

REPUBLIC OF KENYA



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on Thurs. 19.11.2013 (pro)  
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**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**THE FINANCIAL STATEMENTS OF  
MURANG'A UNIVERSITY COLLEGE**

**FOR THE YEAR ENDED  
30 JUNE 2013**





# **MURANG'A UNIVERSITY COLLEGE**

A constituent College of Jomo Kenyatta University of Agriculture and Technology

# **ANNUAL REPORT AND FINANCIAL STATEMENT FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2013**



MRUC IS ISO 9001:2008 CERTIFIED

# MURANG'A UNIVERSITY COLLEGE

A constituent College of Jomo Kenyatta University of Agriculture and Technology

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## **MURANG'A UNIVERSITY COLLEGE**

A constituent College of Jomo Kenyatta University of Agriculture and Technology

### **COUNCIL MEMBERS**

<b>NAME</b>	<b>TITLE</b>	<b>APPOINTED</b>
1. Prof. Jama Mohamud Abdi	Chairman	03.11.2012
2. Prof. Geoffrey Moriaso Ole Maloiy	Member	03.11.2012
3. Eng. Joel Wanyoike	Member	03.11.2012
4. Arch. Aida N. Munano	Member	03.11.2012
5. Amb. Benjamin Kisilu	Member	03.11.2012
6. Mrs. Wanja Wambugu	Member	03.11.2012
7. Dr. Areba Nyang'ate	PS, MOHEST rep'	03.11.2012
8. Joyce Narumbe Idum Ekuam	Member	03.11.2012
9. Prof. Mabel Imbuga	VC JKUAT	03.11.2012
10. Mr. Fredrick Magua	Ag. Principal	03.11.2012
11. Jane Margaret Staussi	Member	03.11.2012

### **RETIRED BOG MEMBERS**

The Board of Governor members of Murang'a College of Technology who held office during the year of this report

<b>NAME</b>	<b>TITLE</b>	<b>UP TO</b>
1. Mr. Eliud Gathuma	Chairman	03.11.2012
2. Mrs. Phylis Ngoro Maina	Member	03.11.2012
3. Mr. Ben Nyutho	Member	03.11.2012
4. Mr. Samuel Wambugu	Member	03.11.2012
5. Mrs. Catherine Mwangi	Member	03.11.2012

6. Mr. Paskal Amoke	Member	03.11.2012
7. Arch. Aida N. Munano	Member	03.11.2012
8. Mr. Stephen J. Tei	PPTO Central	03.11.2012
9. Mr. Fredrick Magua	Principal	03.11.2012
10. Mrs. Priscilla Muhoro	Deputy Principal	03.11.2012
11. Mr. Micheni Kaugi	DEO Murang'a	03.11.2012

**PRINCIPAL OFFICERS OF THE UNIVERSITY COLLEGE**

<b>NAMES</b>	<b>POSITION</b>	<b>PERIOD SERVED</b>
1. Mr. Fred Magua	Ag. Principal	Up to February 2013
2. Mrs. Priscilla W. Muhoro	Ag. Deputy Principal	Up to May 2013
3. Mr. Timothy Gitau	Ag. Registrar	Up to May 2013
4. Prof. Mary K. Walingo	Principal	From March 2013
5. Mr. Bulitia Godrick	Registrar	From June 2013
6. Mr Elijah Kuria	Ag. Finance Officer	Up to June 2013

## MURANG'A UNIVERSITY COLLEGE

### GENERAL INFORMATION

1. OWNERSHIP AND STRUCTURE

The institution is 100% owned by the government of Kenya; the ministry of Education, Science and Technology being the Parent Ministry

2. REGISTERED OFFICE AND PLACE OF BUSINESS

Murang'a University College  
P. O Box 75 - 10200 Murang'a, Kenya  
[info@mruc.ac.ke](mailto:info@mruc.ac.ke)

+254 771 463 515

Web site: <http://www.mruc.ac.ke>

3. BANKERS

Kenya Commercial Bank  
Murang'a Branch

Equity Bank  
Murang'a Branch

Co-operative Bank  
Murang'a Branch

Consolidated Bank  
Murang'a Branch

4. AUDITORS

Auditor General  
Kenya National Audit Office  
P.O. Box 30084-00100  
Nairobi

5. Location

The University College is located 1.5 km from Murang'a town, 85 km North East of Nairobi, 70 km South East of Nyeri and 50 km South West of Embu

## MURANG'A UNIVERSITY COLLEGE

### CORE BUSINESS OF THE UNIVERSITY COLLEGE

The main objective of the University College is derived from the core functions as set out in the universities Act 2012. The mandate of MRUC is to provide quality teaching, training, scholarship, entrepreneurship, innovation, and research and consultancy services.

#### **Vision**

"A leading university of choice that promotes excellence in learning and service delivery"

#### **Mission**

"To develop leaders and professionals through teaching, training, consultancy, research and innovation for socioeconomic development"

#### **Strategic Objectives**

- i) To offer innovative programmes that meet market demand.
- ii) To develop and maintain adequate infrastructure and facilities.
- iii) To increase students' enrolment by the end of plan period
- iv) To increase revenue during the plan period
- v) To enhance student welfare and development
- vi) To enhance consultancy, research and development in the University.
- vii) To strengthen human resource capacity
- viii) To strengthen corporate governance and management systems.
- ix) To integrate ICT in training and management practices.

#### **Value Statements**

Value statements constitute a set of beliefs and standards of behaviour that drive MRUC's agenda. They are essential and must be upheld as they are key to corporate culture and identity. The following are our values:

***Innovation and Creativity*** - We are committed to delivering innovative solutions in delivery of our services.

***Professionalism*** - We strive to uphold professionalism in whatever we do. We will stand ethical scrutiny by being committed to high standards of excellence in our day to day operations.

**Teamwork** - We promote respect and unity of purpose among staff as well as promoting mutual exchange of information and experiences.

**Diversity and Inclusiveness** – We are an equal opportunity employer.

**Autonomy and freedom of Inquiry** - We encourage our staff to engage in free and independent thinking.

## **MURANG'A UNIVERSITY COLLEGE**

### **Chairman's statement**

Murang'a University College (MRUC) was established in September 2011 via Murang'a University College order legal notice No. 129 of September 2011 as a constituent College of Jomo Kenyatta University of Agriculture and Technology. MRUC is the successor of Murang'a College of Technology. The University College currently operates under the provision of the Universities Act 2012 CAP 210 B of the laws of Kenya. MRUC is positioning itself to develop a distinctive profile as a progressive and international Technical University, growing its enrolment strategically.

Although the University College has just opened its doors to undergraduate students, MRUC remains strongly committed to exploring how best to harness technology to improve the quality of education it offers students. Through the continued development of our courses, we will continue to explore and embrace sound pedagogy through a combination of active and engaged learning and appropriately matched technological tools. At MRUC, students are being trained to analyze, interpret, and synthesize information from a variety of sources; practice holistic reasoning; improve verbal, visual and written communication skills; organize and contribute to team efforts; and enhance self-confidence and preparation for a career and/or postgraduate training.

We offer relevant and market driven academic programs for steering socio-economic development. Murang'a University College offers Degree, Diploma and Craft courses in Engineering, Information Technology, Institutional Management, Business and Applied Sciences. The University College workshops are equipped with modern equipment to ensure quality in training.

### **Corporate Governance and Ethics**

The Council is responsible for the governance of the University College and is accountable to the citizens of this country by ensuring that it complies with the law and maintain the highest standard of corporate governance, academic standards and ethics.

### **Appreciation**

Finally, I want to thank the Kenya Government for the support it has given us, on behalf of the Council, I thank the University College staff for their dedication and commitment to the University college.



**Prof Jama Mohamud Abdi**  
Council Chairman

## MURANG'A UNIVERSITY COLLEGE

### PRINCIPAL'S REPORT FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2013

I have the pleasure to present the annual report and accounts for Murang'a University College for the year ended 30<sup>th</sup> June, 2013.

#### 1. FINANCES

The University College started the year with a cash balance of ksh 21,421,711.05 and was allocated Kshs 18,562,228.00 by the Government during the year under review. The University College managed to collect Kshs 66,381,592.30 in tuition and other charges and ksh 521,955.85 from the small income generating activities it is trying to establish. In total therefore, the University College had Ksh 250,903,548.15 at its disposal during the year for its recurrent expenditure. The University College was allocated Kshs 13,865,011.50 under the TVET programme for its capital projects during the financial year.

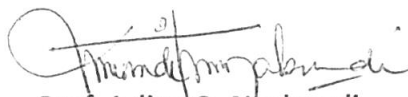
#### 2. ACADEMIC PROGRAMMES

During the year under review, the University College has embarked on developing a number of academic programmes including Bachelor's, Diplomas and Certificate courses. It has intensified marketing activities for its courses in order to increase the student's population.

#### CONCLUSION

I would like to take this opportunity to thank the Council for the support it has been giving to the Management Board and for its visionary direction in the development of this new institution of higher learning. I would also like to thank the Government for its support throughout the year and also appeal for more support especially for purposes of establishing suitable facilities required by a University of Technology.

Last but not least, I would like to thank staff and students for their continued cooperation in this demanding task of building a new University college and look forward to their continued participation in the future development of the University College.

  
Prof. Julius O. Nyabundi  
Principal

## **MURANG'A UNIVERSITY COLLEGE**

A constituent College of Jomo Kenyatta University of Agriculture and Technology

### **STATEMENT OF THE COUNCIL MEMBERS RESPONSIBILITIES**

On the Financial Statements for the year ended 30<sup>th</sup> June 2013

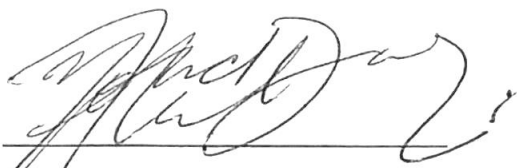
The Council is required to prepare financial statements which give a true and fair view of the state of affairs of the University College as at the end of the financial year and of its surplus for the year. The Council is required to ensure that the University College maintains proper accounting records which disclose, with reasonable accuracy, the financial position of the University College.

The Council accepts responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, consistent with previous years (where applicable), and in conformity with International Financial Reporting Standards.

The Council is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the University College as at 30<sup>th</sup> June 2013 and of its operating results. The Council further confirms the accuracy and completeness of the accounting records maintained by the University College which has been relied upon in the preparation of the financial statements, as well as on the adequacy of the systems of internal financial controls.

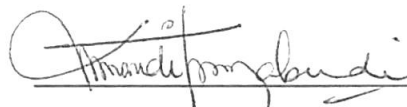
Nothing has come to the attention of the Council to indicate that the University College will not remain a going concern for at least the next twelve months from the date of this statement.

This statement is approved by the University Council and is signed on its behalf by:



**PROF. JAMA MOHAMUD ABDI**

**COUNCIL CHAIRMAN**



**PROF. JULIUS O. NYABUNDI**

**PRINCIPAL/COUNCIL SECRETARY**

**MURANG'A UNIVERSITY COLLEGE**

A constituent College of Jomo Kenyatta University of Agriculture and Technology

**AUDITORS REPORT**

# REPUBLIC OF KENYA

Telephone: +254-20-342330  
Fax: +254-20-311482  
E-mail: [oag@oagkenya.go.ke](mailto:oag@oagkenya.go.ke)  
Website: [www.kenao.go.ke](http://www.kenao.go.ke)



P.O. Box 30084-00100  
NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON MURANG'A UNIVERSITY COLLEGE FOR THE YEAR ENDED 30 JUNE 2013

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#### REPORT ON FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Murang'a University College set out on pages 1 to 11, which comprise the statement of financial position as at 30 June 2014, and the statement of comprehensive income, the statement of cash flows and the statement of changes in accumulated fund reserves 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 14 of the Public Audit Act, 2003.

#### **Management's Responsibility for the Financial Statements**

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 such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 13 of the Public Audit Act, 2003.

#### **Responsibility of the Auditor-General**

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 15(2) of the Public Act, 2003 and submit the audit report in compliance with the provisions of Article 229(7) of Constitution of Kenya. The audit was conducted in accordance with International Standards on Auditing. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal control. An audit also includes

evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Council, as well as evaluating the overall presentation of the financial statements.

Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, I am not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

## **Basis for Disclaimer of Opinion**

### **1. Late Submission and Accuracy of the Financial Statements**

The financial statements under review for the financial year 2012/2013 were submitted for audit on 11 February 2014, eight (8) months after the end of the financial year, in contravention of Section 13(1) of the Public Audit act, 2003 which require the University to submit its financial statements within three (3) months after the end of the financial year to which the accounts relate. No justified reason was provided for the late submission of the financial statements. Further, the University College did not submit financial statements for 2011/2012 for audit. In the absence of certified financial statements for the eight (8) month period ended 30 June 2012, the source and accuracy of the opening balances for 2012/2013 financial statements as at 1 July 2012 and the comparative figures in the 2012/2013 financial statements could not be confirmed.

### **2. Non-Current Assets**

The statement of financial position reflects non-current assets balance of Kshs.1,151,472,458 as at 30 June, 2013. The assets include undetermined value of assets inherited from Murang'a Institute of Technology at the time of inception of the university college. Further, the balance includes parcels of land whose title deeds are still in the name of Murang'a Institute of Technology. In addition, the ownership documents for the motor vehicles has not been transferred in the name of Murang'a University College. Similarly, the university college did not maintain a Fixed Assets Register to record its non-current assets. In the circumstances, the accuracy and ownership of the non current assets balance of Kshs.1,151,472,458 could not be confirmed.

### **3. Investments**

The statement of financial position reflects investments balance of Kshs.25,318,800 as at 30 June 2013. However, the details of these investments were not disclosed or explained in the notes to the financial statement.

In the circumstances, the accuracy and the source of investment balance of Kshs.25,318,800 as at 30 June 2013 could not be confirmed.

### **4. Fixed Deposits**

Included in the current assets, was fixed deposits balance of Kshs.10,000,000 as at 30 June 2013. However, the University College did not make available a bank deposit slip or certificate to confirm the balance. Further, no Council's resolution approving this deposit was made available for audit verification.

In the circumstance, the accuracy and existence of the fixed deposit balance of Kshs.10,000,000 as at 30 June, 2013 could not be confirmed.

#### **5. Accounts Payable**

The statement of financial position reflects accounts payables balance of Kshs.31,246,180 as at 30 June 2013. Accounts payable were mainly sundry creditors. However, included in the payables balance were students unpaid balances of Kshs.10,648,528.10 whose individual student lists were not made available for audit review.

In the circumstances, the accuracy of account payable balance of Kshs.31,246,180 as at 30 June 2013 could not be confirmed.

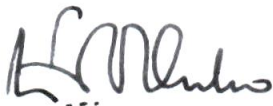
#### **6. Capital Fund**

The statement of financial position reflects capital fund balance of Kshs.1,157,921,136.40 as at 30 June 2013. However, no notes to the account were provided to explain this balance. Further, no ledgers to support the movement of capital fund were produced for audit review.

In the circumstances, the accuracy of the Capital Fund balance of Kshs.1,157,921,136.40 as at 30 June 2013 could not be confirmed.

#### **Disclaimer of Opinion**

Because of the significance of the matters described in the Basis for Disclaimer Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements.



**Edward R. O. Ouko, CBS**  
**AUDITOR-GENERAL**

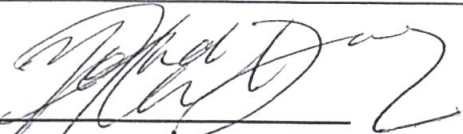
**Nairobi**


**14 October 2015**

MURANG'A UNIVERSITY COLLEGE

Statement of Financial position as at 30th JUNE 2013

	Notes	FY 2012/2013	FY 2011/2012
		Kshs	Kshs
<b>Non-Current Assets</b>			-
Land		650,000,000.00	-
Buildings		422,679,910.50	-
Property & Equipment		22,453,527.90	-
Motor Vehicles		28,095,000.00	-
Non Electronic Equipment		8,042,395.00	-
Electronic Equipment		7,432,665.00	-
Furniture & Fittings		12,768,960.00	-
<b>Total Non - Current Assets</b>		<b>1,151,472,458.40</b>	-
<b>Current Assets</b>			
Investment	24/	25,318,800.00	629,534.00
Accounts Receivable	5	87,626,439.50	8,367,070.30
Fixed deposits	6	10,000,000.00	5,000,000.00
Cash & Bank Balances	6	18,729,476.55	21,421,711.05
Production Units		-	977,680.50
Library project(Advance from MCT)	7	13,456,495.00	2,208,415.50
<b>Total Current Assets</b>		<b>155,131,211.05</b>	<b>38,604,411.35</b>
<b>Total Assets</b>		<b>1,306,603,669.45</b>	<b>38,604,411.35</b>
<b>Equity &amp; Liabilities</b>			
<b>Equity</b>			
Capital Fund		1,157,921,136.40	7,786,465.55
Surplus for the year		106,787,824.95	6,306,466.30
<b>Total Equity</b>		<b>1,264,708,961.35</b>	<b>14,092,931.85</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Various Funds	8	10,648,528.10	21,432,754.80
<b>Current Liabilities</b>			
Accounts payable	9	31,246,180.00	3,075,024.70
Prepayments		-	3,700.00
<b>Total current liabilities</b>		<b>41,894,708.10</b>	<b>24,511,479.50</b>
<b>Total Equities &amp; Liabilities</b>		<b>1,306,603,669.45</b>	<b>38,604,411.35</b>

  
 PROF. JAMA MOHAMUD ABDI  
 COUNCIL CHAIRMAN

  
 PROF. JULIUS O. NYABUNDI  
 PRINCIPAL/COUNCIL SECRETARY

Murang'a University College  
Financial Statement for the Year 30th June 2013

**STATEMENT OF COMPREHENSIVE INCOME**  
For Year Ended 30th June 2013

INCOME	Note	FY 2012/2013	FY 2011/12
Total A - in - A	1	66,903,548.15	60,247,219.10
Govt Capitation	2	184,000,000.00	18,562,228.00
<b>Total revenue</b>		<b>250,903,548.15</b>	<b>78,809,447.10</b>
<b>EXPENDITURE</b>			
Personal Emoluments	3	64,890,915.05	11,597,672.00
Council Expenses		5,633,105.50	-
Operations & Maintenance	4	72,841,702.65	60,905,308.80
Provision for audit fees		750,000.00	-
<b>Total Expenses</b>		<b>144,115,723.20</b>	<b>72,502,980.80</b>
<b>Surplus /Deficit</b>		<b>106,787,824.95</b>	<b>6,306,466.30</b>

# Murang'a University College

## Statement of Cashflow

	Actual 2012/2013	Actual 2011/2012
	Ksh.	Ksh.
<b>Cashflows from Operating activities:</b>		
Operating Surplus/Net Income	106,787,824.95	6,306,466.30
Add Back: Depreciation	-	
Decrease (Increase) in receivables	(89,529,768.20)	(2,139,028.50)
Decrease (Increase) in inventories	-	
(Decrease) Increase in payables	17,383,228.60	(16,051,197.90)
Interest paid	-	
Corporation tax paid	-	
<b>Net cash generated from Operating Activities</b>	<b>34,641,285.35</b>	<b>(11,883,760.10)</b>
<b>Cashflows from Investing activities:</b>		
Purchase of Non-current Assets	(46,198,532.35)	(21,807,549.85)
Interest received	-	
Proceed from sale of of Non-current Assets	-	
<b>Net cash generated (used) from Investing activities</b>	<b>(46,198,532.35)</b>	<b>(21,807,549.85)</b>
<b>Cashflow from Financing Activities:</b>		
Development Funds	13,865,011.50	15,853,079.00
internally generated revenue	-	
Dividends/Surpluses paid	-	
<b>Net cash generated (Used in) Financing Activities</b>	<b>13,865,011.50</b>	<b>15,853,079.00</b>
Increase(Decrease) in cash and cash Equivalents	2,307,764.50	(17,838,230.95)
<b>Cash and cash Equivalent at the beginning of the year</b>	<b>26,421,711.05</b>	<b>44,259,942.00</b>
<b>Cash and cash Equivalent at the end of the year</b>	<b>28,729,476.55</b>	<b>26,421,711.05</b>

# URANG'A UNIVERSITY COLLEGE

## STATEMENT OF CHANGES IN ACCUMULATED FUNDS & RESERVES

	CAPITAL FUND	OTHER FUNDS & RESERVES	INVESTMENT FUNDS	TOTAL
<b>Balance at July,1 2012</b>	7,786,465.55	39,906,733.60	629,534.00	48,322,733.15
				-
Non current assets (Valuation)				1,095,693,363.95
Investment mkt value diff			24,689,266.00	24,689,266.00
Caution money paid		(139,965.00)		(139,965.00)
Examination money paid		(5,662,780.00)		(5,662,780.00)
Examination money received		6,595,753.00		6,595,753.00
students council money paid		(231,836.00)		(231,836.00)
students council money received		252,330.00		252,330.00
Tivet sports		(2,579,600.00)		(2,579,600.00)
Twin laboratory stimulus		(9,018,128.70)		(9,018,128.70)
Surplus (deficit) for the yr		106,787,824.95		106,787,824.95
<b>Balance as at June 30, 2013</b>				<b>1,264,708,961.35</b>

# MURANG'A UNIVERSITY COLLEGE

A constituent College of Jomo Kenyatta University of Agriculture and Technology

## Notes to the financial statement for the year ended 30<sup>th</sup> June 2013

### 1. Accounting Policies

The financial statements have been prepared in accordance with international financial reporting standards. The principal accounting policies adopted are as follows:

#### a) Basis of preparation

The financial statements have been prepared under the historical cost convention

#### b) Revenue and Expenditure recognition

Revenue and expenditure have been accounted for using the accrual concept of accounting. Income is recognized in the period in which it is earned while expenditure is recognized when it is incurred. The revenue recognition is as follows

##### i. Government Grants

Government grants are recognized as income in the period when received. Government grant is recognized only when there is reasonable assurance that the entity will comply with any condition attached to the grant and that the grant will be received.

##### ii. Tuition and Fees

Revenue from tuition and fees are recognized prorate over the relevant period. The entity applies accrual concept in relation to tuition and fees receivable in a particular period.

#### c) Property, Plant and Equipment

Property, Plant and equipment are stated as per the valuation report done at the end of the financial year and thus there was no provision for depreciation.

However the annual rates are as below:

Buildings	2%
Furniture and fittings	10%
Plant and equipments	10%
Motor vehicles	20%
Computers and other electrical equipments	30%

**d) Receivables**

Receivables are recognized at their nominal value as reduced by appropriate provisions for bad and doubtful debts

**e) Retirement Benefit costs**

The University College operates a contributory pension scheme for all its permanent employees. The contributions made to the above scheme by the University College are charged to the income statement during the year in which they relate

**f) Cash and cash equivalents**

These are defined as cash on hand, bank balances, demand deposits and short term highly liquid investments readily convertible to known amounts of cash and are not subject to any risks and changes in value. For the purposes of the cash flow statement, cash and cash equivalent consist of cash, bank balances and short term investments.

**g) Tax exemption**

The university college by virtue of being a public university and classified under the Public Benefit Organization (PBOs) have been exempted from income tax. PBOs are exempted from income tax on income received from activities of the organization, if the income is wholly used to support the public benefit purposes for which the organization was established and in this case to advance education by the Public Universities.

## Internally Generated Revenue ( A-in-A)

Note 1

INCOME	Financial year	
	2012/2013	2011/12
	Kshs	Kshs
Tuition fees	49,518,336.00	53,254,114.10
Computer fees	1,249,459.00	-
Field.Academic trips	520,443.00	-
Library fees	971,132.00	
Medical	1,602,132.00	
Activity	2,392,548.00	1,972,588.00
Registration	1,014,160.00	587,842.00
Student IDs	365,747.00	-
Hostel	2,700,000.00	-
Attachment levy	128,812.00	1,202,542.90
Caution	49,500.00	-
Hire of Facilities	491,822.00	1,012,231.70
House rent	212,000.00	228,000.00
Sales - PAYE	3,222,775.00	-
Farm	651,420.00	-
FDR Interest	416,271.30	-
Cafeteria Sales	102,745.00	-
Enterprise Units	521,955.85	787,357.50
Bamburi Dividends		1,202,542.90
Sales of Tender forms	772,290.00	-
<b>Total A - in - A</b>	<b>66,903,548.15</b>	<b>60,247,219.10</b>

## 1.1 Enterprises Units

## Profit &amp; Loss accounts

	2012/2013	2011/12
Cash sales	2,060,290.00	2,309,112.00
Credit sales	736,836.00	639,580.00
<b>Total sales</b>	<b>2,797,126.00</b>	<b>2,948,692.00</b>
Cost of sales	2,275,170.15	2161334.5
		-
<b>NET PROFIT/LOSS</b>	<b>521,955.85</b>	<b>787,357.50</b>

Note 2

Capitation Grants

The Capitation Grants for the year were received as follows

Month	2012/2013	2011/12
	Kshs	Kshs
July	11,250,000.00	
August	11,250,000.00	4,640,557.00
September	11,250,000.00	
October	11,250,000.00	
November	11,250,000.00	
December	11,250,000.00	4,640,557.00
January	11,250,000.00	
February	11,250,000.00	
March	11,250,000.00	4,640,557.00
April	11,250,000.00	
May	11,250,000.00	4,640,557.00
June	60,250,000.00	
Total receipts	184,000,000.00	18,562,228.00

Note 3

Personal Emoluments

	2012/2013	2011/12
	Kshs	Kshs
Basic Salary	38,490,231.25	9,157,905.50
House Allowance	11,723,348.00	1,203,881.00
Busfare Allowance	3,615,000.00	-
Entertainment	349,199.00	-
Extraneous Allowance	128,000.00	-
Non-Use of official Car	180,000.00	-
Responsibility Allowance	385,599.00	-
Management support	1,756,831.00	-
Telephone allowance	159,198.00	-
Acting allowance	71,664.35	-
Domestic worker	280,000.00	-
Electricity and Water	164,865.00	-
Pension Scheme	3,460,214.00	-
Cordination allowance	49,000.00	-
Medical allowance	282,474.00	376,632.00
Wages	3,632,691.45	729,653.50
NSSF	162,600.00	129,600.00
	64,890,915.05	11,597,672.00

## Note 4

## Operations &amp; Maintenance

	2012/2013	2011/12
	Kshs	Kshs
Advertisement & Publicity	3,711,639.20	2,860,303.00
Stationery & Cleaning materials	1,664,070.00	2,146,987.00
Contracted Professional services	643,214.00	-
Cultery & Utencils	382,778.00	-
Food	4,272,348.00	-
Fuel & Gas	1,290,708.00	-
Insurance & other charges	1,916,857.45	252,694.00
Library expenses	218,430.00	-
Passage & Baggage	96,962.00	-
ISO expenses	1,234,588.00	1,723,506.00
Publishing & Printing	528,674.00	-
Teaching materials	10,345,249.50	10,791,635.80
Purchase of uniforms	651,421.00	-
Research & Dev	1,610,442.00	3,897,936.00
Telephone & Postage	490,939.00	-
Transport operating expenses	3,500,755.80	3,074,731.00
Medical expenses	142,315.00	-
Travelling & Accommodation	3,651,222.00	-
Water & Electricity	4,301,503.70	4,127,608.50
Boarding, Equipment & Stores	9,599,855.00	21,814,808.50
JKUAT	872,774.30	990,443.00
Attachment Levy	1,490,870.00	-
ICT	425,000.00	-
Repairs & Maintenance	19,799,086.70	6,871,411.00
Seminars & Workshops	-	2,353,245.00
Depreciation	-	-
<b>Totals</b>	<b>72,841,702.65</b>	<b>60,905,308.80</b>

## Note 5

## Accounts Receivable

5.1

Fees debtors		
Balance b/f 1.7.12	5,711,396.00	5,934,491.00
Less; receipts during the year	(276,622.00)	(934,130.00)
adj for yr 19/10, 10/11	-	(820,363.00)
Bamburi dividends	-	(841,950.00)
Salary advance	-	(7,000.00)
Add: fees debtors for the year	8,866,280.00	2,380,348.00
Provision for bad debts (5%)	(443,314.00)	
	<b>13,857,740.00</b>	<b>5,711,396.00</b>

5.2	<b>House rent debtors</b>		
	Balance b/f	153,708.00	152,950.00
	House rent for the year	212,000.00	228,000.00
	Less: receipts during the year	(254,466.00)	(227,242.00)
	prepayment b/f	(3,700.00)	
	<b>Bal c/d</b>	<b>107,542.00</b>	<b>153,708.00</b>
5.3	<b>Enterprise debtors</b>		
	Bal b/f	2,501,966.30	2,378,037.30
	Receipts during the year	(770,253.00)	(227,865.00)
	Debtors rec treated as sales	(270,550.00)	(255,807.00)
	add : debtors for the year	736,836.00	639,580.00
	Provision for bad debts (5%)	(36,841.80)	(31,979.00)
		<b>2,161,157.50</b>	<b>2,501,966.30</b>
5.4	<b>Government capitation</b>		
	Allocation for the year	135,000,000.00	18,562,228.00
	add: for CBA salary arrears	49,000,000.00	-
	Less: receipts in the year	(112,500,000.00)	(18,562,228.00)
	<b>Amount due</b>	<b>71,500,000.00</b>	<b>-</b>
	<b>Total Recievables</b>	<b>87,626,439.50</b>	<b>8,367,070.30</b>

Note 6	Cash & bank balances	2012/2013	2011/12
		Kshs	Kshs
	Cash & Equivalent-30/6/13	711,731.45	109,882.70
	Bank as at 30-06-13 - KCB	16,166,008.00	11,304,415.80
	Bank bal 30.06.13 CBK	72,597.80	(332,523.90)
	Co operative bank	517,729.00	9,606,236.40
	Equity - A/C 0220290131315	106,116.20	146,986.70
	Equity - A/C 0220290131318	1,155,059.15	542,878.40
	Equity - A/C 0220290131341	234.95	43,834.95
	KCB Fixed Deposits	10,000,000.00	5,000,000.00
	<b>Bal c/d</b>	<b>28,729,476.55</b>	<b>26,421,711.05</b>

Note 7

Library Project	2012/2013	2011/12
	Kshs	Kshs
Bal b/f 1-7-2012	(2,208,415.50)	8,008,412.50
Add receipts for the year	13,865,011.50	5,853,079.00
Less; Expenditure	(25,113,091.00)	(16,069,907.00)
balance c/d	<u>(13,456,495.00)</u>	<u>(2,208,415.50)</u>

Note 8

Various funds	2012/2013	2011/12
	Kshs	Kshs
Caution money	456,222.00	596,187.00
Examination	3,088,751.00	2,155,778.00
Farm	271,494.50	271,494.50
Students Council	145,888.00	125,394.00
Library books	341,838.25	341,838.25
Attachment levy	1,145,219.35	1,145,219.35
Prototype rooms	5,199,115.00	5,199,115.00
Tivet sports fund	-	2,579,600.00
Twin Science Laboratory	-	9,018,128.70
	10,648,528.10	21,432,754.80

Note 9

Accounts payables		
balance b/f 1.7.12	1,724,213.50	-
sundry creditors for the period	29,173,037.40	1,720,513.50
Sundry creditors Enterprise	500,936.00	1,354,511.20
Add: prepayment rent		<u>3,700.00</u>
Fees prepayments	1,572,206.60	
Less: payments during the yr	(1,724,213.50)	
bal c/d	<u>31,246,180.00</u>	<u>3,078,724.70</u>

Investments

These are Bamburi shares. They are 126,594 shares at Ksh 200 totalling to 25,318,800.

- Bamburi shares