

REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 03 MAR 2026	DAY: TUESDAY
TABLED BY:	Hon. Naomi Wago, MP Deputy Majority Whip
CLERK-AT-THE-TABLE:	Mado Atabo

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THE AUDITOR-GENERAL

ON

RACHUONYO TECHNICAL AND VOCATIONAL
COLLEGE

FOR THE YEAR ENDED
30 JUNE, 2025





RACHUONYO TECHNICAL AND VOCATIONAL COLLEGE

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)

Rachuonyo Technical and Vocational College

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

Table of Contents

1. Acronyms and Definition of Key Term.....	ii
2. Key Rachuonyo TVC Information and Management.....	iii
3. The Board of Governors.....	vi
4. Key Management Team.....	xii
5. Chairman's Statement.....	xvi
6. Report of the Senior Principal.....	xviii
7. Statement of Performance against Predetermined Objectives.....	xx
8. Corporate Governance Statement.....	xxii
9. Management Discussion and Analysis.....	xxvii
10. Environmental And Sustainability Reporting Statement.....	xxix
11. Report of the Board Governors.....	xxxiii
12. Statement of Board of Governors/ Council's Responsibilities.....	xxxiv
13. Report of the Auditor General.....	xxxv
14. Statement of Financial Performance For The Year Ended 30 June 2025.....	1
15. Statement of Financial Position As At 30th June 2025.....	2
16. Statement of Changes in Net Assets for The Year Ended 30 June 2025.....	3
17. Statement of Cash Flows For The Year Ended 30 June 2025.....	4
18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2025.....	5
19. Notes to the Financial Statements.....	7
20. Appendices.....	44

1. Acronyms and Definition of Key Terms

A. Acronyms

<i>A-in-A</i>	Appropriations in Aid
BETA	Bottom-Up Economic Transformation Agenda
BoG	Board of Governors
BPS	Budget Policy Statement
PC	Performance Contract
FY	Financial Year
GoK	Government of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
M.o.E	Ministry of Education
PFM	Public Finance Management
PFMA	Public Financial Management Act 2012 and Regulations 2015
PSASB	Public Sector Accounting Standards Board
RTVC	Rachuonyo Technical and Vocational College
TVET	Technical and Vocational Education and Training
TVETA	Technical and Vocational Education and Training Authority

B. Definition of Key Terms

Budget	Estimates of income and expenditure for a financial year
Fiduciary Management	Members of Management directly entrusted with the entity's financial resources.
Strategic Plan	Document used to communicate with the organization the organizations goals, the actions needed to achieve those goals
Strategies	Broad abstractions which are descriptive of the means for achieving strategic objectives.
Strategic Issues	These are problems or opportunities emanating from situational analysis that RTVC must manage'
Strategic Goals	General qualitative statements on what is expected to be achieved in the long term.
Strategic Objectives	This is what RTVC commits itself to accomplish to achieve strategic goals.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

2. Key Rachuonyo TVC Information and Management

(a) Background information

Rachuonyo Technical and Vocational College was established under the TVET Act 2013 on 22nd October 2021

. The college is domiciled in Kenya, Homa-Bay County, Rachuonyo South Sub-County. The institute is under the Ministry of Education.

The institution offers courses in the following departments;

- Electrical Department
- Building Department
- Agriculture Department
- Fashion Design and Cosmetology Department
- Hospitality and Institutional Management
- Liberal Studies Department
- Business Studies Department
- Computing and Informatics
- Health Science Department

(b) Principal Activities

The principal mandate of Rachuonyo Technical and Vocational College is to offer training in Technical and Business courses.

Our Vision

To be a leading institution in the provision of technical and vocational training.

Our Mission

To equip and empower our graduates with high-quality technical and vocational training

Our Strategic Objectives

- i. To provide quality technical and vocational training that positively transforms graduates and society
- ii. To provide and maintain a conducive environment for training and learning
- iii. To enhance research and innovation capacities
- iv. To ensure compliance, collaborations, linkages and partnerships and best practices in governance systems.

(c) Key Management

The day-to-day management of Rachuonyo Technical and Vocational college is under the following key organs:

- i. Board of Governors
- ii. Accounting officer/ Principal
- iii. Principal's Management Committee
- iv. Heads of Department

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Key Rachuonyo TVC Information and Management (Continued)

d) Fiduciary Management

The key management personnel who held office for the period ended 30th June 2025 and who had direct fiduciary responsibility were as follows:

No.	Designation	Name
1.	Principal	Ms. Nelly Okoyo
2.	Deputy Principal	Dr. Abiero Philip Omondi
3.	Registrar	Mr. Victor Odera
4.	Dean of Students	Ms. Linda Achieng
5.	Head of Finance	Mr. Silas Ogutu
6.	Head of Procurement	Mr. Samson Laban
7.	Head of Human Resource	Ms. Roseline Akoth

e) Fiduciary Oversight Arrangements

S/No.	Board Committee	Member	Designation
1	Finance, Infrastructures and Resource Mobilization Committee	Mr. John Ochiel	Chairperson
		Ms. Immaculate Kioko	Member
		Mr. Handson Gichana	Member
		Ms. Nelly Okoyo	Secretary

S/No.	Board Committee	Member	Designation
2	Education, Research and Training Committee	Ms. Teresa Kwaamboka	Chairperson
		Mr. Brian Kidula	Member
		Dr. Kenneth Ogila	Member
		Ms. Pamela Odolo	Member
		Ms. Nelly Okoyo	Secretary

S/No.	Board Committee	Member	Designation
3	Audit Risk and Compliance Committee	Mr. Brian Kidula	Chairperson
		Dr. Kenneth Ogila	Member
		Ms. Pamela Odolo	Member
		CPA Ezekiel Odongo	Secretary

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

f) Entity Headquarters

P.O. Box 256-4022
Oyugis -Rangwe Road
Oyugis, KENYA

g) Entity Contacts

Telephone: (254) 0792108724
E-mail: rachuonyotvc.rtv@gmail.com
Website: www.go.ke

h) Entity Bankers

Kenya Commercial Bank
Oginga Odinga Street
P.O. Box 17-40100
Kisumu
Account Number:1290369526
Kisumu Branch

Equity Bank
Oginga Odinga Street
P.O. Box 3621-40100
Kisumu
Account Number: 0290281739784
Kisumu Branch

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

3.The Board of Governors

No.		Details
1.	Mr. Paul Odhiambo Kokello Chairperson B.O.G 	PERSONAL PROFILE Mr. Paul Odhiambo Kokello Chairperson B.O.G Date of Birth: County of Birth: Homa Bay Ethnicity: Luo holds a Bachelor’s degree in Education, Kenyatta University 1984 and an ongoing Masters in education management. Mr. Kokello is an experienced educationist and manager having headed several government learning institutions as from 1991, the latest places he worked in are; ❖ 2002-2012, Migori Teachers College as Chief Principal ❖ 2012-2013, Vihiga County as TSC County Director ❖ 2014-2016, TharakaNithi County as TSC County Director ❖ 2016-2018, TSC Headquarters, as Senior Deputy Director Teacher Management, Nairobi Email: paulkokello2017@gmail.com
2.	Mr. Brian Kidula Chairperson ARC Committee 	PERSONAL PROFILE Mr. Brian Kidula Chairperson ARC Committee Date of Birth: 22nd May 1988 (36yrs) County of Birth: Vihiga Ethnicity: Luhya PROFESSIONAL EXPERIENCE • July 2022– To Date Production Manager, Greenfields Tea Factory Ltd. • July 2019– July 2022 Production Manager, Chebango Epz Tea Factory • October 2017- June 2019 Production Assistant, Chebango Epz Tea Factory • February 2016 -September 2017 Mechanical Technician, Chebango Epz Tea Factory Education

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		June 2014 Bachelor Of Science, Manufacturing Engineering And Technology, Egerton University
3.	Ms. Immaculate Kioko Board Member 	PERSONAL PROFILE Ms. Immaculate Ndani Kioko Yearofbirth:1981 Email:ndanu.kioko@gmail.com ACADEMICBACKGROUND - MSc. Information Technology(ongoing) Maseno University - BSc. Information Technology Maseno University - Diploma in Management and ICT (JKUAT) PROFESSIONAL SUMMARY - In charge, ICT Tom Mboya University (December 2019 – present) - System Administrator, Kenya Medical Research Institute(KEMRI) (June 2007 –December 2019) - Helpdesk Analyst (June 2007 – 2008) - ICT Trainer & User Support Specialist Kenya Today Consultants (July 2005 – May 2007) LEADERSHIP AND GOVERNANCE ROLES - Board member, Rachuonyo TVC (February 2025 – present) Experience: Finance Infrastructure and Resource Mobilization Committee member overseeing budget planning and financial accountability Supporting policy review and strategic initiatives - Board member, Seme TVC (September 2019 – August 2025) Contributed to education research and training committee and audit &risk committee Oversaw internal controls, risk management and quality assurance - Board member, Rangwe TVC (September 2019 – august 2022)

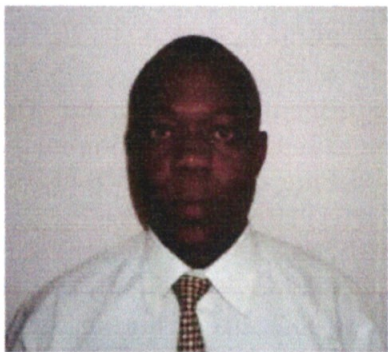
Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		Finance Infrastructure and Resource Mobilization Committee member.
4.	Mr. John Ochiel Chairperson FIRM Committee 	EDUCATIONAL BACKGROUND: 2023-MBA on going –university of Nairobi CPA II 1992-1995: Jabalpur University India (Khalsa College) Level Attained: B-com Accounting Option, 2nd class 2014—2016: Diploma in project Management. EMPLOYMENT HISTORY: • 2021-2023 Finance and Administrative Officer- Sori Lakeside Hospital • 2010-2021: United Nation and African Union Mission in Darfur • Position: Facilities Management Officer: • 2007-2010- Facilities & Logistic Manager British Peace Support- • Team (Bpst) Karen (British Army) G4 • 2001-2002 Accountant/Office Manager ;(Leegyms Hotel Mombasa)
5.	Ms. Pamela Achieng Odolo Board Member 	Ms. Pamela Achieng Odolo holds a MSC. Public Health (EPIDEMIOLOGY) with an ongoing PhD. She has a vast experience in management and research, she is an expert in public health Educational Background ❖ 2018 to date PhD. JOOUST- on going in Food security and sustainable Agriculture ❖ 2002 - Maseno University – Msc. Public Health (Epidemiology & Population Health) ❖ 1999 – 2001: Maseno University - Bsc. Home science and technology ❖ 1988 – 1990: Moi Science Teachers College, Diploma in Education ❖ Pamela has worked with several organizations including educational institutions: ❖ 2012 to date – lecturer Uzima university

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		college ❖ 2011- to date Part time lecturer ❖ Maseno University: - School of Public Health and Community Development ❖ 2009 to 2010 - Community Health Education Trainer PATH Kenya at APHIA II Western ❖ 2008 Maseno University - Assistant Lecturer School of Public Health ❖ 2007-2010 Part time: lecturer Great Lakes University dept. Of Nursing ❖ 2001-2008 lecturer: Kisumu Polytechnic Institutional Management dept. ❖ 2007- Project Coordinator: Truvada Socio- Behavioural and Community (Sbc) Preparedness ❖ JAN 2007-TO- March: Consultant: Designing and Implementation of an Integrated Fish Consumption and Promotion Campaign in Puntland Somalia, PROJECT: CARE SOMALIA/FAO ❖ 2001-to-date: Technical Assistant on Child Health, Nutrition and HIV ❖ Organization: Economic Development ❖ 2004- Counsellor, MCH Infant Feeding Options Kisumu District Hospital ❖ December 2005 -German Technical cooperation: Reproductive Health Trainer ❖ 2002: -CDC Kisumu Curriculum testing on Breast feeding issues for HIV infected mothers ❖ 2000-2001: CARE Kenya –Early childhood Development Health and Nutrition project
6.	Dr. Kenneth Ogila Board Member	PERSONAL PROFILE NAME: KENETH OMONDI OGILA NATIONALITY: Kenyan GENDER: Male DATE OF BIRTH: 9th February EDUCATION BACKGROUND 2006- 2011 PhD (Molecular Medicine) in the

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		Institute of Tropical Medicine and Infectious Diseases (ITROMID), JKUAT. My PhD was entitled: "Antimicrobial and Immunomodulatory properties of extracts of Asparagus setaceus Kunth and Caesalpinia volkensii harm". Successfully defended my thesis on 15TH October WORK EXPERIENCE JUNE, 2019- CURRENT Appointed Senior Lecturer in the Department of Zoology NOV, 2009- 2019 Appointed Lecturer in the Department of Zoology 2003- 2009 Appointed a tutorial fellow at Jomo Kenyatta university of Agriculture and Technology. Have been involved in development of academic programs within Zoology Department including BSc Genomic Science, BSc Zoology, BSc in Environmental Science, BSc in Fisheries and Aquaculture, BSc in Applied Biology 1998 - 1998 Taught Biology and Chemistry at Oyugis Secondary School. Was the boarding master in the same school. 2021-2024 -External Examiner, Kisii University 2010 kogila@yahoo.com/kogila@jkuat.ac.ke
7.	Ms. Teresa Moraa Kwamboka Chairperson ERT Committee 	PERSONAL PROFILE Name: Ms. Teresa Kwamboka Abuya Present Address: P. O. Box 408-40200 Kisii, Kenya Mobile: +254-720-501-292 E-mail: tkwambokaa@gmail.com Nationality: Kenyan Date of Birth: 14th December, 1980 Languages: English, Kiswahili EDUCATION 2016 to Date: PhD in IT (Jomo Kenyatta University of Agriculture & Technology) (Awaiting submission and final defense) 2013-2015: MSc. Computer Systems: Jomo Kenyatta University of Agriculture & Technology (JKUAT) (Computer Studies Option) Second Class Honor EMPLOYMENT AND WORK

		EXPERIENCE KISII UNIVERSITY September 2016 to 2018: Tutorial Fellow, Department of computing sciences, School of Information Science & Technology (SIST), Kisii University. ○ Developed and delivered lectures, laboratory exercises, and examinations to • Undergraduates in a wide range of courses including Distributed systems and databases, • Computer Networks, Object Oriented Programming, Computer security systems, • Database Management systems, Wireless and mobile computing; Operating systems; • Software engineering, I & II. • June 2014 –December 2014: Examination Coordinator (Computer Science • Department), School of Information Science & Technology • (SIST), Kisii University.
8.	Mr. Handson Gichana Regional Director of TVET 	PERSONAL PROFILE Name: Handson Nyaberi Gichana Regional Director of TVET Date of Birth: 20-12-1977 Academic qualifications: • Master of Education (Educational Administration) • Bachelor of Education (B.Ed) • Working experience: 25 years • Teacher (Gusii Institute of Technology) • Technical accreditation & Quality Assurance Officer (Ministry of Education) • Director Vocational and Technical Education (Ministry of Education) • Regional Director TVET (Migori &

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		Homabay counties)
9.	Ms. Nelly Okoyo Principal/Secretary to Board 	PERSONAL PROFILE Ms. Nelly Okoyo Principal/Secretary to Board Date of birth: 17 th April 1967 Nationality: Kenyan Ethnicity: Luo Nelly Okoyo is a holder of MSc in Aquatic Science, Maseno University, Senior Management Course, Kenya School of Government. She has over 20 years’ experience in the TVET sector.

4. Key Management Team

No.	Member/ Director	Details
1.	Ms. Nelly Okoyo Principal/Secretary to Board 	PERSONAL PROFILE Ms. Nelly Okoyo Principal Secretary to Board Date of birth: 17 th April 1967 Nationality: Kenyan Ethnicity: Luo Nelly Okoyo is a holder of MSc in Aquatic Science, Maseno University, Senior Management Course, Kenya School of Government. She has over 20 years’ experience in the TVET sector.
2.	Dr. Philip Omondi Abiero Deputy Principal	PERSONAL PROFILE Dr. Philip Omondi Abiero Deputy Principal Date of Birth: 22 nd December 1975 Nationality: Kenyan

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		Ethnicity: Luo Dr. Abiero Philip Omondi Has PhD in Strategic Management (JOOUST), Masters of Arts in Project Planning and Management (UON), B.Sc. in Agricultural Education and Extension (Egerton), Diploma in Educational Management (KEMI), Diploma in Business management (KIM)and Certificate in Senior Management Course (KSG). Dr. Philip Abiero is an experienced trainer with 12 years as a trainer in High school and 7 years as a trainer in TVET institution. He also has 3 years' experience as a Trainer of Trainer (TOT) in Competency Based Education and Training under TVET CDACC. In addition, he possesses 8 years of experience as a part time lecturer at Jaramogi Oginga Odinga University of Science and Technology teaching Diploma, undergraduate and Post-graduate students from various social and cultural backgrounds.
3.	Mr. Victor Ochieng Odera, Registrar Academics 	PERSONAL PROFILE Mr. Victor Ochieng Odera, Registrar Academics Date of Birth: 12th August 1987 Nationality: Kenyan Ethnicity: Luo Victor holds ❖ BSc in Electrical and Electronics Engineering from JKUAT. ❖ Post Graduate Diploma in Education from KCA University. He has worked with KPLC as a: ❖ Design and construction Engineer, 2016-2018 ❖ Customer Service Supervisor, 2012-

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		2016 DARRIAN ENGINEERING SERVICES ❖ Project coordinator KPLC contractor KALUWORKS LTD ALUWARE DIVISION ❖ Electrical Engineering trainee.
4.	Ms. Linda Achieng Otieno Dean of trainees 	PERSONAL PROFILE Ms. Linda Achieng Otieno Dean of trainees Date of Birth: 15th May 1990 Nationality: Kenyan Ethnicity: Luo She is the Dean of trainees She holds a Diploma in technical education from KSTVET alongside a diploma in Electrical and Electronic Engineering from Eldoret National Polytechnic.
5.	Mr. Silas Ogutu Accountant 	PERSONAL PROFILE Mr. Silas Ogutu Accountant Date of Birth: 20th August 1995 Nationality: Kenyan Ethnicity: Luo Academic qualifications: Is a holder of Accounting Technician Diploma examined by KASNEB? Work Experience; • Siruti Secondary school as bursar • Siruti TVC Awendo as Accountant • Rachuonyo TVC as Accountant
6.	Mr. Samson Laban Supply Chain Manager	PERSONAL PROFILE Mr. Samson Laban Supply Chain Manager Date of Birth: 20th June 1993 Nationality: Kenyan Ethnicity: Luo

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		is a graduate in Supply Chain Management? places: worked ❖ FEB 2021 – TO DATE; Rachuonyo TVC ❖ JAN 2020- FEB 2021- Omuga TVC – Volunteer Procurement Assistant and Trainer ❖ Jan 2018 – Dec 2019 – Acceler Logistics Nairobi, Warehouse Clerk. ❖ Feb 2017 – Dec 2017 – Innovation for Poverty Action Kenya (IPAK), Logistics and Inventory Officer – Bomet and Siaya County. ❖ March 2016 – Jan 2017; IPAK- Data analysis and Respondents Evaluation. ❖ Jan 2015 – March 2016; Field officer IPAK-Siaya, Homa Bay, Tharaka Nithi , Nairobi , Kitui , Kiambu and Bomet Counties.
7.	Ms. Roseline Akoth Human Resource Manager	PERSONAL PROFILE Ms. Roseline Akoth Human Resource Manager Date of Birth: 12th December 2002 Nationality: Kenyan Ethnicity: Luo Holds a Diploma in Human Resource Management from Kiriri Women University of Science and Technology. She is the acting Head of Business Studies Department, Secretary and Human Resource Officer. She is known for her excellent

		communication skills and strong teamwork abilities. She is committed to producing competent trainees and supporting the organization in achieving their goals through effective employee management
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5. Chairman’s Statement

Rachuonyo Technical and Vocational College has been in operation since 22/10/2021. Rachuonyo Technical and Vocational College operated under the mentor institution Ramogi Institute of Advance Technology (RIAT) until 30th November 2022, when it was officially handed over to Rachuonyo TVC Board of Governors. The college was registered by TVETA on 22/10/2021.

The Board of Governors was subsequently appointed by the then Cabinet Secretary for Education, the Late Professor George Magoha, and held its inaugural meeting on 1st February 2022. The 1st Board of Governors was inducted in July 2022, and the second board was inaugurated and Inducted in April 2025. Rachuonyo Technical and Vocational College is still under the first board

The Board has embarked on a mission to put in place systems, policies, procedures and other frameworks that have enabled full operationalization of the College.

Several achievements have been made, including the provision of a stable three-phase power supply, a reliable water supply, and a growth in student enrolment, which stood at 817 with a breakdown of 380 male trainees and 437 female trainees at the end of the financial year. The institution has been faced by challenges, notably financial resources. There were also challenges experienced due to an unfenced compound, which has been partially fenced within the financial year ending 30th June 2025, no training machinery, equipment, and insufficient furniture. The institution had a big challenge in staff numbers, the PSC had managed to post Principal, Deputy Principal and 11 training staff, which was inadequate in terms of curriculum delivery, and therefor board employed 16 employees and 8 interns.

However, the future looks bright. The Board has entrusted day the day-to-day running of the institution to management headed by the principal who together with the staff ensures that policies are adhered to, the reports in all operational areas are reported to the Board to oversight whether targets set are met.

The Board intends to embark on resource mobilization, policy formulation, link the institution with key stakeholder groups, enhance sustainability and monitor achievement of targets.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

The Board gives an assurance on continued support to management as the Board exercises its oversight role for effective performance.

Thank you



Paul Kokello
CHAIRMAN

6. Report of the Senior Principal

Rachuonyo Technical and Vocational College opened its doors during the financial year 2021/2022. The principal was posted to the institution on 23rd December 2021, with the institution being under the mentorship of Ramogi Institute of Advanced Technology (RIAT). The College is comprised of a single block housing both administrative offices and tuition rooms. The institution lacks equipment and machinery, a perimeter fence.

The College has now registered with the following bodies: TVETA, KUCCPS, HELB, KNEC and KATTI. Three-phase electricity connectivity has been done, and sufficient water is available courtesy of Kasipul Constituency Development Fund.

The first Board of Governors was appointed in January 2022 by the then Cabinet Secretary for Education, the Late Professor George Magoha. The Board of Governors, headed by Mr Paul Kokello has been instrumental in governing of the institution and ensuring that the institution remains operational.

The trainee population at the close of the year stood at 817, with a teaching staff of 37, with only 13 being Public Service Commission employees, 16 Board Employees and 8 Interns.

The management under the direction of the BoG has already documented various operating procedures to guide its operations one core procedure being the teaching procedure. The management continues to develop more operating procedures. The Board has already approved the Academic policy and Finance Management policy, Human Resource policy and procurement policy and Risk policy.

Operational Results

At the close of the financial year, the College had a GoK Capitation and Scholarship of Kshs 8,108,656.00.

The College therefore had a total income of Kshs **20,237,964** against total expenditure of Kshs. **23,365,794** giving a deficit of Kshs. **-3,127,830** as per the statement of performance. The surplus is due to exam fees collected within the period, but to be used for the sittings in the financial year 2024/2025. Fee payment remains a challenge for most students. However, the College is now fully registered with HELB and all the trainees with fee challenges have been encouraged and assisted to apply for HELB funding. Since the College is already registered with KUCCPS, it is hoped that GoK capitation will be consistent to assist the college in its operations.

Our asset base currently stands at Kshs. **54,484,192**. Management hopes to fence to secure the College compound as well as do finishing to eight door latrines which has been constructed. Proposals and requests will continue to be written to treasury through parent ministry for the supply of equipment and machinery, we thus look forward to more infrastructural improvements in FY 2025/2026.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Achievements

Rachuonyo TVC presented 359 candidates to the National Examination for July 2025, 192 for CBET Exams, and 167 KNEC Exams.

The trainee enrolment increased from 544 at the beginning of the year to 817 at the close of the year, recording an increment of 273 trainees within the financial year ending 30th June 2025.

Greening of the institution and beautification of the compound is ongoing to make Rachuonyo TVC to be more friendly to the eye in terms of beauty and attraction.

The Management managed to start three new departments during the financial year ending 2024/2025, that is;

- (i) Health Science Department
- (ii) Hospitality and Institutional Management
- (iii) Computing and Informatics Department

Governance

The BoG executed their duties well during the year. The meeting attendances are stated under corporate governance statement.

There were no conflicts of interest recorded during the year under review.

The College is managed by the Principals Management Committee (PMC) which comprise of all top management staff. During the year under review, the PMC also executed their role well.

Conclusion

Finally, I would like to express my special thanks to the Rachuonyo Technical and Vocational College stakeholders for the support that they offered to the institution. A special mention also goes to the staff who worked tirelessly throughout the year to ensure smooth operation of the institution.

The Board is also commended for providing effective leadership and oversight in driving forward the College.

We will continue to be guided by our mission **“To equip and empower our graduates with high quality technical and vocational training to meet the demand of the global industry”**.

May God bless Rachuonyo TVC, may God bless Kenya.

Thank You

Nelly Okoyo
PRINCIPAL/ SECRETARY BOG



Rachuonyo Technical and Vocational College
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.

Rachuonyo Technical and Vocational College has 4 strategic pillars and objectives for the FY 2024- 2025.

These strategic pillars are as follows:

Pillar 1: To provide quality technical and vocational training that positively transforms graduates and society

Pillar 2: To provide and maintain a conducive environment for training and learning

Pillar 3: To enhance research and innovation capacities

Pillar 4: To ensure compliance, collaborations, linkages, partnerships and best practices in governance systems.

Rachuonyo Technical and Vocational College developed its annual work plan based on the above 4 pillars. Assessment of the Board’s performance against its annual work plan is done on a quarterly basis. Rachuonyo Technical and Vocational College has achieved its performance targets set for the FY 2024/2025 period for its 4 strategic pillars, as indicated in the diagram below:

Strategic Pillar	Objective	Key Performance Indicators	Activities	Achievements
To provide quality technical and vocational training that positively transforms graduates and society	Enhance 100% syllabus coverage by	Developed records and schemes of work	Using given templates to write Schemes of work and Records of work	Schemes of work for each course developed
	Improve student class attendance above 75%	Records of duly signed attendance registers kept	Develop trainee attendance registers	Signed attendance registers filed for each class
	Strengthen staff capacity	Recruitment process documents	Conduct interviews and Recruit needed staff	Interviews conducted
To provide and maintain a conducive environment for training and learning	To construct a gate for the institution	Gate in place	Constructing and installing the gate	First phase of construction done
	To assist students access HELB loans and bursaries	Operational HELB desk	Set up a HELB Desk	Institution successfully assisted students to apply and access loans

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

To ensure compliance, collaborations, linkages, partnerships and best practices in governance systems	To Develop policies	Approved Policies documents	Develop relevant policies	Academic policy developed
	To Develop Operating Procedures	Operating Procedure Manuals	Develop Operating Procedures	Teaching procedure developed
Enhance research and innovation capacities	To encourage students to come up with innovations that can attract funding and patenting	Admit students in various courses being offered	Offering trainees an opportunity to be creative and help them achieve their goals.	The institution is still young but will be able to achieve in the new year 2024/2025

8. Corporate Governance Statement

We believe in good corporate governance as an institution. The Board provides leadership through oversight, review and guidance whilst setting the strategic direction.

The Board which has an appropriate mix of skills, knowledge and experience to perform its role effectively was inaugurated on 1st February 2022.

Board meetings are held quarterly and as and when the need arises. The College ensures that it provides the necessary resources and expertise to the Board to assist in their decision-making. The Ministry of Education is regularly consulted on key policy matters.

i) General Responsibilities

The Board has a duty to the people of Kenya to ensure that Rachuonyo Technical and Vocational College achieves its objectives efficiently and effectively and in compliance with PFM Act, 2012, TVET Act 2013, all relevant Acts of Parliament and all Ministry directives and guidelines issued from time to time.

The statutory functions of the Board include:

Overseeing the conduct of education and training in the institution in accordance with the provisions of TVET Act 2013;

- Promoting and maintaining standards, quality and relevance in education and training in the institution in accordance with TVET Act 2013 and any other written law;
- Administering and managing the property of the institution;
- Developing and implementing Rachuonyo TVC Strategic Plan;
- Preparing annual estimates of revenue and expenditure for the institution and incurring expenditure on behalf of the institution;
- Receiving, on behalf of the institution, fees, grants, subscriptions, donations, bequests or other moneys and to make disbursement to the institution or other bodies or persons;
- Determining the fees payable and prescribing conditions under which fees may be remitted in part or in whole in accordance with the guidelines developed under the provisions of the TVET Act 2013;
- Mobilizing resources for the institution;
- Developing and reviewing programmes for training and to make representations thereon to TVETA Board;
- Regulating the admission and exclusion of students from the institution, subject to a qualification's framework and the provisions of TVET Act 2013;
- Approving collaboration or association with other institutions and industries in and outside Kenya subject to prior approval by TVETA Board;
- Recruiting and appointing trainers from among qualified professionals and practising trades persons in relevant sectors of industry;

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

- Determining suitable terms and conditions of service for support staff, trainers and instructors and remunerating the staff of the institution in consultation with TVETA Board;
- Making regulations governing organization and conduct and discipline of staff and students;
- Preparing comprehensive annual reports on all areas of their mandate, including education and training services and submit the same to the TVET Board;
- Providing for the welfare of the students and staff of the institution;
- Encouraging, nurturing and promoting democratic culture, dialogue and tolerance in the institution; and
- Discharging all other functions conferred upon it by the TVET Act 2013 or any other written law.

ii) Risk Management and Internal control

The Board has overall responsibility for the establishment and oversight of the institution's risk management frameworks. The Risk Management Policies are established to identify and analyse the risks faced by the institution and to set appropriate risk limits and controls, and to monitor adherence to these limits. Risk management policies and systems are reviewed regularly to reflect changes in operating conditions, legislation and services offered. Subsequently, the institution identifies and manages risk through in-house risk review enhanced by compliance, internal and external audits.

The Institution has in place a system of internal controls with defined operating procedures, financial and operational controls to ensure that resources are safeguarded; transactions authorised, validated and reported in line with International Public-Sector Accounting Standards.

iii) Conflicts of interest

All Board members are under a duty to avoid any conflicts of interest. This entails not engaging, directly or indirectly in any business that competes or conflicts with the institution's business.

The Board has established robust process requiring members to disclose outside business interests that would conflict with institutions interests. During the year under review there was no conflict of interest the board members.

iv) Compliance

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

The Board confirms that it is satisfied that though the institution currently has inadequate resources it can continue operating for the foreseeable future. For this reason, it continues to adopt the going concern basis when preparing the financial statements.

The Board is satisfied that the institution as to the best of their knowledge complied with all relevant laws and conducted its business affairs in accordance with the law in particular to;

- The Constitution of Kenya, 2010
- TVET Act, 2013
- Public Finance Management Act, 2012
- Public Finance Management Act, 2015 regulations
- Procurement and Assets Disposal Act, 2015
- International Public Sector Accounting Standards.
- Mwongozo
- All other relevant laws in its operation (regular circulars from Treasury and Ministry of Education)

Rachuonyo Technical and Vocational College also has internal policies and procedures it uses in its operation. These policies and procedures are in line with all the relevant laws stated above and only direct the specific operations on how tasks are handled.

v) Board and Board Committee Meeting Attendance for The Year Ended 30th June 2024

Full Board

During the period under review, the Board held meetings as follows:

No	NAME	10 TH JULY 2024	9 TH OCT 2024	25 TH MAR 2025	9 TH APRIL 2025
1	Mr. Paul Kokello	✓	✓	✓	✓
2	Ms. Pamella Odolo	✓	✓	✓	✓
3	Dr. Kenneth Ogila	✓	✓	✓	✓
4	Ms. Teresa Kwamboka	✓	✓	✓	✓
5	Mr. Brian Kidula	x	x	✓	✓
6	Ms. Emmaculate Kioko	x	x	✓	✓
7	Mr. John Ochiel	x	x	✓	✓
8	Mr. Handson Gichana	x	x	✓	✓
9	Ms. Nelly Okoyo	✓	✓	✓	✓

Finance, Infrastructure and Resource Mobilization Committee

During the period under review, the committee held meetings as follows:

No	NAME	9 ST JULY 2024	9 TH OCT 2024	11 TH JAN 2025	8 TH APRIL 2025
1.	Mr. John Ochiel	x	x	x	✓
2.	Ms. Emmaculate Kioko	x	x	x	✓

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

3.	Mr. Handson Gichana	x	x	x	✓
4.	Ms. Nelly Okoyo	✓	✓	✓	✓

The Finance, Infrastructure and Resource Mobilization (FIRM) Committee

The terms of reference, among others, of the FIRM Committee are as stated below:

- i. Receive and consider estimates of revenue and expenditure of the RTVC before the commencement of each financial year.
- ii. Receive and consider quarterly and annual financial statements to ensure they comply with generally accepted accounting principles and standards.
- iii. Review the policies, processes and programs management has put in place to prepare, prevent and protect the institution from financial risks.
- iv. Monitor and review procurement of works, goods and services at RTVC to ensure compliance to established laws, regulations, policies and procedures

Education, Research and Training Committee

During the period under review, the committee held meetings as follows:

No	NAME	3 RD JULY 2024	7 TH OCT 2024	16 TH JAN 2025	3 TH APRIL 2025
1.	Ms. Teresa Kwamboka	✓	✓	x	✓
2.	Dr. Kenneth Ogila	✓	✓	x	✓
3.	Ms. Pamela Odolo	✓	✓	x	✓
4.	Ms. Nelly Okoyo	✓	✓	✓	✓

Education, Research and Training (ERT) Committee

The terms of reference, among others, of the ERT Committee are as stated below:

- i. To oversee the preparation and regular review of RTVC’s Academic Policy; Research Policy and Staff Development and Training Policy and compliance to the provisions thereof.
- ii. To receive and consider proposals for collaborations with other institutions of higher learning, research and technology institutions for the enhancement of technological, professional and scientific education.
- iii. To receive and evaluate regular reports on academic progress, conduct of examinations and consider academic awards.
- iv. To receive and consider proposals for development and further training of the academic staff of the RTVC.

Audit and Risk Compliance Committee

During the period under review, the committee held meeting in the las quarter in the month of July 2024:

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

No	NAME	12 ST JULY 2024	9 TH OCT 2024	11 TH JAN 2025	8 TH APRIL 2025
1.	Mr. Brian Kidula	x	x	x	✓
2.	Ms. Pamela Odolo	✓	✓	x	✓
3.	Dr. Kenneth Ogila	✓	✓	x	✓
4	CPA Ezekiel Odongo	✓	✓	x	✓

- The Audit Risk and Compliance (ARC) Committee
- The terms of reference, among others, of the ARC Committee are as stated below:*
- i. Ensure that all policies, institutional framework and administrative procedures of RTVC effectively support implementation of the constitution.
 - ii. Establish internal procedures and monitoring system to promote compliance with applicable laws, regulations and standards,
 - iii. Ensure a compliance strategy that is aligned to the operations of RTVC
 - iv. Independently review of the RTVC’s Annual Financial Statements to ensure the integrity and transparency of the financial reporting process.
 - v. Oversee implementation of appropriate systems to identify, monitor and mitigate significant financial risk.

N/B:

- ✓ - means present
- X – means absent

The Board has approved the Board Charter for effective governance.

The Board remuneration as resolved by the Board is as follows;

Chairpersons’ honoraria is at Kshs 10,000 per month effective from 3rd quarter of FY 2023/2024

Chairperson Gross allowance at KSHS 15,000 and transport of KSHS 5,000 per sitting

Member Gross allowance at KSHS 10,000 and transport of KSHS 5,000 per sitting

The payment of board expenses is also done as per the recommendation.

All other activities of the Board are as governed and directed by the TVET Act 2013, other relevant acts of Parliament and government directives and guidelines issued from time to time.

9. Management Discussion and Analysis

Fee collection has been a challenge since the majority of students depend on HELB. The other sources of income that is Recurrent Grants and Capitation, were also acknowledged through the mentor institution until the recent batches were receipted through Rachuonyo TVC

Fee collection has been a challenge in terms of fees collection as majority of the students depend on HELB for the facilitation of the tuition fees. Besides self-sponsorship for the student's local bursaries i.e. NG-CDF, Homa Bay County and a local NGO LVCT DREAMS program also contributed in fees provision through bursaries. All these sources acted as an upfront towards realisation of financial stability in regards to operations within the institution.

Compliance with Statutory Requirements

The College is operating under legal frame works necessary under public sector requirement such as;

- The Constitution of Kenya, 2010
- TVET Act, 2013
- Public Finance Management Act, 2012
- Public Finance Management Act, 2015 regulations
- Procurement and Assets Disposal act, 2015
- IPSAS.
- All other relevant laws in its operation (regular circulars from treasury and ministry of education)

The College has also internal policies it uses in its operation. These policies are in line with all the relevant laws stated above and only direct the specific operations on how tasks are handled.

Risk Analysis

i) Operational Risks

The Board has overall responsibility for the oversight of the College risk management framework. The College is developing risk management policies to identify and analyse the risks faced by the College, set appropriate risk limits and controls and monitor risks and adherence to limits. These risk management policies and systems will be reviewed regularly to reflect the

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

changes in economic conditions and the College activities. The Principal will then oversee how management monitors compliance with the College risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the College.

The College faces a high level of competing interests for resources. There is a high level of competition for trainees in the College catchment area from other public and private TVET Colleges within the region.

ii) Liquidity Risk

This is the risk that the College will not meet its financial obligations as they fall due. There is therefore need to increase the number of trainees to cover the fixed costs. The College's approach in managing liquidity is to ensure as far as possible, that there is always sufficient liquidity to meet liabilities as and when they fall due, under both normal and stressed conditions, without incurring unacceptable losses or risking to damage the College's reputation. Typically, the College ensures that it has sufficient cash on demand to meet expected operational expenses for a period of 30 days including the servicing of financial obligations. This however does not include the potential impact of extreme circumstances that cannot be reasonably predicted such as political violence, adverse weather conditions and natural calamities. All liquidity policies and procedures are subject to review and approval by the Board. It is very important to note that the College faces a liquidity risk of non-receipt of capitation grants from GoK which may prevent it from meeting its financial obligations as and when they fall due.

iii) Credit Risk

Credit risk is the risk of financial loss to the College if a customer or counter party to a financial instrument fails to meet its current obligations. The receipt of fees from students minimizes the credit risk exposure. The College has a policy on fee payment which defines how and when fees are supposed to be paid. It is important to note that the College has been under performance contracting and it is envisaged that this will greatly improve its operational efficiency moving forward.

10. Environmental And Sustainability Reporting Statement

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

Sustainability strategy and profile

The College's approach to sustainability is based on the College mission which is; **to equip and empower our graduates with high quality technical and vocational training to meet the demand of the global industry.**

The institution recognises the importance of sustainable growth and has considered programmes to generate income to cushion its operations. It also is establishing policies and programmes that are needed to promote sustainable development especially at local and regional level. Sustainability is also incorporated into student learning through both curricular and co-curricular programs by introducing practicability into the programmes as well as incorporating industrial attachment practical training. Programmes have also been planned aimed at increasing the capacity and capability of the trainers through development workshops and trainings.

In the FY 2024/2025, the College in its approved annual work plan, under the performance contract guidelines, has committed to developing partnerships and linkages with industry to provide learning opportunities for trainees, applied research opportunities for trainers and benefit to community.

We will continue to engage with key stakeholders to achieve sustainability strategies in line with international best practice.

Environmental performance

Rachuonyo TVC strives to be a responsible business representing the highest standards of ethics and professionalism. We have reviewed the global best practice guidelines and standards including IPSAS, in order to help inform relevant policy areas. It is therefore important that Rachuonyo TVC is aware of current environmental issues and informs, educates and stand with the local community to improve the environment.

Our institution's social responsibilities are defined by both compliance and pro-activeness. Rachuonyo TVC, compliance refers to our commitment to upholding all legal requirements, and our willingness to observe, acknowledge, and respect community values and laws.

Our pro-activeness is manifested by emphasizing and recognizing human rights locally and globally, and actively engaging with our communities through volunteering, community service, pro-bono service, and philanthropy, while always protecting and respecting our natural environment through our actions and policies. This can be seen in the way the College engaged in tree planting and beautification within the compound to improve the environment.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

As an institution, we implement policies and take action to drive diversity and inclusion by providing an inclusive environment where all are empowered to share their diverse perspectives and experiences so we can ultimately be better together. Our policies, practices, programs, activities, and decisions regarding employment, hiring, assignment, promotion, compensation, volunteerism, and internships are not based on a person's ethnicity, colour, sex, age, religion, national origin, mental or physical disability, ancestry, gender, marital status, source of income, parental status, housing status, or other protected status. We strongly encourage women, youth, persons with disabilities, and members of the community to join the institution and live our shared values.

Rachuonyo TVC will always:

- Respect and uphold applicable local, county, and national laws to the best of our abilities
- Honour and review all internal policies for complete and responsible implementation
- Ensure that all business transactions and relationships are legitimate, free of influence and bribery
- Keep all partnerships and collaborations transparent and open
- Recognize that privacy is a fundamental right, and we will comply with all privacy laws and expectations. In addition, we will work whenever possible to ensure that we respect the ability for all to manage their personal data.

We value our natural environment and the need to protect it. Keeping our environment unpolluted and clean is paramount to the success of our community and business. We will always follow best practices in disposal of garbage, compost, and seek out working facilities that strive to minimize their carbon footprint through National Environmental Management Authority (NEMA) certification and other environmentally sustainable best practices.

Employee welfare

We recognize the value of human relationships and put people at the heart of our institution. We seek to treat all staff fairly and consistently, to create a work place environment that is open, transparent, and trusted. Aligned with this approach, all members of the Rachuonyo TVC are required to conduct their activities in accordance with our codes and policies, as they are implemented and updated from time to time.

Rachuonyo TVC respects all employees, and strive to make their experience a positive one in all aspects of their relationship with the institution. Our success is closely tied to staff happiness, growth, development, and teamwork, and we work to assess, measure and support the personal and professional growth of our employees at all times, recognizing that the success of Rachuonyo TVC is led first by the success and happiness of our people.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

We require our staff to act according to the highest standards of honesty and integrity as well as comply with all legal and regulatory requirements, which extend to the protection of human rights.

As an institution, we will always ensure that we do not risk the health and safety of our employees and community, we avoid harming the lives or safety of local people, and we respect the basic human rights of all people, involved with us. Rachuonyo TVC is dedicated to protecting human rights. We practice and commit to equal opportunity employment and will always abide by fair labour practices. Additionally, Rachuonyo TVC will ensure that our activities do not directly or indirectly violate human rights in any way.

Market place practices-

Diversity and inclusion are deeply ingrained in all aspects of our mission. These are core values to our institution because they are aligned to our institution's ethics. These policies also have the added value of improving training performance. Studies show that more diverse teams perform better, and institutions that have more inclusive environments also experience less turnover, have higher internal morale, and higher productivity rates from their employees. This commitment extends beyond the employee base to the highest levels of ownership and the administrative team.

We believe successfully inclusive workplaces begin with thoughtful hiring and recruiting processes that reduce subconscious bias in candidate selection and increase the overall diversity of our workforce. We employ industry-leading methodologies, processes, and technology to attract diverse talent pools, counteract bias, and match the best talent to the needs of our clients. Our methodology includes publishing gender neutral job descriptions. Our policies, practices, programs, activities, and decisions regarding employment, hiring, assignment, promotion, compensation, volunteerism, and internships are not based on a person's ethnicity, colour, sex, age, religion, national origin, disability status, source of income, parental status, housing status, or other protected status. And to help foster the most inclusive climate possible, we will provide ongoing diversity and inclusion training to all employees, not just our management teams. We believe this is the only way to truly shape a safer, open, and productive work environment at all levels of our training.

It is a commitment to continual learning, improvement, and action to do our part in stewarding a future of work that is beneficial and equitable for all.

Procurement process is carried out appropriately according to procurement standards thus ensuring that the procurement process has a smooth flow. The supplier and supply chain relation are perfectly respectable by having prompt communication to avoid misunderstanding between

them thus supply of quality goods. Product stewardship is enhanced by safeguarding consumer rights and interests.

We believe that our commitment to sustainability and ethics extends beyond our own work capabilities and should include the decisions we make as an institution about the partners we align with, and the products and services we buy. Our purchasing policy takes sustainability and ethical sourcing into consideration throughout all stages of the buying cycle, and we encourage our teams to support local and small businesses and support local economies. We encourage our purchasing teams to consider ethical sourcing and sustainability across all purchases. Rachuonyo TVC expects our suppliers to treat workers and employees with respect and fairness, to have suitable procedures in place, and to act in accordance with applicable laws.

The organisation should outline its efforts to:

- a) Responsible competition practice.
Explain how the organisation ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors.
- b) Responsible supply chain and supplier relations- explain how the organisation maintains good business practices, treats its own suppliers responsibly by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices.
- d) Product stewardship- outline efforts to safeguard consumer rights and interests.

Corporate Social Responsibility / Community Engagements

As noted in our mission statement, Rachuonyo TVC recognizes an expectation to have a positive impact on our community, and we promote this expectation through services offered to the community.

The community is allowed to access clean water from the institution. This forms the part of services offered to the community by the institution.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

11. Report of the Board of Governors

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

Principal activities

The principal activities of Rachuonyo TVC are to provide training in technical and vocational skills, research, innovation and management services. In addition, the College participates in technological innovation beneficial to the society as well as contributing to industrial and technological development of Kenya in partnership with industry.

Results

The results of Rachuonyo TVC for the year ended June 30th 2025 are set out on page 1

Board of Governors

The members of the Board who served during the year are shown page vi to xi

Auditors

The Auditor General is responsible for the statutory audit of Rachuonyo TVC in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015. However, the institution has been under mentorship by Ramogi Institute of Advance Technology (RIAT) until 30th November 2022 when it was handed over to the first Principal and the Board of Governors.

By Order of the Board

Nelly Okoyo
Principal/Secretary of the Board

Date: 11th July 2025



Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

12. Statement of Board of Governors Responsibilities

Section 81 of the Public Finance Management Act, 2012 and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013 require the Board members to prepare financial statements in respect of Rachuonyo TVC, which give a true and fair view of the state of affairs of Rachuonyo TVC at the end of the financial year FY 2024/2025 and the operating results of Rachuonyo TVC for FY 2024/2025. The Board members are also required to ensure that Rachuonyo TVC keeps proper accounting records which disclose with reasonable accuracy the financial position of Rachuonyo TVC. The Board members are also responsible for safeguarding the assets of Rachuonyo TVC.

The Board members are responsible for the preparation and presentation of Rachuonyo TVC financial statements, which give a true and fair view of the state of affairs of Rachuonyo TVC for and as at the end of the financial year FY 2024/2025 ended on June 30th 2025. This responsibility includes:

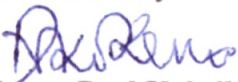
- (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period,
- (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity,
- (iii) Designing, implementing 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 Rachuonyo TVC,
- (v) Selecting and applying appropriate accounting policies,
- (vi) Making accounting estimates that are reasonable in the circumstances.

The Board members accept responsibility for Rachuonyo TVC 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 TVET Act, 2013. The Board members are of the opinion that Rachuonyo TVC financial statements give a true and fair view of the state of Rachuonyo TVC transactions during the financial year ended June 30, 2025, and of Rachuonyo TVC financial position as at that date. The Board members further confirm the completeness of the accounting records maintained for Rachuonyo TVC, which have been relied upon in the preparation of Rachuonyo TVC financial statements as well as the adequacy of the systems of internal financial control.

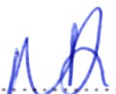
Nothing has come to the attention of the Board members to indicate that Rachuonyo TVC will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

Rachuonyo TVC financial statements were approved by the Board on **11th July 2025** and signed on its behalf by:


Name: Paul Kokello

Chairperson of the Board


Name: Nelly Okoyo

Accounting Officer/Principal

xxxiv



REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON RACHUONYO TECHNICAL AND VOCATIONAL COLLEGE 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 Rachuonyo Technical and Vocational College set out on pages 1 to 43, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of statement of 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 Rachuonyo Technical and Vocational College 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 and Vocational Education and Training Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Property, Plant and Equipment

The statement of financial position, as disclosed in Note 21 to the financial statements, reflects property, plant and equipment with a net book value of Kshs.54,446,992 as at the close of the financial year. However, excluded from the reported net book value was land measuring approximately 4.1 hectares where the College was built, whose value could not be confirmed due to the absence of a valuation report. In addition, the ownership of the land could not be confirmed as the relevant ownership documents were not availed for audit review.

In the circumstances, the accuracy and completeness of the Kshs.54,446,992 reported as net book value property, plant and equipment balance could not be confirmed.

2. Unsupported Rendering of Services - Fee from Clients

The statement of financial performance reflects rendering of services amounting to Kshs.12,105,735, as disclosed in Note 10 to the financial statements, in respect to fees from students. However, an audit review of the records established that fee collection was not automated, indicating weak controls over invoicing and the collection of student fees. In addition, the College did not provide detailed student ledgers, in either soft or hard copy, to support the recorded amount.

In the circumstances, the accuracy and completeness of the reported revenue from non-exchange transactions of Kshs.12,105,735 could not be confirmed.

3. Trade Payables – Loan Advance from Former Mentor Institution

The statement of financial position reflects other trade payables amounting to Kshs.4,421,792 as disclosed in Note 23 to the financial statements. Included in this balance was Kshs.3,674,812 in respect of a loan advance provided to the College by its former Mentor, Ramogi Institute of Advanced Technology (RIAT), to support the operations of the College following the handover from the Mentor institution. However, our audit review revealed that the terms and conditions of the loan agreement signed by the College management were not availed for audit verification. Further, there was no evidence that the borrowing had been approved by the Board of the College. In

addition, the College has not commenced repayment of the loan, three years after the handover from the Mentor institution.

In the circumstances, the validity and regularity of the Kshs.3,674,812 loan advance could not be confirmed.

4. Outstanding Receivables from Exchange Transaction

The statement of financial position reflects receivables from exchange transactions amounting to Kshs.24,764,835 as disclosed in Note 19 to the financial statements. An audit review further noted that student debtors from the prior year totaled Kshs. 6,940,771 representing an increase of Kshs.17,824,064 during the year under review. In addition, the College does not have a debt recovery plan in place to address the growing debtor balance.

In the circumstances, the recoverability of student debtors amounting to Kshs.24,764,834 could not be confirmed.

5. Unsupported Employee Cost

The statement of financial position reflects employee costs of Kshs.3,057,613 as disclosed in Note 10 to the financial statements. However, the expenditure was not supported by payroll records, payment vouchers, or a staff listing showing employees paid during the year under review.

In the circumstances, the accuracy and completeness of employee costs amounting to Kshs.3,057,613 could not be ascertained.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Rachuonyo Technical and Vocational College 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 a final receipts budget and actual on comparable basis of Kshs.30,012,827 and Kshs.20,237,964 respectively resulting in an underfunding of Kshs.9,777,106 or 33% of the budget. Similarly, the College expenditure amounted to Kshs.21,295,830 against the realized receipts of Kshs.20,235,721 resulting in an over-utilization of Kshs.1,057,866 or 5% of the actual receipts.

In the circumstances, the underfunding may have impacted negatively on the planned activities of the College.

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 Audit Matters

In the prior year's audit report, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in the Use of Public Resources, and Report Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the College in 2024/2025 revealed that the following eight (8) issues remained unresolved:

S/No.	Financial Year	Audit Issue
1	2023/2024	Inaccuracies in Net Assets
2	2023/2024	Variance in the Financial Statements
3	2023/2024	Unsupported Receivables from exchange Transactions
4	2023/2024	Unsupported Trade Payables
5	2023/2024	Unsupported Revenue from Exchange Transactions
6	2023/2024	Expensed Assets Items
7	2023/2024	Budget Control and Performance
8	2023/2024	Presentation of Financial Statements

Other Information

The Management is responsible for the Other Information set out on pages iii to xxxiv, which comprises the Chairman's Statement, Report of the Senior Principal, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Environmental and Sustainability Reporting Statement, Report of the Board of Governors Responsibilities. The Other Information does not include the financial statements and my auditor's report thereon.

In connection with my audit on the College'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, I confirm that nothing 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

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 an Enterprise Resource Planning (ERP) System

An audit review of the College's information systems established that the institution did not utilize any Enterprise Resource Planning (ERP) system or other integrated automated software to manage its key operations. Instead, the College relied entirely on manual processes and excel spreadsheets for managing admissions, finance, examinations, procurement, and human resource functions. Further, there was no centralized database for student records, financial data, and academic performance. In addition, there were delays in data retrieval and report generation due to manual processing hence increased risk of loss, duplication, or unauthorized alteration of records.

In the circumstances, reliance on manual and non-integrated systems exposes the College to operational inefficiencies, weak internal controls, and heightened risk of errors and fraud.

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 Management and Board of Governors

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 College'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.

The Board of Governors is responsible for overseeing the College'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

02 December, 2025

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	2024/2025	2023/2024
		Kshs	Kshs
Revenue from Non-Exchange transactions			
Transfers from other National Government entities	6	8,110,899	6,503,500
Grants from donors and development partners	7	-	-
Transfers from other levels of government	8	-	-
Public contributions and donations	9	-	-
		8,110,899	6,503,500
Revenue from Exchange transactions			
Rendering of services- fees from students	10	12,105,735	12,080,217
Sale of goods(Income Generating Activity)	11	21,330	-
Finance Income	12	-	-
Revenue from Exchange transactions		12,127,065	12,080,217
Total Revenue		20,237,964	18,583,717
Expenses			
Use of goods and services	13	16,444,042	13,787,471
Employee costs	14	3,057,613	1,861,711
Board Expenses	15	1,531,127	702,935
Depreciation and amortization expense	16	2,067,722	2,146,022
Repairs and maintenance	17	265,290	26,830
Total Expenses		23,365,794	18,524,969
Other Gains/(Losses)			
Gain on sale of assets	-	-	-
Gain/ Loss on fair value of investments	-	-	-
Impairment loss	-	-	-
Total Other Gains/(Losses)		-	-
Net surplus/(deficit) for the year		(3,127,830)	58,757

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

Chairman of Board

Principal

Date: 11th July 2025Date: 11th July 2025

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

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

Description	Notes	2024/2025	2023/2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	18	2,822,453	3,882,560
Current portion of receivables from exchange transactions	19	24,764,835	6,940,771
Inventories	20	565,050	37,560
Total Current Assets		28,152,338	10,860,841
Non-Current Assets			
Property, plant, and equipment	21	54,446,992	55,845,293
Biological Assets	22	37,200	-
Total Non-Current Assets		54,484,192	55,845,293
Total Assets (A)		82,636,530	66,706,133
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	23	4,421,792	4,253,868
Total Current Liabilities		4,421,792	4,253,868
Non-Current Liabilities			
Non- Current Borrowings		-	-
Total non- current liabilities		-	-
Total Liabilities (B)		4,421,792	4,253,868
Net Assets (A-B)		78,214,738	62,452,266
Represented By:			
Revaluation Reserves		81,342,569	62,393,518
Accumulated Surplus/(Deficit)		-3,127,831	58,747
Capital Fund		-	-
Net Assets		78,214,738	62,452,266

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

.....
Chairman of Board

Date: 11th July 2025

.....
Principal

Date: 11th July 2025



Rachuonyo Technical and Vocational College
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 (previous year)	-	-	-	-
Revaluation gain	62,393,518	-	-	62,393,518
Surplus/(deficit) for the year	-	58,747	-	58,747
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	-	-
At June 30, 2024	62,393,518	58,747	-	62,452,266
At July 1, 2024 (current year)				
Revaluation gain	81,342,569	-	-	81,342,569
Surplus/(deficit) for the year	-	(3,127,831)	-	(3,127,831)
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	-	-
At June 30, 2025	81,342,569	(3,127,831)	-	78,214,738

Note:

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

Rachuonyo Technical and Vocational College
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		2024/2025	2023/2024
	Note	Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other National Government entities		8,110,899	6,503,500
Grants from donors and development partners		-	-
Transfers from other levels of government		-	-
Public contributions and donations		-	-
Rendering of services- fees from students		12,105,735	10,421,479
Sale of goods		21,330	-
Total Receipts		20,237,978	16,924,978
Payments			
Use of goods and services		16,444,042	11,524,936
Employee costs		3,057,613	1,861,711
Board Expenses		1,531,127	702,935
Repairs and maintenance		265,290	26,830
Total Payments		21,298,072	14,116,412
Net Cash Flows from operating activities	25	(1,060,109)	2,808,567
Cash flows from investing activities		-	
Purchase of property, plant, equipment and intangible assets		-	(2,262,535)
Proceeds from sale of property, plant and equipment		-	-
Net cash flows used in investing activities		(1,060,109)	(2,262,535)
Cash flows from financing activities		-	-
Proceeds From Borrowing		-	-
Repayment Of Borrowings		-	-
Net cash flows used in financing activities		(1,060,109)	546,032
Net Increase/(Decrease) in Cash and Cash equivalents		(1,060,109)	546,032
Cash and Cash equivalents at 1 JULY 2024	18	3,882,561	3,336,529
Cash and Cash equivalents at 30 JUNE 2025	18	2,822,452	3,882,561

(PSASB has prescribed the direct method of cash flow preparation and presentation for all public sector entities reporting under the IPSAS Accrual basis of accounting)

Rachuonyo Technical and Vocational College
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*	-	-	-	-	-	-
Receipts						
Transfers from other National Government entities	10,170,353.00	-	10,170,353.00	8,110,899.00	2,059,454.00	80%
Grants from donors and development partners	-	-	-	-	-	-
Transfers from other levels of government	-	-	-	-	-	-
Public contributions and donations	-	-	-	-	-	-
Rendering of services- fees from students	19,742,474.00	-	19,742,474.00	12,105,735.00	7,636,739.00	61%
Sale of goods	100,000.00	-	100,000.00	21,330.00	78,670.00	21%
Total Receipts	30,012,827.00	-	30,012,827.00	20,237,964.00	9,774,863.00	67%
Payments						
Use of goods and services	22,725,375.00	-	22,725,375.00	16,444,042.00	6,283,575.00	72%
Employee costs	5,006,727.00	-	5,006,727.00	3,057,613.00	1,949,114.00	61%
Board Expenses	1,572,946.00	-	1,572,946.00	1,531,127.00	41,819.00	97%
Repairs and maintenance	707,779.00	-	707,779.00	265,290.00	442,489.00	37%
Total Expenditure Payments	30,012,827.00	-	30,012,827.00	21,295,830.00	8,716,997.00	71%
Capital Expenditure Payments	-		-	-	-	
Net Surplus/(Deficit)	-	-	-	(1,060,109)	-	

(Budget carryovers This is for entities whose budget lapses at year-end, but the surpluses are not legally required to be remitted to the Exchequer. Budget carryovers should not include third-party funds such as contractors' retention.)*

Budget notes

1. Provide explanation of differences between actual and budgeted amounts (10% over/ under) IPSAS 24.14

2. Provide an explanation of changes between the original and final budget, indicating whether the difference is due to reallocations or other causes. (IPSAS 24.29)

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus/(deficit) Amounts as per the statement of Budget	(1,060,109)
1	Total revenue for the period was less than the total expenses for the period as stated	20,237,978
2	Total expenses for the period was more than the total revenue for the period as stated	(21,295,830)
3	Opening balance for the period as stated covered the deficit amount in the statement of Budget	3,882,561
	Closing Cash and Cash Equivalent as per the statement of Cash flows	2,822,452

19. Notes to the Financial Statements

1. General Information

Rachuonyo Technical and Vocational College is established by and derives its authority and accountability from TVET Act. 2013. Rachuonyo TVC is wholly owned by the Government of Kenya and is domiciled in Kenya. The institution's principal activity is to offer technical and vocational training.

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 *College's* accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note xx. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the *entity*. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, the TVET Act, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

3. Adoption of New and Revised Standards

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	Applicable 1st January 2025 The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. State the expected impact of the standard to Rachuonyo TVC if relevant
IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations	Applicable 1st January 2025 The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. State the expected impact of the standard to Rachuonyo TVC if relevant
IPSAS 45: Property Plant and Equipment	Applicable 1st January 2025 The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets. State the expected impact of the standard to Rachuonyo TVC if relevant
IPSAS 46: Measurement	Applicable 1st January 2025 The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

		commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value. <i>State the expected impact of the standard to Rachuonyo TV C if relevant</i>
IPSAS 47: Revenue		<i>Applicable 1st January 2026</i> 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 Rachuonyo TVC 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. <i>State the expected impact of the standard to Rachuonyo TVC if relevant</i>
IPSAS 48: Transfer Expenses		<i>Applicable 1st January 2026</i> 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. <i>State the expected impact of the standard to Rachuonyo TVC if relevant</i>
IPSAS 49: Retirement Benefit Plans		<i>Applicable 1st January 2026</i> The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan. <i>State the expected impact of the standard to Rachuonyo TVC if relevant</i>
IPSAS 50: Exploration For & Evaluation of Mineral Resources		<i>Applicable 1st January 2027</i> The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: 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 understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

	<i>State the expected impact of the standard to Rachuonyo TVC if relevant</i>
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iii. *Early adoption of standards*

Rachuonyo TVC did not early – adopt any new or amended standards in the financial year or
*Rachuonyo TVC adopted the following standards early (state the standards, reason for early
adoption and impact on entity's financial statements.)*

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 Rachuonyo TVC 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

Rachuonyo TVC 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 entity.

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 11th July 2024. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by Rachuonyo TVC upon receiving the respective approvals to conclude the final budget. Accordingly, Rachuonyo TVC did not record additional appropriations on the FY 2024/2025 budget following the Council/ Board's approval. 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 an accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page 5 under the statement of comparison of budget and actual amounts in these financial statements.

c) Taxes

Current income tax

The Rachuonyo TVC is not exempt from paying taxes.

Sales tax/ Value Added Tax

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

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

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

d) Investment property

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

e) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. 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, Rachuonyo TVC 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.

Depreciation Policy

Depreciation is charged annually on a reducing balance basis on the balance at year end. The depreciation rates for the Non-Current assets of the RTVC are outlined below:

Category	Estimated Useful Life	Depreciation rate
Buildings and other Civil works	40 years	2.5%
Plant, Machinery & Equipment	5 years	20%
Office Equipment	5 years	12.5%
Motor Vehicles	4 years	25%
Computer and related Equipment	3 years	33.3%
Furniture and Fittings	8 years	12.5%
Library	20 years	5%

f) Leases

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to the Entity. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. Rachuonyo TVC also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that Rachuonyo TVC will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term. Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Entity. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

g) 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.

h) Biological Assets

Rachuonyo TVC 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.

i) Research and development costs

Rachuonyo TVC expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when Rachuonyo TVC 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.

j) 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. *Rachuonyo TVC 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

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Rachuonyo TVC and a financial liability or equity instrument of another entity. At initial recognition, Rachuonyo TVC 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

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

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

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 Rachuonyo TVC manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Trade and other receivables

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

Impairment

Rachuonyo TVC assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. Rachuonyo TVC recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in *Note xx*.

Financial liabilities

Classification

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

k) 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

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Inventories (Continued)

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

l) Provisions

Provisions are recognized when Rachuonyo TVC 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 Rachuonyo TVC 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

Rachuonyo TVC 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

Rachuonyo TVC 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 Rachuonyo TVC 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.

m) 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. Rachuonyo TVC 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 Rachuonyo TVC will incur in fulfilling the present obligations represented by the liability.

n) Nature and purpose of reserves

Rachuonyo TVC creates and maintains reserves in terms of specific requirements. (*Entity to state the reserves maintained and appropriate policies adopted*).

o) Changes in accounting policies and estimates

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

p) Employee benefits

Retirement benefit plans

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

q) 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.

r) 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.

s) Related parties

Rachuonyo TVC regards a related party as a person or Rachuonyo TVC with the ability to exert control individually or jointly or to exercise significant influence over the Entity, or vice versa.

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

t) Service concession arrangements

Rachuonyo TVC 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, Rachuonyo TVC 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, Rachuonyo TVC also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

u) 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 imp rests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

v) Comparative figures

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

w) 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'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 Rachuonyo TVC 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 *Entity*.
- 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.

(Include provisions applicable for your organisation e.g. provision for bad debts, provisions of obsolete stocks and how management estimates these provisions).

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

6. Transfers from other National Government entities

Description	2024/2025	2023/2024
	Kshs	Kshs
Unconditional Grants		
Capitation Grants	8,110,899	6,503,500
Operational Grant	0.00	0.00
Development grants	0.00	0.00
Other Grants	0.00	0.00
Total unconditional Grants	8,110,899	6,503,500

(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	Comparative FY
	Kshs	Kshs	Kshs	Kshs	Kshs
State Department	8,110,899	0.00	0.00	0.00	6,503,500
Ministry	0.00	0.00	0.00	0.00	0.00
Total	8,110,899	0.00	0.00	0.00	6,503,500

(Ensure that the amount recorded above as having been received from the Ministry fully reconciles to the amount recorded by the sending Ministry. An acknowledgement note/receipt should be raised in favour of the sending Ministry.)

**Amount recognised in the statement of financial performance should be the recurrent grant and the development grant to the extent that there are no conditions attached.*

(NB: Total of column 1 should tie to the first part of note 6 on unconditional grants)

The details of the reconciliation have been included under appendix xxx

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

7. Grants from Donors and Development Partners

Description	2024/2025	2023/2024
	Kshs	Kshs
JICA- Research Grant	0.00	0.00
World Bank Grants	0.00	0.00
In-Kind Donations	0.00	0.00
Donations transferred to revenue-conditions met	0.00	0.00
Other Grants (specify)	0.00	0.00
Total Grants from Development Partners	0.00	0.00

(a) Reconciliations of grants from donors and development partners

Description	2024/2025	2023/2024
	Kshs	Kshs
Balance unspent at beginning of year	0.00	0.00
Current year receipts	0.00	0.00
Conditions Met - Transferred to Revenue	0.00	0.00
Conditions Yet To Be Met - Remain Liabilities	0.00	0.00

(Provide brief explanation for this revenue)

8. Transfers from Other Levels of Government

Description	2024/2025	2023/2024
	Kshs	Kshs
Transfer from County	0.00	0.00
Transfer from University	0.00	0.00
Transfer from Institute	0.00	0.00
Total Transfers	0.00	0.00

9. Public Contributions and Donations

Description	2024/2025	2023/2024
	Kshs	Kshs
Public Donations	0.00	0.00
Donations from Local Leadership	0.00	0.00
Donations from Religious Institutions	0.00	0.00
Donations from Alumni	0.00	0.00
Other Donations	0.00	0.00
Total Donations and Contributions	0.00	0.00

(Provide brief explanation for this revenue)

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

10. Rendering of Services

Description	2024/2025	2023/2024
	Kshs	Kshs
Tuition Fees	3,191,205	3,352,860
Activity Fees	700,000	788,908
Local Transport & Travel	1,750,000	1,341,144
Employee Costs	1,704,000	1,183,362
Electricity, Water & Conservancy	700,030	1,132,083
Repair Maintenance & Improvement	500,000	177,504
Medical	230,000	355,009
Industrial Attachment Fees	560,500	986,135
Examination Fees	1,500,000	0.00
Administration	800,000	0.00
Student ID	60,000	197,227
Student Organisation	350,000	394,454
Registration Fees	60,000	118,337
Contingency	0.00	394,454
Total Revenue from The Rendering of Services	12,105,735	10,421,479

(This is specifically fees received from HELB and direct fee payment by students (house hold))

11. Sale of Goods

Description	2024/2025	2023/2024
	Kshs	Kshs
Sale of Kales	9,000	0.00
Sale from Agriculture Department produce	6,330	0.00
Sale of Groundnut	6,000	0.00
Total Revenue from Sale of Goods	21,330	0.00

This is specifically fees received from sale of internal produce (income generating activity)

12. Finance Income

Description	2024/2025	2023/2024
	Kshs	Kshs
Cash investments and fixed deposits	0.00	0.00
Interest income from treasury bills	0.00	0.00
Interest income from treasury bonds	0.00	0.00
Interest from outstanding debtors	0.00	0.00
Others (<i>specify</i>)	0.00	0.00
Total finance income	0.00	0.00

(Provide brief explanation for this revenue.)

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

13. Use of Goods and Services

Description	2024/2025	2023/2024
	Kshs	Kshs
Teaching and learning materials	4,411,758.00	4,819,494
Industrial attachment costs	550,200	611,099
Electricity, Water & Conservancy	370,254	338,512
Marketing / Advertising	492,700	454,100
Cleaning	28,350	2,750
Student Organisation	715,585	213,865
Subscriptions	274,520	462,060
Activity	1,549,440	2,374,321
Examination fees	2,190,480	1,884,640
Administration Costs	872,390	0.00
Income Generating Activity	20,800	0.00
Travelling and accommodation	3,417,500	2,200,201
Development	318,790	0.00
Performance Contracting	266,800	0.00
Medical	3,510	0.00
Academic Trips	23,000	0.00
KUCCPS	0.00	403,500
Postage	7,725	15,550
Training expenses	915,550	0.00
Other (Bank Charges)	14,690	7,379
Total good and services	16,444,042	13,787,471

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

14. Employee Costs

Description	2024/2025	2023/2024
	Kshs	Kshs
Salaries and wages	2,696,837	1,770,580
NSSF	233,088	63,840
SHIF	57,308	22,000
KRA(NITA,AHL)	70,380	5,291
Employee Costs	3,057,613	1,861,711

15. Board Expenses

Description	2024/2025	2023/2024
	Kshs	Kshs
Chairman's Honoraria	89,700	20,000
Other Allowances	1,215,874	511,300
Other Board Expenses	225,553	171,635
Total	1,531,127	702,935

16. Depreciation and Amortization expense

Description	2024/2025	2023/2024
	Kshs	Kshs
Property, plant and equipment	2,067,722	2,146,022
Intangible assets	0.00	0.00
Investment property carried at cost	0.00	0.00
Total depreciation and amortization	2,067,722	2,146,022

17. Repairs and Maintenance

Description	2024/2025	2023/2024
	Kshs	Kshs
Property	180,200	26,830
Investment property – earning rentals	0.00	0.00
Equipment and machinery	0.00	0.00
Other	30,640	0.00
Furniture and fittings	12,700	0.00
Computers and accessories	41,750	0.00
Total Repairs and Maintenance	265,290	26,830

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

18. Cash and Cash Equivalents

Description	2024/2025	2023/2024
	Kshs	Kshs
Current Account	2,800,778	3,838,565
On - Call Deposits	0.00	0.00
Fixed Deposits Account	0.00	0.00
Staff Car Loan/ Mortgage	0.00	0.00
Others (Specify)	21,675	43,995
Total Cash and Cash Equivalents	2,822,453	3,882,560

(The amount should agree with the closing and opening balances as included in the statement of cash flows)

18 (a). Detailed Analysis of Cash and Cash Equivalents

Financial Institution	Account number	2024/2025	2023/2024
		Kshs	Kshs
a) Current Account			
Kenya Commercial Bank		33,908	806,278
Equity Bank, etc.		2,766,869	3,032,288
Sub- Total		2,800,778	3,838,565
b) Others(Specify)			
Cash in Transit		0.00	0.00
Cash in Hand		21,675	43,995
Mobile Money account		0.00	0.00
Sub- Total		21,675	43,995
Grand Total		2,822,453	3,882,560

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

19. Receivables from Exchange transactions

(a) Current Receivables from Exchange transactions

Description	2024/2025	2023/2024
	Kshs	Kshs
Current Receivables		
Student Debtors	24,764,835	6,940,771
Rent Debtors	0.00	0.00
Consultancy Debtors	0.00	0.00
Other Exchange Debtors	0.00	0.00
Less: Impairment Allowance	(0.00)	(0.00)
Total Current Receivables	24,764,835	6,940,771

(b) Long- term Receivables from Exchange transactions

Description	2024/2025	2023/2024
	Kshs	Kshs
Non-Current Receivables		
Refundable Deposits	0.00	0.00
Advance Payments	0.00	0.00
Public Organizations	0.00	0.00
Less: Impairment Allowance	(0.00)	(0.00)
Total	0.00	0.00
Current Portion Transferred To Current Receivables	(0.00)	(0.00)
Total Non-Current Receivables	0.00	0.00
Total Receivables	0.00	0.00

(c) Ageing Analysis of Receivables from Exchange transactions

Description	2024/2025		2023/2024	
	Kshs		Kshs	
	Current FY	% of total	Comparative FY	% of the total
Less than 1 year	17,824,064	72%	1,658,739	24%
Between 1- 2 years	6,940,771	28%	5,282,032	76%
Between 2-3 years	0.00	0%	0.00	0%
Over 3 years	0.00	0%	0.00	0%
Total (a+b)	24,764,835		6,940,771	

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

20. Inventories

Description	2024/2025	2023/2024
	Kshs	Kshs
Building stores	380,000	36,660
Cosmetology stores	68,000	0.00
Agriculture stores	26,600	0.00
Electrical stores	37,000	0.00
ICT Stores	2,150	0.00
Stationery stores	4,500	0.00
Fashion design stores	45,000	0.00
Dry food stuffs	1,800	900
Total Inventories at lower of Cost and Net Realizable Value	565,050.00	37,560.00

(This is quantity in every stores at the end 30th June 2025 at fair value)

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

21. Property, Plant and Equipment

Cost	Land	Buildings	Motor vehicle s	Furniture and fittings	Computers	Plant and equipment	Library	Biological Asset	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Depreciation Rate		2.50%	25%	12.50%	33.30%	20%	5%			
At 1 July 2023	0	53,188,200	0	1,894,882	203,435	442,262	0	0	0	55,728,779
Additions	0	0	0	800,000.00	823,125.00	245,300.00	0	0	392,110	2,260,535
Disposals	0	0	0	0	0	0	0	0	0	0
Transfers/Adjustments	0	0	0	0	0	0	0	0	0	0
Revaluation	0	0	0	0	0	0	0	0	0	0
At 30th June 2024	0	53,188,200	0	2,694,883	1,026,560	687,562	0	0	392,110	57,989,315
At 1 July 2023										0
Depreciation	0	1,329,705	0	336,860	341,844	137,512	0	0	0	2,145,921
Disposals	0	0	0	0	0	0	0	0	0	0
Impairment	0	0	0	0	0	0	0	0	0	0
At 30th June 2024	0	51,858,495	0	2,358,023	684,716	550,050	0	0	392,110	55,843,394
Additions	0	0	0	0	0	643,930	2,000	37,200	0	683,130
Disposals	0	0	0	0	0	-2,000	0	0	0	-2,000
Transfer/Adjustments	0	0	0	0	0	0	0	0	0	0
Revaluation	0	0	0	0	0	0	0	0	0	0
At 30th June 2025	0	52,278,495	0	2,358,022	684,716	1,191,980	2,000	37,200	0	56,552,413
Depreciation	0	1,306,962	0	294,753	228,010	238,396	100	0	0	2,068,221
Disposals	0	0	0	0	0	0	0	0	0	0
Impairment	0	0	0	0	0	0	0	0	0	0
Transfer/Adjustment	0	0	0	0	0	0	0	0	0	0
At 30th Jun 2025	0	50,971,533	0	2,063,270	456,705	953,584	1,900	37,200	0	54,484,192
Net Book Values										0
At 30th Jun 2025	0	50,971,533	0	2,063,270	456,705	953,584	1,900	37,200	0	54,484,192

[work in progress(WIP) reported at the end of financial year 023/2024 was completed in the financial year 2024/2025 and reported under building at a cost of kes420,000 since it was an outside toilet building]

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Notes to the Financial Statements (Continued)

Valuation

As per National Treasury guidelines, buildings was identified and valued as per the National Liabilities and Management Policy and guidelines (Issued June 2020). The assets were revalued at the end of the financial year by the asset and disposal committee at their net book value after depreciation on a reducing balance method.

(b) Property, Plant and Equipment at Cost

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	0.00	0.00	0.00
Buildings	53,588,410	2,636,173	50,962,243
Plant And Machinery	798,128	486,474	311,654
Motor Vehicles including Motorcycles	0.00	0.00	0.00
Computers and Related Equipment	1,128,125	671,420	456,705
Office Equipment, Furniture, And Fittings	2,965,580	902,311	2,063,269
Library	2,000	195	1,805
Total	58,482,243	4,686,566	54,464,801

22. Biological Assets

	2024/2025	2023/2024
	Kshs	Kshs
Trees in a plantation forest	0.00	0.00
Animals: Cattle	37,200.00	0.00
Others (Specify)	0.00	0.00
Total	37,200.00	0.00

(This the cost of buying of two cattle and the payment of other logistics)

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

23. Trade and Other Payables

Description	2024/2025		2023/2024	
	Kshs		Kshs	
Trade payables	3,674,812		3,674,812	
Fees paid in advance	746,980		579,057	
Salary deductions	0.00		0.00	
Third-Party Payments	0.00		0.00	
Other Payables	0.00		0.00	
Total Trade and Other Payables	4,421,792		4,253,868	
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	0.00	0%	0.00	0%
1-2 years	167,923	4%	0.00	0%
2-3 years	579,057	13%	579,057	14%
Over 3 years	3,674,812	83%	3,674,812	86%
Total (to tie to totals above)	4,421,792		4,253,868	

24. Payments received in advance.

Description	2024/2025		2023/2024	
	Kshs		Kshs	
Fees received in advance	746,980		579,057	
Others (Specify)	0.00		0.00	
Total	746,980		579,057	
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	0.00	0%	0.00	0%
1-2 years	167,923	22%	0.00	%
2-3 years	579,057	78%	579,057	100%
Over 3 years	0.00	0%	0.00	0%
Total	746,980		579,057	

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

25. Cash generated from operations.

Surplus for the year before tax	2024/2025	2023/2024
	Kshs	Kshs
Adjusted for:		
Depreciation	2,067,722	2,146,022
Non-Cash grants received	(0)	(0)
Contributed assets	(0)	(0)
Impairment	0	0
Gains and Losses on Disposal of Assets	(0)	(0)
Contribution to provisions	0	0
Contribution to impairment allowance	0	0
Finance Income	(0)	(0)
Finance Cost	0	0
Working Capital Adjustments		
Increase in Inventory	(527,490)	(11,920)
Increase in Receivables	(6,650,826)	(3,241,120)
Increase in Deferred Income	3,882,561	3,336,529
Increase in Payables	167,924	579,056
Increase in Payments received in advance	0	0
Net Cash Flow from Operating Activities	(1,060,109)	2,808,567

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

26. Financial Risk Management

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

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

(i) Credit risk

Rachuonyo TVC has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the company's management based on prior experience and their assessment of the current economic environment.

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

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June 20XX (previous year)				
Receivables from exchange transactions	xxx	xxx	xxx	xxx
Receivables from non-exchange transactions	xxx	xxx	xxx	xxx
Bank balances	xxx	xxx	xxx	xxx
Total	xxx	xxx	xxx	xxx
At 30 June 20XX (current year)				
Receivables from exchange transactions	xxx	xxx	xxx	xxx
Receivables from non-exchange transactions	xxx	xxx	xxx	xxx
Bank balances	xxx	xxx	xxx	xxx
Total	xxx	xxx	xxx	xxx

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

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Financial risk management (continued)

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

Rachuonyo TVC has significant concentration of credit risk on amounts due from xxxx

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

(ii) Liquidity risk management

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

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 20XX (previous year)				
Trade Payables	xxx	xxx	xxx	xxx
Current Portion Of Borrowings	xxx	xxx	xxx	xxx
Provisions	xxx	xxx	xxx	xxx
Deferred Income	xxx	xxx	xxx	xxx
Employee Benefit Obligation	xxx	xxx	xxx	xxx
Total	xxx	xxx	xxx	xxx
At 30 June 20XX (current year)				
Trade Payables	xxx	xxx	xxx	xxx
Current Portion Of Borrowings	xxx	xxx	xxx	xxx
Provisions	xxx	xxx	xxx	xxx
Deferred Income	xxx	xxx	xxx	xxx
Employee Benefit Obligation	xxx	xxx	xxx	xxx
Total	xxx	xxx	xxx	xxx

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

(iii) Market risk

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

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

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

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

a) Foreign currency risk

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

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
At 30 June 2025			
Financial Assets (Investments, Cash, Debtors)	0.00	0.00	0.00
Liabilities	0.00	0.00	0.00
Trade and Other Payables	0.00	0.00	0.00
Borrowings	0.00	0.00	0.00
Net Foreign Currency Asset/(Liability)	0.00	0.00	0.00

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

Foreign currency sensitivity analysis

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

	Change in currency rate	Effect on Profit before tax	Effect on equity
	Kshs	Kshs	Kshs
2025			
Euro	10%	0.00	0.00
Usd	10%	0.00	0.00
2025		0.00	0.00
Euro	10%	0.00	0.00
Usd	10%	0.00	0.00

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs xxx (20XX: Kshs xxx). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs xxx (20XX – Kshs xxx)

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

iii) Capital Risk Management

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

Description	2024/2025	2023/2024
	Kshs	Kshs
Revaluation Reserve	0.00	0.00
Retained Earnings	0.00	0.00
Capital Reserve	0.00	0.00
Total Funds	0.00	0.00
Total Borrowings	0.00	0.00
Less: Cash and Bank Balances	(0.00)	(0.00)
Net Debt/(Excess Cash and Cash Equivalents)	0.00	0.00
Gearing	0%	0%

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

27. Related Party Balances

Nature of related party relationships

Entities and other parties related to Rachuonyo TVC 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 Rachuonyo TVC, holding 100% of the Rachuonyo TVC 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	2024/2025	2023/2024
	Kshs	Kshs
Transactions with Related Parties		
a) Sales to related parties		
Sales of electricity to govt agencies	0.00	0.00
Rent income from govt. agencies	0.00	0.00
Water sales to govt. agencies	0.00	0.00
Others (<i>specify</i>)	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
Rent expenses paid to govt agencies	0.00	0.00
Training and conference fees paid to govt. agencies	0.00	0.00
Others (<i>specify</i>)	0.00	0.00
Total	0.00	0.00
b) Grants /Transfers from the Government		
Grants from National Govt	0.00	0.00
Grants from County Government	0.00	0.00
Donations in Kind	0.00	0.00
Total	0.00	0.00
c) Expenses incurred on behalf of related parties		
Payments of Salaries and Wages for RTVC Employees	0.00	0.00
Payments for Goods and Services for RTVC	0.00	0.00

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Description	2024/2025	2023/2024
	Kshs	Kshs
Total		
d) Key Management Compensation		
Directors' emoluments	0.00	0.00
Compensation to Key Management	0.00	0.00
Total	0.00	0.00

28. Capital Commitments

Capital Commitments	2024/2025	2023/2024
	Kshs	Kshs
Authorised for purchase of generator	350,000.00	0.00
Authorised and Contracted for	0.00	0.00
Total	350,000.00	0.00

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

29. Events After The Reporting Period

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

30. Ultimate And Holding Entity

Rachuonyo TVC is a Semi-Autonomous Government Agency under the Ministry of Education. Its ultimate parent is the Government of Kenya.

31. Currency

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

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

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 Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
01	Inaccuracies in Net Assets	Accounting consistency on change in Net Asset resulted in to the inaccuracies, correction done	Not Resolved	
02	Variances in the Financial Statements	Accounting treatment on purchase of permanent asset items resulted in to the variances.	Not Resolved	
03	Unsupported receivables from exchange transactions	Fee register updated in excel sheet and student arrears captured correctly	Not Resolved	
04	Unsupported trade payables	Fee register updated in excel sheet and follow up on invoices and delivery note from mentor institution is on going	Not Resolved	
05	Unsupported revenue from exchange transactions	Receipt books updated and correction measures made	Not Resolved	
06	Expensed Asset Items	Accounting treatment on purchase of permanent asset items resulted in to the issue raised.	Not Resolved	
07	Budget control and performance	The under collection and expenditure was as a result of non-remittance of capitation and scholarships in full as well as students not completing their	Not Resolved	

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Reference No. on the external Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		obligation.		
08	Presentation of financial statements	The financial statement has been amended and printed accordingly and as per the public finance act and regulations	Not Resolved	

NH
Name: Nelly Okoyo
Accounting Officer
Senior Prencipal
Date: 11th July 2025

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Appendix II: Projects Implemented by Rachuonyo TVC

Projects

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

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

Status of Projects completion

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

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

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Appendix III- Inter-Entity Confirmation Letter

Name of transferring entity.....

Name of beneficiary entity.....

Confirmation of amounts received by [Insert name of beneficiary Entity] as at 30 th June (Current FY)					
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
Total					

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

Head of Accounts Department - Disbursing Entity:

Name Sign Date

Head of Accounts Department - Beneficiary Entity:

Name Sign Date.....

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

Appendix IV: Reporting of Climate Relevant Expenditures

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

Rachuonyo Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025

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
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A