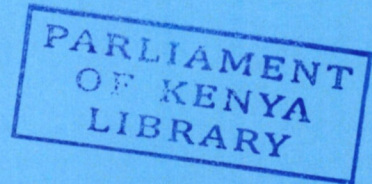


REPUBLIC OF KENYA



Enhancing Accountability



REPORT

OF

THE AUDITOR-GENERAL

ON

**BUSHIANGALA TECHNICAL TRAINING
INSTITUTE**

**FOR THE YEAR ENDED
30 JUNE, 2021**



BUSHIANGALA TECHNICAL TRAINING INSTITUTE (TVET)

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
30 JUNE 2021**

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

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

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KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

Bushiangala Technical Training Institute is situated in Kakamega South Sub-County in Kakamega County. It is located off Sigalagala –Bukura road approximately 10 Kilometers from Sigalagala and about 20 Kilometers from Kakamega Town.

This Institute was started as a skill upgrading centre in 1991 by voluntary service overseas under the support of the European Economic Community. The main mandate of the Institute was to upgrade skills for Youth Polytechnic graduates, instructors and managers.

The Volunteer Service Overseas Group withdrew from the institute in 1993 and it was taken over by the Ministry of labour which replaced the short-term training courses with Artisan and Craft courses. The then Ministry of Higher Education Science and Technology formally took over the running of Bushiangala Technical Training Institute in 2008. The Institute was finally registered as a TVET Institution under TVEA Act on 2016.

The Institute is located on a parcel of land measuring 12 acres and it is in the process of acquiring more land. Through the support of the Kenya Government, the Board managed to construct the Administration/Tuition block, Science Laboratory Complex, Building/Mechanical Workshops, and an Ultra-Modern Resource Centre (Library). Currently the institute is constructing an Electrical & Electronics and Clothing & Textile workshop to provide a conducive environment for students. Equipping of Computer Laboratories and the Workshops is ongoing.

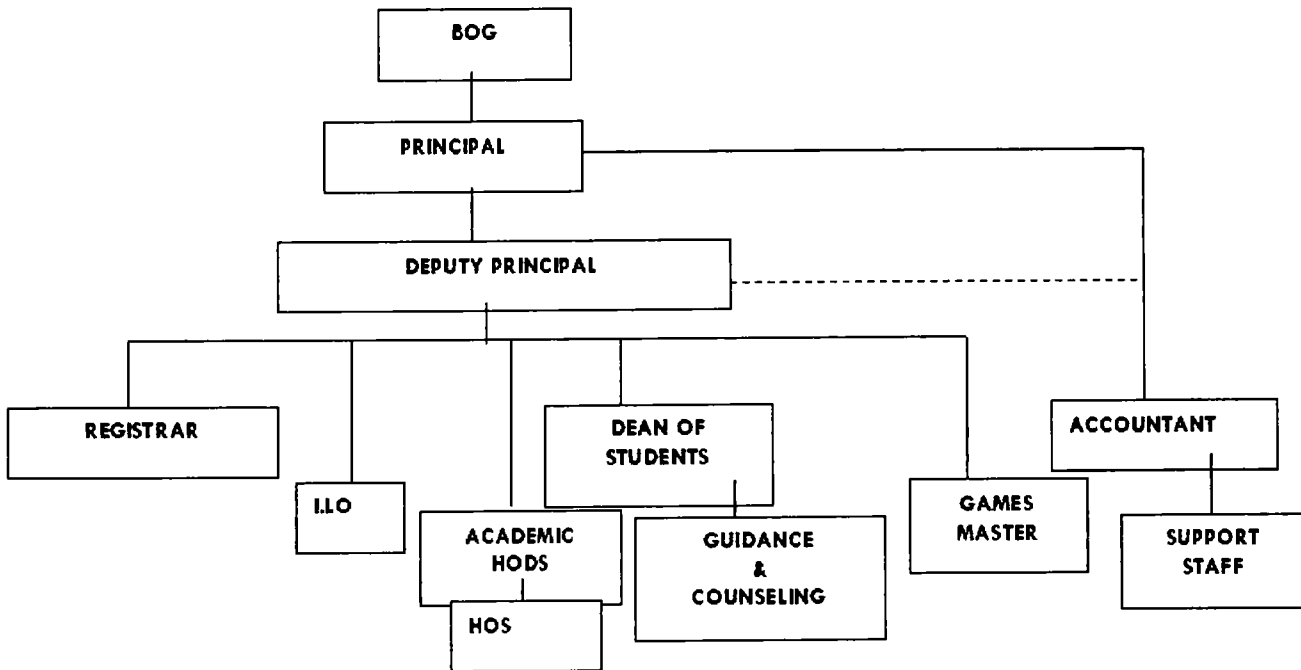
The Institute's current organization structure consists of the Board of Governors appointed by the Cabinet Secretary Ministry of Education

The Principal is the Chief Executive Officer of the Institute and is supported in the administrative function by the Deputy Principal Administration & Finance, Deputy Principal in charge of Academics, Registrar, Dean of Students and Finance Officer. There are seven (7) Academic Departmental Heads. The students are represented by a Students' government referred to as Student Council.

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Organogram Structure

The current organogram structure of BUSTTI is as below: -



(b) Principal Activities

The principle activity of the Bushiangala Technical Training Institute is to offer training to Students in technical courses and business courses as per the industry needs who are examined by KNEC and Computer Society of Kenya

Our Mission:

To provide technical training in science, engineering and technology and to foster applied research and community outreach for innovation and sustainability.

Our Vision:

To be a centre of excellence in Technical & Vocational Training for Socio Economic Development.

(c) Key Management

The entity's day-to-day management is under the following organs;

1. The Principal
2. The Management

(d) Fiduciary Management

No.	DESIGNATION	NAME	PROFESSIONAL& ACADEMIC QUALIFICATION
1.	Principal	Janet Waswa Otuya	Bachelor of Education Arts
2.	Deputy Principal Administration	Alfred Mukhola	Bachelor of Technology (Building)
3.	Deputy Principal Academics	Violet Watulo	Bachelor of Education Arts
4.	Head of Finance	CPA Emily Ashihundu	CPA(K)
5.	Head of Procurement	Duncan Makumba	Diploma in Supply Chain Management
6.	Registrar	Hezekiah Tundo	Bachelor of Education
7.	Dean of students	Samuel T. Shivailu	Bachelor of Science
8.	Internal Auditor	CPA Sammy M.K Chege	CPA (K), Cert. Information Technology, Certificate of proficiency in Insurance (COP), Dip. Sales & sales Management (ICM-UK)
9.	Human Resource Officer	Joy Ngaira	Bachelor's degree in Science (Human Resource Management), A member of the Institute of Human Resource Management (IHRM)

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KEY ENTITY INFORMATION AND MANAGEMENT (Continued)

(e) Fiduciary Oversight Arrangements

1. Finance Committee of the Board of Governors
2. QMS ISO Auditors
3. Office of the Auditor General
4. Audit, Risk Management & Compliance Committee

(f) Entity Headquarters

Country: Kenya
 County: Kakamega
 Sub County: Kakamega South
 Constituency: Ikolomani
 Location: Isulu
 Street: Off Sigalagala – Bukura road approximately 10 Kilometres' from Sigalagala and about 20 Kilometres from Kakamega Town

(g) Entity Contacts

- Telephone: 0702092440, 0722890891
- E-mail: info@bushiangalatechnical.ac.ke
- Website: www.bushiangalatechnical.ac.ke

(h) Entity Bankers

Central Bank of Kenya

The college has six bank accounts at Kenya Commercial bank and one at Equity Bank.

S.No	Account No	Account Function
1.	Main (Fees) Account-1102702188 (KCB)	Main (Students fees) Account
2.	ESP Account- 1121337007 (KCB)	Economic stimulus Account -) Mungatsi TTI mentorship
3.	Recurrent Account -1114264563 (KCB)	Recurrent Account
4.	Transit Account- 1181740835 (KCB)	Transit Account (exam and reserved Funds) A/C
5.	Development Account- 1114264709	Development Account (Funds for Major Development Projects)
6.	Production Account-1152187376 (KCB)	Production Unit Account
7.	Equity fees Account – 05002777739208	Fees account

KEY ENTITY INFORMATION AND MANAGEMENT (Continued)

(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

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THE BOARD OF GOVERNORS

No.	Member	Details
1.		<p>Dorothy Mapenzi shiroya is the Chairperson of the Board of Governors of Bushiangala Technical. She was born on 17th July 1954. She holds a master's degree in Education Administration and a Bachelor's Degree in Education (Economics & Business Studies) from the university of Nairobi. She also has a certificate in Senior Management from DSE-Germany. She is a renowned lecturer and trainer with more than 30 years' experience. She has worked as a lecturer, Head of Department (HOD), Deputy Principal and Principal. Prior to her retirement, she was a Principal at Ramogi Institute of Advanced Technology (RIAT). She has a wealth of experience in Higher Education Institutions Management.</p>
2.		<p>Moses Mogesi Mokaya is an independent member and the chairperson Human Resource, Research and ICT sub-committee. He was born on 24th February 1976. He holds a masters in Science (Human Nutrition) from the University of Glasgow (UK); Currently he is pursuing a PhD course in Nutrition and Health at Ku Leuven University in Belgium. Mr. Mokaya has Bachelor's Degree in Education (Home Science & Technology) from Maseno University. Mr. Mokaya has also a higher Diploma in psychological counselling from Methodist University & Kenya Institute of Psychological Counselling (KIPC). He has a wealth of experience in management having worked with USAID-AMPATH as Deputy assistant programme manager and project manager cumulatively for 9 years. At USAID- AMPATH, he handled project implementation and monitoring and Human resource. He is currently a lecturer at Kabarak University.</p>
3.		<p>Sylvia Ashitsa Muhanda is an independent Board member and the Chairperson of Audit, Risk management and Compliance committee. She was born on 14th July 1992. She is a graduate of Moi University with Bachelors in Law (LLB). She also holds a post graduate Diploma in Law from Kenya School of Law (KSL). Silvia is an advocate of the high Court of Kenya with four-year practice and a member of Law society of Kenya (LSK) in good standing. She is currently an Associate advocate at Shitsama and Company advocates. She is the Vice President of the Law Society Of Kenya for Kakamega County. Silvia Brings on Board business and leadership experiences. She has a good understanding of government operations, Laws, Regulations and policies.</p>




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4.		<p>CPA Dr. John O. Messo Raude is an Independent member and the Chairperson Finance sub-committee of the Board of Governors of Bushiangala Technical Training Institute. He was born on 29th April 1962. He holds a PhD qualification (Business Administration) MBA (Finance) and Bachelors of Business Management from Masinde Muliro University of Science and Technology. He is also a Certified Public Accountant and a member of The Institute Of Certified Public Accountants of Kenya (ICPAK). He is also a certified Investment and Financial analyst (CIFA). He has more than 25 years' experience gained in Finance, accounting and auditing in the Public Sector and private Sector. He has a wealth of Board experience having in the past been on the Boards of Friends College Kaimosi and Bunge Technical Training Institute. He is currently the managing partner at Messo & Associates, a firm that deals in consultancy in Accounting, Auditing and management. He is also a part-time lecturer at Masinde Muliro University of Science and Technology. CPA Dr. John Messo is an accomplished scholar and publisher with several publications under his name.</p>
5.		<p>Daniel Amuli Bulali is an independent member of The Board. He was born on 6th June 1965. He holds a Diploma in Mechanical Engineering and a Higher diploma in Mechanical Engineering from Mombasa polytechnic and Eldoret Polytechnic respectively. He also holds a certificate Course-Comprehensive Instructor Training course from Kenya Technical Training College (KTTC). Mr. Bulali is currently a senior superintendent (Mechanical Engineering) at West Kenya Sugar Company Limited. He has management and corporate experience having worked in government for a period spanning 14 years as inspector and senior inspector Mechanical- Buildings in Kisumu and Nandi District.</p>
6.		<p>Jael Chepchirchir Sitienei is an independent member of the Board. She was born on 31st December 1987. Jael is a holder of Masters in business management (Strategic Management), Bachelor of Commerce (Management), Higher Diploma in Business management and a Diploma in Business management. Currently Jael works with Crown paints as a sales Executive in charge of Western Region. Prior to the engagement at Crown Paints, she worked as a sales and customer representative at Telkom Kenya Ltd-Kakamega Branch. She has a wealth of knowledge and expertise in strategic management which has really benefited the Board during formulation of various corporate strategic pillars.</p>





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7.		<p>Agnes Ayoma Shikalo is a member of the Board. She was Born on 15th September 1963. She has a Bachelor's Degree in Education (Arts), Higher Diploma in Guiding Psychology counseling and a certificate in Play and Art Theory from Kenyatta University. Prior to her retirement in 2016, she was a teacher of English and Literature in several schools including Bishop Njenga Girls Lugari, Kisumu Boys High School, Isinya Girls among others. At Isinya Girls, she was the Head of Department Languages. Upon her retirement in 2016, Agnes established Oak schools in Kajiado. She is a director of the school. Her experience as a trainer in Educational Institutions is a great resource to the Board.</p>
8.		<p>Janet Otuya is Principal and Secretary to the Board. She was Born on 17th December, 1963. She is a career teacher and trainer with experience of more than 30 years. Janet has Bachelors of Education arts (Business Studies & English. She also has a Diploma in Technical Education (Secretarial & English), Higher Diploma in Human Resources Management (KNEC) She also holds a certificate in senior management course and Strategic Leadership Course (SLDP). She has been a principal at Bushiangala Technical from January 2016. Prior to her appointment at Bushiangala, she was an acting Principal at Friends College Kaimosi. She had served as a trainer/lecturer, Registrar and Deputy Principal at Friends College Kaimosi.</p>



MANAGEMENT TEAM

SNO.	Member	Details
1.		<p style="text-align: center;">Janet Waswa Otuya PRINCIPAL.</p> <p>Holder of Bachelors in Education-Business/ Diploma in Technical Education (Secretarial Studies), She is the Principal/Chief Executive and the Secretary to the Board. She is an executive member of the Board. She is in charge of the day-to-day operations. She is also a lecturer in Business Studies Department.</p>
2.		<p style="text-align: center;">Alfred Mukhola Deputy Principal Administration</p> <p>Key Qualifications: He holds a Bachelor's Degree in Technology (Building), DTP-Building Technology, Diploma in Technical Education.</p> <p>The Deputy Principal Administration is in charge of deputising the principal and he mainly assists in areas of General administration and finance besides teaching in the building and civil Engineering Department.</p>
3.		<p style="text-align: center;">Violet Watulo Deputy Principal Academics</p> <p>Key Qualifications: Bachelors in Education (Arts). The Deputy Principal Academics is in charge of deputising the Principal and she mainly assists in areas of Academics and curriculum implementation besides teaching in the Business Department.</p>

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No.	Member	Details
4.		<p>CPA Emily Ashihundu Head of Finance Key Qualifications: A Certified Public Accountant Of Kenya (CPA-K), Certificate in Information Technology & Member of the Institute of Certified Public Accountant Of Kenya(ICPAK)Head of Finance and Accounting.</p>
5.		<p>Duncan Makumba Head of Procurement department. key qualification: Diploma in Supplies Chain Management, member of the Kenya Institute of Supplies management (KISM)</p>
6.		<p>Hezekiah Tundo Registrar of Students Key Qualifications: Bachelors in Education (Arts), Diploma in Entrepreneurship (KNEC)</p>
7		<p>Mir. Samuel Shivailu Dean of Students</p>

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No.	Member	Details
8.		<p style="text-align: center;">CPA Sammy M.K Chege Internal Auditor</p> <p>Head of Internal Audit and Secretary Audit, Risk Management and Compliance committee of the Board.</p> <p>Key qualifications: A Certified Public Accountant of Kenya, Certificate In Information Technology. A member of the Institute of certified Public Accountants of Kenya (ICPAK)</p>
9.		<p style="text-align: center;">Joy Ngaira Human Resource Officer.</p> <p>Key Qualifications: Bachelor's degree in Science (Human Resource Management), A member of the Institute of Human Resource Management (IHRM) Head of Human Resource Department.</p>

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

CHAIRPERSON'S STATEMENT

It is with great pleasure that I present the Bushiangala Technical Training Institute's financial Statements for the year ended 30 June, 2021.

In the year under review, the institute made a performance contract agreement with the Government of Kenya through the Cabinet Secretary Ministry of Education. The purpose of this performance contract was to establish the basis for ensuring that efficient and effective services delivery in line with the provisions of the constitution and by requiring Bushiangala Technical Training Institute to adopt systems that enable innovativeness and adaptability of public services to the needs of users, according special attention to strategies and initiatives that will fast track post COVID-19 recovery.

Through my leadership, we made plans and strategies that will contribute to high and sustainable social-economic development. We ensured that Bushiangala Technical Training Institute has a credible strategic plan and performance contract that would deliver the desired goals. We performed our responsibilities diligently and to the best of our abilities to support the achievement of the agreed performance targets.

In the year 2021-2022, the Board commits to reviewing the strategic plan, aligning it to MTP III and incorporating the "Big Four" agenda, incorporating the COVID-19 recovery strategies and plans and other national priorities.

We have also enhanced strategic Objectives as follows;

Expanding training opportunities and producing well trained, skilled and competent manpower, Undertaking active and continuous transfer of Technology through collaborative approach between TVET institutions and relevant industries, community and the society at large. Providing continuous upgrading of skills and knowledge for the labour market, conducting research in appropriate emerging technologies, applying ICT in improving training and Management systems and provide extension services to the community.

When we fulfil the above-mentioned objectives among other pillars and issues, we will fulfil our vision which is; ***"To be a Centre of Excellence in Technical and scientific Training for social-economic development"***. We shall also undertake Science, Technology and innovation (STI) mainstreaming by developing STI strategic plan, implement STI strategy by documenting research programs/projects and ensuring annual budgetary allocation for Research and Development.

In the year ended 30th June 2021, we were not able to procure install and commission the Management Information system for examination module among other remaining modules. This shall be done in the years to come when funds become available.

We also intent to do the following programs in the year 2021-2022;

- Establish A Data Bank for Graduands,
- Sensitize Staff and Students On COVID-19 Pandemic,
- Review Of Strategic Plan
- Increase Enrolment in Science, &Technology.
- Enhance Good Performance in KNEC Examinations & Increase Gross Enrolment
- Integrate ICT In Teaching and Learning & Road Safety Mainstreaming
- Disability And Gender Mainstreaming.

On supporting the government's efforts in addressing the challenges of climate change, Bushiangala Technical training institute has embarked on a strategy to plant not less than 500 trees each year within its land and in collaboration with schools in the neighbourhood. This initiative will assist in increasing the forest cover to a minimum of 10%.

Bushiangala Technical Training Institute was in the process of implementing the C-BET curriculum though the process was slowed down by the onset of the COVID-19 pandemic.

The college trained all staff as assessors and verifiers as well as certifiers. Indeed, some have been accredited and licensed.

Other C-BET achievements include:

- The institute has applied for re-certification to TVETA
- The institute has acquired 22 occupational standards from level 3-6 for all the departments.
- Two trainers from Electrical and Secretarial courses have gone through validation stage.
- We are looking forward to the launch of CDACC courses in Building, Mechanical and Electrical departments.

I wish to appreciate and acknowledge the support we have received from the Government and other entities like The National Government Constituency Development Fund (NG-CDF), Higher Education loans Board (HELB) and other sponsors and well-wishers for continuing to support our students in paying their fees.

The Board of Governors specifically thanks the Ministry of Education for releasing the funds for the completion of the Electrical and Textile complex (Building) on 30th June 2021.

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Lastly, I thank the Board of Governors of Bushiangala Technical Training Institute, the staff, students, parents, guardians and other stakeholders for the confidence that they have shown in Bushiangala Technical Training Institute. Your input and support have made the Institute fulfil its Mission.

SIGNATURE:  DATE: 05 SEPTEMBER, 2022
DOROTHY M. SHIROYA
CHAIRPERSON BOARD OF GOVERNORS

REPORT OF THE PRINCIPAL

These financial statements that have been presented are for the year under review from 1st July 2020 to 30th June 2021. The accounts have been maintained and presented under the accrual basis as required by the International Public Sector Accounting Standards (IPSA's).

The preparation and presentation of these financial statements is in line with the provisions of the Public Finance Management Act 2012 and the Public Finance Management Regulations of 2015. We also followed regulations and policy circulars as issued by the National Treasury, Ministry of Education-State Department for Vocational and Technical Training (VTT) from time to time.

We have fostered a culture of professionalism, excellence, accountability, productivity, integrity, equity and transparency. This culture together with team work, commitment and honest have our college to be competitive in the region. We have linkages and collaborations with firms and organisations in both public and private sector. Through these partnerships, we have sourced for attachment opportunities for our trainees.

Our training programmes have been chosen in a way that encourage lifelong learning to facilitate:

- Innovativeness and creativity.
- Continuation of training for improvement of professional qualifications, updating of knowledge, skills and understanding.
- Complimentary Education for those receiving technical, vocational and Educational Training in the form of on-the-job training.
- Accommodating of marginalized groups which include women, youth and persons living with disability.

Our staff has undergone the internal Quality assurance training initiated by Technical and Vocational Education and Training authority (TVETA). After the training, we established departmental Internal Quality Assurance Committee headed by Internal Quality assurance champions. We endeavor to continue establishing systems and processes geared at the improvement of standards and quality assurance.

Challenges

In the March 2020, the World Health organization (WHO) declared COVID-19 a pandemic. This led to the closure of all training and educational institutions. The students who were to sit for July 2020 Examination had to sit for them in January/February 2021. The colleges and university opened only for candidates in October 2020. There was another closure due to an upsurge in COVID-19 cases on 26th March 2021 and a re-opening in May 2021. Due to the pandemic, we did not admit students in May and September 2020. This greatly affected our operations. Our January 2021 intake was also not possible because the candidates were yet to sit for their examinations. The Intake was in May 2021 and the number of trainees that reported was low. Many guardians and parents were still skeptical about their children safety due to the pandemic. Never the less our January/February candidates did well despite them being away from college for a whooping seven months. The closure generally affected enrolment, examination, revenue and the academic calendar. The onset of COVID-19 has had both positive and negative impact. Training colleges were implored to embrace virtual and digital learning which came with cost implications. As a College we had to do structural

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

Local Area Network (LAN) cabling which consisted of N-Computing installation for virtual learning, E-learning and E-Meetings. We bought more computers to conform to the new norm. These costs were not anticipated and we had to do a supplementary budget.

The Ministry of Health also introduced a raft of measures to address the training institutions re-opening programme. In order to comply, we recruited a nurse, build and equipped a clinic and an isolation room, bought drugs, equipment and machines to make the clinic operational. The College also bought and to acquire and install an Automatic temperature detector, fabricated hands washing devices, sanitizer dispensing equipment's were also procured to fulfil the reopening protocol.

We also had to put in place some capital-intensive projects to be allowed to re-open the college. The Cabro blocks were laid in the pathways and the parking lot, tiles were fixed in all classrooms, lecture Halls and all buildings that were to be used by trainees and other members of staff. Repainting works was also part of the requirement. The marking of sitting position incorporating social distance was done. The painting requirement was a blessing in disguise, the college has a new look that is beautiful and it has indeed improved the training environment.

Achievements.

Despite the challenges posed by the COVID-19 pandemic, there are several achievements that we can celebrate.

- 1) Mungatsi Technical and Vocational College in Busia County that we were mentoring was officially handed over by our Board of Governors to the newly inaugurated Board of Governors of the institute on 26th march, 2021. We will continue to support it whenever we are asked to come in. We wish the Principal Mr. Kenneth Agoi all the best as he takes up his role as the Chief executive and accounting officer of the institution
- 2) The College acquired the Title deeds to three pieces of its land. The Title deeds are for the following pieces of Land Kakamega/Shikulu 1436, Kakamega/Shikulu 1446 Kakamega/Shikulu 1447. We now only have one parcel which we are yet to get the title document. This parcel in question is kakamega/Shikulu 1463. This parcel of land was acquired by funding from the National Government-CDF on 24/02/2010. Shimenga Asila measuring 2.0Ha in total but the NG-CDF purchased only 1 acre for the college. Currently the holder of the land is Livingstone Mukala Shimenga. On 24th September 2020 some people including the seller, Livingstone Mukala claimed that the institute is intermeddling in the property of the deceased. These interferences by third party/ individuals have affected our quiet possession and enjoyment of the land. We have discussed with the Ikolomani NG-CDF who have promised to pursue the matter.
- 3) Phase one (1) of the perimeter wall whose construction started in 2019/2020 financial year was officially handed over to the Board of Governors this financial year. This wall has greatly enhanced security. The modern kitchen was built. The old structure is now being used as a firewood store.
- 4) The Electrical and Clothing Building (Complex) will be complete in the year 2021-2022 after the ministry of Education release the funds for its completion on 30th June 2021.

- 5) The office of the Auditor-General carried out audit of our financial statements and records for the year 2016/2017, 2017/2018, 2018/2019 and 2019/2020. Through their recommendations, we have improved our financial statements reporting and presentation. The internal control systems have improved tremendously.
- 6) The public service commission (PSC) also posted a total of 14 trainers in our college. This has improved the permanent staff to 40.

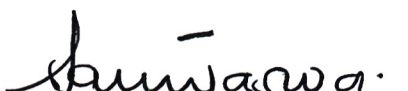
Financial Performance Highlights

The college recorded a reduction in the Total revenue of sh 65,217,319 in the year 2020-2021 compared to sh 90,170,522 which was realized in the year 2019-2020 being revenue from exchange and Non exchange transactions. This amount included capitation of sh 29,565.000 from Ministry of Education and sh 35,652,317 being revenue from students, and other Government Agencies namely: HELB, NYS and CDFs. There was also capital grant of sh 20, 000,000 for construction of the on-going Electrical & Textile Workshop

We had a recurrent expenditure of sh 58,411,653 against recurrent income of sh 65,217,319 resulting to a surplus of sh 6,805,666. Generally, the college remains a going concern.

Finally, I would like to thank the Government of Kenya and other stakeholders for their continued financial support during the year under review.

Lastly, I would like to thank the Board of Governors, Staff and Students for the overwhelming support and co-operation in running the college during the year under consideration.



JANET WASWA OTUYA

PRINCIPAL/SECRETARY BOG MEMBER

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
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STATEMENT OF PERFORMANCE AGAINST PREDETERMINED OBJECTIVES.

Bushiangala Technical Training Institute has 9 strategic pillars or issues within the current strategic plan for the year 2020/2021 to 2021/2025.

These strategic pillars are as follows:

1. Objective 1: Acquisition of land
2. Objective 2: Improvement of Infrastructure.
3. Objective 3: Institutional corporate governance.
4. Objective 4: Access and equity.
5. Objective 5: Improved ICT Integration.
6. Objective 6: Research and Development.
7. Objective 7: Provision of adequate Human and Financial Resources.
8. Objective 8: Improved communication and Public relations.
9. Objective 9: Improved collaboration and linkages with industries and other stakeholders.

Strategic Pillar		Objective	Key Performance indicator	Activities	Achievements.
Issue 1	Acquisition of land	To acquire optimal land	Land Title Deeds	Processing the Land Title Deeds	The Institute has acquired a total of 6 Land Title Deeds
Issue 2	Improvement of Infrastructure	To upgrade or construct more infrastructure	The number of Infrastructure constructed.	Develop a framework for improving and increasing physical facilities.	<ul style="list-style-type: none"> ▪ Construction of Electrical & Clothing Workshop ▪ Kitchen Construction ▪ Perimeter Wall construction
Issue 3	Institutional Corporate Governance	To develop policies on Institutional Corporate Governance.	The Policies, Strategies and programs developed.	Developing Corporate Governance Policies.	<ul style="list-style-type: none"> ▪ HR Policy developed ▪ ICT Policy developed. ▪ Drug Abuse Policy developed. ▪ Road Safety Policy developed ▪ Academic Policy developed.
Issue 4	Access and Equity	To enhance access and Equity in TVET Training.	<ul style="list-style-type: none"> • Increased enrolment; • Expanded facilities. • Improved facilities for PWD 	<ul style="list-style-type: none"> ▪ Marketing the Institute for more enrolment ▪ Expanded facilities 	<ul style="list-style-type: none"> • Enrolment of 1650 • Kitchen, Workshop and Perimeter Wall constructed.

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

Issue 5	Improved ICT Integration	To promote ICT integration in Service Delivery.	Number of trainers applying ICT in teaching	Develop adequate ICT capacity and infrastructure	Trained Staff
Issue 6	Research and Development	Institutionalise effective research and development.	Number of innovations for TVET Fare	Promote use of research results in technology development and transfer.	Number of innovations
Issue 7	Provision of adequate Human and Financial Resources.	-Harness Human Resources. -Diversify sources and increase funding.	-Exploit external funding possibilities. -Expand income Generation at the institutional level. -Increase PSC and BOG staff.	<ul style="list-style-type: none"> ▪ Exploit external funding possibilities. ▪ Expand income Generation at the institutional level. ▪ Increase PSC and BOG staff. 	Increased funding PU Activities Increased staff
Issue 8	Improved communication and Public relations.	Develop effective and efficient communication system at all levels and to enhance the image and visibility of Bushiangala TTI	Number of Participants in Trade fairs, sports and Trade shows.	Participating in Trade fairs, sports and Trade shows	Total number of participants
Issue 9	Improved collaboration and linkages with industries and other stakeholders.	Enhance collaboration and linkages.	Number of collaborations and linkages with other institutions and industries.	-Establish collaborations and linkages with other institutions and industries. -Strengthen existing collaboration and linkages	Total number of Collaborations

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

CORPORATE GOVERNANCE STATEMENT

Corporate governance is the process and structure used to direct and manage the business affairs of Bushiangala Technical Training Institute towards enhancing prosperity and corporate accounting with the ultimate objective of realizing student's long-term value while taking into account the interests of other stakeholders.

The Board of Governors is committed to ensuring compliance with all those guidelines on corporate governance best practices as issued by Mwongozo and also adhering to all the government circulars that are appropriate to the circumstances of the institute and adherence generally to best practice in corporate governance.

The Board of Governors acknowledges their responsibility of maintaining internal controls, systems to safeguard the assets of the Institute and ensure reliability of the financial information. Whilst these controls are considered to be appropriate to the circumstances of the Institute, they can only provide reasonable assurance against material misstatement or loss.

BOARD OF GOVERNORS.

There are ten members of the Board, including the chairpersons who are non-executive members. This ensures that the decision-making process is objective and takes into account the rights and expectations of the body of stakeholders as a whole. All the Board members have experience and expertise which is considered relevant to the requirements of the college. All Board members, other than the Principal who is exempted, are required to retire and seek nomination once every three years for a second and final term of three years. At every expiry of three years, at least a third of the Board of Governors is supposed to retire but this has not been the case. The Ministry of Education should ensure that a succession plan is put in place so that the appointments to the Board are staggered to ensure proper and effective succession.

The Board has delegated authority for the day-to-day operations of the college to the Principal who is the Chief Executive Officer as well as the Accounting Officer and senior Management. The principal responsibilities of the Board of Governors are to define the mission and strategy of the college and to ensure that the college complies with statutory and regulatory requirements and with its responsibilities to its stakeholders. Other functions include;

- a) Overseeing the conduct of education and training in the institutions in accordance with the provisions of technical and Vocational and Education and training Act 2013.
- b) Promoting and Maintaining standards, quality and relevance in education and training in the college.
- c) Administering and managing the property of the college.
- d) Preparing annual estimates of revenue and expenditure for the Institute and incurring expenditure on behalf of the college.
- e) Receiving on behalf of Institute fees, grants, subscriptions, donations, bequests or other moneys and to make disbursement to the institute or other bodies or persons.

- f) Mobilizing Resources for the college.
- g) Preparing comprehensive annual reports on all areas of their mandate and submit the same to the relevant authorities and government departments and Ministries when required.

The full Board meets at least four times a year and for scheduled meetings and on other occasions as may be necessary to deal with specific matters that require attention between the scheduled meetings.

The Board of Governors are provided with full and timely information to enable them to discharge their responsibilities effectively. The independent Board members are encouraged to develop their knowledge of the operation of the college by visits to the various departments of the college and interaction with senior personnel.

COMMITTEES OF THE BOARD.

There are three standing committees of the Board with written terms of reference.

1.The Audit, Risk Management and Compliance Committee:

No.	NAME	TITLE
1	Sylvia Muhanda	Chair person
2	Moses Mokaya	Member
3	Agnes Shikalo	Member
4	Sammy Chege	Internal Auditor(Secretary)

The Committee' mandate is to;

1. Support the accounting officer with regard to her responsibility for issues of risk, control and governance and associated assurance.
2. Follow up on the implementation of the recommendations of internal and external auditors.
3. To prepare risk mitigation plans
4. To ensure checks and balance in the institution
5. To oversee financial expenditure of the institute
6. To ensure compliance of the applied laws and regulations.

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

The committee holds four formal meetings each year. The committee may also meet as and when required. The internal auditor is the secretary to the committee.

2. The Human Resources, Education, Research and ICT Committee

No.	NAME	TITLE
1	Moses Mokaya	Chair person
2	Jael Chepchirchir	Member
3	Agnes Shikalo	Member
4	Joy Ngaira	Human Resource Officer(Secretary)

The Mandate:

1. To advise the Board on matters of personnel requirements
2. To propose ways of skills upgrading of staff
3. To facilitate research activities

The committee meets formally at least quarterly and as when required between the scheduled meetings.

The Finance and Infrastructure Committee

No.	NAME	TITLE
1	Dr.CPA John Odwako Messo Raude	Chair person
2	Jael Chepchirchir	Member
3	Daniel Bulali	Member
4	Emily Ashihundu	Finance Officer/Secretary

The Mandate:

1. To advise the Board on the financial practices, Funding, cost reduction, monitor production units
2. To oversee preparation of financial reports and annual budget.
3. To advise the Board on matters concerning infrastructure and development

The committee meets formally at least quarterly and as per the needs.

All committees and full Board meetings are either done in person meeting or through electronic means as may be necessary from time to time.

MANAGEMENT DISCUSSION AND ANALYSIS

During the Financial year 2020/2021 the college was able to generate Kshs 65,217,319 from its two spheres, i.e., Revenue from Non-Exchange Transaction and Revenue from Exchange Transactions. The college managed to complete the long overdue project of Mungatsi TTI and handed it over to Mungatsi TTI management at a cost of sh 60,576,598.

The achievements for the year under review were:

- Construction of a Modern kitchen
- Erection and completion of phase one of the Perimeter wall
- Fencing of the sports ground
- Construction of 10 doors lavatories
- Tilling of all floors to the building
- Laying of pavements
- The construction of a Clothing & Textile and Electrical workshop is ongoing 50% complete
- The college was also able to operationalize the office of Deputy Principal Academics, Human Resource and Internal audit.
- The college had collaborated with the Ministry of Youth to train students from the National Youth Service

Despite the above achievements, the institute still has had shortcomings as a result of lack of adequate teaching space, Laboratories and adequate trainers. Secondly, there was delay in release of capitation grants and Development grants which came the last week of June 2021. The delay affected accomplishment of our financial commitments. There was also COVID 19 Pandemic which denied our students two terms off their studies hence affecting our revenue as well as expenditure targets.

During the Financial year under review, we complied with the following statutory requirements among others;

- TVET Act 2013,
- Education Act 2012,
- Public Procurement and disposal Act,
- Public Finance Management Act.

In addition, we have been able to submit the National Social Security Funds (NSSF), Pay as You Earn (PAYE), National Hospital Insurance Fund (NHIF) dues on behalf of our BOG workers in time and there are no any pending dues which are in arrears.

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

ENVIRONMENTAL AND SUSTAINABILITY REPORTING

Bushiangala Technical Training Institute exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, putting the customer/Citizen first, delivering relevant goods and services, and improving operational excellence. Below is a highlight of strategies and activities that promote Bushiangala TTI strategic objectives.

Sustainability Quality Education Training strategy and profile

The management of Bushiangala Technical, led by the Principal, has made tireless efforts to ensure that our trainees have access to quality education. In order to achieve quality education, training is offered under seven academic departments namely: Business, Applied Sciences, Building & Civil Engineering, Clothing & Textiles, Electrical & Electronics, Mechanical and ICT department. For quality management, each department is headed by a competent HOD, assisted by course tutors and section heads. The courses offered are market oriented and tailored to the needs of Industry. Each department has qualified trainers to take the trainees through theoretical and practical lessons. Each trainer ensures adequate syllabus coverage and effective monitoring of evaluation systems within specified time limits. The trainees are taken through well-developed practical projects equipping the students with necessary skills for the industry. The training programs are punctuated with industrial attachment sessions of three months. The Institute is offering modular courses that are evaluated by KNEC at every stage. Most of our graduands are absorbed by the industries, County Governments, and Public Institutions.

Environmental performance

The Institute has developed a number of policies that guide the Institute to achieve quality education and training. Among the policies developed include: Academic Policy, HR Policy Manual, Drug Abuse Policy, Road Safety Policy, ICT Strategic Policy, Attachment Policy, Environmental Policy, among others. These Policies have been approved by the Board of Governors. They were subjected to Public Participation. All these policies have put the Institute on a forward projectile. Proper implementation of these policies has resulted in more efforts to manage biodiversity, waste management policy and efforts to reduce environmental impact of the Institute's training products.

Employee welfare

The Institute has developed a comprehensive Human Resource Policy Manual addressing all the necessary employee requirements. These range from recruitment, remuneration, training opportunities, disciplinary procedures, leave, healthy issues, up to retirement. Also in place are Gender Policy. These policies have a direct bearing on the efforts made in improving skills and managing careers, appraisal and reward systems. The Institute has tailored its policies on safety and compliance with Occupational Safety and Health Act of 2007, (OSHA).

Marketplace practices-

Bushiangala Technical has outlined the objectives to:

- a. Responsible competition practice.
Bushiangala is a training institution of best practices. The Institute ensures responsible competition practices with issues like anti-corruption, non-partisan political involvement, fair competition and respect for competitors.
- b. Bushiangala ensures responsible Supply chain and supplier relations- Bushiangala TTI maintains good business practices, treats its own suppliers responsibly by honouring contracts and respecting payment practices. This is achieved through regular meetings with all stakeholders.
- c. Bushiangala TTI has put in place responsible marketing and advertisement-outline efforts to maintain ethical marketing practices.
- d. Product stewardship- The management has outlined efforts to safeguard consumer rights and interests. This is achieved through Quality Management Systems.

Corporate Social Responsibility / Community Engagements

The Institute has extended CSR to the community by providing clean water, providing dust bins, litter bins and a Bus Stage Shade.

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

REPORT OF THE BOARD OF GOVERNORS

The Board members submit their report together with the audited financial statements for the year ended June 30, 2021 which show the state of Bushiangala Technical Training Institute affairs.

Principal activities

The principal activity of the Bushiangala Technical Training Institute is to offer training to students in technical courses and business courses as per the industry needs which are examined by KNEC, KASNEB and Computer Society of Kenya. The institute offers the following programmes in 7 academic departments:

1. Business Studies (Diploma in Supplies Chain Management, Community Development; Certificate in Supplies Chain Management, Single and group secretarial, Community Development; Artisan in Store Keeping Human Resource Management Human Resource Management) CPA & ATC.etc.
2. Building Department (Diploma in Civil Engineering & Building Construction; Certificates in Building Construction, Plumbing & Masonry)
3. Applied Science Department (Diploma in Applied Biology and Certificate in Science laboratory technology).
4. Computer and Information Communications Technology: (Diploma in ICT, Computer Science; Certificate in ICT, ICTT and Computer Packages).
5. Clothing & Fashion Design (Diploma in Textile technology, Clothing Technology, Fashion Design; Certificate in Clothing and Textiles, Artisan Garment Making, Beauty and Hairdressing)
6. Automotive and Mechanical Engineering (Diploma in Automotive Engineering; Craft and Artisan courses in Motor Vehicle Mechanics, Welding and Fabrication Driving Courses)
7. Electrical /Electronic Engineering (Craft and Artisan courses in Electrical Installation.)

These courses are demand driven and find application in various sectors of the economy

Results

The results of the entity for the year ended June 30 2021 are set out on page 1 - 5

BOARD OF GOVERNORS

The members of the Board /Council who served during the year are shown on page vi-viii. During the year none of the board members retired/ resigned.

Auditors

The Auditor General is responsible for the statutory audit of the entity in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 The Institute has recruited an Internal Auditor to streamline and enforce internal controls system

STATEMENT OF THE BOARD OF GOVERNORS AND MEMBERS RESPONSIBILITIES

Section 83 of the Public Finance Management Act, 2012 and Section 14 Of TVET Act, 2013 (Section 29) requires the Board of Governors to prepare financial statements in respect of that the college, which give a true and fair view of the state of affairs of Bushiangala Technical Training Institute at the end of the financial year/period and the operation results for that year. The Board of Governors are also required to ensure that the College keeps proper accounting records which disclose with reasonable accuracy the financial position of the College. The Board of Governors are also responsible for safeguarding the assets of the College. The Board of Governors are responsible for the preparation and presentation of the College financial statements, which give a true and fair view of the state of affairs of the College for and financial year ending on June 30,2017. This responsibility includes:

- Maintaining adequate financial management arrangements and ensuring that these continue to be effective through ought the reporting period.
- Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity.
- 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;
- Safeguarding the assets of the College.
- Selecting and applying appropriate accounting policies; and
- Making accounting estimates that are reasonable in the circumstances

The Board members accept responsibility for the College financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and (the TVET Act). The Board of Governors are of the opinion that the College Financial statements give a true and fair view of the state of College's transactions during financial year ended 30 June 2021, 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

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

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

Approval of the Financial Statements

The Bushiangala Technical Training Institute financial statements were approved by the Board on 28/9/2021

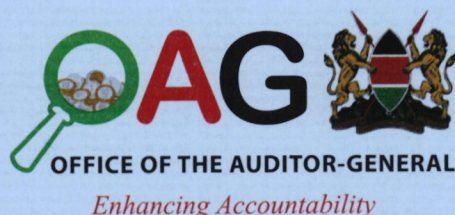


DOROTHY SHIROYA
BOG CHAIRPERSON



JANET WASWA OTUYA
PRINCIPAL/SECRETARY BOG MEMBER

REPUBLIC OF KENYA



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HEADQUARTERS
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON BUSHIANGALA TECHNICAL TRAINING INSTITUTE FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

- A. Report on the 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 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 Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment, and the internal controls developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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 Bushiangala Technical Training Institute set out on pages 1 to 37, which comprise of the statement of financial position as at 30 June, 2021, and the statement of financial performance, statement of changes

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

In my opinion, except for the 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 the Bushiangala Technical Training Institute as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management Act, 2012, and the Technical and Vocational Education and Training Act, 2013.

Basis for Qualified Opinion

Unsupported Transfers from Other Government Agencies

The statement of cash flows reflects an amount of Kshs.22,447,018 under transfers from other Government agencies which, as disclosed in Note 5 to the financial statements, includes Kshs.8,065,800 being student loan and bursary from HELB, Kshs.1,485,918 being bursary from Constituency Development Fund (CDF) and the County Government and Kshs.12,895,300 from the National Youth Service (NYS) respectively. However, the receipts from CDF and NYS differ from the respective total as per the support schedules of Kshs.1,467,918 and Kshs.4,862,800. No reconciliations or explanations were provided for the variances.

In the circumstances, the accuracy of the bursaries transferred from other government agencies could not be confirmed

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Bushiangala Technical Training Institute Management in accordance with ISSAI 130 on 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.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

1. Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.132,997,052 and Kshs.92,210,610 respectively

resulting to an under-funding of Kshs.40,786,442 or 31% of the budget. Similarly, the institute expended Kshs.71,191,900 against an approved budget of Kshs.92,210,610 resulting to an under-expenditure of Kshs.21,018,710 or 23% of the budget.

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

2. Unresolved Previous Years' Audit Matters

The financial statements for the year under review do not include a section on how the Institute has addressed issues raised in prior years' reports as required by the reporting guidelines.

In the circumstances, the Management was in breach of regulations regarding reporting and presentation of the financial statements.

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 matter described in the Basis for Conclusion on 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

Failure to Adhere to the One-Third Rule on Salary Deductions

Review of the Institute's payroll indicated that three employees earned net salaries that were below a third of their respective basic salaries. This was contrary to Section 19(3) of the Employment Act, 2007, which provides that total deductions from an employee's salary should not exceed two thirds of their respective basic salaries.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on

Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Information Technology Governance

The Institute did not have an ICT Strategic Committee or an IT Steering Committee. Further, a formal documented and tested emergency procedure for use in the event of an unforeseen occurrence had not been established.

In the circumstances, the security and reliability of the entity's data including the management information system could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal 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 control, risk management and governance.

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

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

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

The Board of Directors is responsible for overseeing the Institute's financial reporting process, reviewing the effectiveness of how the 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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015, and submit the audit report in compliance with Article 229(7) of the Constitution. 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 and weakness 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 addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, 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 accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control 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, and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Institute's policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Institute's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Institute to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Institute to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

31 August, 2022

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

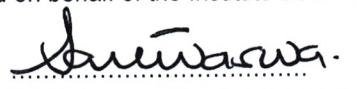
I. STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2021.

DESCRIPTION.	Notes	2020-2021	2019-2020
		Kshs	Kshs
Revenue from non –exchange transactions			
Transfers from the National Government–MOE Capitation	4(a)	29,565,000	33,180,000
Total Revenue from non-exchange transactions		29,565,000	33,180,000
Revenue From Exchange Transactions			
Rendering of services- Fees from students	6	33,289,154	55,051,126
Sale of goods	7	7,850	31,060
Hire of facilities and Equipment	8	1,995,500	972,080
Other Incomes	9	359,815	936,256
Total Revenue from Exchange Transactions		35,652,319	56,990,522
Total revenue		65,217,319	90,170,522
Expenses			
Use of goods and services	10	31,468,454	38,780,102
Employee costs	11	13,187,410	12,124,630
Remuneration of Board of Governors	12	1,979,625	985,200
Depreciation And Amortization Expense	13	10,021,092	8,489,384
Repairs and Maintenance	14	1,362,749	1,509,321
Contracted services			438,000
Finance Costs	15	190,566	201,528
Provision of audit fees			150,000
Other Expenses	16	201,757	
Total Expenses		58,411,653	62,678,165
Net surplus for the year		6,805,666	27,492,357

The Financial Statements set out on page 1 and 2 were signed on behalf of the Institute Board of Governors by:


CHAIRPERSON BOG

DATE: 20 AUGUST, 2022


PRINCIPAL/SECRETARY BOG

DATE: 20/08/2022


FINANCE OFFICER ICPAK NO: 22795

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

II. STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

DESCRIPTION.	Notes	2020-2021	2019-2020
		Ksh	Kshs
Assets			
Current Assets			
Cash And Cash Equivalents	17	34,378,502	38,836,520
Current portion of receivables from exchange transactions	18	40,822,576	287,101
Receivables From Non-exchange transactions	19	85,000	150,000
Inventories	20	3,402,690	471,477
Investments		-	
Total-Current Assets.		78,688,768	39,745,098
Non-current assets.			
Property, plant and equipment	21	188,638,849	216,595,411
Intangible Assets	22	2,841,810	1,388,000
Investment Property		-	
Long Term Receivables from Exchange Transactions		-	-
Total Non-Current Assets.		191,480,659	217,983,411
Total Assets.		270,169,426	257,728,509
Liabilities.			
Current Liabilities			
Trade and other payables from exchange transactions	23	6,267,432	7,516,132
Refundable Deposits from Customers	24	687,065	564,065
Payments Received in Advance	25	9,269,813	304,440
Total Current Liabilities.		16,224,310	8,384,637
Total liabilities.		16,224,310	8,384,637
Capital And Reserves.			
Capital Reserves	SCNA	157,542,572	138,107,206
Revenue Reserves	SCNA	62,363,078	36,620,601
Capital Fund	SCNA	34,039,466	74,616,065
Total Capital and Reserves		253,945,116	249,343,872
Total Net Assets And Liabilities		270,169,426	257,728,509

The Financial Statements set out on page 1 and 2 were signed on behalf of the Institute Board of Governors by:


CHAIRPERSON BOG

DATE: 22 AUGUST, 2022



FINANCE OFFICER - ICPAK NO: 22795


PRINCIPAL/SECRETARY BOG

DATE: 22/08/2022

III. STATEMENT OF CHANGES IN NET ASSET FOR THE YEAR ENDED 30 JUNE 2021

DESCRIPTION.	Capital reserve	Fair value adjustment reserve	Revenue Reserves	Capital/ Devt Grants/Fund	Total
Balance b/f At July 1, 2019	138,107,206	-	9,128,244	70,564,425	217,799,895
Revaluation gain	-	-	-	-	-
Fair value adjustment on quoted investments	-	-	-	-	-
Total comprehensive income	-	-	27,492,357	-	27,492,357
Capital/Development grants received during the year	-	-	-	4051640	4,051,640
Transfer of depreciation/amortisation from capital fund to retained earnings	-	-	-	-	-
At June 30, 2020	138,107,206	-	36,620,601	74,616,065	249,343,872
At July 1, 2020	138,107,206	-	36,620,601	74,616,065	249,343,872
Additions – Old Assets	19,435,366	-	-	-	19,435,366
Adjustment – Mungatsi TVC Handing Over	-	-	-	-60,576,598	-60,576,598
Total comprehensive income	-	-	6,805,666	-	6,805,666
MOE. - Capital/Development grants received during the year	-	-	-	20,000,000	20,000,000
Other Reserves /Adjustments brought forward from previous years	-	-	18,936,811	-	18,936,811
At June 30, 2021	157,542,572	-	62,363,078	34,039,466	253,945,116

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FOR THE YEAR ENDED 30 JUNE 2021**

IV. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

DESCRIPTION.	Notes	2020-2021 Ksh	2019-2020 Kshs
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from MOE -Capitation	4(a)	29,565,000	33180,000
Transfer from Other Government Agencies	5	22,447,018	0
Mungatsi TVC Operation Grant	4(b)	1,000,000	0
Sale of goods	7	7,850	31,060
Hire of Facilities	8	589,420	972,080
Refundable deposits received	24	69,500	78,315
Payments received in advance	25	227,980	304,440
Arrears			5,275,945
Rendering Services	26	2,326,722	55,051,126
Other Revenues collected	29	2,943,648	936,256
Total Receipts		59,177,138	95,829,222
PAYMENTS			
Use of goods and Services	10	31,468,455	38,780,102
Employee costs paid	11	13,154,409	12,124,630
Remuneration of Board of Governors	12	1,979,625	985,200
Repairs and Maintenance costs	14	1,362,749	1,509,321
Finance costs	15	190,566	201,528
Payment to Creditors	27	5,918,805	7,120,748
Contracted Services		0	438,000
Other Expenses	30	7,208,063	0
Total Payments		61,282,672	61,159,529
Net Cash flow from Operating activities		(2,105,535)	34,669,693
Cash flow From Investing Activities			
Purchase of Intangible assets, Property Plant & Equipment	28	(22,352,483)	(27,576,045)
Net cash flow from Investing Activities		(22,352,483)	(27,576,045)
Cash Flow from Financing Activities			
MOE. Development Grant	4(c)	20,000,000	4,051,640
Net cash flow From Financing Activities		20,000,000	4,051,640
Net Increase /Decrease in cash and cash Equivalents		(4,458,018)	11,145,288
Cash and cash Equivalents at the beginning of the year 1 July 2020	17	38,836,520	27,691,232
Cash and cash Equivalent at the end of the Year-30 June 2021		34,378,502	38,836,520

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

V. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE 2021

DESCRIPTION.	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	Percentage in Performance Difference
	2020-2021 Kshs	2020-2021 Kshs	2020-2021 Kshs	2020-2021 Kshs	2020-2021 Kshs	
Revenue						
Transfers from MOE	18,673,552		18,673,552	20,000,000.00	- 1,326,448	7%
Rendering of services- Fees from students	113,256,700		113,256,700	64,351,154	48,905,546	43%
Sale of goods	378,800		378,800	367,665	11,135	3%
Hire of Facilities & Equipment	688,000		688,000	498,500	189,500	28%
Total income	132,997,052		132,997,052	92,210,610.00	47,779,733	36%
EXPENSES						
Compensation of employees	13,487,604		13,487,604	13,187,409	300,195.00	2%
Use of Goods and services	60,612,131		60,612,131	31,468,454	29,143,676	48%
Finance costs	200,000		200,000	190,566	9434	5%
Repair maintenance	1,818,475		1,818,475	1,362,749	455,726	25%
Remuneration of directors	2,209,000		2,209,000	1,979,625	229,375	10%
Other Expenses	1,500,000		1,500,000	201,757	1,298,243	87%
Capital grants	53,089,671.00		53,089,671.00	22,801,339	30,288,332	57%
Total expenditure	132,916,881.00		132,916,881.00	71,191,900	61,724,981	46%

NOTES TO THE BUDGET:

Generally, the Institute budgeted expenditure and revenue could not be achieved due to outbreak of Covid 19 pandemic where:

- The college was closed for 9 months as advised by the Ministry of Health to curb the spread.
- The institution had only one intake which was May 2021 but none was done in Sept. 2020 and Jan. 2021,

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

- Capitation grants for FY 2020/2021 for the third and fourth quarter grants were released on 21st and 26th June 2021 respectively. The receipt of funds 10 days to the end of the year impacted on our expenditure performance negatively.
- Restriction of movement of people and holding of public ceremonies and meetings resulting from Covid 19 pandemic affected hire of facilities like bus, chairs and mattresses. And revenue from boarding facilities

VI. NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Bushiangala Technical Training Institute is established by and derives its authority and accountability from TVET Act and Public Finance and Management Act. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya.

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

The financial statements have been prepared accrual basis. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the entity's accounting policies.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the entity.

The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, the TVET Act, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

i. Early adoption of standards

The entity did not early – adopt any new or amended standards in 2021.

3. 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. Recurrent grants are recognized in the statement of comprehensive income. Development/capital grants are recognized in the statement of changes in net assets and realised in the statement of comprehensive income over the useful life of the assets that has been acquired using such funds

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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.

Rental income

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

b) Budget information

The original budget for FY 2020/2021 was approved by the Board of Governors of Bushiangala Technical Training Institute on 9th June 2020. Subsequent revisions or additional appropriations were not made to 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.

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section (V) of these financial statements.

c) Taxes

Current income tax

The entity is exempt from paying taxes.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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 a period of 50 years.

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 derecognition.

Transfers are made to or from investment property only when there is a change in use.

e) Property, plant and equipment

Bushiangala Technical Training Institute's property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, 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.

The Institute property plant and equipment includes the following:

1. Land
2. Workshop Buildings and Equipment
3. Staff houses
4. Laboratory Buildings and Equipment
5. Administration Buildings
6. Motor vehicles
7. Kitchen Building and Equipment
8. Computer and Computer Accessories
9. Furniture

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

f) 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.

g). 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.

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

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Entity.

h. 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.

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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.

i) 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.

j) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, Bank account balances include amounts held at various commercial banks at the end of the financial year.

k Comparative figures

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

l) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2021.

SIGNIFICANT JUDGMENTS AND SOURCES OF ESTIMATION UNCERTAINTY

The preparation of the Bushiangala Technical Training Institute 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.

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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 10 & 23

Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

The Institute has made provisions for audit fee for the past four years in addition to the current year provision.

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. TRANSFERS FROM NATIONAL GOVERNMENT MINISTRIES

Description	FY/2020-2021	2019-2020
	Kshs.	Kshs.
Unconditional Grants		
4(a) Capitation grants: Quarter 1	7,267,500	
Quarter 2	7,267,500	
Quarter 3	1,740,000	
Quarter 3	6,330,000	
Quarter 4	6,960,000	
Total Capitation Bushiangala TTI.	29,565,000	33,180,000
4(b) Operation Grant -Mungatsi TVC	1,000,000	
Sub- Total	30,565,000	33,180,000
4 (c) Conditional Grants		
Construction of Twin Workshop` B` - Electrical and Clothing Workshop	20,000,000	4,051,640
SUB-TOTAL	20,000,000	4,051,640
Total Government Grants and Subsidies	50,565,000	37,231,640

Note

- Kshs. 1,000,000 received from MOE being Mungatsi TVC Operational Grant has been captured in the above sum of 50,565,000 but excluded in the statement of performance since it was disbursed to Mungatsi TVC.
- Ksh 8,032,500 was received from Ministry of Education on 3rd July 2020 being capitation for the year 2019-2020. Since it related to Student debtors for the year 2019-2020 ,it cannot be included in Statement of Performance for the FY 2020-2021

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FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

(d) TRANSFERS FROM MINISTRIES, DEPARTMENTS AND AGENCIES

Name of the Entity sending the grant	Amount recognized to Statement of Comprehensive Income Kshs	Amount deferred under deferred income Kshs	Amount recognised in capital fund.	Total grant income during the year	2019-2020
			KShs	KShs	KShs
Ministry of Education /State Department for Technical and Vocational Training	30,565,000			30,565,000	33,180,000
Ministry of Education /State Department for Technical and Vocational Training			20,000,000	20,000,000	4,051,640
Total				50,565,000	37,231,640

The details of the above figures have been outlined in Appendix (III)

5. Transfer from other Levels of Government

Description	FY/2020-2021	2019-2020
	Kshs.	Kshs.
Student loan and bursary from HELB	8,065,800	
Bursary From CDF & County Government	1,485,918	
National Youth Service	4,862,800	
Total	14,414,518	

NOTE:

The above transfers form part of student fees under rendering services and therefore cannot be included in the statements of performance but form part of cash in-flow notes under rendering of services

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6.RENDERING OF SERVICES

Description	FY/2020-2021	2019-2020
	Kshs.	Kshs.
Application/registration income	134,705	112,000
contingencies income	576,384	822,500
Development f income	1,421,010	5,875,000
Driving School	125,645	
E.W.C income	1,660,012	2,350,000
Exams income	924,240	2,329,120
Library income	1,317,450	1,880,000
LT &T income	1,646,812	2,350,000
Medical income	981,795	716,750
Personal emoluments income	6,598,717	9,400,000
RMI income	1,317,449	1,880,000
Student ID income	-	1,000
Student Smart card	135,300	123,750
Tuition income	6,102,052	7,589,536
Attachment fee	42,000	19,600
Activity income	2,058,515	2,937,500
Administration Income	2,470,218	3,525,000
Computer & ICT Maintenance Income	1,646,812	2,348,970
student council income	494,043	705,000
NYS Tuition fees	3,610,995	10,074,000
Computer Packages Income	25,000	
fee arrears income		11,400
Total Revenue from Rendering of Services	33,289,154	55,051,126

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

7. SALE OF GOODS.

Description	2020-2021	2019-2020
	KShs.	KShs.
Sale of goods		
Sale of farm produce (vegetables, banana & Napier)	7850	31060
Total Revenue from The Sale of Goods	7850	31060

8. HIRE OF FACILITIES AND EQUIPMENT.

Description	2020-2021	2019-2020
	KShs.	KShs.
Mattress Hire fees	10,500	67,000
Bus Hire fee	488,000	541,500
Accommodation fee paid	90,920	363,550
Sub - Total	589,420	972,080
Accommodation fee accrued	1,406,080	
Total Revenue from Hire of Facilities and Equipment	1,995,500	972,080

9. OTHER INCOMES

Description	2020-2021	2019-2020
	KShs.	KShs.
Penalty	2,000	285,185
KATTI		25,000
Mungatsi ti mentorship	1,565,632	
Gains from debtors		524,683
Surplus from Fabrication of Ngiya girls hand washing points	20,925	
Deficit/Surplus from Cafeteria (Appendix iv)	(1,410,976)	31,679
Income from sale of tender	142,415	54,500
Income from disposal of scrap	39,819	4,500
Refunds		10,709
Sale of tender	142,415	
Total Other Income	359,815	936,256

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

EXPENSES.

10. USE OF GOODS AND SERVICES.

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Electricity Water and Conservancy	1,130,684	1,355,770
Consultancy fees	112,000	178,000
Hire charges (Bus)	487,681	1,036,061
Administration	5,026,777	5,353,635
Boarding expense	142,710	834,468
Computer and ICT Maintenance	1,960,254	733,427
Contingencies expense	341,000	380,804
TVET fair		889,335
Student Id expense	56,000	
ISO 9001:2008 expense	7,250	117,600
KATTI Expense	200,000	905,100
LT&T expense	1,490,254	761,843
Medical expense	349,630	180,380
NYS student expense	2,490,660	4,308,128
Activity	149,150	2,898,245
Industrial attachment costs	264,290	525,990
Driving school expense	308,666	426,265
Tuition expense	1,585,197	9,044,661
Student smart card		325,000
Student council expense	375,854	540,771
Audit fees provision	150,000	
Refund	187,794	20,000
KNEC Exam Materials	1,726,370	
Library expenses	27,000	270,702
Covid mitigation	6,789,315	
Performance and contracting	2,794,772	1,081,525
Marketing	499,386	
Examination expense	2,815,760	5,742,980
Farm expenses		52,300
Tender Expenses		189,030
HELB Expense		123,500
CAPA		469,464
Development funds expense		35,118
Total goods and services	31,468,454	38,780,102

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. EMPLOYEE COSTS.

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Salaries and wages paid	9,187,324	8,862,596
Employee related costs	3,967,085	326,2034
Salaries and wages accrued	33,000	0
TOTAL	13,187,409	12,124,630

12. REMUNERATION OF BOARD OF GOVERNORS

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Board of Governors emoluments & travelling costs	1,979,625	985,200
Total Emoluments	1,979,625	985,200

13. DEPRECIATION AND AMORTIZATION EXPENSE.

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Property, plant and equipment	9,655,113	8,305,384
Intangible Assets	365,979	184,000
Total Depreciation and Amortization	10,021,092	8,489,384

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. REPAIRS AND MAINTENANCE.

Description	2020-2021	2019-2020
	Kshs.	Kshs.
General repair of Equipment and machinery and building.	1,123,569	704,671
Repair of motor vehicles	239,180	804,650
Total Repairs And Maintenance	1,362,749	1,509,321

15. FINANCE COSTS

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Bank charges	190,566	201,528
Total Finance Costs	190,566	201,528

16. OTHER EXPENSES.

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Tender Expenses	176,157	
Farm expenses	25,600	
Total grants and subsidies	201,757	

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. CASH AND CASH EQUIVALENTS

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Main account (College) -1102702188	903,332	5,591,946
Petty cash-main account	49,665	
ESP Account-ac. NO.1121337007	43,539	5,936,079
Transit account-ac NO 1181740835	4,233,264	11,295,258
Development account- ac. NO.1114264709	-126,635	7,763,386
Recurrent account -ac. NO.1114264563	9,044,157	7,827,384
Production account ac. No 1152187376	20,109,502	300,549
Equity fees account- Ac. No.05002777739302	121,678	121,918
Total Cash and Cash Equivalents	34,378,502	38,836,520

18. RECEIVABLES FROM EXCHANGE TRANSACTIONS

27(a) Current Receivables from Exchange Transactions

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Current Receivables		
Student debtors	38,816,374	
Other exchange debtors	2,006,202	287,101
Total Current Receivables	40,822,576	287,101

19. RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Current Receivables		
Imprest debtors	85,000	150,000
Capitation grants*		
Transfers from other govt. entities		
Undisbursed donor funds		
Other debtors (non-exchange transactions)		
Total Current Receivables	85,000	150,000

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

20. INVENTORIES

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Consumable Stores		
Stationery	783,203	
Training materials	2,035,770	
Health unit stores	210,915	
Farm stores	5,500	
Cleaning materials stores	155,250	
Catering stores	212,052	471,477
Total inventories at the lower of cost and neutralizable value	3,402,690	471,477

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

21. PROPERTY, PLANT AND EQUIPMENT

Description	Land	MOTOR VEHICLE DEPRECIATION 20 %	Furniture & fittings (DEPRECIATION 10%)	Computers (DEPRECIATION 25%)	Buildings DEPRECIATION 2 %	Plant & equipment DEPRECIATION 10 %	TEXTBOOKS DEPRECIATION 5%	Work in progress					
								Construction of Generator house	CONSTRUCTION OF PERIMETER WALL	Construction of Twin Workshop 'B' (clothing & Electrical)	INSTALLATION OF FIBRE (LAN)	Mungatsi TTI Construction & mentorship	TOTAL PPE.
As At 30th June 2020	3,225,000	17,218,591	2,653,175	5,415,891	141,045,368	4,214,681		500,298	2,535,736	5,131,074.40		60,538,149	242,477,963
Additions			608,771	1,397,228	9,780,611	570,000		40,577	626,205	8,432,678	1,345,264	38,450	22,839,784
Adjustment			3,450,100	50,000	12,732,409	2,282,950	919,907						19,435,366
Disposals/Transfer												(60,576,599)	60,576,599
At end of the year	3,225,000	17,218,591	6,712,046	6,863,119	163,568,388	7,067,631	919,907	540,875	3,161,941	13,563,752	1,345,264	-	224,176,514
DEPRECIATION & Impairment													-
Accumulated Depreciation as 1st July 2020	-	10,718,718	782,651	2,608,907	10,618,386	1,153,890	-	-	-	-	-	-	25,882,552
Depreciation for the year 2020-21	-	3,443,718	671,205	1,505,447	3,281,985	706,763	45,995	-	-	-	-	-	9,655,113
Impairment	-												-
Accumulated as at 30th June 2020	-	14,162,436	1,453,856	4,114,354	13,900,371	1,860,653	45,995	-	-	-	-	-	35,537,665
disposals													-
DEPRECIATION & Impairment													-
Impairment													-
Transfers													-

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

Description	Land	MOTOR VEHICLE	Furniture & fittings	Computers	Buildings	Plant & equipment	TEXTBO OKS	Work in progress				
At the End of the Year	-	14,162,436	1,453,856	4,114,354	13,900,371	1,860,653	45,995	-	-	-	-	35,537,665
Net book values	3,225,000	3,056,155	5,258,190	2,748,766	149,658,017	5,206,978	873,912	540,875	3,161,941	13,563,752	1,345,264	188,638,849

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

22. INTANGIBLE ASSETS-SOFTWARE

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Cost		
At beginning of the year	1,840,000	1,340,000
Additions	1,819,789	500,000
At end of the year	3,659,789	1,840,000
Additions–internal development	-	--
At end of the year	-	-
Amortization and impairment		
At beginning of the year	452,000	268,000
Amortization	365,979	184,000
At end of the year	817,979	4,520,000
Impairment loss	-	-
At end of the year	-	-
NBV	2,841,810	1,388,000

23. TRADE AND OTHER PAYABLES FROM EXCHANGE TRANSACTIONS

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Trade Payables (Institute Creditors)	2,906,583	6,916,132
Provision for audit fee	750,000	600000
Taxation 2% vat	9,655	0
10% retention Owing to Contractors	1,522,794	0
Unallocated sponsorship (NYS)	872,400	0
Unallocated sponsorship(bursary)	206,000	0
Total Trade and Other Payables	6,267,432	7,516,132

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

24. REFUNDABLE DEPOSITS FROM CUSTOMERS/STUDENTS

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Caution money at the beginning of the year	564,065	485,750
Caution money received during the year	69,500	78,315
Caution money accrued during the year	53,500	
Total refundable deposits at the end year	687,065	564,065

25. Payment Received In Advance.

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Student fee prepayments	9,041,833	304,440
Received during the year	227,980	
	9,269,813	304,440

26. Fee from Rendering of Services paid:

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Application/registration income	33,145	
contingencies income	60,150	
Development f income	421,055	
Driving School	121,500	
E.W.C income	159,605	
Exams income	135,630	
Library income	109,930	
LT &T income	132,325	
Medical income	39,096	
Personal emoluments income	468,615	
RMI income	66,675	
Student ID income	46,086	
Tuition income	276,605	
Activity income	63,245	
Administration Income	69,380	
Computer & ICT Maintenance Income	38,080	
student council income	60,600	
Computer packages	25,000	
	2,326,722	

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

26. Payment to Sundry Creditors

Description	2020-2021	2019-2020
	Kshs.	Kshs.
10% Retention	5,918,805	2,446,385
Other recurrent Creditors		4,674,363
TOTAL	5,918,805	4,674,363

28. Purchase Of Property Plant & Equipment

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Computers	1,397,228	2,916,838
Perimeter wall less 10% retention	626,205	2,262,265
Electrical & clothing Workshop	7,589,409	4,617,967
Buildings less 10% retention	8,917,367	2,531,727
Training Equipment	570,000	629,920
Mungatsi TTI	38,450	13,778,597
Furniture	608,771	338,731
Installation of LAN	1,345,264	
Intangible asset	1,259,789	500,000
Total	22352483	27,576,045

29. Other Revenues Collected

Description	2020-2021	2019-2020
	Kshs.	Kshs.
Café sales	2,429,421	
Imprest Recovered	70,000	
Disposal of Scrap	39,819	
Fabrication works at Ngiya Girls	265,406	
Penalty	2,000	
Refunds	2	
Tender	137000	
TOTAL	2,943,647	

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

30. Other Expenses Paid

Description	2020-2021	2019-2020
	Kshs.	Kshs.
College café expenses	116,850	
Imprest	65,000	
College café foodstuffs	2,514,167	
Labour and material purchased for Ngiya project	332,950	
Mungatsi TVC. Capitation	500,000	
Vegetable expenses	31,100	
Other expenses	3,647,996	
Total	7,208,063	

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. Ministry of Education
- iii. Technical vocational education & Training Authority (TVETA)
- iv. Kenya National Qualification Authority
- v. Higher Education Loans Board
- vi. Kenya Universities & Colleges Central Placement
- vii. Key management
- viii. Board of Governors

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

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)																								
5	Unsupported Trade and Other Payables from Exchange Transactions	<p>We agree that we reported ksh 7,516,132.00 as trade payables in our financial statement. The reported figure actually refers to all payables as at 30th June 2020. We therefore promise to improve on maintenance of our creditors ledger as per your observation.</p>	Resolved																									
6	Budgetary Control and Performance	<p>We agree with your observation on under expenditure on our budget for the year under review by sh 10,819,256. This was due to the following:</p> <p>There was outbreak of COVID 19 pandemic which led to suspension of Education and Training activities in our country(Kenya) and globally. All learning institutions were closed down before end of Quarter 3 and the whole of Quarter 4. The closure resulted into reduced /non - consumption of goods and services apart from Personnel costs which remained constant.</p> <ul style="list-style-type: none"> ▪ Other activities like construction project could not move on due to some funding which was not released by our Mother Ministry as budgeted (Ministry of Education-MOE). ▪ In addition, MOE. was to release capitation (students fee) on Quarterly basis as tabulated below during the FY. 2019-2020 but not all the expected amount was released as tabulated below: <table border="1" style="margin-left: 20px;"> <thead> <tr> <th>Quarter</th> <th>No Of Students</th> <th>Amount Expected</th> <th>Amount Received</th> </tr> </thead> <tbody> <tr> <td>Q1</td> <td>1458</td> <td>10,935,000</td> <td>6,712,500</td> </tr> <tr> <td>Q2</td> <td>1458</td> <td>10,935,500</td> <td>9,352,500</td> </tr> <tr> <td>Q3</td> <td>1555</td> <td>11,662,500</td> <td>8,032,500</td> </tr> <tr> <td>Q4</td> <td>1555</td> <td>11,662,500</td> <td>NONE</td> </tr> <tr> <td>TOTAL</td> <td></td> <td>45,195,500</td> <td>24,097,500</td> </tr> </tbody> </table> <p>From the above table no capitation was sent to our students in Q4. A sum of sh 21,098,000 = (45195,500 -24,097,500) was the total amount of capitation not disbursed as expected from MOE.</p> <p>In conclusion, realization of our budget rely on both internal & external factors. The realization of our budget was heavily affected by the external forces which included delay</p>	Quarter	No Of Students	Amount Expected	Amount Received	Q1	1458	10,935,000	6,712,500	Q2	1458	10,935,500	9,352,500	Q3	1555	11,662,500	8,032,500	Q4	1555	11,662,500	NONE	TOTAL		45,195,500	24,097,500	Exogenous factor beyond our control	N/A
Quarter	No Of Students	Amount Expected	Amount Received																									
Q1	1458	10,935,000	6,712,500																									
Q2	1458	10,935,500	9,352,500																									
Q3	1555	11,662,500	8,032,500																									
Q4	1555	11,662,500	NONE																									
TOTAL		45,195,500	24,097,500																									

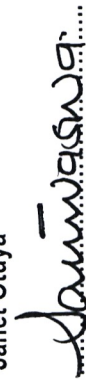
BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

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)
7	Unconfirmed Statutory Deductions	or failure to release capitation and COVID 19 effects which were beyond our control as explained above. Evidence on statutory payment were provided during submission of our audit responses done earlier.	Resolved	
8	Lack of Ethnic Diversity	A review of the Institute's staff data revealed that one ethnic community accounted for 90% of the total staff establishment as at 30 th June 2020, which is in breach of the law on diversity in staffing of public establishment which states that no public establishment shall have more than one third of its staff from the same ethnic community. However, following the recent employment of the Internal Auditor, the candidate who emerged best coincidentally is not of the origin of this county. In addition, in the recruitment by the Public Service Commission, we have witnessed an improvement in diversity. During the FY 2019/2020, there was a tremendous improvement of up to 20% from 2%. As time goes by, the Institution will improve up to 30%(Appendix 4)	In progress	Unpredictable date of resolution since we cant terminate employees services unlawfully
9	Lack of Risk Management Policy and Disaster Recovery Plan	We have draft document being worked on	In progress	30 th June 2023
10	Lack of Information Communication Technology Policy	We have a draft on Information Communication Technology policy which will be approved in the FY 2022-2023	In progress	30 th June 2023
11	Lack of Approved Staff Establishment and Human Resource Policy Manual	We have a draft on approved staff establishment and human resource policy manual	In progress	30 th June 2023
12	Previous years audit matters			
	a) Unsupported inventory	The stock sheet presented did not have the signatures. We are committed to ensuring that periodic stock taking is done in addition to the annual stock counts which we have always done. The stock sheets will also have the signatures of the procurement department staff that carry out the assignment and a senior officer who will review the stock taking exercise. Stock taking exercise will be done periodical as required.	resolved	

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

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)
	b) Property plant & equipment	The management agree of having no fixed register in place but endeavour to come up with asset Register	Resolved	
	c) Trade and other payables from exchange	We agree that we did not maintain proper and detailed trade payables ledger since the records had been done on cash basis and reporting done on accrual in the previous years' and have put in place necessary measures in finance department to implement your observation	resolved	
	d) Inability to confirm Cash and cash equivalent due to undisclosed bank charges, not recorded in the cash book, failure to disclose payees for unrepresented cheques	The management agrees with the observation and has put measures in place to ensure bank charges are charged in the respective year, cash count is also done regularly at the end of the year.	resolved	

Janet Otuya


Principal/Secretary BOG.

Date: 22/08/2022

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

APPENDIX II: PROJECTS IMPLEMENTED BY THE ENTITY

Projects

Projects implemented Bushingala Technical Training Institute

Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
1	Construction of Textile and Electrical Workshop	MOE	3 Years	27,682,089	No	Yes

Status of Projects completion

	Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Source s of funds
1	Construction of Textile and Electrical Workshop	27,682,089	13,563,752	50%	20,051,014	8432678	MOE
2	Construction of Perimeter Wall	8,468,893	3,161,941	40%	5,933,157	626,205	SELF

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

APPENDIX III: INTER-ENTITY TRANSFERS

BUSHIANGALA TECHNICAL TRAINING INSTITUTE				
Break down of Transfers from the State Department of 2020-2021				
a.	Recurrent Grants			
		Bank Statement Date	Amount (KShs)	FY to which the amounts relate
	Capitation	3 rd July 2020	8,032,500	2019-2020 Q3
	Capitation	20 NOV. 2020	7,267,500	2020-2021 Q1
	Capitation		7,267,500	2020-2021 Q2
	Capitation	30 th MAR. 2020	1,740,000	2020-2021 Q3
	Capitation	21 JUNE 2021	6,330,000	2020-2021 Q3
	Capitation.	26 JUNE 2021	6,960,000	2020-2021 Q4
			29,565,000	
	Mungatsi operation grant.	30-march 2021	500,000	2020-2021
	Mungatsi operation grant	25 JUNE 2021	500,000	2020-2021
		Total	30,565,000	
B.	Development Grants	Bank Statement Date	Amount (KShs)	FY to which the amounts relate
	Twin –workshop B	05 JUL.2021	20,000,000	2020-2021
		Total	20,000,000	
		Grand Total	50,565,000	

BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

APPENDIX IV: RECORDING OF TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Name of the MDA/Donor Transferring the funds	Date received as per bank statement	Nature: Recurrent/Development/Others	Total Amount - KES	Statement of Financial Performance	Capital Fund	Deferred Income	Receivables	Total Transfers during the Year
Ministry of Education		Recurrent	7,267,500	7,267,500				7,267,500
Ministry of Education	20 th Nov. 2020	Recurrent	7,267,500	7,267,500				7,267,500
Ministry of Education	30 th June 2021	Recurrent	6,960,000	6,960,000				6,960,000
Ministry of Education	30 th march 2021	Recurrent	1,740,000	1,740,000				1,740,000
Ministry of Education	30 th march 2021	Recurrent	500,000	500,000				500,000
Ministry of Education	21 June 2021	Recurrent	6,330,000	6,330,000				6,330,000
Ministry of Education	25 th June 2021	Recurrent	500,000	500,000				500,000
Ministry of Education	3 rd July 2020		8,032,500	8,032,500				8,032,500
Ministry of Education	5 July 2021	Development	20,000,000	0	20,000,000			20,000,000
Total			58,597,500	38,597,500	20,000,000			58,597,500

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

APPENDIX V. OTHER APPENDICES:

A). SURPLUS FROM INCOME GENERATING ACTIVITIES:

i) CAFETERIA	KSH	KSH
SALES		
Cafe Sales Invoices		2,032,785.00
College cafe Cash sales		389,601.00
TOTAL SALES		2,422,386.00
LESS COST OF SALES		
College cafe expense	-128,700.00	
College cafe foodstuff expense	-3,704,662.00	-3,833,362.00
Surplus/loss		-1,410,976.00
i) FABRICATION WORKS AT NGIYA GIRLS		
Fabrication Of Hand Washing Points Revenue received	265,406.25	
Fabrication Of Hand Washing Points Revenue outstanding	88,468.75	353,875.00
LESS Material and Lab our Costs		-332,950.00
SURPLUS		20,925.00

**B. DEVELOPMENT ACCOUNT
BANK RECONCILIATION STATEMENT
AS AT 30TH JUNE 2021**

Description	CHQ. NO	KSH.
Balance as per bank statement		3,072,918.86
LESS UNPRESENTED CHEQUES:		
Commissioner For Domestic Taxes	224	(91,938.90)
Nolads Engineering Ltd.	SWIFT	(3,046,323.20)
Commissioner for Domestic Taxes	223	(61,292.00)
Balance As Per Cash Book		<u>(126,635.24)</u>

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

**C. PRODUCTION UNIT ACCOUNT
BANK RECONCILIATION STATEMENT AS AT 30TH JUNE 2021**

Description	KSH.
Balance as per bank statement	20,109,502.25
BALANCE AS PER CASH BOOK	20,109,502.25

**D. EQUITY ACCOUNT
BANK RECONCILIATION STATEMENT AS AT 30
JUNE 2021**

DESCRIPTION	KSH.
Balance as per bank statement	140,974.25
Balance as per cash book	140,974.25

**E. TRANSIT ACCOUNT
BANK RECONCILIATION STATEMENT AS AT 30TH JUNE 2021**

Description	KSH.
Balance as per bank statement	5,005,534.25
LESS: direct deposits	(771,170.45)
BALANCE AS PER CASH BOOK	4,234,263.80

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

F. MAIN ACCOUNT

BANK RECONCILIATION STATEMENT AS AT 30 JUNE 2021

DESCRIPTION	CHQ NO.	KSH	KSH.
Balance as per bank statement			1,531,933
less; Direct Deposits			-251,241
LESS unrepresented Cheques No. KETASWU			
3799	3799	5,082	
3867	3867	10,860	
3863	3863	64,654	
3852	3852	112,266	
3853	3853	37,350	
3854	3854	18,353	
3855	3855	5,082	
3856	3856	141,800	
3857	3857	47,783	
3859	3859	16,800	
3860	3860	15,400	
3861	3861	10,000	
3862	3862	10,000	
3864	3864	16,800	
3865	3865	21,000	
3724	3724	39520	-572,750
ADD ERRONEOUS DEBITS BY THE BANK:			
3788	3788	15,300	
3788	3788	180,090	195,390
Balance as per cash book			903,332.06

G. RECURRENT ACCOUNT

BANK RECONCILIATION STATEMENT AS AT 30 JUNE 2021

Description		KSH.
Balance as per bank statement		9,101,453.60
less; Direct Deposits		(57,296.60)
BALANCE AS PER CASH BOOK		9,044,157.00

**BUSHIANGALA TECHNICAL TRAINING (TVET) ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

H. ECONOMIC STIMULUS ACCOUNT

BANK RECONCILIATION STATEMENT AS AT 30 JUNE 2021

Description	KSH.
Balance as per bank statement	39,027.06
LESS:	
Direct credits (March 20th 2020)	7,000.00
BALANCE AS PER CASH BOOK	46,027.06