

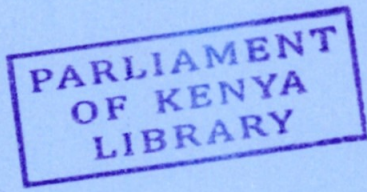
REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
Enhancing Accountability

THE NATIONAL ASSEMBLY PAPERS LAID	
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REPORT



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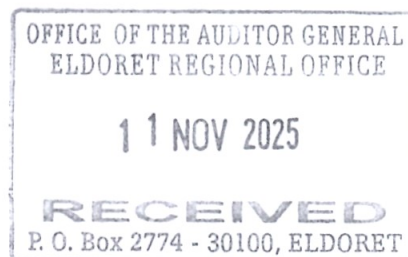
**TURBO TECHNICAL AND VOCATIONAL
COLLEGE**

**FOR THE YEAR ENDED
30 JUNE, 2025**



TURBO 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)



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



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1. Acronyms and Definition of Key Terms

A. Acronyms

BOG	Board of Governors
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
TTI	Technical Training Institute
TTC	Teacher Training College
TVC	Technical Vocational College
TTVC	Turbo Technical and Vocational College
TVET	Technical and Vocational Education Training
WEEE	Waste Electrical and Electronics Equipment Centre
MTRH	Moi Teaching and Referral Hospital
RVTTI	Rift Valley Technical and Training Institute
NHIF	National Health Insurance Fund
NSSF	National Social Security Fund
KRA	Kenya Revenue Authority
ECL	Economic Credit Lose

B. Definition of Key Terms

Fiduciary Management - Members of Management directly entrusted with the Turbo Technical and Vocational College's financial resources.

Comparative Year- Means the prior period.

2. Key Turbo Technical and Vocational College Information and Management

(a) Background information

Turbo Technical and Vocational College was incorporated under the TVET Act of 2013 on (11th February 2021). Turbo Technical and Vocational College is domiciled in Kenya and has no branches. The institute is under the Ministry of Education.

Turbo technical and Vocational College opened its first doors to new students' admissions in the month of October, year 2020. Turbo TVC is in Uasin Gishu County, Turbo Constituency, Kamagut ward. When the college was established the area community benefitted so much as there was no nearby college providing such courses and taking students at a more convenient and reliable environment. The college in its 2nd year since operation has managed to admit more than 400 students who are taking Artisan, Craft and Diploma levels.

There are four departments currently formed under the TVET Act 2013 which are Building and Civil Engineering Department, Automotive Agriculture and Welding Department, Information Communication and Technology Department, Business and Developmental Studies Department. More departments to be incorporated in future

(b) Principal Activities

The Vision of the institution is to be an exemplary regional and global TVET Centre in research and innovation.

The Mission of the institution is to produce competent human capital through innovative technological training and research for a dynamic economy.

The core functions or objectives of Turbo Technical and Vocational College are.

1. To provide quality technical, knowledge, skills, and attitudes for manpower development
2. To advance relevant knowledge and its practical application through research and innovation.
3. To increase student access to courses by offering a wide range of TVET courses.

(c) Key Management

Turbo Technical and Vocational College day-to-day management is under the following key organs:

- Board of Governors/ Council/ Management
- Accounting officer/ Principal
- Management

(d) Fiduciary Management

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

SN.	Designation	Name
1.	Principal	Mr. Stedi L. Boniface.
2.	Deputy principal Administration	Mr. Stephen Rop.
3	Deputy principal Academics	Mr. Ezekiel Kipkorir Rotich.
4	Registrar (s)	Mr. Moses Mbatiany.
5	Dean of students	Mr. Josphat Mutai.
6	Head of Finance	CPA. Cerrick Kirwa.

(e) Fiduciary Oversight Arrangements

The Board of Governors' Sub-committees facilitate decision making to assist the Board in execution of its duties, powers, and authority; however, delegation of authority to the committees does not in any way take away the prerogative powers of the Main Board in discharging its duties. The Committees have been established with formal written terms of reference to guide their activities. The duties of the respective committees are to strategize, monitor and evaluate the execution of the various factions in Turbo Technical.

The Finance committee oversees budgetary approvals and development projects evaluation and performs routine checks and balances to the finances of the institution. The committee is also in charge of recruitment and staff appraisals.

(f) Turbo Technical and Vocational College Headquarters

P.O. Box 9722
Turbo TVC Building
Eldoret- Bungoma- Jua Kali Highway/ Sugoi junction
ELDORET, KENYA

(g) Turbo Technical and Vocational College Contacts

Telephone: (254) 718 000 132
E-mail: info@turbotechnical.ac.ke, tvcturbo@gmail.com
Website: www.turbotechnical.ac.ke

Key Turbo Technical and Vocational College Information and Management (Continued)

(h) Turbo Technical and Vocational College Bankers

Kenya Commercial Bank
Eldoret West Branch
P.O. Box 48400- 00200
Nairobi, Kenya

No other Commercial Banks




(i) Independent Auditors

Auditor-General
Office of Auditor General
Anniversary Towers, Institute Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya




(j) Principal Legal Adviser

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



3.The Council/Board of Governors

S N	Member/ Director	Details
1.	 <p>David Kimutai Ngetich TURBO TVC BOG Chairperson</p>	<ul style="list-style-type: none"> - Former Deputy Director in charge of Academic Affairs at KEWI - More than 25years of Training, leadership, management, and Administration - Registered for PHD (Urban Hydrology) - Holds a Master of Philosophy in Geography - Bachelor of Arts in Geography - Hydrological Society of Kenya (HSK) Member - Trainer in Wetlands and Water Resources Management - Regional trainer WavePlus GIZ - Developed Strategic Plan for Uasin Gishu Rural Water and Sanitation Company. - Drafted "The Uasin Gishu Rural Water and Sanitation Corporation Bill 2022", for Uasin Gishu County Government.
2.	 <p>Jeffrey Mutiso - TURBO TVC BOG Member</p>	<ul style="list-style-type: none"> - Ongoing Phd in development Studies - Lecturer at Moi University (Department of Sociology, Psychology and Anthropology) - Member of Human Rights Society Kenya - Member of Rotaract club (Kenya Chapter) - Member of Red Cross Society
3.	 <p>Dr. Fatuma Daudi TURBO TVC BOG Member</p>	<ul style="list-style-type: none"> - Dr. Fatuma Daudi is Lecturer at the Department of Environmental Monitoring Planning and Management at the School of Environmental Studies University of Eldoret. - She holds a Doctorate in Environmental Planning and Management from Moi University. Research interests are in Environmental Conservation, Disaster Management, sustainable Development, Gender and Environment and Community participation. <p><u>Other Professional Engagements</u></p> <ul style="list-style-type: none"> - She also served as the co-ordinator, EIA/EA training at the School of Environmental Studies.


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		<ul style="list-style-type: none"> - She also serves as the Chair to the BOM Ummahat Integrated School. - Senate Representative University of Eldoret school of Environmental Studies.
4.	 <p>Dr. Wesley Kiprotich Mutai <i>TURBO TVC BOG Member</i></p>	<ul style="list-style-type: none"> - Lecturer Moi University Department of Technology Education - Holder of Doctor of Philosophy in technology Education (TVET) - Holds Master of Philosophy in Technology Education (Electrical Technology) - Registered with Energy Regulatory Commission as a Licensed Electrician - Member of Institution of Engineering Technologists and Technicians (IET) <p><u>Other Professional Engagements</u></p> <ul style="list-style-type: none"> - Member of Governing Council of the Eldoret National Polytechnic. - Chairman BOM of Chemaner Secondary School
5.	 <p>Robert Gacuca Mwangi Gathungu <i>TURBO TVC BOG Member</i></p>	<ul style="list-style-type: none"> - Senior Associate and Team Leader- G & A Advocate LLP Eldoret - Trainee Advocate - Kanaga & Associates NRB - Research Assistant - Holds a Post Graduate Diploma in Law and Practice - Bachelor of Laws, LLB Law <p><u>Membership</u></p> <ul style="list-style-type: none"> - Member of the Law Society of Kenya - Member of the East Africa Law Society - Member of the Africa Construction Law (ACL) - Associate, Chattered Institute of Arbitrators – Kenya
6.	 <p>Makale, Titus Mayekula <i>TURBO TVC BOG Member</i></p>	<ul style="list-style-type: none"> - Senior Accounts Assistant – University of Eldoret - Senior Accounts Assistant – Moi University - Bachelor of Business Management (Accounting Option) - Certified Accountants Part 1, Kenya Accounting Technicians Stage 1 and 2 - Prepared Cash Flow using QuickBooks, pitch tree packages and ERP. - ISO trained. - 18th Self Help Group as Assistant Treasurer - Former Assistant Treasurer Kenya Universities Staff Union (KUSU) University of Eldoret Chapter.
7.		<ul style="list-style-type: none"> - Admitted to the roles of Advocates of the High Court




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	 <p>Jepchumba Lucy - <i>TURBO TVC BOG Member</i></p>	<p>of Kenya</p> <ul style="list-style-type: none"> - Diploma in Advocates Training Program - Certificate of Compliance Awarded - Bachelor of Laws LLB - Kenya Wildlife Service Legal Assistant - Keter Nyolei & Advocates – pupil - Magare Musundi and Co. Advocates – Pupil - Training in Leadership Skills - Member of Cheramei Primary School - Vice Chairperson of People with Disabilities Committee - Member of Oversight Committee member Hustler SACCO - Member of Red Cross Club
8.	 <p>Stedi L. Boniface <i>Secretary TURBO TVC BOG</i></p>	<p>Secretary to the BoG</p> <p>Mr. Stedi L. Boniface is currently the Secretary to the BoG Turbo Technical and Vocational College.</p> <ul style="list-style-type: none"> - 2023 April-to Date: C.E.O Turbo Technical and Vocational College. - 2019 March -to 2023 March: Principal Lodwar Technical and Vocational College. - 2013-2019: HoD Building and Civil Eng. Department-Eldoret National Polytechnic. - 2011-2019: Management Representative-Eldoret National Polytechnic. - 2016 – 2019: Lead KEFEPI- Cican Project – Eldoret National Polytechnic.

4. Key Management Team

No.	Member/ Director	Details
1.	 <p>Mr. Stedi L. Boniface Secretary to the Board of Governors</p>	<ul style="list-style-type: none"> - Mr. Stedi L. Boniface is currently the Principal and Secretary to the Board Turbo Technical and Vocational College. - Accounting Officer

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2.	 <p>Mr. Stephen Rop Deputy Principal (Administration)</p>	<p>-Mr Stephen Rop</p> <ul style="list-style-type: none"> - 2024 Sept-date...Deputy principal Administration Turbo Technical and vocational college - Bed-Technology Electrical Engineering - TVETA Trainer and tool developer - Trained KNEC Examiner - Registered at institute of technologists - 2013-2023-Coordinator Town Campus at Eldoret National Polytechnic
3.	 <p>Mr. Ezekiel K. Rotich Deputy Principal (Academics)</p>	<ul style="list-style-type: none"> - Currently the Deputy Principal Academics Turbo TVC - Bed - Mathematics - TVETA trainer and Verifier. - Trained as an IGA Manager
4.	 <p>CPA Bittok Cerrick Kirwa Finance officer.</p>	<ul style="list-style-type: none"> - CPA-K - Diploma In Business Management - Bachelor of Commerce (Accounting)

5. Chairman's Statement

I would like to take this opportunity to thank the Cabinet Secretary MOE, TVETA, and the stakeholders of Turbo TVC for granting me the opportunity to chair the Board of Governors.

I sincerely appreciate the 2020 -2023 Turbo TVC Board and our mentor RVVTI for their role in providing mentor-ship to the College; from initiation to its establishment as at now.

Turbo TVC is a center of excellence in Building and Civil Engineering. The college is governed by the BOG appointed by the Cabinet Secretary Ministry of Education (MOE) in accordance to Article 27(8) of the Constitution of Kenya 2010 with mandate to ensure prudent management of financial resources, mobilization of resources, provide leadership and set strategic objectives and approve organizational structure among others. As an institution, TTVC operations are guided by various legislation and regulations including the Education Act 2013, TVET Act 2013, STI Act 2013, Mwongozo (January 2015) , Turbo TVC BOG Charter and TVET Regulations 2015.

The BOG is now fully operational and three committees of the Board have been established; Education Research and Infrastructure Committee Finance Human Resource Management Committee and the Audit and Risk Committee. The committee is to provide the technical guidance and advice required and ensures the Governance requirements are met and adhered to. The current BOG had their induction on the 16th October 2024 that prepared them fully to their roles as BOG members.

Turbo Technical and Vocational College opened its first doors to new student's admission in October 2020. The College is located in Uasin-Gishu county, Turbo constituency, with a reasonable population which provides huge potential for student uptake at the College. The College is in its fifth year of operation with 1084 students admitting across the country through the Kenya Central Universities and Colleges Placement System placement, Government Sponsored, other sponsoring entities and the self-sponsored students. This is a rise in number from 509 students.

The college currently has eight departments and offers technical training as per the TVET Act of 2013. The eight departments are;

- a) Building and Civil Engineering Department.
- b) Computing and Informatics Department.
- c) Business Studies and Entrepreneurship Department.
- d) Liberal Studies Department.
- e) Agriculture and Environmental Studies Department.
- f) Mechanical and Automotive Engineering Department.
- g) Electrical and Electronics Engineering Department.
- h) Fashion Design and Cosmetology Department.

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The Board and Management are working closely with other stakeholders in the Community and the County Government to explore small innovative courses that will provide the needed skills and act revenue sources for the college.

The college has had additional PSC staff from 12 staff to now 23 staff members. The college has 2 Deputy Principals Academics and Administration. This is a plus to the college because the wage bill is now going down and more experienced staff is coming in with more experience ensuring that the students receive adequate training and are prepared well for the final examinations. The Board of Governors appreciates both teaching and non-teaching staff for their commitment and dedication to the success of the College.

The College is still in its early stages of development and as such, still facing challenges of scarcity of both financial and human resource personnel. Most of the financial resources still go to payment of salaries. Delays in payment of capitation funds are impacting heavily on service delivery and it is the prayer of the Board that capitation disbursement is done promptly. Other facilities such as water and Hostels remain a challenge. The Hostels are particularly an area of priority given that the College is already admitting students from all over the Country through Kenya Universities and Colleges Central Placement Service (KUCCPS).

We have however reached out to stakeholders and community for support and partnership in meeting these needs. We hope that these discussions will bear fruit and that some of the needs will be met.

The Board appreciates the County Government of Uasin-Gishu for choosing the College to host the Madaraka Day celebration. This acts as a marketing strategy to open up to the community and the County at large.

I wish to also appreciate the Constituency Development Fund (CDF) office for the partial sponsorship of students from the constituency courtesy of the area member of parliament.

I wish to finally request the Ministry to consider maintaining the current PSC trainers at the College to enable continuous transition in the college and training. As the number grows the college will appreciate more trainers joining in to accommodate and support the workloads.

Thank you



Ngetich K. David
BOG Chairperson

6. Report of the Chief/Senior Principal

Turbo Technical and Vocational College opened its door to students in October 2020. The College was mentored by Rift Valley Technical Training Institute - Eldoret.

The institution is managed by a Board of Governors appointed by the Cabinet Secretary Ministry of Education.

We have a training staff of 31 trainers 23 of whom are from Public Service Commission while 8 are BOG employed. The college also has a support staff of 7 with a student's population of 509. The college appreciates the National Government Constituency Development Fund (NG-CDF) Turbo constituency which has been sponsoring some of our trainees through allocation of bursaries, and looks up to more of the funding for the trainees.

Turbo Technical and Vocational College offers a range of courses from Artisan, Craft to Diploma levels for KNEC examined programs. We also have courses from Level 3 to Level 6 for TVET CDACC assessed programs. The courses are TEP, Modular or CBET and the duration is specified in the respective curricula for each program on offer.

With the latest directive from the State Department for Technical, Vocational Education and Training, KNEC Examined programs are slowly being phased out as TVET CDACC assessed programs take center stage through CBET training as we prepare to absorb the CBC graduates from the basic level of training.

The academic journey in Turbo TVC is structured through Eight Departments namely;

- a) Building and Civil Engineering Department.
- b) Computing and Informatics Department.
- c) Business Studies and Entrepreneurship Department.
- d) Liberal Studies Department.
- e) Agriculture and Environmental Studies Department.
- f) Mechanical and Automotive Engineering Department.
- g) Electrical and Electronics Engineering Department.
- h) Fashion Design and Cosmetology Department.

We were privileged to be among the first colleges to receive 100 Virtual Desktop Infrastructure (VDI) from the ICT Authority for the Jitume Program.

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To improve on our service delivery efficiency, we have put in place an ERP system which is being hosted by Optimum Computer Systems. This System has five functional modules used in running institutional functions and storing the college data. One more module is yet to be operational due to insufficient capacity of our current server.

The six modules are;

- a) Student Management/Admissions
- b) Students Academics
- c) Finance and Accounts Management
- d) Procurement and stores Management
- e) Human Resource and Payroll Management
- F) Student Portal

Currently we are engaging the National Government -Constituency Development Fund for Turbo Constituency to support us on the following projects:

1. Students' sponsorship of at least 100 students.
2. External toilets
3. Power house
4. Gate house
5. Security House

We are also engaging the County Government of Uasin- Gishu to support us in the following projects:

1. Bore hole drilling
2. Elevated steel tank
3. Submersible pump

We have been using the Facebook page, our website and WhatsApp to advertise the college to potential trainees and stakeholders across the country about the courses we offer,

day to day activities and public happenings in the institution. Other initiatives to market the college include door to door campaign, Chiefs' barazas, and Market camps.

To align to the CBET training, we applied for 32 CBET courses to be registered and we appreciated the Technical, vocational Education and Training Authority (TVETA) for approving 29 of the courses to be launched at the college at a capacity of 20 trainees per

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course. We are affiliated with Kenya Association of Technical Training Institutes and registered with KENYA UNIVERSITIES AND COLLEGES CENTRAL PLACEMENT SERVICE (KUCCPS).

Our students have benefited from the new funding model through the Higher Education Funding (HEF) under different bands as categorized by the Means Testing Instrument (MTI). During this financial year, we were identified by the Governor for Uasin Gishu County as an institution to host the Madaraka Day Celebration which was conducted successfully.

Some of the challenges we have experienced include:

- Inadequate funding and delay of disbursement of Higher Education Loans Board and Capitation funds.
- Insufficient funds to advertise and market the institution.
- Lack of hostels to accommodate the students from far.
- Insufficient funds to recruit and adequately remunerate requisite support and teaching staff.
- Inadequate number of trainers with pedagogical competency
- Mismatch between training offered and the actual skills demands of industry
- Limited customized teaching and learning materials;
- Limited industry participation and inadequate research support services

Despite all the above and many more, we have developed a five year Strategic Plan spanning from 2023-2028 to define the strategic direction for the college to serve the Kenyan Youths and make Turbo Technical and Vocational College the institution of choice.



Sted Bonface

Principal / Secretary BOG.

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7. Statement of Performance against Predetermined Objectives

TTVC has 12 strategic pillars /issues/ themes and objectives within current Strategic Plan for the FY 24- FY 25. These strategic pillars are as follows:

1. Competent Graduates
2. Facilities and Infrastructure Development
3. Trainees Welfare
4. Research and Innovation
5. Institutional Capacity
6. Governance
7. ICT integration
8. Resource Mobilization
9. Curriculum Implementation and Development
10. Human Resource Development
11. Enrolment and tracer studies
12. Linkages, partnership and Networking

TTVC develops its annual work plans based on the above 12 pillars. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The college achieved its performance targets set for the FY 2024/25 period for its 12 strategic pillars, as indicated in the diagram below:

Strategic Pillar	Objective	Key Performance Indicators	Activities	Achievements
1. Competent Graduates	<ul style="list-style-type: none"> •To produce competent graduates •To implement programs that is market driven. 	-Additional marketable courses at Turbo TVC	<ul style="list-style-type: none"> - Marketing - Questionnaires 	<ul style="list-style-type: none"> - 32 approved more CDACC courses added to the previous 15 approved KNEC courses - Increase in trainee's intake from 310 the year 2023 to 509 trainees June 2024

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Facilities and infrastructure Development	To provide adequate infrastructure to support expanded mandate of TTVC	<ul style="list-style-type: none"> - Investing in learning facilities and infrastructure by fully implementing what is outlined in the Master plan - Acquiring modern equipment that will enhance effective and efficient delivery of programs/ courses. 	<ul style="list-style-type: none"> - Jitume Training - No. of Practical lessons for Hair dressing and Electrical departments. 	<ul style="list-style-type: none"> Leveling of the games ground 2 Workshop shelter constructed 1 Abolition block Jitume Lab equipped to accommodate 100 persons.
- Trainees Welfare	- To enhance student welfare	<ul style="list-style-type: none"> - Collaborating with the community to provide hostels - Provision of recreation facilities. - Availing guidance and counseling services. - Establish Career guidance office 	<ul style="list-style-type: none"> - No. of hostels constructed - No. of students being accommodated by the tenants - No. of students changing their morals values. 	<ul style="list-style-type: none"> More than 6 hostels to the additional 3 hostels have been constructed by the community A counselling office has been established
Research and Innovation	- To undertake research that will deepen knowledge and stimulate innovation	<ul style="list-style-type: none"> - Strengthen its capacity for research. - Carry out various researches and innovations informed by the needs of the industry 	<ul style="list-style-type: none"> - Attendance list of the trade fair in the college - Attendance list of the students presenting the innovations in the trade fairs. 	<ul style="list-style-type: none"> Held 1 Trade fair in the college Participated in 3 innovation trade fairs
Institutional Capacity	- To achieve quality service deliver	- Initiate management information systems and	<ul style="list-style-type: none"> - No. of advertised positions - No. of newly 	<ul style="list-style-type: none"> 2 Recruitment of staff both PSC

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	<ul style="list-style-type: none"> - To attract and retain skilled, motivated and productive staff 	<ul style="list-style-type: none"> quality assurance - Recruit, select and retain adequate human resource with the right skills and competencies. - Implement initiatives for motivating staff such as attractive terms and condition of service. - Capacity building and provision of adequate tools and equipment. 	<ul style="list-style-type: none"> employed staff - Attendance list of the MIS launching in place. 	<ul style="list-style-type: none"> and BOG has been achieved 5 module system has been put in place to assist the staff delivery services
Governance	<ul style="list-style-type: none"> - To maintain and continually improve principles of good governance 	<ul style="list-style-type: none"> - Establish clear governance structures - Establish organizational structure to make it responsive to the emerging trends - Develop job descriptions and job specifications - Conduct job evaluations - Make appointments and promotion of staff on merit - Fully adhere to the provisions of relevant Acts, 	<ul style="list-style-type: none"> - No. of appointment letters - No. of job evaluations for the FY 	<ul style="list-style-type: none"> Achieved more than 20 new appointment trainers and BOG staff 15 BOG staff were evaluated. A clear Turbo TVC organizational structure in place.

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		<p>regulations and guidelines</p> <ul style="list-style-type: none"> - Engage in effective risk management. 		
ICT integration	<ul style="list-style-type: none"> - To integrate ICT in management and teaching-learning 	<ul style="list-style-type: none"> - Initiate and operationalize ICT infrastructure <ul style="list-style-type: none"> • Install a CCTV network • Expand internet bandwidth based on usage and demand - Expand Wi-Fi coverage to the entire institute compound. - Acquisition and installation of requisite software and equipment for the Virtual learning center Strategy - Establish MIS to capture all administrative functions within plan period - Implement recommendations of ICT audit and ICT policies, regulations and procedures 	<ul style="list-style-type: none"> - Present ICT policy document - MIS system in place - No. of cameras supporting the CCTV surveillance - The size of speed and coverage area of the expanded internet 	<p>ICT policy in place (Draft I)</p> <p>Optimum MIS in place</p> <p>Installed CCTV with 7 cameras</p> <p>Expanded and a reliable internet network to accommodate the students</p>

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Resource Mobilization	<ul style="list-style-type: none"> - To identify, secure and manage financial resources efficiently and effectively 	<ul style="list-style-type: none"> - Lobby constituency and national and county governments for additional funds. - Initiate and operationalize income generating activities - Lobby for funding from international donors, partners and industry. - Managing financial resources prudently - Comply with government PFM acts and treasury circulars - Comply with government procurement regulations - Conduct impact audits on expenditure - To streamline the purchasing and procurement system - Prioritizing and allocation of financial resources. 	<ul style="list-style-type: none"> - Total amount funds received from funding organizations - Procurement plan documentation in place - Audit policy documentation in place 	<p>Planted 12 acres of maize plantations to feed the students. 100 students being funded by the CDF through the MPS office</p>
Curriculum Implementation	<ul style="list-style-type: none"> - To implement and design 	<ul style="list-style-type: none"> - Implement approved course syllabi 	<ul style="list-style-type: none"> - No. of approved course syllabi in the college 	<p>29 additional CDACC</p>

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and Development	market oriented and demand-driven programmes	<ul style="list-style-type: none"> - Obtain accreditation and licensing from relevant legal and regulatory bodies - Promote flexible and blended learning - To design and implement competency-based courses (CBET) - Operationalizing partnership with the industry in the implementation of the curriculum. 	- Total no. of accredited courses	courses approved
Human Resource Development	<ul style="list-style-type: none"> - To attract and retain competent Staff - To provide an enabling environment for teaching and nonteaching staff to develop themselves 	<ul style="list-style-type: none"> - Carry out capacity building - Establish a performance reward system - Review terms and conditions of service. - Appraise staff annually 	<ul style="list-style-type: none"> - No. of capacity building trainings held - NO. of reviewed positions - No. of staff appraised 	12 BOG staff appraised 1 benchmarking to The Eldoret Polytechnic
Enrolment and tracer studies	- To optimize student enrolment.	<ul style="list-style-type: none"> - Monitor the optimum capacity per course - Carry out continuous marketing for brand recognition. 	<ul style="list-style-type: none"> - Percentage increase in student intake - No of marketing events - Increase in the HELB loan funding 	Placing the HELB icon on the college website Increase of student intake from 310

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		<ul style="list-style-type: none"> - Sensitize trainees on HELB loans and other avenues of financing - Conducting guidance and counselling on a continuous basis 		<p>to 509 trainees Increase of marketing events from 10 to 25 marketing events</p>
Linkages partnerships and Networking	<ul style="list-style-type: none"> - To Strengthen and enlarge linkages with strategic partners nationally and internationally - To improve TTVC online presence 	<ul style="list-style-type: none"> - Engage MIS and ICT departments - Engage customer care office - Establish linkages partnerships and liaising with industrial organizations to explore ways of putting into use technologies or innovations that have been developed and attachments 	<ul style="list-style-type: none"> - No. of students gone for attachment - No. of MOUs established with Turbo TVC 	<p>3 firms have established MOUs with Turbo TVC More than 50 trainees gone for attachment.</p>

5. Corporate Governance Statement

Turbo TVC has a Board Charter in existence (Draft 1) which is still under review. The BOG charter clearly defines the roles, responsibilities and functions of the Board in guidance with Mwongozo (January 2015) the code of Governance for state corporations.

Board of Governance is the body that jointly oversees the activities of Turbo TVC. For the Fy2024-2025 the Board members comprise of eight members 2 females and 6 males. Turbo TVC Board Members have been appointed by the Cabinet Secretary Ministry of Education after a consultation from strategic partners and individuals who have shared the same values, commitments and have a good interest and ready to work with Turbo TVC.

The Board have gone through the recruitment by head hunting, recommendations by Turbo TVC management, staff and the previous Board members recommendations and evaluations. Interviews have been conducted and consensus reached before appointments.

The roles of the BOG to sample but a few are not limited to

- Overseeing the conduct of Education and Training at Turbo TVC in accordance with the provisions of the TVET Act and any other written law.
- Administer and manage the property of the institution.
- Develop and implement TURBO TVC Strategic plan.
- Receiving, on behalf of the institution fees, grants, subscriptions, donations, bequests or other monies.
- Prepare annual estimated of revenue and expenditure for the institution and incurring expenditure on behalf of Turbo TVC.
- Providing a good welfare to both the students and the staff of Turbo Tvc.
- Determining suitable terms and conditions of service for support staff and trainers and remunerating the staff in consultation with the relevant Authority.

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- Discharging all other functions conferred upon by this Act or any other written law.

Turbo TVC has maintained a register of Conflict of Interest in compliance with TVET Act of 2013 second schedule article 15. Turbo TVC BOG members did not have any conflict of interest in the minutes of the meetings held for the FY 2024-2025

Turbo TVC BOG members meet at least on a quarterly period and Turbo TVC have so far had 6 full BOG meeting, 2 special BOG meetings, 3 Finance Committee Meetings, 2 Education Committee Meetings and 1 Audit Committee meeting. The attendance to these meetings has been 99% attendance by the BOG members in the specified Financial Year 2024-2025

2020- 2024 Turbo TVC BOG members received induction and training on the necessary Board practices and procedures, while the new BOG members for the FY2023-2026 were inducted and trained on 16th -18th October 2024.

Board members of Turbo TVC have a formal and transparent remuneration policy which is linked to performance and remunerate the BOG members fairly, ethically and responsibly. The remuneration includes attendance allowances in all the meetings both committee and the full board meetings.

With the succession plan Turbo TVC BOG members has a well laid out phase of transition through the Ministry of Education Cabinet Secretary office, where a member is given an opportune period of 3years that is equal to one term and can be reappointed back for only an extra term not exceeding a cumulative term not exceeding six years.

Turbo TVC is yet to get a member regulated by the Institute of Certified Public Secretaries of Kenya (ICPSK) and accredited to receive a governance audit.

Code of Ethics and conduct, conflict of interest and whistle blowing of Turbo TVC are yet to be published on the website. At the moment Turbo TVC is adhering in tackling any unethical behaviour that may arise in the organization.

6. Management Discussion and Analysis

Turbo Technical operational and financial performance

Turbo technical in collaboration with other levels of government have thrived to ensure that implementation of government policies and objectives are adhered to and that overall performance is enhanced using the available resources. The financial statements indicating strongly on tuition expenses leading, this clear indicator on training which is the main objective of Turbo Technical.

Turbo Technical and Vocational College's compliance with statutory requirements

Turbo TVC is fully compliant with all statutory requirements in terms of deductions to respective government entities e.g., NHIF, KRA and NSSF

Key projects and investment decisions Turbo Technical is planning/implementing.

Currently Turbo Tvc is running a project known as jitume which was initiated by H.E The President to help youths and elder earn income through online jobs. The first training was successful, and the turnout was excellent. Pegged on the core mandate this project has become a turn around since many students have joined an enrolled in various causes majority being on ICT department. This will enable Turbo Tvc execute its core mandate by providing technical education to students. The institution used internal resources in developing laboratories in term of networking and the government through the ministry of ICT donated 100 computers. This project will be sustainable in the long run given support from the national and county governments

Major risks facing Turbo Technical

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Major risks that may likely befall Turbo Technical and vocational college is mainly competition from other upcoming TVC'S and TTI'S with more resources and marketable courses and enough resources in terms of financial muscle and human resources.

Material arrears in statutory/financial obligations

Turbo Technical since inception has had a lot of debts due to low students turn out and lack of capitation which has since caused budgetary constraints. This has a major risk, and the management is sourcing for funds from the central government and other development partners to curb this threat.

7. Environmental and Sustainability Reporting Statement

Sustainability strategy and profile

Environmental performance

The institution has developed the Environmental Policy basing it on the National Environmental Policy 2013.

Turbo TVC has an environmental officer who is in charge of the policy and a committee has been put in place to govern the department according to the Strategic plan of the college. Paper usage is being controlled during printing and at a very minimal usage. Solar bulbs have been procured to minimize the electric usage.

The college has partnered with WEEE

Employee welfare

Turbo TVC has a staff welfare policy outlined in TTVC Human Resource Policy and Procedure Manual.

The manual highlights clearly the Workmen compensation with the Work Injury Benefit Act (2007)

The staffs of Turbo TVC are liable to monthly deductions towards SHIF to cater for their medical expenses.

Long service award is also encouraged and staffs who have worked for more than 10 years are recommended for long service awards.

HIV /AIDS Policy are well laid out and the college doesn't discriminate against HIV positive employees.

Sexual harassment through verbal, Non-verbal and physical have a clear follow-up and investigation process is outlined very well in the manual.

In special cases where there are issues with counselling rehabilitation issues, a programme has been put in place to support those staff with various problems e.g absenteeism, drug abuse and alcoholism.

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The hiring process is stipulated very well in manual a vacancy has to exist or be part of the human resources requirement determined by the college based on the approved Turbo TVC organization structure. This is through an internal or external advertisement.

The candidates will undergo a shortlisting process, interview and an engagement of the successful applicants is finalised with a letter of appointment showing clearly the employee job title, engagement date, salary and other related matters pertaining the terms and conditions of service.

Market place practices-

Turbo TVC has its efforts to have the following put into place:

a) Responsible competition practice.

Turbo TVC has maintained fair and responsible competition by having FREE CORRUPT pinned notices at the entrance of the college.

During tendering procedures fairness has been maintained by following the Procurement Plan regulation through the PPRA manual.

b) Responsible Supply chain and supplier relations-

In the daily business running of the institution, the college has maintained a clear creditors list and is being executed responsibly by them being paid according to the availability of funds.

c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices.

The college has a wide plan in the marketing department. We have a marketing officer who is in charge of the marketing plan. Marketing is being done within the neighboring counties, sub counties and even through the online platforms I.e. Facebook and the college website which has greatly impacted in the status of the students increase in numbers.

d) Product stewardship- outline efforts to safeguard consumer rights and interests.

Prior to the beginning of each of the financial year each Turbo TVC departments prepared work plans based on the approved Strategic plan of that period. Objectives and the performance targets of the department are documented and maintained in the individual personal files.

All staffs are encouraged to undertake training on prioritized training projections.

Corporate Social Responsibility / Community Engagements

Turbo TVC has engaged in friendly matches with the community. The trainees and the trainers have interacted in different ball games. This has gone far in marketing and social interactions in having a harmonious working environment.

Turbo TVC has engaged with Ministry of Forestry in planting over 3,000 trees to support the Government initiative.

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An agricultural trade exhibition at the college grounds under the support program Hand in Hand Eastern Africa was realized in the financial year. This allowed the community to come and experience and learn more on value chain agricultural products.

Jitume program has been running in the college which allows the villagers or the community to come learn and earn money through the online platforms. Training's have been running and the community has been part of the training.

As part of cleaning the Environment the Agricultural department has maintained environmental plan in maintain the nearby markets, Dispensaries and schools, churches clean.

8. Report of the Council/Board of Governors

The Council/Board members submit their report together with the audited financial statements for the year ended June 30, 2024, which show the state of Turbo Technical and Vocational College's affairs.

Principal activities

The principal activities of Turbo TVC are

- i) To attract and retain competent Staff
- ii) To achieve a quality service delivery
- iii) To present candidates for CDACC and KNEC examinations in March/April, July/August 2024, 2025 series.
- iv) PSC teaching staff increased from Five (5) to the current-twenty-three (23) which has reduced the wage bill.
- v) Received donation from area MP of a used saloon car and two more used vans from MTRH for training purposes.
- vi) Constructed of 2 workshops for training purposes
- vii) Additional 3000 trees have so far been planted around the college compound
- viii) Debt settlements have been done in terms of aging
- ix) Secured Full Scholarships from Toyota Kenya for six (6) trainees yearly.

Results

The results of Turbo Technical and Vocational College for the year ended June 30 are set out on page (I) to 30

Council/Board of Governors

The members of the Board who served during the year 2024 -2025 are shown on page vii,vii,ix, x, xi. During the year no BOG member retired nor resigned and 4 (four) new members were appointed on 11th June 2024 to date.

Auditors

The Auditor General is responsible for the statutory audit of Turbo Technical and Vocational College in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015.

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

By Order of the Board

.....
Secretary of the Board/Council



Date: 27/10/25

9. Statement of Board of Governors/ Council's Responsibilities

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

The Council members are responsible for the preparation and presentation of Turbo Technical and Vocational College's financial statements, which give a true and fair view of the state of affairs of Turbo Technical and Vocational College for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period, (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of Turbo Technical and Vocational College, (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 Turbo Technical and Vocational College, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Council members accept responsibility for Turbo Technical and Vocational College's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act of 2012 and (*the State Corporations Act, and the TVET Act*) -. The council members are of the opinion that Turbo Technical and Vocational College's financial statements give a true and fair view of the state of *Turbo Technical and Vocational College's* transactions during the financial year ended June 30, 2025, and of Turbo Technical and Vocational College's financial position as at that date. The Council members further confirm the completeness of the accounting records maintained for Turbo Technical and Vocational College, which have been relied upon in the preparation of Turbo Technical and Vocational College's financial statements as well as the adequacy of the systems of internal financial control.

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In preparing the financial statements, the principal has assessed Turbo Technical and Vocational College's ability to continue as a going concern. Nothing has come to the attention of the Council members to indicate that Turbo Technical and Vocational College 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 Turbo TVC financial statements were approved by the Board on 27th OCTOBER 2025 and signed on its behalf by:



Name **DAVID NGETICH**
Chairperson of the Board/Council



Name **SINDI BONFACE**
Accounting Officer/Principal

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON TURBO 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 determines that the financial statements are materially misstated and are not fairly presented in accordance with the applicable financial reporting framework. The Report on the 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 Turbo Technical and Vocational College set out on pages 1 to 30, which comprise of the statement of financial position as

Report of the Auditor-General on Turbo Technical and Vocational College for the year ended 30 June, 2025

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 Turbo 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 the Public Finance Management Act, 2012 and comply with Technical and Vocational Education and Training Act, 2013.

Basis for Qualified Opinion

1. Undisclosed Assets

The statement of financial position reflects property, plant, and equipment balance of Kshs.107,892,139 as disclosed in Note 16 to the financial statements. However, the balance does not include two (2) ambulances received from Moi Teaching and Referral Hospital (MTRH) and a Mitsubishi Pajero donated by a Member of the National Assembly. These vehicles had no corresponding logbooks or transfer of ownership documents and had not been valued to obtain the cost or fair value of the assets for recognition in the property, plant and equipment. Similarly, the entity had received one hundred (100) virtual desktops infrastructure from Konza Technopolis Authority (KONZA) without any transfer documents.

In the circumstances, the accuracy and completeness of the property, plant and equipment balance of Kshs.107,892,139 could not be confirmed.

2. Long Outstanding Receivables from Exchange Transactions

The statement of financial position reflects current portion of receivables from exchange transactions balance of Kshs.43,788,759 as disclosed in Note 14(a) to the financial statements. However, review of the debtors ageing analysis revealed that Kshs.6,926,673 had remained outstanding for more than one year, while the receivables balance increased significantly by Kshs.24,801,660 from Kshs.16,394,384 in 2023/2024 to Kshs.43,788,759 in 2024/2025 without evidence of effective recovery measures. In addition, the entity lacked a Debt Management Policy. Further, Management did not provide detailed reconciliations showing movements of additions, recoveries, and payments, undermining the reliability of the reported receivables balance.

In the circumstances, the recoverability, accuracy and completeness of current receivables from exchange transactions balance of Kshs.43,788,759 could not be confirmed.

3. Long Outstanding Trade and Other Payables

The statement of financial position reflects trade and other payables from exchange transactions balance of Kshs.4,120,000 as disclosed in Note 18 to the financial statements. However, review of records revealed that the pending bills had been outstanding for more than one (1) year raising doubt on their settlement.

In the circumstances, the accuracy of the trade and other payables balance of Kshs.4,120,000 could not be confirmed.

4. Unsupported Property, Plant and Equipment

As reported in the previous year, statement of financial position reflects property, plant and equipment net book balance of Kshs.107,892,139 as disclosed in Note 16 to the financial statements. However, included in Kshs.60,000,000 is land balance which was not supported by a valuation report. Further, the College did not have ownership documents such as land's title deed and motor vehicle log books.

In the circumstances, the accuracy and completeness of the property, plant and equipment balance of Kshs.107,892,139 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Turbo 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 final receipts and actual on comparable basis of Kshs.34,646,828 and Kshs.14,705,183 resulting to under funding of Kshs.19,941,645 or 58% of the budget. Similarly, the College spent Kshs.20,768,617 against actual receipts of Kshs.14,705,183 resulting to an over expenditure of the Kshs.6,063,434 or 41% of the budget.

The under-funding and under expenditure may have negatively affected the implementation of the College's programmes and 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 were no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Audit Matters

In the audit report of the previous year, several paragraphs were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in the Use of Public Resources and Report on the Effectiveness in Internal Controls, Risk Management and Governance. However, no report or recommendations from the Management of the College and oversight bodies were submitted for audit verification. Therefore, the issues remain unresolved contrary to Section 149(2)(l) of the Public Finance Management Act, 2012 which require Accounting Officers designated for County Government entities to try to resolve any issues resulting from an audit that remain outstanding. **See Appendix I.**

Other Information

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

In connection with my audit on the Turbo 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. Non-Compliance with the Law on Ethnic Balance

Review of Human Resource Records revealed that the College had a workforce of thirty-six (36) staff, out of whom twenty-seven (27) or 75%, were from the dominant ethnic community. Similarly, the Key Management Team of had four (4) members out of which three (3) were drawn from the dominant ethnic community. This was contrary to Section 7(2) of the National Cohesion and Integration Act, 2008, which stipulates that no public establishment shall have more than one-third of its staff from the dominant ethnic community. In addition, gender imbalance was observed as all members of the Management Team were male contrary to Section B.5(1) of the Human Resource Policies and Procedures Manual for the Public Service, 2016, which requires equal and adequate opportunities for both genders.

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

2. Inadequate Infrastructure, Support Amenities and Auxiliary Services

Review of records revealed that the principle mandate of the College was to train human resources with relevant technical knowledge, skills, and practical application. The College commenced its operations in the month of October, 2020 and at the time of audit the College had an estimated enrolment of one thousand (1,000) trainees. Inspection of information provided revealed that the College lacked adequate infrastructure, support amenities, and auxiliary services including hostels, water resources, training facilities, equipment, and machines. Further, it was noted that the existing shallow borehole served as the College's primary water source however it dried up during the dry season, constraining water supply.

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

3. Failure to Hold the Required Statutory Board Meetings

Review of documents revealed that the College Board and its Committees did not hold the expected number of meetings during the financial year under review, as summarized below:

Details	Expected Meeting	Actual Meeting
Audit and Risk Committee	4	2
Education Research and training Committee	4	2
Finance and Infrastructure committee	4	3

This indicates that the Board and its Committees did not fully comply with the minimum expected meeting requirements.

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

4. Lack of Training Needs Assessment

The statement of financial performance reflects use of goods and services amount of Kshs.13,661,885 as disclosed in Note 8 to the financial statements. Included in the amount is Kshs.1,040,813 in respect to training expenses. Review of documents provided revealed that the College did not conduct a training needs assessment. This was contrary to Section H.3 (1) of the Human Resource Policies and Procedures Manual for the Public Service, 2016 which states that training needs assessment is an audit that generates and provides information to assess the inadequacy of knowledge and skills which inhibits an organization from attaining its objectives. Training in the Public Service shall be based on Training needs assessment which shall be conducted after every three (3) years in each State Department.

In the circumstances Management was in breach of the law.

5. Non-Compliance with Technical and Vocational Education Training Accreditation

Review of staff and student records revealed that the Institution had thirty-one (31) trainers, twenty-three (23) employed by the Public Service Commission and eight (8) employed by the Board of Governors against an enrolment of 509 students. This results in a trainer-to-student ratio of approximately 1:16 overall, but on apportionment to programme type and subject allocation, several trainers were noted to handle class sizes exceeding the stipulated limits of 25 for practical and 30 for theory classes. This contravenes the requirements of the TVET Accreditation Handbook, 2023.

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

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. Weak Information Communication Technology (ICT) Infrastructure

Review of ICT internal controls revealed that the College did not have IT Backup System. Inspection of the server room revealed that; there were no biometric access controls to restrict entry to authorized personnel, there was lack of video surveillance to monitor and record access to the server room and there were no fire extinguishers to mitigate fire-related risks. A physical inspection revealed that computers had outdated antivirus and the Biometric Access System installed were not working.

In the circumstances, the effectiveness of the internal controls on ICT management could not be confirmed.

2. Lack of an Approved Annual Recruitment Plan

During the year under review, the College did not have an approved annual recruitment plan, therefore, it was not possible to confirm whether the College was operating within optimal staffing level required to deliver on its mandate. In addition, no evidence was provided to confirm that budgetary availability was considered prior to the recruitments.

In the circumstances, the effectiveness of the internal controls on staff management could not be confirmed.

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

28 November, 2025

Appendix I: Unresolved Prior Year Matters

No	Financial Year	Audit Matter
		Report on the Financial Statements
1	2023 - 2024	Inaccuracies in Receivables from Exchange Transactions
2	2023 - 2024	Unsupported Property, Plant and Equipment
		Emphasis of Matter
4	2023 - 2024	Budgetary Control and Performance
		Lawfulness and Effectiveness in the use of Public Resources
5	2023 - 2024	Non-Compliance with the Law on Ethnic Composition of Staff
		Effectiveness of Internal Controls, Risk Management and Governance
6	2023 - 2024	Lack of Human Resource Policies

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9. Statement of Financial Performance for the Year Ended 30 June 2025

	Notes	2024- 2025	2023-2024
		Kshs	Kshs
Revenue from Non-Exchange transactions			
Transfers from other National Government entities	5	12,048,110	7,165,497
		12,048,110	7,165,467
Revenue from Exchange transactions			
Rendering of services- fees from students	6	35,679,540	7,631,182
Sale of goods	7	123,000	84,000
Revenue from Exchange transactions		35,802,540	7,715,182
Total Revenue		47,850,650	14,880,679
Expenses			
Use of goods and services	8	13,661,885	16,722,339
Employee costs	9	3,343,398	4,124,346
Board /Council Expenses	10	1,324,808	615,000
Depreciation and amortization expense	11	1,410,003	1,258,516
Repairs and maintenance	12	468,523	684,552
Total Expenses		20,208,617	23,404,753
Net surplus/(deficit) for the year		27,642,033	(8,524,074)

(The notes set out on pages 6 to 30 form an integral part of the Annual Financial Statements).

The Financial Statements set out on pages 1 to 5 were signed by:



Chairman of Council/Board

DAVID.K. NG'ETICH

Date; 27th OCTOBER 2025



Principal

STEDLL. BONFACE

Date; 27th OCTOBER 2025



Finance Officer

ICPAK No:26731

Date;27th OCTOBER 2025

Turbo Technical and Vocational College
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10. Statement of Financial Position as at 30 June 2025

Description	Notes	2024- 2025	2023-2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	13	42,139	575,570
Current portion of receivables from exchange transactions	14a	43,788,759	16,394,384
Inventories	15	2,189,936	964,835
Total Current Assets		46,020,834	17,934,789
Non-Current Assets			
Property, plant, and equipment	16	107,892,139.09	109,302,142
Intangible assets	17	1,560,000	1,950,000
Total Non-Current Assets		109,452,139	111,252,142
Total Assets (A)		155,472,973	129,186,930
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	18	4,120,000	5,475,991
Total Current Liabilities		4,120,000	5,475,991
Total Liabilities (B)		4,120,000	5,475,991
Net Assets (A-B)		151,352,973	123,710,939
Represented By:			
Accumulated Surplus		26,311,138	(1,330,895)
Capital Fund		125,041,835	125,041,835
Net Assets		155,472,973	123,710,940


The Financial Statements set out on pages 1 to 5 were signed by:



Chairman of Council/Board

DAVID.K. NG'ETICH

Date; 27th OCTOBER 2025



Principal

STEDLL. BONFACE

Date; 27th OCTOBER 2025



Finance Officer

ICPAK No:26731

Date;27th OCTOBER 2025

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11. Statement of Changes in Net Asset for the Year Ended 30 June 2025

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
At July 1, 2023 (previous year)	-	7,193,179	115,307,825	122,501,004
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	(8,524,074)	-	(8,524,074)
Capital grants received during the year	-	-	1,550,823	1,550,823
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	8,183,187	8,183,187
At June 30, 2024	-	(1,330,895)	125,041,835	123,710,940
At July 1, 2024 (current year)	-	(1,330,895)	125,041,835	123,710,940
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	27,642,032.75	-	27,642,032.75
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	-	-
At June 30, 2025	-	26,311,138	125,041,835	151,352,972.75

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12. Statement of Cash Flows for the Year Ended 30 June 2025

Description	Note	2024- 2025	2023-2024
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other National Government entities		3,808,965	7,165,497
Rendering of services- fees from students		10,773,218	11,179,438
Sale of goods		123,000	84,000
Total Receipts		14,705,183	18,428,935
Payments			
Use of goods and services		10,101,885	13,226,454
Employee costs		3,343,398	4,121,346
Board /Council Expenses		1,324,808	615,000
Repairs and maintenance		468,523	684,552
Total Payments		15,238,914	18,650,352
Net Cash Flows from operating activities		(533,431.25)	(221,417)
Cash flows from investing activities			
Net cash flows used in investing activities		-	(220,000)
Cash flows from financing activities			
Net cash flows used in financing activities		-	-
Net Increase/(Decrease) in Cash and Cash equivalents		533,431.25	(441,417)
Cash and Cash equivalents at 1 JULY	26	575,570.15	1,016,987
Cash and Cash equivalents at 30 JUNE	13	42,138.90	575,570

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

1. Statement of Comparison of Budget and Actual Amounts for Period Ended 30th June 2025 Description	Original	Adjustments	Final Annual Budget	Actual on a comparable basis	Budget utilization difference	% of
	annual Budget					Utilization
	A	B	C=(a+b)	D	E=c-d	F=d/c
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Transfers from National Government entities	4,640,000	-	4,640,000	3,808,965	831,035	82%
Rendering of services- Fees from students	30,006,828	-	30,006,828	10,773,218	19,233,610	36%
Sale of goods	-	-	-	123,000	-	100%
Total Revenue	34,646,828	-	34,646,828	14,705,183	19,941,645	42%
Expenditure						
Use of goods and services	19,492,066	-	19,492,066	10,101,885	9,390,181	52%
Employee costs	4,356,000	-	4,356,000	3,343,398	1,012,602	77%
Remuneration of directors	1,860,000	-	1,860,000	1,324,808	535,192	71%
Repairs and maintenance	2,894,386	-	2,894,386	468,523	2,425,863	16%
Depreciation	-	-	-	1,410,003	1,410,003	-
creditors	4,094,376	-	4,094,376	-	(25624)	101%
Total Recurrent Expenses	32,696,828	-	32,696,828	20,768,617	11,928,211	64%

Budget notes

The differences between the actual budget and the budgeted amounts varied in all items due to budget deficit. The deficit is due to lack of funding from the National Government. There were no changes between the original budget and the final budget.

14. Notes to the Financial Statements

1. **General Information**

Turbo Technical and Vocational College Turbo Technical and Vocational College is established by and derives its authority and accountability from TVET Act of 2013. The Turbo Technical and Vocational College is wholly owned by the Government of Kenya and is domiciled in Kenya. The Turbo Technical and Vocational College's 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, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgment in the process of applying the *Turbo Technical and Vocational College's* accounting policies. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the *Turbo Technical and Vocational College*. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, the TVET Act, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. **Adoption of New and Revised Standards**

(When an IPSAS becomes effective on 1st January 2025, it is applicable in Kenya from 1st July 2025)

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.

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	Applicable 1st January 2025 The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cash flows of Turbo Technical and Vocational College. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	Applicable 1st January 2025 The Standard requires. Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.
IPSAS 45: Property Plant and Equipment	Applicable 1st January 2025 The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45. heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.
IPSAS 46: Measurement	Applicable 1st January 2025 The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.

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	The standard also introduces a public sector specific measurement bases called the current operational value.
IPSAS 47: Revenue	<i>Applicable 1st January 2026</i> This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an Turbo Technical and Vocational 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.
IPSAS 48: Transfer Expenses	<i>Applicable 1st January 2026</i> The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.
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.
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 Turbo Technical and Vocational College'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.

iii. Early adoption of standards

The Turbo Technical and Vocational College did not early – adopt any new or amended standards in the financial year

Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the Turbo Technical and Vocational College and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that have been acquired using such funds.

ii) Revenue from exchange transactions

Rendering of services

The Turbo Technical and Vocational College 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 Turbo Technical and Vocational College.

Interest income

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

Rental income

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

b) Budget information

The original budget for FY 2024/2025 was approved by the Council or Board on *14TH January 2024*. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Turbo Technical and Vocational College upon receiving the respective approvals to conclude the final budget. Accordingly, the Turbo Technical and Vocational College recorded additional appropriations of **6,392,609** on the FY 2024/2025 budget following the Council/ Board's approval. The Turbo Technical and Vocational College's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of Cash flows has been presented.

c) Taxes

Current income tax

The Turbo Technical and Vocational College is exempt from paying taxes as per schedule *six* of the *income tax* Act.

Sales tax/ Value Added Tax

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

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

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

d) Investment property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. *Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over a 27.5-year period or investment property is measured at fair value with gains and losses recognised through surplus or deficit. (Turbo Technical and Vocational College to amend appropriately).* Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition. Transfers are made to or from investment property only when there is a change in use.

e) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition or construction of the item of property appropriately according to the acronyms you use in your financial statements plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the Turbo Technical and Vocational College recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus, or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

f) Leases

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

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Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

g) Intangible assets

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

h) Biological Assets

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

i) Research and development costs

The Turbo Technical and Vocational College expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Turbo Technical and Vocational College can demonstrate:

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

Following initial recognition of an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete, and the asset is available for use. It is amortized over the period of expected future benefit. During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

j) **Financial instruments**

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. *The Turbo Technical and Vocational College does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. (Amend as appropriate).* A financial instrument is any contract that gives rise to a financial asset of one Turbo Technical and Vocational College and a financial liability or equity instrument of another Turbo Technical and Vocational College. At initial recognition, the Turbo Technical and Vocational College measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Financial assets

Classification

The Turbo Technical and Vocational College classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity, or fair value through surplus and deficit on the basis of both the Turbo Technical and Vocational College's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an Turbo Technical and Vocational College has made an irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the Turbo Technical and Vocational College classifies its financial

Assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

Amortized cost

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through net assets/ equity

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through surplus or deficit

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the Turbo Technical and Vocational College manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

Trade and other receivables

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

Impairment

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

Financial liabilities

Classification

The Turbo Technical and Vocational College classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

k) Inventories

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

- Raw materials: purchase cost using the weighted average cost method.
- Finished goods and work in progress: cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a 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 *Turbo Technical and Vocational College*.

l) Provisions

Provisions are recognized when the *Turbo Technical and Vocational 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 *Turbo Technical and Vocational 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 *Turbo Technical and Vocational 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 *Turbo Technical and Vocational 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 *Turbo Technical and Vocational 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.

m) Social Benefits

Social benefits are cash transfers provided to i) specific individuals and/or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The Turbo Technical and Vocational College recognises a social benefit as an expense for the social benefits scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the Turbo Technical and Vocational College will incur in fulfilling the present obligations represented by the liability.

n) Nature and purpose of reserves

The *Turbo Technical and Vocational College* creates and maintains reserves in terms of specific requirements.

o) Changes in accounting policies and estimates

The *Turbo Technical and Vocational 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.

p) Employee benefits

Retirement benefit plans

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

Foreign currency transactions

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

different from those at which they were initially reported are recognized in surplus or deficit in the period.

q) 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.

r) Related parties

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

t). Service concession arrangements

The *Turbo Technical and Vocational 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 *Turbo Technical and Vocational 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 *Turbo Technical and Vocational College* also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

u). Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short-term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

v). Comparative figures

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

w). Subsequent events

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

4. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the *Turbo Technical and Vocational 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 Turbo Technical and Vocational 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 Turbo Technical and Vocational 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 *Turbo Technical and Vocational 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

There were no provisions raised by the management of Turbo Technical and Vocational College.

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Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

5. Transfers from other National Government entities

Description	2024- 2025	2023-2024
	Kshs	Kshs
Unconditional Grants		
Capitation Grants	1,809,655	5,149,828
Operational Grant	1,999,310	2,015,669
Helb Loan	3,638,825	000
Ampath Foundation	130,000	000
CDF	1,101,500	000
Kenya Endowment Fund	38,550	000
MOE scholarship	3,008,572	000
Kisumu vocational college	7,000	000
Toyota Kenya Foundation	264,698	000
Unbound Kisumu Project	15,000	000
We care Foundation	35,000	000
Total revenue	12,048,110	7,165,497

6. Rendering of Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Tuition Fees	35,679,540	7,631,182
Total Revenue from The Rendering of Services	35,679,540	7,631,182

Note

However since the accounting method is accrual the statement of financial performance recognized all the revenue as it was earned for the period of 35,679,540. And the cash flow statement is prepared in cash basis thus recognizing the actual cash receipts of 10,773,218.

7. Sale of Goods

Description	2024-2025	2023-2024
	Kshs	Kshs
Sale of Farm Produce	123,000	84,000
Total Revenue from Sale of Goods	123,000	84,000

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8. Use of Goods and Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Teaching and learning materials	4,901,426	7,955,217
Industrial attachment costs	25,000	-
Electricity Bills & Maintenance	373,777	315,420
Creditors	000	3,737,765
Research and development	000	2,273,066
Administration expenses	000	180,100
Bank charges and commission	39,977	41,383
Advertising	606,928	61,590
Examination fees	1,152,510	751,980
Audit fees	48,000	-
Travelling and accommodation	983,540	687,037
Activity	499,023	-
Website Maintenance	29,110	-
Telephone expenses	200,425	-
Internet expenses	168,676	-
Assessment of students	000	36,279
Training Expenses	1,040,813	682,501
Subscriptions	20,000	-
IVET Fairs and Robotic	12,700	-
Training materials under credit	3,560,000	-
TOTAL GOOD AND SERVICES	13,661,885	16,722,339

9. Employee Costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Salaries and wages	3,343,398	3,780,180
Employee Costs	3,343,398	4,124,346

10. Board/Council Expenses

Description	2024-2025	2023-2024
	Kshs	Kshs
Chairman's Honoraria	1,324,808	000
Other Allowances	000	615,000
Total	1,324,808	615,000

11. Depreciation and Amortization expense

Description	2024- 2025	2023-2024
	Kshs	Kshs
Property, plant and equipment	1,410,003	1,258,516
Total depreciation and amortization	1,410,003	1,258,516

12. Repairs and Maintenance

Description	2024- 2025	2023-2024
	Kshs	Kshs
Property	468,523	684,522
Total Repairs and Maintenance	468,523	684,522

13. Cash and Cash Equivalents

Description	2024- 2025	2023-2024
	Kshs	Kshs
Current Account	42,139.9	575,570
Total Cash and Cash Equivalents	42,139.9	575,570

13b. Detailed Analysis of Cash and Cash equivalents

Financial Institution	Account number	2024-2025	2023-2024
		Kshs	Kshs
a) Current Account			
Kenya Commercial Bank		42,139.9	575,570
Grand Total		42,139.9	575,570

14. Receivables from Exchange transactions

14 (a) Current Receivables from Exchange transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Current Receivables		
Student Debtors	43,788,759	16,369,384
Total Current Receivables	43,788,759	16,394,384

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14 (b) Ageing Analysis of Receivables from Exchange transactions

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of total
Less than 1 year	36,862,086.11	84%	000	%
Between 1- 2 years	6,926,672.89	16%	15,542,087	100%
Between 2-3 years	000	%	000	%
Over 3 years	000	%	000	%
Total (a+b)	43,788,759	100%	15,542,087	100%

15. Inventories

Description	2024- 2025	2023-2024
	Kshs	Kshs
Consumable stores	2,189,936	964,835
Total Inventories at lower of Cost and Net Realizable Value	2,189,936	964,835

Detailed disclosure on inventories

	2024- 2025	2023-2024
Opening balance	964,835	4,035,167
Additional Inventory in the year	1,225,101	1,485,343
Inventory expensed in the year	000	000
Write-downs in the year	000	000
Others specify	000	000
Closing balance	2,189,936	5,520,510

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16. Property, Plant and Equipment

	Land	Buildings	Motor vehicles	Infrastructure assets	Furniture and fittings	Computers & ICT Equipment	Heritage assets	Work in progress	Service concession assets	Total
Depreciation Rate		2-10%	10-16.67%	2-20%	12.5%	33.3%	x%			
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
As at 1 st July 2022	000	53,386,310	000	199,375	1,491,000	232,150	000	000	000	55,218,635
Additions	60,000,000	000	000	000	000	300,000	000	000	000	60,090,200
Disposals	(000)	(000)	-	(000)	-	-	(000)	(000)	(000)	(000)
Transfer/Adjustments	(000)	(000)	000	000	000	(000)	(000)	000	000	(000)
As at 30 th June 2024	60,000,000	53,386,310	000	199,375	1,491,000	532,150	000	000	000	115,608,835
Depreciation And Impairment										
Depreciation	-	(1,202,820)	(000)	(11,663)	(108,840)	(86,679)	(000)	-	-	(1,410,003)
Disposals	-	000	-	-	-	-	000	-	-	000
Impairment	-	(000)	(000)	(000)	-	-	(000)	-	-	(000)
Transfer/Adjustment	-	5,273,504	(000)	(141,058)	(620,279)	271,852	(000)	-	-	7,716,696
As At 30th June 2025	-	6,476,324	000	1,495	729,119	358,531	000	-	-	7,716,696
NBV Prior Year Audited	60,000,000	48,112,806	000	58,317	870,721	260,298	000	000	000	109,302,142
NBV as at end of the 30th June 2025	60,000,000	46,112,806	000	46,654	761,881	173,619	000	000	000	107,892,139

There was no work in progress during the period

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Notes to the Financial Statements (Continued)

Valuation

As per National Treasury guidelines, Land and buildings were identified and valued as per the National Liabilities and Management Policy and guidelines (Issued June 2020).

16 (a) Property, Plant and Equipment at Cost

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	60,000,000	000	60,000,000
Buildings	53,386,310	6,476,324	46,112,806
Computers and Related Equipment	532,150	358,531	173,619
Office Equipment, Furniture, And Fittings	1,491,000	729,119	761,881
Total	115,409,460	7,563,974	107,048,306

17. Intangible Assets

Description	2024-2025	2023-2024
	Kshs	Kshs
Cost		
At beginning of the year	1,950,000	000
Additions during the period	000	1,950,000
At end of the period	000	000
Additions - internal development	000	000
At end of the period	1,950,000	1,950,000
Amortization and impairment		
At beginning of the year	000	000
Amortization during the period	390,000	000
At end of the period	1,560,000	000
Impairment loss during the period	000	000
At end of the period	000	000
NBV	1,560,000	1,950,000

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18. Trade and Other Payables

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Trade payables	4,120,000		3,737,765	
Fees paid in advance	000		1,738,226	
Total Trade and Other Payables	4,120,000		5,475,991	
Ageing analysis:	Current FY	% of the Total	2023/2024	% of the Total
Under one year	4,120,000	100%	5,475,991	100%
Total (to tie to totals above)	4,120,000	100%	5,475,991	100%

19. Payments received in advance.

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Fees received in advance	000		1,738,226	
Others (Specify)	000		000	
Total	000		1,738,226	
Ageing analysis:	Current FY	% of the Total	2023/2024	% of the Total
Under one year	000	%	1,738,226	100%
1-2 years	000	%	000	%
2-3 years	000	%	000	%
Over 3 years	000	%	000	%
Total	000	%	1,738,226	100%

20. Financial Risk Management

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

The Turbo Technical and Vocational College's financial risk management objectives and policies are detailed below:

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(i) Credit risk

The Turbo Technical and Vocational 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 company's management based on prior experience and their assessment of the current economic environment

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

(ii) Liquidity risk management

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

(iii) Market risk

The Turbo Technical and Vocational College has put in place an internal audit function to assist it in assessing the risk faced by the Turbo Technical and Vocational College on an on-going 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 Turbo Technical and Vocational 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 Turbo Technical and Vocational 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 Turbo Technical and Vocational College's exposure to market risks or the manner in which it manages and measures the risk.

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(iv) Capital Risk Management

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

Description	2024-2025	2023-2024
	Kshs	Kshs
Capital Reserve	125,041,835	137,303,644
Total Funds	125,041,835	137,303,644

21. Related Party Balances

Nature of related party relationships

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

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

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

Description	2024-2025	2023-2024
	Kshs	Kshs
Transactions with Related Parties		
B) Purchases from related parties		
Purchases of electricity from kplc	373,777	
Total	373,777	
a) Grants /Transfers from the Government		
Grants from National Govt	1,999,310	
Total	1,999,310	
b) Key Management Compensation		
Directors' emoluments	1,324,808	

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Description	2024-2025	2023-2024
	Kshs	Kshs
Total	1,324,808	

22. Events after the Reporting Period

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

23. Ultimate and Holding Turbo Technical and Vocational College

Turbo Technical and Vocational College is a State department of TVET under the Ministry of Education. Its ultimate parent is the Government of Kenya.

24. Currency

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

**Turbo Technical and Vocational College
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25. **Appendices**

Appendix 1: Implementation Status of Auditor-General Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/TTVC/2023-2024/001	Inaccuracies In Receivables from Exchange Transactions	The correct schedule of 16.394,384 was presented to the OAG for verification and the balance of 12,619,768 could not be confirmed by the college	Resolved	
OAG/TTVC/2023-2024/001	Unsupported Property Plant and Equipment	The college is finalising on the land titling process since the pending court case that previously hindered the process has been completed. The value of 60,000,000 was based on the current market price as required by the PFM on disclosure	Not Resolved	December 2025
OAG/TTVC/2023-2024/001	Budgetary Control and Performance	The management ensured prudent use of finances and no service delivery was hindered since most of the finances were channelled to training of students.	Resolved	

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Guidance Notes:

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



Name **STEDI BONFACE**
Accounting Officer
(PRINCIPAL/ SECRETARY BOG)
Date