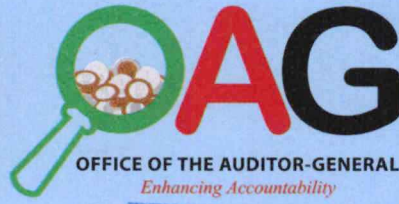


REPUBLIC OF KENYA



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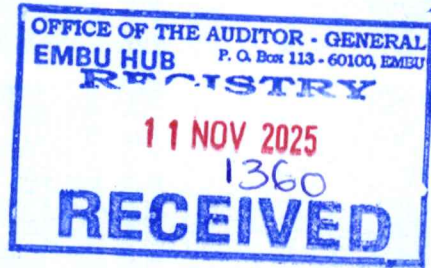
OF

THE AUDITOR-GENERAL

ON

**ST. MARK'S TEACHERS COLLEGE -
KIGARI**

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



ST. MARK'S TEACHERS COLLEGE - KIGARI

ANNUAL REPORT AND FINANCIAL STATEMENTS

30TH JUNE 2025

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

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St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

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1. Acronyms and Definition of Key Terms

A. Acronyms

BES	Boarding, Equipment and Stores
BOM	Board of Management
CBC	Competency Based Curriculum
CBTE	Competency Based Teacher Education
CBTEC	Competency Based Teacher Education Curriculum
CEMASTEA	Centre for Mathematics, Science & Technology Education in Africa
DECTE	Diploma in Early Childhood Teacher Education
DPTE	Diploma in Primary Teacher Education
ECDE	Early Childhood Development Education
ERP	Enterprise Resource Planning software
FY	Financial Year
ICPAK	Institute of Certified Public Accountants of Kenya
ICT	Information and Communication Technology
IPSAS	International Public Sector Accounting Standards
JSS	Junior Secondary School
KICD	Kenya Institute of Curriculum Development
LT&T	Local Travel and Transport
MOE	Ministry of Education
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
RMI	Repairs, Maintenance and Improvement
TES	Teaching Equipment and Stores
TSC	Teachers Service Commission
TTC	Teacher Training College
VRM	Vehicle Repair and Maintenance
NTS	Non-Teaching Staff

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B. Definition of Key Terms

Fiduciary Management - Members of Management directly entrusted with the entity's financial resources.

Comparative Year- Means the prior period.

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

2. Key Entity Information and Management

(a) Background information

St. Mark's Teachers College - Kigari was started by the Church Missionary Society (CMS) in 1937 as a Missionary Centre and a normal school to train teachers for church schools. In 1939, the College started training P4, P3 and P2 teachers. Upon the scrapping of these certificates, the college started offering certificate in Primary Teacher Education (P1) course up to 2020 when the Teacher Education curriculum was reformed to align to the Competency Based Education (CBE). Currently the college is offering Diploma in Primary Teacher Education (DPTE) and Diploma in Early Childhood Teacher Education (DECTE) courses under the Competency Based Teacher Education Curriculum (CBTEC).

St. Mark's Teachers College - Kigari is located in Ngandori Location, Embu North Sub-County in Embu County. It is approximately 14 km from Embu town off the Embu- Meru highway and approximately 5 km on Mutunduri – Kianjokoma road. The college sits on approximately 50 acres of land that is well connected by a good road network which makes it easily accessible.

Since its inception, the College has maintained high standards in teacher training and has continued to be a centre of excellence in curricular and core-curricular activities in line with her core mandate. Besides teacher training, the College collaborates with various government ministries, departments and agencies, county governments and private entities to host different programs and events.

St. Mark's Teachers College - Kigari is managed by a Board of Management (BOM) as per the Basic Education Act (2013) and is sponsored by the Anglican Church of Kenya

(b) Principal Activities

The core mandate of St. Mark's Teachers College - Kigari is to train DPTE and DECTE teachers as provided for in the Basic Education Act, 2013.

Vision

Centre of excellence in training teachers for the 21st century and beyond

Mission

Equipping teachers with competencies and values to identify and nurture the potential of every learner

Motto

Ability, Responsibility and Maturity

Core Values

- | | |
|------------------------|---|
| Professionalism | - We maintain etiquette and work ethics in all our services |
| Innovativeness | - We encourage creativity in all aspects of our operations |
| Team Work | - We work collaboratively to achieve our goals |
| Integrity | - We endeavor to do the right all the time |
| Customer focus | - We provide quality services to the delight of our customers |
| Inclusivity | - We are non-discriminative, everyone matters to us |

St. Mark's Teacher College - Kigari
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Key Entity Information and Management (Continued)

(c) Key Management

The College's day-to-day management is under the following key organs:

- Board of Management
- Principal (Accounting Officer)
- Deputy Principal
- Dean of Curriculum
- Dean of Students
- Heads of Departments
- Heads of Sections

(d) Fiduciary Management

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

SN.	Designation	Name
1.	Principal	Dorothy P. M. Aderi
2.	Deputy Principal	Rev. Canon Manaseh Nguu
3.	Dean of Students	Martin M. Ng'ang'a
4.	Dean of Curriculum	Gladwell Murage
5.	College Finance Officer	Elizabeth M. Gatura
6.	Procurement Officer	Michael Nyaga
7.	Strategic Planning Chairman	William Kinyua Njue
Heads of Department		
8.	Professional Courses	William Kinyua Njue
9.	Languages	David Kamau
10.	Mathematics	Nahason Mwangi Ng'ang'a
11.	Social Sciences	Paul Gatuku
12.	Integrated Science	Gladwell K. Miriti
13.	Creative Art	Chrispin Mbogo
14.	Guidance and Counselling	Phoebe W. Ng'ang'a
15.	Practicum Director	Edwin Nyaga
Heads of sections		
16.	Finance	Elizabeth M. Gatura
17.	Procurement/Stores	Michael Nyaga
18.	Office	Caroline N. Ngari
19.	Transport	Kennedy Njue
20.	Grounds	Jadiel Murithi
21.	Maintenance	Dishon Njue
22.	Kitchen	Fridah W. Njagi
23.	Farm	Calistus Savali
24.	Security	David Muriuki
25.	Dispensary	Rose Njeru
26.	Housekeeping	Margaret Mugai

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

Key Entity Information and Management (Continued)

(e) Fiduciary Oversight Arrangements

The Board committees facilitate decision making to assist the Board in execution of its duties, powers and authority. The committees are established with formal written terms of reference in accordance with the Basic Education Act of 2013. In the period year 30th June, 2025, the committees were constituted as follows.

S/No	Name of the Committee	Members
1.	Executive Committee	1. Peterson K. Muthathai - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Njogu Ngariama - Member 4. Edwin Rugendo James - Member 5. Jacinta Wairimu Rugaita - Member 6. Jim Nyaga Njoka - Member
2.	Finance, Procurement and General Purposes Committee	1. Jim Nyaga Njoka - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Peterson K. Muthathai - Member 4. Jacinta Wairimu Rugaita - Member 5. Njogu Ngariama - Member 6. Edwin Rugendo James - Member
3.	School Infrastructure Committee (SIC)	1. Eng. Michael Kiiro Ileri - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Peterson K. Muthathai - Chairperson 4. Dr. Samuel Ndwiga Njeru - Member 5. Jacinta Wairimu Rugaita - Member 6. Elsy Njoki Njagi - Member
4.	Academics Standards Quality and Environment Committee	1. Rose Gitari - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Peterson K. Muthathai - Chairperson 4. Dr. Samuel Ndwiga Njeru - Member 5. Rev. Moses Murithi Nyaga - Member 6. Prof. Phylisters Daizy Matula - Member 7. Elsy Njoki Njagi - Member
5.	Agriculture & Other Income Generating Activities Committee	1. Njogu Ngariama - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Edwin Rugendo James - Member 4. Mercy Muthoni Njeru - Member 5. Peterson K. Muthathai - Member
6.	Discipline Ethics and Integrity Committee	1. Prof. Phylisters Daizy Matula - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Dr. Samuel Ndwiga Njeru - Member 4. Rose Gitari - Member 5. Edwin Rugendo James - Member 6. Peterson K. Muthathai - Member

St. Mark's Teacher College - Kigari
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S/No	Name of the Committee	Members
7.	Audit committee	1. Edwin Rugendo James - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Mercy Muthoni Njeru - Member 4. Elsy Njoki Njagi - Member 5. Peterson K. Muthathai - Member
8.	Human Rights and Student Welfare Committee	1. Jacinta Wairimu Rugaita - Chairperson 2. Dorothy P. M. Aderi - Principal/Secretary 3. Jacinta Wairimu Rugaita - Member 4. Rev. Moses Murithi Nyaga - Member 5. Jim Nyaga Njoka - Member 6. Peterson K. Muthathai - Member

(f) Other College Details

St. Mark's Teachers College - Kigari
 Private Bag – 60100
 Embu - Kenya

(g) College Contacts

Telephone: (254)721687772
 WhatsApp  0721687772
 E-mail: kigaritc@yahoo.com
 Website: <https://www.stmarkskigariptc.ac.ke>

(h) College Bankers

Co-operative Bank
 Embu branch
 Embu-Kenya

KCB Bank
 Embu Branch
 P.O. Box 75-60100
 Embu-Kenya

(i) Independent Auditors





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

(j) Principal Legal Adviser

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

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025





3. The Council/Board of Management

<i>SN.</i>	<i>Member/ Director</i>	<i>Details</i>
1.	 Peterson K. Muthathai, EBS, HSC Chairman	Peterson Muthathai holds Bachelor of Education from University of Nairobi. He has a wide range of experience in the teaching profession rising from a classroom teacher to headship positions in various schools. Peterson has been a Chair of several Associations locally and internationally as well as a Board member of various organizations such as SEPU, KESI, and SMASSE. He served as a TSC Commissioner for 3 years. In December 2005, Peterson was awarded Heads of State Commendation (H.S.C) Medal
2.	 Dorothy P.M. Aderi Secretary BOM	Dorothy P. M Aderi holds a Masters degree in Education Administration from Kenyatta University, Bachelor of Education Arts, Diploma in Human Resource Management. She has a wide range of experience as a teacher, administration, counseling and is an accredited mediator with Serein Institute
3.	 Rev. Moses Murithi - Member	Rev. Moses Murithi Nyaga holds Masters Degree in Religious Studies, a Bachelor of Divinity from St. Paul's University, and is currently the Vicar in Charge of Kigari Parish in ACK Diocese of Embu.
4.	 Eng. Michael Kiio - Member	Kiio is an engineer with a B.Sc in Civil Engineering from University of Nairobi. He has over 15 years of work experience in development of Water Master Plans, Design of Water Supply Schemes and review of water utility designs. He also has a wealth of experience in building and construction. He is a corporate member of the institute of engineers of Kenya. He is currently working for Pan-African (PANAFCON) development consultants as a water engineer in-charge of project designs

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5.	 Jacinta W. Rugaita Member	<p>Wairimu is a Legal Practitioner with a L.L.B from University of Nairobi and has a Diploma in Legal Studies from Kenya School of Law. She is a member of Law Society of Kenya and a Certified Professional Mediator. Wairimu is the Chancellor ACK Diocese of Embu and Mbeere. Currently, she is working for Rugaita & Co. Advocates.</p>
6.	 Njogu Ngariama Member	<p>Njogu holds a Masters in International Development (MPS-ID) from Cornell University, New York and a Bachelor of Education (Arts) from the University of Nairobi. He was a classroom teacher rising to the rank of Deputy Principal before transferring duties to the Ministry of Planning and National Development where he rose from Economist II to Principal Economist after which he worked in various ministries until 2006 when he was posted to Kenya Embassy Brussels as the Deputy Head of Mission/Head of Chancery.</p>
7.	 Prof. Phylister Matula Member	<p>Prof. Phylisters holds a Doctorate of Philosophy Degree (PhD) in Education (Educational Administration) from Catholic University of Eastern Africa, a Master of Educational Administration and Planning (M.Ed) from University of Nairobi and a Bachelor of Education (Arts). She served as Departmental Co-ordinator at Kenya Science Campus (Department of Educational Administration & Planning and currently Lecturer Department of Educational Administration & Planning University of Nairobi.</p>
8.	 Rose Gitari Member	<p>Rose holds a M.A in Linguistics from University of Nairobi and a Bachelor of Education from Kenyatta University with over 30 years in teaching career. She has invaluable experience in classroom administration, professional development and project planning. She is currently working with the County Government of Embu</p>
9.	 Dr. Samuel Ndwiga Member	<p>Dr. Samuel holds a Master of Public Health from Kenyatta University, a Higher National Diploma in Cataract Surgery, Diploma in Clinical Medicine and Surgery (Ophthalmology) and Diploma in Clinical Medicine and Surgery all from Kenya Medical Training College. He is currently the Assistant lecturer, School of Health Sciences, Meru University of Science and Technology</p>

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10.	 Elsy Njagi Member	<p>Elsy is a legal practitioner with over 15 years of professional experience in corporate law, providing legal advice on Legal matters, corporate governance and claims. She holds a MSc – Entrepreneurship- Jomo Kenyatta University of Agriculture & Technology, Bachelor of Laws (LL. B) from University of Mysore –India and Bachelor of Academic Laws (BAL)- University of Mysore - India. She is currently Managing Partner Elsy Njagi & Co Advocates</p>
11.	 Mercy Njeru Member	<p>Mercy holds a Master in Business Administration - Strategic Management from Kenya Methodist University and a Bachelor of Business Administration (Accounts & Finance) from the same University. She also has a Diploma in Co-operative management from Co-operative University of Kenya. She is currently an advocacy manager with Kenya Union of Savings and Credit Co-Operatives Union (KUSCCO Ltd).</p>
12.	 Edwin Rugendo Member	<p>CPA Edwin holds a Masters of Business Administration in Finance and Bachelors of Business Administration (Accounting and Finance). He is a certified Public Accountant and is a member of the Institute of Certified Public Accountant of Kenya (ICPAK). He is currently the Director of Finance and Accounting Services in Embu County Government</p>
13.	 Jim Njoka Member	<p>Jim holds a MBA Degree from Kenyatta University. He rose from an Assistant Lecturer to a District Officer, District Commissioner and County Commissioner. He has recently retired from civil service.</p>

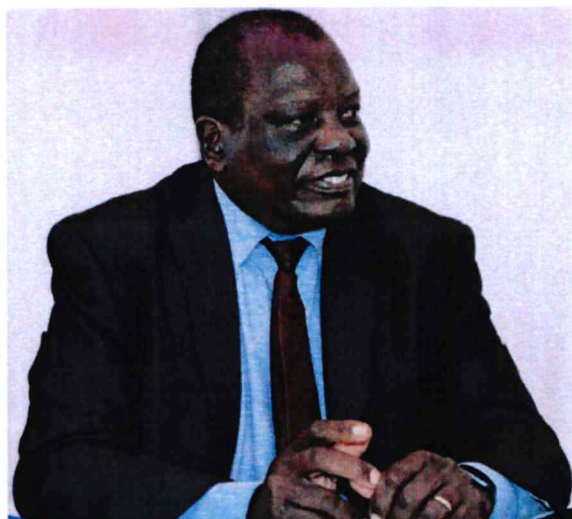
St. Mark's Teacher College - Kigari
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4. Key Management Team

No.			Designation
1.		Dorothy P. M .Aderi	Chief Principal Masters Degree in Administration
2.		Rev. Canon Manaseh Nguu	Deputy Principal Holds B.Ed (Special Needs) Kenyatta University
3.		Martin Ng'ang'a Mwangi	Dean of Students Masters Curriculum Development Holds Degree, Education
4.		Gladwell Murage	Dean of Curriculum Holds B. ED (Arts) Kenyatta University
5.		Elizabeth M. Gatura	Finance Officer Holds Bachelors Degree in Commerce (Finance Option) and CPA K and a member of ICPAK.
6.		Michael Nyaga Njeru	Procurement Officer Holds Diploma in Supply Chain Management, A member of KISM

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

5. Chairman Board of Management Statement



It is with great satisfaction that I present the St. Mark's Teachers College – Kigari Annual Report and Financial Statements for the year ending 30th June, 2025. The Board of Management has maintained its commitment to ensuring that the College operates within the guidelines established by the Basic Education Act of 2013.

During the period under review, the College achieved notable success in all sectors.

In academics, the first and second cohort under the Competency-Based Teacher Education Curriculum ended their Term III and Term IV in Diploma Teacher Education (DTE), Diploma Primary Teacher Education (DPTE) while third-year Early Childhood Teacher Education (DECTE) ended their final KNEC Practicum session. The College has also continued to foster and enhance partnerships with local primary schools to create supportive environments for trainees to fulfil their practicum requirements, which are essential for their course.

With the rise in student enrolment, the board has prioritized enhancing the College's infrastructure to ensure effective service delivery and promote sustainable educational development. To this end, the College continues implementing the 2023-2028 Strategic Plan and several initiatives have also been undertaken.

Infrastructure Improvements: The completed ground floor of the modern Administration Block is currently operational. Works are ongoing for 1st and 2nd floor.

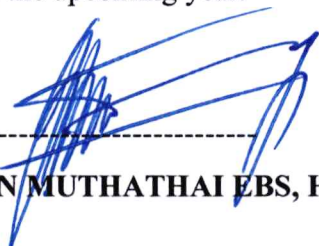
Income Generation Strategies: To ensure financial stability, the College has broadened its income-generating initiatives by providing hosting services and several other events this year. In addition, it remains actively involved in agricultural ventures, including coffee, tea, horticulture and animal husbandry.

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

These efforts reflect a commitment to fostering a conducive learning atmosphere that supports both current students and future growth. Finally, I would like to express my sincere gratitude to the Ministry of Education for their unwavering support towards the College. I also want to acknowledge the dedication of our staff members who have worked diligently during this period to help the College fulfil its mission.

Additionally, I appreciate my colleagues of the Board of Management for their commitment and invaluable guidance in leading the College. I look forward to fostering greater synergy and collaboration in the upcoming year.

Signature -----



Date: 7th November, 2025

PETERSON MUTHATHAI EBS, HSC

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

6. Report of the Chief/Senior Principal



I am pleased to present the Annual Report and Financial Statements of St. Mark's Teachers College - Kigari for the period ending 30th June, 2025, in accordance with the requirements set forth by the Public Finance Management Act of 2012 and the Public Audit Act of 2015 and Basic Education Act 2014.

During the period under review, the College maintained its enrolment at 1877. This includes 19 third-year DECTE trainees who are completing final KNEC Teaching Practicum exercise, alongside 928 second-year DPTE

trainees and 930 first-year DTE trainees who continued with their training

In furtherance of the implementation of the Competency-Based Teacher Education Curriculum and in response to increased enrolment, the College has continued to enhance its internet infrastructure to enable academic research and the administration of e-assessments for the trainees. The current first Diploma in Teacher Education (DTE) and Diploma in Primary Teacher Education (DPTE) started undertaking their KNEC online School-Based Assessment...

The number of teaching staff rose from thirty-three to fifty one, comprising twenty one females and 30 males, against a Curriculum Based Establishment (CBE) of ninety-two. The staff have diligently fulfilled their responsibilities; however, there remains a shortage of teachers in some subjects mainly Music, and Home Science where the BOM teachers were engaged. Communication was made and follow up will continue with TSC to ensure that adequate teachers are posted, and we are optimistic that this issue will be resolved with time.

The Non-teaching staff total eighty (twenty-four females and fifty-six males), operating across all essential departments including finance, secretariat, procurement/stores, grounds, security, housekeeping, farm management, catering, bakery, dispensary, maintenance, ICT, library, and

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

transport. They play a crucial role in ensuring that essential services are provided to the College community. Very needy and vulnerable students were engaged to provide casual works when need arises especially over the holiday.

In core curricular activities, teams took part in athletics and ballgames where six teams took part at the National level. In drama college emerged the best in film, play and produced best producer nationally. In Redcross, college was the best in the region.

The College continued to cooperate and collaborate with the neighbouring community through various corporate activities and continued providing grounds to the community for sports and other functions at a subsidized cost.

We express our gratitude to the Teachers Service Commission (TSC) for their unwavering support and for ensuring that the trainers were thoroughly versed in matters pertaining to curriculum implementation. We extend our thanks to the Ministry of Education for their financial assistance in the form of grants, and to the Board of Management (BOM) for their visionary leadership and holistic development. We also acknowledge both the teaching and non-teaching staff for their steadfast dedication to their responsibilities, the community for fostering a conducive environment and the trainees who have chosen to pursue their training with us.



DOROTHY P. M. ADERI
PRINCIPAL/SECRETARY TO THE BOARD

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

7. Statement of Performance against Predetermined Objectives

The College prepares its financial statements under the accrual basis as per the International Public Sector Accounting Standards (IPSAS).

Section 81 Subsection 2 (f) of the Public Finance Management Act, 2012 requires the accounting officer to include in the financial statement, a statement of the National Government College's performance against predetermined objectives.

St. Mark's Teachers College - Kigari has nine (9) strategic objectives within the current Strategic Plan for the year 2023- 2028. The Strategic objectives are as highlighted below:

The Strategic objectives are highlighted below:

1. To produce teachers with requisite competencies, well grounded in pedagogical and content knowledge, ethics and values.
2. To enhance performance by improving the management of the College Human Resource.
3. To improve the College infrastructure for effective service delivery and sustainable development of Education.
4. To expand income generation.
5. To improve ICT.
6. To identify and nurture the talents of trainees through co-curricular activities for the physical, social, spiritual and moral development.
7. To improve the security and transport systems.
8. To embrace diversity and inclusivity.
9. To establish a TVET section in the College.

The College develops its annual work plans based on the above 9 strategic objectives. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The College achieved its performance targets set for the year ended 30th June, 2025 for the nine strategic objectives, as indicated in the diagram below:

Statement of Performance against Predetermined Objectives (Continued)

Strategic Objective	Objective	Key Performance Indicators	Activities	Achievements/ Output
<p><i>Strategic objective 1:</i></p> <p>To produce teachers with requisite competencies, well grounded in pedagogical and content knowledge, ethics and values.</p>	<p>To improve the quality of programs in academic, training, and research in order to improve DPTE and DECTE performance</p>	<ul style="list-style-type: none"> • Improved Exam Results 	<ul style="list-style-type: none"> • Timely coverage of Designs, • Enhance Home Science, Arts and Craft and Fine Art teaching to improve competencies and skills for industrial development after CBC training, • Monitor class attendance by both lecturers and students, • Integrate ICT in lesson delivery, • Conduct regular evaluation for students, • Expand the reading space for students, • Equip the library with more relevant reading materials, • Hold academic talks for motivation of students, • Computerize and introduce e-learning work stations in the library, • Collaborate with other Colleges and organizations, • Organize in-service programs for staff on emerging issues and current trends in education. 	<ul style="list-style-type: none"> • Achieved 100% pass in practicum. • Assessed trainees through projects and written tests

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

Strategic Objective	Objective	Key Performance Indicators	Activities	Achievements/ Output
Strategic objective 2: To enhance performance by improving the management of the College Human Resource.	To enhance performance by improving the management of the college human resource	<ul style="list-style-type: none"> ● Attendance Registers ● Human resource policy ● Appraisal documents ● Staff rewards and sanctions records 	<ul style="list-style-type: none"> ● Capacity building for staff, ● Create an enabling environment through provision of uniform and adequate working tools, ● Launched the human resource policy ● Develop and operationalize a reward system for staff motivation 	<ul style="list-style-type: none"> ● Staff performance was enhanced ● Developed HR policies
Strategic objective 3: To improve the College infrastructure for effective service delivery and sustainable development of Education.	To improve the college infrastructure and other facilities for more effective service delivery	<ul style="list-style-type: none"> ● Repair catalogue ● Building records ● Repair and maintenance schedules 	<ul style="list-style-type: none"> ● Rehabilitate, repair, maintain and improve the existing infrastructure ● Rehabilitate water system ● Provide facilities and support systems for persons with disabilities (PWDs) 	<ul style="list-style-type: none"> ● Repaired works ● Classrooms ● Hostels ● Learning resource center ● Adequate water supply
Strategic objective :4 To expand income generation	To expand income generation and strengthen the financial management system	<ul style="list-style-type: none"> ● Schedules of activities ● Budgets ● Income and expenditure statements 	<ul style="list-style-type: none"> ● Profitably utilize available college land while ensuring environmental sustainability, ● Market the pulped coffee, ● Market the college facilities for income generation, ● Increase efficiency of accounting procedures by using modern data-based management systems, 	<ul style="list-style-type: none"> ● Improved production of tea ● Increased profit margins

St. Mark's Teacher College - Kigari

Annual Report and Financial Statements for the year ending 2018

Strategic Objective	Objective	Key Performance Indicators	Activities	Achievements/ Output
			<ul style="list-style-type: none"> Improve on the accountability and transparency and eliminate corrupt practices. 	
<p>Strategic objective 5: To improve ICTs.</p>	To develop and establish efficient ICTs and data management systems	<ul style="list-style-type: none"> Maintenance schedules Attendance Registers ICT Workshop reports Contracts 	<p>Computerize management and data systems to facilitate easy and timely access and central retrieval of information, Increase personnel capacity on use of ICT. Enhance integration of ICT in teaching and learning.</p>	<ul style="list-style-type: none"> Maintained the existing infrastructure Improved ICT Competencies for staff Enhanced internet connectivity Procured ERP software Procured a Server
<p>Strategic objective 6: To identify and nurture the talents of trainees through co-curricular activities for the physical, social, spiritual and moral development.</p>	To strengthen and support co-curricular activities for the social, spiritual and moral development of the college community	<ul style="list-style-type: none"> Mentees records Attendance records Coaches clinics Participation Reports 	<ul style="list-style-type: none"> Expand the athletics talent development club in the college to improve on health and sporting industry, Offer guidance and counselling services, Offer chaplaincy services, 	<ul style="list-style-type: none"> Nurtured teams for the zonal competition Registered teams at National level in both drama and games

St. Mark's Teacher College - Kigari
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Strategic Objective	Objective	Key Performance Indicators	Activities	Achievements/ Output
<p><i>Strategic objective 7:</i></p> <p>To improve the College security and transport systems</p>	<ul style="list-style-type: none"> • Maintaining CCTV surveillance equipment • Increase CCTV cameras • Develop a monitoring Centre • Rationalize the fleet of vehicles for 	<ul style="list-style-type: none"> • Maintenance Records • Support documents • Monitoring room • Updated Log Books 	<ul style="list-style-type: none"> • Maintenance of existing infrastructure 	<ul style="list-style-type: none"> • Enhanced Security • Functional CCTV system • Efficient transport
<p><i>Strategic objective 8:</i></p> <p>To embrace diversity and inclusivity.</p>	<ul style="list-style-type: none"> • Giving equal opportunities in employment • Procurement Leadership and appointments • Democratic election of student council 	<ul style="list-style-type: none"> • Employment adverts • Interview records • List of student leadership • Constitution of elections committee • Advertise posts • Vetting • Shortlisting 	<ul style="list-style-type: none"> • Commissioning of students council • Held a cultural day • Duty allocation rosta 	<ul style="list-style-type: none"> • Inclusive community • Commissioning ceremony • Cohesive society • Employed an ICT Technician

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8. Corporate Governance Statement

Provide the corporate governance statement as guided below:

- i. Appointment of Board members, Process of appointment and removal of directors, The size, diversity, and demographics of the Board, Existence of the board charter

The BOM is constituted as per the Basic Education Act (2013) Section 56 (1) (a) as follows:

Six persons elected to represent the local community, one person representing the County Education Board, three representatives of the sponsors of the school, one person to represent special interest groups, one person to representing PWD. In the year ended 30th June, 2025, the College had a board charter

- ii. Roles and functions of the board
Roles and functions are guided by the Basic Education Act 2013 which include policy implementation, financial management, infrastructure and development guided by Strategic Plan, Human Resource Management and academic oversight.
- iii. Induction, training, and development
The CEB organizes for induction of the BOM and the County Director of Education representative included in BOM meetings.
- iv. Board and members performance
The performance is evidenced in the quarterly, annual and the auditors report

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v. Number of Board meetings held and the attendance to those meetings by members

Board meetings are critical in the effective management of the College. It meets regularly and at least four times in a financial year. The table summarizes the meetings held in the year ended 30th June, 2025

MEETINGS			Peterson Muthathai	Dorothy P.M. Aderi	Njogu Nariama	Wairimu Rugaita	Edwin Rugendo	Prof. Phylisters Matula	Rev. Moses Muriithi	Elsy N. Njagi	Mercy Njeru	Dr. Samuel Ndwiga	Jim Njoka	Rose Gitari	Eng. Michael Kiio	
1 st	11/7/2024	Agriculture & other IGA	√	√	√		√				√					
2 nd	12/7/2024	Executive	√	√	√	√	√	√					√			
3 rd	19/7/2024	Academic Standards, Quality & Environment	√	√				√		√		√		√		
4 th	23/7/2024	Audit Committee		√			√		√	√	√					
5 th	24/7/2024	Academic Standards, quality & Environment		√					√	√		√		√		
6 th	29/7/2024	Academic Standards, Quality & Environment	√						√					√		
7 th	30/7/2024	Executive /Finance	√	√	√	√	√						√			
8 th	21/8/2024	Academic Standards, Quality & Environment	√	√				√	√	√		√		√		
9 th	23/8/2024	SIC	√	√						√		√				
10 th	27/8/2024	Finance Procurement & General Purpose	√	√	√		√						√			
11 th	10/9/2024	Executive /Finance/Procurement & General Purpose	√	√	√	√	√						√		√	
12 th	7/10/2024	Executive BOM Cum Finance	√	√	√	√	√						√		√	
13 th	1/11/2024	Executive BOM	√	√		√							√			
14 th	8/11/2024	Executive BOM	√	√	√	√	√						√			
15 th	8/11/2024	Full BOM	√	√	√	√	√	√	√	√	√	√	√		√	

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16 th	22/11/2024	Human Rights & Student Welfare	√	√		√			√		√		√		
MEETINGS			Peterson Muthathai	Dorothy P.M. Aderi	Njogu Nariama	Wairimu Rugaita	Edwin Rugendo	Prof. Phylisters Matula	Rev. Moses Muriithi	Elsy N. Njagi	Mercy Njeru	Dr. Samuel Ndwiga	Jim Njoka	Rose Gitari	Eng. Michael Kiio
17 th	02/12/2024	Executive BOM	√	√	√	√	√						√		√
18 th	3/1/2025	Executive BOM	√	√	√		√						√		
19 th	13/1/2025	Executive BOM	√	√	√	√	√						√		
20 th	24/1/2025	Executive BOM	√	√	√	√	√						√		
21 st	10/2/2025	Agriculture & Other Income Generating Activities	√	√	√	√	√	√	√	√	√	√	√		√
22 nd	12/2/2025	Academic Standards, Quality & Environment	√	√				√	√	√		√		√	
23 rd	21/2/2025	Full Bom	√	√	√	√	√	√	√	√	√	√	√	√	√
24 th	26/3/2025	Executive Bom	√	√	√	√	√						√		
25 th	1/4/2025	Executive BOM	√	√	√	√	√						√		
26 th	12/4/2025	Executive BOM	√	√	√		√						√		
27 th	14/2/2025	Full BOM	√	√	√	√	√	√	√	√		√	√	√	√
28 th	24/4/2025	Full BOM	√		√	√	√	√	√	√	√	√	√	√	√
29 th	25/4/2025	Full BOM	√		√	√	√	√	√	√	√	√	√	√	√
30 th	30/4/2025	Executive BOM		√	√		√						√		
31 st	1/5/2025	Full BOM	√	√	√	√	√	√	√	√	√	√	√	√	√
32 nd	2/5/2025	School Infrastructure	√	√						√	√				√
33 rd	21/5/2025	Executive BOM	√	√	√	√	√						√		
34 th	10/6/2025	Executive BOM	√	√	√	√	√						√		
35 th	16/6/2025	Full BOM	√	√	√	√	√	√	√	√	√	√	√	√	√
36 th	23/6/2025	School Infrastructure	√	√						√	√				√

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- vi. Succession plan
Mentorship is done continuously and during nomination few members transit to the new BOM for institutional memory.
- vii. Policy to manage conflict of interest.

Have a register for declaration of conflict of interest
- viii. Board remuneration
Allowances for the BOM are done as per the approved College policy.
- ix. Ethics and Conduct
Members observed Chapter Six of the constitution.
- x. Governance audit
Audited by internal and external auditor OAG.
- xi. Communication policy
Policy document awaiting launching in September 2025.
- xii. Terms of Reference of Committees
In the year ended terms and reference of each sub-committee is as guided in the Basic Education Act 2013.
- xiii. Policy on related party transactions
Policy document awaiting launching in September 2025.

St. Mark's Teacher College - Kigari
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9. Management Discussion and Analysis

The College BOM was supportive to the fiduciary management and performed its oversight role through the BOM committees. The key management team performed its roles in ensuring smooth running of the College operations. During the period ended 30th June, 2025, the management satisfied both legal and regulatory requirement as per the jurisdiction in its mandate under the Basic Education Act, 2013, PFM Act 2012 and its regulations among others. The College was fully able to comply with all statutory requirements and is currently undertaking the project below:

FY 2024/2025 Key Project Completion Rate

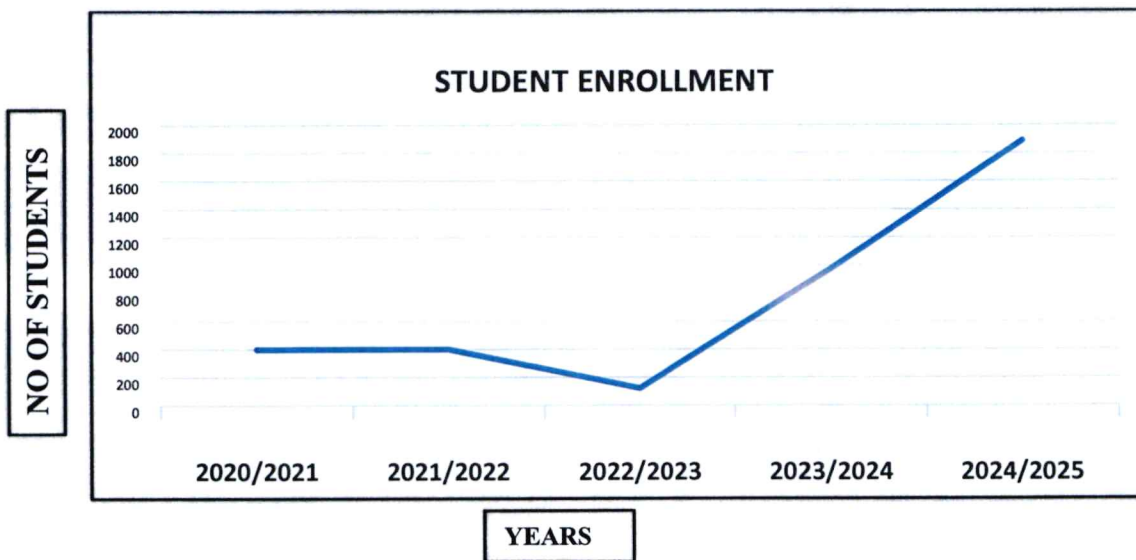
Project Name	Project Description	Location	Total Estimated Cost KSHS	Current status	Allocation for FY 2024/2025 KSHS	Expected Deliverables (output for FY 2024/2025)	End of FY Q1 Completion status
Administration block	Construction of administration block.	St. Mark's Teacher College - Kigari	139,000,000.00	Ongoing	21,454,721.00	Site reports	Ongoing
TOTAL							

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The image below shows the status of the ongoing project



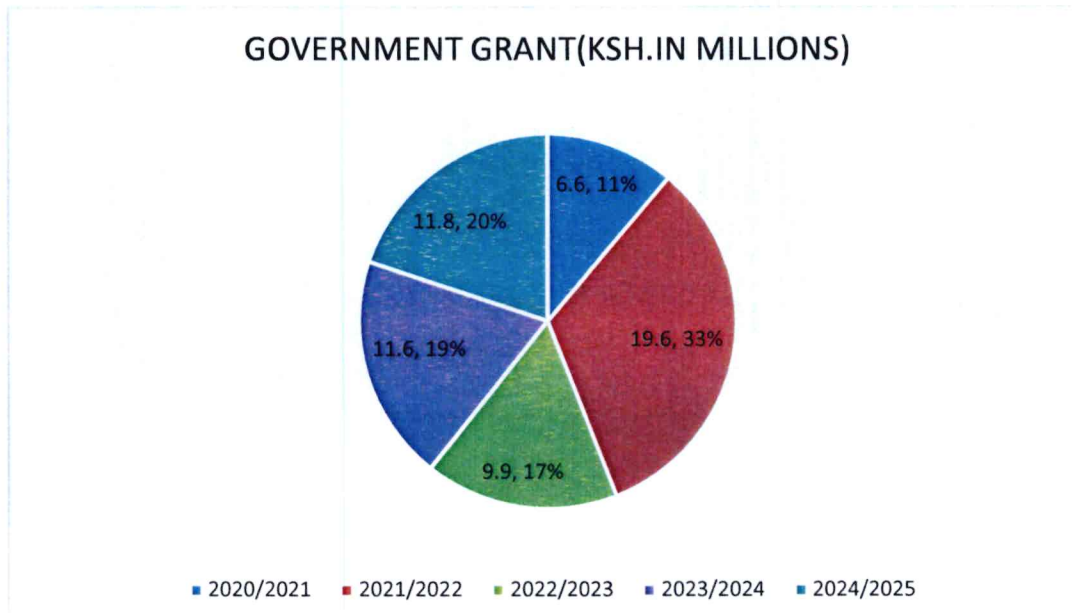
During the year ended 30th June 2025, the total accrued surplus for the year is Ksh.21.3 million. The recurrent expenditure is funded through government support, student fees and income generating activities. The student enrolment continued to increase during the financial year. This was occasioned by the admission criteria that changed when the subject cluster points were scrapped allowing more student to qualify for admission. The enrolment trends is shown in the chart below;



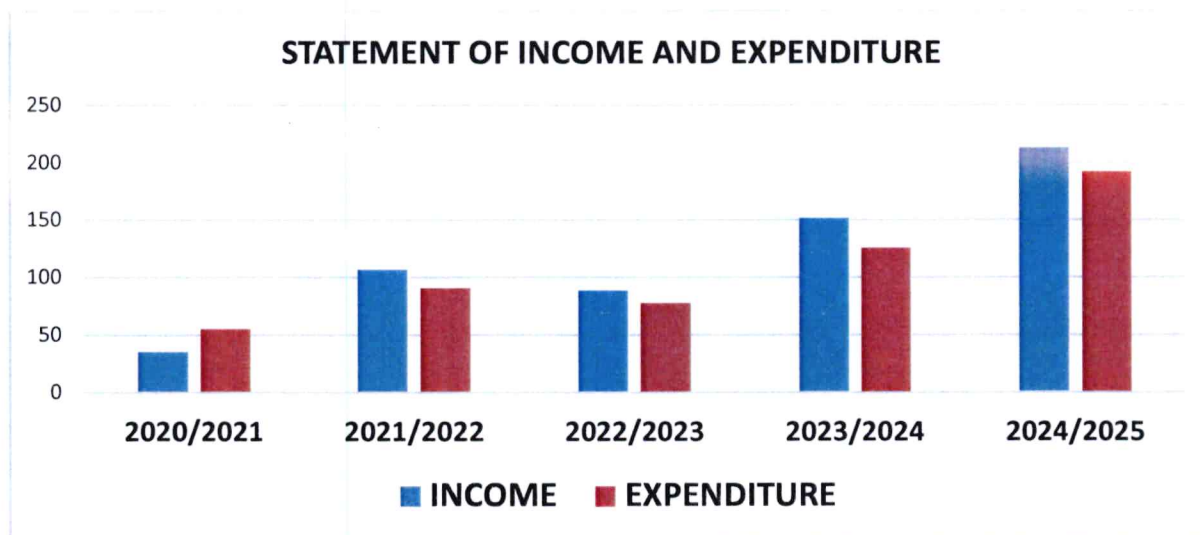
St. Mark's Teacher College - Kigari
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Management Discussion and Analysis (Continued)

During the FY 2024/2025, the College received total Government grants of Ksh. 11.8 million and over the last five years as per the pie chart below.



During the financial year 2024/2025, the total accrued income was Kshs. 213.1 million. The recurrent expenditure is funded through government support, student fees and income generating activities. The figure below shows the income and expenditure trends for a period of five years.



10. Environmental And Sustainability Reporting Statement

Sustainability strategy and profile

The strategy is aligned with global sustainability priorities, particularly the United Nations Sustainable Development Goals (SDGs), focusing on quality education (SDG 4), gender equality (SDG 5), and climate action (SDG 13).

The College acknowledges the impact of global macroeconomic and political trends—such as climate change, rising energy costs, and policy shifts in the education sector—on sustainability priorities. Provision of suppliers with PWD/Youth/Women were as per set policy.

Key Achievements:

Service Charter both in Kiswahili and English are well displayed and adhered to.

Challenges and Mitigation Measures:

Challenge: Internet infrastructure.

Mitigation: Continuous staff empowerment/capacity building and improved ICT infrastructure to support digital adoption.

Environmental performance

St. Mark's Teaches College - Kigari operates under an Environmental Policy that prioritizes sustainability through waste management, energy conservation, and climate resilience initiatives.

Key Initiatives:

Waste Management: Introduced waste segregation bins across the campus to encourage appropriate disposal.

Plastic Reduction: Staff and students are encouraged to minimize single-use plastics, with water dispensers provided in common areas to reduce plastic bottle usage. Discourages plastic paper packages.

Green Infrastructure: Steps taken toward eco-friendly buildings, maintenance of wood land and phased removal of asbestos.

Energy Efficiency: Installation of solar lighting in key outdoor areas and promotion of energy-saving appliances and energy saving jikos.

Climate-Smart Practices: Initiatives include tree-planting exercises and campus greening projects to enhance biodiversity.

St. Mark's Teacher College - Kigari
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Challenges:

Funding constraints for large-scale solar installation, removal of asbestos, installation of energy saving jikos.

Mitigation:

Continuous creation of awareness on issues of environmental performance.

Employee welfare

The College adheres to fair recruitment policies, promoting gender balance.

Skill Development and Career Management:

- Regular capacity-building workshops for teaching and non-teaching staff, continuous talks on emerging issues for all staff is done.
- Performance appraisal systems linked to promotion and recognition schemes.

Health, Safety, and Compliance:

- Full compliance with the Occupational Safety and Health Act, 2007 (OSHA).
- Zero major work-related injuries reported during the period.

Market place practices-

The organisation should outline its efforts to:

a) Responsible competition practice.

The College upholds open tendering system and on anti-corruption. There is provision of complains and compliments boxes and register.

All bank integration has assisted in automation – self service, there is provision for a box complains, all monies are paid to and through the bank.

Offices attend workshops, symposium, seminars on the issues.

b) Responsible Supply chain and supplier relations

Contracts honored as per agreements, with prompt payment to suppliers twice a month. Suppliers are met and explained on expected procedures in procurement.

Transparent and competitive bidding ensures equal opportunity for all vendors, including AGPO beneficiaries.

c) Responsible marketing and advertisement or Responsible engagement with the citizens.

Accurate and ethical communication through the official website, social media, and public notices and face to face meetings are held with suppliers..

Outreach programs conducted for prospective students and stakeholders

d) Product stewardship or Awareness Creation

Students' and stakeholders' rights are safeguarded through accessible grievance redress mechanisms and information desks.

Protection of personal data in compliance with the Data Protection Act, 2019.

Corporate Social Responsibility / Community Engagements

The College integrates CSR into its core mandate of teacher education and community empowerment.

CSR Activities Undertaken:

- Local community within a radius of 10 km are assisted with transport when they have burials.
- Support of a local polytechnic by paying water/electricity bills.
- Routinely engaging members of the local during tea/coffee picking.
- Offer college facilities for use by the community.

Impact:

- Increased enrollment of trainees from the local community.
- A healthy friendly working environment with the local leaders.

Enhanced access to teacher training opportunities for marginalized groups.

Stronger community-institution relations through participatory development initiatives.

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

11. Report of the Council/Board of Management

The Board members submit its report together with the financial statements for year ended 30th June, 2025, which show the state of the St. Mark's Teachers College - Kigari affairs.

Principal activities

The College offers DTE, DPTE and DECTE courses for primary school teachers.

Results

The results of the St. Mark's Teachers College - Kigari for period ended 30th June, 2025 are set out on page 1 to 46.

Board of Management

The members of the Board who served during the period are shown on pages viii - x

Auditors

The Auditor General is responsible for the statutory audit of St. Mark's Teachers College - Kigari in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015

By order of the Board



.....
Secretary of the Board of Management

Date: 7th November, 2025

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

Section 81 of the Public Finance Management Act, 2012 and the Basic Education Act 2013; require the Board members to prepare financial statements in respect of the College, which give a true and fair view of the state of affairs of the institution, at the end of the financial period and the operating results of the College, for that period. The Board members are also required to ensure the College keeps proper accounting records which disclose with reasonable accuracy the financial position of the institution. The Board members are also responsible for safeguarding the assets of the College. The Board members are responsible for the preparation and presentation of the College's financial statements, which give a true and fair view of the state of affairs of the College, for and as at the end of the year ended 30th June 2025.

This responsibility includes:

- i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period;
- ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the 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 College.
- v) Selecting and applying appropriate accounting policies;
- vi) Making accounting estimates that are reasonable in the circumstances.

The Board members accept responsibility for the College's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the Basic Education Act - 2013.

The Board members are of the opinion that the College's financial statements give a true and fair view of the state of College's transactions during year ended 30th June 2025, and of the College's financial position as at that date.

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

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

Statement of Board of Management Responsibilities (Continued)

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

Approval of the financial statements

ST. MARK'S TEACHERS COLLEGE – KIGARI financial statements were approved by the Board on 28th august, 2025 and signed on its behalf by:

Name: Peterson K. Muthathai

Name: Dorothy P. M. Aderi

Signature: 
Chairperson of the Board of Management

Signature: 
Accounting Officer/Principal

REPUBLIC OF KENYA

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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 ST. MARK'S TEACHERS COLLEGE - KIGARI FOR THE YEAR ENDED 30 JUNE, 2025

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 St. Marks Teachers College - Kigari set out on pages 1 to 46, which comprise of the statement of financial position as at 30 June, 2025, and the statement of financial performance, statement of changes in

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of St. Marks Teachers College - Kigari as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis), and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Long Outstanding Receivables from Exchange Transactions

The statement of financial position reflects long term receivables from exchange transactions balance of Kshs.26,333,293 as disclosed in Note 18(b) to the financial statements. Review of the ageing analysis provided for audit verification revealed that receivables totalling Kshs.22,097,105 had been outstanding for more than three (3) years without recovery. However, the College has neither a debt recovery plan nor an approved policy on provision for bad and doubtful debts. Consequently, the receivable balance was not assessed or impaired to account for bad and potentially unrecoverable debts.

In the circumstances, the recoverability and accuracy of the long-term receivables balance of Kshs.22,097,105 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.213,628,434 and Kshs.168,526,750, resulting in an underfunding of Kshs.45,101,684 or 21% of the approved budget. Similarly, the College expended Kshs.197,231,084 against actual receipts of Kshs.168,526,750 resulting in an unapproved over-utilization of funds amounting to Kshs.28,703,924 or 17% of the actual receipts.

The under-funding and over-utilization of funds 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 effects of the matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the prior year's audit reports, several issues were raised under the Report on Financial Statements, Lawfulness and Effectiveness in the Use of Public Resources, and Effectiveness of Internal Controls, Risk Management, and Governance. During the audit of St. Mark's Teachers College – Kigari for the financial year 2024/2025, it was noted that while the College had initiated and implemented internal corrective measures to address some of the previously reported issues, a number of matters remained unresolved as detailed in **Appendix** attached.

Other Information

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

In connection with my audit on the Teachers College - Kigari 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, except for the effect of the matters described in the Basis for Conclusion on the Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Failure to Prepare and Submit Annual Governance Report to the Director of Basic Education

The College did not provide evidence that the annual governance report was prepared, reviewed and submitted to the Director of Basic Education, contrary to Section 60 of the Basic Education Act, 2013 which states that every Public School or Institution of Basic Education shall, submit on an annual basis a report to the Director of Basic Education

In the circumstances, the College was in breach of Law.

2. Earnings Below the Statutory Minimum Requirement

Review and analysis of the payroll for the financial year under review revealed that thirty-six (36) employees of the College had deductions exceeding two-thirds (2/3) of their basic salaries which is in breach of Section 19(3) of the Employment Act No.11 of 2007 which states that without prejudice to any right of recovery of any debt due, and notwithstanding the provisions of any other written law, the total amount of all deductions which under the provisions of subsection (1), may be made by an employer from the wages of his employee at any one time shall not exceed two-thirds of such wages or such additional or other amount as may be prescribed by the Minister either generally or in relation to a specified employer or employee or class of employers or employees or any trade or industry.

In the circumstances, the College was in breach of Law.

3. Failure to Deduct and Remit Public Procurement Capacity Building Levy

The Public Procurement Capacity Building Levy of 0.03% was not deducted and remitted to the Public Procurement Regulatory Authority (PPRA) effective on 1 September, 2024. This was contrary to circular No. 01/2024 referenced PPRA/6/5 VOL II (224) dated 30 August, 2024 which requires that all procuring entities should collect the levy from all suppliers on all procurement contracts signed between the supplier and a procuring entity. The amount should be remitted through e - citizen platform and file monthly return to the Authority by 20th day of the subsequent month.

In the circumstances, Management was in breach of law.

4. Failure to Budget for Climate Change and Climate Financing

Review of annual budget and financial plans revealed that the College did not make any provisions for climate change mitigation or adaptation programs, nor for climate financing initiatives. There was no evidence of planned allocation of funds for projects or activities aimed at addressing climate risks, such as water source protection, energy-efficient operations, waste management improvements, or climate resilience measures. This was contrary to the National Climate Change Act, 2016, which obligates public entities to mainstream climate change measures into their operational and development plans and to allocate adequate resources to address climate resilience and adaptation.

In the circumstances, Management was in breach of law.

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

REPORT ON 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, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis of Conclusion

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

Responsibilities of the Management and Board of Management

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

In preparing the financial statements, Management is responsible for assessing the colleges' ability to continue as a going concern, disclosing, as applicable, matters related

to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

14 November, 2025

Appendix - Unresolved Prior Year Matters

S/o.	Description	Amount Kshs/Current status
1	Unsupported Property Plant and Equipment	509,410,660
2	Unsupported Sale of Goods	10,408,730
3	Unsupported Trade and Other Payables from Exchange Transactions.	2,334,146
4	Board of Management Member Serving Beyond Six (6) Years	New Board appointed
5	Appointment of Board of Management Members	New Board appointed
6	Lack of Land Ownership Documents	In progress
7	Lack of Internal Audit Function and Audit Committee	Audit committee constituted

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

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

	Notes	2024-2025 FY	2023-2024 FY
		Kshs	Kshs
Revenue from Non-Exchange transactions			
Transfers from other National Government entities	6	11,812,783.00	11,626,954.00
		11,812,783.00	11,626,954.00
Revenue from Exchange transactions			
Rendering of services- fees from students	7	143,639,234.00	92,408,823.00
Sale of goods	8	16,418,711.17	10,408,729.65
Rental revenue from facilities and equipment	9	972,250.00	934,304.00
Finance income	10	213,316.35	2,956,131.91
Miscellaneous income	11	40,110,295.00	33,117,675.00
Revenue from Exchange transactions		<u>201,353,806.52</u>	<u>139,825,663.56</u>
Total Revenue		<u>213,166,589.52</u>	<u>151,452,617.56</u>
Expenses			
Use of goods and services	12	129,748,501.86	98,987,707.20
Employee costs	13	31,507,270.00	13,511,476.00
Board /Council Expenses	14	5,390,120.00	3,194,463.00
Depreciation and amortization expense	15	16,695,055.00	6,580,876.48
Repairs and maintenance	16	8,499,423.00	3,585,736.00
Total Expenses		<u>191,840,369.86</u>	<u>125,860,258.68</u>
Net surplus/(deficit) for the year		<u>21,326,219.66</u>	<u>25,592,358.88</u>

(The notes set out on pages 8 to 46 form an integral part of the Annual Financial Statements).


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



Chairman of Council/Board



Principal



Finance Officer
ICPAK No 29442

Date: 7th November, 2025

Date: 7th November, 2025

Date: 7th November, 2025

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

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

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

Description	Notes	2024-2025 FY	2023-2024 FY
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	17	25,179,677.12	53,883,601.76
Current portion of receivables from exchange transactions	18(a)	45,407,774.30	30,248,369.00
Inventories	19	1,130,480.00	835,150.00
Total Current Assets		<u>71,717,931.42</u>	84,967,120.76
Non-Current Assets			
Long term receivables from exchange transactions	18(b)	26,333,292.70	23,236,582.70
Property, plant, and equipment	20	772,245,345.00	507,310,660.46
Intangible assets	21	2,700,000.00	2,100,000.00
Biological Assets	22	15,256,800.00	0.00
Total Non-Current Assets		816,535,437.70	532,647,243.16
Total Assets (A)		888,253,369.12	617,614,363.92
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	23	2,715,992.50	2,334,145.50
Refundable deposits from customers	24	2,586,950.84	2,555,072.84
Current provisions	25(a)	15,780,314.00	28,241,393.00
Total Current Liabilities		21,083,257.34	33,130,611.34
Non-Current Liabilities			
Non-Current Provisions		0.00	0.00
Total non- current liabilities		0.00	0.00
Total Liabilities (B)		21,083,257.34	33,130,611.34
Net Assets (A-B)		867,170,111.78	584,483,752.58
Represented By:			

St. Mark's Teacher College - Kigari
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Description	Notes	2024-2025 FY	2023-2024 FY
		Kshs	Kshs
Revaluation Reserves		261,360,139.54	0.00
Accumulated Surplus		115,608,627.24	94,282,407.58
Capital Fund		490,201,345.00	490,201,345.00
Net Assets		867,170,111.78	584,483,752.58

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



Chairman of Council/Board



Principal



Finance Officer

ICPAK No29442

Date: 7th November, 2025

Date: 7th November, 2025

Date: 7th November, 2025

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

St. Mark's Teacher College - Kigari
Annual Report and Financial Statements for the year ended 30th June 2025

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

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
At July 1, 2023 (previous year)	0.00	68,690,048.70	480,039,855.00	548,729,903.70
Revaluation gain	0.00	0.00	0.00	0.00
Surplus/(deficit) for the year	0.00	25,592,358.88	0.00	25,592,358.88
Capital grants received during the year	0.00	0.00	10,161,490.00	10,161,490.00
Transfer of depreciation/amortisation from capital fund to Retained earnings	0.00	0.00	0.00	0.00
At June 30, 2024	0.00	94,282,407.58	490,201,345.00	584,483,752.58
At July 1, 2024 (current year)	0.00	94,282,407.58	490,201,345.00	584,483,752.58
Revaluation gain	261,360,139.54	0.00	0.00	261,360,139.54
Surplus/(deficit) for the year	0.00	21,326,219.66	0.00	21,326,219.66
Capital grants received during the year	0.00	0.00	0.00	0.00
Transfer of depreciation/amortisation from capital fund to Retained earnings	0.00	0.00	0.00	0.00
At June 30, 2025	261,360,139.54	115,608,627.24	490,201,345.00	867,170,111.78

Note:

1. For items that are not common in the financial statements, the entity 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.
2. 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).

St. Mark's Teacher College - Kigari
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17. Statement of Cash Flows For The Year Ended 30 June 2025

Description		2024-2025 FY	2023-2024 FY
	Note	Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other National Government entities	6	8,553,082.00	11,626,954.00
Rendering of services- fees from students	7	106,004,724.94	73,292,116.50
Sale of goods	8	16,418,711.17	7,393,729.65
Rental revenue from facilities and equipment	9	773,211.00	901,754.00
Finance income	10	149,741.05	2,956,131.91
Miscellaneous income	11	36,627,280.00	37,365,247.19
Total Receipts		168,526,750.16	133,535,933.25
Payments			
Use of goods and services	12	115,690,842.80	77,940,529.20
Employee costs	13	31,599,309.00	13,511,476.00
Board /Council Expenses	14	5,390,120.00	3,194,463.00
Repairs and maintenance	16	8,424,003.00	3,585,736.00
Total Payments		161,104,274.80	98,232,204.20
Net Cash Flows from operating activities	26	7,422,475.36	35,303,729.05
Cash flows from investing activities			
Purchase of property, plant, equipment and intangible assets		-36,126,400.00	-25,702,965.00
Proceeds from sale of property, plant and equipment		0.00	0.00
Net cash flows used in investing activities		-36,126,400.00	-25,702,965.00
Cash flows from financing activities			
Net cash flows used in financing activities		0.00	0.00
Net Increase/(Decrease) in Cash and Cash equivalents		-28,703,924.64	9,600,764.05
Cash and Cash equivalents at 1 JULY	16	53,883,601.76	44,282,837.71
Cash and Cash equivalents at 30 JUNE	16	25,179,677.12	53,883,601.76

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

St. Mark's Teacher College - Kigari
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18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2025

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	Utilization on Difference
	Kshs	Kshs	Kshs	Kshs	Kshs	%
	a	b	c=(a+b)	d	e=(c-d)	f=d/c*100
Budget carryovers from 2024	0.00	0.00	0.00	0.00	0.00	0.00
Receipts						
Transfers from other National Government entities	8,849,237.00	2,122,463.00	10,971,700.00	8,553,082.00	2,418,618.00	78
Rendering of services- fees from students	107,152,272.00	37,467,740.00	144,620,012.00	106,004,724.94	38,615,287.06	73
Sale of goods	16,125,400.00	-17,050.00	16,108,350.00	16,418,711.17	-310,361.17	102
Rental revenue from facilities and equipment	750,000.00	-200,000.00	550,000.00	773,211.00	-223,211.00	141
Finance income	956,250.00	-706,250.00	250,000.00	149,741.05	100,258.95	60
Miscellaneous Income	35,429,700.00	5,698,672.00	41,128,372.00	36,627,280.00	4,501,092.00	89
Total Receipts	169,262,859.00	44,365,575.00	213,628,434.00	168,526,750.16	45,101,683.84	79
Payments						
Use of goods and services	113,237,810.00	18,855,095.00	132,092,905.00	115,690,842.80	16,402,062.20	88
Employee costs	26,880,128.00	4,723,324.00	31,603,452.00	31,599,309.00	4,143.00	100
Board /Council Expenses	3,970,000.00	1,430,000.00	5,400,000.00	5,390,120.00	9,880.00	100
Repairs and maintenance	5,790,550.00	2,761,880.00	8,552,430.00	8,424,003.00	128,427.00	98
Total Expenditure Payments	149,878,488.00	27,770,299.00	177,648,787.00	161,104,274.80	16,544,512.20	91
Capital Expenditure Payments	19,384,371.00	16,595,276.00	35,979,647.00	36,126,400.00	-146,753.00	100
Surplus	0.00	0.00	0.00	-28,703,924.64	-28,703,924.64	

(Budget carryovers This is for entities whose budget lapses at year-end, but the surpluses are not legally required to be remitted to the Exchequer. Budget carryovers should not include third-party funds such as contractors' retention.)*

(Entities can present the Statement of Comparison of Budget & Actual amounts in a different format/categorization as approved by the governing body.)

Budget notes

1. Provide explanation of differences between actual and budgeted amounts (10% over/ under) IPSAS 24.14

- **Transfer from national Government entities-22%** 4th quarter grant received on 3rd July 2025.
- **Rendering of services -27%** Fee debtors as at 30th June 2025.
- **Rental income and hire of facilities-41%** Due to increased hire of college facilities.
- **Finance income -40%** Finance income receivable as at 30th June 2025 and due to reduction in interest rates within the year.
- **Miscellaneous Income-11%** Primary school fee debtors as at 30th June 2025.
- **Use of goods and services-12%** Examination fee, teaching practicum set aside as provisions

2. Provide an explanation of changes between the original and final budget, indicating whether the difference is due to reallocations or other causes. (IPSAS 24.29)

- The original student budget had projected income and expenditure for 1472 students. The college has 1887 students in the year under review, hence both income and expenditure reviewed upward.
- Include examination fee in the budget of ksh. 15,700 per student initially not in the budget.
- Review the capital expenditure from ksh. 19.3million in the original budget to 35.9million in the current budget.
- Re-allocation of funds from one vote head to another.
- The hosting services income and expenditure reviewed upwards as to accommodate visitors over the holidays.
- Grant expected from national government reviewed upwards based on the amount that had been received.
- Finance Income reviewed downward due to decline in reserves and operational money.
- Employees cost reviewed the budget upwards to cater for new terms for staff on contract and permanent effective 1st July 2024, govt levies, proposed salary increments for staff arising as a result of new salary scale received from the government.

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus/deficit Amounts as per the statement of Budget	28,703,924.64
1	Reason for differences-opening cash and cash equivalents carry over from previous years	53,883,601.76
	Closing Cash and Cash Equivalent as per the statement of Cash flows	25,179,677.12

St. Mark's Teacher College - Kigari
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19. Notes to the Financial Statements

1. General Information

St. Mark's Teacher College – Kigari entity is established by and derives its authority and accountability from Basic Education Act, 2013. The College is wholly owned by the Government of Kenya and is domiciled in Kenya. The College's principal activity is to train teachers

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 entity's 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 Notes. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of St. Mark's Teachers College - Kigari. The financial statements have been prepared in accordance with the PFM Act 2012, the State Corporations Act 2012, the Basic Education Act (2013), and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

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3. Adoption of New and Revised Standards

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

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

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

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

Standard	Effective date and impact:
IPSAS 43: Leases	<i>Applicable 1st January 2025</i> The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities. <i>The changes have no effect on operation</i>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance. <i>The changes have no effect on operation</i>
IPSAS 45: Property Plant and Equipment	<i>Applicable 1st January 2025</i> The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets. <i>The changes have no effect on operation</i>
IPSAS 46:	<i>Applicable 1st January 2025</i>

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Measurement	<p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ol style="list-style-type: none"> 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. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>The changes have no effect on operation</i></p>
IPSAS 47: Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>The changes have no effect on operation</i></p>
IPSAS 48: Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p><i>The changes have no effect on operation</i></p>
IPSAS 49: Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p><i>The changes have no effect on operation</i></p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <ol style="list-style-type: none"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26. iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of

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	mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized. <i>The changes have no effect on operation</i>
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iii. Early adoption of standards

The Entity did not early – adopt any new or amended standards in the financial year.

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

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 entity 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 entity 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 entity.

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 approved budget for FY 2024/2025 was approved by the Board on 14/6/2024. Subsequent revisions or additional appropriations made to the approved budget ;1st revision on 2nd December 2024 and Final revision on 16th June 2025 in accordance with specific approvals from the appropriate authorities.

The institutions budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis 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.

statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of Cash flows has been presented.

c) Taxes

Current income tax

The entity is exempt from paying taxes as per schedule of the 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. (entity 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 entity 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 Entity. 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 Entity 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 Entity 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 Entity. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

g) Intangible assets

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

h) Biological Assets

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

i) Research and development costs

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

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

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

j) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. *The entity 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 entity and a financial

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liability or equity instrument of another entity. At initial recognition, the entity 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 entity 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 entity's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual 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 entity 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 entity 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 entity 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 entity 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 entity 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 entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

k) Inventories

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

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

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

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

Inventories (Continued)

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

l) Provisions

Provisions are recognized when the *Entity* 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 *Entity* 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 *Entity* 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 *Entity* 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 *Entity* in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

m) Social Benefits

Social benefits are cash transfers provided to i) specific individuals and/or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The entity 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 entity will incur in fulfilling the present obligations represented by the liability.

n) Nature and purpose of reserves

The *Entity* creates and maintains reserves in terms of specific requirements. (*Entity to state the reserves maintained and appropriate policies adopted*).

o) Changes in accounting policies and estimates

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

p) Employee benefits

Retirement benefit plans

The *Entity* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (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 entity to retain information relating to defined benefits or contributions, where both schemes are managed full policy applies*)

q) Foreign currency transactions

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

r) Borrowing costs

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

s) Related parties

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

t) Service concession arrangements

The *Entity* 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 *Entity* 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 *Entity* also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

u) Cash and cash equivalents

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

v) Comparative figures

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

w) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity 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 Entity. 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 *Entity*.
- 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).

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6. Transfers from other National Government entities

Description	2024-2025	2023-2024
	Kshs	Kshs
Unconditional Grants-Operational		
PE –grant	4,401,556.04	4,738,038.00
Tuition-grant	2,647,286.67	2,449,283.23
LT&T- grant	1,407,027.00	1,439,748.00
Administration cost	1,460,406.00	1,572,048.00
Activity-grant	1,541,884.29	1,427,836.00
Rmi-grant	354,623.00	0.00
Total Government Grants and subsidies	11,812,783.00	11,626,954.00

7. Rendering of Services

Description	2024-2025	2023-2024
	Kshs	Kshs
B.E.S(Dip)	55,760,817.00	27,079,038.00
T.E.S(Dip)	3,744,700.00	1,962,184.00
Contingencies/Admin. Cost	4,685,300.00	2,456,306.00
Lt&T(Dip)	7,488,400.00	3,912,308.00
Medical (Dip)	1,873,100.00	988,420.00
Activity (Dip)	3,744,700.00	1,971,550.00
Rmi/Rehabilitation (Dip)	5,615,500.00	2,916,900.00
Vrm/Replacement (Dip)	11,231,500.00	6,112,493.00
Teaching Practicum	2,375,420.00	2,447,400.00
Ewc (Dip)	7,409,178.00	3,943,148.00
Students Council (Dip)	558,000.00	581,040.00
Pe Subsidy (Dip)	16,153,469.00	8,753,460.00
Internet Connectivity	7,524,400.00	4,023,882.00
Track Suit (Dip)	0.00	2,437,800.00
Student Id (Dip)	279,600.00	301,870.00
Club & Environ. Subsidy	558,000.00	581,524.00
Library Books (Dip)	0.00	500.00
Tp Lesson Plan Books (Dip)	0.00	1,168,400.00
Exam Fee & Resitting	14,637,150.00	14,548,100.00
Cartridges	0.00	1,947,800.00
Hockey Stick	0.00	2,730,000.00
Kuccps	0.00	1,407,000.00
Straw Boards	0.00	137,700.00
Total Revenue from The Rendering of Services	143,639,234.00	92,408,823.00

This is revenue collected from 1887 College students.

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8. Sale of Goods

Description	2024-2025	2023-2024
	Kshs	Kshs
Dairy	2,364,806.50	1,448,017.00
Horticulture	2,436,737.50	1,341,361.00
Tea	1,174,306.30	943,646.00
Bananas	750,550.00	490,379.00
Piggery	169,000.00	433,150.00
Coffee	7,475,161.87	4,409,706.55
Maize/beans	1,100.00	381,850.00
Forestry	1,752,829.00	714,600.00
Macadamia	100,190.00	206,020.00
Slaughterhouse services	46,500.00	40,000.00
Livestock	147,530.00	0.00
Total Revenue	16,418,711.17	10,408,729.65

Sales from farm produce.

9. Rental revenue from facilities and equipment

Description	2024-2025	2023-2024
	Kshs	Kshs
Hire of Facilities & Equip.	474,100.00	536,419.00
Rental Income	498,150.00	397,885.00
Total	972,250.00	934,304.00

This is income received from hire of college fields, halls and rental income.

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10. Finance Income

Description	2024-2025	2023-2024
	Kshs	Kshs
Interest income - funds	0.00	1,606,161.11
Interest income -farm	63,575.30	241,143.90
Interest income -pry	0.00	330,149.25
Interest income -fee ac	149,741.05	778,677.65
Total finance income	213,316.35	2,956,131.91

This is interest earned from fixed deposits

11. Miscellaneous Income

Description	2024-2025	2023-2024
	Kshs	Kshs
Hosting Services	7,892,822.00	9,687,235.00
Hire of Vehicles	1,946,200.00	754,250.00
Stores Disposal	164,400.00	0.00
Computer Packages	91,187.00	64,950.00
Tender Sales	160,000.00	3000.00
College Bakery	7,880,786.00	3,752,130.00
Primary School fees	21,974,900.00	18,855,810.00
Contingent receipt	0.000	300.00
TOTALS	40,110,295.00	33,117,675.00

(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.)

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12. Use of Goods and Services

Description	2024-2025	2023-2024
	Kshs	Kshs
Opening Stock	835,150.00	
B.e.s(dip)	41,835,826.00	18,693,502.00
T.e.s(dip)	2,093,610.50	1,095,095.00
Contingencies/admin.	2,391,987.00	1,294,350.70
Lt&t(dip)	5,298,459.00	2,801,524.00
Medical(dip)	420,086.00	254,099.00
Activity(dip)	7,889,463.00	6,822,533.00
Vrm/replacement(dip)	3,011,544.00	1,499,511.00
Teaching practicum	2,373,600.00	2,447,400.00
Ewc(dip)	9,537,832.00	4,658,848.00
Students' council(dip)	748,126.00	327,500.00
Kuccps	0.00	1,407,000.00
Internet connectivity.	3,266,697.00	1,467,515.00
Track suit(dip)	0.00	2,156,200.00
Student id(dip)	192,800.00	166,700.00
Club & environ.	275,580.00	91,350.00
Tp lesson plan book	0.00	1,168,400.00
Pe subsidy(dip)	0.00	715,120.00
Examination	14,607,850.00	14,548,100.00
Cartridges	591,460.00	397,286.00
Hockey stick	0.000	8,400.00
Hosting expenses	3,202,674.56	4,716,965.50
College facilities	0.00	24,210.00
Hire of vehicles	849,869.00	398,893.00
Computer packages	0.00	5,000.00
St. Joseph train. Inst.	0.00	72,133.00
House maint. & water	0.00	78,100.00
Contingencies-funds	172,959.30	42,297.00
Bakery expenses	4,571,385.00	2,440,088.00
Gratuity payment	4,234,301.00	0.00
Gratuity reserve	0.00	2,567,526.00
Staff motivation	587,510.00	223,000.00
Solar streetlight.	0.00	253,000.00
Strat. Plan & perf. Appraisal	0.00	1,250,720.00
Valuation of Assets	725,000.00	0.00
Capacity Building	496,200.00	150,100.00

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Corporate Social responsibility	123,328.00	0.00
Provision for Bad debts	534,850.00	0.00
Farm expenses		
Dairy	2,564,468.00	1,736,098.00
Horticulture	849,276.00	1,024,675.00
Tea	231,291.00	299,684.00
Bananas	6,400.00	174,150.00
Transport	458,712.00	457,209.00
Piggery	115,416.00	377,475.00
Coffee	3,101,729.00	3,791,890.00
Maize/beans	0.00	215,620.00
Forestry	725,349.000	400,937.00
Macadamia	12,450.00	14,644.00
General expenses	18,492.50	67,043.00
S/house services	0.00	4,100.00
Personal Emoluments.	0.00	3,430,674.00
Farm feeding	0.00	165,325.00
Management cost	0.00	217,115.00
Primary expenses		
Transport	5,614,070.00	4,079,445.00
Salaries	0.00	4,582,934.00
Lt&t	279,720.00	108,104.00
Contingencies pry	327,628.00	41,553.00
Management cost	0.00	322,100.00
Prize giving /grad	0.00	374,945.00
Water and elect.	0.00	183,610.00
Bes pry	3,449,940.00	2,483,676.00
Cleaning materials	0.00	67,210.00
Activity/exams	0.00	134,219.00
Textbooks	0.00	139,060.00
Stationery	0.00	419,509.00
Gratuity	509,460.00	0.00
Medical expenses	0.00	8,045.00
Education Sunday	0.00	4,250.00
Tuition pry	1,746,433.00	0.00
General repairs	0.00	24,152.00
Staff tour	0.00	100,000.00
Medical bill	0.00	130,940.00
Less Closing Stock	1,130,480.00	835,150.00
Total goods and services	129,748,501.86	98,987,707.20

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13. Employee Costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Salaries And Wages	24,766,829.00	8,173,611.00
Employee related costs - NSSF	2,769,386.00	1,032,812.00
Employee related costs - NHIF	607,618.00	333,100.00
Employee related costs - PAYE	648,044.00	529,104.00
Travel, motor car, accomm., & allow.	840,000.00	1,303,000.00
Housing benefits and allowances	785,586.00	1,217,404.00
Medical Allowances	225,407.00	346,775.00
Performance & other bonuses-Leave all.	0.00	142,000.00
Nita Levy	59,350.00	41,300.00
Housing Levy	774,252.00	392,370.00
Helb Expense	30,798.00	0.00
Employee Costs	31,507,270.00	13,511,476.00

14. Board/Council Expenses

Description	2024-2025	2023-2024
	Kshs	Kshs
BOM Expenses	5,390,120.00	3,194,463.00
Total	5,390,120.00	3,194,463.00

15. Depreciation and Amortization expense

Description	2024-2025	2023-2024
	Kshs	Kshs
Property, plant and equipment	16,695,055.00	6,580,876.48
Total depreciation and amortization	16,695,055.00	6,580,876.48

16. Repairs and Maintenance

Description	2024-2025	2023-2024
	Kshs	Kshs
Repairs of property, plant and equipment	8,499,423.00	3,585,736.00
Total Repairs and Maintenance	8,499,423.00	3,585,736.00

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17. Cash and Cash Equivalents

Description	2024-2025	2023-2024
	Kshs	Kshs
Kcb-Primary	96,623.25	11,417,088.75
Cooperative Bank-fee	13,598,156.66	27,625,388.61
Kcb-Fund	5,718,628.99	10,829,622.45
Cooperative Bank-farm-Ksh	215,656.40	0.00
Cooperative Bank-farm-Dollar	56,125.32	0.00
Kcb-Farm	466,525.50	2,188,713.55
Kcb-Reserve Fund	0.00	1,806,760.40
Fixed Deposits		
Cooperative Bank-farm	5,000,000.00	0.00
Cash And Cheques	27,961.00	16,028.00
Total cash and cash equivalents	25,179,677.12	53,883,601.76

NB: the institution has a dollar Account No. 02100529175006 and had 435.08 converted at ksh.129 US Dollars as at 30th June, 2025

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

Financial Institution	Account number	2024-2025	2023-2024
		Kshs	Kshs
a) Current Account			
Kcb-Primary	1109547781	96,623.25	11,417,088.75
Cooperative Bank - fee	01129052917500	13,598,156.66	27,625,388.61
Kcb-Fund	1104417863	5,718,628.99	10,829,622.45
Cooperative Bank-farm Ksh	01100529175005	215,656.40	0.00
Cooperative Bank-farm Dollar	2100529175006	56,125.32	0.00
Kcb-Farm	1104418517	466,525.50	2,188,713.55
Kcb-Reserve Fund	1102260886	0.00	1,806,760.40
Sub- Total		20,095,590.80	53,867,573.76
b) Fixed Deposits			
Cooperative Bank	01100529175009	5,000,000.00	0.00
Sub- Total		5,000,000.00	0.00
c) Others			
Cash In Hand		27,961.00	16,028.00
Sub- Total		27,961.00	16,028.00
Grand total		25,179,677.12	53,883,601.76

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18. Receivables from Exchange transactions

18 (a) Current Receivables from Exchange transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Current Receivables		
Rendering of services- College	39,722,756.00	22,603,232.00
Other incomes -primary school	2,256,492.00	4,212,587.00
Other incomes -Trade/Finance debtors	133,525.30	385,000.00
Sale of Goods-Coffee Debtors	0.00	3,015,000.00
Rental revenue -House Rent debtors	0.00	32,550.00
Imprest debtors	35,300.00	0.00
Grants receivables	3,259,701.00	0.00
Total current receivables	45,407,774.30	30,248,369.00

18 (b) Long- term Receivables from Exchange transactions

Description	2024-2025	2023-2024
	Kshs	Kshs
Non-Current Receivables		
Debtors-college & Primary	25,039,467.70	21,929,097.70
Trade debtors	1,280,285.00	1,285,285.00
House Rent Debtors	13,540.00	22,200.00
Total Non-Current Receivables	26,333,292.70	23,236,582.70
Total Receivables	71,741,067.00	53,484,951.70

18 (c) Ageing Analysis of Receivables from Exchange transactions

Description	2024-2025		2023-2024	
	Kshs		Kshs	
	Current FY	% of total	Comparative FY	% of total
Less than 1 year	45,407,774.30	63%	30,248,369.00	56%
Between 1- 2 years	4,161,338.00	6%	22,200.00	0.3%
Between 2-3 years	74,850.00	0%	424,760.00	0.7%
Over 3 years	22,097,104.70	31%	22,789,622.70	43%
Total (a+b)	71,741,067.00	100%	53,484,951.70	100%

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19. Inventories

Description	2024-2025	2023-2024
	Kshs	Kshs
Consumable stores	150,233.00	835,150.00
Maintenance stores	220,555.00	0.00
Health Unit stores	5,612.00	0.00
Electrical stores	0.00	0.00
Cleaning Materials stores	4,400.00	0.00
Catering stores	749,680.00	0.00
Less: Impairment allowance	0.00	0.00
Total Inventories at lower of Cost and Net Realizable Value	1,130,480.00	835,150.00

Closing stock valued as at 30th June 2025

Detailed disclosure on inventories

Description	2024-2025	2023-2024
	Kshs	Kshs
Opening balance	835,150.00	0.00
Additional Inventory in the year	95,247,844.00	0.00
Inventory expensed in the year	-94,952,514.00	0.00
Write-downs in the year	0.00	0.00
Others specify	0.00	0.00
Closing balance	1,130,480.00	835,150.00

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20. Property, Plant and Equipment

Cost	Land	Buildings	Motor vehicles	Furniture and fittings	Computers	Plant and equipment	Intangible Assets	Biological assets	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Depreciation Rate		0%	25%	12.5%	30%	12.5%	0%	0%	0%	
At 1 July 2023	391,161,874.00	0.00	38,572,000.00	3,400,000.00	2,337,000.00	10,700,000.00	0.00	0.00	24,538,126.00	470,709,000.00
Additions	0.00	0.00	0.00	0.00	0.00	0.00	2,100,000.00	0.00	64,507,315.00	0.00
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfers/Adjustments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Revaluation										
At 30th June 2024	391,161,874.00	0.00	12,204,421.88	2,707,892.58	1,345,113.70	10,845,917.30	2,100,000.00	0.00	89,045,441.00	509,410,660.46
Additions	1,283,345.00	0.00	0.00	8,069,959.00	916,375.00	3,802,000.00	600,000.00	0.00	21,454,721.00	36,126,400.00
Disposals										
Transfer/Adjustments										
Revaluation	119,445,219.00	337,838,000.00	18,275,578.12	12,490,848.42	13,437,111.30	-2,992,817.30	0.00	15,256,800.00	13,500,162.00	261,360,139.54
At 30th June 2025	273,000,000.00	337,838,000.00	30,480,000.00	23,268,700.00	15,698,600.00	11,655,100.00	2,700,000.00	15,256,800.00	97,000,000.00	804,197,200.00
Deprec. And Impairment	0.00	0.00								
At 1 Jun 2024	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation	0.00	0.00	4,068,140.63	386,841.80	576,477.30	1,549,416.76	0.00	0.00	0.00	6,580,876.48
Disposals	0.00	0.00								
Impairment	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
At 30 Jun 2025	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation	0.00	0.00	7,620,000.00	2,908,587.50	4,709,580.00	1,456,887.50	0.00	0.00	0.00	16,695,055.00
Disposals	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Impairment	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Transfer/Adjustment	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
At 30th Jun 2025	0.00	0.00	7,620,000.00	2,908,587.50	4,709,580.00	1,456,887.50	0.00	0.00	0.00	16,695,055.00
Net Book Values	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
At 30th Jun 2024	391,161,874.00	0.00	12,204,421.88	2,707,892.58	1,345,113.70	10,845,917.30	2,100,000.00	0.00	89,045,441.00	509,410,660.46
At 30th Jun 2025	273,000,000.00	337,838,000.00	22,860,000.00	20,360,112.50	10,989,020.00	10,198,212.50	2,700,000.00	15,256,800.00	97,000,000.00	790,202,145.00

Work in progress relates to ongoing construction of administration block.

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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 N. Mutuma Mutua professional valuers on 4th February 2025. These amounts were adopted in the financial statements on June 2025.

20 (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	273,000,000.00	0.00	273,000,000.00
Buildings	337,838,000.00	0.00	337,838,000.00
Plant And Machinery	11,655,100.00	1,456,887.50	10,198,212.50
Motor Vehicles including Motorcycles	30,480,000.00	7,620,000.00	22,860,000.00
Computers and Related Equipment	15,698,600.00	4,709,580.00	10,989,020.00
Office Equip., Furniture, And Fittings	23,268,700.00	2,908,587.50	20,360,112.50
Work in progress	97,000,000.00	0.00	97,000,000.00
Intangible Assets	0.00	0.00	2,700,000.00
Biological Assets	15,256,800.00	0.00	15,256,800.00
Total	804,197,200.00	16,695,055.00	790,202,145.00

21. Intangible Assets

Description	2024-2025	2023-2024
	Kshs	Kshs
Cost		
At beginning of the year	2,100,000.00	0.00
Additions	600,000.00	2,100,000.00
At end of the year	0.00	2,100,000.00
Additions–internal development	0.00	0.00
At end of the year	0.00	0.00
Amortization and impairment		
At beginning of the year	0.00	0.00
Amortization	0.00	0.00
At end of the year	0.00	0.00
Impairment loss	0.00	0.00
At end of the year	2,700,000.00	0.00
NBV	2,700,000.00	2,100,000.00

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22. Biological Assets

	2024-2025	2023-2024
	Kshs	Kshs
Trees in a plantation forest	0.00	0.00
Animals: Dairy Cattle, Pigs, Sheep	3,092,300.00	0.00
Cash crops	12,164,500.00	0.00
Total	15,256,800.00	0.00

Valuation done in February 2025

23. Trade and Other Payables

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Fees paid in advance - Primary school	197,967.00		113,185.00	
Fees paid in advance - College students	1,989,802.00		832,808.00	
Direct receipts	528,223.50		1,388,152.50	
Total Trade and Other Payables	2,715,992.50		2,334,145.50	
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	2,715,992.50	100%	2,334,145.50	100%
1-2 years	0.00	%	0.00	0.00
2-3 years	0.00	%	0.00	0.00
Over 3 years	0.00	%	0.00	0.00
Total (to tie to totals above)	2,715,992.50	%	2,334,145.50	100%

24. Refundable Deposits from Customers/Students

Description	2024-2025		2023-2024	
	Kshs		Kshs	
Other refundable deposits	2,586,950.84		2,555,072.84	
Total Deposits	2,586,950.84		2,555,072.84	
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	31,878.00	31%	755,090.81	30%
1-2 years	0.00	%	0.00	0%
2-3 years	0.00	%	0.00	0%
Over 3 years	2,555,072.84	69%	1,799,982.03	70%
Total (to tie to totals deposits above)	2,586,950.84	100%	2,555,072.84	100%

Refers to deposits from students, clubs and societies

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25. Current Provisions

Description	Other provision	Gratuity Provisions	Total
	Kshs	Kshs	Kshs
Balance at the beginning of the year	19,312,672.00	8,928,421.00	28,241,093.00
Additional Provisions	12,514,110.00	0.00	12,514,110.00
Provision utilized	16,046,468.00	8,928,421.00	24,974,889.00
Total Provisions	15,780,314.00	0.00	15,780,314.00

Examination, teaching practicum provision.

Retirement benefit Asset/ Liability

The entity operates a defined benefit scheme for all full-time employees from July 1, 2024. The scheme is administered by county pension fund while kcb are the custodians of the scheme. The scheme is based on one basic salary of an employee at the time of retirement.

The entity also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The entity's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at Kshs. 2160 per employee per month.

26. Cash generated from operations.

Surplus for the year before tax	2024-2025	2023-2024
	Kshs	Kshs
Adjusted for:	21,326,219.66	25,592,358.88
Depreciation	16,695,055.00	6,580,876.48
Non-Cash grants received	(0.00)	(0.00)
Contributed assets	(0.00)	(0.00)
Impairment	0.00	0.00
Gains and Losses on Disposal of Assets	(0.00)	(0.00)
Contribution to provisions	0.00	0.00
Contribution to impairment allowance	0.00	0.00
Finance Income	(0.00)	(0.00)
Finance Cost	0.00	0.00
Working Capital Adjustments		
Increase in Inventory	-295,330.00	3,100.00
Increase in Receivables	-18,256,115.30	-17,552,073.00
Increase in Refundable deposits	31,878.00	-755,090.81
Increase in Payables	381,847.00	2,238,139.50
Increase in current provisions	-12,461,079.00	19,196,418.00
Net Cash Flow from Operating Activities	7,422,475.36	35,303,729.05

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

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27. Financial Risk Management

The entity's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The 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 entity's financial risk management objectives and policies are detailed below:

(i) Credit risk

The entity has exposure to credit risk, which is the risk that a counter-party 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 entity's maximum exposure to credit risk without taking account of the value of any collateral obtained is made up as follows:

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June 2024 (previous year)				
Receivables from exchange transactions	30,248,369.00	30,248,369.00	0.00	0.00
Receivables from non-exchange transactions	23,236,582.70	8,242,598.50	14,993,984.20	0.00
Bank balances	53,883,601.76	53,883,601.76	0.00	0.00
Total	107,368,553.46	92,374,569.26	14,993,984.20	0.00
At 30 June 2025 (current year)				
Receivables from exchange transactions	45,407,774.30	45,407,774.30	0.00	0.00
Receivables from non-exchange transactions	26,333,292.70	12,294,976.00	14,038,316.70	0.00
Bank balances	25,123,551.80	25,123,551.80	0.00	0.00
Total	96,864,618.80	82,826,302.10	14,038,316.70	0.00

(NB: The totals column should tie to the individual elements of credit risk disclosed in the entity's statement of financial position)

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

The table below represents cash flows payable by the 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 2024 (previous year)				
Trade Payables	2,334,145.50	0.00	0.00	2,334,145.50
Current Portion Of Borrowings	0.00	0.00	0.00	0.00
Provisions	0.00	0.00	0.00	0.00
Deferred Income	0.00	28,241,093.00	0.00	28,241,093.00
Employee Benefit Obligation	0.00	0.00	0.00	0.00
Total	2,334,145.50	28,241,093.00	19,206,465.00	30,575,238.50
At 30 June 2025 (current year)				
Trade Payables	2,715,992.50	0.00	0.00	2,715,992.50
Current Portion of Borrowings	0.00	0.00	0.00	0.00
Provisions	0.00	0.00	0.00	0.00
Deferred Income	0.00	15,780,314.00	0.00	15,780,314.00
Employee Benefit Obligation	0.00	0.00	0.00	0.00
Total	2,715,992.50	15,780,314.00	19,206,465.00	18,496,306.50

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(iii) Market risk

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

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

The entity's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies.

There has been no change to the entity's exposure to market risks or the manner in which it manages and measures the risk.

a) Foreign currency risk

The entity 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 entity's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
At 30 June 2025			
Financial Assets (Investments, Cash, Debtors)	0.00	0.00	0.00
Liabilities	0.00	0.00	0.00
Trade and Other Payables	0.00	0.00	0.00
Borrowings	0.00	0.00	0.00
	0.00	0.00	0.00
Net Foreign Currency Asset/(Liability)	0.00	0.00	0.00

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

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Foreign currency sensitivity analysis

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

u	Change in currency rate	Effect on Profit before tax	Effect on equity
	Kshs	Kshs	Kshs
2025			
Euro	10%	0.00	0.00
Usd	10%	0.00	0.00
2025			
Euro	10%	0.00	0.00
Usd	10%	0.00	0.00

b) Interest rate risk

Interest rate risk is the risk that the entity's financial condition may be adversely affected as a result of changes in interest rate levels. The 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 entity 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 0.00 (2024: Kshs 0.00). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs 0.00 (2025 – Kshs 0.00)

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iv) Capital Risk Management

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

Description	2024-2025	2023-2024
	Kshs	Kshs
Revaluation Reserve	261,360,139.54	0.00
Retained Earnings	115,608,627.24	94,282,407.58
Capital Reserve	490,201,345.00	490,201,345.00
Total Funds	867,170,111.78	584,483,752.58
Total Borrowings		
Less: Cash and Bank Balances	-25,179,677.12	-53,883,601.76
Net Debt/(Excess Cash and Cash Equivalents)	841,990,434.60	530,600,150.82
Gearing	97%	91%

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28. Related Party Balances

Nature of related party relationships

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

- i) The National Government;
- ii) The Parent Ministry;
- iii) Key management;
- iv) Service Providers –KPLC, Ngandori Nginda Water Co.
- v) St. Josephs Kavutiri
- vi) Board of directors

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

Description	2024-2025	2023-2024
	Kshs	Kshs
Transactions with Related Parties		
a) Sales to related parties		
Sales of electricity to govt agencies	0.00	0.00
Total	0.00	0.00
B) Purchases from related parties		
Purchases of electricity and water from service providers	9,537,832.00	4,658,848.00
Total	<u>9,537,832.00</u>	<u>4,658,848.00</u>
Grants /Transfers from the Government		
Grants from National Govt	11,812,783.00	11,626,924.00
Total	<u>11,812,783.00</u>	<u>11,626,094.00</u>
Expenses incurred on behalf of related parties		
Payments for Goods and Services	123,328.00	72,133.00
Total	<u>123,328.00</u>	<u>72,133.00</u>
Key Management Compensation		
b) BOM Expenses	5,390,120.00	3,194,463.00
Total	<u>5,390,120.00</u>	<u>3,194,463.00</u>

29. Segment Information

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

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30. Capital Commitments

Capital Commitments	2024-2025	2023-2024
	Kshs	Kshs
Authorized and contracted for	36,126,400.00	25,702,965.00
Total	<u>36,126,400.00</u>	<u>25,702,965.00</u>

(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 entity but at the end of the year had not been contracted or those already contracted for and ongoing)

31. Events After The Reporting Period

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

32. Ultimate And Holding Entity

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

33. Currency

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

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20. Appendices

Appendix 1: Implementation Status of Auditor-General Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Unsupported Property Plant and Equipment	Fixed asset register not available and hence, accuracy and completeness of the property ,plant and equipment could not be confirmed	Resolved	Done
2	Unsupported Sale of Goods	Biological asset register not provided, hence values in accuracy and completeness of the asset balance as reflected in financial statements is understated and therefore not confirmed.	Resolved	Done
3	Unsupported Trade and other payables from exchange Transactions	Direct receipts had no supporting records i.e. students name, admission number and year were not provided. Accuracy and completeness could not be confirmed.	Resolved	Done
4	Board of management member serving beyond six years	One board member serving for more than two terms.	Not resolved	14 th August 2025
5	Appointment of Board of Management members	No evidence provided to confirm the vetted and qualified nominees together with the minutes that were	Resolved	Done

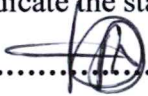
St. Mark's Teacher College - Kigari

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		forwarded to the County Director of Education.		
6	Lack of land ownership	Land ownership documents provided were registered in the name of a church commissioner for Kenya.	Not resolved	In progress
7	Lack of Internal Audit function and audit committee	In the year under review, the college had not constituted an audit committee and internal audit unit.	Resolved	Done

Guidance Notes:

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

.....


Name: Dorothy P. M. Aderi
Accounting Officer
Chief Principal
Date: 7th November, 2025

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Appendix II: Projects Implemented by institution

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	N/A	N/A	N/A	N/A	N/A	N/A

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	Administration Block	139,000,000.00	110,500,162.00	79%	22,087,647.00	21,454,721.00	Renderings of Services and miscellaneous

The administration block project is ongoing.

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Appendix III- Inter-Entity Confirmation Letter

Name of transferring entity: Ministry of Education

Name of beneficiary entity: St. Mark's Teachers College - Kigari


Confirmation of amounts received by St. Mark's Teacher College - Kigari as at 30th June 2025.					
Reference Number	Date Disbursed	Recurrent (A)	Development (B)	Total (C)=(A+B)	Remarks
Quarter 1	23/9/2024	2,742,926.00	0.00	2,742,926.00	1st Quarter Grant
Quarter 2	24/12/2024	2,905,078.00	0.00	2,905,078.00	2nd Quarter Grant
Quarter 3	26/6/2025	2,905,078.00	0.00	2,905,078.00	3rd Quarter Grant
Quarter 4	3/7/2025	3,259,701.00	0.00	3,259,701.00	4th Quarter Grant
Total		11,812,783.00	0.00	11,812,783.00	

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

Head of Accounts Department - Disbursing Entity:

Name Sign Date

Head of Accounts Department - Beneficiary Entity:

Name Elizabeth M. Gatura Sign  Date 7th November, 2025

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Appendix IV: Reporting of Climate Relevant Expenditures

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

Appendix V: Reporting on Disaster Management Expenditure

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