

REPUBLIC OF KENYA



*Enhancing Accountability*



**REPORT**

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 05 MAR 2026

DAY.

Thursday

TABLED  
BY

Deputy leader of Majority Party  
Hon. Owen Boko, MP

CLERK-AT  
THE-TABLE:

A. Shibusko

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

**TURKANA NORTH TECHNICAL AND  
VOCATIONAL COLLEGE**

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



---

**TURKANA NORTH TECHNICAL AND VOCATIONAL COLLEGE**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30<sup>TH</sup> JUNE 2025**

---

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

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

---

**Table of Contents**

1. Acronyms and Definition of Key Terms.....	iii
2. Key Turkana North Technical and Vocational College Information and Management.....	iv
3. The Board of Governors.....	ix
4. Key Management Team.....	xiii
5. Chairman's Statement.....	xv
6. Report of the Principal.....	xvi
7. Statement of Performance against Predetermined Objectives.....	xviii
8. Corporate Governance Statement.....	xxiii
9. Management Discussion and Analysis.....	xxiv
10. Environmental And Sustainability Reporting Statement.....	xxv
11. Report of the Board of Governors.....	xxvi
12. Statement of Board of Governors Responsibilities.....	xxvii
13. Report of the Independent Auditor on Turkana North Technical and Vocational College.....	xxix
14. Statement of Financial Performance For The Year Ended 30 June 2025.....	1
15. Statement of Financial Position As At 30th June 2025.....	3
16. Statement of Changes in Net Asset For The Year Ended 30 June 2025.....	5
17. Statement of Cash Flows For The Year Ended 30 June 2025.....	6
18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2025.....	7
19. Notes to the Financial Statements.....	9
20. Appendices.....	61



**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
TVETA	Technical Vocational education Training Authority
MOE	Ministry of Education.
TNTVC	Turkana North Technical and Vocational College

**B. Definition of Key Terms**

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

**Comparative Year**- Means the prior period.

**2. Key Turkana North Technical and Vocational College Information and Management**

**(a) Background information**

Turkana North Technical and Vocational College was established as per the TVET Act 2013 to provide access to Technical Education and Training to all Kenyans. Turkana north TVC is located in Turkana North Constituency, Turkana County. Constructed on the land that was donated by Turkana North Community, The Government of Kenya and CDF Funded the construction of the college. The College was mentored by Matili Technical Institution from 31<sup>st</sup> July 2020 to 30<sup>th</sup> September 2022, when it was handed over. The college admitted its first intake of Trainees in January 2022 it's located about 215 km from Lodwar Town along the Lodwar-Lokitaung Road 3 km from the Junction of Nakalale Market Center in a Quiet and siren environment for training and learning. The Institution is accessible via the Lodwar-Kalokol-Lokitaung road and Lokichogio via Gold-Kachoda road.

The institution was registered by the Technical Vocational Education and Training Authority (TVETA) in January 2022 to operate as Technical and Vocational College in accordance with TVET ACT, No 29 of 2013.

**(b) Principal Activities**

**Vision**

To be a leading college in technical training and creativity for self-reliance

**Mission**

To empower Trainees with cutting-edge technical skills, foster innovative and provide a partway to dynamic lifelong training and professional developments.

**(c) Key Management**

The day-to-day management of Turkana North Technical and Vocational College is under the following key organs:

- Board of Governors.
- Accounting Officer/ Principal.
- Heads of Department.

**(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:

<b>SN.</b>	<b>Designation</b>	<b>Name</b>
1.	Principal	<b>Mr. Hamisi Sakwa</b>
2.	Deputy principal	<b>Mr. Ezekiel Chepkwony</b>
3	Registrar	<b>Mr. Jonah Chelimo</b>
4	Dean of students	<b>Mr. Victor Ronoh</b>
5	Head of Finance	<b>Mr. Idi Wechuli</b>

**Key Turkana North Technical and Vocational College Information and Management  
(Continued)**

**(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.

In the **FY 2024-2025** the following Board sub-committees were in place:

**I. Finance, Administration and Infrastructure Committee**

<b>(i)</b> Mr. Riro Kamau	<b>Chairperson</b>
<b>(ii)</b> Mr. Morowa Amon	<b>Member</b>
<b>(iii)</b> Ms. Brenda Enkomo	<b>Member</b>
<b>(iv)</b> Mr. Sakwa W. Hamisi	<b>Secretary</b>

**II. Education, Training and Research Committee**

<b>(i)</b> Ms. Amon Morowa	<b>Chairperson</b>
<b>(ii)</b> Ms. Robin Kwesi	<b>Member</b>
<b>(iii)</b> Ms. Brenda Enkomo	<b>Member</b>
<b>(iv)</b> Mr. Sakwa W. Hamisi	<b>Secretary</b>

**III. Audit, Risk and Compliance Committee**

<b>(i)</b> Michael Lungalia	<b>Chairperson</b>
<b>(ii)</b> Geoffrey Rotich	<b>Member</b>
<b>(iii)</b> Robin Kwesi	<b>Member</b>

**(f) Turkana North Technical and Vocational College Headquarters**

TURKANA NORTH TECHNICAL AND VOCATIONAL COLLEGE  
P.O. BOX 1-30504  
LOKITAUNG,  
KENYA.

**(g) Turkana North Technical and Vocational College Contacts**

Telephone: (254) 729-790-284

E-mail: turkananorthtechnicalvcollege@gmail.com

Website: [www.tntvc.ac.ke](http://www.tntvc.ac.ke)

**(h) Turkana North Technical and Vocational College Bankers**

Kenya Commercial Bank

Lodwar Branch

P.O Box 1-30504

Lodwar, Kenya

**(i) Independent Auditors**

Auditor-General

Office of Auditor General

Anniversary Towers, Institute Way

P.O. Box 30084

GPO 00100



Nairobi, Kenya



**Key Turkana North Technical and Vocational College Information and Management**  
**(Continued)**



**(j) Principal Legal Adviser**

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



**3.The Board of Governors**

<i>SN.</i>	<i>Member</i>	<i>Details</i>
1.	 <p><b>MR. LOCHA ERUKUDI</b> <b>CHAIRPERSON</b></p>	<p>Mr Locha Erukudi was born in the year <b>1982</b>, He is the current chairman of Board of Governors of Turkana North Technical and Vocational College.</p> <p>He has Masters of Education from Mt Kenya University and Bachelor of education from Mt Kenya. He also has post graduate diploma in project management and a diploma in Education from international TTC.</p>
2.	 <p><b>MR. AMON MOROWA.</b> <b>MEMBER</b></p>	<p>Mr. Amon Morowa is the currently the vice chairman of Board of Governors of Turkana North Technical and Vocational College</p> <p>He has a higher national diploma in mechanical engineering from Mombasa polytechnic, certificate in construction plan part 1 and 2 from Kenya polytechnic, Technician certificate from KEWI and senior management course from Kenya Institute of Administration.</p>



<i>SN.</i>	<i>Member</i>	<i>Details</i>
3.	 <p><b>MS. BRENDA KOKOI ENGOMO. MEMBER</b></p>	<p>Ms. Brenda Kokoi is currently Member of Board of Governors of Turkana North Technical and Vocational College. She has a bachelor's degree in development studies, Diploma in Teaching with specialty in Biology and chemistry.</p>
4.	 <p><b>MR. GEOFFREY ROTICH MEMBER.</b></p>	<p>Mr. Geoffrey Rotich was born in 1978. He is the currently a member of Board of Governors of Turkana North Technical and Vocational College. He has masters in science degree in information from Kisii university and Bachelors degree of science in information science (IT option) from Moi university.</p>




<i>SN.</i>	<i>Member</i>	<i>Details</i>
5.	 <p><b>MR. KAMAU RIRO.</b> <b>MEMBER.</b></p>	<p>Mr. Kamau Riro is the currently a member of Board of Governors of Turkana North Technical and Vocational College. He has Ph. D in accounting from Kabarak University (2012). He is currently a lecturer at Dedan Kimathi University of Technology</p>
6.	 <p><b>MR. ROBIN KWESI.</b> <b>MEMBER</b></p>	<p>Mr. Robin Kwesi was born in the year 1982. He is the currently a member of Board of Governors of Turkana North Technical and Vocational College. He has masters of business administration (MBA) from Kenyatta University, Bachelors of Arts (Geography/Business studies) from University of Nairobi and Certificate of Primary Education. from Tambach Teachers Training College and Currently he is a trainer of competency-based curriculum (CBA)</p>

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

<i>SN.</i>	<i>Member</i>	<i>Details</i>
7.	 <p data-bbox="325 763 839 840"><b>MR. MICHAEL CHOLE LUGALIA MEMBER</b></p>	<p>Mr. Michael Chole Lugaliala is the currently a member of Board of Governors of Turkana North Technical and Vocational College he has masters in strategic management from Jomo Kenyatta University of Agriculture and technology, Bachelors Science in Animal science GPA 3.6 (1<sup>st</sup> Class Honors) from Oregon state university. He is currently member of Board of Management St. Patrick High School Koy – Koy Kitale</p>
8.	 <p data-bbox="344 1279 820 1348"><b>MR. HAMISI SAKWA PRINCIPAL /BOG SECRETARY</b></p>	<p>Mr. Hamisi Sakwa has Higher National Diploma in Building and civil engineering option, Diploma in building and construction and Diploma in Technical Education. He is currently the Principal and Board of Governor Secretary</p>

4. Key Management Team

SN.	Member/ Director	Details
1.	 <p><b>MR. HAMISI SAKWA</b></p> <ul style="list-style-type: none"> <li>▪ Higher National Diploma in Building and civil engineering option.</li> <li>▪ Diploma in building and construction</li> <li>▪ Diploma in Technical Education</li> </ul>	<p><b>PRINCIPAL / BOG SECRETARY</b></p>
2.	 <p><b>MR. EZEKIEL CHEPKWONY</b></p> <p>Bachelor of Education (Technology education – electrical and electronics)</p>	<p><b>DEPUTY PRINCIPAL</b></p>

3.	 <p><b>MR. JONAH CHELIMO</b></p> <ul style="list-style-type: none"> <li>▪ Diploma in water engineering</li> <li>▪ Diploma in Technical Education</li> </ul>	<b>REGISTRAR</b>
4.	 <p><b>MR. VICTOR RONO</b>  Bachelor of science (Computer science)</p>	<b>DEAN OF STUDENTS</b>
5.	 <p><b>MR. IDI WECHULI</b>  Certified Public Accountants (CPA 2).Intermediate level</p>	<b>ACCOUNTS CLERK</b>

### **5. Chairman's Statement**

I am delighted to present my insights on the College's performance during the FY2024/2025. The College remained focused on its mission to impart trainees with relevant skills, knowledge and values through provision of quality technical and vocational education and training.

The institution strategic plan 2021-2026 is written and bears in mind the reforms that the MOE has undertaken resulting in the enactment of various laws and policies. Thus, it has become necessary for Turkana North Technical and Vocational College to come up with a strategic plan to guide its alignment to these new laws and policies. In addition, the ongoing restructuring in government requires programmes to align with the country's development blueprint and national priorities in Kenya's Vision 2030, the Second Medium Term Plan (MTP II) and the Bottom-Up Economic Transformation Agenda (BETA) which is informing the development agenda of the country.

The institution strategic plan 2021-2026 highlights the following key areas: -

- i. Infrastructure
- ii. Curriculum and Trainee enrolment
- iii. Governance and
- iv. leadership
- v. Information communication Technology
- vi. Financial Capacity
- vii. Human Resource Management

The institution focuses on the current reforms that places special demands on TVET as the leading engine that the economy must essentially rely upon, to produce skilled and adequate middle level professionals needed to attain the Vision 2030. The remaining period of implementation will endeavour to achieve this by networking with funders from various levels of government and Non-Governmental Organizations (NGOs).

The Board also wishes to thank all the stakeholders including the management, trainers, administrative staff, service providers, parents/guardians, trainees, the community surrounding the College.

God bless us all.

**Signature** ..... **Date** .....

**MR. LOCHA ERUKUDI,**  
**CHAIRPERSON - BOARD OF GOVERNO**

## **6. Report of the Principal.**

I am pleased to give a review of Turkana North Technical and Vocational College for the FY 2024-2025. I wish to state from the onset that the College is well placed to continue providing quality and relevant training to her graduates that will enable them to contribute towards the attainment of our country's Vision 2030 strategic objectives and the government's Bottom-Up Economic Transformation Agenda (BETA). In furtherance of our mandate therefore, we have committed ourselves to consistently and regularly review, improve and consolidate our institutional policies and academic programs to ensure competitiveness in terms of quality and relevance. With the guidance of the Governing Board, we are working hard in setting up structures aimed at guiding the institution in the right strategic direction.

During the Financial Year 2024/2025, the TVET sector underwent major reforms in terms of curriculum design and funding model. The Government of Kenya directed all TVET institutions to fully implement the Competency Based Education and Training (CBET) curriculum effective September 2023. The College complied and mounted CBET programs during the September 2023 intake and the subsequent intakes.

During the year under review, the Government of Kenya introduced a new funding model for TVETs and universities. The total fee for TVETs was set at Kshs. 67,189 which was to be financed partly as scholarship, partly HELB loan and partly by the Households. This was based on the categorization resulting from Mean Testing Instruments (MTI) which classified trainees into 5 different bands. This model applied to trainees admitted from September, 2023. This was a shift from the previous model that was based on capitation per trainee. In the previous model, the total tuition fee had been capped at Kshs. 56,420. All eligible trainees would receive capitation of Kshs. 30,000 while the balance of Kshs 26,420 would be paid by the parents, guardians and sponsors including The Higher Education Loans Board (HELB).

During the year 2024/2025, there was a low in trainee enrolment from 24 to 43 by the close of the financial year ended 30 June 2025.

On behalf of the College Board of Governors and Management, I take this opportunity to thank the Government for unequivocal support during the year under review. In particular,

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

---

I acknowledge the recruitment of trainers during the year under review by the Public Service Commission where the College is going to receive 4 additional trainers.

I also appreciate the support of all our stakeholders and partners during the year. Special thanks to the Chairman and members of the Board for their valuable insights and guidance in their oversight role. I look forward to their continued support in the new financial year and the years ahead.

In conclusion, I assure all stakeholders that the College is on course in achieving her mandate resource challenges notwithstanding. It is our hope that the economic environment will be favourable to allow for timely disbursement of allocated funds. During the year under review, the College was faced with reduction in capitation revenue per trainee. Each trainee was to receive capitation of 7,500 per quarter but the government instead released Kshs 3,500, Kshs3,500 Ksh.4,000 and Kshs 4,000 in quarters one, two, three and four respectively. This adversely affected our performance and budget projections. However, I look forward to a better performing year ahead.

Signature .....  
**MR. HAMISI SAKWA.**  
**PRINCIPAL/BOG SECRETARY,**

TURKANA NORTH TECHNICAL & VOCATIONAL COLLEGE  
**PRINCIPAL**  
20 NOV 2025  
P. O. Box 1 - 30504, LOKITAUNG

**7. Statement of Performance against Predetermined Objectives**

Turkana North Technical and Vocational College has 17 Strategic issues and Goals within its Strategic Plan for 2024-2029. These strategic issues are as follows:

1. Curriculum
2. Stakeholders Welfare
3. Infrastructure
4. ICT Integration
5. College Image
6. Co & Extra-Curricular Activities

<b>STRATEGIC ISSUE ONE: CURRICULUM</b>			
<b>Strategic Objective 1:</b>			
To identify teaching and learning goals that enhance academic performance			
<b>Strategy 1.1:</b>			
Improve academic performance			
<b>KRA1: Lobby for more PSC trainers</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To increase number of PSC trainers	Adequate number of PSC trainers	Number of new PSC trainers posted	The Number of Trainers increased by 3
To ensure trainers are qualified	Competent service delivery	Quality teaching	The trainers are registered by TVETA
<b>KRA 2: Introduce group teaching</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To improve quality of teaching	Quality teaching and learning	Improved academic performance	Common Courses are allocated to different Trainers from different department
<b>Strategy 1.2:</b>			
<b>Ensure quality delivery of curricula</b>			
<b>KRA1: Procure learning equipment</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide adequate learning equipment	Effective learning	Enough learning equipment	Learning equipment's were procured
To ensure effective learning	Effective learning	Utilization of learning equipment	Equipment's are being utilized
<b>KRA2: Provide learning facilities for special needs persons</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To put up ramps in every building	Eased movement	Eased movement	Ramps in place
<b>KRA3: Purchase more projectors</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide enough projectors for the	Enough projectors for all lecture halls	Utilization of projectors	One projectors was procured

lecture halls			
<b>KRA4: Adequately equip workshops</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To equip the Engineering workshop	Equipped workshop	Effective teaching and learning	Workshop partially equipped with basic training equipment's.
To equip the Building/Civil workshop	Equipped workshop	Effective teaching and learning	Workshop partially equipped with basic training equipment's.

**STRATEGIC ISSUE TWO: STAKEHOLDERS WELFARE**

**Strategic objective 1:**

To create a conducive learning and living environment for Trainees

**Strategy 1.1:**

Create positive learning and living environment

**KRA1: Provide lunch program for the trainees**

<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To offer lunch to trainees at a fee	Functional lunch program	Lunch program	Lunch was provided to trainees

**Strategy 2.1:**

Create positive working environment

**KRA1: Organize capacity training for staff**

<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To plan for capacity trainings	Trained staff	Scheduled training	Staff were facilitate foe various workshops and trainings.

**KRA2: Provide clear communication channels**

<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To design a communication structure	Displayed communication structure	Free flow of information	Communication structure in place

**KRA8: Organize for end of term get together**

<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To schedule a get together for every term	Improved team spirit	Scheduled get together	The event of get together was organized every term.

**STRATEGIC ISSUE THREE: INFRASTRUCTURE**

**Strategic Objective 1:**

To provide adequate and equipped training & learning facilities

**Strategy 1.1:**

Construct new training and learning facilities

**KRA1: Construct more lecture halls**

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

<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide enough lecture halls for all courses	Adequate lecture hall	100% completion	Lectures halls are enough.
<b>Strategy 1.2: Equip all training and learning facilities</b>			
<b>KRA1: Procure more chairs</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide enough chairs for Trainees	Adequate chairs	Adequate chairs	Chairs provided for trainees
<b>KRA2: Procure furniture for staff and trainees</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide sufficient furniture for staff and trainees	Adequate tables, chairs	Furnished rooms	Furniture for staff were procured
<b>KRA3: Put up a suggestion box</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To place suggestion boxes at strategic areas	Suggestion boxes	Utilization of suggestion boxes	Suggestion Box was installed
<b>KRA4: Put up noticeboards</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To have notice boards at strategic areas	Notice boards	Pinned notices	Notice board was installed
<b>STRATEGIC ISSUE FOUR: ICT INTEGRATION</b>			
<b>Strategic Objective 1:</b> To enhance new technology for promotion of learning and comply with the current and ever changing ICT			
<b>Strategy 1.1:</b> Enhance ICT Infrastructure			
<b>KRA2: Procure more computers</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide adequate computers	Adequate computers	Utilization of computers	Additional computers were procured
<b>STRATEGIC ISSUE FIVE: COLLEGE IMAGE</b>			
<b>Strategic Objective 1:</b> To actively promote and maintain the good image of the College			
<b>Strategy 1.1:</b> Create positive awareness			
<b>KRA1: Do widespread marketing</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome</b>	<b>Achievements</b>

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

		<b>Indicator</b>	
To engage a professional marketer	Professional marketer	Active marketing activities	Marketing was conducted
To print fliers and brochures	Increased awareness	Active marketing activities	More fliers and brochures were printed.
<b>KRA2: Design an interactive website</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To have an active updated website	Interactive website	Updated website	The was active and up to date
<b>KRA4: Advertise the College on social media</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To have active social media platforms	Updated social media platforms	Active social media platforms	We have an active Facebook and Twitter accounts
<b>KRA5: Put up a sign post at a strategic point</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To strategically place the sign post	Clear directions	Clear directions	Signpost installed strategically
<b>KRA6: Take part in events with other Colleges and colleges</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To actively participate in social activities	Improved college image	Number of social events attended	Public events attended and national holidays
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide co-operate shirts to trainers	Improved college image	Cooperate wear day	Printed polo t-shirts were procured
<b>KRA2: Plant ornamental trees</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To plant specific ornamental trees	Ornamental trees	Appealing environment	Trees were planted on the college compound
<b>KRA3: Fit signage's at strategic points</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To put up signage's	Clear directions	100% completion	Signage's installed
<b>Strategic Objective 2: To enhance positive public view of the College</b>			
<b>Strategy 2.1: Enhance positive relationship with the public</b>			
<b>STRATEGIC ISSUE SIX: CO&amp; EXTRA CURRICULAR ACTIVITIES</b>			
<b>Strategic Objective 1: To enhance games and sporting activities</b>			
<b>Strategy 1.1:</b>			

<b>Avail adequate games and sporting facilities</b>			
<b>KRA1: Procure balls for different games</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide balls for every ball game	Enough balls	Enhanced ball games	Balls were procured
<b>KRA3: Purchase first aid kits</b>			
<b>Strategic Objectives</b>	<b>Outcome</b>	<b>Outcome Indicator</b>	<b>Achievements</b>
To provide good quality first aid kit	Quality First aid kit	Utilization of the first aid kit	First aid kit procured

## **8. Corporate Governance Statement**

### **APPOINTMENT OF BOARD**

The Chairman and Members of the Board were appointed by the Cabinet Secretary of Education on 7<sup>th</sup> June 2022 for a 3-year term.

### **INDUCTION AND TRAINING OF THE BOARD**

Board induction Was held on 16<sup>th</sup> to 17<sup>th</sup> March 2023 at Noble hotel Eldoret.

### **CORPORATE GOVERNANCE**

During the year under review, Members of the Board committed themselves to the service of Turkana North Technical and Vocational College and upheld the tenets of good corporate Governance by being transparent, accountable, persons of integrity, socially responsive, promoted excellence and exercised fairness in all dealings.

### **ROLE AND FUNCTIONS OF THE BOARD OF GOVERNORS.**

During the year in review the Board held meetings. The meetings consisted of one scheduled meeting every quarter. The following are functions of the Board of Governors as stipulated in the TVET Act 2013 Section 29.

- a) Overseeing the conduct of education and training in the institution in accordance to the Act and other written laws
- b) Promoting and maintaining standards, quality and relevance in education and training in the institution
- c) Administering and managing the property of the institution
- d) Developing and implementing the institutions' strategic plan
- e) Preparing annual estimates of revenue and expenditure for the institution incurring expenditure on behalf of the institution,
- f) Receiving on behalf of the institution, fees, grants, subscriptions donations, bequests or other monies and make disbursements to the institution or other bodies or persons
- g) Determining the fees payable and prescribing conditions under which fees may be remitted in part or in whole in accordance with the guidelines developed under the provisions of the TVET Act.
- h) Mobilizing resources for the institution
- i) Developing and reviewing programmes for training and to make representations thereon to the TVETA Board
- j) Regulating the admission and exclusion of students from the institution, subject to a qualification framework and the provisions of the TVET Act
- k) Approving collaboration or association with other institutions and industries in and outside Kenya subject to prior approval by TVETA board
- l) Determining terms and conditions of support staff, trainers and instructors and remunerating the staff of the institution in consultation with TVETA
- m) Making regulations governing organization, conduct and discipline of staff and student

**9. Management Discussion and Analysis.**

The college closed the year with a surplus of **Kshs. 1,876,277** compared to the previous financial year **FY 2023/2024** which college had a surplus of **Kshs. 249,412**.

**Compliance with statutory requirements.**

The college has complied with all statutory requirements. It has been issued with registration certificate, NSSF membership, and NHIF membership and is tax compliant. During the year under review the college made prompt remittance to all statutory bodies.

**Major risk facing the college.**

In the financial year under review the college faced the following challenges in service delivery to the students,

- i. Delayed disbursement of student's loans and scholarships has impacted negatively on fees collections and therefore huge arrears. This led to college closing the financial year with sundry debtors from students' fees of **Kshs.2,248,772**.

**Project implemented by the College.**

The college did not have any project in the financial year under review.

## **10. Environmental And Sustainability Reporting Statement**

### **1. Sustainability strategy and profile**

The principal intends to undertake other income generating activities to generate more income and also put in place strategies to minimize the costs of college operations as well as doing marketing of college program to increase the number of trainees.

### **2. Environmental performance**

The board of governance has plans to undertake an environmental sustainability audit and developed an environmental policy to address the issues of environmental sustainability that will be identified during the audit.

### **3. Employee welfare**

The institution has set up staff welfare to be able to support staff members and by monthly payments of staff NSSF deductions to the relevant body. The college also intends to carry out occupational health and safety Audit of college workplace to ensure staff safety in workplace.

### **4. Market place practices**

The institution also promotes students' sports activities by participating in the KATTI regional and national student's competition. It also offers to promote staff capacity building by sponsoring staff to training seminars, especially the top management and heads of departments.

### **5. Community Engagements**

During the year under review, the College carried out various CSR activities to impact the society such as tree planting, road safety awareness and helping the less fortunate in our community.

## **11. Report of the Board of Governors**

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

### **Principal activities**

The principal activities of Turkana North Technical and Vocational College is to offer training middle level technicians.

### **Results**

The results of the Turkana North Technical and Vocational College for the year ended June 30 2025 are set out on page 1 to 7.

### **Board of Governors**

The members of the Board who served during the year are shown on **viii** and **xi**. During the year 2025 no director retired/ resigned.

### **Auditors**

The Auditor General is responsible for the statutory audit of the College in accordance with Article 229 of the Constitution of Kenya.

By Order of the Board

.....  
**Mr. Hamisi Sakwa** & VOCATIONAL COLLEGE  
Secretary of the Board.

20 NOV 2025

Date: .....  
P.O. Box 1 - 30504, LOKITAUNG

**12. Statement of Board of Governors Responsibilities.**

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

The Board members are responsible for the preparation and presentation of Turkana North TVC's financial statements, which give a true and fair view of the state of affairs of Turkana North TVC 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 Turkana North TVC, (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of Turkana North TVC, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Board members accept responsibility of Turkana North TVC's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the State Corporations Act, and the TVET Act 2023 – entities should quote applicable legislation as indicated under. The Board members are of the opinion that Turkana North TVC's financial statements give a true and fair view of the state of Turkana North TVC's transactions during the financial year ended June 30, 2025, and of the Turkana North TVC's financial position as at that date. The Board members

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

---


further confirm the completeness of the accounting records maintained for Turkana North TVC, which have been relied upon in the preparation of the Turkana North TVC's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Principal has assessed the college ability to continue as a going concern. Nothing has come to the attention of the Board members to indicate that the 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**

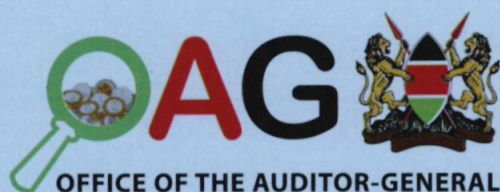
The College financial statements were approved by the Board on 11 / 7 / 2025 and signed on its behalf by:

.....  
**Mr. Locha Erukudi**  
**Chairperson of the Board.**

  
.....  
**Mr. Hannisi Sakwa**  
**Accounting Officer/Principal**

# REPUBLIC OF KENYA

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



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

*Enhancing Accountability*

## **REPORT OF THE AUDITOR-GENERAL ON TURKANA NORTH 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.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities 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 Turkana North Technical and Vocational College set out on pages 1 to 61, which comprise of the statement of financial

---

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

position as at 30 June, 2025 and the statement of financial performance, statement of changes in net assets, statement of cash flows and the 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 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 Turkana North Technical and Vocational College as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Technical and Vocational Education and Training Act, 2013 and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in the Financial Statements**

- i. The statement of changes in net assets reflects capital grants received during the year of Kshs.703,550 which differ with the capital acquisition of Kshs.843,250 in Note 32 to the financial statements.
- ii. The statement of comparison of budget and actual amounts reflects Kshs.139,700 in respect of capital expenditure. This amount differs with the capital acquisition balance of Kshs.843,250 in Note 32 to the financial statements. The same amount has been omitted in the statement of cash flows.
- iii. Although Management has provided a budget reconciliation between surplus amounts in budget statement of Kshs.1,952,899 and closing cash and cash equivalents of Kshs.846,567 in the statement of cash flows, the reconciling items for basis difference and timing differences was not explained.
- iv. The statement of cash flows for the year ended 30 June, 2025 reflects an amount of Kshs.214,535 in respect of rendering of services-fees from students. This amount differs from the balance in the ledger provided to support actual fees received from students of Kshs.105,802, resulting into unexplained variance of Kshs.152,233.

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

#### **2. Undisclosed Property, Plant and Equipment**

The statement of financial position reflects property, plant and equipment balance of Kshs.626,928 as disclosed in Note 32 to the financial statements. However, as previously reported, physical verification revealed that the College owned land and buildings of

unknown value which were not disclosed in the financial statements. Further, land ownership documents including title deeds were not provided for verification.

In the circumstances, the accuracy, completeness and ownership of the property, plant and equipment balance of Kshs.626,928 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Turkana North 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 Matters**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final revenue budget against actual receipts of Kshs.5,877,606 and Kshs.4,440,085 respectively resulting into an underfunding of Kshs.1,437,521 or 24 % of the budget. In addition, the actual expenditure amounted to Kshs.2,487,186 against actual receipts of Kshs.4,440,085, resulting into an under-expenditure of Kshs.1,952,899 or 44% of the budget.

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

My opinion is not modified in respect of this matter.

#### **Other Matter**

#### **Unresolved Prior Year Matters**

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

	<b>Financial Year</b>	<b>Audit Issue</b>
1	2023/2024	Lack of ownership and valuation documents for the fixed assets
2	2023/2024	Un-approved board expenses
3	2023/2024	Failure to deduct and remit statutory deductions
4	2023/2024	Non-establishment of occupational safety and health committee

5	2023/2024	Non-compliance with law on gender balance for Board members
6	2023/2024	Lack of internal audit function
7	2023/2024	Weak technology internal control environment
8	2023/2024	Lack of risk management policy and strategy
9	2023/2024	Lack of a Board charter and Board work plan
10	2023/2024	Lack of an approved staff establishment, salary structure and human resource policies

### **Key Audit Matters**

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

### **Other Information**

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

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

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

### **REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES**

#### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, 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. Failure to Charge and Remit the Public Procurement Capacity Levy**

The statement of financial performance reflects total payments of Kshs.2,563,808 out of which Kshs.1,296,631 was incurred in respect of use of goods and services. However, Management did not provide evidence to confirm that public procurement capacity building levy was charged and remitted on procurement contracts signed during the year. This was contrary to paragraph 3(1) of Legal Notice 206 of the Levy Order 2023 which states that there shall be paid a levy by a supplier on all procurement contracts signed between the supplier and a procuring entity, at the rate of zero point zero three per centum (0.03%) of the value of the signed contract, exclusive of applicable taxes.

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

### **2. Non-Establishment of Occupational Safety and Health Committee**

Review of the College operations during the financial year revealed that the College, as an occupier, did not establish a Safety and Health Committee at the workplace as required under Section 9(1) of the Occupational Safety and Health Act, 2007. Further, Management did not provide a safety and health audit report as required under Section 11(1) which stipulates that the occupier of a workplace shall cause a thorough safety and health audit of his workplace to be carried out at least once in every period of twelve (12) months by a safety and health advisor.

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

### **3. Incomplete Non-Current Assets Register**

During the year under review, verification of the register revealed that details in the assets register were not updated with required information such as the location of assets, computers or electronics serial numbers, assets conditions, models/makes including acquisition costs for some items, opening balances at the beginning of the year, disposals and the closing balances at the end of the year. Further, the assets have not been tagged for identification purposes.

This is contrary to Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015 which provides that the Accounting Officer shall be responsible for maintaining a register of assets under his or her control or possession as prescribed by the relevant laws, (2) The register of land and buildings shall record each parcel of land and each building and the terms on which it is held, with reference to the conveyance, address, area, dates of acquisition, disposal or major change in use, capital expenditure, lease hold terms, maintenance contracts and other pertinent Management details (3) All items of furniture and equipment issued for a government's quarters or

offices, large tools for government works, plant, equipment, vehicles or launches (large motor boats) shall be recorded in a register.

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

#### **4. Non-Compliance with Climate Change Regulations**

There was no evidence provided to confirm that the College budgeted for environmental activities during the year under review. In addition, there were no policies, reports supporting programs of training conducted on the community regarding conservation of indigenous trees and resilience in arid and semi-arid lands, and work plans formulated to address environmental activities in compliance with the existing environmental laws and regulations. Further, the evidence of public awareness and public consultations on climate change were not provided for verification. This was contrary to Section 15(5)(a) of the Climate Change Act, 2016 which states that each state/public entity shall integrate the climate change action plan into sectoral strategies, action plans, and other implementation projections for the assigned legislative and policy functions.

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

#### **5. Non-Compliance with the Public Sector Accounting Standards Board Reporting Template**

Review of the annual reports and financial statements submitted for audit revealed the following errors and omissions;

- i. Chairman's statement, statement of Board of Governors responsibilities, the statement of financial performance and the statement of financial position were not signed by the Board chairman and the ICPAK number of the accountant was not indicated.
- ii. The statement of comparison of budget and actual amounts has no explanation/footnotes for under or over performance of 10 % or more as required by the reporting template
- iii. Implementation status of Auditor-General recommendations is blank

In the circumstances, the financial statements do not conform to the format prescribed by the Public Sector Accounting Standards Board (PSASB).

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

# REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

## **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on the 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. Long Outstanding Receivables from Exchange Transactions.**

The statement of financial position reflects accounts receivables balance of Kshs.2,248,772 in respect of fees arrears as disclosed in Note 27 to the financial statements. Included in the balance are receivables amounting to Kshs.676,325 which had been outstanding for more than one (1) year. However, there was no policy on the impairment of long outstanding fees arrears casting doubt on the fair statement of the accounts receivables balance.

In the circumstances, the effectiveness of the debt recovery and valuation strategies could not be confirmed.

### **2. Lack of Internal Audit Function**

During the year under review, the College had not constituted an internal audit function and had no internal audit conducted on its activities. This was contrary to Section 73(1) of the Public Finance Management Act, 2012 states that a National Government Entity shall ensure that it complies with this Act and has appropriate arrangements for conducting internal audit according to the guidelines issued by the Accounting Standards Board.

In the circumstances, the College did not benefit from the oversight role and advice from the audit committee and the internal audit function.

### **3. Lack of Human Resource Policies and Procedures Guidelines**

Review of the records and inquiries from the Management revealed the College did not have an approved human resource policies and procedures and salary structure in place. Hence, there was no proper guidance on remuneration of the teaching and non-teaching staff, the recruitment process and training and continuous development of employees.

In the circumstance, the College lacked proper guidance on remuneration of the teaching and non-teaching staff and may not effectively plan on its staffing needs and progression.

#### **4. Weak Information Technology Internal Control Environment**

Review of the Information Technology Internal Controls revealed that the College did not have an ICT Policy, had not developed an IT continuity and disaster recovery plan which is important in ensuring that the College recovers its functionality in case of an unplanned incident or disaster.

Further, the College did not have an approved IT strategic committee and strategic plan which is important in performing the oversight function and formulation of policies to ensure that the IT department functions properly to assist in achievement of the College's objectives in an economic, efficient and effective way.

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

#### **5. Lack of a Board of Management**

During the year under review, the Board of Management that is supposed to direct the College in achieving its strategic objectives was not constituted. The term of the chairman and members of the previous Board that had been appointed by the Cabinet Secretary for Education on 7 June, 2022 for a three (3) year term came to an end on 6 June, 2025.

The College continues to operate without a board which is against Section 28 and 29 (1) of the Technical and Vocational Education and Training Act, 2013 which provides for establishment of a Board of Governors.

In the circumstances, the College may not achieve its strategic objectives.

#### **6. Lack of a Board Charter and Board Work Plan**

Management did not prepare and provide for audit the annual Board ALMANAC and evidence of submission to State Corporations Advisory Committee (SCAC) detailing the Board's annual work plan, statutory obligations of the Board and available budget. Further, the Board did not carry out an annual evaluation of its performance resulting in an evaluation report with recommendations for implementation.

In the circumstances, the effectiveness of the Board in governance of the College could not be confirmed.

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

## **Responsibilities of the Management and the Board of Management**

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

In preparing the financial statements, Management is responsible for assessing the College's ability to continue as a going concern,, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

The Board of Management is responsible for overseeing the College's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

10 December, 2025

**Turkana North Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2025**

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

	Notes	June 2025	June 2024
		Kshs	Kshs
<b>Revenue from non-Exchange transactions</b>			
Transfers from other National Government entities	6	2,858,238	2,297,820
Grants from donors and development partners	7	-	-
Transfers from other levels of government	8	-	-
Public contributions and donations	9	-	-
		-	-
<b>Revenue from Exchange transactions</b>			
Rendering of services- fees from students	10	1,561,847	473,246
Sale of goods	11	-	-
Rental revenue from facilities and equipment	12	-	-
Finance income	13	-	-
Miscellaneous income	14	20,000	-
<b>Revenue from Exchange transactions</b>		<b>1,581,847</b>	<b>473,246</b>
<b>Total Revenue</b>		<b>4,440,085</b>	<b>2,771,066</b>
<b>Expenses</b>			
Use of goods and services	15	1,269,631	954,268
Employee costs	16	805,000	814,800
Board Expenses	17	267,000	752,585
Depreciation and amortization expense	18	216,322	-
Repairs and maintenance	19	5,855	-
Contracted services	20	-	-
Grants and subsidies	21	-	-
Finance costs	22	-	-
<b>Total Expenses</b>		<b>2,563,808</b>	<b>2,521,653</b>
<b>Other Gains/(Losses)</b>			
Gain on sale of assets	23	-	-
Gain/ Loss on fair value of investments	24	-	-
Impairment loss	25	(-)	(-)
<b>Total Other Gains/(Losses)</b>		<b>-</b>	<b>-</b>
<b>Net surplus/(deficit) for the year</b>		<b>1,876,277</b>	<b>249,413</b>

The notes set out on pages 9 to 60 form an integral part of the Annual Financial Statement.

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

---

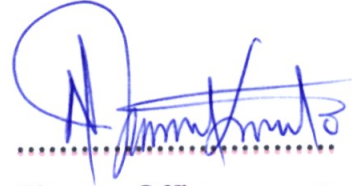
The Financial Statements set out on pages 1 to 7 were signed by:



.....  
**Chairman of Board**

**Date:** .....

**Principal**  
TURKANA NORTH TECHNICAL & VOCATIONAL COLLEGE  
**PRINCIPAL**  
**Date:** 20 NOV 2025  
P. O. Box 1 - 30504, LOKITAUNG



.....  
**Finance Officer**

**ICPAK No:** Assoc/2583

**Date:** 20/11/2025

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

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

Description	Notes	June 2025	June 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	26	846,567	118,156
Current portion of receivables from exchange transactions	27(a)	2,248,772	899,860
Receivables from non-exchange transactions	28	-	-
Inventories	29	-	-
Investments in financial assets	30	-	-
Prepayments	31	-	-
<b>Total Current Assets</b>		<b>3,095,338</b>	<b>1,018,016</b>
<b>Non-Current Assets</b>			
Long term receivables from exchange transactions	27(b)	-	-
Investments	30	-	-
Property, plant, and equipment	32	626,928	-
Intangible assets	33	-	-
Investment property	34	-	-
Biological Assets	35	-	-
<b>Total Non-Current Assets</b>		<b>626,928</b>	<b>-</b>
<b>Total Assets (A)</b>		<b>3,722,266</b>	<b>1,018,016</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables from exchange transactions	36	124,423	-
Refundable deposits from customers	37	-	-
Current provisions	38	-	-
Finance lease obligation	39	-	-
Deferred income	40	-	-
Employee benefit obligation	41	-	-
Payments received in advance	42	-	-
Current portion of borrowings	43	-	-
Social Benefits	46	=	=

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

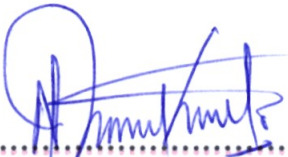
Description	Notes	June 2025	June 2024
		Kshs	Kshs
<b>Total Current Liabilities</b>		-	-
<b>Non-Current Liabilities</b>			
Finance lease obligation	39	-	-
Deferred income	40	-	-
Non-Current Employee Benefit Obligation	41	-	-
Non- Current Borrowings	43	-	-
Non-Current Provisions	44	-	-
Service Concession Liability	45	-	-
Social benefits	46	-	-
<b>Total non- current liabilities</b>		<b>124,423</b>	-
<b>Total Liabilities (B)</b>		-	-
<b>Net Assets (A-B)</b>		<b>3,597,843</b>	<b>1,018,016</b>
<b>Represented By:</b>			
Revaluation Reserves		-	-
Accumulated Surplus		2,894,293	1,018,016
Capital Fund		703,550	-
<b>Net Assets</b>		<b>3,597,843</b>	<b>1,018,016</b>

The Financial Statements set out on pages 1 to 7 were signed by:

.....  
 Chairman of Board

Date: .....

  
 TURKANA NORTH TECHNICAL AND VOCATIONAL COLLEGE  
**PRINCIPAL**  
 20 NOV 2025  
 Date: .....  
 P. O. Box 1-30504, LOKITAUNG

  
 Finance Officer  
 ICPAK No 40806/2582  
 Date: ..... 20/11/2025

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

Description	Revaluation reserve	Accumulated Fund	Donated Assets	Total
<b>At July 1, 2023</b>	-	768,604	-	768,604
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	249,413	-	249,413
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	(-)	-
<b>At June 30, 2024</b>	-	1,018,016	-	1,018,016
<b>At July 1, 2024</b>	-	1,018,016	-	1,018,016
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	1,876,277	-	1,876,277
Donated assets received during the year	-	-	703,550	703,550
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	(-)	-
<b>At June 30, 2025</b>	-	2,894,293	703,550	3,597,843

**Turkana North Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2025**

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

Description		June 2025	June 2024
	Note	Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from National Government entities		2,858,238	2,297,820
Grants from donors and development partners		-	-
Transfers from other levels of government		-	-
Public contributions and donations		-	-
Rendering of services- fees from students		214,535	152,766
Sale of goods		-	-
Rental revenue from facilities and equipment		-	-
Exam fees KNEC		23,500	-
Miscellaneous income- Imprest Recovery		20,000	-
<b>Total Receipts</b>		<b>3,116,273</b>	<b>2,450,586</b>
<b>Payments</b>			
Use of goods and services		1,179,908	954,268
Employee costs		805,000	814,800
Board Expenses		267,000	752,585
Repairs and maintenance		5,855	-
Other Payments (KNEC exams)		25,100	-
Grants and subsidies		-	-
<b>Total Payments</b>		<b>2,282,863</b>	<b>2,521,653</b>
<b>Net Cash Flows from operating activities</b>	47	<b>833,410</b>	<b>- 71,067</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant, equipment and intangible assets		(105,000)	(-)
Proceeds from sale of property, plant		-	-
<b>Net cash flows used in investing activities</b>		<b>(105,000)</b>	<b>- 71,067</b>
<b>Cash flows from financing activities</b>			
Proceeds From Borrowing		-	-
Repayment Of Borrowings		(-)	(-)
<b>Net cash flows used in financing activities</b>		<b>(-)</b>	<b>(-)</b>
<b>Net Increase/Decrease) in Cash and Cash equivalents</b>		<b>728,410</b>	<b>- 71,067</b>
Cash and Cash equivalents at 1 July 2024	26	118,156	189,224
<b>Cash and Cash equivalents at 30 June 2025</b>	26	<b>846,567</b>	<b>118,157</b>

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

Description	Original budget	Adjustments	Final	Actual on comparable basis	Performance difference	Utilization Difference
	Kshs	Kshs	budget			
	a	b	c=(a+b)	d	e=(c-d)	f=d/c*100
<b>Budget carryovers from the previous year*</b>	<b>118,156</b>	-	<b>118,156</b>	-	-	-
<b>Receipts</b>			-			
Transfers from other National Government entities	2,400,000	-	2,400,000	2,858,238	- 458,238	119
Grants from donors and development partners	-	-	-	-	-	
Transfers from other levels of government	-	-	-	-	-	
Public contributions and donations	-	-	-	-	-	
Rendering of services- fees from students	3,359,450	-	3,359,450	1,581,847	1,777,603	47
Sale of goods	-	-	-	-	-	
Rental revenue from facilities and equipment	-	-	-	-	-	
Finance income	-	-	-	-	-	
Miscellaneous Income	-	-	-	-	-	
<b>Total Receipts</b>	<b>5,877,606</b>	-	<b>5,877,606</b>	<b>4,440,085</b>	<b>1,437,522</b>	<b>76</b>
<b>Payments</b>						
Use of goods and services	3,035,500	-	3,035,500	1,275,486	1,760,015	42
Employee costs	1,488,000	-	1,488,000	805,000	683,000	54
Board /Council Expenses	1,235,950	-	1,235,950	267,000	968,950	22
Repairs and maintenance	118,156	-	118,156	-	118,156	-
Contracted services	-	-	-	-	-	
Grants and subsidies	-	-	-	-	-	
<b>Total Expenditure</b>	<b>5,877,606</b>	-	<b>5,877,606</b>	<b>2,347,486</b>	<b>3,530,121</b>	<b>40</b>
<b>Capital Expenditure</b>	-	-	-	139,700	-139,700	
<b>Surplus</b>	-	-	-	<b>1,952,899</b>	<b>- 1,952,899</b>	

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

**Budget Reconciliation**

Description of Particulars	Amount in Kshs
Actual Surplus Amounts as per the statement of Budget	1,952,899
1 Increase in Receivables	(1,348,912)
2 Increase in Payables	124,423
3 Cash and Cash equivalent as at 30 <sup>th</sup> June 2023	118,156
<b>Closing Cash and Cash Equivalent as per the statement of Cash flows</b>	<b>846,566</b>

**19. Notes to the Financial Statements**

**1. General Information**

Turkana North Technical and Vocational College is established by and derives its authority and accountability from TVETA Act 2013. The Turkana North Technical and Vocational College is wholly owned by the Government of Kenya and is domiciled in Kenya. The Turkana North Technical and Vocational College's principal activity is to provide Technical and vocational Education and Training to citizens of Kenya

**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 judgement in the process of applying the Turkana North TVC's accounting policies. The areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in **Note 19**. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Turkana North TVC. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act 2012, the State Corporations Act, the TVET Act 2013, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

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

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

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

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

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 43: Leases	<i>Applicable 1<sup>st</sup> January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Turkana North 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	<i>Applicable 1<sup>st</sup> January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.
IPSAS 45: Property Plant and Equipment	<i>Applicable 1<sup>st</sup> January 2025</i> The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.
IPSAS 46: Measurement	<i>Applicable 1<sup>st</sup> January 2025</i> 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

**Turkana North Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2025.**

	<p>they should be used.</p> <p>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</p> <p>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</p> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47: Revenue	<p><b>Applicable 1<sup>st</sup> January 2026</b></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an Turkana North 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.</p>
IPSAS 48: Transfer Expenses	<p><b>Applicable 1<sup>st</sup> January 2026</b></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p>
IPSAS 49: Retirement Benefit Plans	<p><b>Applicable 1<sup>st</sup> January 2026</b></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p><b>Applicable 1<sup>st</sup> January 2027</b></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <p>i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</p> <p>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.</p> <p>iii. Disclosures that identify and explain the amounts in the Turkana North 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.</p>

*iii. Early adoption of standards*

Turkana North TVC did not early adopt any new or amended standards in 2024.

#### **4. Summary of Significant Accounting Policies**

##### **a) Revenue recognition**

##### **i) Revenue from non-exchange transactions**

##### **Transfers from other government entities**

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the Turkana North 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 Turkana North 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 Turkana North 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 **28<sup>th</sup> June 2025**. 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 Turkana North Technical and Vocational College upon receiving the respective approvals to conclude the final budget. The Turkana North 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 Cashflows has been presented.

**c) Taxes**

***Current income tax***

Turkana North TVC is exempt from paying taxes as per schedule first schedule of income tax **CAP 470**.

***Sales tax/ Value Added Tax***

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

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

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

**d) Investment property**

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. 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 Turkana North Technical and Vocational College recognizes such parts as individual assets with specific useful lives and depreciates them according using **Reducing Balance Depreciation Method**. 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. The table below shows the depreciation rate that the institution applies to its assets:

<b>S. No</b>	<b>Details</b>	<b>Depreciation Rate%</b>
1.	Building	2.5%
2.	Motor vehicle	25%
3.	Furniture and fittings	12.5%
4.	Computer and accessories	33.3%
5.	Reference books	25%
6.	Property plant and equipment's	12.5%

**f) Leases**

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to the Turkana North 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 Turkana North 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 Turkana North 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 Turkana North Technical and Vocational College. 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 Turkana North 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 Turkana North 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 Turkana North Technical and Vocational College expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Turkana North 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 Turkana North 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. A financial instrument is any contract that gives rise to a financial asset of one Turkana North Technical and Vocational College and a financial liability or equity instrument of another Turkana North Technical and Vocational College. At initial recognition, the Turkana North 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 Turkana North 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 Turkana North Technical and Vocational College's management model for financial assets and the contractual cash flow characteristics of

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

---

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 cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an Turkana North Technical and Vocational College has made an irrevocable election at initial recognition for investments in equity instruments.

**Subsequent measurement**

Based on the business model and the cash flow characteristics, the Turkana North 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 Turkana North 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 Turkana North 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 Turkana North 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 Turkana North 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.

### **Inventories (Continued)**

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

#### **l) Provisions**

Provisions are recognized when the College has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the College expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

#### ***Contingent liabilities***

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

#### ***Contingent assets***

The College does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the College in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

#### **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 Turkana North 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 Turkana North Technical and Vocational College will incur in fulfilling the present obligations represented by the liability.

**n) Nature and purpose of reserves**

Turkana North TVC creates and maintains reserves in terms of specific requirements.

**o) Changes in accounting policies and estimates**

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

**p) Employee benefits**

**Retirement benefit plans**

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

**q) Foreign currency transactions**

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

**r) Borrowing costs**

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment.

Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed, and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

**s) Related parties**

The College regards a related party as a person or an Turkana North Technical and Vocational College with the ability to exert control individually or jointly or to exercise significant influence over the Turkana North 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 College analyses all aspects of service concession arrangements that it enters in determining the appropriate accounting treatment and disclosure requirements. Where a private party contributes an asset to the arrangement, the College recognizes that asset when, and only when, it controls or regulates the services. The operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the College also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

**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 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.

## **5. Significant Judgments and Sources of Estimation Uncertainty**

The preparation of the College financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

### **Estimates and assumptions.**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The College based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the College. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

### **Useful lives and residual values**

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

- The condition of the asset based on the assessment of experts employed by the *Turkana North 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**

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

Provisions were raised and management determined an estimate based on the information available. Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

6. Transfers from other National Government entities

Description	June 2025	June 2024
	Kshs	Kshs
<b>Unconditional Grants</b>		
Capitation Grants	359,100	297,820
Operational Grant	2,499,138	2,000,000
Development grants	-	-
Other Grants	-	-
<b>Total unconditional Grants</b>	-	-
<b>Conditional Grants amortised/ recognised in revenue</b>		
Library Grant	-	-
Hostels Grant	-	-
Administration Block Grant	-	-
Laboratory Grant	-	-
Learning Facilities Grant	-	-
Other Organizational Grants	-	-
<b>Total Government Grants and Subsidies</b>	<b>2,858,238</b>	<b>2,297,820</b>

(a) Transfers from other Government entities (Categorized)

Name of the Turkana North Technical and Vocational College Sending The Grant	Amount recognized to Statement of Financial performance *	Amount deferred under deferred income	Amount recognised in capital fund.	Total grant income during the year	June 2024
	Kshs	Kshs	Kshs	Kshs	Kshs
State Department of TVET	-	-	-	2,858,238	2,297,820
XX Ministry	-	-	-	-	-
<b>Total</b>	-	-	-	<b>2,858,238</b>	<b>2,297,820</b>

The details of the reconciliation have been included under appendix III.

**7. Grants from Donors and Development Partners**

Description	June 2025	June 2024
	Kshs	Kshs
JICA- Research Grant	-	-
World Bank Grants	-	-
In-Kind Donations	-	-
Donations transferred to revenue-conditions met	-	-
Other Grants	-	-
<b>Total Grants from Development Partners</b>	-	-

**(a) Reconciliations of grants from donors and development partners**

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

**8. Transfers from Other Levels of Government**

Description	June 2025	June 2024
	Kshs	Kshs
Transfer from County	-	-
Transfer from University	=	=
Transfer from Institute	-	-
<b>Total Transfers</b>	-	-

**9. Public Contributions and Donations**

Description	June 2025	June 2024
	Kshs	Kshs
Public Donations	-	-
Donations from Local Leadership	-	-
Donations from Religious Institutions	-	-
Donations from Alumni	-	-
Other Donations	-	-
<b>Total Donations and Contributions</b>	-	-

**Turkana North Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2025.**

**10. Rendering of Services**

Description	June 2025	June 2024
	Kshs	Kshs
Tuition	842,743	252,445
Repair and Maintenance	74,911	88,732
Local Transport and Travel	90,827	27,207
Electricity Water and Conservancy	90,827	27,207
Personal Emoluments	296,217	22,440
Activity	103,822	31,100
Industrial attachment	0	13,779
Medical fees	46,000	6,890
Student ID	5,500	3,445
Registration Fees	11,000	
<b>Total Revenue from The Rendering of Services</b>	<b>1,561,847</b>	<b>473,246</b>

The revenue amount of Kshs. For rendering of services consists of actual receipts of Kshs. And a receivable amount of Kshs.

**11. Sale of Goods**

Description	June 2025	June 2024
	Kshs	Kshs
Sale of Books	-	-
Sale of Publications	-	-
Sale of Farm Produce	-	-
Cafeteria sales	-	-
Other sales (specify)	-	-
<b>Total Revenue from Sale of Goods</b>	<b>-</b>	<b>-</b>

**12. Rental revenue from facilities and equipment**

Description	June 2025	June 2024
	Kshs	Kshs
Hire of Facilities and Equipment	-	-
Contingent Rentals	-	-
Operating Lease Revenue	-	-
Others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**13. Finance Income**

Description	June 2025	June 2024
	Kshs	Kshs
Cash investments and fixed deposits	-	-
Interest income from treasury bills	-	-
Interest income from treasury bonds	-	-
Interest from outstanding debtors	-	-
Others	-	-
<b>Total finance income</b>	<b>-</b>	<b>-</b>

**14. Miscellaneous Income**

Description	June 2025	June 2024
	Kshs	Kshs
Imprest Recovery	20,000	-
Consultancy fees	-	-
Income from sale of tender	-	-
Services concession income	-	-
Reimbursements and refunds	-	-
Graduation fees	-	-
Bad debts recovered	-	-
Income written back	-	-
Others	-	-
<b>Total other income</b>	<b>20,000</b>	<b>-</b>

**15. Use of Goods and Services**

Description	June 2025	June 2024
	Kshs	Kshs
Administrative cost	834,370	799,505
Bank charges		2,113
Electricity water expenses	5,000	112,650
Subscriptions fee		40,000
Tuition	247,443	-
Local Transport and Travel	182,818	-
Medical expenses	-	-
	-	-
<b>Total good and services</b>	<b>1,269,631</b>	<b>954,268</b>

16. Employee Costs

Description	June 2025	June 2024
	Kshs	Kshs
Salaries and wages	805,000	814,800
Employee related costs - contributions to pensions and medical aids	-	-
Travel, motor car, accommodation, subsistence and other allowances	-	-
Housing benefits and allowances	-	-
Overtime payments	-	-
Social contributions	-	-
<b>Employee Costs</b>	<b>805,000</b>	<b>814,800</b>

17. Board Expenses

Description	June 2025	June 2024
	Kshs	Kshs
Chairman's Honoraria	-	-
Directors Emoluments	267,000	752,585
Other Allowances	-	-
Other Board/Council Expenses	-	-
<b>Total</b>	<b>267,000</b>	<b>752,585</b>

18. Depreciation and Amortization expense

Description	June 2025	June 2024
	Kshs	Kshs
Property, plant and equipment	216,322	-
Intangible assets	-	-
Investment property carried at cost	-	-
<b>Total depreciation and amortization</b>	<b>216,322</b>	<b>-</b>

19. Repairs and Maintenance

Description	June 2025	June 2024
	Kshs	Kshs
Repairs and maintenance expenses	5,855	-
Investment property – earning rentals	-	-
Equipment and machinery	-	-
Vehicles	-	-
Furniture and fittings	-	-
Computers and accessories	-	-
<b>Total Repairs and Maintenance</b>	<b>5,855</b>	<b>-</b>

20. Contracted Services

Description	June 2025	June 2024
	Kshs	Kshs
Actuarial valuations	-	-
Investment valuations	-	-
Property valuations	-	-
Other (specify)	-	-
<b>Total contracted services</b>	-	-

21. Grants and Subsidies

Description	June 2025	June 2024
	Kshs	Kshs
Community Development	-	-
Education Initiatives and Programs	-	-
Social Development	-	-
Social benefits expenses	-	-
Community Trust	-	-
Sporting Bodies	-	-
Others (specify)	-	-
<b>Total Grants and Subsidies</b>	-	-

22. Finance Costs

Description	June 2025	June 2024
	Kshs	Kshs
Borrowings (Amortized Cost)*	-	-
Finance Leases (Amortized Cost)	-	-
Unwinding of Discount from lease liabilities	-	-
Interest on Bank Overdrafts	-	-
Interest on Loans from Commercial Banks	-	-
Others (specify)	-	-
<b>Total Finance Costs</b>	-	-

**23. Gain On Sale of Assets**

Description	June 2025	June 2024
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
Other Assets not capitalised	-	-
<b>Total Gain On Sale of Assets</b>	-	-

**24. Gain/(loss) on Fair Value Investments**

Description	June 2025	June 2024
	Kshs	Kshs
Fair value on equity investments	-	-
Fair value arising from investment property	-	-
Fair value arising from biological assets	-	-
Fair value- other financial assets (specify)	-	-
<b>Total Gain</b>	-	-

**25. Impairment Loss**

Description	June 2025	June 2024
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
<b>Total Impairment Loss</b>	-	-

**26. Cash and Cash Equivalents**

Description	June 2025	June 2024
	Kshs	Kshs
Current Account	846,567	118,156
On - Call Deposits	-	-
Fixed Deposits Account	-	-
Staff Car Loan/ Mortgage	-	-
Others	-	-
<b>Total Cash and Cash Equivalents</b>	<b>846,567</b>	<b>118,156</b>

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

Financial Institution	Account number	June 2025	June 2024
		Kshs	Kshs
<b>a) Current Account</b>			
Kenya Commercial Bank	1304665496	846,567	118,156
Equity Bank, etc.		-	-
<b>Sub- Total</b>		<b>846,567</b>	<b>118,156</b>
<b>b) On - Call Deposits</b>			
Kenya Commercial Bank		-	-
Equity Bank – etc.		-	-
<b>Sub- Total</b>		<b>-</b>	<b>-</b>
<b>c) Fixed Deposits Account</b>			
Kenya Commercial Bank		-	-
Bank B		-	-
<b>Sub- Total</b>		<b>-</b>	<b>-</b>
<b>d) Staff Car Loan/ Mortgage</b>			
Kenya Commercial Bank		-	-
Bank B		-	-
<b>Sub- Total</b>		<b>-</b>	<b>-</b>
<b>e) Others(<i>Specify</i>)</b>			
Cash in Transit		-	-
Cash in Hand		-	-
Mobile Money account		-	-
<b>Sub- Total</b>		<b>-</b>	<b>-</b>
<b>Grand Total</b>		<b>846,567</b>	<b>118,156</b>

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**27. Receivables from Exchange transactions**

**27 (a) Current Receivables from Exchange transactions**

Description	June 2025	June 2024
	Kshs	Kshs
<b>Current Receivables</b>		
Student Debtors	2,247,172	899,860
Third party payments (KNEC control account)	1,600	-
Consultancy Debtors	-	-
Other Exchange Debtors	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total Current Receivables</b>	<b>2,248,772</b>	<b>899,860</b>

**27 (b) Long- term Receivables from Exchange transactions**

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

**27 (c) Ageing Analysis of Receivables from Exchange transactions**

Description	June 2025		June 2024	
	Kshs		Kshs	
	<b>Current</b>	<b>% of total</b>	<b>Comparative FY</b>	<b>% of total</b>
Less than 1 year	1,572,447	70	320,480.00	36
Between 1- 2 years	676,325	30	579,380	64
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total (a+b)</b>	<b>2,248,772</b>	<b>100</b>	<b>899,860</b>	<b>100%</b>

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

Description	June 2025	June 2024
	Kshs	Kshs
At the beginning of the year	-	-
Provisions during the year	-	-
Recovered during the year	(-)	(-)
Write offs during the year	(-)	(-)
At the end of the year	-	-

**28. Receivables from Non-Exchange transactions**

Description	June 2025	June 2024
	Kshs	Kshs
<b>Current Receivables</b>		
Capitation Grants*	-	-
Transfers from Other Govt. entities	-	-
Undisbursed Donor Funds	-	-
Other Debtors (Non-Exchange Transactions)	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total Current Receivables</b>	=	=

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

Description	June 2025		June 2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	=	%	=	%
<b>Total</b>	-	%	-	%

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

Description	June 2025	June 2024
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	(-)	(-)
Written off during the year	(-)	(-)
At the end of the year	-	-

**29. Inventories**

Description	June 2025	June 2024
	Kshs	Kshs
Consumable stores	-	-
Maintenance stores	-	-
Health Unit stores	-	-
Electrical stores	-	-
Cleaning Materials stores	-	-
Catering stores	-	-
Less: Impairment allowance	-	-
<b>Total Inventories at lower of Cost and Net Realizable Value</b>	-	-

**Detailed disclosure on inventories**

	June 2025	June 2024
<b>Opening balance</b>	-	-
Additional Inventory in the year	-	-
Inventory expensed in the year	-	-
Write-downs in the year	-	-
Others specify	-	-
<b>Closing balance</b>	-	-

**30. Investments in financial assets**

Description	June 2025	June 2024
	Kshs	Kshs
<b>a) Investment in Treasury Bills and Bonds</b>		
<b>Financial Institution</b>		
CBK	-	-
CBK	-	-
<b>Sub- Total</b>	-	-
<b>b) Investment with Financial Institutions/ Banks</b>		
Bank X	-	-
Bank Y	-	-
<b>Sub- Total</b>	-	-
<b>c) Equity Investments (Specify)</b>		
Equity/ Shares in Company -	-	-
<b>Sub- Total</b>	-	-
<b>Grand Total</b>	-	-

**d) Shareholding in other entities**

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

Name of Turkana North Technical and Vocational College where Investment is Held	No of Shares				Fair Value of Shares	Fair Value of Shares
	Direct Shareholding	Indirect Shareholding	Effective Shareholding	Nominal Value of Shares	Insert Current FY	Insert Comparative FY
	%	%	%	Kshs	Kshs	Kshs
Turkana North Technical and Vocational College A	-	-	-	-	-	-
Turkana North Technical and Vocational College B	-	-	-	-	-	-
	-	-	-	-	-	-

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

---

**31. Prepayments**

<b>Description</b>	<b>June 2025</b>	<b>June 2024</b>
	<b>Kshs.</b>	<b>Kshs.</b>
Insurance	-	-
Rent	-	-
Water	-	-
Internet	-	-
Others	-	-
<b>Total</b>	-	-

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**32. Property, Plant and Equipment**

	Land	Buildings	Motor vehicles	Furniture and fittings	Computers	reference books (Specify)	Plant and equipment	Total
Depreciation rate		0.025	0.25	0.125	0.333	0.25	0.125	
Cost		Kshs	Shs	Shs	Shs	Shs	Shs	Shs
At 1 July 2024	-	-	-	-	-	-	-	
Additions				310,000	533,250			843,250
Disposals								-
Transfers/adjustments								-
At 30 <sup>th</sup> June 2025	-	-	-	310,000	533,250	-	-	843,250
Additions								-
Disposals								-
Transfer/adjustments								-
At 30 <sup>th</sup> June 2025	-	-	-	-	-	-	-	-
<b>Depreciation and impairment</b>								-
At 1 July 2024								-
Depreciation		-	-	38,750.00	177,572.25	-	-	216,322
Impairment								-
At 30 June 2025	-	-	-	38,750	177,572	-	-	216,322
Depreciation								-
Disposals								-
Impairment								-
Transfer/adjustment								
At 30 <sup>th</sup> June 2025	-	-	-	38,750	177,572	-	-	216,322
<b>Net book values</b>								
At 30 <sup>th</sup> June 2025	-	-	-	271,250	355,678	-	-	626,928
At 30 <sup>th</sup> June 2025	-	-	-	271,250	355,678	-	-	626,928

**Turkana North Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2025.**

**Notes to the Financial Statements (Continued)**

**Valuation**

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

**32 (b) Property, Plant and Equipment at Cost**

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	-	-	-
Plant And Machinery	-	-	-
Motor Vehicles including Motorcycles	-	-	-
Computers and Related Equipment	533,250	177,572	355,678
Office Equipment, Furniture, And Fittings	310,000	38,750	271,250
<b>Total</b>	<b>843,250</b>	<b>216,322</b>	<b>626,928</b>

**33. Intangible Assets**

Description	June 2025	June 2024
	Kshs	Kshs
<b>Cost</b>		
<b>At beginning of the year</b>	-	-
Additions	-	-
<b>At end of the year</b>	-	-
Additions–internal development	-	-
<b>At end of the year</b>	-	-
<b>Amortization and impairment</b>		
<b>At beginning of the year</b>	-	-
Amortization	-	-
<b>At end of the year</b>	-	-
Impairment loss	-	-
<b>At end of the year</b>	-	-
<b>NBV</b>	-	-

#### 34. Investment Property

Description	June 2025	June 2024
	Kshs	Kshs
At beginning of the year	-	-
Additions	-	-
Disposal during the year	(-)	(-)
Depreciation	(-)	(-)
Impairment	(-)	(-)
Gain or loss on fair value- if fair value is elected	-	-
At end of the year	-	-

#### 35. Biological Assets

	June 2025	June 2024
	Kshs	Kshs
Trees in a plantation forest	-	-
Animals: Dairy Cattle, Pigs, Sheep	-	-
Others (Specify)	-	-
<b>Total</b>	-	-

#### 36. Trade and Other Payables

Description	June 2025		June 2024	
	Kshs		Kshs	
Trade payables	124,423		-	
Fees paid in advance	-		-	
Salary deductions	-		-	
Third-Party Payments	-		-	
Other Payables	-		-	
<b>Total Trade and Other Payables</b>	<b>124,423</b>		<b>-</b>	
<b>Ageing analysis:</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	124,423	100	-	-
1-2 years	-	%	-	-
2-3 years	-	%	-	-
Over 3 years	-	%	-	-
<b>Total (to tie to totals above)</b>	<b>124,423</b>	<b>100</b>	<b>-</b>	<b>-</b>



**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**39. Finance Lease Obligation**

Description	June 2025	June 2024
	Kshs	Kshs
At the start of the year	-	-
Discount interest on Lease Liability	-	-
Paid during the year	(-)	(-)
At end of the year	-	-

**Maturity Analysis**

Period	Amount
	Kshs
Year 1	-
Year 2	-
Year 3	-
Year 4	-
Year 5 and Onwards	-
Less: Unearned Interest	(-)
<b>Total</b>	-

**Analysed as:**

Description	Amount
	Kshs
Current	-
Non- Current	-
<b>Total</b>	-

**40. Deferred Income**

Description	June 2025	June 2024
	Kshs	Kshs
National Government	-	-
International Funding Bodies	=	=
Public Contributions and Donations	=	=
<b>Total Deferred Income</b>	-	-

**Turkana North Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2025.**

The deferred income movement is as follows:

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

Analysed as:

Description	Amount
	Kshs
Current	-
Non- Current	-
<b>Total</b>	<b>-</b>

**41. Employee Benefit Obligations**

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	Insert Current FY	Insert Comparative FY
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
<b>Total Employee Benefits Obligation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**Retirement benefit Asset/ Liability**

The Turkana North Technical and Vocational College operates a defined benefit scheme for all full-time employees from July 1, 20xx. The scheme is administered by - while - are the custodians of the scheme. The scheme is based on - percentage of salary of an employee at the time of retirement.

An actuarial valuation to fulfil the financial reporting disclosure requirements of IPSAS 39 was carried out as at - June - by - actuarial valuers on this basis the present value of the defined benefit obligation and the related current service cost and past service cost were measured using the Projected Unit Credit Method. The principal assumptions used for the purposes of valuation are as follows:

Description	June 2025	June 2024
	Kshs	Kshs
Discount Rates	x%	x%
Future Salary Increases	x%	x%
Future Pension Increases	x%	x%
Mortality (Pre- Retirement)	x%	x%
Mortality (Post- Retirement)	x%	x%
Withdrawals	xx	xx
Ill Health	xx	xx
Retirement	xx years	xx years

**Recognition of Retirement Benefit Asset/ Liability**

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

Description	June 2025	June 2024
	Kshs	Kshs
The return on defined plan assets	-	-
Actuarial gains/ losses arising from changes in demographic assumptions	-	-
Actuarial Gains/ Losses Arising From changes In Financial Assumptions	-	-
Actuarial gains and losses arising from experience adjustments	-	-
Others ( <i>specify</i> )	-	-
Adjustments for restrictions on the defined benefit asset	-	-
<b>Remeasurement of the net defined benefit liability (asset)</b>	-	-

**Turkana North Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2025.**

**b) Amounts recognised in the Statement of Financial Position**

Description	June 2025	June 2024
	Kshs	Kshs
Present value of defined benefit obligations(a)	-	-
Fair value of plan assets(b)	(-)	(-)
Funded status(=a-b)	-	-
Restrictions on asset recognised	-	-
Others)	-	-
<b>Net asset or liability arising from defined benefit obligation</b>	-	-

The Turkana North Technical and Vocational College also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The Turkana North Technical and Vocational College's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at Kshs. - per employee per month. Other than NSSF the Turkana North Technical and Vocational College also has a defined contribution scheme operated by - Pension Fund. Employees contribute xx% while employers contribute xx% of basic salary. Employer contributions are recognised as expenses in the statement of financial performance within the period they are incurred.

**42. Payments received in advance.**

Description	June 2025		June 2024	
	Kshs		Kshs	
Fees received in advance	-		-	
Others (Specify)	-		-	
<b>Total</b>	-		-	
<b>Ageing analysis:</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-	%	-	%

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

---

**43. Borrowings**

<b>Description</b>	<b>June 2025</b>	<b>June 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
Balance at beginning of the year	-	-
External borrowings during the year	-	-
Domestic borrowings during the year	-	-
Repayments of external borrowings during the year	(-)	(-)
Repayments of domestic borrowings during the year	(-)	(-)
Balance at end of the year	-	-

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**43 a) Analysis of External and Domestic Borrowings**

Description	June 2025	June 2024
	Kshs	Kshs
<b>External borrowings</b>		
Dollar denominated loan from organization'	-	-
Sterling pound denominated loan from organization'	-	-
Euro denominated loan from zzz organization'	-	-
<b>Domestic borrowings</b>		
Kenya shilling loan	-	-
<b>Total balance at end of the year</b>	-	-

**43 b) Breakdown of Long and Short-Term Borrowings**

Description	June 2025	June 2024
	Kshs	Kshs
Short Term Borrowings (Current Portion)	-	-
Long Term Borrowings	-	-
<b>Total</b>	-	-

**44. Non-Current Provisions**

Description	Long service leave	Bonus Provision	Gratuity	Other Provisions	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
Balance at the beginning of the year	-	-	-	-	-
Additional Provisions	-	-	-	-	-
Provision utilised	(-)	(-)	(-)	(-)	(-)
Change due to discount and time value for money	-	-	-	-	-
Less: Current portion	(-)	(-)	(-)	(-)	(-)
<b>Total deferred income</b>	-	-	-	-	-

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**45. Service Concession Arrangements**

Description	June 2025	June 2024
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	-	-
Accumulated depreciation to date	(-)	-
Net carrying amount	=	=
Service concession liability at beginning of the year	-	-
Service concession revenue recognized	(-)	(-)
Service concession liability at end of the year	=	=

**46. Social Benefit Liabilities**

Description	June 2025	June 2024
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	-	-
People Living with disabilities benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
<b>Total</b>	-	-
Current social benefits	-	-
Non- current social benefits	-	-
<b>Total (tie to totals above)</b>	-	-

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**47. Cash generated from operations.**

Adjusted for:	June 2025	June 2024
	Kshs	Kshs
<b>Surplus for the year before tax</b>	1,876,277	249,413
Depreciation	216,322	-
Non-Cash grants received	(-)	(-)
Contributed assets	(-)	(-)
Impairment	-	-
Gains and Losses on Disposal of Assets	(-)	(-)
Contribution to provisions	-	-
Contribution to impairment allowance	-	-
Finance Income	(-)	(-)
Finance Cost	-	-
<b>Working Capital Adjustments</b>		
Increase in Inventory		(-)
Increase in Receivables	(1,348,912)	(320,480)
Increase in Deferred Income	-	-
Increase in Payables	124,423	-
Increase in Payments received in advance	-	-
<b>Net Cash Flow from Operating Activities</b>	<b>868,110</b>	<b>- 71,067</b>

**Turkana North Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2025.**

**48. Financial Risk Management**

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

**(i) Credit risk**

The Turkana North 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 Turkana North 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:

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
<b>At 30 June 2024</b>				
Receivables from exchange transactions	899,860	899,860	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	<b>899,860</b>	<b>899,860</b>	<b>-</b>	<b>-</b>
<b>At 30 June 2025</b>				
Receivables from exchange transactions	2,248,772	2,248,772	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	<b>2,248,772</b>	<b>2,248,772</b>	<b>-</b>	<b>-</b>

**Financial risk management (continued)**

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

The Turkana North Technical and Vocational College has significant concentration of credit risk on amounts due from -x

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

**(ii) Liquidity risk management**

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

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>At 30 June 2024</b>				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	-	-	-	-
<b>At 30 June 2025</b>				
Trade Payables	124,423	124,423	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	<b>124,423</b>	<b>124,423</b>	-	-



**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**(iii) Market risk**

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

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the Turkana North 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 Turkana North 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 Turkana North Technical and Vocational College's exposure to market risks or the manner in which it manages and measures the risk.

**a) Foreign currency risk**

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

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

The Turkana North Technical and Vocational College manages foreign exchange risk from future commercial transactions and recognised assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments.

**Foreign currency sensitivity analysis**

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

u	Change in currency rate	Effect on Profit before tax	Effect on equity
	Kshs	Kshs	Kshs
<b>20xx</b>			
Euro	10%	-	-
Usd	10%	-	-
<b>20xx</b>			
Euro	10%	-	-
Usd	10%	-	-

**b) Interest rate risk**

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

**Management of interest rate risk**

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

**Sensitivity analysis**

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

Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs - (2025: Kshs -). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs - (2025 - Kshs -)

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**iv) Capital Risk Management**

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

Description	June 2025	June 2024
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	2,894,293	1,018,016
Capital Reserve	-	-
<b>Total Funds</b>	<b>2,894,293</b>	<b>1,018,016</b>
Total Borrowings	-	-
Less: Cash and Bank Balances	(846,567)	(118,156)
Net Debt/(Excess Cash and Cash Equivalents)	-	-
<b>Gearing</b>	xx%	xx%

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**49. Related Party Balances**

**Nature of related party relationships**

Entities and other parties related to the Turkana North 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 *Turkana North Technical and Vocational College*, holding 100% of the *Turkana North Technical and Vocational College's* equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the Turkana North 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;
- v) -

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

Description	June 2025	June 2024
	Kshs	Kshs
<b>Transactions with Related Parties</b>		
<b>a) Sales to related parties</b>		
Sales of electricity to govt agencies	-	-
Rent income from govt. agencies	-	-
Water sales to govt. agencies	-	-
Others	-	-
<b>Total</b>	-	-
<b>B) Purchases from related parties</b>		
Purchases of electricity from KPLC	-	-
Purchase of water from govt service providers	-	-
Rent expenses paid to govt agencies	-	-
Training and conference fees paid to govt. agencies	-	-
Others	-	-
<b>Total</b>	-	-
<b>b) Grants /Transfers from the Government</b>		
Grants from National Govt	2,858,238	2,297,820
Grants from County Government	-	-
Donations in Kind	-	-
<b>Total</b>	<b>2,858,238</b>	<b>2,297,820</b>
<b>c) Expenses incurred on behalf of related parties</b>		
Payments of Salaries and Wages for Employees	805,000	814,800

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

Description	June 2025	June 2024
	Kshs	Kshs
Payments for Goods and Services	-	-
<b>Total</b>	<b>805,000</b>	<b>814,800</b>
<b>d) Key Management Compensation</b>		
Directors' emoluments	267,000	752,585
Compensation to Key Management	-	=
<b>Total</b>	<b>267,000</b>	<b>752,585</b>

**50. Segment Information**

The college operates one office

**51. Contingent Assets and Contingent Liabilities**

**Contingent Assets**

Description	June 2025	June 2024
	Kshs	Kshs
<b>Contingent Assets</b>		
Insurance Reimbursements	-	-
Assets arising from determination of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Contingent Liabilities**

Description	June 2025	June 2024
	Kshs	Kshs
<b>Contingent Liabilities</b>		
Court Case - against ( <i>The Turkana North Technical and Vocational College</i> )	-	-
Bank guarantees in favour of subsidiary	-	-
Contingent liabilities arising from Contracts including PPPs	-	-
Others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**52. Capital Commitments**

<b>Capital Commitments</b>	<b>June 2025</b>	<b>June 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
Authorised for	-	-
Authorised and contracted for	-	-
<b>Total</b>	-	-

**53. Events After the Reporting Period**

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

**54. Ultimate And Holding Turkana North Technical and Vocational College**

Turkana North TVC is a State Corporation or a Semi-Autonomous Government Agency under the Ministry of Education. Its ultimate parent is the Government of Kenya.

**55. Currency**

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

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**20. Appendices**

**Appendix 1: Implementation Status of Auditor-General Recommendations**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)



MR. HAMISI SAKWA  
 Accounting Officer/Principal.

Date: 20/11/2025

**Turkana North Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2025.**

**Appendix II: Projects Implemented by Turkana North Technical and Vocational College.**

**Projects**

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

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

**Status of Projects completion**

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

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**Appendix III- Inter-Turkana North Technical and Vocational College Confirmation Letter.**

Name of transferring Turkana North Technical and Vocational College: **STATE DEPARTMENT OF TECHNICAL VOCATIONAL EDUCATION TRAINING**

Name of beneficiary Turkana North Technical and Vocational College: **TURKANA NORTH TECHNICAL AND VOCATIONAL COLLEGE.**

Confirmation of amounts received by [Insert name of beneficiary Turkana North Technical and Vocational College as at 30 <sup>th</sup> June (Current FY)]					
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
FT24197NV22M	15.7.2024	499,828		499,828	
FT24267ZFGF6	23.9.2024	85,928		85,928	
FT242766XXX8	2.10.2024	499,828		499,828	
FT250216Q6JJ	21.1.2025	499,828		499,828	
FT25049MK3VWW	18.2.2025	272,828		272,828	
FT25155F0K2L	4.6.2025	499,828		499,828	
FT25168B1TC2	17.6.2025	499,828		499,828	
<b>Total</b>		<b>2,857,893</b>		<b>2,857,893</b>	

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

**Head of Accounts Department – State Department TVET**

Name ..... Sign ..... Date .....

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

Head of Accounts Department – Turkana North Technical and Vocational College.

Name SAKWA HAMISI Sign  Date 20/11/2025

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**Appendix IV: Reporting of Climate Relevant Expenditures**

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

**Turkana North Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2025.**

**Appendix V: Reporting on Disaster Management Expenditure**

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