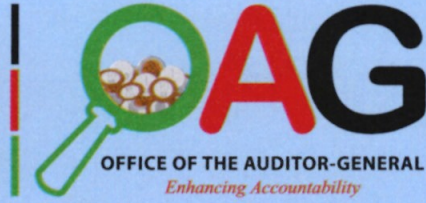
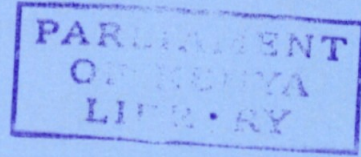


REPUBLIC OF KENYA



REPORT

OF




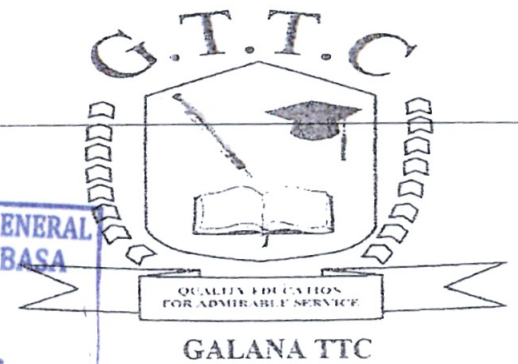
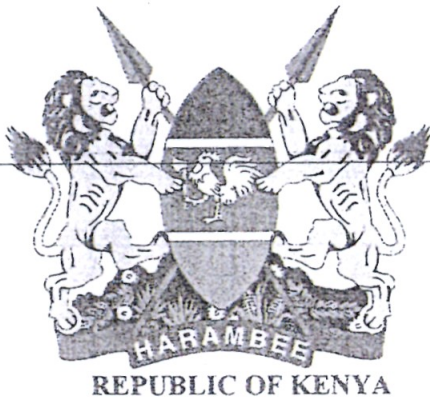
THE AUDITOR-GENERAL

ON

**GALANA TEACHERS
TRAINING COLLEGE**

**FOR THE YEAR ENDED
30 JUNE, 2022**

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE:	07 APR 2026 DAY.
TABLED BY:	Hon Samuel chepkong, mp Tuesday
CLERK-AT THE-TABLE:	A. Shitaka



**MINISTRY OF EDUCATION
STATE DEPARTMENT OF EARLY LEARNING AND BASIC
EDUCATION**

GALANA TEACHERS TRAINING COLLEGE

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30TH JUNE 2022**

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

GALANA TEACHERS TRAINING COLLEGE
P. O BOX 5846-80200 MALINDI- KENYA
EMAIL: galanateacherscollege@gmail.com
MOBILE: +254 769 976 849/0110613928
Website: www.gttc.ac.ke

REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

GALANA TEACHERS TRAINING COLLEGE
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REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

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REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

1 KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT

(a) Background information

Galana Teachers Training College is a National Public Teacher Training College established under the Basic Education Act, 2013. It was registered by the Ministry of Education on Monday July 16th, 2018. It is managed by board of management as per section 55 (1)(f) of the Basic Education Act 2013. The College is domiciled in Kenya, Kilifi County, Magarini Sub County. The financial management of the College is guided under the Public Finance Management Act, 2012.

(b) Principal Activities

The College Educates Diploma in Primary Teacher Education (DPTE) and Diploma in Early Childhood Teacher Education (DECTE) teachers.

i. Mission of the College.

To Provide Quality Teacher Education and Training that produces Patriotic, Competent, Innovative and Self-directed Professionals.

ii. Vision of the College.

To be a Centre for Globally Competitive Teacher Education and Training.

iii. Core Values of the College

Honest, Integrity, Professionalism, Teamwork, Love, Tolerance, Dignity, and Respect.

(c) Fiduciary Oversight Arrangements

The Board of Management exercises prudent leadership, innovative and good judgement which is to the best interest of the College. The Management ensures that a proper management structure is maintained and makes sure that the structure functions to maintain corporate integrity, reputation and responsibility. The Executive Board of Management assists the Principal on urgent day-to-day academic, administrative and development matters such as efficient management of human, physical and financial resources of the College. In order to ensure efficient oversight role, committees of the Board of Management (Table 1) have been established in accordance to the Fourth Schedule Part 1(2); and 61. (2) of the Basic Education Act, 2013.

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)
Table 1: COMMITTEES OF THE BOARD OF MANAGEMENT

a) Executive BOM Committee	POSITION	e) Audit Committee	POSITION
Najat A. Ibrahim	Chairperson	Samson Maitha Mweni	Chairman
Prof. Abdullah Naji Said, PhD	Member	Maryselina Nyevu Kibamba	Member
Benjamin Katana Kenga	Member	Geoffrey Kipkirui Koros	Member
Geoffrey Kipkirui Koros	Member	Muoki Philip Kimeu	Member
Luke Lagat Chebet	Secretary	Benjamin Katana Kenga	Member
b) Finance, Procurement And General Purposes Committee	POSITION	f) Human Rights And Student Welfare Committee	POSITION
Maurice Muteti Kilonzi	Chairman	Geoffrey Kipkirui Koros	Chairman
Paul Mwangi Maina	Member	Maurice Kilonzi Muteti	Member
Najat Abdu Ibrahim	Member	Najat Abdu Ibrahim	Member
Muoki Philip Kimeu	Member	Benjamin Katana Kenga	Member
Geoffrey Kipkirui Koros	Member	Aileen Dzidza Munga	Member
c) Academic Standards, Quality And Environment Committee	POSITION	g) Discipline, Ethics And Integrity Committee	POSITION
Dr. Mujahid Othman Bwana	Chairman	Maryselina Nyevu Kibamba	Chairperson
Maryselina Nyevu Kibamba	Member	Samson Maitha Mweni	Member
Aileen Dzidza Munga	Member	Maurice Kilonzi Muteti	Member
Najat Abdu Ibrahim	Member	Dr. Mujahid Othman Bwana	Member
Geoffrey Kipkirui Koros	Member	Aileen Dzidza Munga	Member
d) Land Demarcation(Ad hoc)	POSITION	N/B. The Principal as the secretary to the Board of Management is the Secretary of the board of management committees.	
Maurice Kilonzi Muteti	Team Leader		
Shilingi Katana Kambao	Senior. Chief		
Benjamin Katana Kenga	Member		
Samson Maitha Mweni	Member		
Luke Lagat Chebet	Principal		

Note.

1. The term of service of the first Board of Management expired on Sunday July 03, 2022

2. The term of service of the second Board of Management expires on Tuesday July 08, 2025

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT
(Continued)

(d) College Headquarters	(e) College Contacts
Kilifi County Magarini Sub County Magarini ward. P.O. Box 5846-80200, Malindi, Kenya	Telephone: +254 769 976 849/0110613928 E-mail: galanateacherscollege@gmail.com Website: www.gttc.ac.ke

(f) Entity Bankers

GoK-McE	Other Commercial Banks		
Central Bank of Kenya Haile Selassie Avenue P.O. Box 60000 City Square 00200 Nairobi, Kenya	1. Equity Bank (K) Ltd P. O Box Malindi, Kenya Account number: 0450267920494	2. KCB Bank (K) Ltd P. O Box 9-80200 Malindi, Kenya Account number: 1239572999	3. KCB Bank (K) Ltd P. O Box 9-80200 Malindi, Kenya Account number: 1289235430

(g) Independent Auditors	(h) Principal Legal Adviser
Auditor General Office of Auditor General Anniversary Towers, Institute Way P.O. Box 30084 GPO 00100, Nairobi, Kenya	The Attorney General State Law Office Harambee Avenue P.O. Box 40112 City Square 00200, Nairobi, Kenya

(i) Capacity of the College

In the financial period ended 30th June 2022 the College had the following infrastructure, students, teachers and non-teaching staff.

a. Infrastructural facilities

Facilities	Number	Status	Source of funds	Number of students	Ratio
Toilets cubes	8	Complete	NG-CDF	60	15:2
Administration block	1	Complete	NG-CDF	15 (Officers)	3:1
Classrooms	5	Complete	NG-CDF	60	12:1
Female's dormitories	1	Complete	NG-CDF	34	34.1
Male's dormitories	1	Complete	MOE	26	26.1

b. Human resource capacity

S/NO	Description	Male	Female	Total
1	Teaching staff	3	3	6
2	Non-Teaching staff	3	6	9

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)

I. MEMBERS OF THE BOARD OF MANAGEMENT OF GALANA TEACHERS TRAINING COLLEGE.



2. Aileen Dzidza Munga
MEMBER

Vice Chairman of the Board of Management

Aileen Dzidza Munga is a Member of the Board of Management having been reappointed for her second term on Friday July 08, 2022. She served as the Vice Chairperson of the Board of Management and a member of the Discipline, Ethics and Integrity Committee; Human Rights and Student welfare committee; Academic standards, Quality and Environmental Committee. She has a Master of Applied Anthropology and Participatory Development (Gender and Development Option): Australian National University; Post Graduate Diploma in Public Administration: Australian National University; Bachelor of Arts Sociology: Kenyatta University. She served as Partnership Facilitator, Compassion International; Program Manager, World Vision Kenya, Marafa Area Development Programme; Program Management (assessment, design, implementation monitoring and evaluation of projects and program); HIV/AIDS Response Coordinator, World Vision Kenya, Kaloleni Area Development Programme; Community Development Motivator, World Vision Kenya, Kaloleni Area Development Program.



3. Benjamin Katana Kenga
MEMBER

Member of the Executive Board of Management

Benjamin Katana Kenga is a member of the Board of Management having been reappointed for his second term on Friday July 08, 2022. He served as a Member of the Executive Board of Management; Audit Committee; Human Rights and Student welfare committee. He has Diploma in Education Management - DALC and Bachelor of Education in Educational Management from SAN JUAN DE LA CRUZ University. He worked as Curriculum Support Officer (CSO), Marafa Zone.

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)
I. MEMBERS OF THE BOARD OF MANAGEMENT OF GALANA TEACHERS TRAINING COLLEGE.



4. Najat Abdu Ibrahim
MEMBER

Chairperson, Executive Board of Management

Najat Abdu Ibrahim was a Member of the Board of Management having been reappointed for her second term on Friday July 08, 2022. Her term of service expired on Saturday August 27, 2022 by virtue of death. She served as a Member and Chairperson of the Executive Board of Management; Member of Finance, Procurement and general purpose committee; Human rights and Student welfare committee; Academic standards, quality and environmental Committee. She has an "O" level Certificate Agakhan Secondary School Mombasa; ACNC stage I & II (Accounts clerk National Certificate); Attended Total Quality Management Course; Training of Trainers on Total Quality Management & KARDS, Advance Project Management. She Worked as Telephone Sales Clerk; Senior Clerical Officer; Accounts Officer; Area Manager Malindi (In-charge of all departments covering the north which included Kilifi District then Malindi District included, Lamu District and part of Tana River District; Regional Manager Telecom. Member of Kenya Business & amp; Professional Women; Member of women group at Mtwapa; Chairperson of the Constitutional Review – Malindi; Chairperson SOLWODI; (Solidarity with Women in Distress) Malindi Branch; Chairperson of the Amici Del Judo Club Malindi; and accounting for funds for the Club; Active Member of Rotary Club of Malindi serving as a secretary since July 2000 and served as and life member of Kenya Red Cross Society Malindi Branch and also works with Lions Club, Malindi.



5. Samson Maitha Mweni.
MEMBER

Chairman Audit Committee

Maitha is a member of the Board of Management of the College having been reappointed for his second term on Friday July 08, 2022. He served as a Member and Chairman of the Board of Management Audit Committee; and Member of Discipline, ethics and integrity Committee. He has Bachelor of Business Administration (Entrepreneurship) Degree – Kenya Methodist University; Diploma in Project Management; Advanced Certificate in Business Management – Kenya Institute of Management. He is the Programs Officer – The Omari Project, Malindi; Community Land Rights Coordinator – Kenya Land Alliance, Nakuru; Program Advisor – Reachout Centre Trust, Mombasa and served as Project Officer - World Vision International, Changamwe Area Development Program.

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)
I. MEMBERS OF THE BOARD OF MANAGEMENT OF GALANA TEACHERS TRAINING COLLEGE.



6. Maryselina Nyevu Kibamba.

BOM MEMBER

Chairperson Discipline, ethics and integrity Committee

Maryselina Nyevu Kibamba is a member of the Board of Management having been reappointed for her second term on Friday July 08, 2022. She served as a Member and Chairperson of the Board of Management Discipline, ethics and integrity Committee; and a member of the Audit Committee. She has a Master of Education; Bachelor of Education Arts and Diploma in Early Childhood and Development Education (ECDE); she went to Kenya School of Government for Strategic leadership development program; she works at Kilifi County as the County Staffing Officer in the Department of Education and ICT.



7. Dr. Mujahid Othman Bwana, PhD

MEMBER

Chairman of Academic Standards, Quality and Environmental Committee

Dr. Mujahid Othman Bwana is a member of the Board of Management having been reappointed for his second term on Friday July 08, 2022. He served as a Member and Chairman of the Board of Management Academic standards, quality and environmental Committee; and a member of Discipline, ethics and integrity Committee. He is having PhD in Early childhood education-Mcraw University and Education studies and Development - San Juan de la Cruz University; Masters in Educational Administration and Planning- Usman Dan Fodiyo University, Sokoto, Nigeria. He is the PVE/CVE Consultant trainer, Educational consultant. He is the Director at Ummul Qura Educational centre - Research, Consult and directs on areas of education, peace building and Terrorism.

8. Muoki Philip Kimeu

MEMBER

Member of the Audit Committee

Muoki Philip Kimeu is a member of the Board of Management having been appointed on Wednesday July 03, 2019. His term of service expired on Sunday July 03, 2022. He served as a Member of the Board of Management Audit Committee; Finance, Procurement and general purpose committee. He has a Bachelor of Technology in Civil Structural Engineering

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)
I. MEMBERS OF THE BOARD OF MANAGEMENT OF GALANA TEACHERS TRAINING COLLEGE.



9. Maurice Muteti Kilonzi
MEMBER

Chairman of Finance, Procurement and General Purpose Committee

Maurice Muteti Kilonzi is a member of the Board of Management having been reappointed for his second term on Friday July 08, 2022. He served as a Member and Chairman of the Board of Management Finance, Procurement and General Purpose Committee; a member of the Discipline, Ethics and Integrity Committee; Human rights and Student welfare committee. He has a Masters of Law-University of Leicester-England; Higher Diploma in Law – Kenya School of Law; Bachelors of Law- University of Nairobi; Certificate of Certified Public Accountants- Strathmore School. He is a senior Advocate, practicing, consulting and conveyancing advocate of over 15 years work experience. Managing Partner Kilonzi & Amp; Aziz Co. Advocate Mombasa & Amp; Malindi.

10. Paul Mwangi Maina
MEMBER

Member of Finance Procurement, and General Purpose Committee

Paul Mwangi Maina is a member of the Board of Management having been appointed on Wednesday July 03, 2019. His term of service expired on Sunday July 03, 2022. He served a Member of the Board of Management Finance, Procurement and general purpose committee. He has BSc. in Civil Engineering. Mwangi works as a Site Engineer at Symbion Mombasa consulting Architect and Architect and planner at Euro Homes Real Estate developers.

11. Geoffrey Kipkirui Koros
MEMBER

Member of the Executive Board of Management

Geoffrey Kipkirui Koros is a member of the Board of Management having been appointed on July 03, 2019. His term of service expired on Sunday July 03, 2022. He served as a Member of the Executive Board of Management; Audit Committee; Academic standards, quality and environmental Committee. He has Bachelor of Science in Environmental Health (BSC. Environmental Health). He is the Director of Twigashield ventures.

12. Fr. Ambrose Muli Kilonzo
MEMBER

Fr. Ambrose Muli Kilonzo is a member of the Board of Management having been appointed on his first term on Friday July 08, 2022. He has Bachelor of Sacred Theology, Pontifical Urbaniana University. He is the Priest In-charge of St. Paul Gongoni Parish.

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)
I. MEMBERS OF THE BOARD OF MANAGEMENT OF GALANA TEACHERS TRAINING COLLEGE.



13. Esther Nyokabi Githogora

MEMBER

Esther Nyokabi Githogora is a member of the Board of Management having been appointed for her first term on Friday July 08, 2022. She has Bachelor of Education Physical and Health Education- Kenyatta University. She taught at Machakos Teachers Training College at Creative Arts Department. She the Member of staff representative under 56. (1)(c) of Basic Education Act 2013.



14. Agnes Waithira Bakari

MEMBER

Agnes Waithara Bakari is a member of the Board of Management having been appointed for the first term on Friday July 08, 2022. She has Bachelors of Arts in counseling psychology from KEMU, Higher Diploma in counseling psychology from Kenya Association of Professional Counselors, Certificate in ARV's and HIV Rational Management from MoH and NASCOP, Certificate in Counselor Support Supervision from Liverpool school of Tropical Medicine, Public Health Nursing course in MTC Embu. She works as Kenya Enrolled Nursing at MTC Murang'a, The Child Protection Centre, Malindi, as a Child Psychological Counselor, worked with Nairobi University in a research, PMTCT Evaluation Project Study, worked at Malindi District Hospital in the Comprehensive Care Centre for HIV/AIDS as a Nurse, VCT Counselor, Counselor support supervisor and ARVs adherence Counselor before retirement.



15. George Mwambogo Tuva

MEMBER

George Mwambogo Tuva is a member of the Board of Management having been appointed for his first term on Friday July 08, 2022. He has Bachelor of Commerce, Kisii University. He is professional Accountant with KASNEB - CPA K Qualification. He also has Diploma in Purchasing and supplies from Kenya Institute of Management. He worked as Graduate Clerk at Cooperative Bank of Kenya. He works as an Accountant at Malindi Water and Sewerage Company Ltd.

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)
I MEMBERS OF THE BOARD OF MANAGEMENT OF GALANA TEACHERS TRAINING COLLEGE.



16. Joseph Iha Wanje
MEMBER

Joseph Iha Wanje is a member of the Board of Management having been appointed for his first term on Friday July 08, 2022. He has Bachelor of Education (Accounting & Mathematics), from University of Nairobi. He is also a graduate of Advanced Management Program (AMP) from Strathmore Business School & IESE Business School, Barcelona Spain. Joseph is an astute and accomplished Executive Leader with Board and Stakeholder management experience across the East African countries of Kenya, Uganda and Tanzania at management and Chief Executive levels in the banking sector. He previously served as Managing Director & CEO for Bank of Africa Tanzania Ltd and Equity Bank (T) Limited respectively. Prior to that he served as the General Manager, Credit in Equity Bank Uganda. He is currently an investor and Entrepreneur managing family businesses in the sectors of Real Estate, Hospitality, Transport & Logistics and Finance. He brings to the board wealth of knowledge having served and participated in several previous boards and board committees before.



17. Luke Lagat Chebet
MEMBER

Secretary to the board of Management

Luke Lagat Chebet is the Secretary to the Board of Management and member of the Board of Management Committees. He served as a teacher, Deputy and Principal at High School. He later served as Dean of Curriculum, Deputy Principal in other Colleges and presently as the Principal of the College. Chebet has a Master in Educational Administration (M. ED) - Moi University; Post Graduate Diploma in Human Resource Development (PDHRD) - Moi University; Bachelor of Education- Kenyatta University.

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)

I. MANAGEMENT TEAM

In the 2021/2022 financial year, the College day-to-day management was under the following persons:

S/No.	Name	Designation	Qualification	Responsibility
1.	Luke Lagat Chebet	Principal /Secretary, BOM	Bachelor of Education; Post Graduate Diploma in Human Resource Development-PDHRD; Masters in Educational Administration- M. ED.	Principal/Accounting officer and Secretary to Board of Management
2.	Janet Mkang'ombe Mwadiga	Deputy Principal	Bachelor of Education; Masters in Agricultural science.	Principal Assistant to the Principal, supervises tuition and boarding programmes. Academic and administrative duties.
3.	Gabriel Mwangome Mwagambo	Bursar	CPA Part III (Section V)	Accounting and Book Keeping, Supervises essential staff.
4.	Damaris Mapenzi Ngumbao	College Secretary	Certificate in secretarial studies	Secretarial duties, supervises secretarial and cleaning staff.

KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)

II. MANAGEMENT DISCUSSION AND ANALYSIS

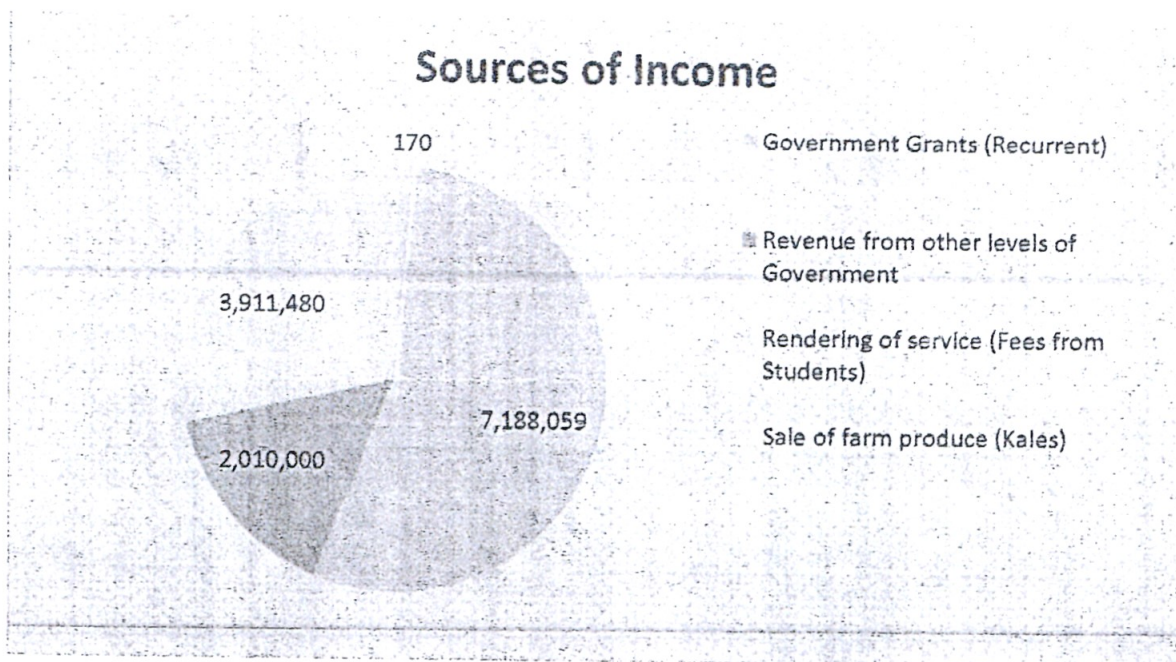
This information is designed to focus on the 2021/2022 financial year activities. Therefore, it should be read with reference from the College financial statements and notes to the financial statements.

- a. College Performance.
 - 1. College sources of funds (Income)
 - a. Government Grants- Recurrent and Capital grants.
 - b. Internally generated funds- Tuition fees and other income generating activities.
 - c. Externally sourced funds- Donations from well-wishers, loans and over drafts.

In the financial period ended 30th June 2022, the College received:

- i. Kshs. 7,188,059.00 Government grants (Recurrent)
- ii. Kshs. 2,010,000.00 from other levels of Government (County Government of Kilifi),
- iii. Kshs. 3,911,480.00 from students' fees and
- iv. Kshs. 170.00 from sale of farm produce (Kales)

Income for the 2021/2022 financial year.



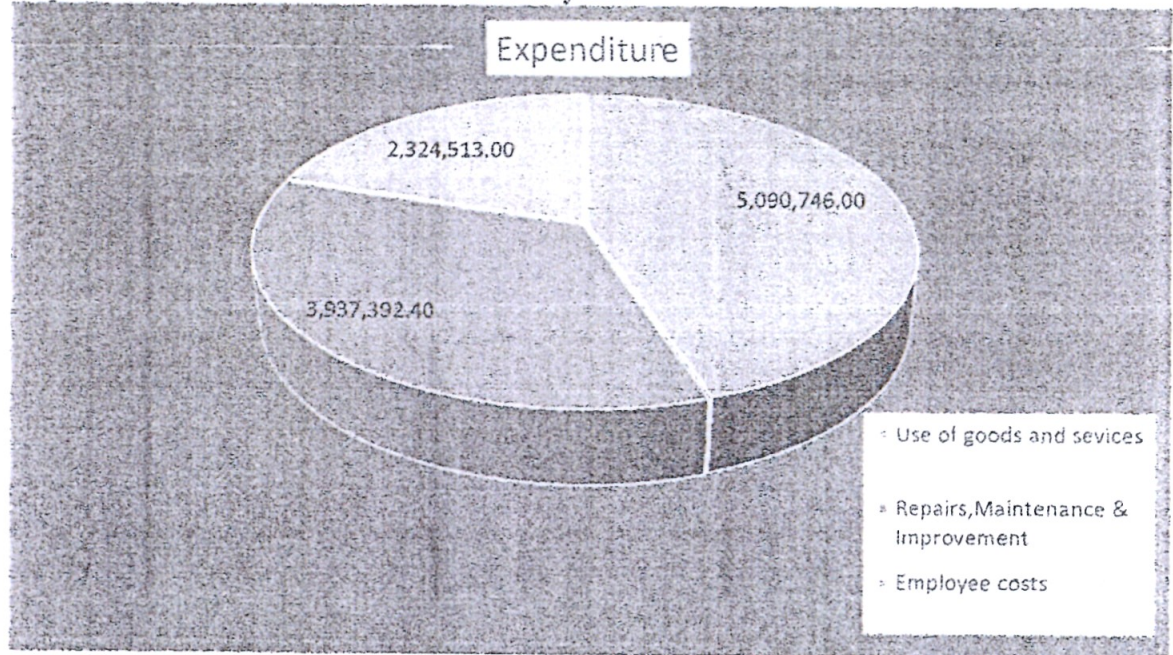
KEY GALANA TEACHERS TRAINING COLLEGE INFORMATION AND MANAGEMENT (Continued)

I. MANAGEMENT DISCUSSION AND ANALYSIS

In the 2021/2022 financial year, the College expenditure was comprised of;

- i. Employee costs: Kshs. 2,324,513.00
- ii. Use of goods and services: Kshs. 2,864,920.00
- iii. Repairs, Maintenance & Improvement: Kshs. 3,637,323.40

Expenditure for the 2021/2022 financial year.



2. Major risks facing the College

The College identified the following key risks over the year under review

- a) Financial risks- The College was not able to meet its obligations as and when they fall due as a result of insufficient funds.
- b) Commercial risk- The College was not able to admit the projected number of students (150 students) due to a small number of interested applicants who met the required qualifications. Instead the College admitted 60 students only.

3. Compliance to statutory obligations

The College complied with the all statutory requirements.

4. Material arrears/Financial Obligations

The College was not able to meet her expenditures as and when they fall due. As at the end of the 2021/2022 financial year, the College had pending bills amount to Kenya Shilling; One Hundred Nine Thousand (109,000.00) only as disclosed on note 18, page 18 of 23 of these financial statements.

IV. STATEMENT OF BOARD OF MANAGEMENT MEMBERS' RESPONSIBILITIES

Section 81 of the Public Finance Management Act, 2012 and section 87 of the Basic Education Act, 2013 requires the Board of Management to prepare financial statements in respect of that institution, which give a true and fair view of the state of affairs of the institution as at the end of the financial period and the operating results of the institution for that period. The Board members are also required to ensure that the institution keeps proper accounting records which disclose with reasonable accuracy the financial position of the institution. The Board members are also responsible for safeguarding the assets of the College.

The Board of Management of Galana Teachers Training College is responsible for the preparation and presentation of the financial statements of the College which give a true and fair view of the state of affairs of the College for and as at the end of the financial period ended 30th June 2022. This responsibility includes:

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

The Board of Management accepts responsibility for the financial statements of Galana Teacher Training College which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates in conformity with the International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the Basic Education Act 2013. The Board members are of the opinion that the financial statements of the College give a true and fair view of the state of its transactions during the financial period ended 30th June 2022 and of the financial position as at 30th June 2022. The Board of Management further confirms the completeness of the accounting records maintained by the College which have been relied upon in the preparation of the financial statements as well as the adequacy adherence to the internal control systems.

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

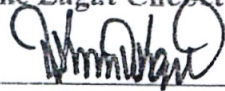
Approval of the financial statements

These financial statements were approved by the Board of Management on Friday November 11, 2022 and signed on its behalf by:

Name: **Prof. Abdullah Naji Said.**


Signature: 
Chairman, BOM

Name: **Luke Lagat Chebet**

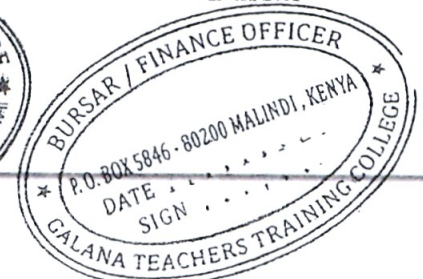
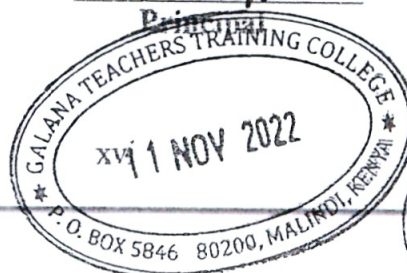
Signature: 

Principal

Name: **Mwagambo M. Gabriel**

Signature: 

Bursar



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON GALANA TEACHERS TRAINING COLLEGE FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Galana Teachers Training College set out on pages 1 to 23, which comprise of the statement of financial position as

Report of the Auditor-General on Galana Teachers Training College for the year ended 30 June, 2022

at 30 June, 2022 and the statement of financial performance, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Galana Teachers Training College as at 30 June, 2022 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 Technical and Vocational Education and Training (TVET) Act No. 29 of 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The financial statements presented for audit review contained inaccuracies as detailed below:

1.1. Variances Between the Financial Statements and the Supporting Schedule

The statement of financial performance reflects amounts which differed with the supporting schedules as tabulated below:

Description	Financial Statements Amount (Kshs.)	Supporting schedules Amount (Kshs.)	Variance (Kshs)
Rendering of Services			
Examination Fees (KNEC)	536,460	200,300	336,160
Use of Good and Services			
Contingencies	1,233,431	0	1,233,431
Activity fees	355,193	422,393	67,200
Employee Cost			
Salaries and wages	2,324,513	2,344,513	20,000
Repair and maintenance			
Repairs and maintenance	3,937,392	1,633,922	2,303,470

1.2 Unconfirmed Comparative Balances

The financial statements reflected comparative balances which had not been presented for audit by the Auditor General contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three months after the end of the fiscal year to which the accounts relate.

In the circumstances, the accuracy and completeness of the comparative balances and amounts could not be confirmed.

1.3 Inaccuracies in the Statement of Comparison of Budgeted and Actual Amounts

The statement of comparison of budget and actual amounts reflects actual revenues on comparative basis of Kshs.13,109,709 while re-computation yielded Kshs.13,357,154, resulting in an unexplained variance of Kshs.247,445. Similarly, the performance difference is reported as Kshs.1,269,904, while the re-computed amount is Kshs.1,517,009, resulting to an unexplained variance of Kshs.247,105.

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

2. Misstatement and Misclassification of Revenue from Rendering of Services

The statement of financial performance reflects revenue from rendering of services of Kshs.3,911,480 as disclosed in Note 10 to the financial statements. Included in this amount is Kshs.536,460 in respect to examination fees collected on behalf of Kenya National Examinations Council and remitted to the Council, hence not revenue earned by the College.

Further, included in Kshs.3,911,480 was Kshs.175,416 in respect to revenue from sale of goods which comprised of track suits, student identity cards, library books, student guide books and lesson plan books. Therefore, the reported revenue was not earned from rendering of services.

In the circumstances, the accuracy and completeness of revenue from rendering of services of Kshs.3,911,480 could not be confirmed.

3. Overstatement of Transfers from Other Government Entities

The statement of financial performance reflects Kshs.7,188,059 in respect to transfers from the National Government (grants) as disclosed in Note 6 to the financial statements. However, available schedules and other records show that the amount included grants amounting to Kshs.6,084,375 received during the year under review from the Government and Kshs.1,103,684, being disbursements for the year 2020/2021.

In the circumstances, the accuracy of transfers from other government entities of Kshs.7,188,059 could not be confirmed

4. Inaccuracy in Employee Costs

The statement of financial performance reflects an amount of Kshs.2,324,513 in respect to employee costs as disclosed in Note 13 to the financial statements. However, payroll records show gross employee costs of Kshs.1,964,160, resulting in an unreconciled variance of Kshs.360,353.

In the circumstances, the accuracy of employee costs of Kshs.2,324,513 could not be confirmed.

5. Unsupported Payments for Boarding Equipment and Stores

The statement of financial performance reflects Kshs.5,090,746 in respect to use of goods and services as disclosed in Note 12 to the financial statements. Included in the amount is Kshs.1,666,551 in respect to expenditure on boarding equipment and stores. However, review of sampled payments revealed lack of adequate supporting documents including; requisitions, LPO/LSOs, invoices, delivery notes and inspection and acceptance committee reports.

In the circumstances, the accuracy, completeness and value for money on use of goods and services of Kshs.5,090,746 could not be confirmed.

6. Inaccurate and Unsupported Receivables from Exchange Transactions Balance

The statement of financial position reflects Kshs.1,000,986 in respect to current receivables from exchange transactions as disclosed in Note 19 to the financial statements. However, the fee registers reflect a balance of Kshs.585,602, resulting in an unexplained variance of Kshs.415,384.

Further, although Management explained that the balance related to student debtors, the ageing analysis was not presented in these financial statements nor was a provision for bad and doubtful debts made for possible non-recoverability.

In the circumstances, the accuracy, completeness and full recoverability of the outstanding receivables balance of Kshs.1,000,986 could not be confirmed.

7. Unsupported Cash and Cash Equivalents Balance

The statement of financial position reflects cash and cash equivalents balance of Kshs.2,004,503 as disclosed in Note 15 to the financial statements. However, monthly bank reconciliation statements were not provided for audit review. In addition, included in the balance is Kshs.80,018 reported as cash in hand without supporting board of survey and cash count certificate.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.2,004,503 could not be confirmed.

8. Unsupported Inventory Balance

The statement of financial position and Note 16 to the financial statements reflect Kshs.77,029 in respect of inventory. However, stock taking sheets and stores ledger were not provided for audit review.

In the circumstances, the accuracy and completeness of the inventories balance of Kshs.77,029 could not be confirmed.

9. Unsupported Property, Plant and Equipment

The statement of financial position reflects property, plant and equipment balance of Kshs.12,599,291 as disclosed in Note 17 to the financial statements. However, the following observations were made:

- i. The assets were not categorized as per International Public Sector Accounting Standards Board template which provides that assets be categorized into land, buildings, furniture and fittings, computers, plant and equipment and capital work in progress;
- ii. The schedule does not disclose the following items: opening balances, any additions during the year, depreciation amounts and net book values;
- iii. The College did not maintain an updated fixed assets register;
- iv. There were no ownership documents including title deeds or allotment letters for the land on which the College is built; and,
- v. The College land and buildings were not valued.

In the circumstances, existence, valuation, and ownership of the property, plant and equipment balance of Kshs.12,599,291 could not be confirmed.

10. Anomalies in Presentation of the Financial Statements

Review of the annual report and financial statements submitted for audit revealed non-compliance with the reporting template issued by the Public Sector Accounting Standards Board as follows;

- i. The page numbers indicated in roman numbers in the table of contents do not match the page numbers of the reports while pages vi to 7 are missing from the financial statements;
- ii. The headers to the financial statements contain details not provide in the reporting template as follows: details, including the address numbers, College email, website, and mobile numbers contrary to the reporting template;
- iii. A reconciliation statement for cash generated from operations is not included in the financial statements;
- iv. The statement of financial position reflects Nil balance for trade and other payables. However, Note 18(b) to the financial statements reflects Kshs.109,066, resulting in an unreconciled variance of Kshs.109,066;
- v. The statement of financial performance contains information on cash and cash equivalents brought forward, which is a component of the statement of cashflows;

- vi. The financial statements did not include the following key statements: chairman's statement, report of the principal, Key management team, corporate governance statement environmental and sustainability reporting, statement of the board of governors, and the statement of changes in net assets.

In the circumstances, the financial statements were not compliant with the prescribed financial reporting template and their accuracy and completeness could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final revenue budget and actual on a comparable basis of Kshs.11,839,805 and Kshs.13,109,709 respectively, resulting in over-collection of Kshs.1,269,903 or 11% of the budget. Similarly, the College spent Kshs.11,352,651 against actual revenue of Kshs.13,109,709, resulting to under-utilization of Kshs.1,757,058 or 13% of actual revenue.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Information

The Management is responsible for the Other Information set out on pages iii to xvi which comprise of Key College Information and Management, Members of the Board of Management, Management Team, Management Discussion and Analysis, and Statement of Board of Management Members' Responsibility. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the College's, financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Late Submission of Financial Statements to the Auditor-General

Management of the College submitted financial statements to the Office of the Auditor-General on 22 November, 2022, which was two (2) months after the statutory submission deadline of 30 September, 2022. This was contrary to Section 47(1) of the Public Audit Act, 2015 which requires that financial statements should be submitted to the Auditor-General within three (3) months after the end of the fiscal year to which the accounts relate.

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

2. Failure to Prepare and Submit Quarterly Financial Reports

The Management did not provide evidence to confirm that Quarterly financial reports for the financial year 2021/2022 were prepared and submitted to the Cabinet Secretary responsible for the entity and The National Treasury, contrary to Section 83 of the Public Finance Management Act, 2012 which states that “an accounting officer for a national government entity shall prepare a report for each quarter of the financial year in respect of the entity”.

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

3. Misclassification of Board Expenses

The statement of financial performance reflects Kshs.5,090,746 on use of goods and services as disclosed in Note 12 to the financial statements. Included in this amount is Kshs.1,233,431 for contingencies, out of which Kshs.314,000 related to board expenses. However, Board expenses have not been reported separately in compliance with the reporting template approved by the Public Sector Accounting Standards Board.

In addition, Management had not developed or adopted a Board Charter to guide its operations and governance framework and did not prepare annual work plan to guide its activities for the year contrary to paragraph 1.11 of Mwongozo Code of Governance for state corporation that requires that the Board should develop and adopt a board charter. Further, paragraph 1.9 requires that the Board should develop an annual board workplan.

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

4. Lack of Imprest Warrants and Register

The statement of financial performance reflects Kshs.5,090,746 in respect to use of goods and services as disclosed in Note 12 to the financial statements. The amount includes expenditure on local transport and travelling of Kshs.250,800. However, the surrender vouchers were not supported with requisition and approval of travels, imprest requisitions, evidence of travel including work-tickets/bus tickets, imprest warrants and imprest surrender vouchers and back to office reports. Further, Management did not maintain an imprests register.

In the circumstance, Management was in breach of the law

5. Non-Compliance with Laws on Affirmative Action, Gender and Regional Balance

Review of human resource staff lists revealed that the College had seventeen (17) staff as at 30 June, 2025, out of whom seven (7) staff were employed by Teachers Service Commission while ten (10) employees were employed by the Board of Management. Analysis of the staff data revealed that eight (8) out of the ten (10) staff or 80% under on Board employment were from one ethnic community as summarized below:

Ethnicity	Number	% Representation
Girama	8	80
Chonyi	1	10
Kauma	1	10
Total	10	100

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

6. Transfer of Funds to Kenya Teachers Colleges Sports Association

The statement of financial performance and Note 12 to the financial statements reflects Kshs.5,090,746 in respect to use of goods and services, which includes Kshs.355,193 relating to activity fees. However, the Management of the College transferred a total of Kshs.120,120 from activity fees vote to Kenya Teachers Colleges Sports Association as subscription for national ball game funds. However, the Association is a private entity that is not subject to the Public Finance Management Act, 2012 or any other public finance regulations.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of Internal Audit Function

Management of Galana Teachers Training College had not established an internal audit function in the year under review, hence there was no formal system for assessing the effectiveness of internal control system, risk management practices, or operational efficiency. This was contrary to Section 73 1(a) of the Public Finance Management Act, 2012 which provides that, "every national government entity shall ensure it has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board".

In the circumstances, the College did not benefit from the oversight role from the internal audit function.

2. Inadequate Storage Facilities and Weak Controls on Inventory Management

During the year under review, the College did not have a designated store for safe custody of stores. It was noted that all the stationery was stored in a small poorly ventilated room, likewise foodstuffs were not stored in shelves or storage facilities. Further, during the audit, it observed that stores records were not updated regularly to match physical stocks.

In the circumstances, the College had not put in place effective internal controls to safeguard and secure its stores.

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

Responsibilities of Management and the Board of Management

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

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

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

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

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

Auditor-General's Responsibilities for the Audit


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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions

and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

05 December, 2025

REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

I. STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30TH JUNE 2022

	Notes	30 th June 2022	30 th June 2021
		Kshs	Kshs
REVENUE FROM NON-EXCHANGE TRANSACTIONS			
Transfers from the National Government–grants	6	7,188,059.00	1,103,684.00
Grants from donors and development partners	7	0.00	206,480.00
Public contributions and donations	8	0.00	0.00
REVENUE FROM OTHER LEVELS OF GOVERNMENT			
County Government of Kilifi	9	2,010,000.00	0.00
TOTAL REVENUE FROM NON-EXCHANGE TRANSACTIONS		9,198,059.00	1,310,164.00
REVENUE FROM EXCHANGE TRANSACTIONS			
Rendering of services	10	3,911,480.00	0.0
TOTAL REVENUE FROM EXCHANGE TRANSACTIONS		3,911,480.00	0.00
OTHER INCOME			
Sale of farm produce	11	170.00	0.00
TOTAL REVENUE		13,109,709.00	1,310,164.00
EXPENSES			
Use of goods and services	12	5,090,746.0	1,141,345.00
Employee costs	13	2,324,513.00	1,714,292.00
Repairs, Maintenance & Improvement	14	3,937,392.40	9,925,765.00
TOTAL EXPENSES		11,352,651.40	12,781,402.00
NET SURPLUS/(DEFICIT) FOR THE YEAR		1,757,057.60	(11,471,238.00)
Attributable to:			
Cash and equivalent brought forward		247,445.42	11,100,488.00
SURPLUS/DEFICIT CARRIED FORWARD		2,004,503.02	(370,750.00)

The notes set out on pages 5 to 23 form an integral part of these Financial Statements.

REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

II. STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2022

	Notes	30 TH JUNE 2022	30 TH JUNE 2021
ASSETS		Kshs	Kshs
Current assets			
Cash and cash equivalents	15	2,004,503.02	247,445.42
Current receivables from exchange transactions	19(a)	1,000,986.00	0.00
Inventories	16	77,029.00	0.00
Total current assets		3,082,518.02	247,445.42
Non-current assets			
Property, plant and equipment	17	12,599,290.98	8,796,964.58
Long term receivables from exchange transactions	19(h)	0.00	0.00
Total non-current assets		12,599,290.98	8,796,964.58
Total assets		15,681,809.00	10,148,094.00
LIABILITIES			
Current liabilities			
Current trade and other payables	18(a)	109,066.00	618,195.42
Total current liabilities		109,066.00	618,195.42
Non-current liabilities			
Non-current trade and other payables	18(b)	0.00	0.0
Total non-current liabilities		0.00	0.00
Total liabilities		109,066.00	618,195.42
NET ASSETS (Total assets-Total liabilities)		15,572,743.00	9,529,898.58
TOTAL NET ASSETS AND LIABILITIES		15,681,809.00	10,148,094.00

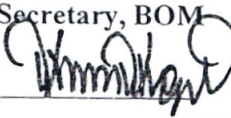
The Financial Statements set out on pages 1 to 4 were signed on behalf of the College Board of Management by:

Prof. Abdullah Naji Said
Chairman, BOM

Signature: 

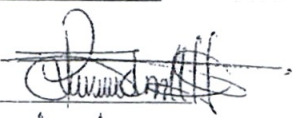
Date: 11/11/2022

Luke Lagat Chebet
Principal/Secretary, BOM

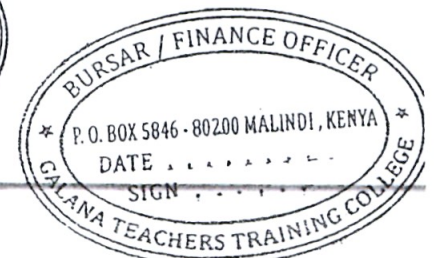
Signature: 

Date: _____

Mwagambo M. Gabriel
Bursar

Signature: 

Date: 11/11/2022



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REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2022

		30 TH 2022	JUNE 2021
	Notes	Kshs	Kshs
CASH FLOWS FROM OPERATING ACTIVITIES			
RECEIPTS			
Transfers from other Government entities/ Government grants	6	7,188,059.00	1,103,684.00
Grants from donors and development partners	7	0.00	206,480.00
Public contributions and donations	8	0.00	0.00
REVENUE FROM OTHER LEVELS OF GOVERNMENT			
County Government of Kilifi	9	2,010,000.00	0.00
Rendering of services- Fees from students	10	3,911,480.00	0.00
TOTAL RECEIPTS		13,109,539.00	1,310,164.00
PAYMENTS			
Use of goods and services	12	5,090,746.00	1,114,095.00
Employee Costs	13	2,324,513.00	1,508,234.00
Capital expenditure and general repairs and maintenance	14	3,937,392.40	9,540,877.58
TOTAL PAYMENTS		11,352,651.40	12,163,206.58
NET CASH FLOWS FROM OPERATING ACTIVITIES		1,756,887.60	(10,853,042.58)
CASH FLOWS FROM INVESTING ACTIVITIES			
Sale of farm produce	11	170.00	0.00
Cash flows from financing activities			
Net cash flows used in financing activities			
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1,757,057.60	(10,853,042.58)
Cash and cash equivalent brought forward		247,445.42	11,100,488.00
CASH AND CASH EQUIVALENTS CARRIED FORWARD	15	2,004,503.02	247,445.42

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REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

VI. STATEMENT OF COMPARISON OF BUDGETED VERSUS ACTUAL AMOUNTS FOR THE YEAR ENDED 30TH JUNE 2022

	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Performance difference	Utilization Difference
	2021-2022	2021-2022	2021-2022	2021-2022	2021-2022	2021-2022
	Kshs	Kshs	Kshs	Kshs	Kshs	%
Revenue						
Fund balance brought forward	247,445.42	-	247,445.42	247,445.42	-	
Transfers from other government entities & Govt grants	3,192,209.00	4,094,876.00	7,287,085.00	9,198,059.00	1,910,974.00	26.22%
Rendering of services –Fees from students	-	4,305,275.00	4,305,275.00	3,911,480.00	(393,795.00)	-9.15%
Other income (Sale of farm produce –Kales)	-	-	-	170.00	170.00	-
Total revenue	3,439,654.42	8,400,151.00	11,839,805.42	13,109,709.00	1,269,903.58	10.73%
Expenses						
Compensation of employees	1,958,238.00	462,460.00	2,420,698.00	2,324,513.00	(96,185.00)	-3.97%
Use of Goods and Services	1,481,416.42	7,937,691.00	9,419,107.42	9,028,138.40	(390,969.02)	-4.15%
Total expenditure	3,439,654.42	8,400,151.00	11,839,805.42	11,352,651.40	(487,154.02)	-4.11%
Surplus/(Deficit) for the period				1,757,057.60		

Note. Negative(-ve) percentages means that the actual income or expenditure amounts were less than the budgeted amounts

Budget Notes.

Actual Income;

- i. **Transfer from government entities and government grants:** The positive 26.22% utilization difference was as a result of disbursement of 3rd and 4th quarter grants for the financial 2020/2021 and increased grant disbursement per quarter in the financial year 2021/2022.
- ii. **Rendering of services (Fees from students)** The College had budget for 65 students at the start of the financial year 2021/2022. However, only 60 students reported hence the 9.15% utilization difference.
- iii. **Compensation of employees:** The 3.97% utilization difference was as a result of two employees budgeted for who were later considered on payroll on October 2021
- iv. **Use of Goods and Services:** The College was as economical as possible on incurring expenditure hence under expenditure of negative 4.15%

I. NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

Galana Teachers Training College is established by and derives its authority and accountability from the Basic Education Act 2013 and the Public Finance Management Act 2012. The College is wholly owned by the Government of Kenya and is domiciled in Kenya, situated in Kilifi County, Magarini Sub County.

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

The College's financial statements have been prepared in accordance with and comply with the Accrual Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS). The College's principal activity is to educate Diploma in Primary Education Teachers in accordance to the Basic Education Act 2013, and Legal Notice No. 14 Laws of Kenya.

The financial statements have been prepared on a historical cost basis unless otherwise stated.

The cash flow statement has been prepared using the direct method of accounting under the International Public Sector Accounting Standards accounting methods.

The financial statements have been prepared in accordance with the requirements of the Public Financial Management Act 2012 and Basic Education Act 2013.

3. DOPTION OF NEW AND REVISED STANDARDS

i. Relevant new standards and amendments to published standards effective for the period ended 30th June 2022

Standard	Impact
Other Improvements to IPSAS	<p>Applicable: 1st January 2021:</p> <p>a) Amendments to IPSAS 13, to include the appropriate references to IPSAS on impairment, in place of the current references to other international and/or national accounting frameworks.</p> <p>b) IPSAS 13, Leases and IPSAS 17, Property, Plant, and Equipment. Amendments to remove transitional provisions which should have been deleted when IPSAS 33, First Time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs) was approved.</p> <p>c) IPSAS 21, Impairment of Non-Cash-Generating Assets and IPSAS 26, Impairment of Cash Generating Assets. Amendments to ensure consistency of impairment guidance to account for revalued assets in the scope of IPSAS 17, Property, Plant, and Equipment and IPSAS 31, Intangible Assets.</p> <p>d) IPSAS 33, First-time Adoption of Accrual Basis International Public Sector Accounting Standards (IPSASs). Amendments to the implementation guidance on deemed cost in IPSAS 33 to make it consistent with the core principles in the Standard.</p>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

ii. New and amended standards and interpretations in issue but not yet effective in the financial period ended 30th June 2022

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

iii. Early adoption of standards

The College did not early-adopt any new or amended standards in the 2021/2022 financial year.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Budget information

The budget for the 2021/2022 financial year had not anticipated placement of students by the Ministry of Education to the College. However, the Ministry of Education allocated the College a total of sixty (60) DPTE Upgrade students. It is in line with this that the 2021/2022 financial year budget proposal earlier approved by the board needed to be revised.

Therefore, the revised budget for the 2021/2022 was approved by the board of management on Saturday April 2, 2022. The College financial year budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis.

A statement of comparison between the actual and budgeted amounts has been presented on page 4 of 23 of these financial statements

c) Taxes

i. Current income tax

Galana Teachers Training College is a Public Teacher Training College. The College is not operating for profit and is therefore not subject to income tax.

ii. Sales tax/ Value Added Tax

Galana Teachers Training College is a Public Teacher Training College. The College is not operating for profit and is therefore not subject Sales Tax/Value Added Tax.

d) Investment property

Investment properties shall be 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 properties are derecognized either when they have been disposed off or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition. However, during the year under review (2021/2022) Galana Teachers Training College did not have any Investment properties

e) Property, plant and equipment

All property, plant and equipment are stated at cost. Accumulated depreciation and impairment losses have not been considered since the College has not developed a depreciation/accounting policy. 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 College recognizes such parts as individual assets. Repairs and Maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction or through donation, the asset record as asset in kind as recorded in note number 17, page 17 of 23 of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f) Leases

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to the College. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The Entity also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance. Finance charges are recognized as finance costs. An asset held under a finance lease is depreciated over the useful life of the asset. If there is no reasonable certainty that the Entity will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Entity. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

Galana Teachers Training College did not have any lease agreement in the 2021/2022 financial year.

g) Intangible assets

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange.

Galana Teachers Training College did not have any intangible assets in the 2021/2022 financial year.

h) Research and development costs

Galana Teachers Training College did not receive any research and development grant in the 2021/2022 financial year. However, the College shall expense research and development grants when cost is incurred.

i) Financial instruments

a) Loans and borrowing

Galana Teachers Training College did not have monetary loans from financial institutions in the 2021/2022 financial year. However, the College shall recognize interest bearing loans and borrowings if any and shall be measured at amortized cost using the effective interest method. Gains and losses shall be recognized in surplus or deficit when the liabilities are derecognized through the effective interest method amortization process. Amortized cost shall be calculated by taking into account any discount or premium on acquisition and fees that are an integral part of the effective interest rate.

b) Inventories

The College measures inventory at cost upon initial recognition. Where inventory was received through non-exchange transactions, the cost of the inventory is its fair value at the date of acquisition. The College inventory is as shown in note number 16, page 16 of 23 of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c) Provisions

College did not have any provisions in the 2021/2022 financial year. However, Provisions if any shall be recognized when the College has a present obligation as a result of a past event and it is probable that an outflow of resources with 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.

e) Contingent assets

The College does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the 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.

f) Nature and purpose of reserves

The College only realizes surplus or deficit in the statement of financial performance as disclosed on page 1 of these financial statements.

g) Changes in accounting policies and estimates

The College adopted the Accrual method of accounting under the International Public Sector Accounting Standards (IPSAS) in the financial year 2020/2021. There are no changes in accounting policies adopted in the 2021/2022 financial year.

i) Employee benefits

a. Retirement benefit plans

The College contributes Kenya Shillings Two Hundred (200) only for every employee towards National Social Security Fund (NSSF) as required by law. The College further maintains a gratuity Vote head to cater for employee's retirement benefits.

b. Foreign-currency transactions

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. College was not involved in foreign currency transactions in the 2021/2022 financial year.

j) Borrowing costs

The College did not incur borrowing costs in the financial year under review. However, borrowing costs are capitalized against qualifying assets as part of Property, Plant and Equipment. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) Related parties

The College regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the College, or vice versa. Members of key management and government ministries are regarded as related parties.

Service concession arrangements

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

l) Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and cash at bank, on call short-term deposits and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Cash and cash for the 2021/2022 financial is disclosed on note number 15, page 16 of 23 of these financial statements.

m) Comparative figures

Comparative figures in the 2021/2022 financial year have been obtained from the financial statements of the 2020/2021 financial year.

n) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the 2021/2022 financial year.

5. SIGNIFICANT JUDGMENTS AND SOURCES OF ESTIMATION UNCERTAINTY

Estimates and assumptions

There were no assumptions made on the reported figures that could cause material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Useful lives and residual values

The College did not engage valuers to determine the value and useful life of the College Property, Plant and Equipment.

Provisions

No provisions for bad debts and or obsolete stock were made in the 2021/2022 financial year.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFERS FROM NATIONAL GOVERNMENT MINISTRIES

Description	30 th June 2022	30 th June 2021
	KShs	KShs
Unconditional grants		
Operational/Recurrent grants	7,188,059.00	1,103,684.00
Conditional grants	0.0	0.00
Total government grants and subsidies	7,188,059.00	1,103,684.00

7. GRANTS FROM DONORS AND DEVELOPMENT PARTNERS

Description	30 th June 2022	30 th June 2021
	KShs	KShs
Grant from Equity Bank (K) Ltd	0.00	40,000.00
NG-CDF- Magarini	0.00	166,480.00
Total grants from development partners	0.00	206,480.00

8. PUBLIC CONTRIBUTIONS AND DONATIONS

Description/Name of Donors	30 th June 2022	30 th June 2021
Mombasa Cement Ltd- Student mattresses	100PCS	-
NG-CDF Magarini Constituency-100 PCS of student mattresses	100PCS	-
NG-CDF Magarini Constituency-18PCS student double decker beds	18PCS	-
Maurice Muteti Kilonzi –BOM Member (10,000Ltrs water tanks)	0.00	2PCS
Maurice Muteti Kilonzi –BOM Member (Solar lights)	0.00	18PC
Total (In kind)	In kind	In kind

9. REVENUE FROM OTHER LEVELS OF GOVERNMENT

Description	30 th June 2022	30 th June 2021
	KShs	KShs
Grant from the County Government of Kilifi	2,010,000.00	0.00
Total other income	2,010,000.00	0.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10. RENDERING OF SERVICES

VOTEHEADS AND ACCOUNTS	30 th June 2022	30 th June 2021
BES	1,344,868.00	-
TES	229,178.00	-
LTT	165,000.00	-
Medical	34,200.00	-
Activity fees	98,400.00	-
RMI	202,742.00	-
VRM	198,743.00	-
Contingencies	95,771.00	-
Gratuity	46,000.00	-
Practicum	121,893.00	-
EWC	199,888.00	-
Students council	20,600.00	-
Registration fee	12,200.00	-
Personnel Emolument Subsidy	138,679.00	-
Computer studies	172,333.00	-
Track suit	92,150.00	-
Students ID	11,215.00	-
Club & Environmental	36,715.00	-
Library books	19,350.00	-
Student guide books	7,800.00	-
Lesson plan book	44,901.00	-
Covid-19 response	73,894.00	-
Bank charges	8,500.00	-
Examination fees(KNEC)	536,460.00	-
TOTALGOOD AND SERVICES	3,911,480.00	0.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. OTHER INCOME

Description	30 th June 2022	30 th June 2021
	KShs	KShs
Sale of farm produce- Kales	170.00	0.00
Total other income	170.00	0.00

12. USE OF GOODS AND SERVICES

VOTEHEADS AND ACCOUNTS	30 th June 2022	30 th June 2021
BES	1,666,551.00 ✓	-
TES/TUITION	220,149.00 ✓	-
LTT	250,800.00 ✓	125,970.00
Medical	8,090.00 ✓	-
Activity fees	355,193.00 ✓	-
Contingencies	1,233,431.00 ✓	799,558.00
EWC	160,019.00 ✓	140,185.00
Computer studies	112,333.00 ✓	-
Track suit	110,700.00 ✓	-
Students ID	6,300.00 ✓	-
Club & Environmental	5,200.00 ✓	-
Covid-19 response	2,124.00 ✓	-
Bank charges	17,856.00 ✓	15,652.00
Examination(KNEC)	942,000.00	59,980.00
TOTAL USE OF GOOD AND SERVICES	5,090,746.00	1,141,345.00

13. EMPLOYEE COSTS

	30 th June 2022	30 th June 2021
	KShs	KShs
Salaries and wages	2,324,513.00	1,714,292.00
Employee related costs-contributions to pensions and medical aids	0.00	0.00
Housing benefits and allowances	0.00	0.00
Social contributions	0.00	0.00
TOTAL EMPLOYEE COSTS	2,324,513.00	1,714,292.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. REPAIRS, MAINTENANCE AND IMPROVEMENTS

Description	30 th June 2022	30 th June 2021
General repairs (RMI)	173,498.00	88,362.00
Construction works (Power house, water tank, bases, plumbing and guttering/rain water harvesting system)	0.00	913,436.00
Construction of 1No Boys dormitory	1,278,922.40	7,673,950.00
Electrical materials, wiring and power distribution	0.00	164,570.00
Furniture and fittings	779,520.00	563,500.00
Water tanks - 2No.	0.00	130,000.00
Hydrological services-Siting of borehole	0.00	45,000.00
Environmental Impact Assessment	0.00	30,000.00
Steel filing cabinets - 3No.	0.00	44,997.00
Power connectivity (Meter deposit & wiring completion certificate)	0.0	35,000.00
Admin block & classes renovation	20,280.00	168,365.00
Lawn mower - 1No.	0.00	68,585.00
Student beds (Double deckers)	515,000.00	0.00
Photocopier and desk top computers	383,700.00	0.00
Energy saving Jikos (with sufurias)	480,000.00	0.00
Construction works (Kitchen makeshift)	56,550.00	0.00
Distribution of piped water	42,582.00	0.00
Chest freezer	58,340.00	0.00
Hire of tents (Improvise dining hall)	20,000.00	0.00
College sign board	20,000.00	0.00
Unpaid bill-Students double decker beds	109,000.00	0.00
TOTAL	3,937,392.40	9,925,765.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. DETAILED ANALYSES OF CASH AND CASH EQUIVALENTS

Financial institution	Account name	Account number	30 th June 2022	30 th June 2021
			KShs	KShs
a) Current account				
Equity Bank (K) Ltd	Operational account	0450267920494	1,603,638.02	124,839.42
KCB Bank (K) Ltd	Community/Development acc	1239572999	26,059.00	118,843.00
KCB Bank (K) Ltd	Main/Fee collection account	1289235430	294,788.00	0.00
Sub- total			1,924,485.02	243,682.42
b) Others(specify)				
Cash at hand			80,018.00	3,763.00
Sub- total			80,018.00	3,763.00
Grand total			2,004,503.02	247,445.42

16. INVENTORIES

Description	30 th June 2022	30 th June 2021
	KShs	KShs
Consumable stores	9,450.00	0.00
Maintenance stores	0.00	0.00
Health unit stores	0.00	0.00
Electrical stores	0.00	0.00
Cleaning materials stores	0.00	0.00
Sports material stores	67,579.00	
Catering stores	0.00	0.00
Total inventories at the lower of cost and net realizable value	77,029.00	0.00

GALANA TEACHERS TRAINING COLLEGE
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REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. Property, Plant and Equipment at Cost as at 30th June 2022

Land

The College land is approximately 8.33Ha. However, monetary value of the land has not been determined.

Depreciation

The College has not developed a depreciation policy. Therefore, depreciation on Property, Plant and Equipment has not been determined.

	Initial Cost	Accumulated Depreciation	As at 30 th June 2022
	Kshs	Kshs	Kshs
1No. Boys dormitory	8,567,984.98	0.00	8,567,984.98
1No. Power house	590,000.00	0.00	590,000.00
Kitchen Makeshift	56,550.00	0.00	56,550.00
Student beds	624,000.00	0.00	624,000.00
Furniture, and fittings	1,343,020.00	0.00	1,343,020.00
Computers/Copy Printer/Projector	381,700.00	0.00	381,700.00
Jikos & sufurias	480,000.00	0.00	480,000.00
Chest freezer	58,340.00	0.00	58,340.00
Television- TLAC	48,500.00	0.00	48,500.00
WiFi router	9,999.00	0.00	9,999.00
Laminating machine	6,800.00	0.00	6,800.00
Binding machine	5,250.00	0.00	5,250.00
Paper cutter	2,650.00	0.00	2,650.00
Giant stapler	4,500.00	0.00	4,500.00
Water dispenser	15,000.00	0.00	15,000.00
Dining tables	80,000.00	0.00	80,000.00
College Sign board	20,000.00	0.00	20,000.00
Water tanks	260,000.00	0.00	260,000.00
Steel filing cabinets	44,997.00	0.00	44,997.00
Total	12,599,290.98	0.00	12,599,290.98

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REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

NOTES TO THE FINANCIAL STATEMENTS (Continued)

Valuation

The Collegedidnot engagevaluers to determinethe value of land and buildings.Therefore, thevalues of following Property Plant and Equipment were not determined.

- a) Land -around 8.33Ha (Government land)
- b) Administration block. INo. -Constructed in the financial year 2014/2015 by NG-CDF Magarini.
- c) INo. Girls' dormitory- Constructed in the financial year 2017/2018, 2020/2021 by NG-CDF Magarini
- d) INo. 2Classrooms block - Constructed in the financial year 2014/2015 by NG-CDF Magarini
- e) INo. Toilets block- Constructed in the financial year 2014/2015 by NG-CDF Magarini
- f) INo. 3Classrooms block- Constructed by the NG-CDF Magarini in the financial year 2013/2014

18. TRADE AND OTHER PAYABLES

Description	June 30 th 2022	June 30 th 2021
	KShs	KShs
(a) Current payable from exchange transactions		
Trade payables- Appendix II	109,000.00	618,195.00
Prepaid fees – Appendix III	66.0	0.00
Other payables	0.00	0.00
Sub-Total	109,066.00	618,195.00
(b) Current payable from non-exchange transactions		
Total of Current trade and other payables	109,066.00	618,195.00
(c) Long-Term trade and other payables		
TOTAL TRADE AND OTHER PAYABLES	109,066.00	618,195.00

19. TRADE AND OTHER RECEIVABLES

Description	June 30 th 2022	June 30 th 2021
	KShs	KShs
a) Current receivables		
Capitation grants	0.00	0.00
Transfers from other govt. entities	0.00	0.00
Other debtors- Fees debtors (Appendix IV)	1,000,986.00	0.00
Total current receivables	1,000,986.00	0.00
b) Long term receivables		
Total of Trade and other receivables	1,000,986.00	0.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

20. EMPLOYEE BENEFIT OBLIGATIONS

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	June 30 th 2022	June 30 th 2021
	Kshs	Kshs	Kshs	Kshs	Kshs
Current benefit obligation	0.00	0.00	0.00	0.00	0.00
Non-current benefit obligation	0.00	0.00	0.00	0.00	0.00
Total employee benefits obligation	0.00	0.00	0.00	0.00	0.00

Retirement benefit Asset/ Liability

The College contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The College's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at KShs. 400 per employee per month where the employer contributes 50% of the said amount while the employee as well contribute 50% towards the same charged under personnel emolument. Further, the College maintains gratuity Vote Head to cater for employee's retirement benefits.

21. FINANCIAL RISK MANAGEMENT

Galana Teachers Training College does not hedge any risks and has not put in place credit policies to ensure that credit is only extended to customers with an established credit history. Therefore, it is exposed to both credit and liquidity risks.

a. Credit risk

This is the risk that a party may be unable to pay a certain amount of money in full when it falls due. Credit risk may arise from cash and cash equivalents, and deposits with banks, as well as trade and other receivables. The receivables (Fee Debtors) over the 2021/2022 financial year amounted to Ksh. 1,000,986.00 (Kenya Shillings One Million Nine Hundred Eighty-Six only) as disclosed from page 22 to 23 of the financial statements

b. Liquidity risk management

The College manages liquidity risk through continuous monitoring of budget and actual cash flows/available cash.

	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 2021				
Trade payables	618,195.42	0.00	0.00	618,195.42
Total	618,195.42	0.00	0.00	618,195.42
At 30th June 2022				
Trade payables	0.00	109,66.00	0.00	109,66.00
Total	0.00	109,66.00	0.00	109,66.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

22. RELATED PARTY BALANCES

Nature of related party relationships

Entities and parties related to Galana Teachers Training College are parties/entities that have the ability to exercise control or exercise significant influence over her operations and financial decisions. They may include; the government of Kenya, management personnel, their associates and close family members.

Government of Kenya

Galana Teachers Training College is wholly owned by the Government of Kenya under the Ministry of Education. Her operations are guided by the Basic Education Act 2013, the Public Finance Management Act 2012, Regulations 2015. In the 2021/2022 financial year, there were no related parties other than;

- i) The Parent Ministry: - Ministry of Education
- ii) Board of Management;

Apart from the Government grants of Kshs. 7,188,059.00 (Note 6, page 12 of 23 of the financial statement) there were no other related party transactions and balances.

23. CAPITAL COMMITMENTS

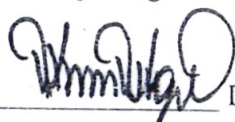
There were no capital commitments over the 2021/2022.

24. EVENTS AFTER THE REPORTING PERIOD

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

Luke Lagat Chebet
Principal

Signature: _____



Date: _____



APPENDIX:

I. INTER-ENTITY TRANSFERS

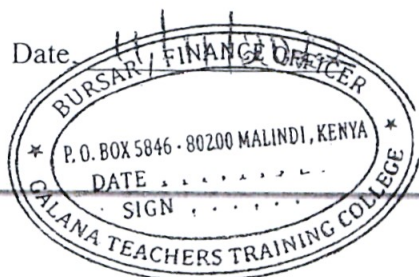
ENTITY NAME:					
Break down of Transfers from the State Department of Early Learning and Basic Education					
		Bank Statement Date	FY 2021/2022 Amount (KShs)	Bank Statement Date	FY 2020/2021 Amount (KShs)
a.	Recurrent Grants				
	3 rd & 4 th Quarter 2020/2021	06/07/2021	1,103,684.00		
	1 st Quarter	13/10/2021	1,575,561.00	03/09/2020	551,842.00
	2 nd Quarter	12/01/2022	2,562,127.00	06/01/2021	551,842.00
	3 rd Quarter	16/05/2022	974,097.00		
	4 th Quarter	17/06/2022	972,590.00		
	Total		7,188,059.00		1,103,684.00
b.	Development Grants				
			-		-
			-		-
			-		-
	Total		-		-

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

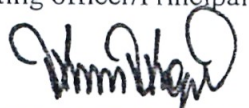
Bursar

Sign: 

Date: 11/11/2022



Accounting officer/Principal

Sign: 

Date: 11 NOV 2022



GALANA TEACHERS TRAINING COLLEGE
P. O BOX 5846-80200 MALINDI- KENYA
EMAIL: galanateacherscollege@gmail.com
MOBILE: +254 769 976 849/0110613928
WEBSITE: www.gttc.ac.ke

REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

II. LIST OF TRADE CREDITORS

Pending bills (Accounts payables) for the 2021/2022 financial year were due to the following;

No	Name	Goods/Services offered	Date Contracted	Original amount	Amount paid to date	Balance as at 30 th June 2022
1.	Solmac Ventures Ltd	Student double decker beds(12No.)	October 2021	174,000.00	65,000.00	109,000.00

III. PREPAID FEES

S/NO	NAME	ADM NO.	AMOUNT
1.	AsmeoShikoliKwayela	GTTC/UPG/004/2021	65.00
2.	Maureen Kadzo Kwicha	GTTC/UPG/018/2021	1.00
TOTAL			66.00

IV. LIST OF FEE DEBTORS

S/NO	NAME	ADM NO.	AMOUNT
1.	Millicent MuthiniNdunda	GTTC/UPG/002/2021	7,056.00
2.	Mercy Munanie Simon	GTTC/UPG/003/2021	8,000.00
3.	Barare Francis Nyaundi	GTTC/UPG/005/2021	9,235.00
4.	Titus HamisiKahindi	GTTC/UPG/008/2021	21,235.00
5.	RemmyNgweyo	GTTC/UPG/009/2021	4,935.00
6.	Rachael Kambu	GTTC/UPG/011/2021	30,735.00
7.	EmmaldinMnyambuMriwa	GTTC/UPG/012/2021	14,235.00
8.	Esther Kache Karisa	GTTC/UPG/013/2021	19,735.00
9.	Charo Kazungu.Christopher	GTTC/UPG/014/2021	38,735.00
10.	NyingeRimbaTunje	GTTC/UPG/015/2021	19,500.00
11.	Mathias PachaNdago	GTTC/UPG/016/2021	52,000.00
12.	Mitsanze Joseph Karisa	GTTC/UPG/017/2021	16,235.00
13.	Kahindi Charity Pendo	GTTC/UPG/019/2021	7,235.00
14.	JosefridaJumwaRimba	GTTC/UPG/022/2021	12,235.00
15.	Betty KacheWakio	GTTC/UPG/023/2021	9,735.00
16.	Grace NeemaKahindi	GTTC/UPG/024/2021	17,935.00
17.	Mercy RehemaYeri	GTTC/UPG/025/2021	15,000.00
18.	Emmanuel Katana Kazungu	GTTC/UPG/028/2021	11,935.00
19.	MercylineSidiGona	GTTC/UPG/029/2021	10,000.00
20.	Eunice KacheHabel	GTTC/UPG/031/2021	24,235.00
21.	Alex ThoyaMramba	GTTC/UPG/033/2021	34,235.00
22.	Karen NambandeBarasa	GTTC/UPG/034/2021	4,335.00
23.	Naomi ManenoNguzo	GTTC/UPG/035/2021	52,235.00
24.	KahindiCharo Karisa	GTTC/UPG/036/2021	10,000.00
25.	Charo Lucky Shungu	GTTC/UPG/037/2021	18,000.00
26.	Gladys Kadzo Chanzera	GTTC/UPG/038/2021	52,500.00
27.	Chula Ndhundi Collins	GTTC/UPG/040/2021	3,935.00
28.	Betty MbeyuFune	GTTC/UPG/041/2021	26,935.00
29.	Stephen MwaranduKiraga	GTTC/UPG/042/2021	25,235.00

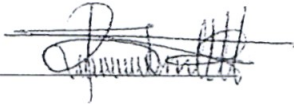
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REPORTS AND FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2022

30.	Mariam Kazungu Roman	GTTC/UPG/043/2021	13,235.00
31.	Mweri H. Baya	GTTC/UPG/044/2021	52,935.00
32.	Allan Bahati Keah	GTTC/UPG/045/2021	21,935.00
33.	Kennedy TovaSakwa	GTTC/UPG/046/2021	1,235.00
34.	Grace Neema Jonathan	GTTC/UPG/047/2021	16,735.00
35.	Tunje Jay Chiro	GTTC/UPG/048/2021	16,935.00
36.	Faith MuekeKasyema	GTTC/UPG/049/2021	13,235.00
37.	Arlson Chivatsi Kazungu	GTTC/UPG/050/2021	3,235.00
38.	Lillian PillyNgala	GTTC/UPG/052/2021	58,735.00
39.	Mwaringa Amos Charo	GTTC/UPG/053/2021	54,935.00
40.	Everlyne Kadzo Baya	GTTC/UPG/054/2021	1,435.00
41.	Chengo Harrison Mae	GTTC/UPG/055/2021	22,035.00
42.	Joseph JumaThoya	GTTC/UPG/056/2021	19,935.00
43.	Nancy Kabibi Ngumbao	GTTC/UPG/057/2021	31,235.00
44.	Mambo Wilson Duka	GTTC/UPG/058/2021	34,435.00
45.	Fredrick Jefa	GTTC/UPG/059/2021	2,935.00
46.	Grace MnyaziMzungu	GTTC/UPG/060/2021	16,235.00
47.	Kahindi Rose Tabu	GTTC/UPG/061/2021	42,235.00
TOTAL			1,000,986.00

Bursar

Sign.




Date.

11/11/2022



Accounting officer/Principal

Sign.



Date.

