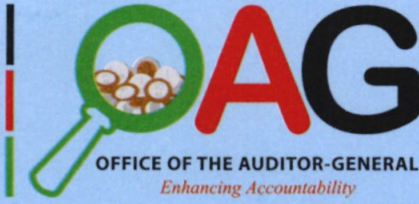


REPUBLIC OF KENYA



REPORT

NATIONAL ASSEMBLY	
PAPERS LAID	
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OF

THE AUDITOR-GENERAL

ON

EMINING TECHNICAL TRAINING INSTITUTE

FOR THE YEAR ENDED

30 JUNE, 2025

THE NATIONAL ASSEMBLY PAPERS LAID

DATE: 08 APR 2026

DAY: Wed

TABLED BY:

Hon. Samuel Chepkong'o

CLERK-AT THE-TABLE:

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EMINING TECHNICAL TRAINING INSTITUTE
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30TH JUNE 2025

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

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

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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
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
TTI	Technical Training Institute

B. Definition of Key Terms

Fiduciary Management - Members of Management directly entrusted with the Emining Technical Training Institute's financial resources.

Comparative Year- Means the prior period.

2. Key Emining Technical Training Institute Information and Management

(a) Background information

Emining Technical Training Institute was incorporated/ established under the TVET Act on **17th February, 2015** with Registration Certificate Number **TVETA/PUBLIC/ TVC/0002/2015**. The Emining Technical Training Institute is domiciled in Kenya and has no branches. The institute is under the Ministry of Education.

It has the following departments;

- i) Mechanical and Automotive Engineering department
- ii) Electrical Department
- iii) Information Technology Department
- iv) Building and Construction Department
- v) Business Department
- vi) Agriculture Department
- vii) Hospitality Department and Institutional Management

(b) Principal Activities

The principal activity of Emining Technical Training Institute is to offer quality Education to the trainees

Vision:

To be a centre of excellence in Science, Technology and Innovation.

Mission:

To produce skilled human capital suitable for the dynamic global economy

(c) Key Management

The Emining Technical Training Institute's day-to-day management is under the following key organs:

- Board of Governors
- Principal
- Key Management Team

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

(d) Fiduciary Management

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

SN.	Designation	Name
1.	Principal	Jacob Kotut
2.	Deputy principal-Administration	Rhoda Chemoiwa
3	Deputy principal -Academics	Daniel Mibei
4	Registrar	Robert Korir
5	Dean of students	Agnes Chebii
6	Head of Finance	Jecinta Chelelgo
7	Head of Procurement	Alfred Kosgei

(e) Fiduciary Oversight Arrangements

I. Finance, and infrastructure Committee
Members

- David Sergon - Chairperson
- Mercy Kahuko -Member
- Hosea Wendot –Member
- Jacob Kotut - Secretary

II. Audit & Risk Committee
Members

- Philip Chumo -Chairperson
- Kipsang Keter- Member
- Judith Mageni –Member
- Zacharia Koech – Internal Auditor (Eldoret National Polytechnic)

III. Academic and Human Resource Committee
Members

- Ahmedweli Farah - Chairperson
- Kipsang Keter- Member
- David Sergon – Member

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Key Emining Technical Training Institute Information and Management

(f) Entity Headquarters

P.O. Box 208- 20105
Nakuru, Marigat Road
Mogotio, KENYA

(g) Entity Contacts

Telephone: (254) 796098672
E-mail: eminingtti@gmail.com
Website: www.eminingtti.ac.ke

(h) Entity Bankers

1. Kenya Commercial Bank
Operation Account
A/c no: 1148626859
Nakuru Kenyatta Avenue
P.O Box 18
Nakuru - 20100
2. Kenya Commercial Bank
Development Account
A/c no: 1166509710
Flamingo Nakuru
P.O Box 17755
Nakuru – 20100
3. Kenya Commercial Bank
A/c no: 1281250708
Mogotio Branch
P.O Box
Mogotio -20105
- 4 Skyline Sacco
A/c no: 5651-005-01721
Emining Branch
P.O Box 660
Eldama Ravine -20103

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

Key Emining Technical Training Institute Information and Management (Continued)

(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
Nairobi, Kenya

**Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025**

3.The Board of Governors





	<i>Member/ Director</i>	<i>Details</i>
1.	 <p>PROF. EZEKIEL KIPROP-BOARD CHAIR Date of Birth -08/04/1965</p>	<ul style="list-style-type: none"> - <i>PhD in Crop protection (Plant Pathology)</i> - <i>Master of science (M.Sc) in plant pathology</i> - <i>Bachelor of science (B,Sc) in Agriculture</i>
2.	 <p>DR. DAVID SERGON – BOARD MEMBER Date of Birth - 01/01/1974</p>	<ul style="list-style-type: none"> - <i>PhD in Entrepreneurship studies</i> - <i>Masters in Entrepreneurship and Management</i> - <i>B.Ed. (Accounting ,Commerce and Mathematics)</i>
3.	 <p>KIPSANG KETER- BOARD MEMBER Date of Birth -26/09/1955</p>	<ul style="list-style-type: none"> - <i>Bachelor of Science (Honors) in Materials Technology (Leather) British School of Leather Technology University of Northampton – UK</i> <ul style="list-style-type: none"> • <i>Coordinating Leather Development activities in the Ministry</i> • <i>Implementation of Vision 2030 through revitalization of the leather industry in the country.</i> - <i>Committee member Audit and risk and Academic</i>
4.	 <p>DR. JUDITH NEKESA MANGENI – BOARD MEMBER Date of Birth -17/06/1977</p>	<ul style="list-style-type: none"> - <i>PhD in Public Health (Epidemiology and biostatistics tract)</i> - <i>Master of Public ,MPH (Epidemiology and biostatistics tract)</i> - <i>International Public Health Research</i> - <i>Bachelor of Science in Nursing (Bsc.)</i> <i>Committee member – Audit and risk</i>

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025




5.	 AHMEDWELI FARAH ADEN- BOARD MEMBER <i>Date of Birth - 06/04/1988</i>	<ul style="list-style-type: none"> - Bachelor of Business Administration - Committee Chair – Academic, Human resource and marketing
6.	 MERCY KAHUKO- BOARD MEMBER <i>Date of Birth -28/05/1977</i>	<ul style="list-style-type: none"> -Master’s in Business Administration. (Strategic Management - Part-time Lecturer in Daystar Leadership & Professional Development Institute (DLPDI) and School of Business & Economics. - Committee member – Finance and infrastructure
7.	 DR. PHILIP CHUMO – BOARD MEMBER <i>Date of Birth -25/01/1972</i>	<ul style="list-style-type: none"> - PHD in Business Economics (Business informatics) - Masters in Business Administration – management information Systems - Bachelor of Science (Statistics and Computer) - Committee Chair –Audit and risk
8.	 HOSEA WENDOT- BOARD MEMBER <i>Date of Birth - 23/08/1971</i>	<ul style="list-style-type: none"> - Master of Science in Hydraulic Engineering. - BSC in Civil Engineering - Member of Institution of Engineers of Kenya <i>Committee Member –Finance and infrastructure</i>
9.	 JACOB KOTUT –BOARD SECRETARY <i>Date of Birth -21/11/1972</i>	<ul style="list-style-type: none"> - Master’s in Public Health (Nutrition). - Bachelor of Education Home science and Technology

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

4. Key Management Team

<i>SN.</i>	<i>Member</i>	<i>Details</i>
1.	 JACOB KOTUT –PRINCIPAL <i>Date of Birth – 21/11/1972</i> <i>Bachelor of Education Home science and Technology</i> <i>Master's in Public Health (Nutrition)</i>	<ul style="list-style-type: none"> - <i>Teaching and administering teaching functions.</i> - <i>General Administration.</i> - <i>Human Resource Management.</i> - <i>Financial Management and Control.</i> <i>Any other relevant Duties as may be assigned by the employer</i>
2.	 RHODA CHEMOIWA -DEPUTY PRINCIPAL- ADMINISTRATION <i>Date of Birth - 28/11/1968</i> <i>Master of Arts Sociology –Community Development</i>	<ul style="list-style-type: none"> - <i>Supervision and Maintenance of proper inventories of Equipment and supplies in the Institution</i> -<i>Deputize principal on administrative issues</i> -<i>Play a role of public and human resource offices</i> -<i>Assist in planning, coordination and organising of tuition facilities</i>
3.	 DANIEL MIBEI –DEPUTY PRINCIPAL ACADEMICS <i>Date Of Birth 21/11/1983</i> <i>-Bachelor's in Education Technology</i>	<ul style="list-style-type: none"> - <i>Taking charge of curriculum implementation, supervision and evaluation</i> - <i>Implementation of performance contracting targets</i> - <i>Deputize principal on academic and quality assurance</i> - <i>Chairman of the academic board</i> - <i>Maintaining Trainees Discipline.</i>
4.	 ROBERT KORIR –REGISTRAR <i>Date of Birth -23/12/1983</i> <i>-Bachelor of Education in Technology</i>	<ul style="list-style-type: none"> - <i>Coordinate and plan utilization of available facilities such as class rooms workshops and laboratories</i> -<i>Deal with general matters regarding registration of trainees and admission.</i> -<i>Facilitate preparation and distribution of prospectus and</i>

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

	Education (Power Mechanics Technology)	organize graduation ceremonies and open days in the Institution.
5.	 AGNESS JEPTOO CHEBII- DEAN OF STUDENTS Date of Birth-07/02/1984 Masters in Applied Mathematics	<ul style="list-style-type: none"> - Overall, in charge of trainees' welfare in the institution. -Oversee the organization of trainees' Clubs and societies, Games and seminars. -Prepare budget related to all co-curricular activities in the institution
6.	 JECINTA CHELELGO – FINANCE OFFICER Date of Birth -23/09/1987 Bachelor of Commerce (Accounting option) CPA (K) Holder ICPAK Member-NO. 17014	<ul style="list-style-type: none"> - Preparation of Financial Reports -Preparation of payroll and filing submitting statutory returns -Preparation of Budgets -Bank Reconciliations
7.	 ALFRED KOSGEI – PROCUREMENT OFFICER Date of Birth – 11/05/1986 DIPLOMA IN PURCHASING AND SUPPLIES MANAGEMENT KISM Member- 78496	<ul style="list-style-type: none"> - Keep proper records of all the assets - Keep inventory records - Dealing with procurement duties

5. Chairman's Statement

I wish to present the 2024/2025 Annual Report to our stakeholders. We are immensely grateful to our staff, students, parents, donors, sponsors and collaborators for their continued commitment and support. Their support motivates and gives us the strength to drive the institution forward, to build on and consolidate the institute's strong profile, good reputation and positive impact. Of particular mention is the increase in student's enrolment that registered big stride through the government initiative in TVET and rigorous marketing. In Kenya, policy and education experts have predicted that the success of economic growth will be hinged on an adequate supply of middle-level technical skills. In an attempt to address this concern, the government has moved to implement the Technical and Vocational Education and Training Act (2013). This has resulted in increased funding for the Technical and Vocational Education and Training institutions through Capitation, Development Grants, HELB loans and bursaries.

The government's initiative in improving TVET sector brought along several opportunities including increased enrolment, linkages and collaborations. Along these were also high levels of expectations from student, community, employees and other stakeholders. The strategic plan being implemented had envisaged to address the emerging challenges and to take advantage of existing opportunities. It provides a clear roadmap to the Board of Governors and management during the period 2024-2025 of the institute's development priorities in tandem with vision 2030. The Institute continues to make tremendous achievement in fulfilling its mandate by continuing to provide physical and training facilities, employing skilled manpower and automating its operations. It is expected that the government will continue to contribute to the realization of the institute's dreams as we look out to other partners and sources of revenue to fund the planned expansion.

Through a collaborative process of management working among staff and trainees, with the full support of the Board of Governors, we have continuously worked to ensure that the Institute meets its financial obligations for sustainability and for its infrastructural expansion. We continue to improve training facilities to gain competitive edge and meet the requirements of the competitive environment since every constituency boasts of a public TVET institution as well as Private Colleges.

Our commitment as a Board is to continue setting the right tone at the top geared towards the realization of the Institute's vision and mission. We feel indebted to all the stakeholders who contributed to the success of the just concluded financial year and look forward to continued cordial relations.

Signed by;



.....

Prof. Ezekiel Kipro
The Board Chair

6. Report of the Chief/Senior Principal

It gives me much pleasure in presenting the Annual Report and Accounts of the Emining Technical Training Institute for the year ended 30th June 2025.

Let me begin by appreciating the fact that this could not have been possible if all the pillars of corporate governance were not there and functioning effectively. I am glad to report that not only was the Board oversight role realized but also internal audit services were received on engagement of internal auditor this assisted a lot in financial management considering that the management environment was really favourable.

The Institute continued to review its strategy as detailed in the institute's strategic plan to deliver quality training and teaching in the FY 2024/2025. I am pleased to inform you that the institute will continue to strive and leverage on existing growth opportunities in programmes offered which are market driven to cope with the world's dynamic change. The valuable deliverables achieved cannot be appreciated without mentioning the Government of Kenya (GOK) which ensured the institute received capitation grants during that challenging year. Other development partners including NG-CDF, HELB were also of great help as our trainees continued to receive loans and bursaries.

Unfortunately, we wish to report to you that we did not receive development grants to fund our active project automotive garage/agricultural engineering workshop/electrical and electronics workshop. Additionally, capitation for students has not been consistent and paid at a very low rate.

I would also like to pass a message of sincere appreciation to our Trainers, non-teaching staff and the students' governing council, who rendered their invaluable support during the extraordinary financial year.

Finally, I would like to express my special thanks to Emining community at large, suppliers, Government administrators, Church leaders and Baringo County government and not forgetting Emining Technical Training Institute senior staff management who worked tirelessly to ensure smooth operation of this institution.

Signed By,


.....
Jacob Kotut
Principal



Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

7. Statement of Performance against Predetermined Objectives

Section 81 Subsection 2 (f) of the Public Finance Management Act, 2012 requires the accounting officer to include in the financial statement, a statement of the national government entity's performance against predetermined objectives.

Emining Technical Training Institute has 4 strategic pillars within current Strategic Plan for the FY 2023 - FY 2028. These strategic pillars are as follows:

Pillar 1: To improve on infrastructural facilities to meet training requirements;

Pillar 2: To enhance information and communication technology systems for efficient operations and training;

Pillar 3: To ensure strict adherence to procurement and disposal procedures;

Pillar 4: To enhance Emining TTI corporate image.

Emining Technical Training Institute develops its annual work plans based on the above strategic pillars in the strategic plan. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The institution achieved its performance targets set for the FY 2024/2025 period for its strategic pillars, as indicated in the diagram below:

Strategic Pillar	Objective	Key Performance Indicators	Activities	Achievements
Pillar 1	To improve on infrastructure facilities to meet training requirements	Construct new classrooms, library, administration block, laboratories and workshops	Finishing of tuition /ICT block classrooms.	Painting and Cementing of the classrooms during FY 2024 /2025
Pillar 2	To enhance information and communication technology systems for efficient operations and training	<ul style="list-style-type: none"> i. Develop and maintain a database ii. Design an institution website and email services iii. Provision of LAN to administrative offices iv. Develop an internet cyber café within the library v. Promote computer literacy for ICT integration in training vi. Develop an 	<ul style="list-style-type: none"> - Purchase of Computers for the Library. - The institute website has been revamped. - LAN has been done to library room. 	ALL the mentioned infrastructure has been achieved through the support of The Board

Emining Technical Training Institute
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		appropriate security system for MIS		
Pillar 3	To ensure strict adherence to procurement and disposal procedures	<ul style="list-style-type: none"> i. Implement the Government guidelines on procurement and disposal of products and services ii. Computerized stores and supplies operations iii. Training of procurement and disposal committees iv. Identify disposable items 	- Training of procurement staff and HoDs as users and initiators of procurement	<ul style="list-style-type: none"> - Training has of HoDs was done. - Training of Procurement and finance s officers was done on procurement regulations.
Pillar 4	To enhance Emining TTI corporate image	<ul style="list-style-type: none"> i. Adherence to the provision of the services charter ii. Improve Institute landscaping and beautification iii. Participate in corporate social activities and humanitarian assistance iv. Marketing the institution through open days, graduation, sports and games v. Provision of academic scholarship to bright and needy students vi. Enhance health, safety and disaster preparedness vii. Create HIV/AIDS, drugs and substances abuse awareness viii. Promote gender equity ix. Address physical challenge concerns x. Eradicate corruption 	<ul style="list-style-type: none"> - The institute has planned to fix cabro flooring from the gate to the entrance of the administration block. - In the process of acquiring institute driving School vehicle and Van for transportation. It is believed that these will market the college greatly. 	- ALL these are underway.

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

		and corrupt practices		
--	--	-----------------------	--	--

8. Corporate Governance Statement

Emining Technical Training Institute is committed to upholding the tenets of good corporate governance which is a reflection of its core values that include integrity, confidentiality, commitment, creativity, innovation and team work.

It is our responsibility to provide the required leadership in designing suitable plans and strategies that will contribute to high and sustainable socio - economic development of the institution. It is our undertaking to ensure that Emining Technical Training Institute has a credible Strategic Plan and Performance Contract that will deliver the desired goals. It is also our undertaking that we will perform our responsibilities diligently and to the best of our abilities to support the achievement of the agreed work plans and performance targets.

(a) The Board of Governors

In the period ending 30th June 2025, the Board was made up to (7) appointed members comprising of Chairperson, Secretary to The Board, and members based on their knowledge and experience in the following areas:-(i) industry (ii) technology (iii) manufacturing iv) engineering (v) ICT (vi) leadership and Management (vii) Finance.

(b) The Board Committees in place

1. Audit and Risk Committee
2. Finance and Development Committee
3. Academic, Human Resource and Marketing Committee.

The following are the number of Board meetings held in the period ending 30th June 2025

Meeting	No. of Meetings	Membership	Average Attendance (%)
Full Board	5	7	100
Audit and Risk Committee	3	3	100
Finance and Development Committee	7	3	100
Academic ,Human Resource and Marketing	3	3	100

- Board Induction was conducted at Kisumu hotel from 4th -6th December 2024.
- There was no appointment of Board of Governors during the financial year.

9. Management Discussion and Analysis

The Management team of Emining Technical Training Institute comprised of the following - - The Principal, Deputy Principal, Registrar, Dean of Students, Examination officer, Finance officer, Procurement officer and ALL Departmental Heads of Departments and Heads of section are responsible for the development and implementation of Emining Technical Training strategic plan and the overall day-to-day running of the institute.

This is done inconsistency with the institute's strategic objectives to enable the Board to perform its responsibilities. This facilitates effective participation of stakeholders in matters relating to the governance and promotion of training by the institution.

During the Financial Year ended 30th June 2025, the student population increased from 839 to 1649. The institution received intake of students for September 2024 intake, January 2025 intake and May 2025 intake thus increasing the number of students.

During the Financial Year 2024/2025 sort and skill based courses have continued to gain popularity an example of this is Hair Dressing and Beauty Therapy, food and beverage which got an improved population students. Most competitive short courses have duration of less than one year therefore cannot be funded through Ministry Of Education Capitation while most students prefer Government sponsorship.

During the year, the Tuition Block and ICT Lab structure is at 95% completion and this is where most learning took place. The construction of the new workshops was still going on while the institution utilised the ground floor as a workshop for plumbing due to strain in our current workshops which could not accommodate an increased population especially in the engineering department. The institution also shifted the library to increase the sitting capacity and introduced more computers to the facility to facilitate e-library and therefore increased books available in the library.

10. Environmental and Sustainability Reporting Statement

Sustainability strategy and profile

Emining Technical Training Institute focuses on training students with practical skills while running projects that generate income to support the Institute's work. They also work to protect the environment by managing waste, planting trees, and keeping people safe at work and in the community. These efforts help the Institute be financially strong and environmentally responsible.

Achievements, Failures, and Ways to Improve

- **Achievements:** The Institute has done well by combining education with projects that help them earn money and provide real experience for students.
- **Failures:** Sometimes it is hard to keep these projects up-to-date with market needs.
- **Improvement Steps:** They carry out regular checks, involve the community, and prepare for emergencies to fix problems and reduce risks.

Service Delivery and Contract Management

The Institute aims to provide good quality education and services. When they award contracts for supplies or services, they follow rules that give preference to local suppliers and special groups like young people, women, and people with disabilities. This helps support local businesses and promotes fairness.

Environmental performance

The organization has an environmental policy that guides its operations to ensure protection of natural resources, reduction of pollution, and promotion of sustainable practices. The policy commits the organization to responsible use of energy, water, and raw materials, as well as proper management of waste and reduction of carbon emissions. It also emphasizes the need to comply with environmental laws and to create awareness among staff and stakeholders on the importance of environmental conservation. Evidence of implementation can be seen in measures such as adopting paperless systems through automation of processes, installing waste segregation bins in the compound, maintaining company vehicles to reduce emissions, using biodegradable packaging, and introducing solar lighting in some facilities.

The organization has had notable successes in reducing paper use, lowering energy costs through renewable energy adoption, and improving waste management by encouraging recycling and reuse. These efforts have also increased awareness among employees about environmental responsibility. However, there are some shortcomings, including limited recycling infrastructure in certain areas, continued use of plastics in some operations, and the high cost of adopting new green technologies. To address these challenges, the organization is working with certified recycling partners, phasing out single-use plastics, and seeking funding to support wider use of climate-friendly technologies.

Biodiversity is supported through tree planting programs, landscaping with indigenous plants, and protecting nearby water sources from pollution. Instead of plastic bottles, providing separate

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

bins for different types of waste, using biodegradable packaging, and maintaining vehicles to minimize carbon emissions.

Employee welfare

The Emining TTI has a hiring policy that promotes fairness, inclusivity, and equal opportunity for all applicants. Recruitment is done based on merit, but the policy also considers diversity by ensuring a fair balance between male and female employees, creating opportunities for youth through internships and graduate trainee programs, and providing space for persons with disabilities (PWDs) by reserving positions and ensuring the workplace is accessible. Stakeholders such as employees, unions, and regulators are engaged during reviews of the hiring policy to ensure it meets both organizational needs and legal requirements. These policies are reviewed regularly, usually every two to three years, to remain relevant and effective.

To improve employee growth, the Emining TTI invests in training, workshops, and mentorship programs to build skills and support career development. Staffs are also given opportunities for promotions, job rotations, and further studies. The organization has a performance appraisal system that fairly evaluates employees and rewards them through promotions, bonuses, recognition awards, and other non-financial incentives.

On safety, the Emining TTI fully complies with the Occupational Safety and Health Act of 2007 (OSHA) by carrying out safety audits, offering training on workplace safety, and providing protective equipment to staff. A health and safety committee exists to handle safety matters and create awareness among employees. Work-related injuries are minimal, mostly involving minor slips and strains, and they have reduced over time due to measures such as proper maintenance of equipment, clear signage, emergency drills, and quick medical response systems. These efforts show that the organization values the welfare of its employees by ensuring a safe, fair, and supportive working environment.

Market place practices-

The organisation should outline its efforts to:

a) Responsible competition practice

Emining Technical Training Institute ensures responsible competitive practices with her customers. Issues like anti-corruption, responsible political involvement, fair competition and respect for competitors.

b) Responsible Supply chain and supplier relations

Emining Technical Training Institute's administration always ensures that Supply Chain Officers/Procurement Staff and other employees remain in good standing by maintaining high personal integrity, moral standards and sound reputation.

c) Responsible Marketing and advertisement.

Emining Technical Training Institute upholds ethical marketing practices especially in procurement of goods, works and services for the institution by ensuring that it abides by Article 96(2) of the Public Procurement and Asset

Emining Technical Training Institute
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d) Product stewardship

Emining Technical Training Institute endeavours to efficiently safeguard consumer rights and interests.

Corporate Social Responsibility / Community Engagements

During the financial year, Emining TTI organized tree planting events at where community members, schools, and local leaders actively participated. It also engaged the public in consultations and sensitization forums, especially when developing new programs or policies, to ensure that community voices were heard.

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

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, 2025, which show the state of the Emining Technical Training Institute's affairs.

Results

The results of the Emining Technical Training Institute for the year ended June 30 are set out on page 1 to 35.

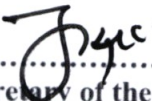
Board of Governors

The members of the Board who served during the year are shown on page vii and viii. During the year, no member retired/ resigned and none was appointed.

Auditors

The Auditor General is responsible for the statutory audit of the Emining Technical Training Institute in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 for the year ended June 30, 2025.

By Order of the Board


.....
Secretary of the Board

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 - (entities should quote the applicable legislation under which they are regulated)) require the council members to prepare financial statements in respect of that Emining Technical Training Institute, which give a true and fair view of the state of affairs of the Emining Technical Training Institute at the end of the financial year and the operating results of the Emining Technical Training Institute for that year. The board members are also required to ensure that the Emining Technical Training Institute keeps proper accounting records which disclose with reasonable accuracy the financial position of the Emining Technical Training Institute. The council members are also responsible for safeguarding the assets of the Emining Technical Training Institute.

The board members are responsible for the preparation and presentation of the Emining Technical Training Institute's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year ended on June 30, 2025. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period, (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Emining Technical Training Institute, (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of the entity, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The board members accept responsibility for the entity'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 (the State Corporations Act, and the TVET Act) – entities should quote applicable legislation as indicated under). The council members are of the opinion that the Emining Technical Training Institute's financial statements give a true and fair view of the state of Emining Technical Training Institute's transactions during the financial year ended June 30, 2025, and of the Emining Technical Training Institute's financial position as at that date. The board members further confirm the completeness of the accounting records maintained for the Emining Technical Training Institute, which have been relied upon in the preparation of the Emining Technical Training Institute's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Principal has assessed the Emining Technical Training Institute's ability to continue as a going concern (disclose as applicable, matters relating to the use

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

of going concern basis of preparation of the financial statements.) Nothing has come to the attention of the board members to indicate that the Emining Technical Training Institute will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The Emining Technical Training Institute's financial statements were approved by the Board on 31/12/25 and signed on its behalf by:

Prof E. Luprop

[Signature]
.....

Name:

Chairperson of the Board

Jacob Kothu
.....

Name:

Principal



REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON EMINING TECHNICAL TRAINING INSTITUTE FOR THE YEAR ENDED 30 JUNE, 2025

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 Emining Technical Training Institute set out on pages 1 to 29, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual

amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, 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 Emining Technical Training Institute as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Technical, Vocational Education and Training Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0. Irregularities in Current Receivables from Exchange Transactions

1.1. Slow Recovery of Student Debtors

Note 16 (a) to the financial statements reflects student debtors balance of Kshs.94,862,545, being an increase of Kshs.18,040,683 or 23% from the prior year reported balance of Kshs.76,821,862, reflecting an indication of Management's laxity in collection and implementation of strategies to recover outstanding debtors, contrary to Regulation 83 (1) of the Public Finance Management (National Government) Regulations, 2015 which states that national entities ought to pursue debtors with appropriate sensitivity and rigor to ensure that amounts receivable are collected and banked promptly.

1.2. Outstanding Balances Over 3 Years

Included in the current receivables from exchange transactions balance of Kshs.94,862,545 was a total outstanding balance of Kshs.21,896,241 that had been outstanding for over three (3) years without demonstration of any recovery strategies by the management to recover the same.

In the circumstances, the accuracy, Completeness and recoverability of current receivables balance of Kshs.94,862,545 as at 30 June, 2025 could not be confirmed.

2. Lack of Ownership Documents and Non-Disclosure of Motor Vehicle

The statement of financial position reflects property, plant and equipment balance of Kshs.113,404,807, as disclosed in Note 17 to the financial statements. Review of the Institute's property, plant and equipment records revealed the following issues relating to ownership documentation and asset disclosure:

- i. The institution occupies land measuring approximately 10.88 hectares which has no title deed.
- ii. Two (2) motor vehicles of undetermined value which had no logbooks, making it difficult to confirm ownership.

- iii. In addition, a comparison of the motor vehicle registers and the physical verification exercise on 10 November, 2025 indicated that one (1) motor vehicle, registration number KBJ 204U, has not been disclosed in the financial statements.

No satisfactory explanation or supporting documentation has been provided for the absence of the title deeds and logbooks and the omission of the vehicle in the assets register.

In the circumstances, the accuracy, valuation, existence, completeness and ownership of the property, plant and equipment balance of Kshs.113,404,807 could not be confirmed.

3. Unsupported Biological Assets

The statement of financial position and as disclosed in Note 19 to the financial statements reflects biological assets balance of Kshs.944,686. However, Management did not provide herd register or detailed cattle listing (tag numbers, breed, age, or location), purchase and sales invoices for livestock transactions, valuation schedules or fair value computation, ownership or branding certificates and evidence of periodic physical counts.

In the circumstances, the ownership, valuation, and completeness of the biological assets of Kshs.944,686 as at 30 June, 2025 could not be confirmed.

4. Unconfirmed Trade Payables from Exchange Transactions

The statement of financial position and as disclosed in Note 20 to the financial statements reflects trade and other payables from exchange transactions balance of Kshs.5,404,451. However, an analysis of records provided for audit review revealed the following anomalies.

- i. The ledger provided for audit review had a balance of Kshs.4,504,451 resulting into a variance of Kshs.900,000. Further, invoices totalling Kshs.627,270 were not included in the ledger balance.
- ii. There was no evidence that the Institute maintained individual supplier accounts, or prepared monthly supplier statement reconciliations as required by Guideline 11.1.2 of the Emining Technical Training Institute Finance Management Policy, 2024.
- iii. There was also no evidence that the Institute prepared a payables movement schedule, detailing the movement of payables from Kshs.14,162,461 at the beginning of the year to Kshs.5,404,451 at the close of the financial year.
- iv. The Institute did not provide for audit review a detailed ageing analysis of its trade and other payables, making it difficult to analyse trade payables below one year of Kshs.4,504,451.
- v. Payables balance of Kshs.900,000 were over one year old. However, Management did not provide explanation for failure to clear the long outstanding creditors or the plans they had put in place to pay the creditors.

In the circumstances, the accuracy, existence and completeness of the trade payables balance of Kshs.5,404,451 as at 30 June, 2025 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Emining 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 total revenue budget and actual on a comparable basis of Kshs.140,960,580 and Kshs.119,352,871 respectively, resulting to an under-funding of Kshs.21,607,709 or 15% of the budget. Further, the Institute spend an amount of Kshs.84,018,580 and Kshs.4,571,375 in respect of total payments and capital expenditure payments respectively, totaling to Kshs.88,589,955 against actual receipts of Kshs.119,352,871, resulting to an under-utilization of Kshs.30,762,916 or 26% of the actual receipts.

The under-funding and under-utilization affected the planned activities and may have negatively impacted 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 effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the prior year audit report, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the Emining Technical and Training Institute in 2024/2025 revealed that the following thirteen (13) issues remained unresolved:

No.	Financial Year	Audit Issue
1	2023/2024	Inaccuracies in the Financial Statements
2	2023/2024	Unconfirmed Cash and Cash Equivalents Balance
3	2023/2024	Undisclosed Assets

No.	Financial Year	Audit Issue
4	2023/2024	Lack of Land Ownership Documents
5	2023/2024	Budgetary Control and Performance
6	2023/2024	Stalled Project – Proposed Erection and Completion of Automotive Agriculture and Electrical/Electronic Workshop
7	2023/2024	Non-compliance with the Law on Ethnic Composition
8	2023/2024	Long Outstanding Receivables from Exchange Transactions
9	2023/2024	Long Outstanding Trade and Other Payables
10	2023/2024	Lack of an Internal Audit Function and Audit Committee Meeting Minutes
11	2023/2024	Lack of an Approved Fraud Policy
12	2023/2024	Failure to Implement the Risk Management Policy
13	2023/2024	Lack of Information Technology (IT) Strategic Plan and Committee

Other Information

Management is responsible for the Other Information set out on page iii to xxiv which comprise of Key Eminent Technical Training Institute Information and Management, The Board of Governors, Key Management Team, Chairman's Statement, Report of the Principal, Statement of Performance against Predetermined Objectives, Management Discussion and Analysis, Corporate Governance Statement, Environmental and Sustainability Reporting, Report of the Board of Governors and Statement of Board of Governors 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.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Unremitted Statutory Contributions – National Industrial Training Levy

The Institute failed to pay industrial training levy for seventy-one (71) officers during the financial year at a rate of Kshs.50 per staff, resulting to a total unpaid balance of Kshs.31,850. This was contrary to paragraph 4 (1) of the Industrial Training (Training Levy) Order, 2007 which states that on or before the last working day of each month, an employer shall pay to the Director a levy of fifty shillings per employee.

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

2. Non-Compliance with Law on Affirmative Action – Persons with Disabilities

Review of the Institute's monthly payrolls and staff data revealed that out of the seventy-one (71) officers who withdrew salaries during the year, there were no persons with disabilities, contrary to the provisions of Section B.23 (1) of the Public Service Commission Human Resource and Procedures Manual for the Public Service, 2016 which states that persons with disability shall be accorded equal opportunities for employment.

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

3. Integrity of the Payroll Data

The statement of financial performance and Note 11 to the financial statements reflects employee costs amount of Kshs.12,821,149. However, review of the monthly payrolls revealed missing unique identifiers that ought to be included during data capture of the officers were omitted from the payroll. This included, but not limited to, particulars on the gender, date of birth, personal identification number (KRA PIN), ethnicity, disability status etc. thereby casting doubts on the completeness and propriety of the payroll.

In view of the foregoing, the accuracy, completeness and regularity of the payroll could not be confirmed.

4. Lack of an Approved Staff Establishment

The Institute did not have an approved staff establishment in the year under review that ought to have informed the staffing, competency and effective service delivery by considering the current staff in post, the optimal staffing levels and the grading structure for the work force. This was contrary to Policy B.2 (1) of the Human Resource Policies and Procedures Manual for the Public Service, 2016 which requires every public entity to prepare Human Resource Plans based on comprehensive job analysis to support achievement of goals and objectives in their Strategic Plans.

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

5. Stalled Project – Proposed Erection and Completion of Automotive Agriculture, Electrical/Electronic Workshop

The statement of financial position reflects property, plant and equipment balance of Kshs.113,404,807 as disclosed in Note 17 to the financial statement which includes work

in progress amount of Kshs.55,387,955, which further includes a balance of Kshs.15,170,772 in respect of construction of the automotive agriculture and electrical workshop.

Construction agreement was signed between the Institute and a local contractor on 4 October, 2017 for the erection and completion of automotive agriculture and electrical/electronic workshop at a contract sum of Kshs.23,933,651. The agreed completion date was set at thirty-six (36) weeks after the commencement date of 14 December, 2017. Further, an extension of time was granted up to 28 April, 2023 but the contractor gave a termination notice on 24 March, 2023 due to a long outstanding payment. Further, it was noted that up to the point where the project stalled, the project was 74% complete with eight (8) certificates totalling to Kshs.18,313,632.60 having been issued. The 8th certificate of Kshs.3,142,861 issued on 26 February 2021 was however not paid.

Despite the efforts by the Institution to follow up with State Department for the disbursement of the balance of Kshs.9,052,015, the funds were not disbursed and Management was advised to source their own internal funds to complete the project.

The delay and the failure by the State Department to pay contractors when the payment is due has affected the smooth running of the Institute.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Lack of Fraud policy and Risk Management Strategies

The Institute did not have in place a Fraud Management Policy to assist in detecting and preventing fraud during the year under review. Further, Management did not have a Risk Management Policy or strategy in place and therefore, the Management has not instituted its own policies and procedures to guide key financial processes and controls for the management of personnel and related expenditure. Similarly, the Management did not perform formal risk assessments during the financial year audited contrary to Regulation

of the Public Finance Management (National Government) Regulations, 2015 under Section 165(1).

In the circumstances, it was not possible to confirm the effectiveness of internal controls, risk management and governance of the Institute.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the 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 of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial

statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

5 December, 2025


**Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025**

14. Statement of Financial Performance For The Year Ended 30 June 2025

	Notes	FY 2024/2025	FY 2023/2024
		Kshs	Kshs
Revenue from Non-Exchange transactions			
Transfers from other National Government entities	6	12,142,200.00	8,572,000.00
		12,142,200.00	8,572,000.00
Revenue from Exchange transactions			
Rendering of services- fees from students	7	106,555,477.00	72,786,106.00
Sale of goods	8	262,194.00	34,163.00
Rental revenue from facilities and equipment	9	393,000.00	428,400.00
Revenue from Exchange transactions		107,210,671.00	73,248,669.00
Total Revenue		119,352,871.00	81,820,669.00
Expenses			
Use of goods and services	10	65,405,685.00	56,053,080.00
Employee costs	11	12,821,149.00	13,274,180.00
Board Expenses	12	1,277,500.00	590,500.00
Depreciation and amortization expense	13	3,476,661.00	3,446,476.00
Repairs and maintenance	14	1,037,585.00	572,835.00
Total Expenses		84,018,580.00	73,937,071.00
Other Gains/(Losses)			
Gain on sale of assets		0.00	0.00
Total Other Gains/(Losses)		0.00	0.00
Net surplus for the year		35,334,291.00	7,883,598.00

(The notes set out on pages 20 to 27 form an integral part of the Annual Financial Statements).

The Financial Statements set out on pages 1 to 6 were signed by:


.....
Chairman of Board

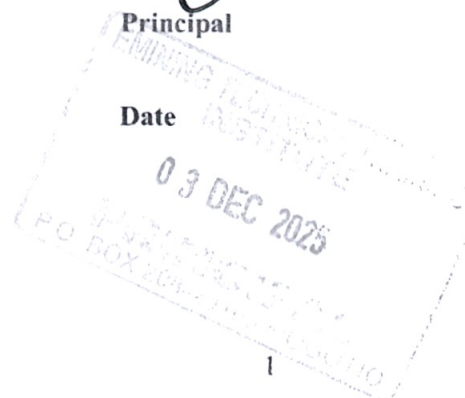
Date


.....
Principal

Date


.....
Finance Officer

Date



Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

15. Statement of Financial Position As At 30th June 2025

Description	Notes	FY 2024/2025	FY 2023/2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	15	7,134,703.00	(582,986.00)
Current portion of receivables from exchange transactions	16	94,862,545.00	76,821,862.00
Total Current Assets		101,997,248.00	76,230,276.00
Non-Current Assets			
Property, plant, and equipment	17	113,404,807.00	111,622,593.00
Intangible assets	18	0.00	687,500.00
Biological Assets	19	944,686.00	1,520,000.00
Total Non-Current Assets		114,349,493.00	113,830,093.00
Total Assets (A)		216,346,741.00	190,060,369.00
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	20	5,404,451.00	14,737,785.00
Refundable deposits from customers	21	804,700.00	804,700.00
Payments received in advance	22	276,415.00	575,324.00
Total Current Liabilities		6,485,566	15,542,485.00
Non-Current Liabilities			
Total non-current liabilities		6,485,566.00	15,542,485.00
Total Liabilities (B)		6,485,566.00	15,542,485.00
Net Assets (A-B)		209,861,175.00	174,517,884.00
Represented By:			
Accumulated Surplus		108,621,893.00	73,278,602.00
Capital Fund		101,239,282.00	101,239,282.00
Net Assets		209,861,175.00	174,517,884.00


The Financial Statements set out on pages 1 to 6 were signed by:



 Chairman of Board
 03/12/2025
 Date



 Principal



 Finance Officer
 ICPAK No 17014
 Date



Emining Technical Training Institute

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

16. Statement of Changes in Net Asset For The Year Ended 30 June 2025

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
At July 1, 2023	0.00	65,404,004.00	101,239,282.00	166,643,298.00
Revaluation gain	0.00	0.00	0.00	0.00
Surplus/(deficit) for the year	0.00	7,883,598.00	0.00	7,883,598.00
Capital grants received during the year	0.00	0.00	0.00	0.00
Transfer of depreciation/amortisation from capital fund to Retained earnings	0.00	0.00	0.00	0.00
At June 30, 2024	0.00	73,287,602.00	101,239,282.00	174,526,884.00
At July 1, 2024	0.00	73,287,602.00	101,239,282.00	174,526,884.00
Revaluation gain	0.00	0.00	0.00	0.00
Surplus/(deficit) for the year	0.00	35,334,291.00	0.00	35,334,291.00
Capital grants received during the year	0.00	0.00	0.00	0.00
Transfer of depreciation/amortisation from capital fund to Retained earnings	0.00	0.00	0.00	0.00
At June 30, 2025	0.00	108,621,893.00	101,239,282.00	209,861,175.00

Emining Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

17. Statement of Cash Flows For The Year Ended 30 June 2025

Description		FY 2024/2025	FY 2023/2024
	Note	Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other National Government entities		12,142,200.00	8,572,000.00
Rendering of services- fees from students		88,882,711.00	56,772,974.00
Sale of goods		262,194.00	34,163.00
Rental revenue from facilities and equipment		393,000.00	4428,400.00
Total Receipts		101,680,105.00	65,807,537.00
Payments			
Use of goods and services		74,255,197.00	42,880,548.00
Employee costs		12,821,149.00	13,274,180.00
Board Expenses		1,277,500.00	590,500.00
Repairs and maintenance		1,037,585.00	572,835.00
Depreciation		0.00	3,466,476.00
Total Payments		89,391,431.00	60,784,539.00
Net Cash Flows from operating activities	23	12,288,674.00	5,022,998.00
Cash flows from investing activities			
Purchase of property, plant, equipment and intangible assets		(4,571,375.00)	(6,630,666.00)
Proceeds from sale of property, plant and equipment			(130,000.00)
Net cash flows used in investing activities		(4,571,375.00)	(6,760,666.00)
Cash flows from financing activities			
Proceeds From Borrowing		0.00	0.00
Repayment Of Borrowings		(0.00)	(0.00)
Net cash flows used in financing activities		(0.00)	(0.00)
Net Increase/(Decrease) in Cash and Cash equivalents		7,717,299.00	(2,042,072.00)
Cash and Cash equivalents at 1 JULY	15	(582,596.00)	1,155,082.00
Cash and Cash equivalents at 30 JUNE	15	7,134,703.00	(582,596.00)

Eming Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2025

18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2025

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	Utilization Difference
	Kshs	Kshs	Kshs	Kshs	Kshs	%
	a	b	c=(a+b)	d	e=(c-d)	f=d/c*100
Budget carryovers from the previous year*	-	0.00	0.00	0.00	0.00	0
Receipts						
Transfers from National Government entities-Development grants	9,700,000.00	0.00	9,700,000.00	0.00	(9,700,000.00)	0.00%
Rendering of services- fees from students	130,060,580.00	0.00	130,060,580.00	117,297,677.00	(12,762,903.00)	90.18%
Sale of goods and hire of facilities	1,200,000.00	0.00	1,200,000.00	2,055,194.00	855,194.00	171.26%
Total Receipts	140,960,580.00	0.00	140,960,580.00	119,352,871.00	(21,607,709.00)	84.67%
Payments						
Use of goods and services	80,572,580.00	0.00	80,572,580.00	65,405,685.00	15,166,895.00	80.50%
Employee costs	15,888,000.00	0.00	15,888,000.00	12,821,149.00	3,066,851.00	80.70%
Board Expenses	1,800,000.00	0.00	1,800,000.00	1,277,500.00	522,500.00	70.97%
Repairs and maintenance	1,300,000.00	0.00	1,300,000.00	1,037,585.00	262,415.00	79.81%
Depreciations	0.00	0.00	0.00	3,476,661.00	(3,476,661.00)	0.00%
Total Expenditure Payments	99,560,580.00	0.00	99,560,580.00	84,018,580.00	15,542,000.00	84.38%
Capital Expenditure Payments	41,400,000.00	0.00	41,400,000.00	4,571,375.00	36,828,625.00	11.04%
Surplus	0.00	0.00	0.00	30,762,916.00	(30,762,916.00)	%

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Budget notes

1. The institution did not receive development grants and also the capitation grants were not received as expected.
2. There is no difference between the original and final budget.

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	30,762,916.00
1	Actual fees received and budgeted fees differences	(16,297,677.00)
2	Depreciation	3,476,661.00
3	Reason for differences –payables paid	(10,807,197.00)
	Closing Cash and Cash Equivalent as per the statement of Cash flows	7,134,703.000

19. Notes to the Financial Statements

1. General Information

Emining Technical Training Institute is established by and derives its authority and accountability from TVETA Act. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is providing quality training in technical industrial vocational and entrepreneurship.

2. 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 the Emining Technical Training Institute's accounting policies.

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3. Adoption of New and Revised Standards

(When an IPSAS becomes effective on 1st January 2026, it is applicable in Kenya from 1st July 2027)

i. New and amended standards and interpretations in issue effective in the year ended 30 June 2025.

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

ii. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025.

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> 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.
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> 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	<i>Applicable 1st January 2025</i> 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	<i>Applicable 1st January 2025</i> The objective of this standard was to improve measurement guidance across

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	<p>IPSAS by:</p> <ol style="list-style-type: none"> 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. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>It has not adopted</i></p>
IPSAS 47: Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non-exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an 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.</p>
IPSAS 48: Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p>
IPSAS 49: Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>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.</p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements

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	understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.
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Early adoption of standards

The Emining Technical Training Institute did not early – adopt any new or amended standards in the financial year or the Emining Technical Training Institute adopted the following standards early

4. 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 the Emining Technical Training Institute 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

The Emining Technical Training Institute 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 the Emining Technical Training Institute.

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 2024/2025 was approved by the Board on 25/06/2024. There were no Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The entity'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 Cashflows has been presented.

c) Taxes

Current income tax

Emining Technical Training Institute is exempt from paying taxes as per 1st schedule subsection (a) and (b) of the income tax Act 2010.

The institution however deducts and submits PAYE.

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) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition 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, the entity 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.

e) 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.

f) Biological Assets

The entity recognizes biological assets when it controls the assets due to past events, it is probable that future economic benefits associated with the asset will flow to the entity, and when the fair value or cost of the asset can be measured reliably. Biological assets are initially and subsequently measured at fair value less costs to sell, except where fair value cannot be reliably determined. In such cases, the asset is measured at its cost less accumulated depreciation and any accumulated impairment losses. Changes in fair value less costs to sell are recognized in surplus/deficit in the period in which they occur.

g) Research and development costs

The Entity expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Entity 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. *The entity does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. (amend as appropriate).* 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, the entity 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

The entity classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity, or fair value through surplus and deficit on the basis of both the entity'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

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contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an 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, the entity 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 the entity 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.

Financial liabilities

Classification

The entity 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.

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Emining Technical Training Institute.

j) Provisions

Provisions are recognized when the *Emining Technical Training Institute* has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the *Emining Technical Training Institute* 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

The *Entity* 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

The *Entity* does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the *Entity* 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. The entity 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 the entity will incur in fulfilling the present obligations represented by the liability.

l) Nature and purpose of reserves

The *Entity* creates and maintains reserves in terms of specific requirements.

m) Changes in accounting policies and estimates

The *Entity* 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) Foreign currency transactions

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. At each reporting date, foreign currency monetary items are translated using the closing rate. Non-monetary items measured in historical cost are translated using the exchange rate at the date of the transaction, and those measured at fair value are translated using the exchange rates at the date when the fair value was determined. Exchange differences arising from the settlement of monetary items or translation of monetary/non-monetary items at rates different from those at which they were initially reported are recognized in surplus or deficit in the period.

o) 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.

p) Related parties

The Emining Technical Training Institute 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 the Entity, or vice versa. Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

q) Service concession arrangements

Emining Technical Training Institute analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the Emining Technical Training Institute 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, Emining Technical Training Institute also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

r) 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.

s) Comparative figures

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

t) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the Entity The Emining Technical Training Institute '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. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Entity. 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 the The Emining Technical Training Institute.
- 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

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note xxx.

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.

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6. Transfers from other National Government entities

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Unconditional Grants		
Capitation Grants	12,142,200.00	8,572,000.00
Total Government Grants and Subsidies	12,142,200.00	8,572,000.00

(a) Transfers from other Government entities (Categorized)

Name of the Entity 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	Period ended June 2024
	Kshs	Kshs	Kshs	Kshs	Kshs
State Department of TVET	12,142,200.00	0.00	0.00	12,142,200.00	8,572,000.00
Total	12,142,200.00	0.00	0.00	12,142,200.00	8,572,000.00

The details of the reconciliation have been included under appendix III

7. Rendering of Services

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Tuition Fees	78,452,417.00	52,230,586.00
Examination Fees	10,609,260.00	3,745,520.00
Boarding Expenses	13,321,800.00	15,968,500.00
Short courses	1,400,000.00	841,500.00
Registration Fees	2,772,000.00	0.00
Total Revenue from The Rendering of Services	106,555,477.00	72,786,106.00

NYS tuition fees is at ksh.21,000 per term, Regular students at 67,189 per year for new funding model and 26,420 for the old funding model.

Boarding fees for boarding income for NYS students is at 23,100 per term, and 15,500 per term for regular students. Other charges include room only at 6000 per term, Lunch only at 3,500 per term and full meals at 9,500 per term.

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8. Sale of Goods

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Sale of goods	262,797.00	34,563.00
Total Revenue from Sale of Goods	262,194.00	34,563.00

This is for the sale of milk, scrap metals and hire of van.

9. Revenue from hire of facilities and equipment

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Hire of Facilities and Equipment	393,000.00	428,000.00
Total	393,000.00	428,000.00

This is for hiring of facility for training at the institution.

10. Use of Goods and Services

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Teaching and learning materials	14,583,201.00	10,341,002.00
Motor Vehicle Expenses	1,957,013.00	1,857,965.00
Electricity Water and Conservation	709,575.00	1,019,686.00
Marketing Expenses	1,833,840.00	1,187,210.00
Student Union Expenses	951,765.00	648,960.00
Internet Expenses	384,192.00	630,201.00
Activity Expenses	2,866,356.00	1,967,258.00
Skills Development	2,049,397.00	400,400.00
Travelling and accommodation	1,856,730.00	2,800,250.00
Medical Expenses	792,835.00	273,315.00
Boarding Expenses	13,472,047.00	17,210,192.00
Printing and stationeries	1,397,615.00	2,551,702.00
Administration Expenses	9,471,368.00	9,444,801.00
Cleaning and Maintenance	663,507.00	607,408.00
Industrial attachment expenses	691,211.00	207,620.00
Telephone expenses	488,000.00	452,000.00
Performance Contract	621,800.00	409,100.00
Bank Charges	5,973.00	10,955.00
Examination fees	10,609,260.00	4,033,170.00
Total good and services	65,405,685.00	56,053,195.00

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11. Employee Costs

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Salaries and wages	11,947,926.00	12,634,616.00
contributions- Housing Levy	176,089.00	179,249.00
Social contributions-NSSF	697,134.00	460,315.00
Total Employee costs	12,821,149.00	13,274,180.00

12. Board Expenses

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Board allowances	1,277,500.00	641,500.00
Total Board Expenses	1,277,500.00	641,500.00

13. Depreciation and Amortization expense

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Property, plant and equipment	2,789,161.00	2,758,976.00
Intangible assets	687,500.00	687,500.00
Total depreciation and amortization	3,476,661.00	3,446,476.00

14. Repairs and Maintenance

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Maintenance Works	1,037,585.00	572,835.00
Total repairs and maintenance	1,037,585.00	572,835.00

15. Cash and Cash Equivalents

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Current Account	7,134,703.00	(582,586.00)
Total Cash and Cash Equivalents	7,134,703.00	(582,586.00)

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

Financial Institution	Account number	FY 2024/2025	FY 2023/2024
		Kshs	Kshs
a) Current Account			
KCB -Operation	1148626859	7,062,285.00	(256,985.00)
KCB -Development	1166509710	14,719.00	14,719.00
KCB –NG CDF	1281250708	247.00	247.00
Skyline Sacco	5651-005-01721	57,452.00	(340,567.00)
Sub- Total		7,134,703.00	(582,586.00)
Grand Total		7,134,703.00	(582,586.00)

16. Receivables from Exchange transactions

16 (a) Current Receivables from Exchange transactions

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Current Receivables		
Student Debtors	94,862,545.00	76,821,862.00
Total Current Receivables	94,862,545.00	76,821,862.00

16 (b) Ageing Analysis of Receivables from Exchange transactions

Description	FY 2024/2025		FY 2023/2024	
	Kshs	% of total	Kshs	% of total
	FY 2024/2025	% of total	FY 2023/2024	% of total
Less than 1 year	61,727,058.00	65.07%	34,588,496.00	45.02%
Between 1- 2 years	6,811,130.00	7.18%	6,166,749.00	8.03%
Between 2-3 years	4,428,116.00	4.67%	9,257,846.00	12.06%
Over 3 years	21,896,241.00	23.08%	26,808,771.00	34.89%
Total	94,862,545.00	100%	76,821,862.00	100%

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17. Property, Plant and Equipment

	Buildings	Land	Furniture and fittings	Motor Vehicle	Computers	Text books	Plant and equipment	Capital Work in progress	Total
	2.5%		12.5%	25%	30%	25%	12.5%		
at	Shs	Shs	Shs		Shs	Shs		Shs	Shs
1 July 2023	42,110,225.00	15,000,000.00	2,289,278.00	6,657,356.00	1,292,304.00	1,065,046.00	1,450,411.00	47,689,591.00	117,554,211.00
Adjustments	0.00	-	244,930.00		738,491.00	-	91,279.00	5,179,589.00	6,630,666.00
30th June 2023	42,110,225.00	15,000,000.00	2,910,585.00	6,657,356.00	2,030,795.00	1,065,046.00	1,541,690.00	52,869,180.00	124,184,877.00
Adjustments	0.00	-	-	0.00	1,285,850.00	36,750.00	730,000.00	2,518,775.00	4,571,375.00
30th June 2025	42,110,225.00	15,000,000.00	2,910,585.00	6,657,356.00	3,316,645.00	1,101,796.00	2,271,690.00	55,360,548.00	128,756,252.00
Accumulated depreciation and impairment									
1 July 2023	(3,787,034.00)	-	(1,283,983.00)	(2,912,593.00)	(1,393,063.00)	(613,006.00)	(478,850.00)	-	(7,663,160.00)
Depreciation	(982,646.00)	-	(121,458.00)	(936,191.00)	(433,108.00)	(113,010.00)	(140,844.00)	-	(2,946,113.00)
30 June 2024	(4,745,114.00)	-	(1,440,261.00)	(3,848,784.00)	(1,604,624.00)	(726,016.00)	(619,694.00)	-	(10,609,273.00)
Depreciation	(934,128.00)	-	(177,910.00)	(702,143.00)	(688,931.00)	(93,945.00)	(192,104.00)	-	(2,789,161.00)
30th June 2025	(5,679,242.00)	-	(1,618,171.00)	(4,550,927.00)	(2,293,555.00)	(819,961.00)	(811,798.00)	-	(15,773,654.00)
Carrying amounts									
30 th June 2024	37,365,112.00	15,000,000.00	1,423,277.00	2,808,572.00	1,010,587.00	339,031.00	806,834.00	52,869,180.00	111,622,593.00
30 th June 2025	36,430,984.00	15,000,000.00	1,245,367.00	2,106,429.00	1,607,506.00	281,836.00	1,344,730.00	55,387,955.00	113,404,807.00

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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). The assets have not been revalued.

16 (b) Property, Plant and Equipment at Cost

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	15,000,000.00	0.00	15,000,000.00
Buildings	42,110,226.00	5,679,242.00	36,430,984.00
Plant And Machinery	2,156,528.00	811,798.00	1,344,730.00
Text Books	1,101,797.00	819,961.00	281,836.00
Motor Vehicles including Motorcycles	6,657,356.00	4,550,927.00	2,106,429.00
Computers and Related Equipment	3,901,061.00	2,293,555.00	1,607,506.00
Office Equipment, Furniture, And Fittings	2,863,538.00	1,618,171.00	1,245,367.00
Total	72,688,709.00	15,773,654.00	58,016,852.00

18. Intangible Assets

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
At beginning of the year	687,500.00	1,375,000.00
Additions during the period	0.00	0.00
At end of the period	687,500.00	1,375,000.00
Additions–internal development	0.00	0.00
At end of the period	687,500.00	1,375,000.00
Amortization and impairment		
At beginning of the year		687,500.00
Amortization during the period	687,500.00	0.00
At end of the period	687,500.00	687,500.00
At end of the period	0.00	687,500.00

19. Biological Assets

	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Animals: Dairy Cattle and goats	944,686.00	1,520,000.00
Total	944,686.00	1,520,000.00

The biological assets were disposed.

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20. Trade and Other Payables

Description	FY 2024/2025		FY 2023/2024	
	Kshs		Kshs	
Suppliers Debts	4,504,451.00		13,172,532.00	
Third-party payments	900,000.00		900,000.00	
Other payables(WHT)	0.00		89,929.00	
Total trade and other payables	5,404,451.00		14,162,461.00	
Ageing analysis:	Period ended June 2025	% of the Total	Period ended June 2024	% of the Total
Under one year	4,504,451.00	83%	13,262,461.00	9%
1-2 years	0.00	0%	0.00	0%
2-3 years	900,000.00	17%	900,000.00	6%
Over 3 years	0.00	0%	0.00	0%
Total	5,404,451.00	100%	14,162,461.00	100%

21. Refundable Deposits from Customers/Students

Description	FY 2024/2025		FY 2023/2024	
	Kshs		Kshs	
Caution money	804,700.00		804,700.00	
Total Deposits	804,700.00		804,700.00	
Ageing analysis:	Period ended June 2025	% of the Total	Period ended June 2025	% of the Total
Over 3 years	804,700.00	100%	804,700.00	100%
Total	804,700.00	100%	804,700.00	100%

22. Payments received in advance.

Description	FY 2024/2025		FY 2023/2024	
	Kshs		Kshs	
Fees received in advance	276,415.00		575,324.00	
Total	276,415.00		575,324.00	
Ageing analysis:	Period ended June 2025	% of the Total	Comparative FY Period ended June 2025	% of the Total
Under one year	46,991.00	17%	72,426.00	13%
1-2 years	24,857.00	%	53,117.00	9%
2-3 years	60,811.00	22%	63,489.00	11%
Over 3 years	143,756.00	52%	386,292.00	67%
Total	276,415.00	100%	575,324.00	100%

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23. Cash generated from operations.

	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Surplus for the year before tax	35,334,291.00	7,874,598.00
Adjusted for:		
Depreciation	3,476,661.00	3,466,476.00
Working Capital Adjustments		
Increase in Receivables	(17,930,676.00)	(18,151,605.00)
Increase/Decrease in Payables	(8,591,602.00)	11,844,529.00
Net Cash Flow from Operating Activities	12,288,674.00	(5,013,998.00)

(iii) Market risk

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

iv) Related Party Balances

Nature of related party relationships

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

Government of Kenya

The Government of Kenya is the principal shareholder of the entity, holding 100% of the Emining Technical Training Institute's equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the entity, both domestic and external. Other related parties include:

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

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

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Transactions with Related Parties		
a) Sales to related parties		
Sales of electricity to govt agencies	0.00	0.00
Total	0.00	0.00
B) Purchases from related parties		
Purchases of electricity from kplc	0.00	0.00
Purchase of water from govt service providers	0.00	0.00
Others (<i>specify</i>)	0.00	0.00
Total	0.00	0.00

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Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
b) Grants /Transfers from the Government		
Grants from National Govt	0.00	0.00
Total	0.00	0.00
Total		
c) Key Management Compensation		
Directors' emoluments	0.00	0.00
Compensation to Key Management	0.00	0.00
Total	0.00	0.00

24. Events After The Reporting Period

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

25. Ultimate And Holding Entity

The Emining Technical Training Institute is a State Corporation under the Ministry of Education. Its ultimate parent is the Government of Kenya.

26. Currency

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

Emining Technical Training Institute
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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)
1	Inaccuracies in the financial statements	Already corrected	Resolved	30 th June 2025
2	Variance in Employee costs	Already Corrected	Resolved	30 th June 2025
3	Unconfirmed Cash and cash equivalent	Already corrected	Resolved	30 th June 2025
4.1	Undisclosed Assets	Valuation will be done	Not yet resolved	30 th June 2026
4.2	Lack of land ownership	The process in progress	Not yet resolved	30 th June 2026
1	Stalled Projects	The projects still stalled	Not yet resolved	30 th June 2026
2	Long outstanding Receivables	The management commits to	Not Yet resolved	30 th June 2026
3	Lack of information Technology (IT) strategic plan and committee	The management commits to develop IT strategic	Not yet Resolved	30 th June 2026
4	Lack of approved fraud policy	The management commits to develop and approve fraud policy	Not yet Resolved	30 th December 2025

.....*Jacob Koti*.....

Name
 Accounting Officer
 Eming Technical Training Institute



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Date

Appendix II: Projects Implemented

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	N/A					
2						

Status of Projects completion

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

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Appendix III- Inter-Entity Confirmation Letter

Name of transferring entity: MINISTRY OF EDUCATION

Name of beneficiary entity: EMINING TECHNICAL TRAINING INSTITUTE

Confirmation of amounts received by [Insert name of beneficiary Entity] as at 30th June 2025					
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
	20/09/2024	127,659.10	0.00	127,486.60	Scholarship
	20/09/2024	4,192,593.60	0.00	4,192,018.60	Scholarship
	20/09/2024	1,081,742.90	0.00	1,081,167.90	Scholarship
	23/09/2024	2,263,200.00	0.00	2,263,200.00	Capitation grants
	24/09/2024	5,301,212.10	0.00	5,300,063.10	Scholarship
	24/09/2024	2,703,000.00	0.00	2,702,425.00	Capitation grants
	14/02/2025	7,176,000.00	0.00	7,176,000.00	Capitation grants
Total		22,845,407.70			

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

Head of Accounts Department - Disbursing Entity: Ministry of Education

Name: Sign Date

Head of Accounts Department - Beneficiary Entity: Emining Technical Training Institute

Name Jelinta Chelego Sign [Signature] Date 3/12/25

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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		
	NONE								
Tree Planting	Tree planting exercise	Achieving the targeted trees to be planted	Tree planting	44,800	19,460	14,650	30,000	Institution	

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Appendix V: Reporting on Disaster Management Expenditure

Column I	Column II	Column III	Column IV	Column V	Column VI	Column VII
Programme	Sub-programme	Disaster Type	Category of disaster related Activity that require expenditure reporting (response/recovery/mitigation/preparedness)	Expenditure item	Amount (Kshs.)	Comments
	NONE					