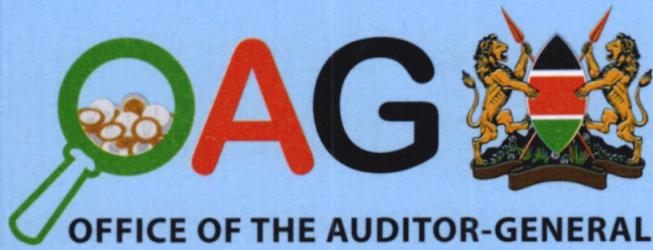
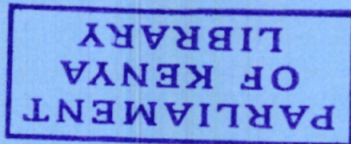


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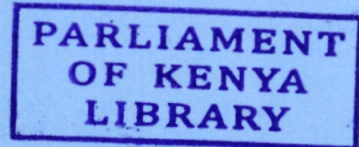


Enhancing Accountability

REPORT



OF



THE AUDITOR-GENERAL

ON

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 26 JUN 2025	DAY: THUR
TABLED BY:	HON. GEORGE MURUGARA, MP ON BEHALF OF LEADER OF MAJORITY PARTY
CLERK AT THE TABLE:	VIVIAN WAMBUI

CHERANG'ANY TECHNICAL AND VOCATIONAL COLLEGE

FOR THE YEAR
ENDED 30 JUNE, 2024

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Revised 30th June 2024



CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
30TH JUNE 2024**

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

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

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CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
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1. Acronyms and Definition of Key Terms

A. Acronyms

BOG	Board of Governors
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
TTI	Technical Training Institute
TTC	Teacher Training College
TVC	Technical Vocational College

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

CHERANG'ANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

Key Cherang'any Technical And Vocational College Information and Management
(Continued)

(a) Background information

Cherang'any Technical and Vocational College was registered on 22/10/2021 under the Technical and Vocational Education and Training Act, 2013 (Registration. No. TVETA/PUBLIC/TVC/0060/2021). It was mentored by Ziwa Technical Training Institute (ZTTI).

Construction commenced in 2015 and the institution was handed over in 2020. It is located at Kiptenden area, off Kachibora - Ziwa Road, about 40 kilometers South East of Kitale town. It can also be accessed from Mois Bridge Township, as it is located about 20 kilometers East of the township.

Twenty-four courses are currently offered under six teaching departments: Agriculture and Environmental Studies, Business Studies, Building Technology, Electrical and Electronics Engineering, Fashion Design and Cosmetology and Information Communication Technology (ICT).

(b) Principal Activities

The institution offers technical and vocational education and training and strives to enhance acquisition of practical skills through the Competency Based Education and Training (CBET) approach.

Mission:

To be a leading technical and vocational institution, globally recognized for education, Research, Innovation and Community Development

Vision:

To provide high quality technical and vocational education and training that equips trainees with skills, knowledge, attitudes and values necessary to succeed in the workforce and to contribute to the socio-economic development of the region, the nation and beyond

Core Values

- Integrity
- Teamwork
- Professionalism
- Innovativeness
- Creativity

(c) Key Management

Cherang'any TVC is governed by a Board of Governors (BOG) which was appointed by the Cabinet Secretary for Education.

The Principal is the Chief Accounting Officer and Secretary to the Board. He oversees the day- to day running of the college. To achieve this, the Principal is assisted by the Management team, consisting of the Deputy Principal, the Registrar, the Dean of Students, the Finance Officer, and Procurement officer. The Academic Board, consisting of Academic Heads of Department assist in running the departments.

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

(d) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

SN.	Designation	Name
1.	Principal	Norbert Wanyama Wafula
2.	Deputy principal	Mary Mueni Kivuva
3.	Registrar	Patrick Mwaro
4.	Dean of students	Jackline Tarus
5.	Head of Finance	David Kibos
6.	Head of procurement	Cornelius Kapora

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Key Cherang'any Technical And Vocational College Information and Management
(Continued)

Cherang'any Technical and Vocational College is overseen by Board Committees which derive its powers and roles from the full Board of Governors. The committees which were in place during the financial year 2022/2023 are as follows: -

- i. Finance Administration and Infrastructure Committee**
 - Jonathan Kogo
 - Omenda Lawrence
 - Martha Wekesa
 - ii. Education, Research and Training/Human Resource Committee**
 - Joan Tanui
 - Martha Wekesa
 - Lawrence Omenda
 - iii. Audit and Risk Committee**
 - Anne Wanjiku
 - Suguma Methusella
 - Sophia Kannenje
- (e) Cherang'any Technical And Vocational College Headquarters**
P.O. Box 335-30200
OFF KACHIBORA- ZIWA RD
KITALE, KENYA
- (f) Cherang'any Technical And Vocational College Contacts**
Telephone: (254)743 836414/ 0762 836414
E-mail: cheranganytvc@gmail.com
Website: www.cheranganytvc.ac.ke
- (g) Cherang'any Technical And Vocational College Bankers**
Cooperative Bank of Kenya
Kitale Branch
Account Number: 01139841437500
- (h) Independent Auditors**
Auditor-General
Office of Auditor General
Anniversary Towers, Institute Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya
- (i) Principal Legal Adviser**
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

2.The Council/Board of Governors

<i>SN.</i>	<i>Member/ Director</i>	<i>Details</i>
1.	 SAMUEL KIMUTAI TANUI BOG CHAIR PERSON	Born on 1st/August/1965 in Lelan Location, Marakwet Kenya. He holds a Masters of Arts (M.A) and a Bachelor of Education (History/Geography) degrees from Moi University. He has taught at university level in and Educational Management, and is currently a PhD student. He is also a part time Lecturer at the University of Eldoret.
2.	 JOAN TANUI BOG MEMBER	Born on 21st May 1985, Joan Tanui holds a Bachelors Degree in Manufacturing Engineering and Technology from Egerton University. She currently works as a Quality Control officer at Rift Valley Textile(RIVATEX) East Africa Ltd.
3.	 ANNE WANJIKU MWANGI BOG MEMBER	Born 2nd February 1976 Anne Wanjiku Mwangi holds a Bachelor of Laws (LLB) degree from Moi University. She is an experienced Legal Practitioner in Private practice practicing under the names and style of Anne Kibe & Co Advocates, and an Associate with B.N & Co. Advocates based in Kitale.

4.	 ENG. OMENDA LAWRENCE MAKOKHA BOG MEMBER	Born 20th/September/1948 Eng. Omenda holds a Bachelor of Science degree (Vocational Education Building and Civil Engineering Option) from the University of New Brunswick Canada (1983). Has vast experience in Civil engineering in both public and private sectors. He is currently retired but engaged in private consultancies and community work.
5.	 SOPHIA KANNENJE BOG MEMBER	Born on 11th/May/1976 Sophie Kannenje holds a BSc degree in Business Information Technology from Mount Kenya University. She is also pursuing a masters degree in Information technology. She is Currently the branch Manager Madison Insurance Ltd and APA Insurance Ltd. And also an Administrator IT support staff and computer Tutor at Jesuit Refugee Services.
6.	 METHUSELLA OGECHÉ SUGUMA BOG MEMBER	Born on 28/12/1958, He holds a Masters degree in supply chain management from Kisii University. Full member of the Chatered Institute of Purchasing and Supply Chain Management (MCIPS). Has experience as part time lecturer purchasing and supply chain management Kisii University.

7.	 JONATHAN CHERUIYOT KOGO BOG MEMBER	Date of Birth: 1984 Qualification: Bachelor in Business Administration-Finance option from Moi University. He is a manager and researcher at SCINNOVENT CENTRE, a Non-Governmental Organisation with a presence in Sub-Sahara Africa
8.	 MARTHA WEKESA REGIONAL DIRECTOR OF TVET	Born in 1966, Martha Wekesa is the Regional Director of TVET in charge of Trans-nzoia , Bungoma and Busia counties. She represents the Principal Secretary for State Department for TVET.
9.	 NORBERT W. WAFULA B.O.G. SECRETARY/PRINCIPAL	Born in 1970 Qualification: Master of science (Analytical Chemistry). Experience as an administrator for over 24 years.

3. Key Management Team

<i>SN.</i>	<i>Member/ Director</i>	<i>Details</i>
1.	 <i>Norbert W. Wafula</i> <i>Master of science in analytical chemistry</i>	Principal
2.	 <i>Mary Mueni Kivuva</i> <i>BSc Mathematics and Economics</i>	Deputy Principal
3.	 <i>Patrick N. Mwaro</i> <i>BSc Computer Science</i>	Registrar
4.	 <i>Jackline Tarus</i> <i>Higher National Diploma</i>	Dean of students

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

		Accountant
5.	<i>David Kibos</i> <i>Diploma in Accountancy, CPA</i>	Finance Officer
		Procurement officer
6.	<i>Cornelius Kapora</i> <i>BSc Supply Chain Management</i>	
	<i>(Note: The Principal and the Secretary to the Council/ BoG will feature both under the 'Board' and 'Management').</i>	

4. Chairman's Statement

In this financial year, I am pleased to present a report on the key activities and strategic initiatives undertaken by Entity this year. Our focus has been on enhancing quality training, improving infrastructure, introducing Competence Based Training Programmes, Procuring Training Equipment and Construction of structures for our trainees.

a) Increase Student Gross Enrolments

This year, we have implemented various outreach programs aimed at increasing student enrolment. Through partnerships with local high schools and community chiefs, we successfully attracted a significant number of new students. Our marketing campaigns have yielded a 61% increase in gross enrolments. Moving forward, we plan to enhance our outreach efforts and develop scholarship programs to further attract diverse student populations.

b) Introduction of CBET Academic Programmes

In response to industry needs and to improve employability, we have introduced Competency-Based Education and Training (CBET) programmes. These programs are designed to provide practical, hands-on experience alongside theoretical knowledge. We anticipate that this will not only enhance trainee's skills but also improve their job readiness.

c) Procurement of More Training Equipment

To align our training with industry standards, we have procured new equipment across various departments. This includes advanced machinery for our engineering courses and updated tools for our vocational training programs. The integration of modern technology into our curriculum is essential for preparing students for the demands of the workforce.

d) Improvement of College Infrastructure

We are excited to report several construction projects aimed at enhancing our college infrastructures:

- **Tuition Shade:** To improve trainees comfort and engagement, we are constructing a tuition shade that will provide a shaded area for outdoor classes and group activities. This will enhance the learning environment, especially during warmer months.
- **Masonry Shade:** Similarly, a masonry shade will be built to support our construction programs. This space will allow students to work on practical masonry skills while being protected from the strong sunshine.

Key improvements in the college

I am pleased to present this report outlining the key improvements undertaken at Entity. These initiatives have been instrumental in enhancing our facilities, ensuring a conducive learning environment.

a). Construction of a Shallow Borehole

To address water accessibility challenges on the college, we have successfully constructed a shallow borehole. This project ensures a reliable supply of water for both students and staff, supporting our daily operations and enhancing hygiene and sanitation across the college. The borehole has also contributed to cost savings by reducing reliance on external water sources.

b). Fabrication of Lecture Chairs

To improve classroom comfort and support effective learning, we have fabricated new lecture chairs. These chairs are ergonomically designed to provide better seating for students during lectures and practical sessions. The addition of these chairs has received positive feedback from both students and instructors, fostering a more engaging educational experience.

c). Installation of Grills for Doors and Windows

As part of our ongoing commitment to safety and security, we have installed grills on doors and windows across the college. This measure protects our facilities and ensures a safe environment for our students and staff. The installation has been completed in all key buildings, significantly enhancing our college security.

d). Procurement of Training Equipment

To boost our practical training capabilities, we have procured the following equipment:

- **Motors:** New motors have been acquired for our engineering and mechanical training programs, allowing students to engage with modern technology and practices.
- **Sewing Machines:** We have added sewing machines to our fashion and design department, which will provide hands-on experience for students pursuing careers in tailoring and garment production.
- **Workshop Tables:** Electrical training tables have also been procured to support our electrical engineering programs, enabling students to practice skills in a controlled and safe environment.



MR. SAMUEL TANUI
BOARD CHAIRPERSON CHERANG'ANY TECHNICAL
AND VOCATIONAL COLLEGE.

5. Report of the Senior Principal

I am pleased to highlight the key activities that have defined Cherangany Technical and Vocational College over the FY 2023/2024.

This was a significant year for the institution since the student population grew from one hundred and thirty eight (138) in the previous Financial year to three hundred and fifty three (353) in FY 2023/2024). This represented a 155.8% increase in the enrollment .

During the Financial Year the College received incomes of Twenty six million Forty one Thousand , Four Hundred and ninety one(Kshs.26,041,491/-) and spent Seventeen Million Six Hundred and eighty nine thousand and seventy seven (Kshs.17,689,077)

These initiatives reflect our commitment to providing a better learning experience and infrastructure for everyone.

- a) **Construction of the Main Gate:** We have successfully completed the construction of a new main gate, which not only improves campus security but also enhances the overall aesthetic of our institution.
- b) **Borehole Installation:** A new borehole has been built to ensure a consistent and reliable water supply, addressing one of our critical needs for both sanitation and convenience.
- c) **Fabrication of Lecture Chairs:** We have fabricated new, ergonomic lecture chairs that will greatly improve comfort during classes, thereby enhancing the learning experience.
- d) **Repainting of the Building:** The repainting of our main building has been completed, revitalizing our campus and creating a more welcoming atmosphere for students and visitors alike.
- e) **Fabrication of Computer Tables:** We have also fabricated new computer tables to facilitate a better workspace for our students, supporting our commitment to technology-enhanced learning.
- f) **Procurement of Stable Internet:** We are excited to announce that we have procured a stable internet connection, ensuring that students and faculty can access online resources efficiently and reliably.
- g) **Timely Procurement of Training and Learning Materials:** We have prioritized the timely procurement of essential training and learning materials, ensuring that our students have everything they need for their studies.
- h) **Fabrication of Technical Drawing Tables:** Finally, we have fabricated specialized technical drawing tables to support our design and engineering programs, providing students with the tools necessary for their coursework.

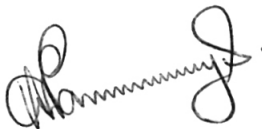
i) Increase Student Gross Enrolments

This year, we have implemented various outreach programs aimed at increasing student enrolment. Through partnerships with local high schools and community chiefs, we successfully attracted a significant number of new students. Our marketing campaigns have yielded a 30% increase in gross enrolments. Moving forward, we plan to enhance our outreach efforts and develop scholarship programs to further attract diverse student populations.

j) Introduction of CBET Academic Programmes

In response to industry needs and to improve employability, we have introduced Competency-Based Education and Training (CBET) programmes. These programs are designed to provide practical, hands-on experience alongside theoretical knowledge. We anticipate that this will not only enhance trainee's skills but also improve their job readiness.

These developments represent our ongoing efforts to improve our facilities and support our educational mission. Thank you for your continued dedication and support as we strive for excellence in all that we do.



NORBERT W. WAFU
PRINCIPAL/BOG SECRETARY

6. Statement of Performance against Predetermined Objectives

Entity has five (5) strategic pillars /issues/ themes and objectives within current Strategic Plan for the FY 2023- FY 2024. These strategic pillars are as follows:

- a) Quality Education and Training
- b) Industry Partnerships
- c) Innovation and Technology Integration
- d) Access and Equity
- e) Governance and Leadership

Entity develops its annual work plans based on the above five (5) pillars. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The Entity achieved its performance targets set for the FY 2023/2024 period for its five (5) strategic pillars, as indicated in the diagram below:

Strategic Pillar	Objective	Key Performance Indicators	Activities	Achievements
1. Quality Education and Training	To introduce CBET Programme To improve Examination Pass rate To integrate ICT in training	CBET Programme introduced. Examination pass rate improved. ICT integrated into training	Market CBET programmes Conduct examination revision Use ICT in training e.g. projectors and digital content	-Marketing of CBET programmes conducted successfully. -Revision of examination was done with trainees. -Laptop and projectors were used.
2. Innovation and Technology Integration	To participate in TVET fair	Participated in TVET fairs	Active participation in TVET fair organized by KATTI	-The College is in the progress of participating. -Trainees have already

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

				prepared TVET fair presentation.
3. Access and Equity	To provide comprehensive academic, financial and social support services to all trainees	Comprehensive academic support provided A standard fee structure for all trainees	Design comprehensive academic support to trainee needs Develop a standard fees structure	-Standard fees structure has been developed. -Through marketing enrolment increased.
4. Governance and Leadership	To adhere to relevant standards, policies and acts applicable to the institution.	Adherence to the applicable standards, policies and acts applicable to the institution	Developing policies and adhering to the available standards and acts where applicable	-Various policies has been drafted and await board approval.

7. Corporate Governance Statement

Entity is governed by a Board of Governors (BOG). The current BOG was appointed by the Cabinet Secretary for Education in February 2024, and inaugurated on 7th March 2024.

The process of appointment began with the nomination panel meeting held on 4th August, 2023. Members present included Mr. Isaac Keter, Deputy County Commissioner, representing the County Commissioner, Ms. Jackline Kasili, representing the Area member of Parliament (MP) Mr. Patrick Simiyu, Eng, Michael Rugut, the County Director of TVET, and Mr. Norbert Wafula, the Principal and Board secretary.

The panel was guided by the Second Schedule of the TVET Act, 2013.

The roles of the Board are stipulated in Section 29 of the Act. Directions are also given from time to time by various agencies, including the Cabinet Secretary, The Principal Secretary for TVET, Salaries and Remunerations Commission (SRC) among others.

Some of the functions as spelled out in the Act include

- Overseeing the conduct of education and training in the institution,
- Promoting and maintaining standards administering and managing the property of the institution
- Preparing annual estimates of revenue and expenditure
- Approving collaboration or association with other institutions and industries in and outside Kenya
- Making regulations governing organization, conduct and discipline of staff and students.

The number of Board meetings is predetermined by Mwongozo, the Code of Conduct for State Corporations. Efforts are made to hold four Full board meetings, one in each financial quarter. During the Financial Year 2023/2024, three Full BOG meetings were held. Another three Special BOG meetings were held, mainly to validate the recruitment of Public Service Commission (PSC) trainers.

During the meetings Conflict of Interests are declared by all members. During the 2023/2024 Financial year, there was no conflict of interest that was ever declared by members.

Attendance records are signed at every meeting. Members also fill the Visitors book.

Induction and Training

The last Board induction was done in 2022. while another Induction for the current Board was approved by the Principal Secretary in June 2024. The exercise was however postponed due to lack of funds to facilitate the same. It is expected to be done before 31st December 2024.

Between 2021 and FY 2022/23, Board members were paid KSh 10,000 (ten thousand only) as allowances, while the chairman was paid KSh 12,000 (twelve thousand only). No refund of transport was given.

However, in January 2024, the Principal Secretary issued a guideline for remuneration pending SRC advisory. Basing on this guidelines remuneration was reduced to KSh 7000 (seven thousand) for Board members and ten thousand (10,000) for the Board Chairman. All members also receive five thousand shillings (KSh 5000) being transport reimbursement.

8. Management Discussion and Analysis

In the Financial Year 2023/2024, witnessed a rapid growth in student population ((Fig. 1).

Due aggressive marketing supported partially by the area Member of Parliament, the student population tripled.

	Population
2021/2022	66
2022/2023	138
2023/2024	353

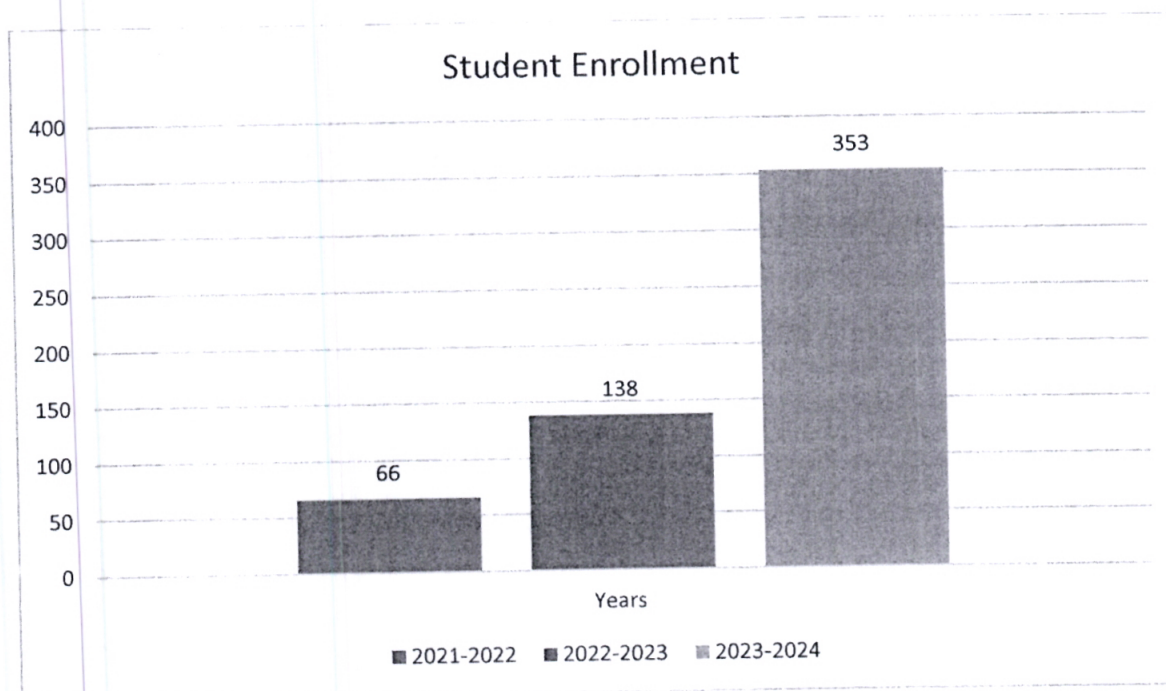


Fig. 1: Growth in student Population 2021-2024

The growth in student population brought with it new challenge:

- Need for additional furniture (lecture chairs, technical drawing tables)
- Need for additional trainers
- Need for training materials
- Unreliable source of water for the growing population.

To a large extent, the challenges are being addressed as the institution grows. However, the start of 2023/2024 was a particularly challenging period, occasioned by introduction of the New Funding Model, which wasn't well understood, as well as abrupt implementation of the Competency Based Education and Training (CBET) courses.

The institution obtained a Kenya Revenue Authority (KRA) PIN in 2022, enabling it register with the statutory bodies: National Social Security Fund, (NSSF) as well as the National Hospital Insurance Fund (NHIF). In spite of the challenges, the institution has not defaulted on payments of statutory deductions, and is upto date on remittances.

The major risks for this young institution are:

- Overreliance on government funding
- Changing government policies
- Operations of TVET institutions are not well understood by the community members who feel that they need to have a bigger say on the running of the institution, employment opportunities, and tenders
- Competing political interests

In spite of these challenges, the future of the institution is promising

9. Environmental And Sustainability Reporting Statement

a) Introduction

- **Purpose:** To establish a framework for promoting sustainable practices within the organization.
- **Commitment:** Statement of commitment to environmental stewardship, compliance with laws, and continuous improvement.

b) Policy Framework

- **Guiding Principles:**
 - Sustainability
 - Resource efficiency
 - Pollution prevention
 - Biodiversity protection

c) Evidence of the Policy

- **Documentation:** Availability of the environmental policy document on the company website and internal platforms.
- **Training Programs:** Regular employee training sessions focused on environmental awareness and policy implementation.
- **Certifications:** Achievements such as ISO 14001 certification or participation in environmental initiatives.

d) Successes

- **Reduction in Carbon Footprint:** Quantifiable decrease in greenhouse gas emissions (e.g., 30% reduction over five years).
- **Waste Diversion:** Increased recycling rates, with a goal of diverting 80% of waste from landfills.
- **Sustainable Sourcing:** Transition to 100% sustainable materials in product manufacturing.
- e) **Shortcomings**
 - **Implementation Gaps:** Inconsistent application of policies across different departments or locations.
 - **Data Management:** Challenges in tracking environmental performance metrics effectively.
 - **Stakeholder Engagement:** Limited involvement of local communities in decision-making processes related to environmental impact.
- f) **Efforts to Manage Biodiversity**
 - **Habitat Protection:** Initiatives to protect local ecosystems and biodiversity, such as partnerships with conservation organizations.
 - **Biodiversity Assessments:** Regular assessments of projects to evaluate potential impacts on local wildlife and habitats.
 - **Restoration Projects:** Active participation in habitat restoration projects.
- g) **Waste Management Policy**
 - **Waste Reduction Goals:** Set targets for minimizing waste generation across operations.
 - **Recycling Initiatives:** Implementation of comprehensive recycling programs, including electronic waste management.
 - **Composting:** Adoption of composting practices for organic waste in offices and facilities.
- h) **Efforts to Reduce Environmental Impact of Products**
 - **Eco-design Principles:** Incorporation of sustainable design principles to reduce material usage and enhance product lifecycle.
 - **Lifecycle Analysis:** Conducting lifecycle assessments to identify and mitigate environmental impacts from raw material extraction to disposal.
 - **Sustainable Packaging:** Transitioning to biodegradable or recyclable packaging materials to reduce plastic waste.
- i) **Employee welfare**
 - i. Equal Opportunity Employment

- **Policy Statement:** The organization commits to providing equal employment opportunities regardless of gender, race, ethnicity, age, or disability.
 - **Gender Ratio Considerations:** Active measures are in place to promote gender balance in hiring. Recruitment targets may be set to ensure diverse candidate pools.
 - ii. Stakeholder Engagement
 - **Inclusion of Stakeholders:** Input from internal stakeholders (e.g., HR, department heads) and external stakeholders (e.g., community representatives) is sought during the recruitment process.
 - **Frequency of Engagement:** Stakeholder feedback is collected quarterly to assess hiring practices and alignment with organizational values.
 - iii. Continuous Improvement of Hiring Policies
 - **Regular Reviews:** Hiring policies are reviewed annually, with adjustments made based on feedback from stakeholders, labor market trends, and diversity metrics.
 - **Training and Development:** HR staff and hiring managers receive training on unbiased recruitment practices to minimize unconscious bias.
- j) Skills Improvement and Career Management**
- i. Professional Development Programs
 - **Training Initiatives:** The organization offers ongoing training programs, workshops, and certifications tailored to enhance employees' skills and competencies.
 - **Mentorship Opportunities:** Formal mentorship programs are available to guide employees in their career progression.
 - ii. Performance Appraisal System
 - **Regular Appraisals:** A structured appraisal process occurs bi-annually to assess employee performance, set goals, and identify areas for development.
 - **360-Degree Feedback:** Incorporation of peer feedback and self-assessments to provide a holistic view of employee performance.
 - iii. Reward Systems
 - **Incentives and Recognition:** A clear reward system recognizes outstanding performance through bonuses, promotions, and non-monetary recognition programs.
 - **Career Advancement Pathways:** Clear pathways for career advancement are established, with criteria communicated transparently to all employees.
- k) Safety and Compliance Policies**
- i. Occupational Safety and Health Policy

- **Safety Commitment:** The organization prioritizes employee health and safety in all operations, adhering to the standards set by the Occupational Safety and Health Act of 2007 (OSHA).
- **Safety Training:** Regular safety training programs are conducted for all employees, covering emergency procedures, equipment safety, and hazard recognition.
- ii. Compliance Measures
- **Regular Audits:** Safety audits are conducted quarterly to ensure compliance with OSHA regulations and identify areas for improvement.
- **Incident Reporting:** A clear incident reporting system is in place, allowing employees to report safety concerns or incidents without fear of retaliation.

l) Market place practices-

- i. Ethical Guidelines
- **Code of Conduct:** Establishing a clear code of conduct that outlines expectations for fair competition and respect for competitors.
- **Anti-Collusion Policies:** Training employees on anti-collusion laws to prevent illegal agreements with competitors.
- ii. Transparent Pricing Strategies
- **Fair Pricing:** Commitment to transparent and fair pricing policies that reflect product value and avoid predatory pricing tactics.
- **Avoiding Misleading Claims:** Ensuring that all pricing information is accurate and not misleading to consumers.
- iii. Monitoring and Compliance
- **Regular Audits:** Conducting internal audits to ensure compliance with competition laws and ethical standards.
- **Whistleblower Policies:** Implementing systems for reporting unethical competitive practices without fear of retaliation.

m) Supply Chain Management

- i. Sustainable Sourcing
- **Supplier Standards:** Setting clear sustainability criteria for suppliers, including environmental and labor practices.
- **Partnerships with Responsible Suppliers:** Prioritizing partnerships with suppliers who demonstrate a commitment to sustainability and ethical practices.
- ii. Supply Chain Transparency
- **Traceability Programs:** Implementing systems to trace the origin of materials and components throughout the supply chain.

- **Regular Reporting:** Providing stakeholders with regular updates on supply chain sustainability initiatives and performance metrics.
- iii. Risk Management
- **Supplier Audits:** Conducting regular audits of suppliers to assess compliance with ethical and sustainability standards.
- **Crisis Management Plans:** Developing contingency plans for supply chain disruptions, focusing on sustainability and ethical sourcing.
- n) **Marketing Ethics**
 - i. Honest Advertising
 - **Truth in Advertising:** Committing to accurate and truthful advertising, avoiding exaggerated claims or deceptive practices.
 - **Consumer Education:** Providing clear information about products, including benefits, risks, and proper usage.
 - ii. Responsible Targeting
 - **Ethical Targeting Practices:** Ensuring that marketing strategies do not exploit vulnerable populations or misrepresent product capabilities.
 - **Diversity and Inclusion:** Reflecting diversity in marketing materials to promote inclusivity.
 - iii. Feedback Mechanisms
 - **Consumer Engagement:** Actively seeking consumer feedback to understand perceptions of marketing practices and make necessary adjustments.
 - **Addressing Complaints:** Having a clear process for addressing consumer complaints regarding misleading advertising.
- o) **Product Stewardship**
 - i. Lifecycle Management
 - **Product Lifecycle Assessments:** Conducting assessments to evaluate the environmental impact of products from design to disposal.
 - **Design for Sustainability:** Implementing eco-design principles to reduce resource use and enhance recyclability.
 - ii. Recycling and Recovery Programs
 - **Take-Back Initiatives:** Establishing programs that encourage consumers to return products for recycling or safe disposal.
 - **Partnerships with Recyclers:** Collaborating with recycling companies to ensure responsible disposal and recovery of materials.
 - iii. Consumer Education
 - **Sustainability Messaging:** Providing consumers with information on how to use and dispose of products sustainably.

- **Engagement Campaigns:** Running campaigns to raise awareness about product stewardship and the importance of sustainability.

Corporate Social Responsibility / Community Engagements

- a) Drilling of reliable bore hole for constant supply of water: this has assisted both the trainees and the surrounding community which have inadequate water supply.
- b) Planting of trees in the college compound: this has contributed to conservancy of the environment especially greening environment.

In this financial year, I am pleased to present a report on the key activities and strategic initiatives undertaken by Cherangany Technical and Vocational College this year. Our focus has been on enhancing quality training, improving infrastructure, introducing Competence Based Training Programmes, Procuring Training Equipment and Construction of structures for our trainees.

a) Increase Student Gross Enrolments

This year, we have implemented various outreach programs aimed at increasing student enrolment. Through partnerships with local high schools and community chiefs, we successfully attracted a significant number of new students. Our marketing campaigns have yielded a 30% increase in gross enrolments. Moving forward, we plan to enhance our outreach efforts and develop scholarship programs to further attract diverse student populations.

b) Introduction of CBET Academic Programmes

In response to industry needs and to improve employability, we have introduced Competency-Based Education and Training (CBET) programmes. These programs are designed to provide practical, hands-on experience alongside theoretical knowledge. We anticipate that this will not only enhance trainee's skills but also improve their job readiness.

c) Procurement of More Training Equipment

To align our training with industry standards, we have procured new equipment across various departments. This includes advanced machinery for our engineering courses and updated tools for our vocational training programs. The integration of modern technology into our curriculum is essential for preparing students for the demands of the workforce.

d) Improvement of College Infrastructure

We are excited to report several construction projects aimed at enhancing our college infrastructures:

- **Dairy Unit:** A state-of-the-art dairy unit is set to be constructed, which will provide practical training for students in agriculture. This initiative will not only serve educational purposes but also support local dairy farming efforts.

- **Tuition Shade:** To improve trainees comfort and engagement, we are constructing a tuition shade that will provide a shaded area for outdoor classes and group activities. This will enhance the learning environment, especially during warmer months.
- **Masonry Shade:** Similarly, a masonry shade will be built to support our construction programs. This space will allow students to work on practical masonry skills while being protected from the strong sunshine.

Key improvements in the college

I am pleased to present this report outlining the key improvements undertaken at Cherang'any Technical and Vocational College. These initiatives have been instrumental in enhancing our facilities, ensuring a conducive learning environment.

a) Construction of a Shallow Borehole

To address water accessibility challenges on the college, we have successfully constructed a shallow borehole. This project ensures a reliable supply of water for both students and staff, supporting our daily operations and enhancing hygiene and sanitation across the college. The borehole has also contributed to cost savings by reducing reliance on external water sources.

b) Construction of the Main Gate

In our efforts to improve college security and aesthetics, we have constructed a new main gate. This facility enhances the safety of our trainees and staff while providing a welcoming entrance to the college. The gate is designed to be both functional and visually appealing, reflecting the college's commitment to creating a secure learning environment.

c) Fabrication of Lecture Chairs

To improve classroom comfort and support effective learning, we have fabricated new lecture chairs. These chairs are ergonomically designed to provide better seating for students during lectures and practical sessions. The addition of these chairs has received positive feedback from both students and instructors, fostering a more engaging educational experience.

d) Installation of Grills for Doors and Windows

As part of our ongoing commitment to safety and security, we have installed grills on doors and windows across the college. This measure protects our facilities and ensures a safe environment for our students and staff. The installation has been completed in all key buildings, significantly enhancing our college security.

e) Procurement of Training Equipment

To boost our practical training capabilities, we have procured the following equipment:

- **Motors:** New motors have been acquired for our engineering and mechanical training programs, allowing students to engage with modern technology and practices.
- **Sewing Machines:** We have added sewing machines to our fashion and design department, which will provide hands-on experience for students pursuing careers in tailoring and garment production.
- **Electrical Tables:** Electrical training tables have also been procured to support our electrical engineering programs, enabling students to practice skills in a controlled and safe environment.

10. Report of the Senior Principal

I am pleased to highlight the key activities that have significantly enhanced our college environment in recent months. These initiatives reflect our commitment to providing a better learning experience and infrastructure for everyone.

- a) **Construction of the Main Gate:** We have successfully completed the construction of a new main gate, which not only improves campus security but also enhances the overall aesthetic of our institution.
- b) **Borehole Installation:** A new borehole has been built to ensure a consistent and reliable water supply, addressing one of our critical needs for both sanitation and convenience.
- c) **Fabrication of Lecture Chairs:** We have fabricated new, ergonomic lecture chairs that will greatly improve comfort during classes, thereby enhancing the learning experience.
- d) **Repainting of the Building:** The repainting of our main building has been completed, revitalizing our campus and creating a more welcoming atmosphere for students and visitors alike.
- e) **Fabrication of Computer Tables:** We have also fabricated new computer tables to facilitate a better workspace for our students, supporting our commitment to technology-enhanced learning.
- f) **Procurement of Stable Internet:** We are excited to announce that we have procured a stable internet connection, ensuring that students and faculty can access online resources efficiently and reliably.
- g) **Timely Procurement of Training and Learning Materials:** We have prioritized the timely procurement of essential training and learning materials, ensuring that our students have everything they need for their studies.
- h) **Fabrication of Technical Drawing Tables:** Finally, we have fabricated specialized technical drawing tables to support our design and engineering programs, providing students with the tools necessary for their coursework.

i) Increase Student Gross Enrolments

This year, we have implemented various outreach programs aimed at increasing student enrolment. Through partnerships with local high schools and community chiefs, we successfully attracted a significant number of new students. Our marketing campaigns have yielded a 30% increase in gross enrolments. Moving forward, we plan to enhance our outreach efforts and develop scholarship programs to further attract diverse student populations.

j) Introduction of CBET Academic Programmes

In response to industry needs and to improve employability, we have introduced Competency-Based Education and Training (CBET) programmes. These programs are designed to provide practical, hands-on experience alongside theoretical knowledge. We anticipate that this will not only enhance trainee's skills but also improve their job readiness.

These developments represent our ongoing efforts to improve our facilities and support our educational mission. Thank you for your continued dedication and support as we strive for excellence in all that we do.

11. Report of the Council/Board of Governors

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

Principal activities

The principal activities of the Cherang'any Technical And Vocational College are;
The institution offers technical and vocational education and training and strives to enhance acquisition of practical skills through the Competency Based Education and Training (CBET) approach.

Mission:

To be a leading technical and vocational institution, globally recognized for education, Research, Innovation and Community Development

Vision:

To provide high quality technical and vocational education and training that equips trainees with skills, knowledge, attitudes and values necessary to succeed in the workforce and to contribute to the socio-economic development of the region, the nation and beyond

Core Values

- Integrity
- Teamwork
- Professionalism
- Innovativeness
- Creativity

Results

The results of the Cherang'any Technical And Vocational College for the year ended June 30 are set out on page 1-8.

Council/Board of Governors

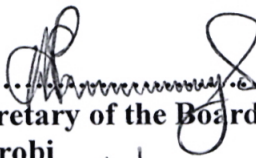
The members of the Board /Council who served during the year are shown on page vi-viii. During the year 2023/2024 no director retired/ resigned and xxx was appointed with effect from xxxx date.

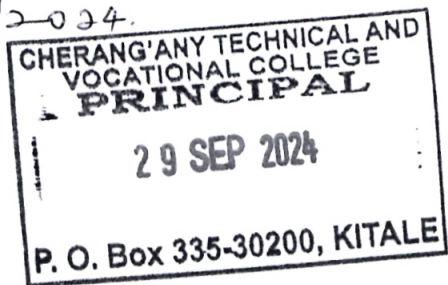
Auditors

The Auditor General is responsible for the statutory audit of the *Cherang'any Technical And Vocational College* in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 to carry out the audit of the *Cherang'any Technical And Vocational College* for the year/period ended June 30, 2024, in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on his behalf.

By Order of the Board

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

 **ROBERT W. WAFULA**
.....
Secretary of the Board/Council
Nairobi
Date: 29/9/2024.



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

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

The Council members are responsible for the preparation and presentation of the *Cherang'any Technical And Vocational College* financial statements, which give a true and fair view of the state of affairs of the *Cherang'any Technical And Vocational College* for and as at the end of the financial year (period) ended on June 30, 2024. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period, (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the *Cherang'any Technical And Vocational College*, (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of the *Cherang'any Technical And Vocational College*, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Council members accept responsibility for the *Cherang'any Technical And Vocational College* 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*) – entities should quote applicable legislation as indicated under). The council members are of the opinion that the *Cherang'any Technical And Vocational College* financial statements give a true and fair view of the state of *Cherang'any Technical And Vocational College* transactions during the financial year ended June 30, 2024, and of the *Cherang'any Technical And Vocational College* financial position as at that date. The Council members further confirm the completeness of the accounting records maintained for the *Cherang'any Technical And Vocational College*, which have been relied upon in the preparation of the *Cherang'any Technical And Vocational College* financial statements as well as the adequacy of the systems of internal financial control.

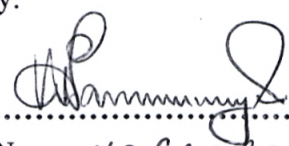
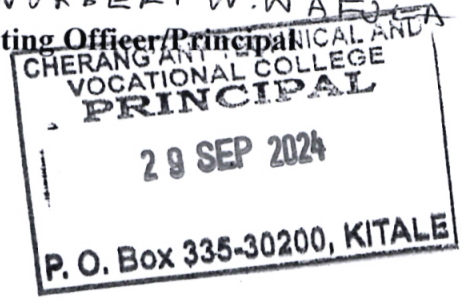
CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

In preparing the financial statements, the Principal has assessed the *Cherang'any Technical And Vocational College* ability to continue as a going concern (*disclose as applicable, matters relating to the use of going concern basis of preparation of the financial statements.*) Nothing has come to the attention of the Council members to indicate that the *Cherang'any Technical And Vocational College* will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

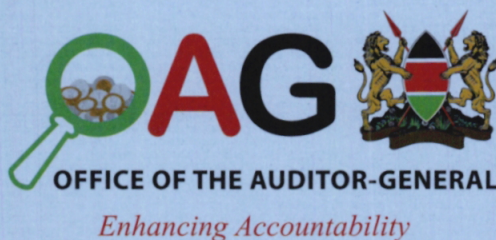
The *Cherang'any Technical And Vocational College* financial statements were approved by the Board on 26th September 2024 and signed on its behalf by:


.....
Name *Samuel K. Tanyi*
Chairperson of the Board/Council


.....
Name *NORBERT W. W. A. E. J. A.*
Accounting Officer/Principal


REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON AUDIT OF CHERANG'ANY TECHNICAL AND VOCATIONAL COLLEGE FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Cherang'any Technical and Vocational College set out on pages 1 to 64, which comprise of the statement of financial

position as at 30 June, 2024 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Cherang'any Technical and Vocational College as at 30 June, 2024 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, 2013.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of changes in net asset reflects total changes in net assets balance of Kshs.74,969,053. However, this balance differs with the net balance of Kshs.72,988,242 reflected in the statement of financial position resulting in an unreconciled variance of Kshs.1,980,811.

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

2. Unsupported Receivables from Exchange Transactions

The statement of financial position reflects current portion of receivables from exchange transactions balance of Kshs.8,927,719 as disclosed in Note 27(a) to the financial statements. However, the balance was not supported with a schedule or ledger. Further, the ageing analysis reflects a balance of Kshs.1,707,950 as debts which have been long outstanding for over a period of more than one year. Management has not provided evidence of the measures being taken to collect the debts.

In the circumstances, the accuracy, completeness and recoverability of the current portion of receivables from exchange transactions balance of Kshs.8,927,719 could not be confirmed.

3. Inaccuracies in Property, Plant and Equipment

The statement of financial position reflects property, plant and equipment balance of Kshs.60,281,809 as disclosed in Note 32 to the financial statements. However, the movement schedule reflects additions of property, plant and equipment components amounting to Kshs.2,284,845 which differ with the assets register additions of Kshs.2,184,845 resulting in an unexplained and unreconciled variance of Kshs.100,000.

Further, the asset register contains donated furniture and fittings of unknown values which were not included in the movement schedule.

In the circumstances, the accuracy and completeness of property, plant and equipment balance of Kshs.60,281,809 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Cherang'any 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 income amounting to Kshs.17,080,160 against a budget of Kshs.28,867,636 resulting in an unrealized revenue of Kshs.11,787,476 or 40% of the budget. Similarly, the statement reflects expenditure budget of Kshs.32,093,636 and actual expenditure of Kshs.15,364,942 resulting in under-absorption of Kshs.16,728,694 or 52% of the budget. The underfunding and under-expenditure 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 Information

The Management is responsible for the other information set out on page ii to xxxii which comprise of key entity information and management, board chairperson's report, report of the senior principal, statement of performance against college's predetermined objectives, corporate governance statement, report of the board and statement of management's responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the College's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is

materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAI) 4000. The Standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

Conclusion

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

Basis for Conclusion

1. Lack of a Board Charter and Work Plan

Review of documents revealed that there was failure to prepare annual Board ALMANAC and submit to State Corporations Advisory Committee (SCAC) detailing the organization's annual work plan, statutory obligations of the Board and available budget. Further, the Board did not carry out an annual evaluation of its performance which would have resulted in an evaluation report with recommendations for implementation.

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

2. Lack of Internal Audit Function and Audit Committee

Review of the College processes revealed that the Management had not established an internal audit department to carry out internal audit functions. Further, the College did not have an Audit Committee of the Board.

In the circumstances, the effectiveness of the internal controls and oversight services in the College could not be confirmed.

3. Lack of Risk Management Policy and Disaster Recovery Plan

The College did not develop a Risk Management Policy including fraud prevention mechanisms and a system of risk management and internal control that builds robust business operations. Further, it lacked a disaster recovery plan or a business continuity plan to ensure recovery of its operations in the event of a disaster.

In the circumstances, the preparedness of the College in mitigating against loss in case of disasters could not be confirmed.

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

Responsibilities of Management and the Board of Governors

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

In preparing the financial statements, Management is responsible for assessing the College's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to terminate the College or cease operations.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are

in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

30 May, 2025

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

14. Statement of Financial Performance For The Year Ended 30 June 2024

	Notes	2023-2024	2022-2023
		Kshs	Kshs
Revenue from Non-Exchange transactions			
Transfers from other National Government entities	6	9,170,117.60	5,640,000
Grants from donors and development partners	7	0	-
Transfers from other levels of government	8	0	-
Public contributions and donations	9	0	-
		9,170,117.60	5,640,000
Revenue from Exchange transactions			
Rendering of services- fees from students	10	16,844,573.40	4,039,600
Sale of goods	11	0	-
Rental revenue from facilities and equipment	12	0	-
Finance income	13	0	-
Miscellaneous income	14	0	-
Revenue from Exchange transactions		16,844,573.40	4,039,600
Total Revenue		26,014,491	9,679,600
Expenses			
Use of goods and services	15	9,738,025	2,626,474
Employee costs	16	4,320,906	1,760,990
Board /Council Expenses	17	806,000	343,000
Depreciation and amortization expense	18	1,676,566	1,354,670.25
Repairs and maintenance	19	1,111,615	124,620
Contracted services	20	0	0
Grants and subsidies	21	0	0
Finance costs	22	35,965	17,650
Total Expenses		17,689,077	6,227,404.25
Other Gains/(Losses)			
Gain on sale of assets	23	0	-
Gain/ Loss on fair value of investments	24	0	-
Impairment loss	25	(0)	(-)
Total Other Gains/(Losses)		0	-
Net surplus/(deficit) for the year		8,325,614	3,452,195.75

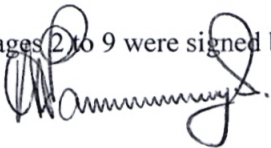
(The notes set out on pages 26 to 47 form an integral part of the Annual Financial Statements).

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

The Financial Statements set out on pages 2 to 9 were signed by:


.....
SAMUEL K. TANYI

Chairman of Council/Board

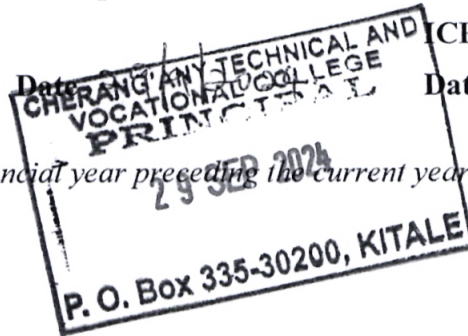

.....
NORBERT W. WAFULA

Principal


.....
DAVID K. KIBOI

Finance Officer

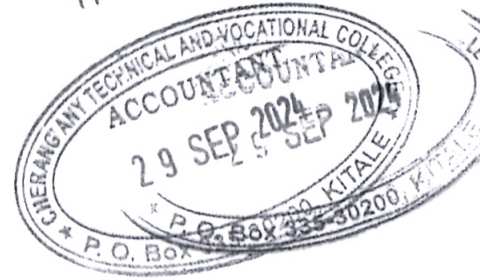
Date 29/9/24



CPAK No

Date 29/09/2024

Comparative FY refers to the financial year preceding the current year.



CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
Annual Report and Financial Statements for the year ended 30th June 2024

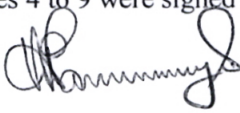
15. Statement of Financial Position As At 30th June 2024

Description	Notes	2023-2024	2022-2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	26	1,968,115	163,294
Current portion of receivables from exchange transactions	27(a)	8,927,719	2,974,864
Receivables from non-exchange transactions	28	2,172,189	3,941,460
Inventories	29	37,500	-
Investments in financial assets	30	0	-
Prepayments	31	0	-
Total Current Assets		13,105,523	7,079,618
Non-Current Assets			
Long term receivables from exchange transactions	27(b)	0	-
Investments	30	0	-
Property, plant, and equipment	32	60,281,809.44	59,673,531.03
Intangible assets	33	0	-
Investment property	34	0	-
Biological Assets	35	0	-
Total Non-Current Assets		60,281,809.44	59,673,531.03
Total Assets (A)		73,387,332	66,753,149
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	36	399,090	109,710
Refundable deposits from customers	37	0	-
Current provisions	38	0	-
Finance lease obligation	39	0	-
Deferred income	40	0	-
Employee benefit obligation	41	0	-
Payments received in advance	42	0	-
Current portion of borrowings	43	0	-
Social Benefits	46	0	-

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Description	Notes	2023-2024	2022-2023
		Kshs	Kshs
Total Current Liabilities		399,090	109,710
Non-Current Liabilities			
Finance lease obligation	39	0	-
Deferred income	40	0	-
Non-Current Employee Benefit Obligation	41	0	-
Non- Current Borrowings	43	0	-
Non-Current Provisions	44	0	-
Service Concession Liability	45	0	-
Social benefits	46	0	-
Total non- current liabilities		0	-
Total Liabilities (B)		399,090	109,710
Net Assets (A-B)		72,988,242.45	66,643,439.36
Represented By:			
Revaluation Reserves		0	0
Accumulated Surplus		8,325,614	4,265,655.91
Capital Fund		64,662,628.45	62,377,783.45
Net Assets		72,988,242.45	66,643,439.36

The Financial Statements set out on pages 4 to 9 were signed by:

Samuel K. Tanyi NORBERT W. WAFILA DAVID K KIBON
 Chairman of Council/Board Principal Finance Officer

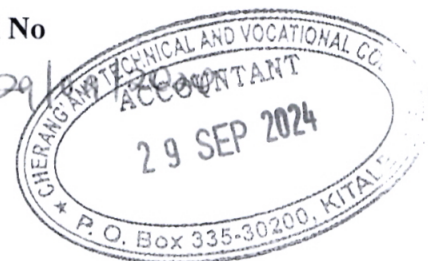
Date 29/9/24

Date 29/9/24
 CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
 PRINCIPAL
 29 SEP 2024
 P. O. Box 335-30200, KITALE

CPAK No

Date 29/9/24

Comparative FY refers to the financial year preceding the current year.



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16. Statement of Changes in Net Asset For The Year Ended 30 June 2024

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
At July 1, 2022	0			
Revaluation gain		-	-	0
Surplus/(deficit) for the year	-			
Capital grants received during the year	-	-	0	0
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	0	0	-
At June 30, 2023	0	4,265,655.91	62,377,783.45	66,643,439.36
At July 1, 2023	0	4,265,655.91	62,377,783.45	66,643,439.36
Revaluation gain	0	-	-	
Surplus/(deficit) for the year	-	8,325,614	0	8,325,614
Capital grants received during the year	-	0	0	0
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	0		-
At June 30, 2024	0	12,591,269.91	62,377,783.45	74,969,053.36

Note:

- For items that are not common in the financial statements, the Cherang'any Technical And Vocational College should include a note on what they relate to – either on the face of the statement of changes in equity/net assets or among the notes to the financial statements.
- Prior year adjustments should have an elaborate note describing what the amounts relate to. In such instances a restatement of the opening balances needs to be done).

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17. Statement of Cash Flows For The Year Ended 30 June 2024

Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other National Government entities		9,170,000	2,512,000
Grants from donors and development partners		0	0
Transfers from other levels of government		0	0
Public contributions and donations		0	0
Rendering of services- fees from students		8,288,694	2,586,551
Sale of goods		0	0
Rental revenue from facilities and equipment		0	0
Finance income		0	0
Miscellaneous income		0	0
Total Receipts		17,458,694	5,098,551
Payments			
Employee costs		4,320,906	1,760,990
Tuition		3,728,362	773,234
E.W.C		1,007,131	291,850
L.T.T		427,580	187,860
Administration		3,555,890	998,320
Finance cost		35,965	17,650
KNEC cost		684,780	293,620
Board /Council Expenses		806,000	343,000
Repairs and maintenance		783,340	124,620
Industrial attachment		33,395	11,100
Activity		300,887	70,490
Contracted services		0	0
Grants and subsidies		0	0
Total Payments		15,684,236	4,872,734
Net Cash Flows from operating activities	47	1,774,458.350	225,817
Cash flows from investing activities			
Purchase of property, plant, equipment and intangible assets		(0)	(0)
Proceeds from sale of property, plant and equipment		0	0
Net cash flows used in investing activities		(0)	(0)
Cash flows from financing activities			
Proceeds From Borrowing		0	0

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE
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Description	Note	2023-2024	2022-2023
		Kshs	Kshs
Repayment Of Borrowings		(0)	(0)
Net cash flows used in financing activities		(0)	(0)
Net Increase/(Decrease) in Cash and Cash equivalents		1,774,458.35	225,817
Cash and Cash equivalents at 1 JULY	26	163,294.00	62,523
Cash and Cash equivalents at 30 JUNE	26	1,937,752.35	163,294

(PSASB has prescribed the direct method of cashflow preparation and presentation for all public sector entities reporting under the IPSAS Accrual basis of accounting)

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18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2024

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	Utilization Difference
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	%
Transfers from other National Government entities	2,000,000	0	2,000,000	1,500,000	500,000	75%
Grants from donors and development partners	0	0	0	0	0	0%
Transfers from other levels of government	0	0	0	0	0	0%
Public contributions and donations	0	0	0	0	0	0%
Rendering of services- fees from students	26,867,636	0	26,867,636	14,895,380	11,287,476	55.44%
Sale of goods	0	0	0	0	0	0%
Rental revenue from facilities and equipment	0	0	0	0	0	0%
Finance income	0	0	0	0	0	0%
Miscellaneous Income	0	0	0	0	0	0%
KNEC/CDACC Exam	3,226,000	0	3,226,000	684,780	2,541,220	21.23%
Total Income	32,093,636	0	28,867,636	17,080,160	14,328,696	59.17%
Expenses						
Tuition	12,533,408	0	12,533,408	3,728,362	8,805,046	29.75%
Employee costs	3,586,040	0	3,586,040	4,037,577	(451,537)	112.59%
Board /Council Expenses	910,000	0	910,000	806,000	104,000	88.57%
Repairs and maintenance	1,159,588	0	1,159,588	783,340	376,248	67.55%
Activity	871,576	0	871,576	300,887	570,689	34.52%
Contracted services	0	0	0	0	0	0%
Grants and subsidies	0	0	0	0	0	0%
Attachment	729,600	0	729,600	33,395	696,205	4.58%
Administration	6,022,824	0	6,022,824	3,555,890	2,466,934	59.04%

CHERANGANY TECHNICAL AND VOCATIONAL COLLEGE**Annual Report and Financial Statements for the year ended 30th June 2024**

LTT	1,577,600	0	1,577,600	427,580	1,150,204	27.10%
EWC	1,477,000	0	1,477,000	1,007,131	469,869	68.19%
KNEC/CDACC	3,226,000	0	3,226,000	684,780	2,541,220	21.22
Total Expenditure	32,093,636	0	32,093,636	15,364,942	16,728,778	47.875%
Surplus For the Period	0	0	0	0	0	0%
Capital Expenditure	0	0	0	0	0	0%

(Budget notes)

- 1. Provide explanation of differences between actual and budgeted amounts (10% over/ under) IPSAS 24.14*
- 2. Provide an explanation of changes between original and final budget indicating whether the difference is due to reallocations or other causes. (IPSAS 24.29)*
- 3. Where the total of actual on comparable basis does not tie to the statement of financial performance totals due to differences in accounting basis (budget is cash basis, statement of financial performance is accrual) provide a reconciliation.*

19. Notes to the Financial Statements

1. General Information

Cherang'any Technical And Vocational College is established by and derives its authority and accountability from Technical and Vocational Education and Training Act, 2013. The Cherang'any Technical And Vocational College is wholly owned by the Government of Kenya and is domiciled in Kenya. The Cherang'any Technical And Vocational College principal activity is Education and Training.

2. Statement of Compliance and Basis of Preparation

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

3. Adoption of New and Revised Standards

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

There are no new standards in the year ended 30th June 2024

ii. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024.

Standard	Effective date and impact:
IPSAS 43: Leases	Applicable 1st January 2025 The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Cherang'any Technical And Vocational College. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. <i>State the expected impact of the standard to the Cherang'any Technical And Vocational College if relevant</i>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	Applicable 1st January 2025 The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. <i>State the expected impact of the standard to the Cherang'any Technical And Vocational College if relevant</i>
IPSAS 45: Property Plant and Equipment	Applicable 1st January 2025 The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets. <i>State the expected impact of the standard to the Cherang'any Technical And Vocational College if relevant</i>

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IPSAS 46: Measurement	<i>Applicable 1st January 2025</i> The objective of this standard was to improve measurement guidance across IPSAS by: i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. The standard also introduces a public sector specific measurement bases called the current operational value. <i>State the expected impact of the standard to the Cherang'any Technical And Vocational College if relevant</i>
IPSAS 47: Revenue	<i>Applicable 1st January 2026</i> This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an Cherang'any Technical And Vocational College shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions. <i>State the expected impact of the standard to the Cherang'any Technical And Vocational College if relevant</i>
IPSAS 48: Transfer Expenses	<i>Applicable 1st January 2026</i> The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers. <i>State the expected impact of the standard to the Cherang'any Technical And Vocational College if relevant</i>
IPSAS 49: Retirement Benefit Plans	<i>Applicable 1st January 2026</i> The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan. <i>State the expected impact of the standard to the Cherang'any Technical And Vocational College if relevant</i>

iii. Early adoption of standards

Cherang'any Technical and Vocational College

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(The Cherang'any Technical And Vocational College) did not early adopt any new or amended standards in year 2023/2024./the Cherang'any Technical And Vocational College adopted standard xx and xx. The impact of these standards on Cherang'any Technical And Vocational College financial statements is xx.*(amend appropriately)*

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 Cherang'any Technical And Vocational College and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that have been acquired using such funds.

ii) Revenue from exchange transactions

Rendering of services

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

Sale of goods

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

Interest income

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

Rental income

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

b) Budget information

The original budget for FY 2023/2024 was approved by the Council or Board on xxx. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Cherang'any Technical And Vocational College upon receiving the respective approvals to conclude the final budget. Accordingly, the Cherang'any Technical And Vocational College recorded additional appropriations of xxx on the FY 2023/2024 budget following the Council/ Board's approval. The Cherang'any Technical And Vocational College budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on 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 xx under section xxx of these financial statements.

c) Taxes

Current income tax

The Cherang'any Technical And Vocational College is exempt from paying taxes as per schedule xxx of the xxx Act.

Sales tax/ Value Added Tax

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

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

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

d) Investment property

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

e) Property, plant and equipment

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

f) Leases

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

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

g) Intangible assets

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

h) Research and development costs

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

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

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

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. *The Cherang'any Technical And Vocational College does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. (amend as appropriate).* A financial instrument is any contract that gives rise to a financial asset of one Cherang'any Technical And Vocational College and a financial liability or equity instrument of another Cherang'any Technical And Vocational College. At initial recognition, the Cherang'any Technical And Vocational College measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Financial assets

Classification

The Cherang'any Technical And Vocational College classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity, or fair value through surplus and deficit on the basis of both the Cherang'any Technical And Vocational College 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 cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an Cherang'any Technical And Vocational College has made an irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

Fair value through surplus or deficit

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

Trade and other receivables

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

Impairment

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

Financial liabilities

Classification

The Cherang'any Technical And Vocational College 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.

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 *Cherang'any Technical And Vocational College*.

k) Provisions

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

Contingent liabilities

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

Contingent assets

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

l) Social Benefits

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

m) Nature and purpose of reserves

The *Cherang'any Technical And Vocational College* creates and maintains reserves in terms of specific requirements. (*Cherang'any Technical And Vocational College to state the reserves maintained and appropriate policies adopted*).

n) Changes in accounting policies and estimates

The *Cherang'any Technical And Vocational College* recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

o) Employee benefits

Retirement benefit plans

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

p) 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.

q) Borrowing costs

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

r) Related parties

The *Cherang'any Technical And Vocational College* regards a related party as a person or an *Cherang'any Technical And Vocational College* with the ability to exert control individually or

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jointly or to exercise significant influence over the Cherang'any Technical And Vocational College, or vice versa. Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

s) Service concession arrangements

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

t) 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.

u) Comparative figures

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

v) 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, 2021.

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual values

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

- The condition of the asset based on the assessment of experts employed by the *Cherang'any Technical And Vocational College*.
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- The nature of the processes in which the asset is deployed.
- Availability of funding to replace the asset.
- Changes in the market in relation to the asset

Provisions

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

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.

(Include provisions applicable for your organisation e.g. provision for bad debts, provisions of obsolete stocks and how management estimates these provisions).

6. Transfers from other National Government entities

Description	2023-2024	2022-2023
	Kshs	Kshs
Unconditional Grants		
Capitation Grants	7,170,117.60	4,140,000
Operational Grant	2,000,000	1,500,000
Development grants	0	-
Other Grants	0	-
Total unconditional Grants	9,170,117.6	5,640,000
Conditional Grants amortised/ recognised in revenue		
Library Grant	0	-
Hostels Grant	0	-
Administration Block Grant	0	-
Laboratory Grant	0	-
Learning Facilities Grant	0	-
Other Organizational Grants	0	-
Total Government Grants and Subsidies	9,170,117.60	5,640,000

(a) Transfers from other Government entities (Categorized)

Name of the Cherang'any Technical And Vocational College Sending The Grant	Amount recognized to Statement of Financial performance *	Amount deferred under deferred income	Amount recognised in capital fund.	Total grant income during the year	Comparative 2022-2023
	Kshs	Kshs	Kshs	Kshs	Kshs
State Department of Technical and Vocational College	9,170,117.60	0	0	9,170,117.60	5,640,000
Total	9,170,117.60	0	0	9,170,117.60	5,640,000

(Ensure that the amount recorded above as having been received from the Ministry fully reconciles to the amount recorded by the sending Ministry. An acknowledgement note/receipt should be raised in favour of the sending Ministry.)

**Amount recognised in the statement of financial performance should be the recurrent grant and the development grant to the extent that there are no conditions attached.*

(NB: Total of column 1 should tie to the first part of note 6 on unconditional grants)

The details of the reconciliation have been included under appendix xxx

7. Grants from Donors and Development Partners

Description	2023-2024	2022-2023
	Kshs	Kshs
JICA- Research Grant	0	0
World Bank Grants	0	0
In-Kind Donations	0	0
Donations transferred to revenue-conditions met	0	0
Other Grants (specify)	0	0
Total Grants from Development Partners	0	0

(a) Reconciliations of grants from donors and development partners

Description	2023-2024	2022-2023
	Kshs	Kshs
Balance unspent at beginning of year	0	0
Current year receipts	0	0
Conditions Met - Transferred to Revenue	0	0
Conditions Yet To Be Met - Remain Liabilities	0	0

(Provide brief explanation for this revenue)

8. Transfers from Other Levels of Government

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfer from County XX	0	0
Transfer from XX University	0	0
Transfer from XX Institute	0	0
Total Transfers	0	0

9. Public Contributions and Donations

Description	2023-2024	2022-2023
	Kshs	Kshs
Public Donations	0	0
Donations from Local Leadership	0	0
Donations from Religious Institutions	0	0
Donations from Alumni	0	0
Other Donations	0	0
Total Donations and Contributions	0	0

(Provide brief explanation for this revenue)

10. Rendering of Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Tuition Fees	8,003,943	63,640
Activity Fees	1,439,194	241,600
Industrial Attachment Fees	303,600	303,600
Examination Fees	1,380,000	420,060
Library Fees	0	0
Facilities And Materials	0	109,940
Registration Fees	0	0
Insurance	483,400	41,400
Personal Emolument	1,444,299	1,598,040
E.W.C	1,355,729	483,000
L.T.T	1,314,329	441,600
R.M.I	954,359	234,600
Student Council	27,600	27,600
Medical	74,520	74,520
Student id	63600	0
Total Revenue from The Rendering of Services	16,844,573	4,039,600

(Provide brief explanation for this revenue)

11. Sale of Goods

Description	2023-2024	2022-2023
	Kshs	Kshs
Sale of Books	0	0
Sale of Publications	0	0
Sale of Farm Produce	0	0
Cafeteria sales	0	0
Other sales (specify)	0	0
Total Revenue from Sale of Goods	0	0

(Provide brief explanation for this revenue)

12. Rental revenue from facilities and equipment

Description	2023-2024	2022-2023
	Kshs	Kshs
Hire of Facilities and Equipment	0	0
Contingent Rentals	0	0
Operating Lease Revenue	0	0

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Others (<i>specify</i>)	0	0
Total	0	0

(Provide brief explanation for this revenue. *Contingent rentals include hire grounds, institutional facilities like halls, kitchen etc.)

13. Finance Income

Description	2023-2024	2022-2023
	Kshs	Kshs
Cash investments and fixed deposits	0	0
Interest income from treasury bills	0	0
Interest income from treasury bonds	0	0
Interest from outstanding debtors	0	0
Others (<i>specify</i>)	0	0
Total finance income	0	0

(Provide brief explanation for this revenue.)

14. Miscellaneous Income

Description	2023-2024	2022-2023
	Kshs	Kshs
Insurance recoveries	0	0
Consultancy fees	0	0
Income from sale of tender	0	0
Services concession income	0	0
Reimbursements and refunds	0	0
Graduation fees	0	0
Bad debts recovered	0	0
Income written back	0	0
Others (<i>specify</i>)	0	0
Total other income	0	0

(NB: All income should be classified as far as possible in the relevant classes and other income should be used to recognise income not elsewhere classified.)

15. Use of Goods and Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Teaching and learning materials	3,728,362	773,234
Industrial attachment costs	33395	11,100
Electricity, Water and Conservancy	1,007,131	291,850
Security	0	0
Professional and consultancy services	0	0
Subscriptions	0	0
Advertising	0	0
KNEC Examination fees	684,780	293,620
Audit fees	0	0
Catering, conferences, and delegations	0	0
Travelling and accommodation	427,580	187,860
Fuel and oil	0	0
Insurance	0	0
Legal expenses	0	0
Licenses and permits	0	0
Postage	0	0
Printing and stationery	0	0
Hire charges	0	0
Rent expenses	0	0
Skills development levies	0	0
Telephone expenses	0	0
Internet expenses	0	0
Training expenses	0	0
Administration cost	3,555,890	998,320
Activity	300,887	70,490
Total good and services	9,738,025	2,626,474

16. Employee Costs

Description	2023-2024	2022-2023
	Kshs	Kshs
Salaries and wages	3,643,284	1,257,170
Employee related costs - contributions to pensions and medical aids	549,622	503,820
Travel, motor car, accommodation, subsistence and other allowances	0	0
Housing benefits and allowances	128,000	0
Overtime payments	0	0
Social contributions	0	0
Employee Costs	4,320,906	1,760,990

17. Board/Council Expenses

Description	2023-2024	2022-2023
	Kshs	Kshs
Chairman's Honoraria	30,000	0
Directors Emoluments	776,000	343,000
Other Allowances	0	0
Other Board/Council Expenses	0	0
Total	806,000	343,000

18. Depreciation and Amortization expense

Description	2023-2024	2022-2023
	Kshs	Kshs
Property, plant and equipment	1,676,588	1,354,670.25
Intangible assets	0	0
Investment property carried at cost	0	0
Total depreciation and amortization	1,676,588	1,354,670.25

19. Repairs and Maintenance

Description	2023-2024	2022-2023
	Kshs	Kshs
Property	1,111,615	124,620
Investment property – earning rentals	0	0
Equipment and machinery	0	0
Vehicles	0	0
Furniture and fittings	0	0
Computers and accessories	0	0
Total Repairs and Maintenance	1,111,615	124,620

20. Contracted Services

Description	2023-2024	2022-2023
	Kshs	Kshs
Actuarial valuations	0	0
Investment valuations	0	0
Property valuations	0	0
Other (specify)	0	0
Total contracted services	0	0

21. Grants and Subsidies

Description	2023-2024	2022-2023
	Kshs	Kshs
Community Development	0	0
Education Initiatives and Programs	0	0
Social Development	0	0
Social benefits expenses	0	0
Community Trust	0	0
Sporting Bodies	0	0
Others (specify)	0	0
Total Grants and Subsidies	0	0

Social benefit schemes include benefits such as cash transfers for unemployment or elderly in line with IPSAS 42.

22. Finance Costs

Description	2023-2024	2022-2023
	Kshs	Kshs
Borrowings (Amortized Cost)*	0	0
Finance Leases (Amortized Cost)	0	0
Unwinding of Discount from lease liabilities	0	0
Interest on Bank Overdrafts	0	0
Interest on Loans from Commercial Banks	0	0
Bank Charges	35,965	17,650
Total Finance Costs	35,965	17,650

*(*Borrowing costs that relate to interest expense on acquisition of non- current assets and do not qualify for Capitalisation as per IPSAS 5: on borrowing costs should be included under this note.)*

23. Gain On Sale of Assets

Description	2023-2024	2022-2023
	Kshs	Kshs
Property, Plant and Equipment	0	0
Intangible Assets	0	0
Other Assets not capitalised	0	0
Total Gain On Sale of Assets	0	0

24. Gain/(loss) on Fair Value Investments

Description	2023-2024	2022-2023
	Kshs	Kshs
Fair value on equity investments	0	0
Fair value arising from investment property	0	0
Fair value arising from biological assets	0	0
Fair value- other financial assets (specify)	0	0
Total Gain	0	0

25. Impairment Loss

Description	2023-2024	2022-2023
	Kshs	Kshs
Property, Plant and Equipment	0	0
Intangible Assets	0	0
Total Impairment Loss	0	0

26. Cash and Cash Equivalents

Description	2023-2024	2022-2023
	Kshs	Kshs
Current Account	1,968,115.35	163,294
On - Call Deposits	0	0
Fixed Deposits Account	0	0
Staff Car Loan/ Mortgage	0	0
Others (Specify)	0	0
Total Cash and Cash Equivalents	1,968,115.35	163,294

(The amount should agree with the closing and opening balances as included in the statement of cash flows)

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

Financial Institution	Account number	2023-2024	2022-2023
		Kshs	Kshs
a) Current Account			
Cooperative Bank		1,937,755.35	163,294
Sub- Total		1,937,755.35	163,294
b) On - Call Deposits			
Kenya Commercial Bank		0	0
Equity Bank – etc.		0	0
Sub- Total		0	0
c) Fixed Deposits Account			
Kenya Commercial Bank		0	0
Bank B		0	0
Sub- Total		0	0
d) Staff Car Loan/ Mortgage			
Kenya Commercial Bank		0	0
Bank B		0	0
Sub- Total		0	0
e) Others(<i>Specify</i>)		0	0
Cash in Transit		0	0
Cash in Hand		30,360	0
Mobile Money account		0	0
Sub- Total		30,360	0
Grand Total		1,968,115.35	163,294

27. Receivables from Exchange transactions

27 (a) Current Receivables from Exchange transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Current Receivables		
Student Debtors	8,927,719	2,974,864
Rent Debtors	0	-
Consultancy Debtors	0	-
Other Exchange Debtors	0	-
Less: Impairment Allowance	(0)	(-)
Total Current Receivables	8,927,719	2,974,864

27 (b) Long- term Receivables from Exchange transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Non-Current Receivables	0	
Refundable Deposits	0	0
Advance Payments	0	0
Public Organizations	0	0
Less: Impairment Allowance	(0)	(0)
Total	0	0
Current Portion Transferred To Current Receivables	(0)	(0)
Total Non-Current Receivables	0	0
Total Receivables	0	0

27 (c) Ageing Analysis of Receivables from Exchange transactions

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	FY 2023-20	% of total	2022-2023	% of total
Less than 1 year	7,219,769	66.02%	2,332,154	78.40%
Between 1- 2 years	1,457,350	31.68%	642,710	21.60%
Between 2-3 years	250,600	2.30%	-	-
Over 3 years	0	%	-	-
Total (a+b)	8,927,719	100%	2,974,864	100

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

Description	2023-2024	2022-2023
	Kshs	Kshs
At the beginning of the year	0	0
Provisions during the year	0	0
Recovered during the year	0	0
Write offs during the year	0	0
At the end of the year	0	0

(Cherang'any Technical And Vocational College to state the expected credit loss rates for various categories of its receivables. The Cherang'any Technical And Vocational College should also disclose how ECL was arrived at in line with provisions of IPSAS 41.)

28. Receivables from Non-Exchange transactions

Description	2023-2024	2022-2023
	Kshs	Kshs
Current Receivables		
Capitation Grants*	2,172,189	3,941,460
Transfers from Other Govt. entities	0	-
Undisbursed Donor Funds	0	-
Other Debtors (Non-Exchange Transactions)	0	-
Less: Impairment Allowance	0	(-)
Total Current Receivables	2,172,189	3,941,460

*(*Receivables on capitation grants are recognised for monies received after year end but relating to the year under review).*

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

Description	2023-2024		2022-2023	
	Kshs		Kshs	
	2023-2024	% of the total	2022-2023	% of the total
Less than 1 year	1,632,189	100%	3,128,000	100%
Between 1- 2 years	540,000	0%	813,460	-
Between 2-3 years	0	0%	-	-
Over 3 years	0	0%	-	-
Total	2,172,189	100%	3,941,460	100%

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

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
At the beginning of the year	0	0
Additional provisions during the year	0	0
Recovered during the year	(0)	(0)
Written off during the year	(0)	(0)
At the end of the year	0	0

29. Inventories

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Consumable stores	37,500	0
Maintenance stores	0	0
Health Unit stores	0	0
Electrical stores	0	0
Cleaning Materials stores	0	0
Catering stores	0	0
Less: Impairment allowance	0	0
Total Inventories at lower of Cost and Net Realizable Value	37,500	0

30. Investments in financial assets

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
a) Investment in Treasury Bills and Bonds		
Financial Institution		
CBK		
CBK		
Sub- Total	0	0
b) Investment with Financial Institutions/ Banks		
Bank X		
Bank Y		
Sub- Total	0	0
c) Equity Investments (Specify)		
Equity/ Shares in Company Xxx		
Sub- Total	0	0
Grand Total	0	0

(Cherang'any Technical And Vocational College should disclose whether the fixed investment financial assets are measured at amortised cost or at fair value through changes in net assets/ equity) Investments in equity should be measured at fair value through surplus or deficit. Other information to be disclosed includes the interest rates, maturity dates, valuation methodology, and impairment of these investments.

d) Shareholding in other entities

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

Name of Cherang'any Technical And Vocational College where Investment is Held	No of Shares				Fair Value of Shares	Fair Value of Shares
	Direct Shareholding	Indirect Shareholding	Effective Shareholding	Nominal Value of Shares	FY 2023	FY 2022
					- 2024	- 2023
	%	%	%	Kshs	Kshs	Kshs
Cherang'any Technical And Vocational College A						
Cherang'any Technical And Vocational College B						
	0	0	0	0	0	0

31. Prepayments

Description	FY 2023-2024	FY 2022-2023
	Kshs.	Kshs.
Prepaid Rent	0	0
Prepaid Electricity Costs	0	0

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Other Prepayments (<i>Specify</i>)	0	0
Total	0	0

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32. Property, Plant and Equipment

The property, plant and Equipment has been depreciated using straight line method. Rates applied are as follows; Building 2.5%, Furniture and fittings 10%, Computers 25% ,Property plant and equipment 12.5%.

							Total
	Land	Buildings	Furniture and fittings	Computers	Reference books	Property , Plant and equipment	
Depreciation rate		2.5%	10%	25%	0.25	12.5%	
Cost		Shs	Shs	Shs	Shs	Shs	Shs
As at 1 July 2021	10,000,000	52,075,773.45	0	112,000	-	157,500	62,345,273
Additions							0
Transfers/adjustments							0
At 30th June 2022	10,000,000	52,075,773.45	0	112,000	-	157,500	62,345,273
Additions		0		8,200		24,310	32,510
Disposals							0
Transfer/adjustments							0
At 30th June 2023	10,000,000	52,075,773.45	0	120,200		181,810	62,377,783
Additions		0	699,385	430,200		1,155,260	2,284,845
Disposals						0	0
Transfer/adjustments						0	0
At 30th June 2024	10,000,000	52,075,773.45	699,385	550,400	-	1,337,070	64,662,628
Depreciation and impairment							0
At 1st July 2022	-	1,301,894	0	28,000	-	19,687.50	1,349,582
Depreciation							0
Impairment							0
At 30 June 2022	-	1,301,894	0	28,000	-	19,687.50	1,349,582
Depreciation	-	1,301,894		30,050	-	22,726.25	1,354,670
Disposals							0
Impairment							0
At 30 June 2023	-	2,603,788	0	58,050		42,413.75	2,704,252
Depreciation	-	1,301,894	69,938.50	137,600		167,133.75	1,676,566
Disposals							0
Impairment							0
Transfer/adjustment							0
At 30th June 2023	-	3,905,682	69,938.50	195,650	-	209,547.50	4,380,818
Net book values							0

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At 30th June 2022	10,000,000	50,773,879.11	0	84,000		137,812.50	60,995,692
At 30th June 2023	10,000,000	49,471,984.78	0	62,150		139,396.25	59,673,531
At 30th June 2024	10,000,000	48,170,090.44	629,447	354,750		1,127,522.50	60,281,810

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Notes to the Financial Statements (Continued)

Valuation

As per National Treasury guidelines, Land and buildings were identified and valued as per the National Liabilities and Management Policy and guidelines (Issued June 2020). The assets were revalued by xxx professional valuers on xxx. These amounts were adopted in the financial statements on xxx.

32 (b) Property, Plant and Equipment at Cost

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	10,000,000	-	10,000,000
Buildings	52,075,773.45	3,905,682	48,170,090.44
Plant And Machinery	1,337,070	209,547.50	1,127,522.50
Motor Vehicles including Motorcycles	0	0	0
Computers and Related Equipment	550,400	195,650	354,750
Office Equipment, Furniture, And Fittings	699,385	79,938.50	619,446.50
Total	64,662,628.45	4,380,818	60,281,809.44

33. Intangible Assets

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Cost		
At beginning of the year	0	0
Additions	0	0
At end of the year	0	0
Additions–internal development	0	0
At end of the year	0	0
Amortization and impairment		
At beginning of the year	0	0
Amortization	0	0
At end of the year	0	0
Impairment loss	0	0
At end of the year	0	0
NBV	0	0

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34. Investment Property

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
At beginning of the year	0	0
Additions	0	0
Disposal during the year	(0)	(0)
Depreciation	(0)	(0)
Impairment	(0)	(0)
Gain or loss on fair value- if fair value is elected	0	0
At end of the year	0	0

(For investment property held at fair value, changes in fair value should go through the statement of financial performance. Where cost model is elected, depreciation and impairment should not be charged. Investment measured at fair value should be evaluated at the end of the reporting period for changes in fair value.). Cherang'any Technical And Vocational College should disclose the independent valuers, rental income from the investment property if any and the direct costs attributed to the investment property. Any charges on the investment property as well as any difficulty in classifying this asset as an investment property.

35. Biological Assets

	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Cattle	0	0
Trees	0	0
Others (Specify)	0	0
Total	0	0

36. Trade and Other Payables

Description	FY 2023-2024		FY 2022-2023	
	Kshs		Kshs	
Trade payables	399,090		109,710	
Fees paid in advance	0		0	
Salary deductions	0		0	
Third-Party Payments	0		0	
Other Payables	0		0	
Total Trade and Other Payables	399,090		109,710	
Ageing analysis:	FY 2023-2024	% of the Total	FY 2022-2023	% of the Total
	399,090	100%	109,710	100%
	1-2 years	0	0%	0

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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	0	0	0	0
Additions during the year	0	0	0	0
Transfers to capital fund	(0)	(0)	(0)	(0)
Transfers to income statement	(0)	(0)	(0)	(0)
Other transfers	(0)	(0)	(0)	(0)
Balance carried forward	0	0	0	0

Include columns as needed for the various sources of income deferred.

Analysed as:

Description	Amount
	Kshs
Current	0
Non- Current	0
Total	0

41. Employee Benefit Obligations

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	FY 2023-2024	FY 2023-2024
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	0	0	0	0	0
Non-Current Benefit Obligation	0	0	0	0	0
Total Employee Benefits Obligation	0	0	0	0	0

Retirement benefit Asset/ Liability

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

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

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Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Discount Rates	0%	0%
Future Salary Increases	0%	0%
Future Pension Increases	0%	0%
Mortality (Pre- Retirement)	0%	0%
Mortality (Post- Retirement)	0%	0%
Withdrawals	0	0
Ill Health	0	0
Retirement	0 years	0 years

Recognition of Retirement Benefit Asset/ Liability

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

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
The return on defined plan assets	0	0
Actuarial gains/ losses arising from changes in demographic assumptions	0	0
Actuarial Gains/ Losses Arising From changes In Financial Assumptions	0	0
Actuarial gains and losses arising from experience adjustments	0	0
Others (<i>specify</i>)	0	0
Adjustments for restrictions on the defined benefit asset	0	0
Remeasurement of the net defined benefit liability (asset)	0	0

b) Amounts recognised in the Statement of Financial Position

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Present value of defined benefit obligations(a)	0	0
Fair value of plan assets(b)	0	0
Funded status(=a-b)	0	0
Restrictions on asset recognised	0	0
Others (<i>specify</i>)	0	0
Net asset or liability arising from defined benefit obligation	0	0

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The Cherang'any Technical And Vocational College also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The Cherang'any Technical And Vocational College obligation under the scheme is limited to specific contributions legislated from time to time and is currently at Kshs. 1,920 per employee per month. Other than NSSF the Cherang'any Technical And Vocational College also has a defined contribution scheme operated by XXX Pension Fund. Employees contribute xx% while employers contribute xx% of basic salary. Employer contributions are recognised as expenses in the statement of financial performance within the period they are incurred.

42. Payments received in advance.

Description	FY 2023-2024		FY 2022-2023	
	Kshs		Kshs	
Fees received in advance	0		0	
Others (Specify)	0		0	
Total	0		0	
Ageing analysis:	FY 2023-2024	% of the Total	FY 2022-2023	% of the Total
Under one year	0	%	0	%
1-2 years	0	%	0	%
2-3 years	0	%	0	%
Over 3 years	0	%	0	%
Total	0	%	0	%

43. Borrowings

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Balance at beginning of the year	0	0
External borrowings during the year	0	0
Domestic borrowings during the year	0	0
Repayments of external borrowings during the year	(0)	(0)
Repayments of domestic borrowings during the year	(00)	(00)
Balance at end of the year	0	0

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43 a) Analysis of External and Domestic Borrowings

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
External borrowings		
Dollar denominated loan from 'xx organization'	0	0
Sterling pound denominated loan from 'yyy organization'	0	0
Euro denominated loan from zzz organization'	0	0
Domestic borrowings	0	0
Kenya shilling loan	0	0
Total balance at end of the year	0	0

43 b) Breakdown of Long and Short-Term Borrowings

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Short Term Borrowings (Current Portion)	0	0
Long Term Borrowings	0	0
Total	0	0

(NB: the total of this statement should tie to note 44 totals. Current portion of borrowings are those borrowings that are payable within one year or the next financial year. Additional disclosures on terms of borrowings, nature of borrowings, security and interest rates should be disclosed).

44. Non-Current Provisions

Description	Long service leave	Bonus Provision	Gratuity	Other Provisions	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
Balance at the beginning of the year	0	0	0	0	0
Additional Provisions	0	0	0	0	0
Provision utilised	(0)	(0)	(0)	(0)	(0)
Change due to discount and time value for money	0	0	0	0	0
Less: Current portion	(0)	(0)	(0)	(0)	(0)
Total deferred income	0	0	0	0	0

(NB: The current portion deducted in this note should tie to line on current portion transferred from non- current provisions under note 38)

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45. Service Concession Arrangements

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	0	0
Accumulated depreciation to date	(0)	0
Net carrying amount	<u>0</u>	<u>0</u>
Service concession liability at beginning of the year	0	0
Service concession revenue recognized	(0)	(0)
Service concession liability at end of the year	<u>0</u>	<u>0</u>

46. Social Benefit Liabilities

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Health social benefit scheme	0	0
Unemployment social benefit scheme	0	0
Orphaned and vulnerable benefit scheme	0	0
People Living with disabilities benefit scheme	0	0
Elderly social benefit scheme	0	0
Bursary social benefits	0	0
Total	0	0
Current social benefits	0	0
Non- current social benefits	0	0
Total (tie to totals above)	0	0

Social benefit schemes include benefits such as cash transfers for unemployment or elderly in line with IPSAS 42. They are incurred to mitigate against a certain social risk e.g poverty, age, unemployment among others.

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47. Cash generated from operations.

	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Surplus for the year before tax	8,640,277	3,452,195.75
Adjusted for:		
Depreciation	1,676,588	1,354,670.25
Finance Cost		
Working Capital Adjustments		
Increase in Inventory	(37,500)	
Increase in Receivables	(8,630,993)	(4,827,616)
Decrease in Payables	289,380	(142,545)
Increase in Payments received in advance	0	0
Net Cash Flow from Operating Activities	1,937,752	163,294

(The total of this statement should tie to the cash flow section on net cash flows from/ used in operations)

48. Financial Risk Management

The Cherang'any Technical And Vocational College 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 Cherang'any Technical And Vocational College financial risk management objectives and policies are detailed below:

(i) Credit risk

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

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

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

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June 20XX (previous year)				
Receivables from exchange transactions				
Receivables from non-exchange transactions				
Bank balances				
Total				
At 30 June 20XX (current year)				
Receivables from exchange transactions				
Receivables from non-exchange transactions				
Bank balances				
Total				

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(NB: The totals column should tie to the individual elements of credit risk disclosed in the Cherang'any Technical And Vocational College statement of financial position)

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 Cherang'any Technical And Vocational College has significant concentration of credit risk on amounts due from xxxx

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

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

Description	Less than 1 month	Between 1- 3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 2023				
Trade Payables	0	109,710	0	109,710
Current Portion Of Borrowings	0	0	0	0
Provisions	0	0	0	0
Deferred Income	0	0	0	0
Employee Benefit Obligation	0	0	0	0
Total	0	109,710	0	109,710

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(iii) Market risk

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

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

a) Foreign currency risk

The Cherang'any Technical And Vocational College has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The carrying amount of the Cherang'any Technical And Vocational College 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
At 30 June 20XX			
Financial Assets (Investments, Cash, Debtors)	0	0	0
Liabilities			
Trade and Other Payables	0	0	0
Borrowings	0	0	0
Net Foreign Currency Asset/(Liability)	0	0	0

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

Foreign currency sensitivity analysis

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

	Change in currency rate	Effect on Profit before tax	Effect on Equity
	Kshs	Kshs	Kshs
20xx			
Euro	10%	0	0
Usd	10%	0	0
20xx			
Euro	10%	0	0
Usd	10%	0	0

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs xxx (20XX: Kshs xxx). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs xxx (20XX – Kshs xxx)

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iv) Capital Risk Management

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

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Revaluation Reserve	0	0
Retained Earnings	8,640,277	3,452,195.75
Capital Reserve	64,662,628.45	62,377,783.45
Total Funds	73,302,905.45	65,829,979.2
Total Borrowings	0	0
Less: Cash and Bank Balances	(1,968,115)	(163,294)
Net Debt/(Excess Cash and Cash Equivalents)	0	0
Gearing	2.68%	0.248%

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49. Related Party Balances

Nature of related party relationships

Entities and other parties related to the Cherang'any Technical And Vocational College include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

Government of Kenya

The Government of Kenya is the principal shareholder of the *Cherang'any Technical And Vocational College*, holding 100% of the *Cherang'any Technical And Vocational College* equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the Cherang'any Technical And Vocational College, both domestic and external. Other related parties include:

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

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

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Transactions with Related Parties		
a) Sales to related parties		
Sales of electricity to govt agencies	0	0
Rent income from govt. agencies	0	0
Water sales to govt. agencies	0	0
Others (<i>specify</i>)	0	0
Total	0	0
B) Purchases from related parties		
Purchases of electricity from kplc	797,131	226,280
Purchase of water from govt service providers	0	-
Rent expenses paid to govt agencies	0	-
Training and conference fees paid to govt. agencies	0	-
Others (<i>specify</i>)	0	-
Total	797,131	226,280
b) Grants /Transfers from the Government		
Grants from National Govt	9,170,117	2,512,000
Grants from County Government	0	-
Donations in Kind	0	-
Total	9,170,117	2,512,000
c) Expenses incurred on behalf of related parties		

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Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Payments of Salaries and Wages for Cherang'any Technical Vocational College Employees	0	0
Payments for Goods and Services for XX	0	-
Total	0	0
d) Key Management Compensation		
Directors' emoluments	806,000	343,000
Compensation to Key Management	0	-
Total	806,000	343,000

50. Segment Information

(Where an organisation operates in different geographical regions or in departments, IPSAS 18 on segmental reporting requires an Cherang'any Technical And Vocational College to present segmental information of each geographic region or department to enable users understand the Cherang'any Technical And Vocational College performance and allocation of resources to different segments)

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51. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	0	0
Assets arising from determination of Court Cases	0	0
Reimbursable Indemnities and Guarantees	0	0
Others (<i>Specify</i>)	0	0
Total	0	0

Contingent Liabilities

Description	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Contingent Liabilities	0	0
Court Case Xxx against (<i>The Cherang'any Technical And Vocational College</i>)	0	0
Bank guarantees in favour of subsidiary	0	0
Contingent liabilities arising from Contracts including PPPs	0	0
Others (<i>Specify</i>)	0	0
Total	0	0

(Give details)

52. Capital Commitments

Capital Commitments	FY 2023-2024	FY 2022-2023
	Kshs	Kshs
Authorised for	0	0
Authorised and Contracted for	0	0
Total	0	0

(NB: Capital commitments are commitments to be carried out in the next financial year and are disclosed in accordance with IPSAS 17. Capital commitments may be those that have been authorised by the Cherang'any Technical And Vocational College but at the end of the year had not been contracted or those already contracted for and ongoing)

53. Events After The Reporting Period

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

54. Ultimate And Holding Cherang'any Technical And Vocational College

The Cherang'any Technical And Vocational College is a State Corporation/ or a Semi-Autonomous Government Agency under the Ministry of Education. Its ultimate parent is the Government of Kenya.

55. Currency

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

20. Appendices

Appendix 1: Implementation Status of Auditor-General Recommendations

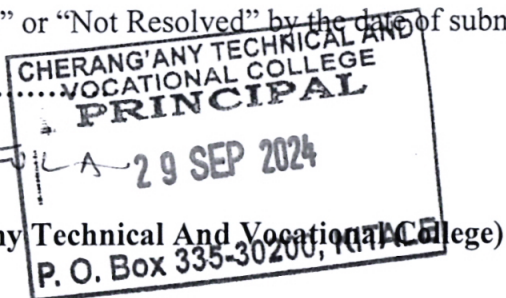
The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

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)
N/A	N/A	N/A	N/A	N/A

Guidance Notes:

- Use the same reference numbers as contained in the external audit report;
- Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- Before approving the report, discuss the timeframe with the appointed Focal Point persons within your Cherang'any Technical And Vocational College responsible for the implementation of each issue;
- Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to the National Treasury.

.....
 Name **NORBERT W. WAFULA**
 Accounting Officer
 (Enter title of Head of Cherang'any Technical And Vocational College)
 Date **29.9.2024**



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Appendix II: Projects Implemented by (The Cherang'any Technical And Vocational College)

Projects

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

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

Status of Projects completion

(Summarise the status of project completion at the end of each quarter, i.e. total costs incurred, stage which the project is etc)

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

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Appendix III- Inter-Cherang'any Technical And Vocational College Confirmation Letter

Name of transferring Cherang'any Technical And Vocational College.....

Name of beneficiary Cherang'any Technical And Vocational College.....

**Confirmation of amounts received by
Cherang'any Technical And Vocational College as at 30th June (FY 2023-2024)**

Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
	24/07/2023	500,000	0	500,000	
	28/09/2023	245,000	0	245,000	
FT23271VK4LL	28/09/2023	500,000	0	500,000	
FT24018CXXX5	18/01/2024	500,000	0	500,000	
	25/01/2024	773,500	0	773,500	
FT/240315N2MY	31/01/2024	500,000	0	500,000	
	07/02/2024	884,000	0	884,000	
	19/02/2024	5,267,617	0	5,267,617	
Total		9,170,117		9,170,117	

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

Head of Accounts Department - Disbursing Cherang'any Technical And Vocational College:

Name DAVID K KIBOI Sign [Signature] Date 29/08/2024



Head of Accounts Department - Beneficiary Cherang'any Technical And Vocational College:

Cherang'any Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2024

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

Appendix IV: Reporting of Climate Relevant Expenditures

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

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