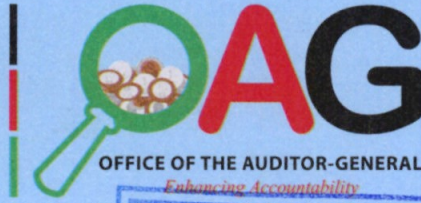


REPUBLIC OF KENYA



REPORT

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PAPERS LAID

DATE: 14 APR 2026

DAY.

Tuesday

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BY:

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(Deputy Majority Whip)

CLERK-AT  
THE-TABLE:

Inzofu Mwale, HSC

THE AUDITOR-GENERAL

ON

KOITALEEL SAMOEI UNIVERSITY  
COLLEGE

FOR THE YEAR ENDED  
30 JUNE, 2025



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KOITALEEL SAMOEI UNIVERSITY  
COLLEGE



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**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 30<sup>TH</sup> JUNE 2025**

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

***Koitaleel Samoei University College***  
**Annual Report and Financial Statements**  
**For the year ended June 30, 2025**

*Koitaleel Samoei University College*  
**Annual Report and Financial Statements**  
**For the year ended June 30, 2025**

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**1. Acronyms, Abbreviations and Glossary of Terms**

**A: Acronyms and Abbreviations**

CEO	Chief Executive Officer
DG	Director General
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
MD	Managing Director
NT	National Treasury
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
SAGAs	Semi-Autonomous Government Agencies
SC	State Corporations
WB	World Bank
VC	Vice Chancellor
MTC	Medical Training College
MTTC	Mosoriot Teachers Training College

**B: Glossary of Terms**

**Fiduciary Management-** Members of Management directly entrusted with the responsibility of financial resources of the organisation

**Comparative Year-** Means the prior period

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**2. Key Entity Information and Management**

**(a) Background information**

In 2012/2013, the Nandi County and its professionals mooted the concept of University for the County as per the Constitutional provision. Through a Legal Notice, the Koitaleel Samoei University College (KSUC) was then established in 2015 under the mentorship of the University of Nairobi. The KSUC is therefore a creation of section 8 of the University of Nairobi Charter and section 42 of the Universities Act No. 42 of 2012. It was established and gazette in October 2018 as a constituent college of the University of Nairobi. The University College is named after the eponymous Nandi hero, Koitaleel Arap Samoei. The College has two (2) campuses; namely, Main Campus in Nandi Hills and Mosoriot Campus in Nandi County. In the mirror image of the mentoring university, KSUC will have 7 campuses, one in each sub-county of the Nandi County, and a Teaching Hospital.

The proposed Campuses:

Sub-County	Campus Name	Schools and Facilities
1. Nandi Hills	Main Campus	a) Seat of University: Administration Building b) University Main Library c) School of Law d) School of Humanities and Social Sciences e) School of Sports and Recreation
2. Chesumei	Mosoriot Campus	a) Campus Administration Building b) School of Education c) School of Business
3. Mosop	Kaiboi Campus	a) Campus Administration Building b) School of Engineering, Built Environment and Manufacturing c) School of Information and Communication Technology
4. Emgwen	Kaimosi Campus	a) Campus Administration Building b) School of Agriculture c) School of Forestry and Natural Resources d) School of Aquatic Science
5. Aldai	Kaptumo Campus	a) Campus Administration Building b) School of Science c) School of Environmental Studies
6. Tindiret	Maraba/Kimwani Campus	a) Campus Administration Building b) School of Nursing Sciences c) School of Public Health
7. Kapsabet	Health Sciences Campus	a) Campus Administration Building b) Medical School c) Dental School d) School Pharmacy

**(b) Principal Activities**

The mandate of the KSUC in education and training is rooted in the following philosophical guidelines:

- i) Problem-based learning;
- ii) Community engagement and service as a condition for graduation;
- iii) Community ownership and involvement in and benefit from university activities;

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iv) Holistic education and training that produce agents of change and knowledge that transforms society.

**Our Vision**

A premier university nurturing talent for sustainable development.

**Our Mission**

To produce creative and innovative graduates with academic integrity and to contribute sustainable knowledge to stimulate social and economic development through training, research and innovative technology transfer, student welfare, community service, consultancy, and continuing education

**Our Core Values**

- a) Team work
- b) Responsive
- c) Excellence.
- d) Justice and fairness.
- e) Courage and resilience

**Our education and training are rooted in the following philosophical guidelines:**

- a) Problem-based learning;
- b) Community engagement and service as a condition for graduation;
- c) Community ownership and involvement in and benefit from university activities;
- d) Specialized campuses in communities and attraction of relevant industries to be set up around the campuses; and
- e) Holistic education and training that produce agents of change and knowledge that transforms society

**(c) Key Management**

The University College Council

- |                               |                                      |
|-------------------------------|--------------------------------------|
| 1. Prof. Risley Kavu Ngala    | - Chair of Council                   |
| 2. Dr. Abdullahi Mohamed Abdi | - Member                             |
| 3. Mr. Patrick Kiprof Sang    | - Member                             |
| 4. Mr. Gordon Oyomno          | - Member                             |
| 5. Ms. MaryJane Mwangi        | - Member                             |
| 6. Ms. Julie Kisaka           | - Member                             |
| 7. Prof. Margaret Hutchinson  | - Member (Vice Chancellor UoN)       |
| 8. Ms. Esther Musila          | - Member (National Treasury Rep)     |
| 9. Mr. Stephen Sanduki        | - Member (Ministry of Education Rep) |

**(d) Fiduciary Management**

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

No.	Name	Designation
-----	------	-------------

**Koitaleel Samoei University College**  
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1	Prof. Winston Jumba Akala	Principal
2	Prof. Ruth Jepkemboi Choge	Ag. Deputy Principal
3	Dr. Loice Koskei	Director, School of Business
4	Dr Patrick Cheben	Director, School of Education
5	Dr. Rhoda Chumba	Registrar Administration & HR
6	Mr. Isaac K. Kamar	Deputy Registrar Administration
7	Mr. John N. Ngigi	Registrar Academics Affairs
8	Mr. Josphat Ruttoh	Ag. Deputy Finance Officer

**(e) Fiduciary Oversight Arrangements**

- (i) Finance General Purposes Committee
- (ii) Audit Committee
- (iii) Commission for University Education
- (iv) Ministry of Education
- (v) The National Treasury
- (vi) Office of the Auditor General
- (vii) Office of the Controller of Budget

**(f) Entity Headquarters**

Koitaleel Samoei University College Headquarters  
 Kapsabet Kisumu Road  
 P.O. Box 5 – 30307, Mosoriot, Kenya

**(g) Institution Contacts**

Koitaleel Samoei University College Contacts  
 Telephone: (254)020-4915307  
 E-mail: [principal@ksu.ac.ke](mailto:principal@ksu.ac.ke), [fo@ksu.ac.ke](mailto:fo@ksu.ac.ke)  
 Website: [www.ksuc.ac.ke](http://www.ksuc.ac.ke)

**(h) Institution Bankers**

Koitaleel Samoei University College Bankers  
**ABSA Bank of Kenya**  
 Eldoret Branch  
 P.O Box 22 – 30100  
 Eldoret, Kenya

**Kenya Commercial Bank**

Eldoret Branch  
 P.O. Box 560 – 30100  
 Eldoret, Kenya

**(i) Independent Auditor**

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Auditor-General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

**(j) Principal Legal Adviser**

The Attorney General

State Law Office and Department of Justice

Harambee Avenue

P.O. Box 40112

City Square 00200


Nairobi, Kenya

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**3. Council Members**

 <p><b>Prof. Risley K. Ngala PhD Chairman Council</b></p>	<p><b>Prof. Risley K. Ngala</b> holds a PhD in English Literature, and has experience in interdisciplinary research and social work in Africa and Europe. He is a private consultant based in Mombasa, Kenya, working on various issues including governance, peace and security, gender rights and equality and communal development. He has experience working with and for women and marginalized populations at the Kenyan Coast and the North Eastern provinces. He has served as lead consultant on peace and security for UN Women, Kenya. He is currently a businessman and serves as chairman of Jamii Action Centre, Kwale. He is also chairman of council at the Koitaleel Samoei University College. Previously, he has taught in many universities in Europe and Africa as a visiting and tenured professor, including the University of Bergen, University of South-Eastern Norway, the Arctic University of Norway, University of Dar es Salaam and the University of Szeged, Hungary. He has also been a visiting professor at the Gdansk Shakespeare Theatre, Poland</p>
	<p><b>Ms. Julie Kisaka</b> is an experienced and accomplished strategist of over twenty years. Presently, she is a Director of Western Heights Academy Bungoma. In her current role she has championed and excelled in spearheading the actualization of the strategic direction; promoting the highest standards of teaching, enhancing stakeholder learning and development, boosting employee engagement, encouraging highly inspired and motivated teams; providing staff with the necessary support and guidance to achieve the schools action plans; ensuring that management, finance, organization and administration of the school support the improvement of standards in learning and teaching; monitoring, evaluating and reviewing the impact and effectiveness of the schools policies and recommending adjustments where necessary; ensuring compliance and implementation of educational development are relevant to the needs of the school as provided for the government and Inspiring stakeholders' confidence in the school.</p> <p>Her professional core competencies include Board Development, Strategy Execution, Budget administration, Effective Communication, Commercial Awareness, Corporate Governance, Monitoring &amp; Evaluation, Sales &amp; Marketing, Quality Assurance, Transformational Leadership, Human Capital Management, Management, Customer Excellence, Work Ethics, Analytical skills, Emotional Intelligence, Growth Nurturance, Policy Design &amp; Implementation, ICT and Stakeholder Engagement. Previously, Julie has held various strategic and operational positions which include Chief Commercial Officer-Mumias Sugar Company, Head of Publishers Distribution Services-The Standard Group, Commercial Manager- Nation Media Group, Business Manager-Nation Media Group-The Business Daily, Agency Sales</p>

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	<p>Manager- Nation Media Group, and Sales Manager Direct Display - Nation Media Group and Sales Manager-The East African. She holds a Master’s Degree in Business Administration in Strategic Management from the University of Nairobi and a Bachelor of Arts from the same University</p>
	<p><b>Mr. Clement Odeka</b> is a highly experienced ICT specialist with a proven track record in implementing and managing information and communication technology systems. With extensive experience in the public sector, he has held senior positions such as Deputy Director-ICT at the Ministry of Education Kenya and Director of the Board, representing the Principal Secretary at various universities and colleges. His expertise includes financial software systems implementation, network administration, data security, project management, and ICT strategic development. Mr. Odeka holds multiple academic qualifications, including two master's degrees in ICT and Business Administration, along with a strong professional background, including certifications in project management and information security. Mr. Odeka's areas of specialty encompass financial and human resource management systems implementation, network and internet administration, data security, and ICT project management.</p> <p>He has a solid academic foundation with a Master of Science degree in ICT, an Executive Master of Business Administration, and a Bachelor of Science degree in Meteorology &amp; Maths. Additionally, he has acquired professional qualifications in strategic leadership management, project management, information security, and networking. As a member of professional bodies such as ICTAK and CSK, Mr. Odeka is committed to staying updated with the latest advancements in the field. His vast knowledge and expertise make him an invaluable asset in driving ICT initiatives and optimizing technology infrastructure for organizations</p>

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**Council Member**

***Strategic Leadership, Governance & Development Expert***

CPA Abdullahi Abdi is a strategic leader and expert in policy advocacy and development, with over 22 years of extensive experience in leadership, governance, and socio-economic transformation. He has spearheaded initiatives that address critical issues such as climate change resilience and livelihood, child protection and education, women's empowerment, principles of just governance, peacebuilding, and conflict transformation.

CPA Abdullahi serves as the Executive Director of Womankind Kenya, a national non-governmental organization. Additionally, Abdullahi chairs the Adaptation Consortium Trust, leading the strategic implementation of climate change financing. He also served as a Board Director at Coast Development Authority and worked as Senior Relationship Manager in the Banking Sector and Associate Consultant at Dayibson Consulting Limited.

CPA Abdullahi holds a PhD in Leadership and Management from the Management University of Africa, a Master of Business Administration (MBA-Finance) from United States International University, and a Bachelor of Commerce (B. Com – Accounting) from Kenyatta University. He also holds Leadership Certifications from Harvard Kennedy School, Aga Khan University and Kenya School of Government. He is a Certified Public Accountant (CPA-K) and an active member of the Institute of Certified Public Accountants of Kenya (ICPAK) and Kenya Institute of Management



**MaryJane Njoki Mwangi – Council Member**

*Corporate Governance, Strategic Leadership & Energy Sector Executive*

MaryJane Njoki Mwangi is a distinguished corporate leader with over 25 years of executive experience in strategic management, corporate governance, business transformation, and operational leadership across Kenya’s energy and public sectors. Her professional trajectory includes senior roles in multinational oil companies and state corporations, culminating in her appointment as Chief Executive Officer of the National Oil Corporation of Kenya, where she led large-scale organizational restructuring, financial turnaround initiatives, and expansion of downstream operations.

Ms. Mwangi holds a Bachelor of Arts degree in Economics and Sociology and an MBA in Strategic Management, both from the University of Nairobi. She has undertaken advanced executive training including the **Global CEO Program**, Strathmore Business School, and corporate governance programs from the Centre for Corporate Governance.

Since **2022**, she has served as a **Council Member at Koitaleel Samoei University College**, where she provides high-level strategic oversight and contributes to institutional growth, governance, and policy formulation. She is the immediate Chair of the Infrastructure and Building Committee and a member of the Finance and General Purposes Committee.


Her earlier executive roles include General Manager – Downstream  
**Esther Musila – Alternate Director, National Treasury**

**Deputy Accountant General, National Treasury**

Esther Musila is an accomplished public finance professional currently serving as Deputy Accountant General at the National Treasury, a position she has held since November 2021. She brings extensive expertise in public financial management, financial analysis, budgeting, cash forecasting, cash management, and financial controls, contributing to strengthened fiscal governance within Kenya’s public sector.

Ms. Musila holds a Bachelor of Science degree in International Business Administration (Accounting and Finance) from the United States International University–Africa (USIU-A) and is a Certified Public Accountant (CPA-K). Her strong technical grounding and regulatory experience reinforce her contributions to public sector financial stewardship.

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	<p><b>Gordon Oyomno</b> is a management and institutional development professional with expertise in the development and delivery of training programmes, development and implementation of IT policies, programmes and projects, development and evaluation of IT infrastructure procurement tenders, and management of IT contacts based on service level agreements. He is now retired and learning to become a coffee and avocado farmer in Koru.</p> <p>Mr. Oyomno’s work experience spans over four decades, during which he has been in academics, governance and management, and consulting. In academics, he worked in various tertiary educational and training institutions in Kenya and South Africa. These include: The Kenya Polytechnic (now The Technical University of Kenya), Faculty of Commerce, University of Nairobi, and Wits School of Government, University of the Witwatersrand, Johannesburg. He was also worked as part time lecturer in a number of tertiary educational institutions in Kenya, including Moi University, USIU, Kenya School of Monetary</p>
	<p><b>Stephen Sanduki Nyabutto – Alternate Director, Ministry of Education</b></p> <p><i>Human Resources Specialist</i></p>

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	<p>Studies, Kenya Institute of Management. In governance and management, Mr. Oyomno has been chairman of Nairobi Technical Training Institute's board of governors, a project manager for IT infrastructure transition at Government Pensions Administration Agency, the National Treasury, South Africa, a Lead consultant in Distributed Systems Development Project of Kenya's Ministry of Finance, and Head of Department for Mathematics, Statistics and Computing at the Kenya Polytechnic. In consulting, Mr. Oyomno has worked with various governmental, nongovernmental and international organizations in a number of African countries, including: Botswana, Eswatini (formerly Swaziland), Kenya, Lesotho, Malawi, Namibia, Tanzania, Uganda, and Zambia. He also worked with UNDP Nairobi and Johannesburg various assignments that covered assessment of aspects government information technology capabilities and development of appropriate policies and strategies for information technology and e-government capabilities</p> <p>In terms of academic qualifications, Mr. Oyomno holds a master's degree in management and organizational science from USIU, a postgraduate diploma in computer science from University of Essex, UK, Bachelor of Education (Science) in mathematics and physics from the University of Nairobi. Furthermore, Mr. Oyomno's professional qualifications include COBIT 5 Foundation and Implementation certificates for Information Technology Governance (ITG) and ITIL 3 Foundation certificate for Information Technology Service Management (ITSM), Communications Network Infrastructure. He has working knowledge of TOGAF (The Open Group Architecture Framework) for enterprise architecture of information technology and Prince 2 for IT project management.</p>
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**Prof. Winston Jumba Akala PhD, Principal – Koitaleel Samoei University College** is a Fulbright Scholar and Professor of Research in Education and Curriculum Studies. He is formerly a member of the Kenya National Institute of Curriculum Development (KICD) Management Council where he also Chaired the Technical Committee on Curriculum. He is an Alumni of the University of Illinois at Urbana-Champaign – USA where he studied education (curriculum research). He has lectured at the Catholic University and University of Nairobi in the areas of curriculum studies, civic education, research methodology, and Education statistics for many years.

He has also supervised academic research, in addition to carrying out consultancies in research and evaluation of programmes at local, national and international levels. Prof Akala has also worked as the Director of Quality Assurance at the Catholic University of Eastern Africa where he created systems and procedures as the management representative steering the university to ISO certification status. He is meticulous about quality, especially in research and training, among others. His activity areas are in civic education, statistics, monitoring and valuation of programmes, training and facilitation of community action. Prof. Akala is also a member of the International Association of Educators (INASED) and representative for Kenya and Eastern Africa.


His latest publications include among others: Influence of peers on talent identification for players in rugby clubs in Kenya. *International Journal of Innovative Research and Knowledge*. Volume-3 Issue-10, October-2018, p.52-62. (ISSN-2213- 1356); Challenges facing the effective implementation of Artisan and craft courses in Catholic-sponsored community colleges in Nairobi, Kenya (with Peter C. K. & Joash M.W.). *Journal of Research and methods in Education (IOSR-JRME)*, e-ISSN: 2320-7388 p-ISSN: 2320-737X. Vol. 6 (2), pp. 27-36. (2016); Involving police officers in formulation of Information Communication Technology policies and ICT integration in in-service training programmes: A case study of Kenya Police Service. *Journal of African Interdisciplinary Studies (JAIS)*. Volume 2, Number 10, October 2018. P.104-119. ISSN 2523- 6725

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**4. Key Management Team**

	<b>MANAGEMENT</b>	<b>DETAILS</b>
1.		<b>Prof . Winston Jumba Akala</b> <b>Principal</b>
2.		<b>Prof . Jepkemboi Choge</b> <b>Ag. Deputy Principal</b>
3.		<b>Dr. Loice Koskei</b> <b>Director, School of Business</b>
4.		<b>Dr Patrick Cheben</b> <b>Director, School of Education</b>
5.		<b>Dr. Rhoda Chumba</b> <b>Registrar Administration</b>

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	<b>MANAGEMENT</b>	<b>DETAILS</b>
6.		<p><b>CS. John Ngigi</b>  <b>Registrar Academic</b></p>
7.		<p><b>Mr. Isaac Kamar</b>  <b>Deputy Registrar Administration</b></p>
8.		<p><b>CPA Josphat Ruttoh</b>  <b>Ag. Deputy Finance Officer</b>  <b>MBA, BBM</b></p>

**Koitaleel Samoei University College  
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For the year ended June 30, 2025**

**5. Chairman's Statement**

The Annual Report and Financial Statements for the year ended June 30, 2025 reflect major improvement by the University against many finance challenges faced by the University.

The Council will promote policies that offer an enabling environment for the University to thrive especially given the prevailing situation of low Government funding and increased need for Resources.

The University also needs to sustain measures that will enable it to stay ahead in a competing way in the higher education sector.

**Financial Performance**

During the year ended June 30, 2025 the University registered a surplus of Kshs. 267 million compared to a surplus of Kshs. 42 million in the previous year.

The University Revenue for Financial year ended June 30, 2023 was Kshs. 627 million as compared to Kshs. 320 million in the previous financial year.

**Capital Development**

The Council approved and overseeing the construction of the Main Campus Block in Nandi Hills which is valued at Kshs. 946 million. It is estimated to be 15% complete so far.

**Challenges in Capital Development**

The greatest challenge is lack of financial resources. The low capitation from the Exchequer has seriously slowed down all capital development and critical operation of the University College. During the financial year ended June 2025

**Future Outlook**

The University will continue increasing the number of activities and market Module II programmes as an alternative increasing our Internal Generated Income (AIA)

  
.....  
**PROF. RISLEY KAVU NGALA, PhD**  
**Chairman of Council**  
**3 July 2025**

**Koitaleel Samoei University College**  
**Annual Report and Financial Statements**  
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**6. Report of the Chief Executive Officer**

I am pleased to present the annual Report and Financial Statements of Koitaleel Samoei University College for the financial year ended June 30, 2025. The overall financial performance for the year improved significantly compared to previous similar period. During the year ended June 30, 2025 Koitaleel Samoei University registered a surplus of Kshs. 267 million compared to a surplus of Kshs. 42 million.

**Revenue**


The College received recurrent capitation of Kshs. 199 million in the period ended June 30, 2025 compared to Kshs. 138.1 million in the previous similar period which ended June 30, 2024 which was an increase of 61 million. Revenue from accommodation, income generating activities and rentals is Kshs. 551,350 thousand in the year 2025.4

**Challenges**

While a lot has been achieved over the period under review, there have been a number of challenges that the College faced. The main challenge has been completion of infrastructure for example in the financial year 2024/2025 the treasury 150 million for capital projects which is not adequate. The academic staff that are currently in post are not enough to reach all the courses being offered in the two schools. This demands for part time lecturers to be hired to fill in the gaps, which has negative financial implication. Thirdly our student numbers are increasing in each intake hence, learning space for some common courses with large number have become a big challenge.

**Outlook**

The University has put in place some austerity measures to control the run-away costs. The College Management are striving to maintain expenditures with the Budget allocation. The Management has enhanced the capacity of the Marketing Department in a view of increasing our student numbers both in Government sponsored and self-sponsored students. The Management is also looking for new income generating activities and also encourage our lecturers to engage in grant proposal writing.

  
.....  
**PROF. WINSTON JUMBA AKALA**  
**Phd(UIUC), M.Phil(MU), B.Ed(KU)**  
**Principal and Secretary to the Council**  
**3 July 2025**

**Koitaleel Samoei University College**  
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**7. Statement of Performance against Predetermined Objectives for FY 2024/2025**

Section 81 subsection 2 (f) of the Public Finance Management Act, 2012 requires the accounting officer to include in the financial statement, a statement of the national government entity's performance against predetermined objectives. Koitaleel Samoei University College has eight (8) strategic pillars and objectives within the current Strategic Plan for the FY 2024/2025. These strategic pillars/theme/issues are as follows:

- Pillar1.** Teaching and Learning
- Pillar2.** Research, Innovation, and Technology Transfer
- Pillar3.** Students' Welfare
- Pillar4.** Institutional Development
- Pillar5.** Governance and Leadership
- Pillar6.** Financial Resources
- Pillar7.** Human Resources
- Pillar8.** Technology and Innovation

Koitaleel Samoei University College develops its annual work plan based on the above eight (8) pillars/theme/issues. Assessment of the Boards' performance against its annual work plan is done on a quarterly basis. The Koitaleel Samoei University College achieved its performance target set for the FY 2024/2025 period for its eight strategic pillars, as indicated in the diagram below:

<b>Strategic Pillars</b>	<b>Objectives</b>	<b>Key Performance Indicators</b>	<b>Activities</b>	<b>Achievements</b>
<b>Teaching and learning</b>	To produce quality graduates in selected programs	Average "GPA"	Develop and consistently review Curriculum tailored to market needs.	4 programs developed
			Integrate ICT into teaching and learning in all Programs	ICT integrated
			Offer programs on an e-learning platform	E-learning platform mounted. Google Classroom, Google meet, Zoom, and Microsoft Teams

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<b>Strategic Pillars</b>	<b>Objectives</b>	<b>Key Performance Indicators</b>	<b>Activities</b>	<b>Achievements</b>
<b>Research, innovation, and technology transfer</b>	To create new knowledge and transfer to communities and industries	No. of papers published in peer-reviewed journals	Establish Research collaborations with universities both locally and internationally and with industry	17 journal publications, 1 book Publications.
<b>Students' welfare</b>	To provide a comprehensive portfolio of social welfare services to Students	% Students regularly participating in sports and games	Provide adequate accommodation and catering services, leisure, entertainment facilities.	75%
<b>Institutional development</b>	To develop institutional capacity for effective and efficient service Delivery	% of compliance with CUE standards and guidelines on physical facilities	Comply with CUE recommendations after inspection	Complied 90%
<b>Governance and leadership</b>	Improved institutional performance	Training on governance and leadership	KSUC Council Retreat conducted by State Corporation Advisory Committee. (SCAC).	Developed a Performance Improvement Plan for the financial 2021/2022.
<b>Financial resources</b>	Increased Targets		Harness natural resources as an income stream, in collaboration with the County Government	1,422,573.00 from sales of Tea.
<b>Technology and Innovation</b>	Improved access to digital resources	Internet bandwidth per 100 MBPS	Implement high- speed broadband internet connectivity in Mosoriot and Nandi Hills Campuses	High-speed broadband internet connectivity has been increased from 50 MBPS to 100 MBPS.

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**8. Corporate Governance Statement**

The Koitaleel Samoei University College Council members' appointments were approved on July 08, 2022, by the Cabinet Secretary for Education under the Gazette Notice No. 8050 and 8051 pursuant to Section 36 (1) (d) of the Universities Act 2012. KSUC Board subscribes to Mwongozo which is anchored on the Constitution of Kenya 2010 Article 10 on the National Values and Principles of Governance, Chapter 6, Article 73 that emphasizes on public trust, honour and dignity of public offices and Article 232 that reinforces personal Integrity, values and principles of public service which also provides for efficiency, effectiveness and economic use of resources.

**KSUC COUNCIL MEMBERS AS OF JUNE 30, 2025.**

	<b>NAME</b>	<b>DESIGNATION</b>
1	Prof. Risley Kavu Ngala	Chairman
2	Dr. Abdullahi Abdi	Member
3	Mr. Patrick Sang	Member
4	Mr. Gordon Oyomno	Member
5	Ms. Julie Kisaka	Member
6	Ms. Maryjane Mwangi	Member
7	Esther Musila	Alternate Director, National Treasury
8	Stephen Sanduki	Alternate Director, Ministry of Education
9	Prof. Margaret Hutchinson	Vice Chancellor's Representative
10	Prof. Winston J. Akala	Principal/Secretary to the Council

**ROLES AND FUNCTIONS OF THE BOARD.**

**The following are roles for KSUC Board as stipulated in the Mwongozo.**

- i) Determine the University College mission, vision, purpose and core values.
- ii) Exercise their role collectively and not individually
- iii) Set and oversee the overall strategy and approve significant policies of the organization
- iv) Ensure that the strategy is aligned with the purpose of the University College and the legitimate interests and expectations of its shareholders and other stakeholders.
- v) Ensure that the strategy of the University College is aligned to the long-term goals of the organization on sustainability so as not to compromise the ability of future generations to meet their own needs.
- vi) Approve the organizational structure
- vii) Approve the annual budget of the University College

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- viii) Monitor the University's performance and ensure sustainability
- ix) Enhance the corporate image of the University College
- x) Ensure availability of adequate resources for the achievement of the University College's objectives.
- xi) Hire the CEO, on such terms and conditions of service as may be approved by the relevant government organs and approve the appointment of senior management staff.
- xii) Ensure effective communication with stakeholders.

**INDUCTION AND TRAINING**

KSUC Board underwent Board induction and continuous skill development in the financial year 2024/2025 as below:

S/No.	Training/Workshop	Venue	Date
2.	Corporate Governance Workshop for Council Members facilitated by Kenya School of Government	Kenya School of Government, Mombasa	February 18 – February 22, 2025

**NUMBER OF BOARD MEETINGS HELD IN THE FY YEAR 2023/2024**

The number of Board meetings held in the financial year 2024/2025 were as per the approved Almanac tabulated below.

S/No.	Type of meeting	No. of meetings
1.	Full Council meetings	4
	<b>Committee Meetings</b>	
2.	Finance and General Purposes Committee Meetings	5
3.	Audit and Risk Committee Meetings	4
4.	Human Resource and Administration Committee Meetings	4
5.	Infrastructure and Building Committee meetings	4
6.	Resource Mobilization Ad Hoc Committee Meetings	4
7.	Charter Committee Meetings	4

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**BOARDS' REMUNERATION**

The following allowances and benefits were paid to KSUC Chairman and the Board members in the financial year 2024/2025 as stipulated in Mwongozo on Board remuneration.

<b>S/No.</b>	<b>Allowances</b>	<b>Amount (KES)</b>
1.	Monthly taxable Honorarium for Chairman	130,000.00 per month
2.	Monthly Airtime for Chairman	7,000.00 per month
3.	Monthly Airtime for Members of the Council	5,000 per month
4.	Taxable Sitting Allowance for Chairman of the Council	30,000.00 per sitting
5.	Taxable Sitting Allowance for Members of Council	30,000.00 per sitting
6.	Subsistence Allowance	18,200.00 per day
7.	Other Special Council meetings/ Chair of Council engagements with the Ministries/Departments/KSUC	

**MEDICAL EXPENSES**

KSUC provided medical cover to members of the Council in the FY 2024/2025.

**SUCCESSION PLANNING**

KSUC Board was appointed for a period of three (3) years with effect from July 08, 2022. Their term will expire on July 08, 2025. The alternate members of the council term end in 2026.

**ETHICS AND CONDUCT AND GOVERNANCE AUDIT**

As per the provisions of Mwongozo, all State Corporations should undergo a Governance Audit. However, this was not budgeted for in the financial year 2024/20245

**CONFLICT OF INTEREST**

KSUC Board members declared no conflict of interest with the University College upon appointment to the Board. During the meetings held in the financial year 2024/2025, there was no conflict of interest declared during the proceedings of the meetings held.

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**8. Management Discussion and Analysis**

**SECTION A**

**University College's Operational and Financial Performance**

During the year ended June 30, 2025 Koitaleel Samoei University College registered a surplus of Kshs.267 million compared to surplus of Kshs 42 million in the previous similar period.

**Revenue**

The College realised total revenue amounted to Kshs. 627 million in the period ended June 30, 2025 compared to Ksh 320.81 million in the previous similar period ended June 30, 2024.

**Government Capitation**

Koitaleel Samoei University College being a government owned Institution is allocated Recurrent and Development Capitation to finance its operations the Government;

Cumulative Government funding for the period ended June 2024 was as follows;

- Recurrent capitation grant allocation to the University was Kshs. 199 million compared to Kshs. 138 million in the previous similar period.
- Development Capitation grant allocated to the University was 150million for the financial year 2024/2025.

**Student Fees**

This comprise of fees from government sponsored students and self-sponsored students. The University received Ksh 405 million from Module I Fees and Kshs. 1.4 million from Module II fees as Compared to similar period last financial year of Kshs 167.5 million from Module 1 and Kshs 9.9 million from Module II.

**Other Incomes**

Included under this category are revenues from Accommodation. Income Generating Units, HELB, Research grants, administrative overhead Charges and Rental Income. The University received a total of Kshs 7.1 million during the period as compared to Kshs 2.9 for similar period in 2023.

**SECTION B**

**Institution's compliance with statutory requirements**

The University College endeavours to ensure full compliance with statutory requirements and other Government regulations. The University prepares its financial statements in accordance with the Public Financial Management Act (PFM) 2012, the PFM Act Regulations, the State Corporations Act, the University Act and the International Public Sector Accounting Standards (IPSAS).

Capital Developments are fully funded by the Government; however, the main capital development project (The Main Campus at Nandi Hills) has stalled due to insufficient funding from the Government.

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**SECTION**

Key projects and investment decisions the Institution was planning implementing.

1.Dome Tent 1200 Seater	2,100,000.00
2.Equipping of Science Laboratories	10,000,000.00
3.Furniture , Student seats	9,530,233.00
4.Construction of Multipurpose Hall	
5.Phase II	7.103,500.00
6.Utility vehicle ( Bus)	20,000,000.00
8.Ablution block	5,177364.00
9.Biometric system phase I	3.500,.000.00
10.Lecture hall(semi-permanent )	12,,682,71300
11.One utility vehicle	9,000,000.00
12. Nandi Hills Administration block (G.oK Funded)	150,000,000.00

**SECTION D**

**Major risks facing the University**

**Challenges**

Several changes have happened in the external and internal environments of the University, which may influence this short-term implementation plan. These are outlined below.

**External Environment**

This is a summary of significant changes in the external environment.

**Competition**

The Government of Kenya recently gazette new public universities in the country, raising intense competition in the higher education sector in the country. The new as well as the old players in the sector have opened campuses and learning centers all over the country thereby reducing the market catchment areas for the Koitaleel Samoei University College.

**Regulatory environment**

Regulations of the higher education sector have changed. Universities are now required to operate within guidelines set by the regulators. Conforming to these regulatory requirements often has meant heavy capital expenditure, which is putting additional strain on the universities' budgets. A failure to meet regulatory requirements may lead to halting students' intake. This trend of increased regulation is expected to continue.

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**Quality, relevant education and more research**

The demand for quality and relevant University education has become more persistent, while there has been a mounting feeling that universities are not undertaking enough research. Consequently, more research output is expected from these institutions.

**Funding**

Funding from the government has consistently fallen below the requirements of the universities, which are under pressure to raise resources to finance their operations. As a result, salaries are paid only after mobilizing additional money from internal sources, leaving very little income to finance operations. There is an urgent need to rethink financing the University as austerity measures and cost-cutting containment may not fully solve the problem.

**Internal Environment**

This is a summary of significant changes in the internal environment

**Unplanned University closures**

It is essential that University operations continue without interruptions, but closures of the University occasioned by staff or student indiscipline do occur, though they should not occur, as they disrupt academic programs, dent the image of the University and interrupt revenue inflows.

**Human resources issues**

To address the challenge of a huge wage bill that is not matched by Government funding, the University management operationalized the Government circular on post-retirement contract.

**Strategic Direction**

In order to address the above challenges, the University in its 2023-2027 Strategic Plan has purposed to pursue the following strategic objectives;

1. To design and implement relevant and innovative teaching and learning programs.
2. To be a leading Institution in scholarly, research and creative productivity in Africa.
3. To improve student welfare services through development and implementation of appropriate minimum standards.
4. To build a sustainable resource base.
5. To enhance the competitiveness and image of the University.
6. To institutionalize governance mechanisms and leadership culture that facilitates the realization of the University's vision and mission.

**Material arrears in statutory /financial obligations**

The University does not have a commercial loan or material pending bills, tax default, outstanding staff and pension obligations /actuarial deficit on pension schemes, on payment of dividends and loan redemption to the National Exchequer.

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**9. Environmental and Sustainability Reporting**

Koitaleel Samoei University College is cognizant of the impact of climate and climate change with its adverse effects on human life. We strive to maintain a good a good environment and conserve the natural resources to for posterity. Nandi County is endowed with environmental biodiversity and enjoys a unique tropical climate whose weather patterns distinctively vary and favourable due to topographical variations. The University College environs has a variety of ecosystems namely; mountains, forests, freshwater, wetlands and wildlife.

The following is a report on Environmental and Sustainability outlining the Koitaleel Samoei University College (KSUC) policies and activities that promote sustainability on: Sustainability Strategy and Profile; Environmental Performance; Employee Welfare; Market Place Practices and Corporate Social Responsibility/Community Engagements.

**(i) Sustainability Strategy and Profile**

KSUC top management led by the Principal has designed and implemented sustainable efforts to overcome the rapidly changing political environment which has ramification on the broader macroeconomic environment affecting university's sustainability as per set priorities and standards in accordance with international best practices. Some of these deliberate strategies have succeeded while others failed due to exogenous factors.

University sustainability efforts employed include:

- i) Diversification of revenue streams to include module II programmes in both school of business and school of education, tea farming and agro forestry rather than relying on tuition fees only.
- ii) Lean employment based on the critical skills required and outsourcing of non- core services like security and catering services.
- iii) Training of staff on financial management and sustainability strategies

The challenges currently facing sustainability efforts include but not limited to: -

- i) High cost of inflation which has made the cost of basic goods used to support higher education unaffordable.
  - ii) High fuel prices is depleting the transport budget faster than earlier planned
  - iii) Challenges I understanding the new government funding model make some parents reluctant to bring their students to the university by failing to understand how the model works and seeing how the fees looks so high
- International best practises in higher education calls for: -
- i) Partnership and collaboration with industry and development partners in research and

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development as well as education programmes

- ii) Focus on research and development to enhance innovation
- iii) Allocating at least 2% of the budget towards research to shore up innovation in the industry.
- iv) Partnership with industry matching up of university programs with industry needs to enhance employability and attract more enrolment
- v) Establishing core university infrastructure for long term stability in learning and research.
- vi) Integrating Universities in grafting government policies for sustainability.

ii) **Environmental Performance**

KSUC has undertaken various environmental projects, individually as an institution and also with other stakeholders. The University has recognized environmental sustainability and protection by collaborating with the local and national agencies and partners to promote and raise awareness of good environmental management policies as numerated below;

- i) The University College participated in Nandi County tree planting initiative held on June 9<sup>th</sup> 2025 cheptarit KSUC campus where a total of 2500 assorted indigenous trees were planted at the University grounds. This was done during Tree planting Holiday on 10<sup>th</sup> May 2025
- ii) The graduating class 2024 also carried out environmental cleaning activity at Mosoriot campus and at the Mosoriot centre/market and it's environ in April 2025.
- iii) **Employee Welfare**  
KSUC is committed to the provisions of the Kenya constitution **Articles 10 and 232, Chapter 6 and the Employment Act Chapter 226. Revised Edition 2012 (2007) and other employment law in enhancing employee welfare in service delivery: -**
- iv) Development of human resource policy and procedure manual that was approved by the Council to enhance effective management of staff;
- v) Employee training and development on thematic areas of financial management, eProcurement and computer skills to enhance their work efficiency
- vi) The University college reached an agreement with Mosoriot health centre to enable staff access express medical treatment
- vii) Student and staff counsellor was deployed at the Dean's office to support students and staff access counselling services
- viii) The university college clinic is manned by skilled manpower and adequately resourced in terms of medicine for students and staff.

The stakeholder's engagement provisions have been put into consideration through;

- i) Staff training needs analysis is conducted more frequently,
- ii) Identification of an opening through requisitions from the source departments with reference to staff establishment,
- iii) Confirmation of the budgetary provision for the vacancies that are available,
- iv) Obtaining all the relevant approvals to commence the recruitment process and deciding to fill the position internally or hire externally.

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The organization's policy supports the efforts in improving skills and managing careers, appraisal and reward system through the provision and signing of the employee Performance Contracts, Carrying out the Staff Appraisal Performance and the Training Needs Analysis for both organizational/strategic analysis, task analysis and personal analysis.

Workplace safety and security is effective because of the stated policies and procedures that are to achieve the institution goals and objectives to prevent harm to employees. The department has ensured that the institution invests in a proactive safety culture that investment when done right will prevent injuries incidents and other issues, a key piece of this is training and development that helps workers to be safe.

**iii) Market Place Practices**

**a) Responsible Competition Practice:**

The following are ways that KSUC has ensured responsible competition. It has done this by employing best practices with regards to anti-corruption, responsible political involvement, fair competition and respect for competitors:

- i) Training its staff on Public Procurement Information Portal to shift to e-procurement for transparency and fairness in the tendering processes
- ii) Sourcing for goods and services through a competitive procurement process.
- iii) Employing human resource through a competitive recruitment and selection process.
- iv) Building a strong KSUC brand that will can create pull demand to attract more clients i.e. students and business partners through efficient service delivery that guarantees customer satisfaction.
- v) Institutionalizing a marketing policy where competitors are not undermined or portrayed negatively but rather initiating strategic approaches for strengthening synergistic relationship and co-existence.
- vi) Ensuring non-alignment or bias to any institution by giving equal chances for opportunities to all stakeholders and business partners.
- vii) By giving access to information to all stakeholders and business partners on available opportunities in KSUC through advertisement in media and website.
- viii) By giving real time feedback to all bidders who do not qualify for a business opportunity by stating reasons why they did not meet the requirements in order to foster future engagement.

**b) Responsible Supply Chain and Supplier Relations:**

KSUC through the department of Procurement undertake the following to maintain good business practice, honouring contract and respect payment practices with its suppliers: -

- i) Development of a procurement plan that is adhered to with minimal variation in the procurement of goods and services
- ii) Involving the user department in preparation and development of the procurement plan
- iii) Encourage competitive bidding through various tendering methods.
- iv) Staff training and development

**c) Responsible Marketing and Advertisement:**

KSUC maintains ethical marketing practices through;

- i) Advertisement on the website, print and electronic media
- ii) Portal update on Public Procurement Information portal (PPIP)

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- iii) Availing of feedback needed by any stakeholder
- iv) Complete disclosure of successful bidders and notifying those unsuccessful bidders through Notification Letter.

**d) Product Stewardship:**

KSUC safeguards its consumer rights and interest as follows;

- i) The University college has quality assurance department that ensures quality services are provided to safeguard the interest of the consumers;
- ii) Adequate staffing of the faculty and non-faculty staff to enable consumers of goods and services get value for their money;
- iii) Confidentiality by encouraging concerned staff to keep information secret;
- iv) Going for the best quality in procuring institution's products;
- v) Frequent inspection of cafeteria services to enhance quality of food

**b) Corporate Social Responsibility / Community Engagements for the 2024/2025 Period**

S/No	INITIATIVE	ACTIVITIES	IMPACT
1	Clean up exercise by the finalist students	Clean up exercise at Mosoriot Centre	i)Clean environment and opening up of blocked tunnels
2	Agnes Tirop Memorial ride and run in the fight against gender based violence	The University College organized in partnership the Agnes Tirop 42 ride and 10km run memorial. The theme was Fight against Gender based violence project.	i) Citizens were sensitized on strategies and steps to mitigate against gender based violence
3	Book donations	i) The University college donated books to primary school	i)Knowledge sharing Enhanced community engagement and Relations

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**10. Report of the Directors**

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

**i) Principal activities**

The principal activities of the Institution continue to be:

- a) Problem-based learning;
- b) Community engagement and service as a condition for graduation;
- c) Community ownership and involvement in and benefit from university activities;
- d) Specialized campuses in communities and attraction of relevant industries to be set up around the campuses; and
- e) Holistic education and training that produce agents of change and knowledge that transforms society.

**ii) Results**

The results of the Institution for the year ended June 30, 2025, are set out on page 1-6

**iii) Directors**

The members of the Council who served during the year are shown on page

iv) During the year 6 Council members retired and 7 was appointed with effect from 14 date.

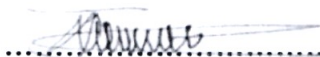
**v) Surplus remission**

In accordance with Regulation 219 (2) of the Public Financial Management (National Government) Regulations, regulatory entities shall remit into Consolidated Fund, ninety per centum of its surplus funds reported in the audited financial statements after the end of each financial year.

**vi) Auditors**

The Auditor-General is responsible for the statutory audit of the Koitaleel Samoei University College in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 for the year ended June 30, 2025

By Order of the Council

  
.....  
**PROF. WINSTON JUMBA AKALA**  
**Phd(UIUC), M.Phil(MU), B.Ed(KU)**  
**Principal and Secretary to the Council**  
**3 July 2025**

*Koitaleel Samoei University College*  
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**11. Statement of the Council's Responsibilities**

Section 81 of the Public Finance Management Act, 2012 require the Council to prepare financial statements in respect of Koitaleel Samoei University College, which give a true and fair view of the state of affairs of Koitaleel Samoei University College at the end of the financial year 30 June 2025 and the operating results of Koitaleel Samoei University College for FY 2024/2025. The Council is also required to ensure that Koitaleel Samoei University College keeps proper accounting records which disclose with reasonable accuracy the financial position of the college. The Council is also responsible for safeguarding the assets of the Institution

The Council is responsible for the preparation and presentation of Koitaleel Samoei University College financial statements, which give a true and fair view of the state of affairs of the Institution for and as at the end of the financial year ended on June 30, 2025. This responsibility includes:

- (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period;
- (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Institution;
- (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud;
- (iv) Safeguarding the assets of the Institution;
- (v) Selecting and applying appropriate accounting policies; and
- (vi) Making accounting estimates that are reasonable in the circumstances.

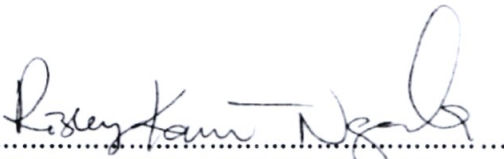
The Council accept responsibility for the Institution's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the University's Act. The Council is of the opinion that Koitaleel Samoei University College financial statements give a true and fair view of the state of Institution's transactions during the financial year ended June 30, 2025 and of the Institution's financial position. The Council further confirms the completeness of the accounting records maintained for the Institution, which have been relied upon in the preparation of the Institution's financial statements as well as the adequacy of the systems of internal financial control.

***Koitaleel Samoei University College***  
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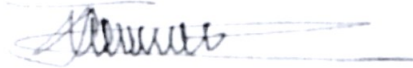
In preparing the financial statements, the Council have assessed the Koitaleel Samoei University College ability to continue as a going concern, nothing has come to the attention of the council to indicate that the Institution will not remain a going concern for at least the next twelve months from the date of this statement.

**Approval of the financial statements**

The Entity's financial statements were approved by the Board on 03/07/2025 and signed on its behalf by:



.....  
**PROF. RISLEY KAVU NGALA, PhD**  
**Chairman Council**  
**3 July 2025**



.....  
**PROF. WINSTON JUMBA AKALA**  
**Phd(UIUC), M.Phil(MU), B.Ed(KU)**  
**Principal and Secretary to the Council**  
**3 July 2025**

# REPUBLIC OF KENYA

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



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

## REPORT OF THE AUDITOR-GENERAL ON KOITALEEL SAMOEI UNIVERSITY COLLEGE FOR THE YEAR ENDED 30 JUNE, 2025

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### PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of Koitaleel Samoei University College set out on pages 1 to 35, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Koitaleel Samoei University 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 Public Finance Management Act, 2012 and the Universities' Act, 2016.

### **Basis for Qualified Opinion**

#### **1. Lack of Ownership Documents**

The statement of financial position reflects property, plant and equipment balance of Kshs.245,669,996 as detailed in Note 20 to the financial statements. The balance includes the cost of two (2) parcels of land owned by the College valued at Kshs.160,000,000 whose ownership documents and revaluation reserve were not provided for audit verification.

In the circumstances, the accuracy and ownership of land balance of Kshs.160,000,000 could not be confirmed.

#### **2. Unsupported Rendering of Service - Tuition Fees**

The statement of financial performance reflects rendering of services – tuition and other fees amount of Kshs.406,872,950 which included student accommodation fee of Kshs.551,350 and Income Generating Units of Kshs.1,994,652. However, documents in support of these revenue streams were not provided for audit verification.

In the circumstances, the accuracy and completeness of rendering of service – tuition fees of Kshs.406,872,950 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Koitaleel Samoei University College Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **Emphasis of Matter**

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

The statement of comparison of budget and actual amounts reflects final budgeted receipts and actual receipts on a comparable basis of Kshs.693,565,134 and

Kshs.603,617,532 respectively, resulting to revenue shortfall of Kshs.89,947,602 or 13% of the budget. Similarly, the University spent Kshs.566,354,789 against final receipts of Kshs.603,617,532 resulting to under-expenditure of Kshs.37,262,743 or 6% of the actual expenditure.

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

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

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

### **Other Matter**

#### **Un resolved Prior Year Audit Matters**

In the audit report of the previous year, several paragraphs were raised under the report on Lawfulness and Effectiveness in Use of Public Resources, Effectiveness of Internal Controls, risk management and Governance, Emphasis of matter and Other Matter. Although the Management has indicated that some issues have been resolved, there is no evidence adduced to show how the matters have been resolved. See **Appendix I**

### **Other Information**

The Management is responsible for the Other Information set out on page ii to xxix which comprise of Key Entity Information and Management, Council Members, Key Management Team, Chairman's Statement, Report of the Chief Executive Officer, Statement of Performance against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of Directors and Statement of the Council's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the University 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. Irregular Issuance of Imprests**

Audit review of sampled imprest of Kshs.4,191,114 revealed that management issued imprests to various officers in respect of domestic travel and transport expenses. However, the imprest was issued using authority to incur expenditure (AIE) instead of imprest warrant contrary to Section 91(2) of the public finance management regulation (National Government) which states that the officer authorized to hold and operate an imprest shall make formal application for the imprest through an imprest warrant.

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

### **2. Irregularities in Procurement of Security Services**

During the year, the University procured security services through quotation method for the period of one year starting from 12 October, 2024 for a contract price of Kshs.2,563,200. However, the Company that was awarded the contract was ranked number three. Management did not explain why the lowest bidder was not considered. Further, review of procurement documents indicated that, out of the four (4) bidders, only the awarded company was in the list of registered suppliers. In addition, requisition forms from the user department, evaluation committee minutes and the professional opinion report were not provided for audit verification. This was contrary Section 149(2)M of the Public Financial Management Act, 2012 which states that "In carrying out a responsibility imposed by subsection (1), an accounting officer shall, in respect of the entity concerned manage the assets of the entity to ensure that it receives value for money when acquiring, using or disposing of its assets.

In the circumstances, Management was in breach of law.

### **3. Direct Procurements of Air Tickets**

During the year under review, the University procured air ticket services amounting to Kshs.3,456,800 from one service provider which according to the list of registered suppliers was the only prequalified travel agent. Therefore, the Institution procured air tickets through direct procurement contrary to the Public Procurement and Asset Disposal

Act, 2015 Section 103(1) and (2) which states that direct procurement may be used only when the purpose is not to avoid competition. In addition, the procurement file and contract agreement for the procurement of air ticket services were not provided for audit.

In the circumstances, Management was in breach of law.

#### **4. Acting Capacity Exceeding Six (6) Months**

Review of the human resource records revealed that the acting Deputy Principal (Administration) and the acting Finance Officer had acted for a period of twenty-one (21) months and thirteen (13) months respectively and subsequently receiving acting allowances. This was contrary to Section C.14(1) of Human Resource Policies and Procedures Manual for the Public Service, 2016 which requires that when an officer is eligible for appointment to a higher post and is called upon to act in that post pending advertisement of the post, he is eligible for payment of acting allowance at the rate of twenty percent (20%) of his substantive basic salary and that acting allowance will not be payable to an officer for more than six (6) months.

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

#### **5. Non-Compliance with the Law on Ethnic Composition**

Review of personnel records revealed that a total of one hundred and seven (107) staff out of a total of one hundred and forty-two (142) employees were from the dominant ethnic community representing 75.3 % of the total permanent and pensionable staff. This was contrary to Section 7(1) and (2) of the National Cohesion and integration Act, 2008 which states that, all public offices shall seek to represent the diversity of the people of Kenya in the employment of staff and that no public institution shall have more than one third of its staff establishment from the same ethnic community.

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

#### **6. Failure to Disclose the Profiles of Council Members**

Review of the financial statements revealed missing profiles for two (2) of the members of Council. This was Contrary to Paragraph 27 of the International Public Sector Accounting Standards (IPSAS) 1 which stipulates that those financial statements shall present fairly the financial position, financial performance, and cash flows of an entity.

In the circumstances, Presentation, and Disclosure of the financial statements could not be confirmed.

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

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

## **Conclusion**

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

## **Basis for Conclusion**

### **Weakness in Information Communication Technology (ICT) Control**

As previously reported, the Institution's ICT infrastructure has several application software that are in use. However, administrator passwords for the SMIS and SAGE systems are held solely by the University of Nairobi (UoN) personnel and the servers hosted and operated from the UoN main campus, with the University College staff only having user accounts. Since these two systems handle the College's finances, there is a risk of data manipulation and subsequent loss of funds. Further, it was observed that there was no offsite data backup for the payroll system database which could result in a major downtime if the payroll machine were to have a hardware/software failure.

In addition, a review of ICT internal control environment during the year under audit revealed that the College did not have ICT Policy, IT strategic committee and a steering committee which could provide guidance to IT-related decision-making processes, with IT task prioritized and implemented based on this plan as a framework. In addition, the management has no IT business continuity plan and therefore in case of a disaster, the entity may not recover critical information resources hence affecting the operations adversely.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Koitaleel Samoei University 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.

### **Responsibilities of Management and the University Council**

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 overall governance.

In preparing the financial statements, Management is responsible for assessing the University College's ability continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the University College or 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

The Council is responsible for overseeing the University 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 overall 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

04 December, 2025

**Appendix I: Unresolved Prior Year Audit Matters**

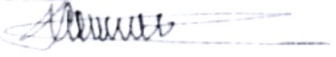
<b>No.</b>	<b>Issue</b>
	<b>Report on the Financial Statements</b>
1	Undisclosed Staff Debtors
2	Failure to Value Property, plant and equipment
3	Misstatements in Statement of Changes in Net Assets
4	Misstatement in Statement of Cashflows
5	Failure to Provide Trial Balance
6	Long Outstanding Students Debtors
7	Variance in Employee Costs
	<b>Report on the Lawfulness and Effectiveness in use of Public Resources</b>
8	Irregular Procurement of Air Ticketing Services
9	Irregular Acting Allowances
10	Payroll Discrepancies and Incompleteness of Staff Records
11	Failure to Observe One Third Rule on Staff Composition
12	Irregular Expenditure on Board Retreat
13	Payment of Unapproved Council Sitting Allowances
14	Lack of Approved Human Resource Instruments
15	Preparation and Approval Council Almanac

**Koitaleel Samoei University College**  
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**for the year ended June 30, 2025**

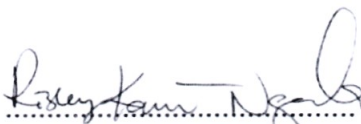
**13. Statement of Financial Performance for the year ended 30 June 2025**

	Notes	FY 2024/ 2025	FY 2023/ 2024
		KShs	KShs
<b>Revenue from non-exchange transactions</b>			
Capitation Grant -Recurrent	6	199,264,634	138,154,440
Transfer from University of Nairobi	6	-	-
Other Grant Revenue	6	13,870,076	992,030
<b>Sub Total Non-Exchange</b>		<b>213,134,710</b>	<b>139,146,470</b>
<b>Revenue from exchange transactions</b>			
Rendering of services-Tuition and other Fees	7	406,872,950	177,379,251
Student Accommodation	7	551,350	644,270
IGU and other incomes (Tea & Principal IGU)	7	1,994,652	2,251,513
Rental income	8	884,020	1,400,602
Finance Income	9	3,707,311	-
<b>Sub Total Exchange Transactions</b>		<b>414,010,284</b>	<b>181,675,636</b>
<b>Total revenue</b>		<b>627,144,993</b>	<b>320,822,106</b>
<b>Expenses</b>			
Use of goods and services	10	103,939,380	66,827,141
Employee costs	11	212,757,749	179,256,336
Board Expenses	12	22,868,196	16,281,392
Depreciation and amortization expense	13	13,832,834	12,889,810
Repairs and maintenance	14	2,891,267	874,764
Contracted services	15	3,143,156	2,569,586
<b>Total expenses</b>		<b>359,432,582</b>	<b>278,699,029</b>
<b>Surplus/(deficit) for the period/year</b>		<b>267,712,412</b>	<b>42,123,077</b>

The notes set out on pages 8 to 28 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 7 were signed on behalf of the Council by:

  
 .....  
**PROF. WINSTON JUMBA**  
 AKALA Phd(UIUC), M.Phil(MU),  
 B.Ed(KU) Principal and Secretary to  
 the Council  
 3 July 2025

  
 .....  
**CPA JOSEPHAT K. RUTTOH**  
 ICPAK 9560  
 MBA, BBM  
 Ag. Deputy Finance Officer  
 3 July 2025

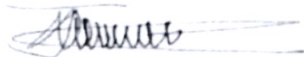
  
 .....  
**PROF. RISLEY KAVU NGALA,**  
 PhD  
 Chairman Council  
 3 July 2025


**Koitaleel Samoei University College**  
**Annual Report and Financial Statements**  
**for the year ended June 30, 2024**

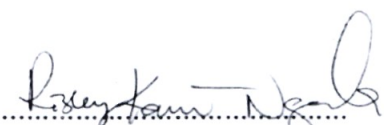
**14. Statement of Financial Position as at 30 June 2025**

	Notes	FY 2024/ 2025	FY 2023/ 2024
		KShs	KShs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash equivalents	16	110,101,563	51,588,968
Receivables from Exchange Transactions (Student debtors)	17	229,251,243	31,502,103
Receivables from Non-Exchange Transactions (GoK-capitation)	18	-	11,512,870
Inventories	19	3,985,134	1,850,898
<b>Total Current Assets</b>		<b>343,337,940</b>	<b>96,454,839</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	20	245,669,996	253,148,589
Capital Work in progress	20	496,400,799	282,054,000
<b>Total Non- Current Assets</b>		<b>742,070,795</b>	<b>535,202,589</b>
<b>Total Assets</b>		<b>1,085,408,735</b>	<b>631,657,428</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	21	48,662,961	22,234,065
Refundable Deposits from Customers	22	1,995,000	2,331,000
Current Provision ( Audit fees)	23	600,000	600,000
<b>Total Current Liabilities</b>		<b>51,257,961</b>	<b>25,165,065</b>
<b>Total Liabilities</b>		<b>51,257,961</b>	<b>25,165,065</b>
<b>Net Assets</b>		<b>1,034,150,774</b>	<b>606,438,364</b>
<b>Represented by</b>			
Capital Development Funds	24	572,882,360	412,882,360
Revenue Reserve	25	301,268,416	33,556,004
Revaluation Reserve	26	160,000,000	160,000,000
Fair Value adjustment Reserve	27	-	-
		<b>1,034,150,774</b>	<b>606,438,364</b>

The notes set out on pages 8 to 28 form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 7 were signed on behalf of the Council by:

  
.....  
**PROF. WINSTON JUMA**  
**AKALA Phd(UIUC), M.Phil(MU),**  
**B.Ed(KU) Principal and Secretary to**  
**the Council**  
**3 July 2025**

  
.....  
**CPA JOSPHAT K. RUTTOH**  
**ICPAK 9560**  
**MBA, Bcom**  
**Ag. Deputy Finance Officer**  
**3 July 2025**

  
.....  
**PROF. RISLEY KAVU NGALA,**  
**PhD**  
**Chairman Council**  
**3 July 2025**

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**16. Statement of Changes in Net Assets for the year ended 30 June 2025**

Description	Capital Development Funds	Revenue Reserve	Revaluation Reserve	Fair Value adjustment Reserve	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>As at July 1, 2023</b>	<b>284,367,000</b>	<b>(8,567,073)</b>	<b>160,000,000</b>	<b>85,894,140</b>	<b>521,694,067</b>
Issued new capital					-
Revaluation gain					-
Transfer of excess depreciation on revaluation					-
Deferred tax on excess depreciation					-
Fair value adjustment on investments	89,084,712	-	-	(85,894,140)	<b>3,190,572</b>
Surplus/ deficit for the year		42,123,077			<b>42,123,077</b>
Capital/development grants received during the Year	39,430,648	-			<b>39,430,648</b>
Transfer of depreciation/amortization from capital fund to retained earnings					-
Dividends paid					
Interim dividends paid					
Proposed final dividends					
<b>As at June 30, 2024</b>	<b>412,882,360</b>	<b>33,556,004</b>	<b>160,000,000</b>	<b>-</b>	<b>606,438,364</b>
<b>As at July 1, 2024</b>	<b>412,882,360</b>	<b>33,556,004</b>	<b>160,000,000</b>	<b>-</b>	<b>606,438,364</b>
Issue of new share capital					
Revaluation gain					
Transfer of excess depreciation on revaluation					
Deferred tax on excess depreciation					
Fair value adjustment	-			-	-
Surplus/ (deficit) for the year		267,712,412			<b>267,712,412</b>
Capital/development grants received during the year	160,000,000				<b>160,000,000</b>
Transfer of depreciation/amortization from capital fund to retained earnings					
Dividends paid					

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Interim dividends paid					
Proposed final dividends					
<b>As at June 30, 2025</b>	<b>572,882,360</b>	<b>301,268,416</b>	<b>160,000,000</b>	<b>-</b>	<b>1,034,150,776</b>

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**15. Statement of Cash Flows for the year ended 30 June 2025**

		<b>FY 2024/ 2025</b>	<b>FY 2023/ 2024</b>
	<b>Notes</b>	<b>Kshs</b>	<b>Kshs</b>
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from other governments entities	6	199,264,634	127,633,600
Capital Development		-	39,430,648
Gok capitation for June 2024	18	11,512,870	-
Other Grant Revenue	6	13,870,076	-
Rendering of services-Tuition and other Fees	7(b)	223,345,489	143,297,008
Student Accommodation	7	551,350	644,270
IGU and other incomes (Tea & Principal IGU)	7	1,994,652	2,251,513
Rental income	8	884,020	1,395,302
Finance Income	9	3,707,311	-
<b>Total receipts</b>		<b>455,130,402</b>	<b>314,652,341</b>
<b>Payments</b>			
Use of goods and services	10(b)	102,768,771	66,827,141
Employee costs	11(b)	204,191,084	175,489,939
Board Expenses	12	22,868,196	16,281,392
Repairs and maintenance	14	2,891,267	874,764
Contracted services	15	3,143,156	2,569,586
<b>Total payments</b>		<b>335,862,473</b>	<b>262,042,822</b>
Cash Advances		-	126,200
<b>Net cash flows from/(used in) operating activities</b>		<b>119,267,929</b>	<b>52,483,319</b>
<b>Cash flows from investing activities</b>			
Purchase of PPE and Intangible assets	20	6,408,242	894,350
Work in progress	20	214,346,799	-
<b>Net cash flows from/(used in) investing activities</b>		<b>220,755,041</b>	<b>894,350</b>

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<b>Cash flows from financing activities</b>			
Capital grants received	24	160,000,000	-
<b>Net cash flows from financing Activities</b>		<b>160,000,000</b>	-
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>		<b>58,512,888</b>	<b>51,588,969</b>
Cash and cash equivalents as at 1 July 2024		51,588,968	11,431,020
<b>Cash and cash equivalents as at 30 June 2025</b>	16	<b>110,101,563</b>	<b>51,588,968</b>

**Koitaleel Samoei University College**  
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**16. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2025**

Description	Original Annual Budget	Adjustments	Final Annual Budget	Actual Cumulative To Date	Performance Difference	% Of Utilization
	A	B	C=A+B	D	E=(C-D)	F=D/C %
<b>Revenue</b>	<b>Kshs</b>	<b>Kshs</b>		<b>Kshs</b>		<b>Kshs</b>
Capitation Grant-Recurrent	190,434,703.00	167,108,347.00	199,264,634.00	199,264,633.55	-	100%
Capitation Grant- Development	-	696,804,384.00	150,000,000.00	150,000,000.00	-	100%
Transfer from UON	-	-	10,000,000.00	10,000,000.00	-	100%
External research grants	2,000,000.00	-	2,000,000.00	13,870,076.00	11,870,076.00	694%
Tuition fee and other charges module I	34,950,683.00	- 129,542,200.00	316,951,183.00	221,876,488.75	95,074,694.25	70%
Tuition fee and other charges module II	3,750,000.00	- 2,581,255.00	10,750,000.00	1,469,000.00	9,281,000.00	14%
Rental Income	800,000.00	-	800,000.00	884,020.00	84,020.00	111%
Students Accommodation	550,000.00	-	550,000.00	551,350.00	- 1,350.00	100%
Finance income	-	-	-	3,707,311.35	3,707,311.35	-
Income Generating Units	3,249,317.00	- 137,607.00	3,249,317.00	1,994,652.35	1,254,664.65	61%
<b>Total income</b>	<b>235,734,703.00</b>	<b>731,651,669.00</b>	<b>693,565,134.00</b>	<b>603,617,532.00</b>	<b>89,947,602.00</b>	<b>87%</b>
<b>Expenses</b>						
Compensation of employees	152,434,686.00	9,728,192.00	244,932,627.00	212,757,748.63	32,174,878.37	87%
Goods and services	65,616,706.00	238,747,804.70	266,192,705.00	103,939,380.32	162,253,324.68	39%

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Council expenses	12,964,389.00	-	42,041.00	24,939,802.00	22,868,195.76	2,071,606.24	92%
Repairs & Maintenance of Buildings	2,018,922.00	-	461,000.00	4,000,000.00	2,891,267.16	1,108,732.84	72%
Contracted Services	2,700,000.00		748,500.00	3,500,000.00	3,143,155.80	356,844.20	90%
Capital Expenditure	-			150,000,000.00	220,755,041.03	70,755,041.03	147%
<b>Total expenditure</b>	<b>235,734,703.00</b>		<b>248,721,455.70</b>	<b>693,565,134.00</b>	<b>566,354,788.70</b>	<b>127,210,345.30</b>	<b>82%</b>
<b>Surplus for the period</b>	-			-	<b>37,262,743.30</b>	<b>37,262,743.30</b>	

*Koitaleel Samoel University College*  
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**for the year ended June 30, 2024**

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Budget notes

**1. Commentary on Significant Underutilization and Overutilization**

**Income**

The University realized 96% of the budgeted revenue in the financial year 2024/2025. However, we fell short on target due to the following:

1. The government disbursed current capital development budget of Ksh.150 million.
2. Module II revenue realized only 12% of the budget due to low admission into the programs for the current year.
3. Rent revenue surpassed the expenditure by 21% due to increase in student population
4. Revenue from IGU fell increased by 22% due interest income

**Expenses**

During the financial year 2024/2025, the University utilized 83% of the budget. The shortfall was due to the following:

1. Compensation of employees was underutilized by 22% due to delays in process of promotion of staff in the year.
2. Goods and services expenses was underutilized by 35% due to the stringent austerity measures implemented by management to cut cost of expenses and reduce unnecessary spending.
3. Repairs and maintenance expenses were underutilized by 14% due to delays in procurement process for repairs of buildings and student hostels in the year.
4. Capital development was underutilized by 77% due to under-disbursement of funds by the government.

**2. Explanation of changes between original and final budget**

The University reviewed the budget from Ksh.1.1 billion to Ksh.693 million in the financial year 2024/20245 due to the following:

**Income**

1. The government approved recurrent capitation was reduced from Ksh.450million to Ksh.199 million.
2. The government only approved Ksh.150 million for the Capital development budget, down from Ksh.756.8 million for the year.

**Expenses**

1. Compensation of employees' budget was revised downwards because the University revised the hiring requirements due to reduced rationalized budget.

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2. The University reduced the budget for goods and services due to the reduction in funds approved by the government and implemented austerity measures to cut down on unnecessary spending.
3. Contracted services was reduced by 748.5 thousand due to reduction in funding anticipated during the year that could not meet the requirements of the increase in service needs during the year.

**3. Reconciliation of the Statement of Comparison of Budget and Actual Amount and the Statement of Financial Performance.**

		FY 2024/ 2025	FY 2023/ 2024
	Note	KShs	KShs
<b>Revenue</b>			
Total Revenue as per Statement of Financial Performance	6-8	627,144,993	618,368,488
Add Capital Development Funds	23	160,000,000	160,000,000
<b>Total Revenue as per Statement of Comparison of Budget and Actual Amount</b>		<b>787,144,993</b>	<b>774,661,176</b>
<b>Expenses</b>			
Total Expenses as per Statement of Financial Performance	9-14	359,432,582	344,214,499
Less Depreciation Charge	12	13,832,834	16,168,720
<b>Total Expenditure as per Statement of Comparison of Budget and Actual Amount</b>		<b>345,599,748</b>	<b>328,045,778</b>

**17. Notes to the Financial Statements**

**1. General Information**

Koitaleel Samoei University College is established by and derives its authority and accountability from University Act 2012. The Institution is wholly owned by the Government of Kenya and is domiciled in Kenya.

The Institution’s principal activities are.

- a) Problem-based learning;
- b) Community engagement and service as a condition for graduation;
- c) Community ownership and involvement in and benefit from university activities;
- d) Specialized campuses in communities and attraction of relevant industries to be set up around the campuses; and
- e) Holistic education and training that produce agents of change and knowledge that transforms society.

**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 Koitaleel Samoei University College 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 5 of these financial statements. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Koitaleel Samoei University College. *The* financial statements have been prepared in accordance with the PFM Act, the State Corporations Act and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

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

*i. New and amended standards and interpretations in issue effective in the year ended 30 June 2024.*

There were 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 2024.*

Standard	Effective date and impact:
IPSAS 43	<p><b><i>Applicable 1<sup>st</sup> January 2025</i></b></p> <p>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 Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p><i>(KSUC management does not plan to apply any of the above provisions until they become effective. Based on their assessment on the potential impact of application, they</i></p>

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Standard	Effective date and impact:
	<i>do not expect that there will be a significant impact on the institutions financial statements)</i>
IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>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:</p> <p>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.</p> <p><i>(KSUC management does not plan to apply any of the above provisions until they become effective. Based on their assessment on the potential impact of application, they do not expect that there will be a significant impact on the institutions financial statements)</i></p>
IPSAS 45- Property Plant and Equipment	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>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.</p> <p><i>(KSUC management does not plan to apply any of the above provisions until they become effective. Based on their assessment on the potential impact of application, they do not expect that there will be a significant impact on the institutions financial statements)</i></p>
IPSAS 46 Measurement	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ol style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ol> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>(KSUC management does not plan to apply any of the above provisions until they become effective. Based on their assessment on the potential impact of application, they do not expect that there will be a significant impact on the institutions financial statements)</i></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 entity shall apply to report</p>

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Standard		Effective date and impact:
		useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions. <i>(KSUC management does not plan to apply any of the above provisions until they become effective. Based on their assessment on the potential impact of application, they do not expect that there will be a significant impact on the institutions financial statements)</i>
IPSAS 48- Transfer Expenses		<b>Applicable 1<sup>st</sup> January 2026</b> The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers. <i>(KSUC management does not plan to apply any of the above provisions until they become effective. Based on their assessment on the potential impact of application, they do not expect that there will be a significant impact on the institutions financial statements)</i>
IPSAS 49- Retirement Benefit Plans		<b>Applicable 1<sup>st</sup> January 2026</b> The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan. <i>(KSUC management does not plan to apply any of the above provisions until they become effective. Based on their assessment on the potential impact of application, they do not expect that there will be a significant impact on the institutions financial statements)</i>

**iii. Early adoption of standards**

Koitaleel Samoei University College did not early – adopt any new or amended standards in the financial year

**4. Summary of Significant Accounting Policies**

**a) Revenue recognition**

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

- a) Revenue from non-exchange transactions are mainly Government of Kenya grants for both the recurrent and development expenditure. Revenue is recognized when it becomes due and the transfers are free from conditions and it is probable that the economic benefits or service potential related to the asset will flow the University and can be measured reliably.
- b) Revenue from exchange transactions.

**Students Fees**

Income derived from rendering services includes fees from graduate and undergraduate programs, mandatory students' fees, fees from accommodation.

Tuition revenue is recognized over the course of the semester for which it is earned, regardless of when it is received. Mandatory fees such as registration fees, Lab fees, Activity fees, student association fees and Computer fees relate to services provided by the University over the Course of the semester and similar to tuition, are recognized over the course of semester to which they apply.

Accommodation services Revenue is recognized during the year in which the students reside on campus and make use of campus residences and dining facilities.

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Students' Caution Monies are recognized as liability and separated under Current and Non-Current portions in the Statement of Financial Position

**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 *Institution* 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 has been acquired using such funds.

**ii) Revenue from exchange transactions**

**Rendering of services**

The Institution 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 *Institution*.

**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.

**Dividends**

Dividends or similar distributions must be recognized when the shareholder's or the Institution's right to receive payments is established.

**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 the Current FY was approved by the National Assembly on xxx. 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 Institution upon receiving the respective approvals in order to conclude the final budget.

**Koitaleel Samoei University 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 a cash basis. The amounts in the financial statements were recast from the accrual basis

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to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section xxx of these financial statements.

**c) Taxes**

**Current income tax**

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the area where the *institution* operates and generates taxable income. Current income tax relating to items recognized directly in net assets is recognized in net assets and not in the statement of financial performance. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**d) Property, plant and equipment**

**Property, Plant and Equipment**

Property, Plant and Equipment are stated at cost or revalued amount less cost of accumulated depreciation at the end of the year. The valuation is carried out after every five years. Valuation was last done in the year 2018/2019 by registered, licensed and practicing valuers from the Department of Real Estate and Construction Management of the University of Nairobi. This was done mainly for the purpose of insurance. The building requires to be revalued upon recent renovation works.

Revaluation is carried out for land and buildings to reflect the service potential or economic benefit obtained through control of the asset. Revaluation is based on the fair value of the asset, with changes reported by class of asset. Accumulated depreciation at revaluation date is eliminated against the gross carrying amount so that the carrying amount after revaluation equals the revalued amount. Upon disposal of an asset, the gain or loss in disposal is calculated by subtracting the net book value from the proceeds from sale of assets, where the net book value is calculated by subtracting the accumulated depreciation of the asset from the cost. Such assets will be derecognized from the books of accounts by removing the whole cost of purchase of the asset and the accumulated depreciation. Revaluation decreases are debited first against the revaluation surplus related to the same class of assets and any excess against surplus or deficit. When the revalued asset is disposed, the revaluation surplus is transferred directly to accumulated surpluses or deficits. Depreciation is charged on a straight-line basis at rates calculated to allocate the cost or valuation of item of property, plant, and equipment over its estimated useful life.

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

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The depreciation rate of different classes of property, plant, and equipment are as follows:

- Furniture and Equipment - 10% on straight line basis
- Motor Vehicles - 20% on straight line basis
- Academic gowns - 5% on straight line basis
- Buildings - 2% on straight line basis
- Computers and software development – 33.33% on straight line basis

**e) Intangible assets**

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

**f) Research and development costs**

*Koitaleel Samoei University College* expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when *Koitaleel Samoei University College* can demonstrate:

- i) The technical feasibility of completing the asset so that the asset will be available for use or sale.
- ii) Its intention to complete and its ability to use or sell the asset.
- iii) How the asset will generate future economic benefits or service potential
- iv) The availability of resources to complete the asset.
- v) 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.

**g) Inventories**

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition. Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

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

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of *Koitaleel Samoei University College*.

**h) Provisions**

Provisions are recognized when the *Institution* 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 *Institution* 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.

**i) 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 Institution recognises a social benefit as an expense for the social benefit 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 Institution will incur in fulfilling the present obligations represented by the liability.

**j) Contingent liabilities**

The Institution 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.

**k) Contingent assets**

*Koitaleel Samoei University 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 Institution 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.

**l) Nature and purpose of reserves**

*Koitaleel Samoei University College* creates and maintains reserves in terms of specific requirements. *Institution to state the reserves maintained and appropriate policies adopted.*

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

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

**n) Employee benefits**

**Retirement benefit plans**

The *Institution* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an Institution pays fixed contributions into a separate Institution (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

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future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

**o) Borrowing costs**

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

**p) Related parties**

*Koitaleel Samoei University College* regards a related party as a person or an Institution with the ability to exert control individually or jointly, or to exercise significant influence over the institution, or vice versa. Members of key management are regarded as related parties and comprise *the directors, the CEO and senior manager of such organisations*

**q) Cash and cash equivalents**

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

**r) Comparative figures**

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

**s) 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 *Koitaleel Samoei University 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. State all judgements, estimates and assumptions made:

**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 Institution 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 Institution. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

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**Useful lives and residual value**

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 Institution.
- 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 40. 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.

These include provision for bad debts, provisions of obsolete stocks, provision for audit fees.

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

**INCOME**

**6 Revenue from non-exchange transactions**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
<b>Unconditional Grants</b>		
Operational Grants	199,264,634	138,154,440
Other Grants Transfer from University of Nairobi	-	-
<b>Total Recurrent</b>	<b>199,264,634</b>	<b>138,154,440</b>
Development Grants	-	-
Other Grants (Research Grants)	13,870,076	992,030
<b>Total Government Grants And Subsidies</b>	<b>213,134,710</b>	<b>139,146,470</b>

**7 Revenue from Services Rendered**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
Tuition Fees - Module I	405,403,950	167,462,310
Tuition Fees - Module II	1,469,000	9,916,941
Student Accommodation	551,350	644,270
Income generating Units- Tea	714,997	613,965
Income generating Units- Principal	1,279,655	1,637,548
Others - P/Copy e.t.c	-	-
<b>Total Revenue from The Rendering Of Services</b>	<b>409,418,952</b>	<b>180,275,034</b>

**7 Revenue from rendering of Services recognized in cashflow statement**

(b)

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Revenue from Rendering of Services recognized in Financial performance (Tuition fees)	406,872,950	180,275,034
Add: prepayments	2,798,398	-
Less: Receivables from exchange transactions	- 217,621,300	-
Add: Fess earned in previous FY but received in current year	31,295,441	-
<b>Revenue from rendering of Services recognized in cashflow statement -Tuition fees</b>	<b>223,345,489</b>	<b>180,275,034</b>

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**8 Rental income**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
Other Rental Income	884,020	630,502
Staff Houses	-	770,100
<b>Total Rentals</b>	<b>884,020</b>	<b>1,400,602</b>

**9 Finance Income**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
Interest income	3,707,311	-
<b>Total Rentals</b>	<b>3,707,311</b>	<b>-</b>

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**EXPENSES**

**10 Use of goods and services**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
Electricity	1,714,481	2,308,947
Water		
Professional Services		
Subscriptions	-	40,000
Advertising	349,185	380,109
Audit Fees	1,200,000	604,789
Conferences and Delegations	1,456,000	341,469
Consulting Fees		
Consumables (Teaching & office expenses)	20,986,455	17,399,921
Fuel and Oil	4,302,260	3,146,784
Insurance	928,898	1,796,030
Legal Expenses	500,000	107,850
Performance Contracting	789,130	-
Printing and Stationery	6,180	67,200
Telecommunication	644,325	555,909
Staff Training/Development	3,812,455	175,668
Travel, Subsistence & Other Allowances*	7,155,033	5,820,981
Foreign travel	-	994,080
Bank charges	987,497	59,698
Skills development levies (NITA)	77,250	114,700
CUE	1,500,000	-
KUCCPS	2,238,000	1,024,500
Local exhibitions	-	95,468
ICT expenses	967,900	983,970
Part time teaching	13,226,400	8,070,300
Library expenses	1,548,342	5,443,086
University medical scheme	16,819,425	13,003,340
Resource Mobilization	282,200	
Sports & games	968,331	755,985
Student Union/activities	2,134,094	1,238,326
Student Welfare	219,650	509,542
Purchase of examination materials	1,093,530	535,144
Students mentorship	-	17,500
Graduation Expense	1,492,000	550,000
Teaching Practice	3,031,502	
External Research Expenses	2,727,970	506,200
IGU Expenses	419,722	
Research Grants Expenses	7,063,968	
Internal Research Expenses	354,724	-

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External examiners	1,262,474	179,645
Purchase of tent	1,680,000	-
<b>Total Use of Goods and Services</b>	<b>103,939,380</b>	<b>66,827,141</b>

**10 Use of Goods and Services recognized in cashflow statement**  
**(b)**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Use of Goods and Services recognized in Financial performance	103,939,380	66,827,142
Less:		
Trade payables	- 1,170,610	-
<b>Use of Goods and Services recognized in cashflow statement</b>	<b>102,768,771</b>	<b>66,827,142</b>

**11 Employee Costs**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Basic Salaries and wages	106,594,432	92,689,872
Employer contribution to pension schemes	25,652,632	13,119,640
House to Office allowance	16,596,090	13,801,816
Housing benefits and allowances	37,530,303	31,922,855
Housing Levy	2,756,653	2,122,701
(Casuals)	1,571,908	1,882,562
Gratuity	-	6,074,877
Other employee related costs	22,055,730	17,642,013
<b>Employee costs</b>	<b>212,757,749</b>	<b>179,256,336</b>

*\* Other employee related costs- please provide a brief explanation for these costs.*

**11 Employee Costs recognized in cashflow statement**  
**(b)**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Employee costs in Financial performance	212,757,749	179,256,337
Less:		
Employee deductions	- 8,566,665	-
<b>Employee Costs recognized in cashflow statement</b>	<b>204,191,084</b>	<b>179,256,337</b>

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**12 Board Expenses**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Chairman/Directors' Honoraria	1,560,000	960,000
Sitting Allowances	9,411,000	4,965,500
Induction and Training	295,280	219,000
Travel and Accommodation	6,353,100	5,053,297
Other Allowances	5,248,816	3,389,598
<b>Total</b>	<b>22,868,196</b>	<b>16,281,392</b>

**13 Depreciation and Amortization Expense**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Building	1,600,000	1,600,000
Motor Vehicles	6,797,605	6,193,205
Plant & Equipment	166,295	110,678
Furniture	2,352,822	2,069,816
Computers	2,916,112	2,916,112
<b>Total depreciation and amortization</b>	<b>13,832,834</b>	<b>12,889,810</b>

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**14 Repairs and Maintenance**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Property and equipment	2,891,267	874,764
<b>Total Repairs and Maintenance</b>	<b>2,891,267</b>	<b>874,764</b>

**15 Contracted Services**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
Others ; Security Services	3,143,156	2,569,586
<b>Total Contracted Services</b>	<b>3,143,156</b>	<b>2,569,586</b>

**16 Cash and Cash Equivalents**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Current Account	110,101,563	51,588,968
<b>Total Cash And Cash Equivalents</b>	<b>110,101,563</b>	<b>51,588,968</b>

**Detailed Analysis of the Cash and Cash Equivalents**

Financial Institution	Account number	FY 2024/ 2025 Kshs	FY 2023/ 2024 Kshs
<b>a) Current Account</b>			
ABSA bank -A/C Number	2041283338	74,131,818	44,780,690
KCB bank-A/C Number	1260481557	35,969,744	6,808,278
<b>Grand Total</b>		<b>110,101,563</b>	<b>51,588,968</b>

**17 Receivables from Exchange Transactions**

**(a) Receivables from Exchange Transactions (Current)**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
<b>Student fees debtors</b>		
Module I	208,123,809	23,461,612
Module II	9,497,491	7,908,991
Other Debtors	11,629,943	131,500
<b>Total Current Receivables</b>	<b>229,251,243</b>	<b>31,502,103</b>

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**(b) Ageing analysis for Receivables from exchange transactions**

Description	FY 2024/ 2025		FY 2023/ 2024	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	197,749,140	86%	23,518,908	75%
Between 1- 2 years	23,518,908	11%	460,390	1%
Between 2-3 years	460,390	0%	1,830,980	6%
Over 3 years	7,522,835	3%	5,691,855	18%
<b>Total (a+b)</b>	<b>229,251,273</b>	<b>100%</b>	<b>31,502,133</b>	<b>100%</b>

**18 Receivables from Non-Exchange Transactions**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
GoK Recurrent Capitation	-	11,512,870
<b>Total receivables from non- exchange transactions</b>	<b>-</b>	<b>11,512,870</b>
Ageing Analysis- Receivables from non- exchange transactions	Current FY	% of the total
Less than 1 year	-	100%
<b>Total</b>	<b>-</b>	<b>100%</b>

**19 Inventories**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Consumable stores	3,322,359	1,125,058
Medical supplies	662,775	725,840
<b>Total inventories at the lower of cost and net realizable value</b>	<b>3,985,134</b>	<b>1,850,898</b>

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**20 Property Plant and Equipment**

Cost	Land	Buildings	Motor vehicles	Furniture and fittings	Computers	Other Assets (specify)	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>As At 1 July 2023</b>	<b>160,000,000</b>	<b>80,000,000</b>	<b>30,966,024</b>	<b>20,553,017</b>	<b>31,115,987</b>	<b>1,106,776</b>	<b>282,054,000</b>	<b>605,795,804</b>
Additions	-	-	-	145,140	749,210	-	-	894,350
Disposals								
Transfers/Adjustments								
<b>As at 30<sup>th</sup> June 2024</b>	<b>160,000,000</b>	<b>80,000,000</b>	<b>30,966,024</b>	<b>20,698,157</b>	<b>31,865,197</b>	<b>1,106,776</b>	<b>282,054,000</b>	<b>606,690,154</b>
Additions			3,022,000	2,830,064	-	556,178	214,346,799	220,755,041
Disposals								
Transfer/Adjustments								
<b>As at 30<sup>th</sup> June 2025</b>	<b>160,000,000</b>	<b>80,000,000</b>	<b>33,988,024</b>	<b>23,528,221</b>	<b>31,865,197</b>	<b>1,662,954</b>	<b>496,400,799</b>	<b>827,445,195</b>
<b>Depreciation And Impairment</b>								
<b>At 1 July 2023</b>	-	<b>8,000,000</b>	<b>16,345,920</b>	<b>8,678,170</b>	<b>25,515,987</b>	<b>111,678</b>	-	<b>58,651,755</b>
Depreciation	-	1,600,000	6,193,205	2,069,816	2,916,112	110,678	-	12,889,811
Impairment								
Transfers/ Adjustments								
<b>As At 30<sup>th</sup> June 2024</b>	-	<b>9,600,000</b>	<b>22,539,125</b>	<b>10,747,986</b>	<b>28,432,099</b>	<b>222,356</b>	-	<b>71,541,566</b>
Depreciation		1,600,000	6,797,605	2,352,822	2,916,112	166,295	-	13,832,834
Disposals								
Impairment								
Transfer/Adjustment								
<b>As at 30<sup>th</sup> June 2025</b>	-	<b>11,200,000</b>	<b>29,336,730</b>	<b>13,100,808</b>	<b>31,348,211</b>	<b>388,651</b>	-	<b>85,374,400</b>
<b>Net Book Values</b>								
<b>As at 30<sup>th</sup> June 2024</b>	<b>160,000,000</b>	<b>70,400,000</b>	<b>8,426,899</b>	<b>9,950,171</b>	<b>3,433,098</b>	<b>884,420</b>	<b>282,054,000</b>	<b>535,148,588</b>
<b>As at 30<sup>th</sup> June 2025</b>	<b>160,000,000</b>	<b>68,800,000</b>	<b>4,651,294</b>	<b>10,427,413</b>	<b>516,986</b>	<b>1,274,303</b>	<b>496,400,799</b>	<b>742,070,795</b>

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**21 Trade and Other Payables**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Trade payables and Capital Consultancy	32,792,965	8,000,106
Payments received in advance(Students)	2,798,398	10,467,562
Third-party payments (Payroll deduction)	13,071,598	3,766,397
<b>Total trade and other payables</b>	<b>48,662,961</b>	<b>22,234,065</b>

Ageing analysis: (Trade and other payables)	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	40,662,855	84%	14,233,959	64%
1-2 years	8,000,106	16%	8,000,106	36%
2-3 years	-	0%	-	0%
Over 3 years	-	0%	-	0%
<b>Total (tie to above total)</b>	<b>48,662,961</b>	<b>100%</b>	<b>22,234,065</b>	<b>100%</b>

**22 Refundable Deposits and Prepayments from Customers**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
Caution Money	1,995,000	2,331,000
<b>Total deposits</b>	<b>1,995,000</b>	<b>2,331,000</b>

Ageing analysis: (Refundable deposits)	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	-	0%	-	0%
1-2 years	-	0%	-	0%
2-3 years	-	0%	1,072,000	46%
Over 3 years	1,995,000	100%	1,259,000	54%
<b>Total</b>	<b>1,995,000</b>	<b>100%</b>	<b>2,331,000</b>	<b>100%</b>

**23 Current Provisions**

Description	Audit Fees
Column 1	Kshs
<b>Balance b/f 30 June 2024</b>	<b>600,000</b>
Additional provisions	600,000
Provision utilized	(600,000)
<b>Total provisions year end 30 June 2025</b>	<b>600,000</b>

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**24 Capital Development Funds**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
<b>Balance b/f 30 June 2024</b>	<b>412,882,360</b>	<b>284,367,000</b>
Capital Development Received from GOK	150,000,000	29,430,648
Capital Development Received from UON	10,000,000	10,000,000
Fair value Adjustment in Cap Dev	-	89,084,712
<b>Total provisions year end 30 June 2025</b>	<b>572,882,360</b>	<b>412,882,360</b>

Note: the National treasury approved capitalization of Ksh. 10M from UON Transfers

**25 Revenue Reserve**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
<b>Balance b/f</b>	<b>33,556,004</b>	<b>(8,567,073)</b>
Prior Year Adjustments	-	-
Remittance to TN	-	-
Restated balance	-	-
Surplus/(deficit) for the year	267,712,412	42,123,077
<b>Total provisions year end</b>	<b>301,268,416</b>	<b>33,556,004</b>

**26 Revaluation Reserve**

Description	FY 2024/ 2025	FY 2023/ 2024
	Kshs	Kshs
<b>Balance b/f</b>	<b>160,000,000</b>	<b>160,000,000</b>
<b>Total provisions year end</b>	<b>160,000,000</b>	<b>160,000,000</b>

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

**27 Cash Generated from Operations**

Description	FY 2024/ 2025	FY 2023/ 2024
	KShs	KShs
<b>Surplus for the year before tax</b>	<b>267,712,412</b>	<b>42,123,077</b>
<b>Adjusted for:</b>		
Depreciation	13,832,834	12,889,810
Contributed assets		39,430,648
Increase in inventory	- 2,134,236	- 405,084
Increase in receivables	- 197,749,140	- 41,549,831
Increase/decrease in receivables from Non-exchange transactions	11,512,870	-
Increase in refundable deposits	- 336,000	-
Increase in payables	26,428,896	-
<b>Net cash flow from operating activities</b>	<b>119,267,636</b>	<b>52,483,319</b>

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**28. Financial Risk Management**

The Entity's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Entity'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 Entity does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history. The Entity's financial risk management objectives and policies are detailed below:

**i) Credit risk**

The Entity 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 Entity's management based on prior experience and their assessment of the current economic environment.

**Financial Risk Management**

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

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

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
<b>As at 30<sup>th</sup> June 2024</b>				
Receivables from exchange transactions	31,375,933	31,375,933	-	-
Receivables from non-exchange transactions	11,512,870	11,512,870	-	-
Bank balances	51,588,968	51,588,968	-	-
<b>Total</b>	<b>94,477,771</b>	<b>94,477,771</b>	-	-
<b>As at 30 June 2023</b>				
Receivables from exchange transactions	7,983,195	7,983,195	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	11,431,020	11,431,020	-	-
<b>Total</b>	<b>19,414,215</b>	<b>19,414,215</b>	-	-

**Financial Risk Management**

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 Entity has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts. The Entity has significant concentration of credit risk on amounts due from xxx. The board of directors sets the Entity's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

**ii) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the Entity's directors, who have built an appropriate liquidity risk management framework for the management of the Entity's short, medium and long-term funding and liquidity management requirements. The Entity manages liquidity risk through continuous monitoring of forecasts and actual cash flows. The table below represents cash flows payable by the Entity 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.

**Financial Risk Management**

**iii) Market risk**

The *Entity* has put in place an internal audit function to assist it in assessing the risk faced by the Entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls. Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the Entity's income or the

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

value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The Entity's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies. There has been no change to the Entity's exposure to market risks or the way it manages and measures the risk.

**a) Interest rate risk**

Interest rate risk is the risk that the Entity's financial condition may be adversely affected as a result of changes in interest rate levels. The Entity's interest rate risk arises from bank deposits. This

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exposes the Entity to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Entity'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.

**iv) Capital Risk Management**

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

Description	FY 2024/ 2025 Kshs	FY 2023/ 2024 Kshs
Revaluation Reserve	160,000,000	160,000,000
Revenue Reserve	267,712,412	33,429,803
Capital Reserve	409,691,788	409,691,788
<b>Total Funds</b>	<b>837,404,200</b>	<b>603,121,591</b>
Total Borrowings	38,185,065	25,165,065
Less: Cash and Bank Balances	(110,101,563)	(51,588,968)
Net Debt/(Excess Cash And Cash Equivalents)	(71,916,498)	(26,423,903)
<b>Gearing</b>	<b>-6%</b>	<b>-4%</b>

**29. Related Party Disclosures**

**Nature of related party relationships**

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

**Other related parties include:**

- i) Ministry of Education, Science and Technology
- ii) Key management.
- iii) Council Members.

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Description	FY 2024/ 2025 Kshs	FY 2023/ 2024 Kshs
<b>Transactions with related parties</b>		
<b>a) Grants /transfers from the government</b>		
Grants from national govt	349,264,634	167,585,088
Transfers from UON	10,000,000	10,000,000
<b>Total</b>	<b>359,264,634</b>	<b>177,585,088</b>
<b>b) Key management compensation</b>		
Council emoluments	22,868,196	16,281,392
Compensation to key management	-	-
<b>Total</b>	<b>22,868,196</b>	<b>16,281,392</b>

**30. Events after the Reporting Period**

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

**31. Ultimate And Holding Entity**

The Entity is a State Corporation/ or a Semi- Autonomous Government Agency under the Ministry of Education, Science and Technology. Its ultimate parent is the Government of Kenya.

**32. Currency**

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

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**18. Appendices**

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

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

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
1.	Total Revenue from exchange transactions balance of KES 34,682,806	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
2.	Unreconciled and unexplained variances between Financial Statement and Supporting Schedules	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
3.	Travel, Subsistence and other Allowances amount of KES. 3,373,588	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
4.	Unreconciled variance of KES. 14,479,140	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
5.	Unreconciled variances of KES. 2,188,500 and KES.5,000 respectively	The accounting officer has formed the five member committee to	Resolved	

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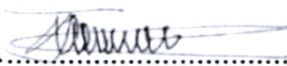
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		look into all audit issues and provide recommendations and resolve all.		
6.	Variances between the Statement of Financial Position and Statement of Changes in Net Assets	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
	Unsupported capital fund and reserves balances of KES. 507,481,771 and KES 14,241,224	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
7.	Variations in the statement of changes in net assets and prior year audited financial statements	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
	Unsupported revaluation reserve and fair value adjustment balances of KES. 160,000,000 and KES. 79,801,943 respectively	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
8.	Unexplained and unreconciled variance of KES. 3,705,835	The accounting officer has formed the five member committee to look into all audit issues and provide	Resolved	

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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)
		recommendations and resolve all.		
	Unexplained or unreconciled variance of KES. 30,686,224	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
9.	Lack of Trial Balance	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
10.	Unexplained variance of KES. 50,000,352	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
	Unexplained and Unreconciled variance of KES. 1,019,648 in the final revenue budget	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
	Unexplained variance of KES. 734,000 in the actual total revenue amount.	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	

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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)
11.	Lack of disclosure in the financial statements, the material uncertainty in relation to sustainability of services and any mitigating measures put in place by Management to reverse the undesirable financial position.	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
	Lack of Authorization for over expenditure of KES. 38,593,286	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
	Unbalanced budget	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	
	Unresolved 2021/2022 financial year audit report issues	The accounting officer has formed the five member committee to look into all audit issues and provide recommendations and resolve all.	Resolved	

  
 .....  
**PROF. WINSTON JUMBA**  
**AKALA Phd(UIUC), M.Phil(MU),**  
**B.Ed(KU) Principal and Secretary to**  
**the Council**  
**3 July 2025**

***Koitaleel Samoei University College***  
**Annual Report and Financial Statements**  
**for the year ended June 30, 2025**

**Appendix II: Projects implemented by**  
**Status of Projects completion**

<b>SN</b>	<b>Project</b>	<b>Total project Cost</b>	<b>Total expended to date</b>	<b>Completion % to date</b>	<b>Budget</b>	<b>Actual</b>	<b>Sources of funds</b>
1	Nandi Hills Administration Block	946Million	306Million	15	150Million	150Million	G.o.K

**Koitaleel Samoei University College**  
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**Appendix III- Inter-Entity Transfers**

<b>KOITALEEL SAMOEI UNIVERSITY COLLEGE</b>					
Break down of Transfers from the State Department University Education					
FY 2023/2024					
<b>a.</b>	<b>Recurrent Grants</b>				
		Month	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	1	July	01/07/2024	11,512,870.00	Q1-2024/2025
	2	August	10/08/2024	1,5,844,558.50	Q1-2024/2025
	3	August	11/08/2024	15,,844,558.50	Q1-2024/2025
	4	August	12/11/2024	15,,844,558.50	Q1-2024/2025
	5	September	11/09/2024	15,,844,558.50	Q2-2024/2025
	6	November	08/11/2024	15,,844,558.50	Q3-2024/2025
	7	January	07/01/2025	15,,844,558.50	Q3-2024/2025
	8	January	07/01/2025	15,,844,558.50	Q3-2024/2025
	9	March	13/03/2025	15,,844,558.50	Q3-2024/2025
	10	April	21/05/2025	15,,844,558.50	Q4-2024/2025
	11	May	12/06/2025	15,,844,558.50	Q4-2024/2025
	12	June	27/05/2025	9,129,931	Q4-2024/2025
			<b>KSUC sub-total</b>	<b>199,264,634</b>	
				<b>199,264,634</b>	
	<b>GRAND TOTAL- RECURRENT FUNDS</b>				
<b>b.</b>	<b>Development Grants</b>				
			Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	1	April	29/04/2025	150,000,000	Q4-2024/2025
			<b>KSUC sub-total</b>		
			<b>Grand Total</b>	<b>349,264,634</b>	

The above amounts have been communicated to and reconciled with the parent ministry.

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**PROF. WINSTON JUMBA**  
**AKALA Phd(UIUC), M.Phil(MU),**  
**B.Ed(KU) Principal and Secretary to**  
**the Council**  
**3 July 2025**

.....  
**CPA JOSEPHAT K. RUTTOH**  
**ICPAK 9560**  
**MBA, BBM**  
**Ag. Deputy Finance Officer**  
**3 July 2025**