificate were not provided. The land search to determine the encumbrances of the leased property, if any, was also not provided for audit review.

In the circumstances, the validity of the lease agreement could not be confirmed and Management was in breach of the law.

The audit was conducted in accordance with ISSAI 3000 and 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 effect of the matters 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

1. Cash and Cash Equivalent

The statement of financial position reflects cash and cash equivalents totalling Kshs.3,810,164. The amount is net of negative bank balance totalling Kshs.92,671 reflected in Note 25 to the financial statements. However, monthly bank reconciliation statements in support of the amount were not provided for audit review. This was contrary to Regulation 90 (1) of the Public Finance Management (National Government) Regulations, 2015 which requires the Accounting Officer to ensure bank accounts reconciliations are completed for each bank account held by that Accounting Officer.

Further, the cashbook had cancellations which were not counter-signed by the preparer and not confirmed by a delegated official on monthly basis while cash count certificate and confirmation of the cash balances procedure on closing of the cash book were not provided for audit review.

In the circumstances, the internal control on cash and cash equivalents were not effective.

2. Failure to Establish an Internal Audit Function

The Institute had not established an internal audit function for oversight of the operations of Management. This was contrary to Section 73 (1) (a) of the Public Finance Management Act, 2012 which states that a National Government entity shall ensure that it has appropriate arrangements for conducting internal audit according to the guidelines issued by the Public Sector Accounting Standards Board.

The failure to comply with this requirement weakens the committee's ability to exercise effective oversight and to address emerging risks in a timely manner.

The audit was conducted in accordance with ISSAI 2315 and 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 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 Institute'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 Institute'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 for 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 Gatirua, CBS
AUDITOR-GENERAL

Nairobi

13 June, 2025

Belgut Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

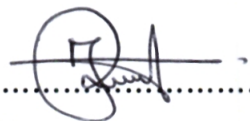
14.Statement of Financial Performance for The Year Ended 30th June 2024

	Notes	2023/2024	2022/2023
		Kshs	Kshs
Revenue from Non-Exchange transactions			
Transfers from other National Government entities	5	18,712,019.90	10,214,000
Grants from donors and development partners	6	-	-
Transfers from other levels of government	7	-	-
Public contributions and donations	8	1,343,780.00	-
Total Revenue from Non-Exchange transactions		20,055,799.90	10,214,000.00
Revenue from Exchange transactions			
Rendering of services- fees from students	9	53,321,986.45	15,835,916.05
Sale of goods	10	96,810.00	11,850.00
Rental revenue from facilities and equipment	11	-	-
Finance income	12		
Miscellaneous/other income	13	9,748,404.50	5,516,411.75
Total Revenue from Exchange transactions		63,167,200.95	21,364,177.80
Total Revenue		83,223,000.85	31,578,177.80
Expenses			
Use of goods and services	14	50,971,473.65	16,933,450.05
Employee costs	15	14,002,057.90	8,501,961.00
Board /Council Expenses	16	1,924,350.00	735,550.00
Depreciation and amortization expense	17	3,571,664.00	2,798,299.00
Repairs and maintenance	18	5,570,095.00	471,394
Contracted services	19		400,000
Grants and subsidies	20		
Finance costs	21		
Total Expenses		76,039,640.55	29,840,654.05
Other Gains/(Losses)			
Gain on sale of assets	22	-	-
Gain/ Loss on fair value of investments	23	-	-
Impairment loss	24	-	-
Total Other Gains/(Losses)		-	-
Net surplus/(deficit) for the year		7,183,360.30	1,737,523.75

Belgut Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

The Financial Statements set out on pages 1 to 9 were signed by:

Dr. Rotich John Kimutai



Chairman of Board

Date: 09/06/2025

Mr. Benard k. Korir

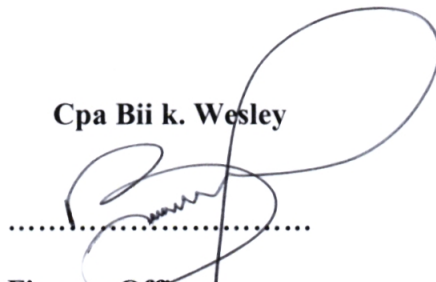


Principal/Secretary Bog

Date:

Sign

Cpa Bii k. Wesley



Finance Officer

ICPAK No.26514

Date: 09-06-2025



Belgut Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

15.Statement of Financial Position as at 30th June 2024

Description	Notes	2023/2024	2022/2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	25	3,810,164.05	16,569,923.75
Current portion of receivables from exchange transactions	26(a)	52,756,010.97	17,115,503.00
Receivables from non-exchange transactions	27	14,928,575.00	14,026,000
Inventories	28	2,022,887.00	1,298,555.00
Investments in financial assets	29	-	-
Prepayments	30	-	-
Total Current Assets		73,517,637.02	49,009,981.75
Non-Current Assets			
Long term receivables from exchange transactions	27(b)	-	-
Investments	29	-	-
Property, plant, and equipment	31	133,789,073.00	101,529,503.00
Intangible assets	32	-	-
Investment property	33	-	-
Biological Assets	34	-	-
Total Non-Current Assets		133,789,073.00	101,529,503.00
Total Assets (A)		207,306,710.2	150,539,484.75
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	35	1,394,491.00	1,614,064.05
Refundable deposits from customers	36	3,790,882.00	441,507.00
Current provisions	37	-	-
Finance lease obligation	38	-	-
Deferred income	39	-	-
Employee benefit obligation	40	-	-
Payments received in advance	41	6,341,020.00	-
Current portion of borrowings	42	-	-
Social Benefits	43	-	-
Total Current Liabilities		11,526,393.00	2,055,571.05

Belgut Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Description	Notes	2023/2024	2022/2023
		Kshs	Kshs
		11,526,393.00	
Non-Current Liabilities			
Finance lease obligation	-	-	-
Deferred income	-	-	-
Non-Current Employee Benefit Obligation	-	-	-
Non- Current Borrowings	-	-	-
Non-Current Provisions	44	-	-
Service Concession Liability	45	-	-
Financial Risk management	47	-	-
Total Liabilities (B)		11,526,393.00	2,055,571.05
Net Assets (A-B)		195,780,317.02	148,483,913.70
Represented By:			
Revaluation Reserves		-	-
Accumulated Surplus		27,160,166.05	19,976,805.75
Capital Fund		168,620,150.97	128,507,107.95
Net Assets		195,780,317.02	148,483,913.70

The Financial Statements set out on pages 1 to 9 were signed by:

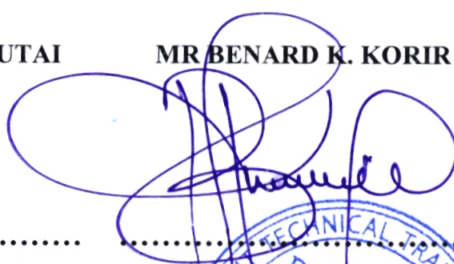
DR ROTICH JOHN KIMUTAI



Chairman of Board.

Date: 09/06/2025

MR BENARD K. KORIR

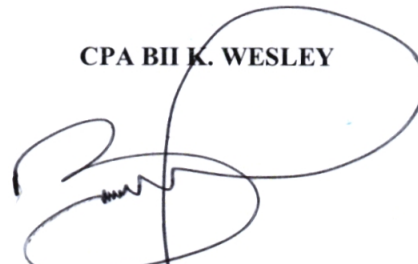


Principal/Bog Secretary

Date:



CPA BII K. WESLEY



Finance Officer.

ICPAK No. 26514

Date: 09-06-2025



16.Statement of Changes in Net Asset for The Year Ended 30th June 2024

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
At July 1, 2022 (previous year)	-	18,239,282.00	120,801,422.00	139,040,704.00
Revaluation gain	-			
Surplus/(deficit) for the year	-	1,737,523.75	-	1,737,523.75
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to	-	-	-	-
Prior year adjustment			7,705,685.95	7,705,685.95
Retained earnings				
At June 30, 2023	-	19,976,805.75	128,507,107.95	148,483,913.70
At July 1, 2023(current year)	-	19,976,805.75	128,507,107.95	148,483,913.70
Revaluation gain	-			
Surplus/(deficit) for the year	-	7,183,360.30	-	7,183,360.30
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to	-	-		
Prior year adjustment			40,113,043.02	40,113,043.02
At June 30, 2023	-	27,160,166.05	168,620,150.97	195,780,317.02

Note:

- For items that are not common in the financial statements, Belgut TTI should include a note on what they relate to – either on the face of the statement of changes in equity/net assets or among the notes to the financial statements.
- Prior year adjustments should have an elaborate note describing what the amounts relate to. In such instances a restatement of the opening balances needs to be done).

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17.Statement of Cash Flows for The Year Ended 30th June 2024

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other National Government entities		18,712,019.90	10,214,000.00
Grants from donors and development partners			
Transfers from other levels of government			
Public contributions and donations		1,343,780.00	-
Rendering of services- fees from students		53,321,986.45	15,835,916.05
Sale of goods		96,810.00	11,850.00
Rental revenue from facilities and equipment		-	-
Finance income		-	-
Miscellaneous income		600,950.00	571,507.00
Other income		9,748,404.50	5,516,411.75
Total Receipts		83,823,950.85	32,149,684.80
Payments			
Use of goods and services		50,971,473.65	16,933,450.05
Employee costs		14,002,057.90	8,501,961.00
Board /Council Expenses		1,924,350.00	735,550.00
Repairs and maintenance		5,570,095.00	471,394.00
Contracted services			400,000
Grants and subsidies			
Other payment		284,500.00	73,000.00
Total Payments		72,752,476.55	27,115,355.05
Net Cash Flows from operating activities	46	11,071,474.30	5,034,329.75
Cash flows from investing activities			
Purchase of property, plant, equipment and intangible assets		(23,831,234.00)	(1,415,635.00)
Proceeds from sale of property, plant and equipment		-	-
Net cash flows used in investing activities		(23,831,234.00)	(1,415,635.00)
Cash flows from financing activities			
Proceeds From Borrowing			
Repayment Of Borrowings			
Net cash flows used in financing activities			

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Description		2023/2024	2022/2023
	Note	Kshs	Kshs
Net Increase/(Decrease) in Cash and Cash equivalents		(12,759,759.70)	3,618,694.75
Cash and Cash equivalents at 1st July,2023/2022	26	16,569,923.75	12,951,229.00
Cash and Cash equivalents at 30 June,2024/2023	26	3,810,164.05	16,569,923.75

18.Statement of Comparison of Budget & Actual amounts for Year Ended 30th June 2024

Description	Original budget	Adjustments	Final Budget	Actual on comparable basis	Performance difference	Utilization Difference
	A	B	C=A+B	D	E=C-D	F=E/C%
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	%
Transfers from other National Government entities	36,000,000		36,000,000	18,712,019.90	-17,287,980.10	(a)(48.02%)
Grants from donors and development partners	-		-	-		-
Transfers from other levels of government	-		-	-		-
Public contributions and donations	-		-	1,343,780.00	1,343,780	-
Rendering of services- fees from students	31,704,000		31,704,000	53,321,986.45	21,617,986.45	(b)68.19%%
Sale of goods	-		-	96,810.00	96,810.00	
Rental revenue from facilities and equipment	-		-	-		-
Finance income	-		-	-		-
Other Income	-		-	9,748,404.50	9,748,404.50	
Total Income	67,704,000		67,704,000	83,223,000.85	15,519,000.85	
Expenses						
Use of goods and services	47,084,000		47,084,000	50,971,473.65	-3,887,473.65	-8.26%
Employee costs	13,440,000		13,440,000	14,002,057.90	-562,057.90	-4.18%
Board /Council Expenses	2,500,000		2,500,000	1,924,350.00	575,650	(c)23%
Repairs and maintenance	4,680,000		4,680,000	5,570,095.00	-76,213	-1.63%
Contracted services	-		-	-		
Grants and subsidies	-		-	-		-
Total Expenditure	67,704,000		67,704,000	72,467,976.55	-4,763,976.55	-7.04%

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Surplus for the period				10,755,024.30		
Capital Expenditure	39,000,000		39,000,000	23,831,234.00	15,168,766	38.9%

(Budget notes)

1. Provide explanation of differences between actual and budgeted amounts (10% over/ under) IPSAS 24.14
 - (a) Decrease in transfer from national government was due to less capitation/scholarship received in quarter one, two and three respectively and none in quarter four.
 - (b) Increase in revenue from rendering of service (Fees from students) was due to More students' enrollment than anticipated and enhance fees collection.
 - (c) Board expenses decrease was due to caretaker board in existence for half year before inauguration of new full board
 - (d) Decrease in development was due to less receipt of capital revenue than anticipated
2. Provide an explanation of changes between original and final budget indicating whether the difference is due to reallocations or other causes. (IPSAS 24.29)
3. Where the total of actual on comparable basis does not tie to the statement of financial performance totals due to differences in accounting basis (budget is cash basis; statement of financial performance is accrual) provide a reconciliation.

COMPARABLE RECONCILIATION**AS AT 30TH JUNE, 2024**

BALANCE AS PER BUDGET COMPARISON	KSHS	10,755,024.30
LESS: DEPRECIATION FOR THE PERIOD	KSH	3,571,664.00
SURPLUS FOR THE PERIOD	KSHS	<u>7,183,360.30</u>

19. Notes to the Financial Statements

General Information

Belgut TTI is established by and derives its authority and accountability from TVET Act No.29 of 2013A Act. Belgut TTI is wholly owned by the Government of Kenya and is domiciled in Kenya. Belgut TTI's principal activity is to offer technical and business training services.

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgment in the process of applying Belgut TTI's accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note xx. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of Belgut TTI. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, the TVET Act and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

2. Adoption of New and Revised Standards

There are no new standards in the year ended 30th June 2024

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

Standard	Effective date and impact:
IPSAS 43: Leases	Applicable 1st January 2025 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 cash flows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.

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IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	Applicable 1st January 2025 The Standard requires, 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: 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.
IPSAS 45: Property Plant and Equipment	Applicable 1st January 2025 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, under- maintenance of assets and distinguishing significant parts of infrastructure assets.
IPSAS 46: Measurement	Applicable 1st January 2025 The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value.
IPSAS 47: Revenue	Applicable 1st January 2026 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 entity 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.
IPSAS 48: Transfer Expenses	Applicable 1st January 2026 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

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	public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.
IPSAS 49: Retirement Benefit Plans	Applicable 1st January 2026 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.

ii. Early adoption of standards

Belgut TTI did not adopt any new or amended standards in the year 2023-2024. Belgut TTI did not adopted standard in the year under review. No impact impact of these standards on Belgut TTI's financial statements.

3. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

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 Belgut TTI and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that have been acquired using such funds.

ii) Revenue from exchange transactions

Rendering of services

Belgut TTI 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.

Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of

revenue can be measured reliably, and it is probable that the economic benefits or service potential associated with the transaction will flow to Belgut TTI.

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.

b) Budget information

The original budget for FY 2023/2024 was approved by the Board 12th, May, 2023 and Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. No additional appropriations are added to the original budget by Belgut TTI upon receiving the respective approvals to conclude the final budget. Accordingly, Belgut TTI recorded no additional appropriations on the financial year 2024/2024 budget following the Board's approval. Belgut TTI'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 accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on 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 financial performance has been presented on page 9 under section 18 of these financial statements.

c) Taxes

Current income tax

Belgut TTI is exempt from paying taxes as per the **Income Tax Act CAP 470**

Sales tax/ Value Added tax

Expenses and assets are recognized net of the amount of sales tax, except:

- When the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the sales tax is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- When receivables and payables are stated with the amount of sales tax included.

The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

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 a year period or investment property is measured at fair value with gains and losses recognised through surplus or deficit. 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.

e) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses as follows:

Building and Structures 2%

Motor Vehicles 12.5%

Furniture and Fittings 13%

Computers and Accessories 25%

Plant and Equipment 10%

Cost includes expenditure that is directly attributable to the acquisition or construction of the item of property appropriately according to the acronyms you use in your financial statements plant

and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, Belgut TTI 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.

f) Leases

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to Belgut TTI. 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. Belgut TTI 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 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 Belgut TTI 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. Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to Belgut TTI. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

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. Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

g) Research and development costs

Belgut TTI expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when Belgut TTI can demonstrate:

- The technical feasibility of completing the asset so that the asset will be available for use or sale.
- Its intention to complete and its ability to use or sell the asset.
- How the asset will generate future economic benefits or service potential
- The availability of resources to complete the asset.
- 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.

h) 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. Belgut TTI does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, Belgut TTI 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.

Financial assets

Classification

Belgut TTI 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 Belgut TTI'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 cash flows 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 entity has made an irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, Belgut TTI 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.

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.

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 Belgut TTI 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.

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.

Impairment

Belgut TTI 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. Belgut TTI recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in Note no 47.

Financial liabilities

Classification

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

i) 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:

- Raw materials: purchase cost using the weighted average cost method.
- 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.

Inventories (Continued)

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 Belgut TTI.

j) Provisions

Provisions are recognized when Belgut TTI 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 Belgut TTI 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.

Contingent liabilities

Belgut TTI 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.

Contingent assets

Belgut TTI 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 Belgut TTI 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.

k) 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. Belgut TTI recognises a social benefit as an expense for the social benefits 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 Belgut TTI will incur in fulfilling the present obligations represented by the liability.

l) Nature and purpose of reserves

Belgut TTI did not create and maintain reserves in terms of specific requirements and no appropriate policy adopted.

m) Changes in accounting policies and estimates

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

n) Employee benefits

Retirement benefit plans

Belgut TTI provides retirement benefits for its employees under NSSF and non to directors. Defined contribution plans are post-employment benefit plans under which Belgut TTI pays fixed contributions into a separate entity (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.

o) 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.

p) 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.

q) Related parties

Belgut TTI regards a related party as a person or an entity with the ability to exert control individually or jointly or to exercise significant influence over Belgut TTI, or vice versa. Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

r) Service concession arrangements

Belgut TTI 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, Belgut TTI 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, Belgut TTI also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

s) 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. For the purposes of these financial statements, cash and cash equivalents also include short-term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

t) Comparative figures

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

u) 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, 2024.

4. Significant Judgments and Sources of Estimation Uncertainty

The preparation of Belgut TTI'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.

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. Belgut TTI 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 Belgut TTI. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

Useful lives and residual values

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

- The condition of the asset based on the assessment of experts employed by Belgut TTI.
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- The nature of the processes in which the asset is deployed.
- Availability of funding to replace the asset.
- Changes in the market in relation to the asset

Provisions

No Provisions were raised and management determined an estimate based on the information available. Additional no disclosure of these estimates of provisions is included in any Note.

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.

5. Transfers from other National Government entities

Description	2023/2024	2022/2023
	Kshs	Kshs
Unconditional Grants		
Capitation Grants	13,061,425	10,214,000.00
Operational Grant	-	-
Development grants	-	-
Scholarship Grants	5,650,594.90	-
Total unconditional Grants	18,712,019.90	10,214,000.00
Conditional Grants amortised/ recognised in revenue		
Library Grant	-	-
Hostels Grant	-	-
Administration Block Grant	-	-
Laboratory Grant	-	-
Learning Facilities Grant	-	-
Other Organizational Grants	-	-
Total Government Grants and Subsidies	18,712,019.90	10,214,000.00

(a) Transfers from other Government entities (Categorized)

Name of Belgut TTI Sending The Grant	Amount recognized to Statement of Financial performance *	Amount deferred under deferred income	Amount recognised in capital fund.	Total grant income during the year	2022/2023
	Kshs	Kshs	Kshs	Kshs	Kshs
Ministry of Education State Department of TVET.	18,712,019.90	-	-	18,712,019.90	10,214,000.00
Total	18,712,019.90	-	-	18,712,019.90	10,214,000.00

The details of the reconciliation have been included under appendix III

6. Grants from Donors and Development Partners

Description	2023/2024	2022/2023
	Kshs	Kshs
JICA- Research Grant	-	-
World Bank Grants	-	-
In-Kind Donations	-	-
Donations transferred to revenue-conditions met	-	-
Other Grants (specify)	-	-

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Total Grants from Development Partners	-	-
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Description	2023/2024	2022/2023
	Kshs	Kshs
JICA- Research Grant	-	-
World Bank Grants	-	-
In-Kind Donations	-	-
Donations transferred to revenue-conditions met	-	-
Other Grants (specify)	-	-
Total Grants from Development Partners	-	-

(a) Reconciliations of grants from donors and development partners

Description	2023/2024	2022/2023
	Kshs	Kshs
Balance unspent at beginning of year	-	-
Current year receipts	-	-
Conditions Met - Transferred to Revenue	-	-
Conditions Yet To Be Met - Remain Liabilities	-	-

7. Transfers from Other Levels of Government

Description	2023/2024	2022/2023
	Kshs	Kshs
	-	-
Transfer from County	-	-
Transfer from University	-	-
Transfer from Institute	-	-
Total Transfers	-	-

8. Public Contributions and Donations

Description	2023/2024	2022/2023
	Kshs	Kshs
Public Donations	-	-
Donations from Local Leadership	-	-
Donations from Religious Institutions	-	-
Donations from Alumni	-	-
Donation from Finlay community Trust	1,343,780.00	-
Total Donations and Contributions	1,343,780.00	-

(sponsorship of 20 students at KShs 67189 @)

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9. Rendering of Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Tuition fees	19,423,364.53	4,450,484.05
Student council	1,264,852.00	271,133.00
Activity	1,933,718.00	1,171,097.00
R M I	4,558,839.00	1,309,960.00
L T & T	9,553,902.00	2,185,885.00
Medical	130,202.00	137,590.00
Attachment	610,280.00	386,233.00
Insurance	14,325.00	452,994.00
E W C	1,437,946.00	395,252.00
PE	9,761,342.92	2,658,101.00
Administration cost	3,318,087.00	1,822,234.00
ICT/Automation	1,275,628.00	425,903.00
Registration	39,500.00	169,050.00
Total Fees from students	53,321,986.45	15,835,916.05

10. Sale of Goods.

Description	2023/2024	2022/2023
	Kshs	Kshs
Sale of farm produce/dust coats/meals	96,810	11,850
Sale of Publications	-	-
Sale of Farm Produce	--	
Cafeteria sales	-	-
Other sales (specify)	-	
Total Revenue from Sale of Goods	96,810	11,850

(Revenue derived from sales of farm produce, dust coats and restaurant meals)

11. Rental revenue from facilities and equipment.

Description	2023/2024	2022/2023
	Kshs	Kshs
Hire of Facilities and Equipment	-	-
Contingent Rentals	-	-
Operating Lease Revenue	-	-
Others (<i>specify</i>)	-	-
Total	-	-

12. Finance Income.

Description	2023/2024	2022/2023
	Kshs	Kshs
Cash investments and fixed deposits	-	-
Interest income from treasury bills	-	-
Interest income from treasury bonds	-	-
Interest from outstanding debtors	-	-
Others (<i>specify</i>)	-	-
Total finance income	-	-

13. Miscellaneous/Other Income.

Description	2023/2024	2022/2023
	Kshs	Kshs
KNEC examination	8,321,926.50	5,240,181.75
Dev/Infrastructure	-	80,480
Id Belgut TTI card	222,190.00	119,200
KUCCP'S Placement	1,031,648.00	46,250
Practical food	164,640.00	26,300
Income from sale of tender	8,000.00	4,000
Services concession income	-	-
Reimbursements and refunds	-	--
Graduation fees	-	-
Miscellaneous	-	-
Total other income	9,748,404.50	5,516,411.75

14. Use of Goods and Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Tuition fees	20,481,451.90	5,024,976.05
Student council	879,835.00	209,515.00
Activity	1,831,740.00	1,397,346.00
L T & T	10,077,221.00	2,022,165.00
Medical	198,885.00	57,000.00
Attachment	712,600.00	346,840.00
Insurance	25,000.00	0.00
E W C	1,203,152.50	517,726.00
Administration cost	5,477,520.25	2,312,993.00
ICT/Automation	461,139.00	153,189.00

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Registration	-	0.00
KNEC and NITA Exams	4,770,075.00	4,890,700.00
Development /infrastructure	-	
KUCCPS Placement	174,000.00	
Production	78,552.00	-
Identity card - Belgut TTI	121,300.00	-
Tender	-	1,000.00
Practical food	-	-
CDACC Exams	2,436,200.00	
Operating lease	600,000	
Marketing expenses	85,200	
Fuel	1,035,632	
Professional & consultancy	30,000	
Staff travel and accommodation	291,970	
Total use goods & services	50,971,473.65	16,933,450.05

15.Employee Costs

Description	2023/2024	2022/2023
	Kshs	Kshs
Salaries and wages-payroll	10,476,409.00	7,476,521.00
Employee related costs - contributions to pensions,nssf and medical aids	1,834,740.00	1,025,440.00
Casual labourer	1,285,488.90	-
Travel, motor car, accommodation, subsistence and other allowances		-
Housing benefits and allowances	-	-
Overtime payments	-	-
Social contributions	-	-
AHL	361,170.00	-
NITA	44,250.00	-
Employee Costs	14,002,057.90	8,501,961.00

16.Board Expenses

Description	2023/2024	2022/2023
	Kshs	Kshs
Chairman's Honoraria	25,000	173,330
Directors Emoluments	1,780,600	479,750
PAYE	117,600	82,470
NITA	1,150.00	-
Total	1,924,350.00	735,550

17. Depreciation and Amortization expense

Description	2023/2024	2022/2023
	Kshs	Kshs
Property, plant and equipment	3,571,664	2,798,299
Intangible assets	-	-
Investment property carried at cost	-	-
Total depreciation and amortization	3,571,664	2,798,299

18. Repairs and Maintenance

Description	2023/2024	2022/2023
	Kshs	Kshs
Property	5,364,955.00	471,394.00
Investment property – earning rentals	-	--
Equipment and machinery	140,900.00	-
Vehicles	64,240.00	-
Furniture and fittings	-	-
Computers and accessories	-	-
Total Repairs and Maintenance	5,570,095.00	471,394.00

19. Contracted Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Actuarial valuations	-	-
Investment valuations	-	-
Property valuations	-	-
Other (specify)	-	-
Total contracted services	-	-

20. Grants and Subsidies

Description	2023/2024	2022/2023
	Kshs	Kshs
Community Development	-	-
Education Initiatives and Programs	-	-
Social Development	-	-
Social benefits expenses	-	-
Community Trust	-	-
Sporting Bodies	-	-
Others (specify)	-	-
Total Grants and Subsidies	-	-

21. Finance Costs

Description	2023/2024	2022/2023
	Kshs	Kshs
Borrowings (Amortized Cost)*	-	-
Finance Leases (Amortized Cost)	-	-
Unwinding of Discount from lease liabilities	-	-
Interest on Bank Overdrafts	-	-
Interest on Loans from Commercial Banks	-	-
Others (specify)	-	-
Total Finance Costs	-	-

22. Gain On Sale of Assets

Description	2023/2024	2022/2023
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
Other Assets not capitalised	-	-
Total Gain On Sale of Assets	-	-

23. Gain/(loss) on Fair Value Investments

Description	2023/2024	2022/2023
	Kshs	Kshs
Fair value on equity investments	-	-
Fair value arising from investment property	-	-
Fair value arising from biological assets	-	-
Fair value- other financial assets (specify)	-	-
Total Gain	-	-

24. Impairment Loss

Description	2023/2024	2022/2023
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
Total Impairment Loss	-	-

25. Cash and Cash Equivalents

Description	2023/2024	2022/2023
	Kshs	Kshs

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Current account-1257399845	3,902,835.00	12,575,222.00
Current account-1290546444	(92,670.95)	3,994,415.75
Fixed Deposits Account	-	-
Cash in hand	-	286.00
Total Cash and Cash Equivalents	3,810,164.05	16,569,923.75

25(a). Detailed Analysis of Cash and Cash equivalents

Financial Institution	Account number	2023/2024	2022/2023
		Kshs	Kshs
a) Kenya Commercial bank	1257399845	3,902,835.00	3,994,415.75
Kenya Commercial bank	1290546444	(92,670.95)	12,575,222.00
Sub- Total		3,810,164.05	16,569,637.75
b) On - Call Deposits			
Kenya Commercial Bank	-	-	-
Equity Bank – etc.	-	-	-
Sub- Total	-	-	-
c) Fixed Deposits Account			
Kenya Commercial Bank	-	-	-
Bank B	-	-	-
Sub- Total	-	-	-
d) Staff Car Loan/ Mortgage			
Kenya Commercial Bank	-	-	-
Bank B	-	-	-
Sub- Total	-	-	-
e) Others(Specify)			
Cash in Transit	-	-	-
Cash in Hand	-	-	286.00
Mobile Money account	-	-	-
Sub- Total	-	-	286.00
Grand Total		3,810,164.05	16,569,923.75

26.Receivables from Exchange transactions.

26 (a) Current Receivables from Exchange transactions

Description	2023/2024	2022/2023
	Kshs	Kshs
Current Receivables		
Student Debtors	52,756,010.97	17,067,503.00
Rent Debtors	-	-
Advance payments	-	-

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Imprest	-	48,000.00
Salary advance	55,000.00	-
Less: Impairment Allowance	53,250.00	-
Total Current Receivables	52,864,260.97	17,115,503.00

26 (b) Long- term Receivables from Exchange transactions

Description	2023/2024	2022/2023
	Kshs	Kshs
Non-Current Receivables		
Refundable Deposits	-	-
Advance Payments	-	-
Public Organizations	-	-
Less: Impairment Allowance	-	-
Total	-	-
Current Portion Transferred To Current Receivables	-	-
Total Non-Current Receivables	-	-
Total Receivables	-	-

26 (c) Ageing Analysis of Receivables from Exchange transactions

Description	2023/2024		2022/2023	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	44,728,400.97	92.67	10,754,710.000	63.01
Between 1- 2 years	4,842,766.00	5.22	5,140,993.00	30.12
Between 2-3 years	2,605,523.00	1.40	1,171,800.00	6.87
Over 3 years	579,321.00	0.71	0	0
Total (a+b)	52,756,010.97	100	17,067,503.00	100

26 (d) Reconciliation for impairment Allowance on Receivables from Exchange Transactions

Description	2023/2024	2022/2023
	Kshs	Kshs
At the beginning of the year	17,067,503.00	12,500,617.00
Provisions during the year	31,704,000.00	25,099,000.00
Recovered during the year	(3,984,507.97)	(20,532,114.00)
Write offs during the year	-	-
At the end of the year	52,756,010.97	17,067,503.00

27.Receivables from Non-Exchange transactions.

Description	2023/2024	2022/2023
	Kshs	Kshs
Current Receivables		
Capitation grants :933 STUDENTS X 30,000@=27,990,000	14,928,575	14,026,000
Less: amount received Kshs 13,061,425		
Transfers from Other Govt. entities	-	-
Undisbursed Donor Funds	-	-
Other Debtors (Non-Exchange Transactions)	-	-
Less: Impairment Allowance	-	-
Total Current Receivables	14,928,575	14,026,000

(*Receivables on capitation grants are recognised for monies received after year end but relating to the year under review).

27(a)Ageing Analysis on Receivables from Non-Exchange Transactions

Description	2023/2024		2022/2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	14,928,575	100%	14,026,000	100%
Between 1- 2 years		-	-	-
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total	14,928,575	100%	14,026,000	100%

27 (b) Reconciliation for Impairment Allowance on Receivables from Non-Exchange Transactions

Description	2023/2024	2022/2023
	Kshs	Kshs
At the beginning of the year	14,026,000	8,130,000
Additional provisions during the year	27,990,000	24,240,000
Recovered during the year	13,061,425	10,214,000
Written off /Unrecovered during the year	14,026,000	8,130,000
At the end of the year	14,928,575	14,026,000

28.Inventories

Description	2023/2024	2022/2023
	Kshs	Kshs

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Consumable stores	72,066	96,641
Maintenance stores	-	-
Health unit stores	-	-
Electrical stores	897,025	990,886
Cleaning materials stores	-	2,000
Catering stores	-	8,988
Building and Plumbing	954,041	200,040
Agricultural and environmental studies	99,755	
Total Inventories at lower of Cost and Net Realizable Value	2,022,887	1,298,555

29. Investments in financial assets

Description	2023/2024	2022/2023
	Kshs	Kshs
a) Investment in Treasury Bills and Bonds		
Financial Institution	-	-
CBK	-	-
CBK	-	-
Sub- Total	-	
b) Investment with Financial Institutions/ Banks		
Bank	-	-
Bank	-	-
Sub- Total	-	-
c) Equity Investments (Specify)	-	-
Equity/ Shares in Company	-	-
Sub- Total	-	-
Grand Total	-	-

(Entity should disclose whether the fixed investment financial assets are measured at amortised cost or at fair value through changes in net assets/ equity) Investments in equity should be measured at fair value through surplus or deficit. Other information to be disclosed includes the interest rates, maturity dates, valuation methodology, and impairment of these investments.

d) Shareholding in other entities

For investments in equity shares listed under note 30 (c) above, list down the equity investments under the following categories:

Name of Entity where Investment is Held	No of Shares				Fair Value of Shares	Fair Value of Shares
	Direct Shareholding	Indirect Shareholding	Effective Shareholding	Nominal Value of Shares	2023/2024	2022/2023
	%	%	%	Kshs	Kshs	Kshs
Entity A	-	-	-	-	-	-
Entity B	-	-	-	-	-	-

30.Prepayments

Description	2023/2024	2022/2023
	Kshs.	Kshs.
Prepaid Rent	-	-
Prepaid Electricity Costs	-	-
Other Prepayments (<i>Specify</i>)	-	-
Total	-	-

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31.Property, Plant and Equipment

Cost	Land	Buildings	Motor vehicles	Furniture and fittings	Computers	Plant and equipment	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
	-	2%	12.50%	13%	25%	10%	0	0
As at 01st July 2022	15,000,000	83,100,000	0	3,705,050	942,200	5,934,800	0	108,682,050
Additions during the Year					716,540	277,995	421,100	1,415,635
Disposals during the year	0	0	0	0	0	0	0	0
Transfers/adjustments during the Year	0	0	0	-537,300	565,700	-28400	0	0
As at 30th June 2023	15,000,000	83,100,000		3,167,750	2,224,440	6,184,395	421,100	110,097,685
Additions during the Year	0	7,557,582	11,753,640	590,765	12,838,975	1,015,022	2,075,250	35,831,234
Disposals during the Year	0	0	0	0	0	0	0	0
Transfers/adjustments during the Year	0	0	0	0	0	0	0	0
As at 30th June 2024	15,000,000	90,657,582	11,753,640	3,758,515	15,063,415	7,199,417	2,496,350	145,928,919
Depreciation and impairment								
As at 01st July 2022	0	2,814,855	-	789,745	497,113	1,668,170	-	5,769,883
Depreciation for the year	0	1,605,703	-	309,141	431,832	451,623	0	2,798,299
Impairment for the year	0	-	-	-	-	-	-	-
As at 30th June 2023	0	4,420,558	0	1,098,886	928,945	2,119,793	0	8,568,182
Impairment for the year	0	1,611,377	658,804	348,921	518,170	434,392	-	3,571,664
As at 30th June 2024	0	6,031,935	658,804	1,447,807	1,447,115	2,554,185	0	12,139,846
Net book values	0	-		-	-	-	-	
As at 30th June 2024	15,000,000	84,625,647	11,094,836	2,310,708	13,616,300	4,645,232	2,496,350	133,789,073
As at 30th June, 2023	15,000,000	78,679,442	0	2,068,864	1,295,495	4,064,602	421,100	101,529,503

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Notes to the Financial Statements (Continued)

Valuation

As per National Treasury guidelines, Land and buildings were identified and valued as per the National Liabilities and Management Policy and guidelines (Issued June 2020). No assets were revalued by professional valuers on 30.06.2024. NO amounts were adopted in the financial statements on 30.06.2024.

31 (b) Property, Plant and Equipment at Cost

If the freehold land, buildings and other assets were stated on the historical cost basis the amounts would be as follows:

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	15,000,000	-	15,000,000
Buildings	90,657,582	5,880,748	84,776,834
Plant And Machinery	7,199,417	4,230,306	2,969,111
Motor Vehicles including Motorcycles	11,753,640	658,804	11,094,836
Computers and Related Equipment	15,063,415	3,165,915	11,897,500
Office Equipment, Furniture, and Fittings	3,758,515	2,207,947	1,550,568
Work in progress	2,496,350	0	2,496,350
Total	145,928,919	16,143,720	129,785,199

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32.Intangible Assets

Description	2023/2024	2022/2023
	Kshs	Kshs
Cost	-	-
At beginning of the year	-	-
Additions	-	-
At end of the year	-	-
Additions–internal development	-	-
At end of the year	-	-
Amortization and impairment	-	-
At beginning of the year	-	-
Amortization	-	-
At end of the year	-	-
Impairment loss	-	-
At end of the year	-	-
NBV	-	-

33.Investment Property

Description	2023/2024	2022/2023
	Kshs	Kshs
At beginning of the year	-	-
Additions	-	-
Disposal during the year	-	-
Depreciation	-	-
Impairment	-	-

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Gain or loss on fair value- if fair value is elected	-	-
At end of the year	-	-

(For investment property held at fair value, changes in fair value should go through the statement of financial performance. Where cost model is elected, depreciation and impairment should not be charged. Investment measured at fair value should be evaluated at the end of the reporting period for changes in fair value.). Belgut tti should disclose the independent valuers, rental income from the investment property if any and the direct costs attributed to the investment property. Any charges on the investment property as well as any difficulty in classifying this asset as an investment property.

34. Biological Assets

	2023/2024	2022/2023
	Kshs	Kshs
Cattle	-	-
Trees	-	-
Others (Specify)	-	-
Total	-	-

35. Trade and Other Payables

Description	2023/2024		2022/2023	
	Kshs		Kshs	
Trade payables.	1,394,491.00		1,618,594.05	
Salary deductions.				
Third-Party Payments.				
Bursary – unallocated.	-		441,507	
Help-unallocated.	-		130,000	
Government Capitation/scholarship unallocated.	1,394,491.00		-	
Total Trade and Other Payables	1,394,491.00		2,190,101.05	
Ageing analysis:	2023/2024	% of the Total	2022/2023	% of the Total
Under one year	1,394,491	100%	2,190,101.05	100

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1-2 years			-	-
2-3 years	-	-		-
Over 3 years	-	-	-	-
Total (to tie to totals above)	1,394,491	100	2,190,101.05	100%

36.Refundable Deposits from Customers/Students.

Description	2023/2024		2022/2023	
	Kshs		Kshs	
Students deposits			-	
Caution money	-		-	
Other refundable deposits-bursary &capitation		3,790,882.00	-	
Total Deposits	-		-	
Ageing analysis:	2023/2024	% of the Total	2022/2023	% of the Total
Under one year	3,349,375.00	-	-	-
1-2 years	441,507.00	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (to tie to totals deposits above)	3,790,882.00	-	-	-

37.Current Provisions

Description	Leave provision	Bonus provision	Gratuity Provisions	Other provision	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
Balance at The Beginning of The Year	-	-	-	-	-
Additional Provisions	-	-	-	-	-
Provision Utilised	-	-	-	-	-
Change Due To Discount And Time Value For Money	-	-	-	-	-

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Transfers From Non -Current Provisions	-	-	-	-	-
Total Provisions	-	-	-	-	-

38.Finance Lease Obligation.

Description	2023/2024	2022/2023
	Kshs	Kshs
At the start of the year	-	-
Discount interest on Lease Liability	-	-
Paid during the year	-	-
At end of the year	-	-

Maturity Analysis

Period	Amount
	Kshs
Year 1	-
Year 2	-
Year 3	-
Year 4	-
Year 5 and Onwards	-
Less: Unearned Interest	-

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Total	-
--------------	---

Analysed as:

Description	Amount
	Kshs
Current	
Non- Current	
Total	

39.Deferred Income

Description	2023/2024	2022/2023
	Kshs	Kshs
National Government	-	-
International Funding Bodies	-	-
Public Contributions and Donations	-	-
Total Deferred Income	-	-

The deferred income movement is as follows:

Description	National government	International funders/ donors	Public contributions and donations	Total
	Kshs	Kshs	Kshs	Kshs
Balance brought forward	-	-	-	-
Additions during the year	-	-	-	-
Transfers to capital fund	-	-	-	-
Transfers to income statement	-	-	-	-
Other transfers	-	-	-	-

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Balance carried forward	-	-	-	-
-------------------------	---	---	---	---

Include columns as needed for the various sources of income deferred.

Analysed as:

Description	Amount
	Kshs
Current	-
Non- Current	-
Total	-

40.Employee Benefit Obligations

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	2023/2024	2022/2023
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
Total Employee Benefits Obligation	-	-	-	-	-

Retirement benefit Asset/ Liability

Belgut TTI operates no defined benefit scheme for all full-time employees from July 1, 20223. The scheme is not administered by non while non are the custodians of the scheme. The scheme is based on NIL percentage of salary of an employee at the time of retirement.

No an actuarial valuation to fulfil the financial reporting disclosure requirements of IPSAS 39 was carried out as at 30.06.2024 by any actuarial valuers on this basis the present value of the defined benefit obligation and the related current service cost and past service cost were measured using the Projected Unit Credit Method. The principal assumptions used for the purposes of valuation are as follows:

Description	2023/2024	2022/2023
-------------	-----------	-----------

	Kshs	Kshs
Discount Rates	-	-
Future Salary Increases	-	-
Future Pension Increases	-	-
Mortality (Pre- Retirement)	-	-
Mortality (Post- Retirement)	-	-
Withdrawals	-	-
Ill Health	-	-
Retirement	-	-

Recognition of Retirement Benefit Asset/ Liability

a) Amounts recognised under other gains/ Losses in the statement of Financial Performance:

Description	2023/2024	2022/2023
	Kshs	Kshs
The return on defined plan assets	-	-
Actuarial gains/ losses arising from changes in demographic assumptions	-	-
Actuarial Gains/ Losses Arising From changes In Financial Assumptions	-	-
Actuarial gains and losses arising from experience adjustments	-	-
Others (<i>specify</i>)	-	-
Adjustments for restrictions on the defined benefit asset	-	-
Remeasurement of the net defined benefit liability (asset)	-	-

b) Amounts recognised in the Statement of Financial Position

Description	2023/2024	2022/2023
	Kshs	Kshs
Present value of defined benefit obligations(a)	-	-
Fair value of plan assets(b)	-	-
Funded status(=a-b)	-	-
Restrictions on asset recognised	-	-

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Others (<i>specify</i>)	-	-
Net asset or liability arising from defined benefit obligation	-	-

Belgut TTI also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. Belgut TTI's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at Kshs. 6% Of Gross pay per employee per month. Other than NSSF Belgut TTI also has no defined contribution scheme operated by non-Pension Fund. Employees contribute nil while employers contribute nil % of basic salary. Employer contributions are recognised as expenses in the statement of financial performance within the period they are incurred.

41. Payments received in advance.

Description	2023/2024		2022/2023	
	Kshs		Kshs	
Fees received in advance	6,341,020.00		--	
Others (Specify)	-		-	
Total	6,341,020.00		-	
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	6,341,020	100%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	6,341,020	100%	-	%

42. Borrowings

Description	2023/2024	2022/2023
	Kshs	Kshs

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Balance at beginning of the year	-	-
External borrowings during the year	-	-
Domestic borrowings during the year	-	-
Repayments of external borrowings during the year	-	-
Repayments of domestic borrowings during the year	-	-
Balance at end of the year	-	-

42 a) Analysis of External and Domestic Borrowings

Description	2023/2024	2022/2023
	Kshs	Kshs
External borrowings		
Dollar denominated loan from an organization'	-	-
Sterling pound denominated loan from an organization'	-	-
Euro denominated loan from an organization'	-	-
Domestic borrowings	-	-
Kenya shilling loan	-	-
Total balance at end of the year	-	-

42 b) Breakdown of Long and Short-Term Borrowings

Description	2023/2024	2022/2023
	Kshs	Kshs
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
Total	-	-

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(NB: the total of this statement should tie to note 44 totals. Current portion of borrowings are those borrowings that are payable within one year or the next financial year. Additional disclosures on terms of borrowings, nature of borrowings, security and interest rates should be disclosed).

43.Social Benefit Liabilities

Description	2023/2024	2022/2023
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	-	-
People Living with disabilities benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
Total	-	-
	-	-
Current social benefits	-	-
Non- current social benefits	-	-
Total (tie to totals above)	-	-

Social benefit schemes include benefits such as cash transfers for unemployment or elderly in line with IPSAS 42. They are incurred to mitigate against a certain social risk for example poverty, age, unemployment among others.

44.Non-Current Provisions

Description	Long service leave	Bonus Provision	Gratuity	Other Provisions	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
Balance at the beginning of the year	-	-	-	-	-
Additional Provisions	-	-	-	-	-

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Provision utilised	-	-	-	-	-
Change due to discount and time value for money	-	-	-	-	-
Less: Current portion	-	-	-	-	-
Total deferred income	-	-	-	-	-

(NB: The current portion deducted in this note should tie to line on current portion transferred from non- current provisions under note 38)

45.Service Concession Arrangements

Description	2023/2024	2022/2023
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	-	-
Accumulated depreciation to date	-	-
Net carrying amount	-	-
Service concession liability at beginning of the year	-	-
Service concession revenue recognized	-	-
Service concession liability at end of the year	-	-

46.Cash generated from operations.

	2023/2024	2022/2023
	Kshs	Kshs
Surplus for the year before tax	7,183,360.30	1,737,523.75
Adjusted for:		
Depreciation	3,571,664.00	2,798,299.00
Miscellaneous/Other Income	600,950.00	571,507.00
Other payment	(284,500.00)	(73,000.00)

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	2023/2024	2022/2023
	Kshs	Kshs
Non-Cash grants received	-	-
Contributed assets	-	-
Impairment	-	-
Gains and Losses on Disposal of Assets	-	-
Contribution to provisions	-	-
Contribution to impairment allowance	-	-
Finance Income	-	-
Finance Cost	-	-
Working Capital Adjustments:		
Increase in Inventory	-	-
Increase in Receivables	-	-
Increase in Deferred Income	-	-
Increase in Payables	-	-
Increase in Payments received in advance	-	-
Net Cash Flow from Operating Activities	11,071,474.30	5,034,329.75

(The total of this statement should tie to the cash flow section on net cash flows from/ used in operations)

47. Financial Risk Management

Belgut TTI's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The company'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 company does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history.

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Belgut TTI's financial risk management objectives and policies are detailed below:

(i) Credit risk

Belgut TTI 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 company'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 Belgut TTI's maximum exposure to credit risk without taking account of the value of any collateral obtained is made up as follows:

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June 2023 (previous year)				
Receivables from exchange transactions	17,115,503.00	17,115,503.00	12,500,617	-
Receivables from non-exchange transactions	14,026,000.00	14,026,000.00	8,130,000	
Bank balances	16,569,923.75	16,569,923.75	12,951,2129	
Total	47,711,427.00	47,711,427.00	33,581,846	
At 30 June 2024 (current year)				
Receivables from exchange transactions	46,523,240.02	46,523,240.02	17,115,503.00	

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Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
Receivables from non-exchange transactions	14,928,575.00	14,928,575.00	14,026,000.00	
Bank balances	3,810,164.05	3,810,164.05	16,569,923.75	
Total	65,261,979.07	65,261,979.07	47,711,426.75	

(NB: The totals column should tie to the individual elements of credit risk disclosed in Belgut TTI's statement of financial position)

Financial risk management (continued)

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 company has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

Belgut TTI has significant concentration of credit risk on amounts due from non.

The board of directors sets the company's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

(ii) Liquidity risk management

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

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The table below represents cash flows payable by the company 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.

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 2023 (previous year)				
Trade Payables	1,619,460.00	171,102.00	399,539.05	2,190,101.05
Current Portion Of Borrowings				
Provisions				
Deferred Income				
Employee Benefit Obligation				
Total				
At 30 June 2024 (current year)	1,619,460.00	171,102.00	399,539.05	2,190,101.05
Trade Payables	108,380.00	487,308.00	753,303.00	1,394,491.00
Current Portion Of Borrowings				
Provisions				
Deferred Income				
Employee Benefit Obligation				
Total	108,380.00	487,308.00	753,303.00	1,394,491.00

(iii) Market risk

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Belgut TTI has put in place an internal audit function to assist it in assessing the risk faced by Belgut TTI 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 Belgut TTI'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.

Belgut TTI's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies.

There has been no change to Belgut TTI's exposure to market risks or the manner in which it manages and measures the risk.

a) Foreign currency risk

Belgut TTI has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The carrying amount of Belgut TTI's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
At 30 June 2024			
Financial Assets (Investments, Cash, Debtors)	-	-	-

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Liabilities	-	-	-
Trade and Other Payables	-	-	-
Borrowings	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

Belgut TTI manages foreign exchange risk from future commercial transactions and recognised assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments.

Foreign currency sensitivity analysis

The following table demonstrates the effect on the company's statement of comprehensive income on applying the sensitivity for a reasonable possible change in the exchange rate of the three main transaction currencies, with all other variables held constant. The reverse would also occur if the Kenya Shilling appreciated with all other variables held constant.

	Change in currency rate	Effect on Profit before tax	Effect on equity
	Kshs	Kshs	Kshs
2024			
Euro	10%	-	-
Usd	10%	-	-
2024			

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Euro	10%	-	-
Usd	10%	-	-

b) Interest rate risk

Interest rate risk is the risk that Belgut TTI's financial condition may be adversely affected as a result of changes in interest rate levels. The company's interest rate risk arises from bank deposits. This exposes the company to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the company's deposits.

Management of interest rate risk

To manage the interest rate risk, management has endeavoured to bank with institutions that offer favourable interest rates.

Sensitivity analysis

Belgut TTI analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year.

Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs nil (2024: Kshs nil). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs nil (2024 – Kshs nil)

iv) Capital Risk Management.

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

Description	2023/2024	2022/2023
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	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	27,160,166.05	19,976,805.75
Capital Reserve	168,620,150.97	128,507,107.95
Total Funds	195,780,317.02	148,483,913.70
Total Borrowings	-	-
Less: Cash and Bank Balances	3,810,164.05	16,569,923.75
Net Debt/(Excess Cash and Cash Equivalents)	191,970,152.97	131,913,989.95
Gearing	98.05%	88.84%

48.Related Party Balances

Nature of related party relationships

Entities and other parties related to Belgut TTI 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 Belgut TTI, holding 100% of Belgut TTI's equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of Belgut TTI, both domestic and external. Other related parties include:

- i) The National Government;
- ii) The Parent Ministry;
- iii) Key management;
- iv) Board of Governors;

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The transactions and balances with related parties during the year are as

Description	2023/2024	2022/2023
	Kshs	Kshs
Transactions with Related Parties		
a) Sales to related parties	-	-
Sales of electricity to govt agencies	-	-
Rent income from govt. agencies	-	-
Water sales to govt. agencies	-	-
Others (<i>specify</i>)	-	-
Total	-	-
B) Purchases from related parties		
Purchases of electricity from kplc	-	-
Purchase of water from govt service providers	-	-
Rent expenses paid to govt agencies	-	-
Training and conference fees paid to govt. agencies	-	-
Others (<i>specify</i>)	-	-
Total	-	-
b) Grants /Transfers from the Government		
Grants from National Govt	-	-
Grants from County Government	-	-
Donations in Kind	-	-
Total	-	-
c) Expenses incurred on behalf of related parties		
Payments of Salaries and Wages for xx Employees	-	-

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Description	2023/2024	2022/2023
	Kshs	Kshs
Payments for Goods and Services for	-	-
Total	-	-
d) Key Management Compensation	-	-
Directors' emoluments	-	-
Compensation to Key Management	-	-
Total	-	-

49. Segment Information

(Where an organisation operates in different geographical regions or in departments, IPSAS 18 on segmental reporting requires an Institution to present segmental information of each geographic region or department to enable users understand Belgut TTI's performance and allocation of resources to different segments)

Contingent Assets and Contingent Liabilities

Contingent Assets

Description	2023/2024	2022/2023
	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	-	-
Assets arising from determination of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Others (<i>Specify</i>)	-	-
Total	-	-

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Contingent Liabilities

Description	2023/2024	2022/2023
	Kshs	Kshs
Contingent Liabilities		
Court Case against (<i>Belgut TTI</i>)	-	-
Bank guarantees in favour of subsidiary	-	-
Contingent liabilities arising from Contracts including PPPs	-	-
Others (<i>Specify</i>)	-	-
Total	-	-

(Give details)

50.Capital Commitments

Capital Commitments	2023/2024	2022/2023
	Kshs	Kshs
Authorised for	-	-
Authorised and Contracted for	-	-
Total	-	-

(NB: Capital commitments are commitments to be carried out in the next financial year and are disclosed in accordance with IPSAS 17. Capital commitments may be those that have been authorised by Belgut TTI but at the end of the year had not been contracted or those already contracted for and ongoing)

51.Events After the Reporting Period

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

52.Ultimate and Holding Entity

Belgut TTI is a State Corporation/ or a Semi-Autonomous Government Agency under the Ministry of Education –state department of Tvet.
Its ultimate parent is the Government of Kenya.

53.Currency

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

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20. Appendices

Appendix 1: Implementation Status of Auditor-General Recommendations

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

Reference No. on the external audit Report.	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/CN/BELGUT/TVC/2021/2022	- Budgetary control and performance - Late submission of financial statements -Land without ownership -irregularly procurement of service - composition of board members - Non –compliance with the law on ethnic composition	Mostly resolved in the financial year 2023/2024 with few exception and will be resolved fully in the financial year 2024/2025.	Resolved.	30 th June,2024/2025.

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Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your institution responsible for the implementation of each issue;
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to the National Treasury.



The stamp is circular with a blue border. The text "BELGUT TECHNICAL TRAINING INSTITUTE" is written along the top inner edge, and "PRINCIPAL" is written along the bottom inner edge. In the center, there is a red date stamp that reads "09 JUN 2025". Below the date, the word "Sign" is written in a small font. At the very bottom of the stamp, the text "Box 205 - 20200, MERU" is visible. A horizontal dotted line is drawn across the middle of the stamp, passing through the signature.

MR BENARD K. KORIR

Accounting Officer

Principal/BOG Secretary

Date:

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Appendix II: Projects Implemented by Belgut TTI

Projects

Projects implemented by the State Corporation/ SAGA Funded by development partners.

Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
1	-	-	-	-	-	-
2	-	-	-	-	-	-

Status of Projects completion

(Summarise the status of project completion at the end of each quarter, i.e. total costs incurred, stage which the project is etc)

	Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds
1	-	-	-	-	-	-	-
2	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-

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Appendix III- Inter-institution Confirmation Letter

Name of transferring entity: Ministry of Education state department of TVET

Name of beneficiary entity: Belgut technical training institute.

Name of beneficiary entity: Belgut technical training institute.

Confirmation of amounts received by Belgut Technical Training institute as at 30th June ,2024.

Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
RECEIPT NO: 10013	01 /10/2023	3,265,500.00	-	3,265,500.00	capitation
: 12790	18/01/2024	3,265,500.00	-	3,265,500.00	capitation
:13931	05/02/2024	3,732,000.00	-	3,732,000.00	capitation
:13933	27/02/2024	5,650,594.90	-	5,650,594.90	Scholarship(new model)
:16091	31/05/2024	2,798,425.00	-	2,798,425.00	capitation
Total		18,712,019.90.		18,712,019.90	

I confirm that the amounts shown above are correct as of the date indicated.

Head of Accounts Department - Ministry of Education SDTVET

Name Sign Date

Head of Accounts Department – Belgut TTI:

Name: CPA BII K. WESLEY Sign Date.....

....



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Appendix IV: Reporting of Climate Relevant Expenditures

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

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Appendix V: Reporting on Disaster Management Expenditure

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