

REPUBLIC OF KENYA



THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 02 APR 2026 DAY: Thursday

REPORT

TABLED BY: Deputy Majority Whip
Hon. Ngani Wago, MP
CLERK-AT-THE-TABLE: Halima Ahmed

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL

ON

RUIRU TECHNICAL AND VOCATIONAL
COLLEGE

FOR THE YEAR ENDED
30 JUNE, 2025



RUIRU 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)

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

Ruiru 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 Terms.....	ii
2.	Key College Information and Management.....	iii
3.	The Board of Governors.....	vii
4.	Key Management Team.....	xi
5.	Chairman's Statement.....	xv
6.	Report of the Principal.....	xvi
7.	Statement of Performance against Predetermined Objectives.....	xviii
8.	Corporate Governance Statement.....	xxii
9.	Management Discussion and Analysis.....	xxvii
10.	Environmental and Sustainability Reporting Statement.....	xxix
11.	Report of the Board of Governors.....	xxx
12.	Statement of Board of Governors Responsibilities.....	xxxi
13.	Report of the Independent Auditor on Ruiru Technical and Vocational College for the year ended 30 th June 2025.....	xxxii
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 Asset 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 the year ended 30 June 2025.....	6
19.	Notes to the Financial Statements.....	8
20.	Appendices.....	34

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

1. Acronyms and Definition of Key Terms

A. Acronyms

BOG	Board of Governors
CPAK	Certified Public Accountant of Kenya
DOB	Date of Birth
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
PSC	Public Service Commission
TTI	Technical Training Institute
TTC	Teacher Training College
TVC	Technical Vocational College
TVETA	Technical Vocational Entrepreneurship Training Authority

B. Definition of Key Terms

Fiduciary Management	Members of Management directly entrusted with the College's financial resources.
Comparative Year	Means the prior period.

2. Key College Information and Management

(a) Background information

Ruiru Technical and Vocational College (RTVC) was registered in accordance to TVET Act of 2013 section 20(1) on 3rd May 2023: Registration Certificate number TVETA- PUBLIC-TVC-008-2023. It is domiciled in Kenya under the Ministry of Education in The State Department of Technical and Vocational Education and Training.

(b) Principal Activities

The principal activity of the Ruiru Technical and Vocational College is to provide quality Technical and Vocational training by skilling trainees and inculcating values and attitude for employability and job creation.

VISION

To be a Centre of Excellence in Competency based training.

MISSION

To offer quality Technical and Vocational Education and Training and as per the TVET Act 2013.

STRATEGIC OBJECTIVES

- (i) To Enhance leadership effectiveness and governance structures to foster accountability and transparency
- (ii) Deliver a relevant, high-quality curriculum that meets industry needs.
- (iii) Strengthen the institutional capacity of Ruiru TVC by enhancing infrastructure, resources, partnerships, and operational efficiency
- (iv) Foster a supportive and conducive learning environment while empowering trainees.
- (v) Foster a culture of research and innovation to enhance academic and operational outcomes.

STRATEGIC DESTINATION

To provide quality Technical and Vocational training by skilling trainees and inculcating values and attitude for employability and job creation. Develop trainees with a mind and heart that are engaged, empowered and ethical to the world of work.

CORE VALUES

- **Responsible:** We are accountable, liable and transparent and committed to take responsibility - Accountable.
- **Approachable:** We are welcoming, courteously listen, take action and seek solutions - Responsive
- **Reliability:** We are person of integrity who are honest, fair and trustworthy.
- **Inventive:** We are imaginative in all of our deeds – Innovative
- **Caring:** We take care of ourselves and others.

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

Key College Information and Management (Continued)

(c) Key Management

The Ruiru TVC day-to-day management is under the following key organs:

- Board of Governors
- Accounting officer/ Principal

(d) Fiduciary Management

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

S/No.	Designation	Name
1.	Principal	James C. Chege Irungu
2.	D/ Principal Administration	Alex Kobia
3.	D/Principal Academics	Irene Musumba
4.	Ag. Registrar	Roselyne Bitengo
5.	Ag. Dean of Students	Maryann Kihu
6.	Head of ICT	Hannah Kamau
7.	Ag. HOD Hospitality and Tourism Management	Martha Njoroge
8.	Ag. Business and Liberal Studies	Ann Wagechi
9.	Ag. Cosmetology Fashion and design	Margaret Muniu
10.	Ag.HOD Electrical and Electronic Department & Ag. Industrial Liaison Officer	Edwin Musyoki
11.	Ag. Head of Department Building & Civil Engineering and Research & innovation Coordinator	Peter Mbate
12.	Examination officer & Environment and greening TVET Champion	Joseph Karanja
13.	Finance Officer	Eddah Muthoni

Key College Information and Management (Continued)

(e) Fiduciary Oversight Arrangements

Finance, Infrastructure and Strategy Committee:

The Finance, Infrastructure and Strategy Committee is appointed to oversee and monitor the development of the College and report status to the Board and any recommendations for approval and implementation. The committee monitors finance performance and administration of the College.

Training, Research and Human Resource Committee:

The Training, Research and Human Resource Committee monitor the academic performance and human resource development of the College.

The committee is mandated to handle academic issues for the trainers and students.

Risk, Audit and Compliance Committee:

The committee monitor the integrity of the financial statements of the Institute, review the Institute's internal financial controls systems and oversee the internal audit function.

Senior Management:

Senior management comprise of Principal, Deputy Principal(s), Registrar and Dean of Students.

Management:

The management report direct to the senior management. The management comprise of Head of Departments and their deputies. The management is responsible in day to day running of their departments.

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

Key College Information and Management (Continued)

(f) College Headquarters

Kiambu County, Ruiru Municipality

(g) College Contacts

Ruiru Technical and Vocational College
P.O. Box 416 - 00232
Ruiru, Kenya
Mobile: (254) 746 319919, (254) 789 869499
E-mail: ruirutvc@gmail.com

(h) College Bankers

Cooperative Bank of Kenya,
Ruiru Branch
P.O. Box 2039 -00232
Ruiru, Kenya

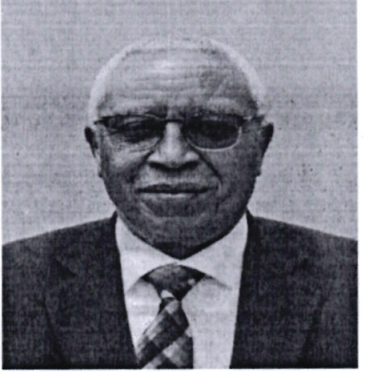
(i) Independent Auditors

Auditor-General
Office of Auditor General
Anniversary Towers, University 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.	Name	Passport-size photo	Member's date of birth, key qualifications, and work experience. Indicate whether the member is independent or an executive member and which committee the member chairs where applicable.
1.	Engineer Lawrence T. Kuria		<p>Chairman, Board of Governors DOB: 9th September 1957</p> <p>Eng. Kuria is a practicing professional Civil Engineer with 45 years' experience. He started working in the civil service rising to the rank of Provincial Water Engineer in then Nyanza Province. He moved to the private sector in 1990. Over the decade of 1990 to 2000, Eng. Kuria offered consultancy services for implementation of infrastructure projects covering roads, dams and water supply throughout the country.</p> <p>Eng. Kuria has in-depth knowledge in management and leadership gained from the practice of engineering and management consultancy services for numerous clients for over 30 years. Key clients included GOK and affiliate bodies, the United Nations Organization and its Agencies, international funding agencies and the private sector. He has wide experience gained from working in diverse environments in the eastern and central Africa region.</p> <p>From 2006, he was in the management team of Norken International Ltd, an engineering and management consultancy firm until 2022. Currently he is an engineering and management consultant in Norken to support the execution of the company's business strategy.</p> <p>Eng Kuria's key areas of competence are engineering and technology, procurement, contracts management, project implementation, project operations, maintenance and monitoring and leadership.</p> <p>Academically and professionally, Eng. Kuria has a degree in Civil Engineering from the University of Nairobi obtained 1979, he is registered consulting engineer, a Fellow of the Institution of the Engineers of Kenya and a registered Qualified Water Engineer under the Water Act.</p>



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

2.	Maryann A. Hassan		<p>Board Member</p> <p>She holds a Masters in Educational administration and planning. She is currently serving as the Regional Director of TVET</p>
3.	Gladys Nyakerario Nyakweba		<p>Board Member and Finance, Infrastructure and Strategy Committee Chair DOB: 24th August 1981 Ms Gladys Nyakerario is a trained professional accountant. She has a bachelor's degree in business management from Moi university, CPA-K and is currently doing a Master's in Finance Administration. She has served as a board member of Moiben Technical and Vocation College as the chair of Finance and HR committee for 5 Years and also 1 year as the chair of Audit and Risk Committee. She has also been a lecturer at Kisii University for a period of 3 years. Currently she works as an Accountant at PeterCrest Academy Eldoret.</p>
4.	Esther Kirigo Muchina		<p>Board Member and in the committee of Risk, Audit and Compliance DOB: 18th September 1989 She holds a Bachelor's degree in communication and a Diploma in Nursing. She has worked as a liaison officer in the office of the Governor, Nyeri County. She has also worked as an emergency nurse at Aga Khan hospital.</p>
5.	Dr. Humphrey M. Waweru		<p>Board Member and in the committee of Training, Research and Human Resource Committee. DOB: 15th June 1965 Dr. Humphrey M. Waweru is an educationist and a theologian who has great interest in Bible and African Culture. He has an interest in the education of our learners. He has been in teaching profession for all his life. He holds a PhD in Theology and a Post Doctorate Diploma in Education from University of Nairobi (PGDE). He is currently a lecturer in Kenyatta University, Department of Philosophy and Religious Studies.</p>



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

6.	Engineer Elias Kiplangat		<p>Board Member and in the committees of Training , Research & Human Resource and Finance, Infra structure & Strategy DOB: 1984 Mr. Elias Kiplangat is a professional Engineer with over 13 years' experience in the civil engineering works and project management with 7 years at the senior management level. He is a member of the Engineer's Board of Kenya (EBK), member of the Engineers of Kenya (IEK) and also a member of the Project Management Institute (PMI). He holds a Bachelor's degree in Engineering from the university of Nairobi. Currently he is pursuing a Masters' degree in Business Administration.</p>
7.	Rahab M. Kibacio		<p>Board Member, Chair of the Training, Research & Human Resource and member of Finance, Infra structure & Strategy committee DOB: 16th August 1972 Ms. Rahab M. Kibacio is a professional accountant with 20 years of experience. She holds a Master of science in commerce and a Bachelor degree in Business Management. She is a Certified Public Accountant of Kenya (CPAK) and a member of Institute of Certified Public Accountants of Kenya (ICPAK). In the year 2023 She served as an Adhoc Committee Member at County Government of Kiambu, recommending proposed Gatundu Municipality. Appointed by ICPAK in year 2024 to be a member of institute election scrutineers for the year 2025 council elections.</p>
8.	William Kabaiku		<p>Board Member and in the committee of Risk, Au dit and Compliance DOB: 19th September 1977 William Kabaiku is an Advocate of the High Court of Kenya with over 21 years' experience in Legal Practice. William is a holder of Bachelor of Laws (LLB) Degree from The University of Nairobi and a Diploma in Law from Kenya School of Law. He was admitted to the Bar in 2002 and is a member of the Law Society of Kenya. William is the Managing Partner at the Law Firm of Wainaina Ileri Advocates LLP and the Head of Litigation and Alternative Dispute Resolution. He was appointed as a Member of the Board of Governors of the College in February 2024 as an Independent Member representing the Law and Technology Sector.</p>




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

9.	Catherine Asemeit		<p>Board Member and a chair of the Risk, Audit and Compliance committee DOB: 1989 Certified Public Accountant Director, Standards and Technical Services at Institute of Certified Public Accountants of Kenya(ICPAK)</p>
10.	Irungu James Caesar Chege		<p>Chief Executive Officer/ Principal Secretary to the Board of Governors</p> <p>Not yet accredited as member of Institute of Certified Secretaries (ICS) DOB: 3rd September 1968 Mr. Irungu has over 28 years of experience as a Vocational and Technical Education Trainer, teaching Engineering Mathematics. He holds a Bachelor of Science Degree Majoring in Statistics and Post Graduate Diploma in Education. He has administrative experience in Public TVET institutions that transcends a number of positions such as Quality Management Representative, as Registrar, Deputy Principal academics and Principal in other Institutions.</p>

4. Key Management Team




No.	Name of the Staff	Passport photo	Responsibility
1.	Irungu James Caesar Chege		<p>Chief Executive Officer/ Principal Secretary to the Board of Governors</p> <p>Mr. Irungu has over 28 years of experience as a Vocational and Technical Education Trainer, teaching Engineering Mathematics. He holds a Bachelor of Science Degree Majoring in Statistics and Post Graduate Diploma in Education.</p> <p>He has administrative experience in Public TVET institutions that transcends a number of positions such as Quality Management Representative, as Registrar, Deputy Principal academics and Principal in other Institutions.</p>
2.	Alex Kobia.		<p>Mr. Kobia is the Deputy Principal administration with 19 years of experience as a Vocational and Technical Education Trainer in Electrical and Electronics and has administrative experience in public TVET institutions that transcends a number of positions some of which as Head of Department, Registrar in other Institutions. He holds a Master's Project Planning & Management and Bachelor of Education Technology (Electrical & Electronics) Member of Institute of Electrical Technologist and registered by TVETA as an assessor and Verifier.</p>

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


3.	Irene Musumba MukabiMukwana		<p>Irene Musumba. Ms Irene Musumba is the Deputy principal academics with 15 years of experience in Technical and Vocational Training. She has an administrative experience in public TVET institutions that transcends a number of positions some of which as Head of Department, Deputy Registrar in other Institutions. she holds a Master's degree in Economics of Education & Management and a bachelor degree in Education. She is a licensed trainer and verifier with TVET-CDACC</p>
4.	Roselyne Bitengo Okemwa		<p>Ms. Okemwa is the Ag. Registrar. She has 6 years training experience in TVET institution. Holds a Degree in Hospitality and Hotel Management, Diploma in Hotel and Tourism Management, and a Postgraduate Diploma in Education. She is a registered TVET Trainer by TVETA and an accredited Assessor and Verified by TVET CDACC.</p>
5.	Hannah Wangeci Kamau		<p>Ms Hannah Wangeci Kamau is a trained trainer with 21 years of teaching experience. She has previously served as head of the computer section for 15 years. She is the Ag. HOD of Computing and Informatics. She holds a Master's Degree in Management Information System and a Bachelor's Degree in Information Technology</p>

Ruiru Technical and Vocational College

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

6.	Edwin Musyoki		<p>Mr. Musyoki is the Ag.Head of Department Electrical & Electronics Engineering and Industrial Liaisons officer with 3 years of training in a TVET Institutions.</p> <p>He holds a Diploma in electrical and Telecommunication Engineering and Higher National Diploma in Electrical Engineering (power option). He is a member of the Institution of technicians and technologists (IET) of Kenya and a registered class B Electrical Technician by EPRA and a NITA Electrical (power) assessor.</p>
7.	Peter Ndumbu Mbate		<p>He is the Ag. HOD, Building and Civil Engineering and Research and Innovation Coordinator. He has 6 years of training experience in TVET Institutions.</p> <p>He Holds a Diploma in Building Technology, a craft certificate in Plumbing and a Diploma in Technical Education from Kenya School of TVET (KSTVET). He is also a member of Institute of Technology (IET).</p>
8.	Joseph Karanja Nganga		<p>Mr. Karanja is the Examinations officer and Environmental & Greening TVETs Champion. He has 3 years of training experience in TVET Institutions.</p> <p>He holds a Bachelor of Education Technology (Electrical and Electronics).</p> <p>Responsibilities: In charge of Internal and External Examinations and ensures that the College is greened.</p>

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

9.	Eddah Muthoni		<p>She was appointed in September 2024 as the Finance Officer of Ruiru TVC. She holds a degree in Bachelor of commerce finance option, CPA 6 and Diploma in Accountancy.</p> <p>Responsibilities: Preparation and execution of budgets, maintaining accounting records, preparing and recommending policies and procedures</p>
----	---------------	---	--

5. Chairman's Statement

It is my pleasure to present the College's annual report and financial statement for the year ended 30th June 2025.

The College's Board of Governors appreciate the continued support of the Government and all other stakeholders in the daily running of the College.

The College is in its first year of operations and the Board is optimistic that the College is on the upward trend in students' enrolment as student population has grown from 152 students in 30th June 2024 to the 274 students as at 30th June 2025. As the first Chairman of the College, I feel proud for the milestones the College has achieved so far.

The College has progressed in terms of equipping the workshops to ensure quality training so as to fulfil our mandate to educate and train at TVET level for self-reliance. Facilities for Building, Electrical, Computer, Hospitality and Cosmetology have been gradually been increased over the year in review.

The College received the Government scholarships, HELB loans and Bursaries through the Ministry of Education. I take this opportunity to thank the Government for the support both in financial and policy direction. I also wish to note that the funds together with the fees collected directly from the trainees and other sponsors were prudently utilised as it is evidenced in the financial statements in this report.

Special gratitude to Board of Governors members and management team for the oversight, continued support and selfless commitment of the team. The teams unwavering determination were instrumental in the realisation of the achievements made. We are therefore synergized to navigate any challenges that may come our way and seize opportunities that may arise.

We look forward to discussing this report further, addressing any questions that may arise and noting areas of improvement for the benefit of Ruiru TVC.

Sign.....

Engineer Lawrence T. Kuria
Chairman, Board of Governors

Date..... 13/10/2025

Ruiru Technical and Vocational College

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

6. Report of the Principal

I present Ruiru Technical and Vocational College financial statements for the financial year 2024/2025 ending 30th June 2025 in accordance to accrual basis of accounting method under the International Public Sector Accounting Standards (IPSAS)

I appreciate the growth the College has realised in the last two years in its operation. The College admitted its first batch of 104 students between May to September 2023 and the enrolment as at 30th June 2025 stood at 274 students in Electrical & Electronics Engineering, Building & Civil Engineering, Fashion Design & Cosmetology, Hospitality & Tourism, Computing & Informatics and Business & Liberal Studies Departments.

In the year, the curriculum was transitioned to modularised curriculum. The training model broke the courses into flexible, skill-based modules that match real employer demands, focusing mainly on practical / skill training. It is expected that all trainees shall be modularised by January, 2026 as per Government directive.

During the year under review, the College registered for TVET-CDACC assessment; 77 candidates were registered and assessed in the July/ August 2024 series, 72 in the November/ December 2024 series and 51 in the March / April 2025 series.

In co-curricular activities, the College participated in Regional Technical Colleges athletics and indoor games in KATTI regional competitions held also the Trainees and staff showcased innovations and paper presentations in readiness of future in National TVET fairs and World Skills Competition.

I am very grateful to the training and administrative staff for their generous and selfless efforts in ensuring that training and the overall curriculum implementation was successful during the year. The College has 18 PSC trainers and 4 trainers under Board of Governors terms of service. Due to financial constraints, the College operated with three support staff, the administrative secretary, 2 cleaners. Occasionally, casual staff were hired to supplement the support staff in housekeeping duties and grounds works. The mentoring Institution, Kabete National Polytechnic assisted in hiring of security officer in the year and to ensure crucial services were not compromised, other staff were used from Institution or other Government agencies.

I sincerely thank the Government through the Ministry of Education, State Department of TVET for the relentless efforts in ensuring that the College is staffed and operationalized.

As a procuring entities to the College has registered to the End –to –End Electronic Government Procurement (e-GP) System as directed. The College now awaits to be embodied by the Treasury. The College has also on-bounded to e-citizen and awaiting implementation.

The College management also coordinated environmental conservation activities within the college and led awareness campaigns on waste management and tree planting.

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

During the year under review, the College received Government Scholarship, HELB loans and Bursary from the Government through the Ministry of Education. I thank the Government for the financial and policy direction support. I also note that the funds together with the fees collected directly from the trainees were prudently utilised as it is evidenced in the financial statements in this report. The Board of Governors was instrumental in the realization of the achievements made by the College during the year.

I wish to sincerely thank the Chairman and the members for their oversight and guiding role in the operations of the College. I am very grateful to the Management and staff for their commitment, dedication and discipline to their work and effort that have seen Ruiru Technical and Vocational College move forward in attaining its vision and mission despite the start-up challenges.

Sign.....

Irungu James Caesar Chege
Principal/Secretary BOG

Date.....13/10/2025

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

7. Statement of Performance against Predetermined Objectives

Ruiru Technical and Vocational College has 5 strategic pillars /issues/ themes and objectives within current Strategic Plan for the FY 2023- FY 2027. These strategic pillars are as follows:

Strategic Issue	Goal	KRAs
Leadership and governance	Enhance leadership effectiveness and governance structures to foster accountability and transparency	KRA 1: Governance and Compliance
		KRA 2: Human Resource Capacity
		KRA 3: Financial Resource Management
		KRA 4: Organization visibility
Curriculum Development and implementation	Deliver a relevant, highquality curriculum that meets industry needs.	KRA 5: Curriculum implementation
		KRA 6: Quality assurance
		KRA 7: Industrial Linkages
Institutional enhancement	Strengthen the institutional capacity of Ruiru TVC by enhancing infrastructure, resources, partnerships, and operational efficiency	KRA 8: Technology Integration
		KRA 9: Physical Infrastructure
Trainees' welfare	Foster a supportive and conducive learning environment while empowering trainees.	KRA 10: Trainee Support
Research, Innovation and Sustainability	Foster a culture of research and innovation to enhance academic and operational outcomes.	KRA 11: Research and Innovation
		KRA 12: Environmental Management

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

Ruiru Technical and Vocational College develops its annual work plans based on the above 5 pillars. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The Ruiru Technical and Vocational College achieved its performance targets set for the FY 2024/2025 period for its 5 strategic pillars, as indicated in the diagram below:

Strategic Pillar	Objective	Key Performance Indicators	Activities	Achievements
Leadership and governance	Strengthen governance structures to ensure compliance with regulatory frameworks.	KRA 1: Governance and Compliance	<ul style="list-style-type: none"> i. Develop and implement a Board of Governor's Charter ii. Conduct induction and capacity building for the BOG iii. Develop and implement a strategic plan iv. Undertake end of term Board performance evaluation 	<ul style="list-style-type: none"> i. Achieved ii. Not yet achieved iii. Strategic plan developed iv. Board term not yet elapsed
	Build a competent and motivated workforce to support the college's mission. Attract and retained skilled staff	KRA 2: Human Resource Capacity	<ul style="list-style-type: none"> i. Development and implementation of a HR policy and staff establishment ii. Conduct staff capacity building iii. Employ /Contract BOG staff iv. Lobby for additional PSC staff 	<ul style="list-style-type: none"> i. Achieved ii. Not yet achieved iii. Ongoing iv. Not yet achieved
	Ensure sustainable financial management and resource allocation.	KRA 3: Financial Resource Management	<ul style="list-style-type: none"> i. Develop and implement an IGA policy ii. Establish a bakery iii. Establish a beauty salon iv. Initiate outside catering services v. Hire of facilities 	<ul style="list-style-type: none"> i. Achieved ii. Not yet achieved iii. Not yet achieved iv. Not yet achieved v. Ongoing

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

	Enhance the college's visibility to attract more trainees and partnerships.	KRA 4: Organization visibility	<ul style="list-style-type: none"> i. Develop and implement a marketing strategy ii. Holding graduation iii. Develop and maintain a College online presence – website & social media. 	<ul style="list-style-type: none"> i. Ongoing ii. Not yet achieved iii. Ongoing
Curriculum Development and implementation	Deliver a relevant, high quality curriculum that meets industry needs.	KRA 5: Curriculum implementation	<ul style="list-style-type: none"> i. Adopt and implement relevant short courses curricula ii. Introduce additional market driven programmes 	<ul style="list-style-type: none"> i. Ongoing ii. Ongoing
	Establish a robust quality assurance framework to enhance educational outcomes	KRA 6: Quality assurance	<ul style="list-style-type: none"> i. Document Standard operating procedures ii. Conduct trainer performance evaluation 	<ul style="list-style-type: none"> i. Not yet achieved ii. Achieved
	Strengthen partnerships with industries to enhance practical training opportunities	KRA 7: Industrial Linkages	<ul style="list-style-type: none"> i. Establish and implement additional MOUs with industry. ii. Conduct academic trips iii. 	<ul style="list-style-type: none"> i. Ongoing ii. Not yet achieved
Institutional enhancement	Leverage technology to enhance teaching and operational efficiency	KRA 8: Technology Integration	<ul style="list-style-type: none"> i. Establish a server room ii. Acquire cloud space for back up iii. Install and maintain internet connection 	<ul style="list-style-type: none"> i. Not yet achieved ii. Achieved iii. Achieved
	Improve physical infrastructure and facilities to support learning.	KRA 9: Physical Infrastructure	<ul style="list-style-type: none"> i. Develop the College masterplan ii. Construct ablution block 	<ul style="list-style-type: none"> i. Not Achieved ii. Not achieved iii. Not achieved

Ruiru Technical and Vocational College

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

			<ul style="list-style-type: none"> iii. Construct and furnish a tuition block iv. Furnish a computer/ICT lab v. Establish a TD room vi. Establish sports facilities vii. Establish and equip a training restaurant viii. Equip an electrical and Electronics workshop and lab ix. Construct and equip a masonry workshop x. Establish and equip an automotive engineering workshop 	<ul style="list-style-type: none"> iv. Not achieved v. Not achieved vi. Not achieved vii. Not achieved viii. Not achieved ix. Not Achieved x. Not achieved
Trainees' welfare	Foster a supportive and conducive learning environment while empowering trainees	KRA 10: Trainee Support	<ul style="list-style-type: none"> i. Train peer counsellors ii. Guidance and counselling sessions iii. Clubs and Societies Calendar of events 	<ul style="list-style-type: none"> i. Not achieved ii. Ongoing iii. Ongoing
Research, Innovation and Sustainability	Foster a culture of research and innovation to enhance academic and operational outcomes	KRA 11: Research and Innovation	Conducting and participate in research conferences, skills competitions and trade fairs	<ul style="list-style-type: none"> i. Ongoing
		KRA 12: Environmental Management	<ul style="list-style-type: none"> i. Tree planting ii. Beautification of the College. iii. Rain water harvesting iv. Adoption of Solar energy v. Create awareness and education on environment 	<ul style="list-style-type: none"> i. Ongoing ii. Ongoing iii. Not achieved iv. Not achieved v. Ongoing

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

8. Corporate Governance Statement

The Board of Governors of Ruiru Technical and Vocational College were appointed on 12th February 2024, by the Cabinet Secretary, Ministry of Education. The Nomination of the Board was held on 29th August, 2023 as guided by the Principal Secretary, State Department of TVET. The Nomination panel was chaired by Regional County Director TVET with members being the representative of the County Commissioner, the Deputy County Commissioner, representative of the Member of Parliament and the Principal. The panel identified nineteen (19) nominees from six categories as guided, 10 Males and 9 females meeting the third gender rule, and 42.1% equivalent to eight (8) members were outside the dominant ethnic groups also meeting the threshold of at least a third nominated members being from outside the Kikuyu Community. The members were all from diverse counties and of different demographical status.

Following a request by the Cabinet Secretary to appoint a representative from the County Government, the Kiambu Governor chose Dr. Humphrey Mwangi Waweru as his representative to the Board. On 12th February 2024, by the Cabinet Secretary, Ministry of Education appointed the following 8 members

S. No.	Name	County of Birth	Tribe	Gender	Category
1.	Lawrence Thogoro Kuria	Murang'a	Kikuyu	M	Chairman
2.	Esther Kirigo Muchina	Nyeri	Kikuyu	F	Leadership & Management
3.	Rahab Muthoni Kibacio	Murang'a	Kikuyu	F	Financial Management
4.	Catherine Asemit Omasete	Busia	Teso	F	Technology
5.	Gladys N. Nyakweba	Eldoret	Kisii	F	Industry
6.	Elias Kiplangat	Kericho	Kalenjin	M	Engineering
7.	William Kabaiku Ngechu	Uashi Gishu	Kikuyu	M	Law/ ICT
8.	Humprey Mwangi Waweru	Kiambu	Kikuyu	M	Governor Representative

The BOG was inaugurated on 6th March 2024. The Board of Governors consists of eight members drawn from various field of expertise. The Board has a representative of Principal Secretary, State Department of TVET, the County Director, TVET, and the Principal of Ruiru Technical and Vocational College is the Secretary to the Board.

The Board induction were planned to be held in the financial year 2024/2025 but due to financial constraints were not held, the Induction will be held in the financial year 2025/2026.

The Board documented and approved the Board charter and the College the Strategic plan 2023-2027 which is being implemented.

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

The Roles and Functions of the Board of Governors include:

- a) Overseeing the conduct of education and training in the College in accordance with the provisions of the TVET Act, 2013 and any other written law;
- b) Promoting and maintaining standards, quality and relevance in education and training in the institutions in accordance with the TVET Act and any other written law;
- c) Administering and managing the property of the College;
- d) Developing and implementing the College's strategic plan;
- e) Preparing annual estimates of revenue and expenditure for the College and incurring expenditure on behalf of the College;
- f) Receiving, on behalf of the College, fees, grants, subscriptions, donations, bequests or other moneys and to make disbursement to the institution or other bodies or persons;
- g) 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 TVET Act, 2013;
- h) Mobilizing resources for the College;
- i) Developing and reviewing training programmes;
- j) Regulating the admission and exclusion of trainees from the College, subject to a qualifications framework and the provisions of this Act;
- k) Approving collaboration or association with other institutions and industries in and outside Kenya;
- l) Recruiting and appointing trainers from among qualified professionals and practicing trades persons in relevant sectors of industry;
- m) Determining suitable terms and conditions of service for support staff, trainers and instructors and remunerating the staff of the College.
- n) Making regulations governing organization, conduct and discipline of the staff and trainees;
- o) Preparing comprehensive annual reports on all areas of Boards mandate;
- p) Providing for the welfare of the trainees and staff of the College;
- q) Encouraging, nurturing and promoting democratic culture, dialogue and tolerance in the College; and
- r) Annually evaluate the performance of Boards and members of the Board staff

The Board meetings were expected to be held once per quarter, however during the year only ten (10) meetings were held which was due to finance constraints.

S. No	Members	No. of Meeting Held	No. of Meeting Attended
1.	Lawrence Thogoro Kuria	4	3
2.	Esther Kirigo Muchina	4	3
3.	Rahab Muthoni Kibacio	4	4
4.	Catherine Asemeit Omasete	4	3
5.	Gladys N. Nyakweba	4	4

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

6.	Elias Kiplangat	4	3
7.	William Kabaiku Ngechu	4	4
8.	Humprey Mwangi Waweru	4	2
9.	Maryann A. Hassan	4	2

Board of Governors has three sub-committees, namely,

- (i) Finance, Infrastructure and Strategy committee;
- (ii) Training, Research and Human Resource Committee;
- (iii) Risk, Audit and Compliance Committee.

The Board sub-committees' meetings were also expected to be held once per quarter, however during the year only ten (10) meetings were held also due to finance constraints.

S. No	Committee	Members	No. of Meeting	Meetings attended
1.	Finance, Infrastructure and Strategy	1. Gladys N. Nyakwemba - Chair	4	4
		2. Eng. Elias Kiplangat		4
		3. Rahab M. Kibacio		4
		4. Maryann A. Hassan		3
2.	Training, Research and Human resource	1. Rahab M. Kibacio - Chair	1	1
		2. Eng. Elias Kiplangat		1
		3. Humprey M. Waweru		1
		4. Maryann A. Hassan		0
3.	Audit and Risk	1. Catherine Asemeit Omasete – Chair	1	1
		2. William K. Ngechu		1
		3. Esther K. Muchina		0
		4. Maryann A. Hassan		1

Finance, infrastructure and Strategy met four times, Risk, Audit and Compliance committee and Training, Research and Human Resource Committee met once during the year. The Board members earn a sitting allowance for every meeting attended as per Ministry of Education, State Department of TVET established rates.

The members signed the accountability pledge and conflict of interest form which were submitted to the State Department.

The terms of reference for the committees are as follows;

TRAINING, RESEARCH AND HUMAN RESOURCE COMMITTEE TERMS OF REFERENCE

- a) The committee shall represent the board in overseeing the curriculum implementation in the college
- b) The committee shall be responsible for overseeing quality assurance programmes in the college.

- c) The committee shall oversee the formulation, approval and implementation of the academic policy.
- d) The committee shall handle all discipline cases for trainer and trainees and report to the full board for approval or further action.
- e) The committee shall address all technical matters requiring the boards attention.
- f) The committee shall oversee the development of staff establishment in the college and the formulation and implementation of HR policy, Scheme of service, career progression guidelines and code of conduct for employees
- g) The committee shall represent the board in overseeing the implementation of policies related human resource.

FINANCE, INFRASTRUCTURE AND STRATEGY COMMITTEE TERMS OF REFERENCE

- a) The committee shall represent the board in overseeing the preparation of annual budgetary estimates, annual procurement plan and supplementary budgetary estimates where applicable.
- b) The committee shall be responsible for overseeing the preparation, approval and submission of quarterly and annual financial reports to the board and to the relevant authorities.
- c) The committee shall oversee the formulation, approval, implementation and monitoring of the College Strategic Plan and Annual work plan.
- d) The committee shall oversee the formulation, implementation and monitoring of the College's Performance Contract
- e) The committee shall represent the board in overseeing the implementation of policies related to finance, planning, inventories, ICT resources and income generating activities (IGA'S)

RISK AND AUDIT COMMITTEE TERMS OF REFERENCE

- a) The audit committee shall represent the board in overseeing all material aspects of the organization's financial reporting, accounting policies and internal controls that promote good financial stewardship.
- b) The audit committee shall be the board committee primarily responsible for inquiring into how the business risks of the organization are being planned for and managed.
- c) The audit committee shall review internally and externally produced reports on the organization's compliance with laws and regulations that have a direct and indirect effect on financial reporting, and on compliance with the organization's internal policies and procedures that are designed to ensure compliance
- d) The Committee shall conduct regular discussions with:
 - (i) The Principal and Finance Officer
 - (ii) The external auditor concerning the annual audit and any significant findings, and the adequacy of management's responses;
 - (iii) Management and the external auditor concerning the annual financial statements;

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

- (iv) Management and the external auditor regarding any correspondence with regulators or government agencies, and reports that raise issues of a material nature.

9. Management Discussion and Analysis

The College's operational and financial performance

The College has an enrolment of 224 students pursuing courses in Building Technology, Electrical & Electronics Engineering, Hospitality & tourism management, Cosmetology & Fashion Design, Computing & Informatics, Business and entrepreneurship and liberal studies

S. No	Department	Male	Female	Current Total
1.	Electrical and Electronics Engineering	56	5	61
2.	Building & Civil Engineering	55	8	63
3.	Hospitality&Tourism Management	12	24	36
4.	Computing and Informatics	25	18	43
5.	Cosmetology & Fashion Design	1	15	16
6.	Business & Enterpreneurship	1	2	3
7.	Liberal Studies		2	2
	Total	150	74	224

The College received operational grants during the period amounting to Ksh. 2,500,000, Government sponsorship of Ksh. 322,507.20 and HELB funding amounting to Ksh. 2,751,250. The College is facing financial constraints due to low student enrolment as there is high competition among TVET institutions which disadvantage the small institutions among them, Ruiru TVC.

The new financing model is a challenge to the institution towards financial stability, as students await there financing from the relevant government institutions.

The management is optimistic that this will improve as the government is committed to fully support TVET institutions.

College's compliance with statutory requirements

The College has complied with the statutory requirements. The College is fully accredited with TVETA. All statutory remittances are paid to the respective authorities and in due time.

Key projects and investment decisions the College is planning/implementing

The College has no sewer connectivity. Currently, the college is using soak pit to manage its waste However, the matter is being pursued with the relevant government offices to ensure sewer connectivity.

There is need to have internet connectivity and install management information system to manage office operations.

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

Major risks facing the College

During the year, the college did not manage to employ qualified personnel to carry out procurement and finance functions due to limited financial resources.

The college has not obtained title deed for the land it's sitting on. The matter is being pursued with the relevant authority.

Material arrears in statutory/financial obligations

The College has no material arrears in statutory and or financial obligations

The College's financial probity and serious governance issues

The College has no governance issue. However, title deed for the land has not been obtained from the County Government of Kiambu.

10. Environmental and Sustainability Reporting Statement

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

Provide market driven and competency based training for students.

The college has continued to apply effective training methods geared towards producing competent graduates for a globally competitive market. The college's main focus being students' has ensured that the training meets the students' expectations through acquisition of required knowledge, attitudes and competencies.

Promote good governance and efficient Service Delivery Culture

The college has established systems processes which are focused towards the achievement of the set targets and objectives.

Establish Partnerships, Linkages and Collaboration

The college is working closely with relevant partners to share knowledge and experiences.

Increase access to and use of ICT

The college has enhanced use of Information and Communication Technology in their day-to-day college operations. Through acquisition of training equipment

Develop Human Resource Capacity and improve Corporate Image

The college has developed and maintained human capital that will reflect a positive image of the organization. The College is in the process of developing Human Resource Manual, Career progression guidelines and Scheme of Service for the management of employee welfare.

Enhance financial sustainability

The college has ensured prudent utilization of the available financial resources. It is also in the process of introducing income generating activities to generate more financial resources for sustainability

Corporate Social Responsibility / Community Engagements

The college did not engage in any corporate social responsibility during the year due to financial constraints. However, the college source unskilled labour from the community on casual basis.

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

11. Report of the Board of Governors

The Board members submit their report together with the audited financial statements for the year ended June 30, 2025, which show the state of the College affairs.

Principal activities

The Principal activity/mission of RUIRU TVC is to teach and train at TVET level as outlined in the TVET Act, 2013.

Results

The results of the College for the year ended June 30 are set out on page 1.

Board of Governors

The members of the Board who served during the year are shown on page vii.

Auditors

The Auditor General is responsible for the statutory audit of the College in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 to carry out the audit of the College for the year ended June 30, 2025, in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on her behalf.

By Order of the Board

James C. Inyaga
Inyaga

.....
Secretary of the Board
Ruiru, Kiambu

Date: *13/10/2025*
.....

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 Ruiru TVC, which give a true and fair view of the state of affairs of Ruiru TVC at the end of each financial year and the operating results of Ruiru TVC for that year. The Board members are also required to ensure that Ruiru TVC keeps proper accounting records which disclose with reasonable accuracy the financial position of Ruiru TVC. The Board members are also responsible for safeguarding the assets of Ruiru TVC.

The Board members are responsible for the preparation and presentation of the Ruiru TVC financial statements, which give a true and fair view of the state of affairs of Ruiru TVC for and as at the end of the financial year ended on 30th June 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 Ruiru TVC; (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 Ruiru TVC; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Board members accept responsibility for the Ruiru 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). The Board members are of the opinion that the Ruiru TVC financial statements give a true and fair view of the state of Ruiru TVC transactions during the financial year ended on 30th June 2025, and of the Ruiru TVC financial position as at that date. The Board members further confirm the completeness of the accounting records maintained for Ruiru TVC, which have been relied upon in the preparation of the RUIRU 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 Ruiru 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

The Ruiru TVC financial statements were approved by the Board on *28th August, 2025* and signed on its behalf by:

Name: LAWRENCE KURIA

Signature: 

Chairperson of the Board

Name: James C. Imugu

Signature: 

Accounting Officer/Principal

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON RUIRU 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 Ruiru Technical and Vocational College set out on pages 1 to 36, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in net

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Ruiru 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. Inaccuracies in the Financial Statements

The statement of financial performance reflects use of goods and services amounts of Kshs.8,603,463 as disclosed in Notes 9 to the financial statements which include local transport and travel expenditure of Kshs.1,102,302. However, review of the ledgers provided for audit revealed local transport and travel amount of Kshs.1,160,602 resulting to an unexplained variance of Kshs.58,300. Further, the statement reflects use of goods and services amount of Kshs.8,603,463 while the corresponding Note 9 to the financial statements totals to Kshs.8,602,475 resulting to an unexplained variance of Kshs.988.

No explanation or reconciliation was provided for the variances.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Board Expenses

The statement of financial performance reflects an amount of Kshs.621,803 in respect to Board expenses as disclosed in Note 11 of the financial statements. However, review of documents provided for audit revealed that the sitting allowances totalling Kshs.59,000 paid to respective Board members were not supported with minutes for the meeting held on 10 April, 2025.

In the circumstances, the accuracy and completeness of Board expenses amount of Kshs.621,803 could not be confirmed.

3. Long Outstanding Trade and Other Receivables

The statement of financial position reflects receivables from exchange transactions balance of Kshs.11,152,429 as disclosed in Note 15 of the financial statements. Included in this balance is an amount of Kshs.2,005,741 outstanding from three hundred and ten

(310) active students that are between 1-2 years old as per debtors ageing analysis report. Management did not provide reasons why the debt of active students was not collected and measures being put in place to pursue the debtors and recover the amounts receivable by the College.

In the circumstances, the accuracy and full recoverability of receivables from exchange transactions balance of Kshs.11,152,429 could not be confirmed.

4. Inaccuracies in Property, Plant and Equipment

The statement of financial position reflects a balance of Kshs.55,316,943 in respect of property, plant and equipment as disclosed in Note 18 of the financial statements. However, the value of land which is approximately seven (7) acres was not included in the property, plant and equipment balance. In addition, the ownership documents for the land in which the Institution stands were not provided for audit review.

In the circumstances, the accuracy, existence and ownership of property, plant and equipment balance of Kshs.55,316,943 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Ruiru 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 actual expenditure amount of Kshs.12,173,190 against actual receipts of Kshs.18,294,060, resulting to an under-utilization of Kshs.6,120,870 or 33% of actual receipts.

The under-utilization affects the planned activities and may have impacted negatively on service delivery to the public

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the prior years' audit reports, several issues were raised under the Report on Financial Statements, Lawfulness and Effectiveness in Use of Public Resources, and Effectiveness of Internal Controls, Risk Management and Governance, respectively. Review of the status during audit of Ruiru Technical and Vocational College in 2024/2025 revealed that the following matters remained unresolved.

S/NO	Financial Year	Audit Issue
1	2023-2024	Unsupported Receivables from Exchange Transaction
2	2023-2024	Valuation and Ownership of Property, Plant and Equipment
3	2023-2024	Failure to Prepare Payment Vouchers
4	2023-2024	Non-Compliance with Minimum Requirement on Employee Ethnic Balances
5	2023-2024	Lack of Trainers Accreditations
6	2023-2024	Cash Payments in Repairs and Maintenance Expense
7	2023-2024	Poor Cashbook Management

Other Information

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

In connection with my audit on the Ruiru Technical and Vocational College financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Compliance with Affirmative Action

1.1 Non-Compliance with Minimum Requirement on Employee Ethnic Balance

Review of employee records of the College revealed that the dominant ethnic community employed by the College constitutes 40% which is 10 out of the total population of 25 staff. This was above the provision of National Cohesion and Integration Act, 2008 which provides that no public establishment shall have more than one third of its staff from the same ethnic community.

1.2 Non-Adherence to Regularity and Integrity on Recruitment of Persons Living with Disabilities

Review of Human Resource data for the year under audit revealed that the College had employed twenty-five (25) members of staff. However, the College did not have any employee living with disability contrary to the Persons Disability Act of 2025.

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

2. Failure to Maintain a Standing Imprest Memorandum Cash Book

Review of the College financial records revealed that no memorandum cashbook was maintained in the year under review. In the circumstances, systematic record of imprest issues, surrenders, and unsurrendered balances could not be confirmed. This was contrary to Regulation 93(14) of Public Finance Management (National Government) Regulations, 2015 which provides that the holder of a standing imprest shall keep a memorandum cash book to record all receipts and payments and the balance on hand shall agree with the cash balance recorded in the cash book, and in the absence of any receipts, the actual cash balances plus the expenses paid shall equal at all times the fixed level of the imprest for which the imprest holder is personally responsible.

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

3. Unsupported Repairs and Maintenance

The statement of financial performance reflects repairs and maintenance amount of Kshs.363,635 as disclosed in Note 13 to the financial statements. However, examination of payment vouchers in respect of this expenditure revealed that requisitions from users and subsequent approvals were not provided for audit review. This was contrary to Regulation 104(1) of the Public Finance Management (National Government) Regulations, 2015 which provides that all receipts and payment vouchers of public money shall be properly supported by prenumbered receipt and payment vouchers and shall be supported by appropriate authority and documentation.

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

4. Use of Personal Email Addresses in Official Communication

Review of the Internal control systems of the College revealed that some staff members used personal emails for official communication. This contravenes the directive by the Public Service Communication Circular which requires staff to use email addresses with a government domain.

In the circumstances, the security of the College data may be at risk.

5. Failure to Prepare a Board Work Plan

The statement of financial performance reflects an amount of Kshs.621,083 in respect to Board of Governors' expenses as disclosed in Note 11 of the financial statements. However, records in respect to preparation of a Board work plan for the financial year were not provided for audit review. This was contrary to Part 28 of the Board Charter which provides that, the Board through the Secretary shall prepare a work plan setting out the activities planned for each financial year.

In the circumstances, the work plan, timings for regular Board and Committee meetings among other Board activities could not be confirmed.

6. Non - Compliance with the Public Sector Accounting Standards Board Reporting Template

Review of the financial statements revealed that the Finance Officer responsible for the preparation of the financial statements for the College did not indicate her name and the ICPAK membership number.

In the circumstances, the annual report and financial statements do not conform to the presentation format prescribed by the Public Sector Accounting Standard Board (PSASB).

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 effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Failure to Maintain an Imprest Register

Review of records provided revealed that the College did not maintain an imprest register in the year under review. The lack of a centralized imprest register made it difficult to track disbursements, surrenders, outstanding balances or recoveries which hindered the monitoring of individual staff, verification of submission deadlines, and confirmation of transactions accuracy. This was contrary to Regulation 93(4)(c) of the Public Finance Management Regulation, 2015 which requires that, before issuing temporary imprests, the Accounting Officer shall ensure that the applicant has been recorded in the imprest register including the amount applied for.

In the circumstances, the effectiveness of internal controls in management of issuance and surrender of funds advanced could not be confirmed.

2. Failure to Number Payment Vouchers

The statement of financial performance reflects use of goods and services amount of Kshs.8,603,463 as disclosed in Note 9 to the financial statements. However, this expenditure was supported by payment vouchers that were not numbered thus lacking an appropriate audit trail in the cash book.

In the circumstances, the audit trail, facilitation of reconciliation of affected accounts and detection of errors or irregularities could not be confirmed.

3. Failure to Tag Assets

The statement of financial position reflects property, plant, and equipment balance of Kshs.55,316,943 as disclosed in Note 18 to the financial statements. However, physical verification carried out revealed that the assets were not tagged for ease of identification and traceability, contrary to National Treasury Guidelines on Asset and Liability Management in the Public Sector.

In the circumstances, the effectiveness in traceability and identification of the assets could not be confirmed.

4. Use of Unapproved Policy Documents

Review of the College policy documents revealed that the College operated using policy documents that were not approved and were still in draft stages, as listed below: -

- i. Board Charter
- ii. Finance Policy
- iii. ICT Policy
- iv. Human Resource Manual
- v. Academic Policy
- vi. Student 's Body Constitution

In the circumstances, use of unapproved policy documents may lead to inconsistent performance, poor use of resources and failure to stay competitive since, strategic goals and objectives, action plans and future roadmap of the College lack structure.

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

Responsibilities of the Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the 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.

Those charged with governance are 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 also 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

08 December, 2025

Ruiru Technical and Vocational College
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 no exchange transactions			
Transfers from other governments-gifts and services-in-kind	6	2,822,507	3,576,140
		2,822,507	3,576,140
Revenue from exchange transactions			
Rendering of services	7	15,415,342	8,873,093
Miscellaneous Income	8	56,210	573,981
Revenue from exchange transactions		15,471,552	9,447,074
Total revenue		18,294,059	13,023,214
Expenses			
Use of Goods and Services	9	8,603,463	5,512,007
Employee costs	10	2,191,809	1,090,283
Board of Governors expenses	11	621,083	486,580
Depreciation and amortization expense	12	1,494,040	1,508,212
Repairs and maintenance	13	363,635	1,167,371
Total expenses		13,274,030	9,764,453
Net Surplus for the year		5,020,029	3,258,761

(The notes set out on pages 8 to 41 form an integral part of the Annual Financial Statements).

The Financial Statements set out on pages 1 to 41 were signed by:

LAWRENCE KURIA *James C. Mungu*

Chairman of Board

Principal

Eddah Kangis

Finance Officer

ICPAK No.

Date: 13/10/2025

Date: 13/10/2025

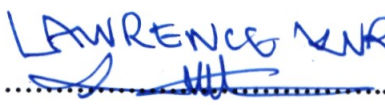
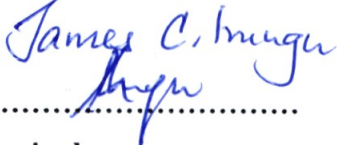
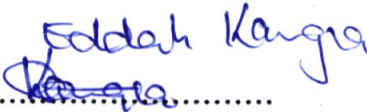
Date: 13/10/2025

Ruiru 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

	Notes	2024-2025	2023-2024
		Kshs	Kshs
Assets			
Current assets			
Cash and cash equivalents	14	575,845	116,233
Receivables from exchange transactions	15	11,152,429	4,425,967
Other Receivables	16	-	-
Inventories	17	137,930	-
Total Current Assets		11,866,204	4,542,200
Non-current assets			
Property ,plant and equipment	18	55,316,943	56,649,783
Intangible Assets	19	232,000	-
Total non - current assets		55,548,943	56,649,783
Total assets(A)		67,415,147	61,191,983
Liabilities			
Current liabilities			
Trade and other payables from exchange transactions	20	1,241,245	115,325
Refundable deposits from customers	21	248,000	142,400
Mentoring Institution Soft loan	22	708,971	708,971
Payments received in advance	23	178,999	222,501
HELB Unutilized Funds	24	15,118	-
Total current liabilities		2,392,333	1,189,197
Non-current liabilities			
Total non-current liabilities			
Total liabilities(B)		2,392,333	1,189,197
Net assets(A-B)		65,022,814	60,002,785
Represented By:			
Reserves		-	-
Accumulated surplus		7,369,819	2,349,790
Capital Fund		57,652,995	57,652,995
Net assets		65,022,814	60,002,785

The Financial Statements set out on pages 1 to 41 were signed by:

		
Chairman of Council/Board	Principal	Finance Officer
Date 13/10/2025	Date 13/10/2025	Date 13/10/2025

Ruiru 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

	Revaluation reserve	Accumulated Fund	Capital	Total
			Grants/Fund	
Balance b/f as at July 1, 2023	-	-	-	-
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	3,258,761	-	3,258,761
Capital grants (Cost of Building Financed by the Ministry of Education)	-	-	57,652,995	57,652,995
Expenses paid for by Kabete National Polytechnic prior to the first year of operations **	-	(908,971)	-	(908,971)
Balance c/d as at June 30, 2024	-	2,349,790	57,652,995	60,002,785
	-			-
Balance b/f as at July 1, 2024	-	2,349,790	57,652,995	60,002,785
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	5,020,029	-	5,020,029
Balance c/d as at June, 30 2025	-	7,369,819	57,652,995	65,022,814

Note**

The amount of Ksh. 908,971 relate to expenses incurred by Kabete National Polytechnic as a mentoring Institution before Ruiru TVC started its operation in the financial year 2023/2024.

Ruiru 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	Notes	2024-2025	2023-2024
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Government grants and subsidies	6	2,822,507	3,576,140
Rendering of services	Note page 5	6,056,939	4,447,127
Miscellaneous income	8	56,210	573,981
Receipts from student debtors	15	2,420,226	-
Refundable deposits received	21	105,600	142,400
Fees received in advance	23	168,214	222,501
HELB Funds		15,118	-
Total Receipts		11,644,813	8,962,149
Payments			
Employees Costs	Note page 5	2,156,427	974,958
Board of Governors expenses	Note page 5	471,083	486,580
Use of Goods and Services	Note page 5	7,685,530	5,512,007
Repairs and Maintenance	13	363,635	1,167,371
Mentoring Institution payment of soft loan	22	-	200,000
Payment of suppliers	20	115,325	-
Total Payments		10,792,000	8,340,916
Net cash flows from operating activities	25	852,813	621,233
Cash flows from investing activities			
Purchase of property, plant, equipment	18	(161,200)	(505,000)
Intangible assets	19	(232,000)	-
Total cash flows from investing activities		(393,200)	(505,000)
Net increase/(decrease) in cash and cash equivalents		459,613	116,233
Cash and Cash equivalents at 1 JULY 2024	14	116,233	-
Cash and Cash equivalents at 30 JUNE 2025	14	575,845	116,233

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

Guiding notes on the adjustments of non-cash items

Description	Notes	2024-2025	2023-2024
		Kshs	Kshs
Rendering of Services	7	15,415,342	8,873,093
Less Accrued revenue	15	(9,358,404)	(4,425,967)
Cash outflow		6,056,939	4,447,127

Use of Good and Services	9	8,602,475	5,512,007
Add increase in inventories	17	137,930	-
Less Accrued Expenses as at 30th June	20	(1,055,862)	-
Cash outflow		7,684,543	5,512,007

Employee costs	10	2,191,809	1,090,283
Less Accrued Expenses as at 30th June	20	(35,383)	(115,325)
Cash outflow		2,156,427	974,958

Board of Governors expenses	11	621,083	486,580
Less Accrued Expenses as at 30th June	20	(150,000)	-
Cash outflow		471,083	486,580

Ruiru 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 the year ended 30 June 2025

Description	Original annual Budget	Adjustments	Final Annual Budget	Actual on comparable basis	Performance difference	Utilization Difference	Explanation
	Kshs	Kshs	Kshs	Kshs	Kshs	%	
	a	b	c=a+b	d	e=(c-d)	f=d/c*100	
Budget carryovers from the previous year				116,233			
Revenue							
Government grants and subsidies	2,000,000	-	2,000,000	2,822,507	822,507	141%	a)
Rendering of services - Fees, Govt funding	17,187,250	-	17,187,250	15,415,342	(1,771,908)	90%	b)
Other Income	200,000	-	200,000	56,210	(143,790)	28%	c)
Total revenue	19,387,250	-	19,387,250	18,294,060	(1,093,191)		
Expenses							
Use of Goods and Services	12,793,250	-	12,793,250	8,603,463	4,189,787	67%	d)
Employee costs	2,519,750	-	2,519,750	2,191,809	327,941	87%	e)
Board of Governors expenses	1,700,000	-	1,700,000	621,083	1,078,917	37%	f)
Repairs and maintenance	1,274,250	-	1,274,250	363,635	910,615	29%	g)
Total expenditure	18,287,250	-	18,287,250	11,779,990	6,507,260		
Capital Expenditure Payments	1,100,000	-	1,100,000	393,200	706,800	36%	h)
Surplus for the period	-	-	-	6,237,103	(8,307,251)		

Budget notes

- a) The College received Ksh. 500,000 as operational grants and Ksh. 322,507 as HEF Scholarship which was for last Financial Year but accounted for in the current Financial Year.
- b) The College did not meet the student enrolment target.
- c) The College is generating other revenue under the Income Generating Unit(IGU). This avenue of IGU is expected to improve the revenue.
- d) There was low enrolment of students, thus resulting to low spending during the year.
- e) The new recruited finance officer and procurement officer reported in the office in September 2024.
- f) The Board did not have meetings as planned due to financial constraints.
- g) The College has not carried out repairs as expected due to financial constraints.
- h) The College did not buy more assets as earlier budgeted due to financial constraints.

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

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	6,237,103
1	Refundable deposits from Customers	105,600
2	Payments received in advance	168,214
3	Receipts from student debtors	2,420,225
4	Unutilized HELB Funds received	15,118
5	Payment of suppliers	(115,326)
6	Accrued revenue	(9,358,404)
7	Accrued expenditure	1,241,245
8	Inventory	(137,930)
	Closing Cash and Cash Equivalent as per the statement of Cash flows	575,845

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

19. Notes to the Financial Statements

1. General Information

Ruiru TVC is established by and derives its authority and accountability from TVET Act 2013. The Ruiru TVC is wholly owned by the Government of Kenya and is domiciled in Kenya. Ruiru TVC principal activity is 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. 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 judgement in the process of applying the College accounting policies.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the College.

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.

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	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an College. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. <i>(The standard has no impact to the College)</i>
IPSAS 44: Non- Current Assets Held for Sale and	<i>Applicable 1st January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:

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

Discontinued Operations	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. <i>(The standard has no impact to the College)</i>
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. <i>(The standard has no impact to the College)</i>
IPSAS 46: Measurement	Applicable 1st January 2025 The objective of this standard was to improve measurement guidance across IPSAS by: <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value. <i>(The standard has no impact to the College)</i>
IPSAS 47: Revenue	Applicable 1st January 2026 This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an College 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>(The standard has no impact to the College)</i>
IPSAS 48: Transfer Expenses	Applicable 1st January 2026 The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for

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

	public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers. <i>(The standard has no impact to the College)</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>(The standard has no impact to the College)</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: <ul style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <i>(The standard has no impact to the College)</i>

iii. Early adoption of standards

The College did not early-adopt any new or amended standards in year 2024/2025.

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 RUIRU TVC and can be measured reliably. Recurrent grants are recognized in the statement of comprehensive income. Development/capital grants are recognized in the statement of financial position and realised in the statement of comprehensive income over the useful life of the assets that has been acquired using such funds

ii) Revenue from exchange transactions

Rendering of services

RUIRU 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 college.

b) Budget information

The original budget for FY 2024/2025 was ratified by the Board on 12th July, 2024. The College budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a 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 Cash flows has been presented.

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

c) Taxes

Current income tax

RUIRU TVC is exempt from paying taxes as a public training institution

Sales tax/ Value Added Tax

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

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

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

d) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, RUIRU 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.

Land and capital work in progress are not depreciated. Capital work in progress relates mainly to the costs of ongoing but incomplete works on buildings and other civil works and installations.

Depreciation on Property, plant and equipment is recognized in the income statement on a reducing balance basis to write down the cost of each asset or the re-valued amount to its residual value over its estimated useful life. The rates in use are:

Land	-
Buildings	2.5%
Motor vehicles	25%
Furniture and Fittings	12.5%
ICT Equipment	30%
Office Equipment	12.5%

A full year depreciation charge is recognised in the year of asset purchase. Depreciation charge is not recognised in the year of disposal.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

e) Intangible assets

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite

f) Research and development costs

RUIRU TVC expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when Ruiru 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 quarterly with any impairment losses recognized immediately in surplus or deficit.

g) 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

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Inventories (Continued)

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the College.

h) Provisions

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

Where the College expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

Contingent liabilities

The College does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

Contingent assets

The College does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the College 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.

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

i) Nature and purpose of reserves

The College creates and maintains reserves in terms of specific requirements. The College maintains Capital and Revenue reserves.

j) Changes in accounting policies and estimates

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

k) Employee benefits

Retirement benefit plans

The College has not established retirement benefit plan but it may be implemented in future as the college expands.

l) 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.

m) Related parties

The College regards a related party as a person or and College with the ability to exert control individually or jointly, or to exercise significant influence over the College, or vice versa. Members of key management are regarded as related parties and comprise the Board of Governors, the principal and senior managers.

n) Service concession arrangements

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

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

o) 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 various commercial banks at the end of the financial year.

p) Comparative figures

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

q) 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.

Notes to the Financial Statements (Continued)

5. Significant Judgments And Sources Of Estimation Uncertainty

The preparation of the College'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 College 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 College. 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 College
- 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.

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.

Provision for Depreciation

This caters for reduction in the value of asset with the passage of time, due to wear and tear. The College use reducing balance method to depreciate its assets using the applicable rates of depreciation as given in note 4(d) above.

Ruiru Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2025
Notes to the Financial Statements (Continued)

6. Transfers from other National Government entities

Description	2024-2025	2023-2024
	Kshs	Kshs
Unconditional grants		
Capitation grant	-	-
Operation grant	2,500,000	1,500,000
Higher Education Fund Scholarship	322,507	2,076,140
	2,822,507	3,576,140
Conditional grants		
library construction	-	-
Development grants	-	-
Total government grants and subsidies	2,822,507	3,576,140

Transfers from other Government entities (Categorized)

Name of the College 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 2023/2024
	Kshs	Kshs	Kshs	Kshs	Kshs
Ministry of Education, State Department of TVET	2,822,507	-	-	2,822,507	3,576,140
Total	2,822,507	-	-	2,822,507	3,576,140

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

Notes to the Financial Statements (Continued)

7. Rendering of Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Tuition short course	180,000	-
Tuition	7,047,708	3,385,250
Electricity, Water and Conservancy	787,816	564,815
Personnel Emoluments	2,556,497	1,633,221
Local Transport and Travel	787,816	575,932
Repairs, Maintenance and Improvement	649,762	479,760
Activity Fees	900,543	675,715
Medical Insurance	380,000	352,200
Student Council	66,000	89,000
Student ID	79,200	106,800
KUCCPS Fees	198,000	265,500
TVETA Fees	66,000	88,600
Examination fees	1,716,000	656,300
Total revenue from the rendering of services	15,415,342	8,873,093

8. Miscellaneous Income

Description	2024-2025	2023-2024
	Kshs	Kshs
TVET FAIR Revenue	-	412,601
Hire of facilities	42,500	-
Food production sales	13,710	5,380
KUCCPS Sponsorship	-	156,000
Total Miscellaneous Income	56,210	573,981

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

Notes to the Financial Statements (Continued)

9. Use of Goods and Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Bank charges	41,276	19,352
Mpesa transaction charges	7,547	5,382
Local Transport and Travel	1,102,302	1,251,251
Telephone and Postage	247,005	39,390
Electricity, Water and Conservancy	377,580	220,268
Office expenses	248,952	236,350
Printing and stationery	105,895	119,595
Medical Expenses	-	31,620
Registration and Subscription	178,500	221,000
Staff training, development and capacity building	633,620	509,963
Tuition expenses	2,380,304	916,143
Sports, Games and Music Activities	536,151	972,584
Marketing and Publicity	357,143	-
Examination expenses	1,162,995	493,200
Interview and Recruitment expenses	27,500	448,700
TVET fair activities	-	27,209
IGU Expenses	75,480	-
Consultancy fee on development of strategic plan	307,400	-
Guidance and Counselling expense	8,765	-
Security	450,000	-
Insurance	119,348	-
KUCCPS Placement service	195,000	-
Student ID	40,700	-
Total Use of Goods and Services	8,602,475	5,512,007

10. Employee Costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Staff Salaries	1,903,809	908,883
Casual wages	288,000	181,400
Employee costs	2,191,809	1,090,283

11. Board Expenses

Description	2024-2025	2023-2024
	Kshs	Kshs
Sitting Allowances	490,000	428,300
BOG chairman Honoraria	120,000	20,000
Meeting Administration Expenses	11,083	38,280
Total Board Expenses	621,083	486,580

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

Notes to the Financial Statements (Continued)

12. Depreciation and Amortization expense

Description	2024-2025	2023-2024
	Kshs	Kshs
Property, plant and equipment	1,494,040	1,508,212
Intangible assets	-	-
Investment property carried at cost	-	-
Total depreciation and amortization	1,494,040	1,508,212

13. Repairs and Maintenance

Description	2024-2025	2023-2024
	Kshs	Kshs
Property	363,635	1,167,371
Equipment	-	-
Vehicles	-	-
Other	-	-
Total repairs and maintenance	363,635	1,167,371

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

Notes to the Financial Statements (Continued)

14. Cash and Cash Equivalents

Description	2024-2025	2023-2024
	Kshs	Kshs
Current account	561,129	87,816
Others(specify)	14,716	28,417
Total cash and cash equivalents	575,845	116,233

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

Description	Account number	2024-2025	2023-2024
		Kshs	Kshs
a) Current account			
Cooperative Bank	01139244835000	561,129	87,816
Sub- total		561,129	87,816
e) Others(specify)			
Cash in Hand		14,716	28,417
Sub- total		14,716	28,417
Grand total		575,845	116,233

15. Receivables from Exchange transactions

15 (a) Current Receivables from Exchange transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Student debtors B/F	4,425,967	-
Less Debtors receipts	(2,420,226)	-
add debtors for the year	9,358,404	4,425,967
Less: Prepaid fees B/F utilized during the year	(211,716)	-
Student debtors C/F	11,152,429	4,425,967

15 (b) Ageing Analysis of Receivables from Exchange transactions

Description	FY 2024-2025		FY 2023-2024	
	Kshs	% of total	Kshs	% of the total
Less than 1 year	9,146,688	82%	4,425,967	100%
Between 1- 2 years	2,005,741	18%	-	0%
Total	11,152,429	100%	4,425,967	-

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

Notes to the Financial Statements (Continued)

16. Other Receivables

Description	2024-2025	2023-2024
	Kshs	Kshs
Staff advance		
Advance B/F	-	-
Additions during the year	20,000	20,000
Less receipts	(20,000)	(20,000)
Advance C/F	-	-

17. Inventories

Description	2024-2025	2023-2024
	Kshs	Kshs
Administration Stationery stores	112,710	-
Fashion & Cosmetology and Hairdressing Stores	25,220	-
Total Inventories at lower of Cost and Net Realizable Value	137,930	-

Detailed disclosure on inventories

	2024-2025	2023-2024
Opening balance	-	-
Additional Inventory in the year	137,930	-
Inventory expensed in the year	-	-
Write-downs in the year	-	-
Others specify	-	-
Closing balance	137,930	-

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

Notes to the Financial Statements (Continued)

18. Property, Plant and Equipment

	Land	Buildings	Furniture and fittings	ICT Equipments	Total
Cost		Shs	Shs	Shs	Shs
Depreciation rate		2.50%	12.50%	30%	
At 1st July 2023	-	-	-	-	-
Additions during the year	-	-	483,500	21,500	505,000
Cost of buildings finance by MOE	-	57,652,995	-	-	57,652,995
Disposals during the year	-	-	-	-	-
At 30th June 2024	-	57,652,995	483,500	21,500	58,157,995
Additions during the period	-	-	97,200	64,000	161,200
Cost of buildings finance by MOE	-	-	-	-	-
Disposals during the period	-	-	-	-	-
Transfer/adjustments	-	-	-	-	-
At 30th June 2025	-	57,652,995	580,700	85,500	58,319,195
Depreciation and impairment					
At 1st July 2023	-	-	-	-	-
Depreciation	-	1,441,325	60,437	6,450	1,508,212
On Disposals	-	-	-	-	-
Impairment	-	-	-	-	-
At 30th June 2024	-	1,441,325	60,437	6,450	1,508,212
Depreciation for the period	-	1,405,292	65,033	23,715	1,494,040
On Disposals	-	-	-	-	-
Impairment	-	-	-	-	-
Transfer/adjustment	-	-	-	-	-
At 30th June 2025	-	2,846,617	125,470	30,165	3,002,252
Net book values					
At 30th June 2024	-	56,211,670	423,063	15,050	56,649,783
At 30th June 2025	-	54,806,378	455,230	55,335	55,316,943

Note: The college has not obtained the land title deed from The County Government of Kiambu, hence the land has not been valued.

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

Notes to the Financial Statements (Continued)

19. Intangible Assets

Description	2024-2025	2023-2024
	Kshs	Kshs
Cost		
At beginning of the year	-	-
Additions	232,000	-
At end of the year	232,000	-
Additions-internal development	-	-
At end of the year	232,000	-
Amortization and impairment		
At beginning of the year	-	-
Amortization	-	-
At end of the year	-	-
Impairment loss	-	-
At end of the year	-	-
NBV	232,000	-

20. Trade and Other Payables from Exchange transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Balance B/F	115,325	-
Payments	(115,325)	-
Additions	1,241,245	115,325
Total trade and other payables	1,241,245	115,325

	2024-2025	% of the Total	2023-2024	% of the Total
Ageing analysis:				
Under one year	1,241,245	100%	115,325	100%
1-2 years	-	0%	-	0%
Total (to tie to totals above)	1,241,245	100%	115,325	100%

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

21. Refundable Deposits from Customers/Students

Description	2024-2025	2023-2024
	Kshs	Kshs
Caution Money		
Caution money B/f	142,400	-
Add receipts for the year	105,600	142,400
less payments	-	-
Caution money C/f	248,000	142,400

	FY 2024-2025	% of the Total	FY 2023-2024	% of the Total
Ageing analysis:				
Under one year	105,600	43%	142,400	100%
1-2 years	142,400	57%	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (to tie to totals above)	248,000	100%	142,400	100%

22. Mentoring Institution Soft Loan

Description	2024-2025	2023-2024
	Kshs	Kshs
Expenses paid for by Kabete National Polytechnic		
Balance B/F		
	708,971	-
Balances brought in	-	908,971
Less payments during the period	-	(200,000)
Balance C/f	708,971	708,971

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

Notes to the Financial Statements (Continued)

23. Payment Received in Advance

Description	2024-2025	2023-2024
	Kshs	Kshs
Balance B/F	222,501	-
Additions	168,214	222,501
Less: Prepaid fees B/F utilized during the year	(211,716)	-
Balance C/F	178,999	222,501

Ageing analysis:	FY 2024-2025	% of the Total	FY 2023-2024	% of the Total
Under one year	168,214	94%	222,501	100%
1-2 years	10,785	6%	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total (to tie to totals above)	178,999	100%	222,501	100%

24. HELB Unutilized Funds

Description	2024-2025	2023-2024
	Kshs	Kshs
Balance B/F	-	-
Additions	15,118	-
Payments	-	-
Balance C/F	15,118	-

25. Cash generated from operations

Description	2024-2025	2023-2024
	Kshs	Kshs
(Deficit)/Surplus for the year before tax	5,020,029	3,258,761
Adjusted for:		
Depreciation	1,494,040	1,508,212
Working Capital Adjustments		
Increase in Inventory	(137,930)	-
Increase in Receivables	(6,726,462)	(4,425,967)
Increase in Payables in operations	1,125,920	115,325
Increase in Refundable deposits from Customers	105,600	142,400
Decrease in mentoring Institution softloan	-	(200,000)
Increase in Payments received in advance	(43,502)	222,501
Increase in HELB Unutilized funds	15,118	-
Net Cash Flow from Operating Activities	852,813	621,233

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

Notes to the Financial Statements (Continued)

26. Financial Risk Management

The College's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The College'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 College 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 College's financial risk management objectives and policies are detailed below:

(i) Credit risk

The College 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 College'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 College'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 2024				
Receivables from exchange transactions	4,425,967	4,425,967	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	116,233	116,233	-	-
Total	4,542,200	4,542,200	-	-
At 30 June 2025				
Receivables from exchange transactions	11,152,429	11,152,429	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	575,845	575,845	-	-
Total	11,728,274	11,728,274	-	-

Financial Risk Management (Continued)

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

(i) Credit risk (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 College has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

The College has significant concentration of credit risk on amounts due from students

The Board of Governors sets the College'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 College's Board of Governors, who have built an appropriate liquidity risk management framework for the management of the College's short, medium and long-term funding and liquidity management requirements. The College manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

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

Notes to the Financial Statements (Continued)

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 2024				
Trade and other Payables	115,325	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	115,325	-	-	-
At 30 June 2025				
Trade and other Payables	1,241,245	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	1,241,245	-	-	-

(iii) Market risk

The College is engaging internal audit function of the mentoring institution to assist it in assessing the risk faced by the College 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 College'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 College'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 College's exposure to market risks or the manner in which it manages and measures the risk.

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

Notes to the Financial Statements (Continued)

a) Foreign currency risk

The College has no transactional currency exposures.

b) Interest rate risk

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

The College 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.

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

Notes to the Financial Statements (Continued)

iii) Capital Risk Management

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

Description	2024-2025	2023-2024
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	7,369,819	2,349,790
Capital Reserve	57,652,995	57,652,995
Total Funds	65,022,814	60,002,785
Total Borrowings	-	-
Less: Cash and Bank Balances	(575,845)	(116,233)
Net Debt/(Excess Cash and Cash Equivalents)	575,845	116,233
Gearing	0%	0%

27. Related Party Balances

Nature of related party relationships

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

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

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

Notes to the Financial Statements (Continued)

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

Description	2024-2025	2023-2024
	Kshs	Kshs
Transactions with Related Parties		
a) Purchases from related parties		
Registration and subscription to market regulators	178,500	221,000
Training and conference fees paid to Govt. agencies	633,620	509,963
Total	812,120	730,963
b) Grants /Transfers from the Government		
Grants from National Govt.	2,822,507	3,576,140
Grants from County Government	-	-
Total	2,822,507	3,576,140
c) Key Management Compensation		
Board of Governor's emoluments	621,083	486,580
Compensation to Key Management	-	-
Total	621,083	486,580

28. Contingent Assets and Contingent Liabilities

The College has no incident that can result into a contingent asset and/or liability

29. Capital Commitments

The College has no capital commitments in place.

30. Deferred Tax Liability

The College is not obligated to pay tax

31. Events After The Reporting Period

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

32. Ultimate And Holding College

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

33. Currency

The financial statements are presented in Kenya Shillings (Kshs).

Ruiru 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 audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Inaccuracies in the Financial Statements	The corrections have been done, ledger balance agrees with the financial statement figures	Resolved	
2.1	Unsupported Transactions: Miscellaneous Income	Ledger balances that agrees with the financial statement figures now provided.	Resolved	
2.2	Unsupported Transactions: Receivables from Exchange Transactions	The management is in the process of installing management information system to manage students admissions, finance and examinations	Resolved	
3	Valuation and Ownership of Property Plant and Equipment	The management is pursuing the matter with the relevant government agencies to acquire title deed of the land, hence ownership	Not Resolved	By the end of 2026

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
4	Statement of Changes in Net Assets	The correction has been done. Attached corrected Financial Statements.	Resolved	
Basis of conclusion: 1.	Failure to Prepare Payment Vouchers	The management is in the process of installing management information system to manage all documentation in finance and procurement	Resolved	
Basis of conclusion: 2.	Non-Compliance with Minimum Requirement on Employee Ethnic Balance	Recruitment of the trainers are managed by PSC. The management will ensure compliance with ethnic balance in future recruitment of Board of Governors staff	Not Resolved	
Basis of conclusion: 3.	Lack of Trainers Accreditations	The management will ensure that all its trainers are registered and licensed by TVETA.	Resolved	
Basis of conclusion: 4.	Cash Payments in Repairs and Maintenance Expense	The management is in the process of installing management information system to manage all documentation in finance and procurement. The management has also employed a procurement officer to manage all procurement matters.	Resolved	

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Basis of conclusion: 5.	Poor Cashbook Management	The management is in the process of installing management information system to manage all documentation in finance and procurement.	Resolved	



.....
James Chege Irungu
Principal
Ruiru Technical and Vocational College
~~27th August, 2025~~
 13/10/2025

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

Appendix II: Projects Implemented by RUIRU TVC

The College has no projects being implemented.

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

Appendix III- Inter-Entity Confirmation Letter

MINISTRY OF EDUCATION
STATE DEPARTMENT OF VOCATIONAL AND TECHNICAL TRAINING

RUIRU TECHNICAL AND VOCATIONAL COLLEGE

Confirmation of amounts received by Ruiru Technical and Vocational College as at 30 th June 2025					
Reference Number	Date Disbursed	Recurrent (A)	Scholarship (HEF) (B)	Total (C)=(A+B)	Remarks
012CB0299118	15/07/2024	500,000		500,000	Q4 FY 2023-2024 Recurrent grant
012CB0254505	20/09/2024		20,156.70	20156.70	Scholarship
012CB0268293	20/09/2024		40,313.40	40313.40	Scholarship
012CB0268918	20/09/2024		228,442.60	228,442.60	Scholarship
012CB0049242	20/09/2024		33,594.50	33,594.50	Scholarship
012CB0101157	02/10/2024	500,000		500,000	Q1 FY 2024-2025 Recurrent grant
012CB026264925	30/01/2025	500,000		500,000	Q2 FY 2024-2025 Recurrent grants
CB0389886250604	04/06/2025	500,000		500,000	Q3 fy 2024-2025 Recurrent grants
CB0464392250617	17/06/2025	500,000		500,000	Q4 FY 2024-2025 Recurrent grants
Total		2,500,000	322,507.2	2,822,507.2	
I confirm that the amounts shown above are correct as of the date indicated.					

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

Head of Accounts Department - Disbursing Entity:

Name Sign Date

Head of Accounts Department - Beneficiary Entity:

Name Eddah Kangia Sign  Date 13/10/2025

Appendix IV: Reporting of Climate Relevant Expenditures

The College did not incur climate relevant expenditures

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

Appendix V: Disaster Expenditure Reporting Template

The College did not incur disaster related expenditure during the year.



[Faint, illegible text or markings, possibly bleed-through from the reverse side of the page.]

