


REPUBLIC OF KENYA

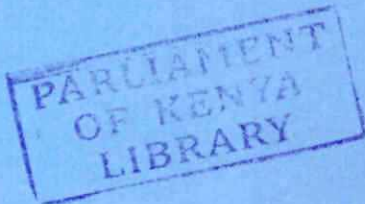


*Enhancing Accountability*

**REPORT**

 <b>THE NATIONAL ASSEMBLY PAPERS LAID</b>	
DATE: <b>05 JUN 2025</b>	DAY. <input type="text"/>
TABLED BY:	DEPUTY MAJORITY WHIP
CLERK-AT THE-TABLE:	CHRISTINE NDIRITU

**OF**



**THE AUDITOR-GENERAL**

**ON**

**MOIBEN TECHNICAL AND  
VOCATIONAL COLLEGE**

**FOR THE YEAR ENDED  
30 JUNE, 2023**



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**MOIBEN TECHNICAL AND VOCATIONAL COLLEGE.**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30<sup>TH</sup> JUNE 2023**

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

**Moiben Technical and Vocational College.**  
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**1. Acronyms & Glossary of Terms**

BOG	Board of Governors
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
TTI	Technical Training Institute
TTC	Teacher Training College
TVC	Technical Vocational College
Fiduciary Management	Key management personnel who have financial responsibility in the MTVC
TVETA	Technical Vocational Education Training Authority
MOE	Ministry of Education.
Moiben TVC	Moiben Technical and Vocational College.
KATTI	Kenya Association of Technical Training Institutions.

## **2. Key MTVC Information and Management**

### **(a) Background information**

The Moiben Technical and Vocational College was incorporated/ established under the TVET Act no 29 of 2013 on 21<sup>st</sup> December 2017 under Ministry of Education. The institution is situated in Moiben Township, Moiben Sub-County of Uasin Gishu. The college is 20 km off Eldoret–Iten road to the north. Moiben TVC offers 25 courses both in Science Engineering and Technology and Business oriented areas. Courses are placed under Technical and Business training departments. Admission, Examination, industrial liaison offices have been established to complement training operations in college.

### **(b) Principal Activities**

The principal activities of the Moiben Technical and Vocational College are:

- i. To provide Technical and vocational and Education training to citizens of Kenya
- ii. To contribute to industrial and technological development through innovations and technology transfer
- iii. Collaborate with Curriculum developers, industry and other players to provide training in Competency-Based Education (CBET).
- iv. To foster general welfare of staff and students

### **Vision**

To be a centre of excellence in the provision of technical and vocational training

### **Mission**

To provide quality Technical Vocational education and Training that meet the dynamic needs of Society and Industry.

- a. To provide Technical and Vocational and Education training to citizens of Kenya.
- b. To contribute to industrial and technological development through innovations and technology transfer.
- c. Collaborate with Curriculum developers, industry and other players to provide training in competency-based education (CBET).

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**Core objectives.**

- i. To provide practical career oriented technical training to trainees
- ii. To provide adequate infrastructure for training
- iii. To build ICT capacity in curriculum delivery, service delivery and institutional management
- iv. To enhance financial and procurement systems for efficient use of resources
- v. To enhance research and development in the institution
- vi. To establish collaborations and partnerships in trainings.

**(c) Key Management**

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

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

**(d) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June, 2023 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	Principal	Mr. Oroni Barasa
2.	Deputy Principal - Administration	Dr. Sheila Kandie
3.	Deputy Principal - Academics	Mr. Augustine Makona
4.	Registrar	Mr. Elisha Sugut
5.	Dean of students	Mrs. Rael Jebet Samoei
6.	Head of Finance	CPA. Nelson Kemboi
7.	Head of Procurement	Mr. Patrick Toroitich

**Key MTVC Information and Management (Continued)**

**(e) Fiduciary Oversight Arrangements**

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

In the Financial Year 2022-2023, the following Board committees were in place:

<b>Finance and Human Resource</b>	<b>Designation</b>	<b>Activities</b>
Mr Hillary Mebur	Chairperson	Discuss Financial matters/Reports and Human resource Activities.
Mr. Eliakim Khaemba	Member	
Mr. Oroni Barasa	Secretary	
<b>Education, Training and Infrastructure</b>		Discuss course implementation, trainee's examination results and Infrastructural developments projects of College.
Eng. Nancy Tanui	Chairperson	
Hon. Peris Simam	Member	
Mr. Oroni Barasa	Secretary	
<b>Audit and Risk Management Committee</b>		Discuss and give recommendations of the Audit reports of both internal and external Auditors.
Ms. Gladys Nyakweba	Chairperson	
Rev. David Ng'ang'a	Member	
CPA. Zacharia Koech	Internal Auditor	

**(f) MTVC Headquarters**

Moiben Technical and Vocational College  
P.O. Box 10715- 30100  
Eldoret  
Kenya

**(g) MTVC Contacts**

Telephone: (254) 728 172 771, (254) 782 110 715  
E-mail: [moibentvc@gmail.com](mailto:moibentvc@gmail.com).

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

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**(h) MTVC Bankers**

1. Kenya commercial Bank  
Eldoret Main Branch  
Account name – **Moiben Technical and Vocational College**  
Account number: **1216740445**
  
2. African Bank Corporation ltd  
Eldoret Branch – Zul arcade  
Account number: **00521500 100 5226**

**(i) Independent Auditors**

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

**(j) Principal Legal Adviser**

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

3.The Board of Governors



Eng. Luke Kangogo, MBA DSM  
Chairperson  
Master's in Business Administration (MBA) -  
Aviation option

Luke was Born on 14th September 1956. He is the current Chairman of Board of Governors of Moiben Technical and Vocational College. He has a wealth of experience in the aviation industry. He worked with the Kenya Air Force for 12 years, Kenya Airways- 10 years, Kenya Civil Aviation Authority- 7 years and the East African Community- 7 Years. He is a Licensed Aircraft Maintenance Engineer (LAME), He was a Board Member of Agricultural Finance Corporation, Eldoret Dairy Farmers Association, currently a Member of Kenya Civil Aviation Authority and Institute of Directors (Kenya). Luke is decorated with a Presidential award of Distinguished Service Order Medal. (DSM). He is an independent member of the Board.



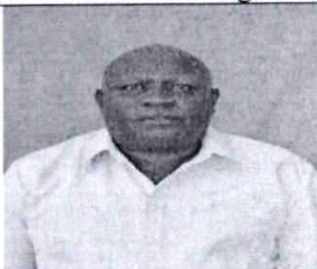
Rev. David Ng'ang'a  
Masters in Counselling Psychology

Rev. Nga'nga was born in 1973. He is a member of the Audit and Risk committee. He is a senior Pastor at AIC fellowship in Eldoret with a wealth of experience in pastoral duties; he has worked with the public in National cohesion peace initiatives in the Rift valley, and has served in the several high schools Boards as Chairman and member. He has a Masters in Counselling Psychology from Moi University and Bachelor of Theology from Kabarak University. He is an independent member of the Board.



Eng. Nancy Tanui  
Msc. in Structural Engineering

Eng. Tanui was born on 25<sup>th</sup> February 1982. She is a Chairperson of the Infrastructure, Education and Training committee. She has working experience as Consulting Engineer for over 8 years, member of Engineers Board of Kenya and corporate member of Institute of Engineers of Kenya. She is a graduate with Msc. in Structural Engineering from Moi University. She is an independent member of the Board.



Mr. Hillary Mebur  
Diploma in co-operative management and  
administration

Hillary was born 1963. He is currently a Chairperson of the Finance and Human Resource committee. He holds Certified Public Accountancy certificate II, Diploma in co-operative management and administration. He has vast managerial experience having worked for several multinational companies capacities Site Manager (Tristar Energy –South Sudan for 7 Years), Accounts assistant – Esso (K) Ltd -7Years, Accountant- National Housing Corporation -3yrs and Assistant cooperative officer- GOK -3 Years. He is an independent member of the Board.

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Hon. Peris Chepchumba Simam  
PHD in Leadership (Honoraria causa),

Hon. Peris C. Simam was born in 1968. She is a Member of Infrastructure, Education and Training committee. She was Member of National Assembly from 2007-2013, member of Pan African Parliament and executive member of Kenya Women parliamentarians Association during the same period. She has wealth of experience in Education having worked as a teacher for 15 years.

She holds a PHD in Leadership (Honoraria causa), Bachelor's degree in Education, Diploma in Science Education and currently the Director of Persim consultancy. She is an independent member of the Board.



Ms. Gladys Nyakweba.  
BBM, MBA And CPA(K)

Gladys was born on 24<sup>th</sup> August 1981. She is a Chairperson of the Audit and Risk Committee. She was a Lecturer at Kisii University for 2 years up to 2017. Has a Bachelor of Business Management (Accounting option) from Moi University, MBA – Finance option and a holder of CPAK. She is an independent member of the Board.



Mr. Eliakim Khaemba  
PHD in Information technology

Eliakim was born on 17/12/1981

He is a Member of the Finance and Human Resource Committee. He is a holder of PHD and MSc. Information Technology and a private consultant on ICT solutions.

Lecturer at MMUST, USIU, Moi University (7yrs)

Member of ICT board Kenya.

Diploma in Project management – ICM. He is an independent member of the Board.



Mr. Gichuru Mutulili  
TVET County Director  
Master's in Business Administration  
(Management Information Systems)

Mr. Gichuru Mutulili was born on 3<sup>rd</sup> September, 1966 he is the current TVET County Director Uasin Gishu, Nandi and Elgeyo Marakwet Region. He is the PS representative of the Ministry in the Board and provide advice and guidelines on Ministry's strategic goals, mandate and policy direction. He holds Master's in Business Administration (Management Information Systems) and B.Ed. (Arts) Mathematics & Business Studies. Further, has wealth of experience in public service particularly in educational management, ISQ Training, Performance management, project management, financial management, procurement management and monitoring and evaluation of programmers and projects having served as a teacher, education officer in various positions and Counties. He is a representative of the PS TVET.





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Oroni Barasa.  
M.Phil. In Education Management. B. Ed  
technology  
Principal / BOG secretary.

Mr. Oroni Barasa was born in the year 1970. He is a Holder of M.Phil. In Education Management, Bachelor of Education (Technology). He oversees Implementation of approved education curriculum, Management, control of finances and supervise training activities, serve as Secretary to the Board of Governors and Works as a Trainer and Principal.

**4. Key Management Team**

S.NO	KEY MANAGER AND PROFESSIONAL ACADEMIC QUALIFICATIONS	AREA OF RESPONSIBILITY
1.	 <p><b>Oroni Barasa</b> Holder of M.Phil. In Education Management. B. Ed (Technology).</p>	<p>- Principal/ Secretary to the Board</p>
2.	 <p><b>Dr. Sheila Kandie</b> D. Phil – education and administration Master of education and administration Senior management course (school of government).</p>	<p>- Deputy Principal Administration</p>
3.	 <p><b>Mr. Augustine Makona</b> Higher National Diploma in Human Resource Management. Diploma in Technical Education (Business Administration) Diploma in Business Administration</p>	<p>- Deputy Principal Academics</p>
4.	 <p><b>Mr. Elisha Sugut.</b> Diploma in General Agriculture Bachelor of science (Agriculture</p>	<p>- Registrar.</p>

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5.	 <b>Mrs. Rael Jebet Samoei</b> Higher Diploma in Secretarial Studies Diploma in Secretarial Studies Diploma in Technical Education (Secretarial Management Option)	- Dean of Students.
6.	 <b>CPA. Nelson Kemboi</b> Bachelor of Commerce (Accounting Option) CPA (K)	- Finance Officer

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**5. Chairman's Statement**

It is my pleasure to present the Moiben Technical and Vocational College's Annual report and financial statement for the year ended 30<sup>th</sup> June 2023.

During the year under review the College registered significant growth in enrolment of students. The Board employed more trainers to provide required manpower. The Board committed resources towards the provision of training materials, tools and equipment to ensure quality in training. The Board also had successful number of meetings to deliberate on the college programmes, financial reports development reports and the attendance by the members was good.

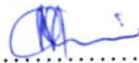
Capacity building and training of both Board members and staff were conducted during the period. This will go a long way in transforming the approaches in management of college activities and service delivery to trainees.

I wish to thank the Government of Kenya for supporting MTVC and making it attractive through capitation, HELB facilities and provision of state of art training equipment. However, due to the underfunding of students' capitation and delayed disbursement of students loan, College operations were affected and our appeal to the Government is to ensure that adequate funding are provided to MTVC to ensure quality service delivery to the trainees.

Due to increased enrolment, the capacity of tuition facilities is currently strained. I therefore appeal to the Government to consider providing more finances for expansion of infrastructure to accommodate rising number of students and enhance access to quality training.

Finally, I thank all stakeholders for their continued support, and we endeavour to make even greater strides in the coming years to achieve our vision.

Signature .....



Date .....

27/09/2023

**ENG. LUKE KANGOGO MBA, DSM.**  
**CHAIRMAN – BOARD OF GOVERNORS.**

**6. Report of the Principal.**

I'm pleased to present the 6<sup>th</sup> Annual report and financial statements for the year ending 30<sup>th</sup> June 2023. The college made great strides during the year which saw increase in enrolment of students. The college has improved on its service capacity through recruitment of more trainers employed by the Board of Governors and Public service Commission.

During the year under review, the college received **Kshs 19,532,530** from the following sources. Students' fees (A in A) **Kshs 12,298,530** and **Kshs 7,234,000** from GOK student capitation and Operational grants. However, the government disbursed student's capitation at a rate of Kshs 13,000 out of the Kshs 30,000 resulting to a deficit of Kshs 17,000 per student per year. Quarter 4 students' capitation was not disbursed during the financial year. This under funding of students capitation had effects on implementation of college strategic plan, Budgeted activities and payment of college financial obligations on time. During the year in review the management facilitated students to conduct election of the student's council. During the year under review students were allowed to sit for the KNEC examination for July 2022, November 2022 and March 2023 series and the overall performance was excellent. I therefore wish to extend my appreciation to students for exhibiting good behaviour, discipline and attaining good performance in their studies. The management has put in place marketing strategies aimed at increasing the number of trainees in the college and providing requisite training materials for practical's so as to ensure quality training is disseminated to the trainees.

I also appreciate the Board of Governors for providing the strategic leadership as well as staff for their commitment to providing service. In conclusion I wish to thank all stake holders for their support during the period.

Signature .....  ..... Date 27/09/2023 .....

**ORONI BARASA.**  
**PRINCIPAL.**



**Moiben Technical and Vocational College.**  
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**7. Statement of Performance against Predetermined Objectives.**

Section 81 Subsection 2 (f) of the Public Finance Management Act, 2012 requires the accounting officer to include in the financial statement, a statement of the national government MTVC’s performance against predetermined objectives.

- Moiben TVC has Six (6) strategic pillars and objectives within its Strategic Plan for the FY 2019/2020 - 2022/2023. These strategic pillars are as follows:

**Pillar 1:** Education and Training

**Pillar 2:** Development and maintenance of Infrastructure

**Pillar 3:** Governance and leadership

**Pillar 4:** Build Institutional ICT Capacity

**Pillar 5:** Financial Capacity

**Pillar 6:** Human Resource Management

Moiben TVC develops its annual work plans based on the above Six (6) pillars. Assessment of the Board’s performance against its annual work plan is done on a quarterly basis. The college achieved its performance targets set for the FY 2022/2023 period for its Six (6) strategic pillars, as indicated in the table below:

<b>Strategic Pillar</b>	<b>Objective</b>	<b>Key Performance Indicators</b>	<b>Activities</b>	<b>Achievements</b>
1. Education and Training	To provide practical career oriented technical training to our trainees	100% class attendance by both trainers and trainees and maximize the use of training equipment in the college. 25% increase in trainees’ enrolment	Marking class attendance registers for both trainers and trainees Awarding marks for class attendance Marketing of college programmes	100% class attendance of trainees and trainers Peer teaching and more class practicals and field trips. Increase in trainees’ enrolment due to marketing of college programmes
2. Development and maintenance	Development of college site plan	Site plan completed Development of inventory management plan	Institution site plan development	Construction of gate.

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of infrastructure	Maintenance of college infrastructures and equipment construction Expansion of teaching facilities		Development of inventory management plan facilities	
3. Governance and leadership	To provide quality leadership and governance Maximize effectiveness of human resource facilities and financial resources Establishment of student governing council.	Revenue growth  Reputation of college stakeholders' satisfaction	Continually review of programmes and services to ensure provision of values and meeting college mandates and set strategic goals	Implementation of Board resolutions on time.  Establishment of students' council.
4.- Build Institutional ICT Capacity	To build ICT capacity in curriculum delivery, service delivery and institutional management. Establishment of MIS system Develop and maintain a fully functional network system and internet facilities	-Use of ICT in training -Adequate computers and workshop -A functional MIS systems and website -Extend internet to all the departments.	Improving and increasing ICT infrastructure for staff and student training.	-Use of ICT in Curriculum delivery. -Purchase of management systems (MIS) -Development of college website. -Fully functional networking and internet.
5. Financial Capacity	Sound financial management and policies	-Income generating activities	Reducing fees defaults	-Preparation of annual budgets and procurement plans

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	Increased GOK funding Diversify source of income	-Realization of budgeted revenues -Increased savings Develop proposals	Cost reduction measures. Income generating activities Developing funding proposals to donors.	-Advertisement of tenders and pre-qualification of suppliers as per Public Procurement and Disposal Act 2015. Diversification of income generating activities
6. Human resource Management	Development and implementation of human resource policy Support and strengthen staff welfare Ensure employees satisfaction Provide teaching and learning materials for staff.	-Staff Welfare -Satisfied staff -Adequate teaching and learning materials for staff -Human resource policy	Generate and support welfare programmes Carry out of competency needs assessments, performance appraisal, training and staff development.	-Creation and support the welfare support program -Carrying out of competency needs assessments, -performance appraisal, training and staff development. -Adequate training materials for trainers

**8. Corporate Governance Statement**  
**APPOINTMENT OF BOARD**

The Chairman and Members of the Board were appointed by the Cabinet Secretary of Ministry of Education on **14<sup>th</sup> October 2020** for a 3-year term.

**INDUCTION AND TRAINING OF THE BOARD**

During the year in review, the Board attended three-day training on leadership and governance conducted by the State Department of Vocational and Technical Training from **12<sup>th</sup> to 15<sup>th</sup> December 2022.**

**CORPORATE GOVERNANCE**

During the year under review, Members of the Board committed themselves to the service of Moiben Technical and Vocational College and upheld the tenets of good corporate Governance by being transparent, accountable, persons of integrity, socially responsive, promoted excellence and exercised fairness in all dealings. The Board had a Board Charter in place to guide in its functions.

The Board can however be removed by the Cabinet Secretary of MOE who is the Appointing Authority. Each year Board evaluation exercise is conducted to determine the performance. The Board expenses are catered for through the college revenues and the rate of Board allowances are determined by the Board and approved by the Cabinet Secretary of MOE.

**BOARD OF GOVERNORS MEETING ATTENDANCE.**

During the year under review the Board had a total number 14 meeting and attendance of the board members was good as shown below:

**a. Full Board Meetings.**

S.No	Names	4 <sup>th</sup> November 2022	29 <sup>th</sup> Septem ber 2022	2 <sup>nd</sup> Novem ber 2022	6 <sup>th</sup> Janua ry 2023	14 <sup>th</sup> April 2023
1.	Eng Luke Kangogo	✓	✓	✓	✓	✓
2.	Khaemba Eliakim	✓	✓	✓	✓	✓
3.	Eng Nancy Tanui	✓	✓	✓	✓	✓
4.	Gichuru Mutulili	✓	✓	✓	✓	✓
5.	Gladys Nyakweba	✓	✓	✓	✓	✓
6.	Hon Peris Simam	✓	✓	✓	✓	✓
7.	Hillary Mebur	✓	✓	✓	✓	✓
8.	Rev. David Nganga	✓	✓	✓	✓	✓

**Moiben Technical and Vocational College.**

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**b. Infrastructure, Education and Training Committee**

S.No	Names	11 <sup>th</sup> July 2022	15 <sup>th</sup> June 2023
1.	Gichuru Mutulili	✓	✓
2.	Gladys Nyakweba	✓	✓

**c. Finance and Human Resource Committee.**

S.No	Names	11 <sup>th</sup> July 2022	22 <sup>nd</sup> September 2022	6 <sup>th</sup> January 2023	5 <sup>th</sup> April 2023
1.	Gichuru Mutulili	✓	✓	-	✓
2.	Gladys Nyakweba	✓	✓	✓	✓
3.	Rev. David Nganga	✓	✓	✓	✓

**d. Audit and Risk Committee**

S.No	Names	25 <sup>th</sup> July 2022	11 <sup>nd</sup> November 2022	22 <sup>th</sup> March 2023
1.	Hon Peris simam	✓	✓	-
2.	Gichuru mutulili	✓	-	-
3.	Zacharia Koech	✓	✓	✓
4.	Hillary Mebur	✓	✓	✓
5.	Rev David Nganga	-	-	✓

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

The following are functions of the Board of Governors as stipulated in the TVET Act 2013 Section 29;

- a) Overseeing the conduct of education and training in the institution in accordance to the Act and other written laws
- b) Promoting and maintaining standards, quality and relevance in education and training in the institution
- c) Administering and managing the property of the institution
- d) Developing and implementing the institutions' strategic plan
- e) Preparing annual estimates of revenue and expenditure for the institution incurring expenditure on behalf of the institution,

**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

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- f) Receiving on behalf of the institution, fees, grants, subscriptions donations, bequests or other monies and make disbursements to the institution or other bodies or persons
- g) Determining the fees payable and prescribing conditions under which fees may be remitted in part or in whole in accordance with the guidelines developed under the provisions of the TVET Act.
- h) Mobilizing resources for the institution
- i) Developing and reviewing programmes for training and to make representations thereon to the TVETA Board
- j) Regulating the admission and exclusion of students from the institution, subject to a qualification framework and the provisions of the TVET Act, 2013.
- k) Approving collaboration or association with other institutions and industries in and outside Kenya subject to prior approval by TVETA board
- l) Determining terms and conditions of support staff, trainers and instructors and remunerating the staff of the institution in consultation with TVETA
- m) Making regulations governing organization, conduct and discipline of staff and students.
- n) Preparing comprehensive annual reports on all areas of their mandate, including education and training services and submitting the same to TVET Board
- o) Providing for welfare of students and staff of the institution
- p) Encouraging, nurturing and promoting democratic culture, dialogue and tolerance in institution
- q) Discharging all functions conferred upon it by the Act or any other written Law.

**9. Management Discussion and Analysis**  
**Financial performance**

The college closed the year with a deficit of **Kshs 4,084,927** compared to previous financial year **FY 2022/2023** which college had a surplus of **Kshs 213,840**.

**Compliance with statutory requirements.**

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

**Major risk facing the college.**

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

- i. Non Remittance of students Quarter 4 capitation for the financial year.
- ii. Late disbursement of MOE capitation leading to delayed service delivery and meeting the financial obligation.
- iii. Disbursement of student's capitation at a rate of **Kshs 13,000** per students out of **Kshs 30,000** leading to a deficit of **Kshs 17,000** per student.
- iv. Due to the increasing number of Students College facilities are overstretched in capacity and hence Government is requested to support in funding construction of more facilities.
- v. Delayed disbursement of student's loans has impacted negatively on fees collections and therefore huge arrears. This led to college closing the financial year with sundry debtors from students' fees of **Kshs 8,923,814**.

**Project implemented by the College.**

Moiben Constituency NG CDF sponsored one project (Construction of 1 classroom, septic tank and Soak pit) to be constructed at the College. The project has been completed and awaiting commissioning and handing over of the same to the college. The total cost of the project was **Kshs 2,200,000**.

**10. Environmental and Sustainability Reporting Statement**

**1. Sustainability strategy and profile**

The Board of Governors intends to undertake other income generating activities such as farming in order to generate more income and also put in place strategies to minimize the costs of college operations.

**2. Environmental performance**

During the year under review, the College in collaboration with the office of Kenya forestry organised a successful tree planting activity. The aim was to educate the community on importance of environmental conservation.

**3. Employee welfare**

The institution has set up staff welfare to be able to support staff members and by monthly payments of staff NHIF deductions to the relevant body. The college also intends to carry out Occupational Health and Safety Audit of college workplace to ensure staff safety in workplace. The college recruitment process is through advertisements and a competitive process is done to determine the best candidate. Staff salaries are determined by the Board based on the ability to pay and availability of resources. The Board also consider the gender ratio and ethnicity ratio as required by the Human Resource Manual. The staff are always facilitated to attend workshops and trainings organized by the Ministry in partnership with the Kenya Association of Technical Training Institutions.

**4. Market place practices**

The college always meets its financial obligations on time by timely payment of suppliers and honouring contracts, practicing good competitions in terms of marketing of college programmes with its competitors.

**5. Community Engagements**

The College conducted trees planting exercise at the college grounds and distributed seedlings to the community.

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

The Board members submit their reports for the year ended **June 30, 2023** which show the state of the MTVC affairs.

**Principal activities**

The principal activities of the Moiben Technical and Vocational College are:

- v. To provide Technical and vocational and Education training to citizens of Kenya
- vi. To contribute to industrial and technological development through innovations and technology transfer
- vii. Collaborate with Curriculum developers, industry and other players to provide training in competency-based education (CBET).
- viii. To foster general welfare of staff and students

**Results**

The results of the entity for the year ended June 30 are set out on page 1 to 7.

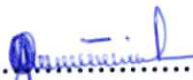
**Board of Governors**

The members of the Board who served during the year are shown on page **vii** and **viii**. During the year 2022/2023 no Board Member resigned.

**Auditors**

Bik & Associates Certified Public Accountants were nominated by the Auditor General to carry out the audit of Moiben Technical and Vocational College for the year ended June 30, 2023, in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an Auditor to audit on her behalf.

**By Order of the Board**

  
.....  
**Secretary of the Board**  
**Nairobi.**

**Date:** 09/07/2023



**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

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

The Board members are responsible for the preparation and presentation of Moiben TVC's financial statements, which give a true and fair view of the state of affairs of Moiben TVC for and as at the end of the financial year (period) ended on June 30, 2023. 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 Moiben TVC, (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of Moiben TVC, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Board members accept responsibility for Moiben TVC's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the State Corporations Act, and the TVET Act 2013. The Board members are of the opinion that Moiben TVC's financial statements give a true and fair view of the state of Moiben TVC's transactions during the financial year ended June 30, 2023, and of the Moiben TVC's financial position as at that date. The Board members further confirm the completeness of the accounting records maintained for Moiben TVC, which have been relied upon in the preparation of the Moiben TVC's financial statements as well as the adequacy of the systems of internal financial control.

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

**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

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**Approval of the financial statements**

The Moiben TVC's financial statements were approved by the Board on **27<sup>th</sup> September 2023** and signed on its behalf by:

.....  


**Name:**

**Chairperson of the Board.**

.....  


**Name:**

**Accounting Officer/Principal**



# REPUBLIC OF KENYA



*Enhancing Accountability*

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

## **REPORT OF THE AUDITOR-GENERAL ON MOIBEN TECHNICAL AND VOCATIONAL COLLEGE FOR THE YEAR ENDED 30 JUNE, 2023**

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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.
- 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**

The accompanying financial statements of Moiben Technical and Vocational College set out on pages 1 to 55, which comprise of the statement of financial position as at

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*Report of the Auditor-General on Moiben Technical and Vocational College for the year ended 30 June, 2023*

30 June, 2023 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information, have been audited on my behalf by BIK and Associates, auditors appointed under Section 23 of the Public Audit Act, 2015. The auditors have duly reported to me the results of their audit and on the basis of their report, I am satisfied that all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit were obtained.

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 Moiben Technical and Vocational College as at 30 June, 2023 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 Technical and Vocational Education and Training Act No. 29 of 2013.

### **Basis of Qualified Opinion**

#### **1. Inaccuracy in Receivables from Exchange Transactions**

Note 27(a) to the financial statements, reflects receivables from student debtors before deduction of impairment allowance of Kshs.8,923,814. Comparison of the balance of Kshs.8,923,814 with the prior year balance of Kshs.4,391,586 revealed an increase of Kshs.4,532,228 or (103%). Management explained that the increase was due to a total of 321 students that reported in May, 2023 and were billed Kshs.7,878,740 for a period of May, 2023 to March, 2024. However, eight (8) months revenue from July, 2023 to March, 2024 was in respect of 2023/2024 as services were offered for only two (2) months in the year under review. The recognition of the entire revenue and receivables was contrary to the accrual concept of accounting.

In the circumstances, the accuracy of student debtors of Kshs.8,923,814 could not be confirmed.

#### **2. Unsupported Expenditure on Staff Training and Capacity Building**

The statement of financial performance reflects expenditure on use of goods and services of Kshs.14,028,353 as disclosed in Note 15 to the financial statements. Included in the amount is Kshs.1,073,073 in respect to staff training and capacity building. However, staff training needs assessment report was not provided by the Management to support the expenditure.

In the circumstances, the accuracy and validity of the expenditure of Kshs.1,073,713 could not be confirmed.

#### **3. Property, Plant and Equipment Balance**

The statement of financial position reflects property, plant and equipment balance of Kshs.56,937,711 as disclosed in Note 31 to the financial statements. However, it was

noted that the balance excluded a motor vehicle and automotive engineering equipment donated by the State Department of Vocational and Technical Training. Management indicated that the Ministry did not provide invoices in respect of the donated assets. Further, valuation of the assets had not been done and therefore the value of the assets could not be confirmed. In addition, property, plant and equipment balance excludes eighteen (18) hectares of land donated by County Government of Uasin Gishu where staff houses, administration block and classroom are located. However, the College had no title deed to the land.

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

#### **4. Inaccuracy in Statement of Changes in Net Assets**

The statement of changes in net assets reflects total capital fund and reserve balance of Kshs.59,329,816 as at 30 June, 2023. However, casting across revealed a balance of Kshs.59,359,818 resulting in a variance of Kshs.30,000 which was not explained.

In the circumstances, the accuracy of the reported capital and reserve balance of Kshs.59,329,816 could not be confirmed.

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

#### **Emphasis of Matter**

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

The statement of comparison of budget and actual amounts reflects total final revenue budget and actual receipt of Kshs.22,718,000 and Kshs.19,852,730 respectively resulting to under-funding of Kshs.2,865,270 or 13% of the budget. Similarly, the College spent an amount of Kshs.23,937,657 against actual receipts of Kshs.19,852,730 resulting to an over expenditure of Kshs.4,084,927 or 21% of the actual receipts. No explanation was provided as to whether the over expenditure was authorized.

Further, as disclosed in Note 6 to the financial statements, the transfers from National Government through the State Department of Technical and Vocational Education Training were Kshs.7,234,000 translating to Kshs.13,000 (43%) per student against the budget of Kshs.12,000,000 or Kshs.30,000 per student leaving a deficit of Kshs.17,000 (57%) per student.

The underfunding affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

## **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the 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 Matters**

### **1. Unresolved Prior Years Matters**

In the audit report of the previous year, two (2) issues were raised under Report on Financial statements and six (6) issues under Report on Lawfulness and Effectiveness in the Use of Public Resources. However, the issues remained unresolved contrary to Section 68(2)(l) of the Public Finance Management Act, 2012 which require accounting officers designated for national government entities to try to resolve any issues resulting from an audit that remain outstanding.

### **2. Long Outstanding Receivables**

The statement of financial position and as disclosed in Note 27(a) to the financial statements reflects total receivables from exchange transactions of Kshs.8,926,814. Included in the balance was Kshs.3,525,250 which had been outstanding for more than one year. However, Management did not demonstrate the efforts being made to recover this amount.

In the circumstances, recoverability of the receivables from exchange transactions of Kshs.3,525,250 outstanding for more than a year is doubtful.

## **Other Information**

Management is responsible for the other information set out on page iii to xxiv which comprise of Key Information and Management, The Board of Governors, Key Management Team, Chairman's Statement, Report of the Principal, Statement of Performance against Predetermined objectives, Corporate Governance Statement, Management Discussion and Analysis, Environment and Sustainability Reporting, Report of Board of Governors and Statement of Board of Governor's Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

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

## **Conclusion**

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

## **Basis for Conclusion**

### **1. Board of Governors Activities**

Review of the Board of Governors activities in the College revealed that during the period under review, meetings were convened on 11 July, 2022, 12 July, 2022 and 02 July, 2022 without a notice period of fourteen (14) days and there were no minutes to support what was discussed during the meeting. This was contrary to Second Schedule of Technical Vocational Education and Training (TVET) Act No. 29 of 2013, Section 11 which states that the Board of Governors shall meet at least once every four months and every meeting of the Board of Governors shall be convened by giving at least fourteen (14) days' notices in writing to every member unless three quarters of the total membership agree on a lesser notice period.

In addition, the Board did not conduct an evaluation of its performance contrary to Paragraph 1.12 of Chapter One of Mwongozo Code of Governance for State Corporations which states that the Board shall determine the board performance criteria and undertake an annual evaluation of its performance.

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

### **2. Failure to Adhere on Ethnic Balance in Staff Composition**

Review of personnel records for the year under review indicated that the College had employed eighteen (18) staff out of a total of twenty (20) members of staff representing 90% from the dominant ethnic community contrary to Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which requires that public institutions should not have more than one third of their staff establishment from the same ethnic community.

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

### **3. Irregular Procurement of Use of Goods and Services**

The statement of financial performance reflects expenditure on use of goods and services amount of Kshs.14,028,353 as disclosed in Note 15 to the financial statements. Included in the amount is Kshs.4,817,970, Kshs.783,725 and Kshs.1,024,565 for purchase of training materials, purchase of stationeries and administration costs respectively. Review of payment vouchers revealed that three (3) local suppliers paid a total of Kshs.969,925 were single sourced without placing an advertisement of intention to single source contrary to section 124 (14) of the Public Procurement and Disposal Act 2015, which

states that single source selection shall require a placement of advertisement of the intention to single source and invite anyone who wishes to bid and in the event that there is a response to the advert then all interested suppliers shall be invited to submit proposals.

Further, payments totaling Kshs.1,305,160 were not subjected to withholding VAT of 2% on vatable goods and supplies.

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

#### **4. Failure to Reserve Budgetary Allocation to Disadvantaged Groups**

The annual procurement plan for the College did not provide for 30% of the total procurement budget to Women, Youth and Persons with Disabilities (PWDs). This was contrary to Section 53(6) of the Public Procurement and Asset Disposal Act, 2015 which states that all procurement and asset disposal planning shall reserve a minimum of thirty per cent (30%) of the budgetary allocations for enterprises owned by women, youth, persons with disabilities and other disadvantaged groups.

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

#### **5. Lack of Occupational Safety and Health Committee**

Review of the records revealed that the College did not have an Occupational Safety and Health Committee at the work place. This was contrary to Section 9(1) of the Occupational Safety and Health Act, 2007 which requires every occupier to establish a safety committee at the workplace in accordance with regulations prescribed by the Cabinet Secretary and also Section 11(1) that states that the occupier of a workplace shall cause a thorough safety and health audit of his workplace to be carried out at least once in every period of twelve months by a safety and health advisor.

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

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

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

#### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance

section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

## **Basis for Conclusion**

### **1. Weak Internal Control Systems Over Processing of Transactions**

Review of the College's accounting records revealed that the vote book balances were not updated, while the vouchers were not stamped as "Paid". Further, some payments made exceeded the approved requisitions. In addition, payments totaling Kshs.1,335,160 were made to three (3) local suppliers without processing electronic tax receipts (ETR).

In the circumstances, the effectiveness of internal controls over processing of transactions could not be confirmed.

### **2. Use of Manual System**

The College did not have an automated Management Information System. Thus, all transactions were carried out manually including management of students' fees which is prone to errors and possibility of fraud and loss of funds. The payment vouchers could not be updated automatically for vote book balances.

In the circumstances, lack of an automated management information system compromises the integrity of the transactions.

### **3. Implementation of Strategic Plan**

Review of the College's strategic plan revealed that the plan was to be implemented between 2019 to 2024. However, some key activities highlighted in the strategic plan implementation matrix which included fixing of Close-Circuit Television (CCTV) surveillance at strategic points, ISO Certification Quality Manual, Human Resource audit and employee satisfaction survey were not carried out.

In the circumstances, the Management's ability to realize the College's strategic goals could not be confirmed.

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

## **Responsibilities of Management and those Charged with Governance**

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

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

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

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

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

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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for 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**

**23 April, 2025**

**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

**14. Statement of Financial Performance for the Year Ended 30 June 2023**

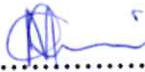
	Notes	June 2023	June 2022
		Kshs	Kshs
<b>Revenue from Non-Exchange transactions</b>			
Transfers from other National Government entities	6	7,234,000	10,535,000
Grants from donors and development partners	7	-	-
Transfers from other levels of government	8	-	-
Public contributions and donations	9	-	-
		-	-
<b>Revenue from Exchange transactions</b>			
Rendering of services- fees from students	10	12,282,530	8,665,770
Sale of goods	11	336,200	227,760
Rental revenue from facilities and equipment	12	-	-
Finance income	13	-	-
Miscellaneous income	14	-	-
<b>Revenue from Exchange transactions</b>		<b>12,618,730</b>	<b>8,893,530</b>
<b>Total Revenue</b>		<b>19,852,730</b>	<b>19,428,530</b>
<b>Expenses</b>			
Use of goods and services	15	14,028,353	11,145,881
Employee costs	16	3,721,635	2,923,030
Board Expenses	17	1,907,230	1,838,390
Depreciation and amortization expense	18	1,747,685	1,905,199
Repairs and maintenance	19	2,086,413	1,402,190
Provision for bad debts	37	446,341	-
Grants and subsidies	21	-	-
Finance costs	22	-	-
<b>Total Expenses</b>		<b>23,937,657</b>	<b>19,214,690</b>
<b>Other Gains/(Losses)</b>			
Loss on sale of assets	23	-	-
Gain/ Loss on fair value of investments	24	-	-
Impairment loss	25	-	-
<b>Total Other Gains/(Losses)</b>		<b>-</b>	<b>-</b>
<b>Net Surplus/Deficit for the year</b>		<b>-4,084,927</b>	<b>213,840</b>

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

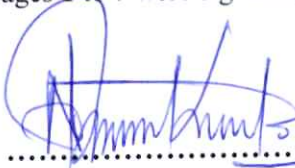
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The notes set out on pages 1 to 59 form an integral part of the Annual Financial Statements.

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

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

Date 27/9/2023

  
.....  
**Finance Officer.**

ICPAK No: ASSOC/2583.  
Date 27/09/2023

  
.....  
**Principal**

**PRINCIPAL**  
**MOIBEN TECHNICAL AND**  
**VOCATIONAL COLLEGE**  
P. O. Box 10715-30100, ELDORET  
Date: 27/09/2023 Sign: .....

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**


**15. Statement of Financial Position as At 30th June 2023**

Description	Notes	June 2023	June 2022
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	26	948,393	8,566,969
Current portion of receivables from exchange transactions	27(a)	8,480,473	4,406,086
Receivables from non-exchange transactions	28	-	-
Inventories	29	-	-
Investments in financial assets	30	-	-
<b>Total Current Assets</b>		<b>9,428,866</b>	<b>12,973,055</b>
<b>Non-Current Assets</b>			
Long term receivables from exchange transactions	27(b)	-	-
Investments	30	-	-
Property, plant, and equipment	31	56,937,711	56,597,127
Intangible assets	32	-	-
Investment property	33	-	-
Biological Assets	34	-	-
<b>Total Non-Current Assets</b>		<b>56,937,711</b>	<b>56,597,127</b>
<b>Total Assets</b>		<b>66,366,577</b>	<b>69,570,182</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables from exchange transactions	35	6,572,981	5,775,657
Refundable deposits from customers	36	433,780	349,780
Current provisions	37	-	-
Finance lease obligation	38	-	-
Deferred income	39	-	-
Employee benefit obligation	40	-	-
Payments received in advance	41	-	-
Current portion of borrowings	43	-	-
Social Benefits	45	-	-
<b>Total Current Liabilities</b>		<b>7,006,761</b>	<b>6,125,437</b>
<b>Non-Current Liabilities</b>			
Finance lease obligation	38	-	-
Deferred income	39	-	-

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

Description	Notes	June 2023	June 2022
		Kshs	Kshs
Non-Current Employee Benefit Obligation	40	-	-
Non-Current Provisions	42	-	-
Non- Current Borrowings	43	-	-
Service Concession Liability	44	-	-
Social benefits	45	-	-
<b>Total non- current liabilities</b>		-	-
<b>Total Liabilities</b>		7,006,761	6,125,437
<b>Net Assets</b>		59,359,816	63,444,745
Revaluation Reserves		-	-
Accumulated Surplus		-497,783	3,587,146
Capital Fund		59,857,599	59,857,599
<b>Total Net Assets and Liabilities</b>		59,359,816	63,444,745

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

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

Date 27/09/2023

  
 .....  
**Finance Officer**

ICPAK No: ASSOC/2583.

Date 27/09/2023

  
 .....  
**Principal**  
 MOIBEN TECHNICAL AND  
 VOCATIONAL COLLEGE  
 P.O. Box 10715-30100, ELDORET  
 Date 27/09/2023

## 16. Statement of Changes in Net Asset For The Year Ended 30 June 2023.

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
<b>At July 1, 2021</b>	-	3,373,304	55,658,037	<b>59,031,340</b>
Revaluation gain	-	-	-	-
Surplus for the year	-	213,840	-	<b>213,840</b>
Capital grants received during the year	-	-	4,199,562	<b>4,199,562</b>
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	-	-
<b>At June 30, 2022</b>	-	<b>3,587,144</b>	<b>59,857,599</b>	<b>63,444,742</b>
<b>At July 1, 2022</b>	-	<b>3,587,144</b>	<b>59,857,599</b>	<b>63,444,742</b>
Revaluation gain	-	-	-	-
Deficit for the year	-	-4,084,927	-	<b>-4,084,927</b>
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	-	-
<b>At June 30, 2023</b>	-	<b>-497,783</b>	<b>59,857,599</b>	<b>59,329,816</b>

**Moiben Technical and Vocational College.**  
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**17. Statement of Cash Flows for the Year Ended 30 June 2023**

Description		June 2023	June 2022
	Note	Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from Ministry of Education Students Capitation		7,234,000	10,535,000
Grants from donors and development partners		-	-
Transfers from other levels of government		-	-
Public contributions and donations		-	-
Rendering of services- fees from students		9,234,892	11,841,650
Sale of goods		288,200	215,160
KNEC Fees		1,391,900	2,720,801
Refunds HELB and Fees overpayment.		44,113	19,039
Salary advance Recovery		11,500	-
<b>Total Receipts</b>		<b>18,204,605</b>	<b>25,331,650</b>
<b>Payments</b>			
Use of goods and services		13,249,753	11,145,881
Employee costs		3,438,957	2,923,030
Board Expenses		1,907,230	1,838,390
Repairs and maintenance		1,836,263	1,402,190
Contracted services		-	-
KNEC and other Payments		3,302,710	3,332,636
<b>Total Payments</b>		<b>23,734,913</b>	<b>20,642,127</b>
<b>Net Cash Flows from operating activities</b>	46	<b>- 5,530,308</b>	<b>4,689,523</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant, equipment and intangible assets		- 2,088,269	- 3,676,014
Proceeds from sale of property, plant and equipment		-	-
<b>Net cash flows used in investing activities</b>		<b>- 2,088,269</b>	<b>- 3,676,014</b>
<b>Cash flows from financing activities</b>			
Development grants		-	2,200,000
Repayment Of Borrowings		(-)	(-)
<b>Net cash flows used in financing activities</b>		<b>-</b>	<b>2,200,000</b>
<b>Net Increase/(Decrease) in Cash and Cash equivalents</b>		<b>- 7,618,577</b>	<b>3,213,509</b>
Cash and Cash equivalents at 1 July 2022	26	8,566,970	5,353,461
<b>Cash and Cash equivalents at 30 June 2023</b>	26	<b>948,393</b>	<b>8,566,970</b>

## 18. Statement of Comparison of Budget &amp; Actual amounts For Year Ended 30 June 2023

	Original annual Budget	Adjustments	Final Annual Budget	Actual Cumulative to date	Performance difference	% of Utilization
	a	b	c=a+b	d	e=d/c	%
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	%
Transfers from Governments	12,000,000	-	12,000,000	7,234,000	4,766,000	60
Public contributions and donations	-	-	-	-	-	-
Rendering of services- Fees from students	10,568,000	-	10,568,000	12,282,530	- 1,714,530	116
Sale of goods	150,000	-	150,000	336,200	186,200	224
Finance Income	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
Gains on disposal and agency fees	-	-	-	-	-	-
<b>Total income</b>	<b>22,718,000</b>	-	<b>22,718,000</b>	<b>19,852,730</b>	<b>2,865,270</b>	<b>87</b>
Expenses						
Compensation of employees	5,270,280	- 1,200,000	4,070,280	3,721,635	348,645	91
Use of Goods and services	12,472,560	1,115,000	13,587,500	14,028,353	-440,793	103
Finance costs	-	-	-	-	-	-
Repairs and maintenance	1,610,160	45,000	1,655,160	2,086,413	- 431,253	126
Rent paid	-	-	-	-	-	-
Remuneration of directors	1,865,000	40,000	1,905,000	1,907,230	- 2,230	100
Provision for Bad debts	-	-	-	446,341	446,341	-
Depreciation and amortization	1,500,000	-	1,500,000	1,747,685	- 247,685	117
<b>Total expenditure</b>	<b>22,718,000</b>	-	<b>22,718,000</b>	<b>23,937,657</b>	<b>- 1,219,657</b>	<b>105</b>
<b>Surplus for the period</b>	-	-	-	- 4,084,927	-	-

**19. Notes to the Financial Statements**

**1. General Information**

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

**2. Statement of Compliance and Basis of Preparation**

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the Moiben TVC's accounting policies. The areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 19. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Moiben TVC. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act 2012, the State Corporations Act, the TVET Act 2013, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. Adoption of New and Revised Standards

i. Relevant new standards and amendments to published standards effective for the year ended 30 June 2023.

Standard	Effective date and impact:
<p><b>IPSAS 41:</b> Financial Instruments</p>	<p><b>Applicable: 1<sup>st</sup> January 2023:</b>                      The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of Moiben TVC's future cash flows. IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p> <ul style="list-style-type: none"> <li>• Applying a single classification and measurement model for financial assets that considers the characteristics of the asset's cash flows and the objective for which the asset is held;</li> <li>• Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and</li> <li>• Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an MTVC's risk management strategy and the accounting treatment for instruments held as part of the risk management strategy.</li> </ul>
<p><b>IPSAS 42:</b> Social Benefits</p>	<p><b>Applicable: 1<sup>st</sup> January 2023</b>                      The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting MTVC provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p> <ol style="list-style-type: none"> <li>(a) The nature of such social benefits provided by the Moiben TVC.</li> <li>(b) The key features of the operation of those social benefit schemes; and</li> <li>(c) The impact of such social benefits provided on the Moiben TVC's financial performance, financial position and cash flows.</li> </ol>
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p><b>Applicable: 1st January 2023:</b></p> <ol style="list-style-type: none"> <li>a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued.</li> <li>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</li> <li>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued.</li> <li>d) Amendments to IPSAS 33, to update the guidance on classifying</li> </ol>

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Standard	Effective date and impact:
	financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.
Other improvements to IPSAS	<p><b>Applicable 1<sup>st</sup> January 2023</b></p> <ul style="list-style-type: none"> <li>• <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i> Amendments to refer to the latest System of National Accounts (SNA 2008).</li> <li>• <i>IPSAS 39: Employee Benefits.</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS.</li> <li>• <b>IPSAS 29: Financial instruments: Recognition and Measurement.</b> Standard no longer included in the 2023 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1<sup>st</sup> January 2023.</li> </ul>

**ii. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2023.**

Standard	Effective date and impact:
IPSAS 43	<p><b>Applicable 1<sup>st</sup> January 2025</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 cash flows of an MTVC.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
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,</p> <p>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>

**iii. Early adoption of standards**

Moiben TVC did not early-adopt any new or amended standards in year 2023.

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

**a) Revenue recognition**

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

**Transfers from other government entities**

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

**ii) Revenue from exchange transactions.**

**Rendering of services**

Moiben TVC recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

**Sale of goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably, and it is probable that the economic benefits or service potential associated with the transaction will flow to the MTVC.

**Interest income**

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

**Rental income**

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

**b) Budget information**

The original budget for FY 2022/2023 was approved by the Board on *24<sup>th</sup> January 2022*. Subsequent revisions 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 Moiben TVC upon receiving the respective approvals to conclude the final budget. Accordingly, the Moiben TVC made revision/ Virements of budget vote heads on the FY 2022/2023 budget following the Board's approval. The Moiben TVC's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page 7 of these financial statements.

**c) Taxes**

***Current income tax***

The Moiben TVC is exempt from paying taxes as per schedule first schedule of income tax CAP 470.

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

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

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

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

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

**Summary of Significant Accounting Policies (Continue)**

**d) Investment property**

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

**e) Property, plant and equipment**

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

The table below shows the depreciation rate:

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

**Notes:**

- a. **18 Acres land:** The College was allocated 18 acres piece of land by the County Government of Uasin Gishu the cost of the land is yet to be determined through valuation.
- b. The college also received the following assets from the ministry of education the costs are yet to be determined through the Valuation. After the valuation exercise the costs of these assets will be incorporated in the financial statements.
  - i. Furniture staff and students' furniture

**Moiben Technical and Vocational College.**

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- ii. Assorted Automotive training equipment's
- iii. 20 Computers and 3 laptops
- iv. 2 projectors
- v. Three printers.
- vi. Car (Toyota Rush)

**f) Leases**

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

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

**Summary of Significant Accounting Policies (Continued)**

**g) Intangible assets**

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

**h) Research and development costs**

Moiben TVC expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the college can demonstrate:

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

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

**i) Financial instruments**

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

*Financial assets*

**Classification**

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

**Subsequent measurement**

Based on the business model and the cash flow characteristics, Moiben TVC classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

**Amortized cost**

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

**Fair value through net assets/ equity**

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

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

**Summary of Significant Accounting Policies (Continued)**

**Fair value through surplus or deficit**

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

**Trade and other receivables**

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

**Impairment**

The Moiben TVC assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The Moiben TVC recognizes a loss allowance for such losses at each reporting date.

***Financial liabilities***

***Classification***

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

**j) Inventories**

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

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

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

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

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

**Summary of Significant Accounting Policies (Continued)**

**Inventories (Continued)**

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

**k) Provisions**

Provisions are recognized when the MTVC 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 MTVC expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

***Contingent liabilities***

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

***Contingent assets***

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

**l) Social Benefits**

Social benefits are cash transfers provided to i) specific individuals 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 college 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 college will incur in fulfilling the present obligations represented by the liability.

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

**Summary of Significant Accounting Policies (Continued)**

**m) Nature and purpose of reserves**

Moiben TVC creates and maintains reserves in terms of specific requirements.

**Changes in accounting policies and estimates**

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

**n) Employee benefits**

**Retirement benefit plans**

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

**o) Foreign currency transactions**

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. Trade creditors or debtors denominated in foreign currency are reported at the statement of financial position reporting date by applying the exchange rate on that date. Exchange differences arising from the settlement of creditors, or from the reporting of creditors at rates different from those at which they were initially recorded during the period, are recognized as income or expenses in the period in which they arise.

**p) 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.

**q) Related parties**

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

**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

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

**Summary of Significant Accounting Policies (Continued)**

**r) Service concession arrangements**

Moiben TVC analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the college recognizes that asset when, and only when, it controls or regulates the services. The operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the college also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

**s) 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.

**t) Comparative figures**

Where necessary comparative figures for the previous financial year FY 2021/2022 have been amended or reconfigured to conform to the required changes in presentation.

**u) 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, 2023.

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

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

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

**Estimates and assumptions.**

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

**Useful lives and residual values**

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

- The condition of the asset based on the assessment of experts employed by the Moiben TVC.
- 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 -.

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. The college has made a provision of 5% of the bad debts in the student's debts.

**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

**6. Transfers from other National Government entities**

Description	June 2023 Kshs	June 2022 Kshs
<b>Unconditional Grants</b>		
Capitation Grants	6,734,000	10,035,000
Operational Grant	500,000	500,000
Unconditional Development grants	-	-
Other Grants	-	-
<b>Total unconditional Grants</b>	<b>7,234,000</b>	<b>10,535,000</b>
<b>Conditional Grants amortised/ recognised in revenue</b>		
Library Grant	-	-
Hostels Grant	-	-
Administration Block Grant	-	-
Laboratory Grant	-	-
Learning Facilities Grant	-	-
Other Organizational Grants	-	-
<b>Total Government Grants and Subsidies</b>	<b>7,234,000</b>	<b>10,535,000</b>

**(a) Transfers from other Government entities (Categorized)**

Name of the entity sending the Grant	Amount recognized to Statement of Financial performance Kshs	Amount deferred under deferred income Kshs	Amount recognised in capital fund. Kshs	Total grant income during the year Kshs	June 2022 Kshs
State Department of TVETA	7,234,000	-	-	7,234,000	10,535,000
<b>Total</b>	<b>7,234,000</b>	<b>-</b>	<b>-</b>	<b>7,234,000</b>	<b>10,535,000</b>

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**  
**Notes to the Financial Statements (Continued)**

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

Description	June 2023	June 2022
	Kshs	Kshs
JICA- Research Grant	-	-
World Bank Grants	-	-
In-Kind Donations	-	-
Donations transferred to revenue-conditions met	-	-
Other Grants (specify)	-	-
<b>Total Grants from Development Partners</b>	<b>-</b>	<b>-</b>

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

Description	June 2023	June 2022
	Kshs	Kshs
<b>Balance unspent at beginning of year</b>	-	-
Current year receipts	-	-
Conditions Met - Transferred to Revenue	-	-
<b>Conditions Yet to Be Met - Remain Liabilities</b>	<b>-</b>	<b>-</b>

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

Description	June 2023	June 2022
	Kshs	Kshs
Transfer from County XX	-	-
Transfer from XX University	-	-
Transfer from XX Institute	-	-
<b>Total Transfers</b>	<b>-</b>	<b>-</b>

**9. Public Contributions and Donations**

Description	June 2023	June 2022
	Kshs	Kshs
Public Donations	-	-
Donations from Local Leadership	-	-
Donations from Religious Institutions	-	-
Donations from Alumni	-	-
Other Donations	-	-
<b>Total Donations and Contributions</b>	<b>-</b>	<b>-</b>

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

**10. Rendering of Services**

Description	June 2023	June 2022
	Kshs	Kshs
Tuition	4,802,400	3,520,800
Personal emoluments	3,561,610	2,611,260
Electricity and water conservancy	304,910	221,730
Local transport and travel	533,000	391,200
Repair and maintenance	565,110	312,960
Activity	615,200	831,300
Contingencies	1,136,900	449,880
Medical Fees	122,600	88,020
Admission fees - students ID Charges	84,600	97,800
Student Council	-	52,800
Industrial attachment	473,200	88,020
Registration fees	83,000	-
<b>Total Revenue from The Rendering of Services</b>	<b>12,282,530</b>	<b>8,665,770</b>

**11. Sale of Goods**

Description	June 2023	June 2022
	Kshs	Kshs
Sale of Tender Books	4,000	-
Sale of Publications	-	-
Sale of Farm Produce	284,200	227,760
Driving course	48,000	-
Other sales	-	-
<b>Total Revenue from Sale of Goods</b>	<b>336,200</b>	<b>227,760</b>

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

Description	June 2023	June 2022
	Kshs	Kshs
Hire of Facilities and Equipment	-	-
Contingent Rentals	-	-
Operating Lease Revenue	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**  
**Notes to the Financial Statements (Continued)**

**13. Finance Income**

Description	June 2023	June 2022
	Kshs	Kshs
Cash investments and fixed deposits	-	-
Interest income from treasury bills	-	-
Interest income from treasury bonds	-	-
Interest from outstanding debtors	-	-
<b>Total finance income</b>	-	-

**14. Miscellaneous Income**

Description	June 2023	June 2022
	Kshs	Kshs
Insurance recoveries	-	-
Consultancy fees	-	-
Income from sale of tender	-	-
Services concession income	-	-
Reimbursements and refunds	-	-
Graduation fees	-	-
Bad debts recovered	-	-
Income written back	-	-
Miscellaneous income	-	-
<b>Total other income</b>	-	-

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

**15. Use of Goods and Services**

Description	June 2023	June 2022
	Kshs	Kshs
Purchase Of Stationeries	783,725	480,765
Purchase Of Cleaning Materials	79,840	55,640
Printing Services	197,620	339,460
Advertising And Publicity	351,600	154,995
Internet Services	497,031	493,692
Airtime And Postages	92,010	88,670
Administration Costs	1,024,565	1,026,320
Bank Charges	16,497	9,582
Purchase Of Staff Uniforms	-	121,550
Staff Training and Capacity Building	1,073,713	1,035,235
Purchase Of Training Materials	4,817,970	1,908,319
Purchase of food items.	269,165	292,915
KATTI TVET Fairs Expenses	60,000	733,675
Electricity And Water Conservancy	320,224	338,669
Water Expenses	141,000	54,400
Audit Services and Expenses	65,000	108,935
Website Maintenance Expenses	-	-
Performance Contract Expenses	508,480	518,830
Local Travel and Subsistence	2,037,600	1,385,895
Sports Expenses	649,030	766,010
Fuel And Oil	535,721	465,400
Insurance	144,412	219,886
Medical Expenses	9,850	10,900
Student ID expenses	49,500	124,370
Purchase Of Office Equipment's	-	-
Farming Expenses	303,800	411,768
<b>Total good and services</b>	<b>14,028,353</b>	<b>11,145,881</b>

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

**16. Employee Costs**

Description	June 2023	June 2022
	Kshs	Kshs
Salaries and wages	3,498,855	2,727,286
Employee related costs - contributions to pensions and medical aids	222,780	195,744
Travel, motor car, accommodation, subsistence and other allowances	-	-
Housing benefits and allowances	-	-
Overtime payments	-	-
Social contributions	-	-
<b>Employee Costs</b>	<b>3,721,635</b>	<b>2,923,030</b>

**17. Board Expenses**

Description	June 2023	June 2022
	Kshs	Kshs
Chairman's Honoraria	-	-
Directors Emoluments	1,907,230	1,838,390
Other Allowances	-	-
Other Board/Council Expenses	-	-
<b>Total</b>	<b>1,907,230</b>	<b>1,838,390</b>

**18. Depreciation and Amortization expenses**

Description	June 2023	June 2022
	Kshs	Kshs
Property, plant and equipment	1,747,685	1,905,199
Intangible assets	-	-
Investment property carried at cost	-	-
<b>Total depreciation and amortization</b>	<b>1,747,685</b>	<b>1,905,199</b>

**19. Repairs and Maintenance**

Description	June 2023	June 2022
	Kshs	Kshs
Wages services	248,100	118,550
Building and grounds maintenance	1,609,991	1,122,695
Equipment's repairs	228,322	160,945
Vehicles	-	-
Furniture and fittings	-	-
Computers and accessories	-	-
<b>Total Repairs and Maintenance</b>	<b>2,086,413</b>	<b>1,402,190</b>

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

**20. Contracted Services**

Description	June 2023	June 2022
	Kshs	Kshs
Actuarial valuations	-	-
Investment valuations	-	-
Property valuations	-	-
Other (specify)	-	-
<b>Total contracted services</b>	-	-

**21. Grants and Subsidies**

Description	June 20223	June 2022
	Kshs	Kshs
Community Development	-	-
Education Initiatives and Programs	-	-
Social Development	-	-
Social benefits expenses	-	-
Community Trust	-	-
Sporting Bodies	-	-
<b>Total Grants and Subsidies</b>	-	-

**22. Finance Costs**

Description	June 2023	June 2022
	Kshs	Kshs
Borrowings (Amortized Cost)*	-	-
Finance Leases (Amortized Cost)	-	-
Unwinding of Discount from lease liabilities	-	-
Interest on Bank Overdrafts	-	-
Interest on Loans from Commercial Banks	-	-
<b>Total Finance Costs</b>	-	-

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**  
**Notes To the Financial Statements (Continued)**

**23. Loss On Sale of Assets**

Description	June 2023	June 2022
	Kshs	Kshs
Biological Assets	-	-
Intangible Assets	-	-
Other Assets not capitalised	-	-
<b>Total Gain On Sale of Assets</b>	-	-

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

Description	June 2023	June 2022
	Kshs	Kshs
Fair value on equity investments	-	-
Fair value arising from investment property	-	-
Fair value arising from biological assets	-	-
Fair value- other financial assets (specify)	-	-
<b>Total Gain</b>	-	-

**25. Impairment Loss**

Description	June 2023	June 2022
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
<b>Total Impairment Loss</b>	-	-

**26. Cash and Cash Equivalents**

Description	June 2023	June 2022
	Kshs	Kshs
Current Account	948,393	8,566,969
On - Call Deposits	-	-
Fixed Deposits Account	-	-
Staff Car Loan/ Mortgage	-	-
Others	-	-
<b>Total Cash and Cash Equivalentents</b>	<b>948,393</b>	<b>8,566,969</b>

Moiben Technical and Vocational College.  
Annual Report and Financial Statements for the year ended 30th June 2023.

Notes To The Financial Statements (Continued)

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

Financial Institution	Account number	June 2023	June 2022
		Kshs	Kshs
<b>a) Current Account</b>			
Kenya Commercial Bank	1216740445	752,926	6,285,569
ABC Bank	00521500 100 5226	161,998	2,251,844
<b>Sub- Total</b>		-	-
<b>b) On - Call Deposits</b>			
Kenya Commercial Bank		-	-
Equity Bank – etc.		-	-
<b>Sub- Total</b>		-	-
<b>c) Fixed Deposits Account</b>			
Kenya Commercial Bank		-	-
Bank B		-	-
<b>Sub- Total</b>		-	-
<b>d) Staff Car Loan/ Mortgage</b>			
Kenya Commercial Bank		-	-
Bank B		-	-
<b>Sub- Total</b>		-	-
<b>e) Others(Specify)</b>			
Cash in Transit		-	-
Cash in Hand		33,469	29,556
Mobile Money account		-	-
<b>Sub- Total</b>		-	-
<b>Grand Total</b>		<b>948,393</b>	<b>8,566,969</b>

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

**27. Receivables from Exchange transactions**

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

Description	June 2023	June 2022
	Kshs	Kshs
<b>Current Receivables</b>		
Student Debtors	8,923,814	4,391,586
Rent Debtors	-	-
Consultancy Debtors	-	-
Other Exchange Debtors (Salary Advance )	3,000	14,500
Less: Impairment Allowance	(446,341)	(-)
<b>Total Current Receivables</b>	<b>8,480,473</b>	<b>4,406,086</b>

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

Description	June 2023	June 2022
	Kshs	Kshs
<b>Non-Current Receivables</b>		
Refundable Deposits	-	-
Advance Payments	-	-
Public Organizations	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total</b>	-	-
Current Portion Transferred to Current Receivables	(-)	(-)
<b>Total Non-Current Receivables</b>	-	-
<b>Total Receivables</b>	-	-

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

Description	June 2023		June 2022	
	Kshs		Kshs	
	Amount	% of total	Comparative FY	% of total
Less than 1 year	5,401,564	61	-	%
Between 1- 2 years	974,090	11	-	%
Between 2-3 years	2,378,510	27	-	%
Over 3 years	172,650	2	-	%
<b>Total (a+b)</b>	<b>8,926,814</b>	<b>100</b>	-	%

**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

Description	June 2023	June 2022
	Kshs	Kshs
At the beginning of the year	-	-
Provisions during the year	446,341	-
Recovered during the year	(-)	(-)
Write offs during the year	(-)	(-)
At the end of the year	<b>446,341</b>	-

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

Description	June 2023	June 2022
	Kshs	Kshs
<b>Current Receivables</b>		
Capitation Grants	-	-
Transfers from Other Govt. entities	-	-
Undisbursed Donor Funds	-	-
Other Debtors (Non-Exchange Transactions)	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total Current Receivables</b>	-	-

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

Description	June 2023		June 2022	
		Kshs		Kshs
		% of the total	Comparative FY	% of the total
Less than 1 year	-	-	-	-
Between 1- 2 years	-	-	-	-
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total</b>	-	-	-	-

**Moiben Technical and Vocational College.**

**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

Description	June 2023	June 2022
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	(-)	(-)
Written off during the year	(-)	(-)
At the end of the year	-	-

**29. Inventories**

Description	June 2023	June 2022
	Kshs	Kshs
Consumable stores	-	-
Maintenance stores	-	-
Health Unit stores	-	-
Electrical stores	-	-
Cleaning Materials stores	-	-
Catering stores	-	-
Less: Impairment allowance	-	-
<b>Total Inventories at lower of Cost and Net Realizable Value</b>	-	-

Notes to the Financial Statements (Continued)

30. Investments in financial assets

Description	June 2023	June 2022
	Kshs	Kshs
<b>a) Investment in Treasury Bills and Bonds</b>		
<b>Financial Institution</b>		
CBK	-	-
CBK	-	-
<b>Sub- Total</b>	-	-
<b>b) Investment with Financial Institutions/ Banks</b>		
Bank X	-	-
Bank Y	-	-
<b>Sub- Total</b>	-	-
<b>c) Equity Investments</b>		
Equity/ Shares in Company -	-	-
<b>Sub- Total</b>	-	-
<b>Grand Total</b>	-	-

d) Shareholding in other entities

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

Name of entity where Investment is Held	No of Shares				Fair Value of Shares	Fair Value of Shares
	Direct Shareholding	Indirect Shareholding	Effective Shareholding	Nominal Value of Shares	June 2023	June 2022
	%	%	%	Kshs	Kshs	Kshs
Entity A	-	-	-	-	-	-
Entity B	-	-	-	-	-	-
	-	-	-	-	-	-

**Moiiben Technical and Vocational College.  
Annual Report and Financial Statements for the year ended 30th June 2023.  
Notes to the Financial Statements (Continued)**

**31. Property, Plant and Equipment**

COST	Land	Buildings	Motor vehicles	Furniture and fittings	Computers	Reference books	Property, Plant and equipment	Work in progress-Class room and soak pit.	Amount
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Depreciation rate	-	0.025	0.25	0.125	0.333	0.25	0.125	-	-
Cost	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>As at 1 July 2022</b>		61,031,802	-	1,518,340	829,200	403,505	453,592	-	64,236,439
Additions		-	-	-	-	-	-	-	-
Transfers/adjustments		-	-	-	-	-	-	-	-
<b>At 30th June 2023</b>		61,031,802	-	1,518,340	829,200	403,505	453,592	-	64,236,439
Additions		-	-	-	-	-	-	2,088,269	2,088,269
Disposals		-	-	-	-	-	-	-	-
Transfer/adjustments		-	-	-	-	-	-	-	-
<b>At 30th June 2023</b>		61,031,802	-	1,518,340	829,200	403,505	453,592	2,088,269	66,324,708
<b>Depreciation and impairment</b>									
<b>At 30th June 2022</b>		6,502,650	-	480,242	330,922	224,964	100,534	-	7,639,312
Depreciation		-	-	-	-	-	-	-	-
Impairment		-	-	-	-	-	-	-	-
<b>At 30th June 2022</b>		6,502,650	-	480,242	330,922	224,964	100,534	-	7,639,312
Depreciation		1,363,228.80	-	129,762.25	165,926.57	44,635.25	44,132.25	-	1,747,685
Disposals		-	-	-	-	-	-	-	-
Impairment		-	-	-	-	-	-	-	-
Transfer/adjustment		-	-	-	-	-	-	-	-
<b>At 30th June 2023</b>		7,865,879	-	610,004	496,849	269,599	144,666	-	9,386,997
Net book values		53,165,923	-	908,336	332,351	133,906	308,926	2,088,269	56,937,711
<b>At 30<sup>th</sup> June 2022</b>		54,529,152	-	1,038,098	498,278	178,541	353,058	-	56,597,127
<b>At 30th June 2023</b>		53,165,923	-	908,336	332,351	133,906	308,926	2,088,269	56,937,711

**Moiben Technical and Vocational College.**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

**Valuation**

As per National Treasury guidelines, Land and buildings were identified and valued as per the National Liabilities and Management Policy and guidelines (Issued June 2020). The institution had not conducted Valuation of college equipment's received from the Ministry of Education in FY 2017/2018. The management is in progress of conducting valuation of the assets. Once valuation has been conducted the cost of the assets will be adopted into the financial statements.

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

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	61,031,802	7,865,879	53,165,923
Plant And Machinery	453,592	144,666	308,926
Motor Vehicles including Motorcycles	0	0	0
Reference Books	403,505	269,599	133,906
Computers and Related Equipment	829,200	496,849	332,351
Office Equipment, Furniture, And Fittings	1,518,340	610,004	908,336
Work In Progress	2,088,269	-	2,088,269
<b>Total</b>	<b>66,324,708</b>	<b>9,386,997</b>	<b>56,937,711</b>

**32. Intangible Assets**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Cost</b>		
<b>At beginning of the year</b>	-	-
Additions	-	-
<b>At end of the year</b>	-	-
Additions-internal development	-	-
<b>At end of the year</b>	-	-
<b>Amortization and impairment</b>		
<b>At beginning of the year</b>	-	-
Amortization	-	-
<b>At end of the year</b>	-	-
Impairment loss	-	-
<b>At end of the year</b>	-	-
<b>NBV</b>	-	-

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

**33. Investment Property**

Description	June 2023	June 2022
	Kshs	Kshs
<b>At beginning of the year</b>	-	-
Additions	-	-
Disposal during the year	(-)	(-)
Depreciation	(-)	(-)
Impairment	(-)	(-)
Gain or loss on fair value- if fair value is elected	-	-
<b>At end of the year</b>	-	-

**34. Biological Assets**

	June 2023	June 2022
	Kshs	Kshs
Maize farm	-	-
Trees	-	-
Others (Specify)	-	-
<b>Total</b>	-	-

**35. Trade and Other Payables**

Description	June 2023		June 2022	
	Amount	% of the Total	Amount	% of the Total
Trade payables	765,052		11,249	
Fees paid in advance	4,658,952		4,738,152	
Employee advances Salary payable	282,678		-	
Third-party payments (KNEC Control Account)	239,252		806,972	
Other payables (KUCCPS Control Account)	624,284		219,284	
Student Council Control Account	2,763		-	
<b>Total Trade and Other Payables</b>	<b>6,572,981</b>		<b>5,775,657</b>	
<b>Ageing analysis:</b>				
Under one year	1,974,423	30	-	-
1-2 years	4,598,558	70	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total (to tie to totals above)</b>	<b>6,572,981</b>	<b>100</b>	-	-

36. Refundable Deposits from Customers/Students

Description	June 2023		June 2022	
	Kshs		Kshs	
Consumer deposits	-		-	
Caution money	433,780		349,780	
Other refundable deposits	-		-	
<b>Total Deposits</b>	<b>433,780</b>		<b>349,780</b>	
<b>Ageing analysis:</b>	<b>Amount</b>	<b>% of the Total</b>	<b>Amount</b>	<b>% of the Total</b>
Under one year	84,000	19	80,000	23
1-2 year	80,000	18	80,000	23
2-3 years	80,000	18	189,780	54
Over 3 years	189,780	44	-	-
<b>Total (to tie to totals deposits above)</b>	<b>433,780</b>	<b>100</b>	<b>349,780</b>	<b>100</b>

37. Current Provisions

Description	Leave provision	Bonus provision	Gratuity Provisions	Other provision	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Balance at The Beginning of The Year</b>	-	-	-	-	-
Additional Provisions	446,341	-	-	-	446,341
Provision Utilised	(-)	(-)	(-)	(-)	(-)
Change Due to Discount and Time Value for Money	(-)	(-)	(-)	(-)	(-)
Transfers From Non -Current Provisions	-	-	-	-	-
<b>Total Provisions</b>	<b>446,341</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>446,341</b>

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**38. Finance Lease Obligation**

Description	June 2023	June 2022
	Kshs	Kshs
<b>At the start of the year</b>	-	-
Discount interest on Lease Liability	-	-
Paid during the year	(-)	(-)
<b>At end of the year</b>	-	-

**Maturity Analysis**

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

**Analysed as:**

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

**39. Deferred Income**

Description	June 2023	June 2022
	Kshs	Kshs
National Government	-	-
International Funding Bodies	-	-
Public Contributions and Donations	-	-
<b>Total Deferred Income</b>	-	-

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The deferred income movement is as follows:

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

Analysed as:

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

**40. Employee Benefit Obligations**

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	June 2023	June 2022
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
<b>Total Employee Benefits Obligation</b>	-	-	-	-	-

**Retirement benefit Asset/ Liability**

The Moiben TVC operates a defined benefit scheme for all full-time employees from July 1, 2018. The scheme is administered by NSSF and are the custodians of the scheme. The scheme is based on 6% percentage of salary of an employee.

Description	June 2023	June 2022
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	<b>Kshs</b>	<b>Kshs</b>
Discount Rates	x%	x%
Future Salary Increases	x%	x%
Future Pension Increases	x%	x%
Mortality (Pre- Retirement)	x%	x%
Mortality (Post- Retirement)	x%	x%
Withdrawals	xx	xx
Ill Health	xx	xx
Retirement	xx years	xx years

**Recognition of Retirement Benefit Asset/ Liability**

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

<b>Description</b>	<b>June 2023</b>	<b>June 2022</b>
	<b>Kshs</b>	<b>Kshs</b>
The return on defined plan assets	-	-
Actuarial gains/ losses arising from changes in demographic assumptions	-	-
Actuarial Gains/ Losses Arising From changes In Financial Assumptions	-	-
Actuarial gains and losses arising from experience adjustments	-	-
Others ( <i>specify</i> )	-	-
Adjustments for restrictions on the defined benefit asset	-	-
<b>Remeasurement of the net defined benefit liability (asset)</b>	-	-

- b) Amounts recognised in the Statement of Financial Position

<b>Description</b>	<b>June 2023</b>	<b>June 2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Present value of defined benefit obligations(a)	-	-
Fair value of plan assets(b)	(-)	(-)
Funded status(=a-b)	-	-
Restrictions on asset recognised	-	-
Others	-	-
Net asset or liability arising from defined benefit obligation	-	-

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The Moiben TVC also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The Moiben TVC's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at a rate of 12% employees salary with maximum of Ksh 18,000 per employee per month. Other than NSSF the Moiben TVC also has no other defined contribution scheme. Employer contributions are recognised as expenses in the statement of financial performance within the period they are incurred.

**41. Payments received in advance.**

Description	June 2023		June 2022	
	Kshs		Kshs	
Fees received in advance	4,658,952		4,738,152	
Others (Specify)	-		-	
Total	-		-	
	Amount	% of the Total	Amount	% of the Total
<b>Ageing analysis:</b>				
Under one year	4,658,952	100	-	-
1-2 years	-	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total</b>	<b>4,658,952</b>	<b>100</b>	<b>-</b>	<b>-</b>

**42. Non-Current Provisions**

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

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**43. Borrowings**

Description	June 2023	June 2022
	Kshs	Kshs
Balance at beginning of the year	-	-
External borrowings during the year	-	-
Domestic borrowings during the year	-	-
Repayments of external borrowings during the year	(-)	(-)
Repayments of domestic borrowings during the year	(-)	(-)
Balance at end of the year	-	-

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

Description	June 2023	June 2022
	Kshs	Kshs
<b>External borrowings</b>		
Dollar denominated loan from 'xx organization'	-	-
Sterling pound denominated loan from 'yyy organization'	-	-
Euro denominated loan from zzz organization'	-	-
<b>Domestic borrowings</b>		
Kenya shilling loan	-	-
<b>Total balance at end of the year</b>	-	-

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

Description	June 2023	June 2022
	Kshs	Kshs
Short Term Borrowings(Current Portion)	-	-
Long Term Borrowings	-	-
<b>Total</b>	-	-

**44. Service Concession Arrangements**

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Description	June 2023	June 2022
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	-	-
Accumulated depreciation to date	(-)	-
Net carrying amount	=	=
Service concession liability at beginning of the year	-	-
Service concession revenue recognized	(-)	(-)
Service concession liability at end of the year	=	=

**45. Social Benefit Liabilities**

Description	June 2023	June 2022
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	-	-
People Living with disabilities benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
<b>Total</b>	-	-
Current social benefits	-	-
Non- current social benefits	-	-
<b>Total (tie to totals above)</b>	-	-

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

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**46. Cash generated from operations.**

		<b>June 2023</b>	<b>June 2022</b>
	Note	<b>KShs</b>	<b>KShs</b>
<b>Surplus for the year before tax</b>		- 4,120,927	213,840
<b>Adjusted for Non-Cash activities</b>			
Depreciation		1,747,685	1,905,199
<b>Adjustment for Working Capital adjustments</b>			
Increase in inventory		-	-
Increase in receivables		- 4,074,387	787,974
Increase in payables		917,324	1,782,506
Increase in payments received in advance		-	-
<b>Net cash flow from operating activities</b>		<b>- 5,530,305</b>	<b>4,689,519</b>

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

**47. Financial Risk Management**

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

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

**(i) Credit risk**

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

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

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

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
<b>At 30 June 2022 (previous year)</b>				
Receivables from exchange transactions	4,406,086	4,406,086	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	<b>4,406,086</b>	<b>4,406,086</b>	-	-
<b>At 30 June 2023 (current year)</b>				
Receivables from exchange transactions	8,923,814	8,923,814	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
<b>Total</b>	<b>8,923,814</b>	<b>8,923,814</b>	-	-

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**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

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

The Moiben TVC has significant concentration of credit risk on amounts due from -x

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

**(ii) Liquidity risk management**

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

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

Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>At 30 June 2022 (previous year)</b>				
Trade Payables	-	-	11,249	11,249
Current Portion of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	-	-	<b>11,249</b>	<b>11,249</b>
<b>At 30 June 2023 (current year)</b>				
Trade Payables	-	-	765,052	765,052
Current Portion of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	-	-	<b>765,052</b>	<b>765,052</b>

**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

**(iii) Market risk**

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

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

The Moiben TVC'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 Moiben TVC's exposure to market risks or the manner in which it manages and measures the risk.

**a) Foreign currency risk**

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

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
<b>At 30 June 2023</b>			
Financial Assets (Investments, Cash, Debtors)	-	-	-
Liabilities			
Trade and Other Payables	-	-	-
Borrowings	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

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

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**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

**Foreign currency sensitivity analysis**

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

	Change in currency rate	Effect on Profit before tax	Effect on equity
	Kshs	Kshs	Kshs
<b>2023</b>			
Euro	10%	-	-
Usd	10%	-	-
<b>2023</b>			
Euro	10%	-	-
Usd	10%	-	-

**b) Interest rate risk**

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

**Management of interest rate risk**

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

**Sensitivity analysis**

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

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**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

**iv) Capital Risk Management**

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

Description	June 2023	June 2022
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
Capital Reserve	-	-
<b>Total Funds</b>	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	(-)	(-)
Net Debt/(Excess Cash and Cash Equivalent)	-	-
<b>Gearing</b>	xx%	xx%

**48. Related Party Balances**

**Nature of related party relationships**

Entities and other parties related to the Moiben TVC include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

**Government of Kenya**

The Government of Kenya is the principal shareholder of the Moiben TVC, holding 100% of the Moiben TVC equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the MTVC, both domestic and external. Other related parties include:

- i) The National Government.
- ii) Ministry of Education
- iii) County government of Uasin Gishu
- iv) Moiben NG- CDF
- v) Board of Governors
- vi) Key management.

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

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

Description	June 2023	June 2022
	Kshs	Kshs
<b>Transactions with Related Parties</b>		
<b>a) Sales to related parties</b>		
Sales of electricity to govt agencies	-	-
Rent income from govt. agencies	-	-
Water sales to govt. agencies	-	-
Others	-	-
<b>Total</b>	-	-
<b>B) Purchases from related parties</b>		
Purchase of electricity from KPLC	320,224	338,669
Purchase of water from govt service providers	-	-
Rent expenses paid to govt agencies	-	-
Training and conference fees paid to govt. agencies	-	-
Others	-	-
<b>Total</b>	-	-
<b>b) Grants /Transfers from the Government</b>		
Grants and Capitation from National Govt	7,234,000	10,535,000
Grants from County Government	-	-
Donations in Kind	-	-
<b>Total</b>	-	-
<b>c) Expenses incurred on behalf of related parties</b>		
Payments of Salaries and Wages for Employees	3,721,635	2,923,030
	-	-
<b>Total</b>		
<b>d) Key Management Compensation</b>		
Directors' emoluments	1,907,230	1,838,390
Compensation to Key Management	-	-
<b>Total</b>	<b>13,183,089</b>	<b>15,635,089</b>

**49. Segment Information**

The college operates one office.

Notes to the Financial Statements (Continued)

50. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	June 2023	June 2022
	Kshs	Kshs
<b>Contingent Assets</b>		
Insurance Reimbursements	-	-
Assets arising from determination of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Others ( <i>Specify</i> )	-	-
<b>Total</b>	-	-

Contingent Liabilities

Description	June 2023	June 2022
	Kshs	Kshs
<b>Contingent Liabilities</b>	-	-
Court Case - against MTVC	-	-
Bank guarantees in favour of subsidiary	-	-
Contingent liabilities arising from Contracts including PPPs	-	-
Others ( <i>Specify</i> )	-	-
<b>Total</b>	-	-

51. Capital Commitments

Capital Commitments	June 2023	June 2022
	Kshs	Kshs
Authorised for	-	-
Authorised and Contracted for	-	-
<b>Total</b>	-	-

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

**52. Events After the Reporting Period**

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

**53. Ultimate And Holding Moiben TVC**

The MTVC is a State Corporation/ or a Semi- Autonomous Government Agency under the Ministry of Education. Its ultimate parent is the Government of Kenya.

**54. Currency**

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

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**20. Appendices**

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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
4.1	Property, Plant and Equipment	The management wrote a letter to the Ministry of Education to the Principal Secretary state department of TVET <b>dated 10/8/2021 Ref: MTVC/MOE/114.VOL 1</b> requesting cost values of assets donated to the college	Not Resolved	30 <sup>th</sup> June 2024
4.2	Current Portion of Receivables from Exchange Transactions	The management commits to amend its Finance management policy and submit it to the Full Board for approval and adoption before <b>30<sup>th</sup> June 2023</b> , it will provide for provision of bad debts and the same will be factored in the financial statements so as to present a fair view of the student's debtors.	resolved	30 <sup>th</sup> June 2023
4.3	Employee Costs - Staff Composition	The management always advertise for its vacant position competitively and majority of the applicants always are from the dominant community. The Public service employees are posted to the college by the Public Service Commission hence the college have no control on the posting of the PSC staff. The management however commits to try its best during the recruitment process to engage applicants of other communities so long as it doesn't affect the competitiveness of the recruitment process.	Not Resolved	30 <sup>th</sup> June 2024
4.4	Lack of Occupational Safety and Health Policy	To make applications to the Occupational health and safety to come to college and conduct inspection and audit of the institution and issue the certificate before <b>30<sup>th</sup> June 2023</b>	Not Resolved	31 <sup>st</sup> December 2023
4.5	Lack of Policy on Engagement of Casuals	The management is in process of developing a Human resource management policy which shall highlight the terms of engagement of staff either in Casual, Contract or Permanent terms and the scope of the	Resolved	30 <sup>th</sup> June 2023

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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)
		assignments or tasks to be done, duration of the engagement and the amount to be paid.		
4.6	4.5 Remuneration of Directors/ Board of Governors	To submit the draft copy of the Board Charter to the full Board for approval and implementation before <b>30<sup>th</sup> June 2023</b> .  To write a letter to the Ministry of Education requesting approval of Board allowances rate before <b>30<sup>th</sup> June 2023</b> , and request the ministry to submit the Gazette notice used in appointing the Board of Governors to the College	Not Resolved	30 <sup>th</sup> June 2023

.....  


Name:

Principal/Accounting Officer



Moiben Technical and Vocational College.

Date: 27/09/2023

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

**Projects**

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

Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
1	Construction of 1 Class room septic tank and soak Pit.	Moiben NG- CDF	3 Months	2,200,000	NO	YES

**Status of Projects completion**

Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds
1 Construction of 1 Classroom septic tank and soak Pit.	2,200,000	2,088,269.20	95%	2,200,000	2,200,000	Moiben NG CDF

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Appendix III- Inter-Moiben TVC Confirmation Letter



The Moiben TVC wishes to confirm the amounts disbursed to them as at 30<sup>th</sup> June 2023 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by Moiben TVC as at 30 <sup>th</sup> June 2023.							
Reference Number	Date Disbursed	Amounts Disbursed by State department of technical vocational education training as at 30th June 2023.				Amount Received by Moiben TVC as at 30 <sup>th</sup> June 2023 (E)	Differences (Kshs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
1	22/10/2022	2,350,000	-	-	2,350,000	2,350,000	-
2	22/10/2022	500,000	-	-	500,000	500,000	-
3	26/01/2023	2,192,000	-	-	2,192,000	2,192,000	-
4	29/06/2023	2,192,000	-	-	2,192,000	2,192,000	-
<b>Total</b>		<b>7,234,000</b>	<b>=</b>	<b>=</b>	<b>7,234,000</b>	<b>7,234,000</b>	<b>-</b>

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

Head of Accountants department of beneficiary Moiben TVC:

Name Nelson Kemboi Sign [Signature] Date 27<sup>th</sup> September 2023

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Appendix IV: Reporting of Climate Relevant Expenditures.

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

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Appendix V: Reporting on Disaster Management Expenditure.

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