



KENYA NATIONAL AUDIT OFFICE
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REGISTRY HEADQUARTERS
NAIROBI

**MOI TEACHING AND
REFERRAL HOSPITAL
ANNUAL REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH
JUNE 2006**

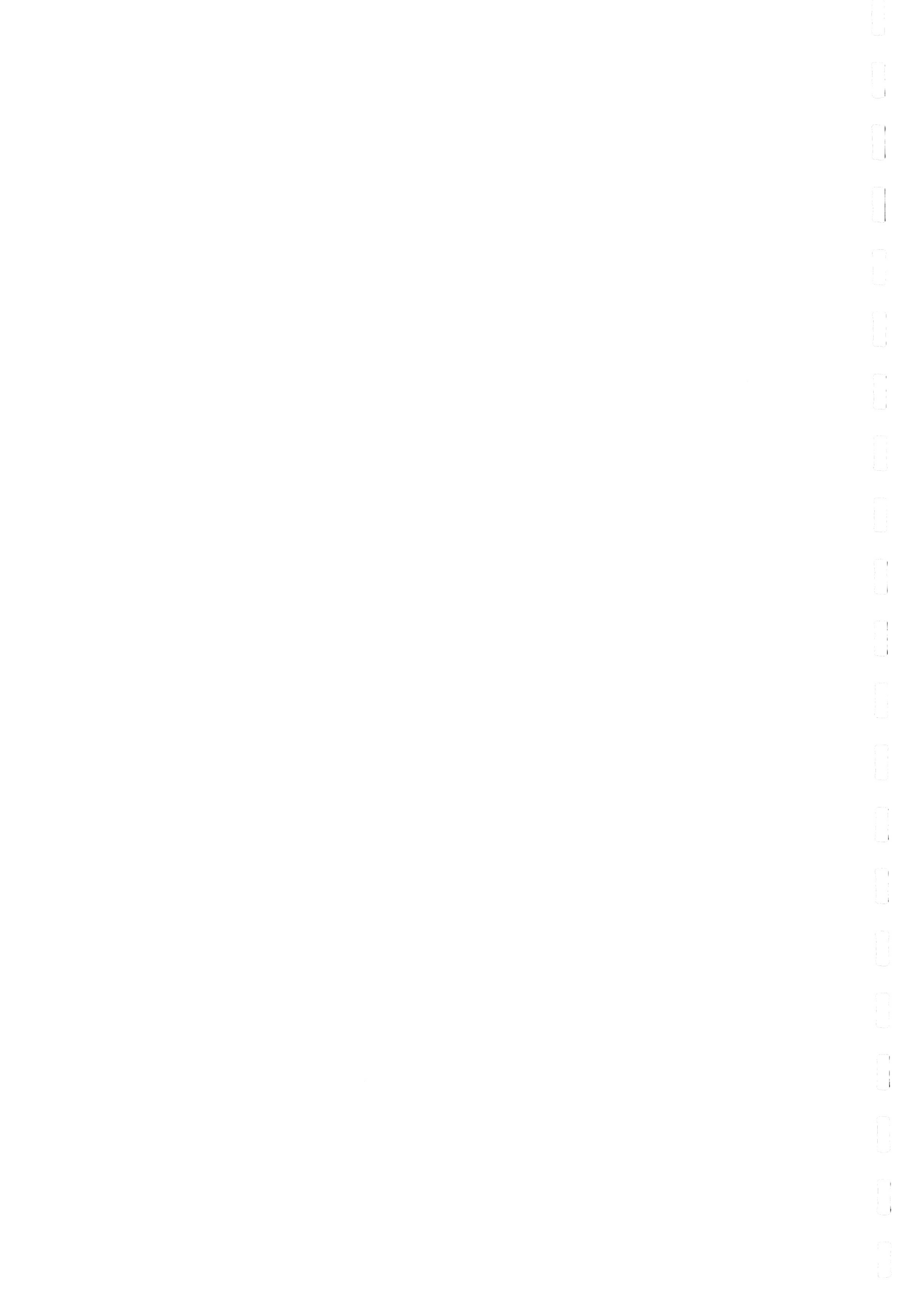


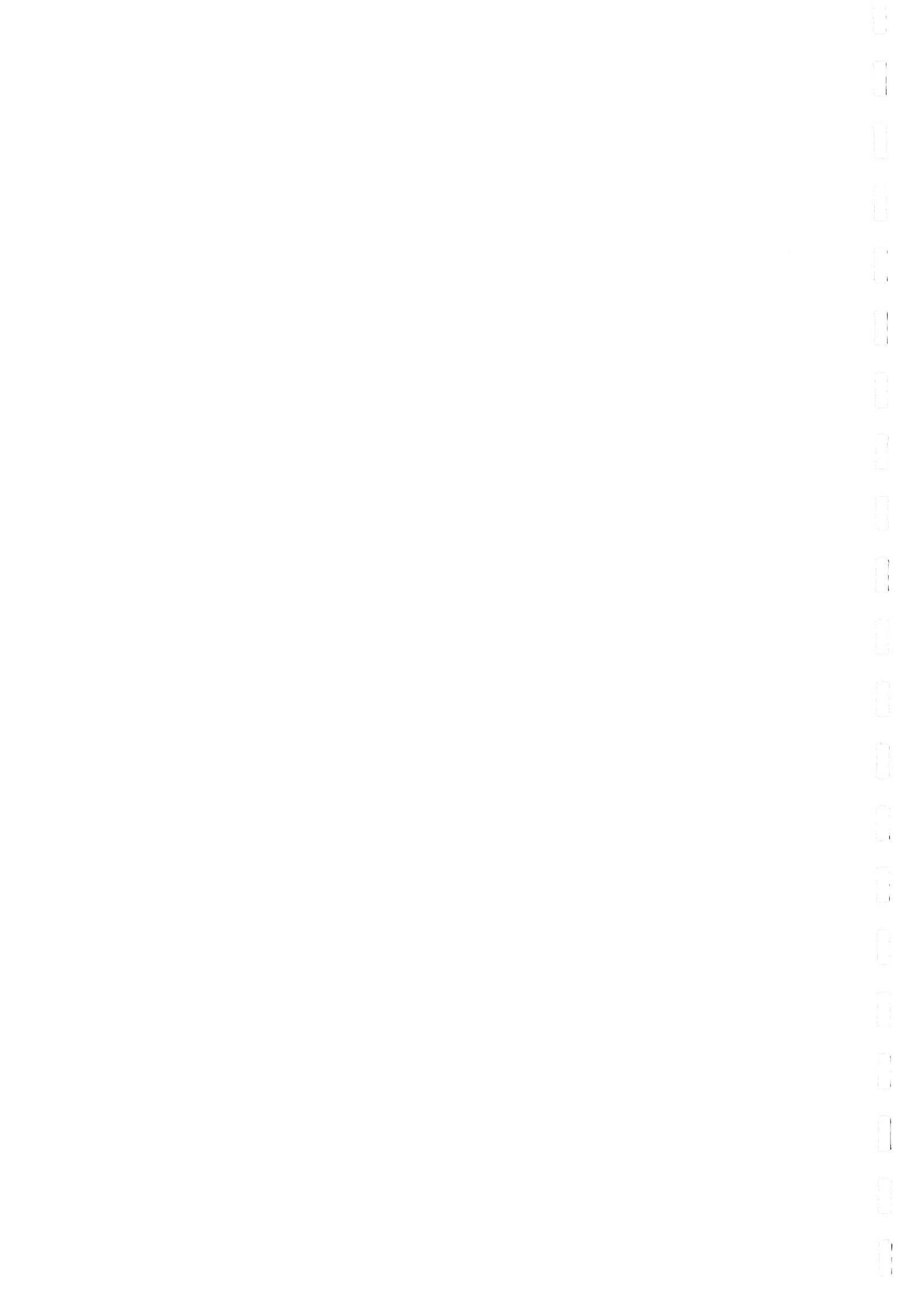
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HOSPITAL BOARD

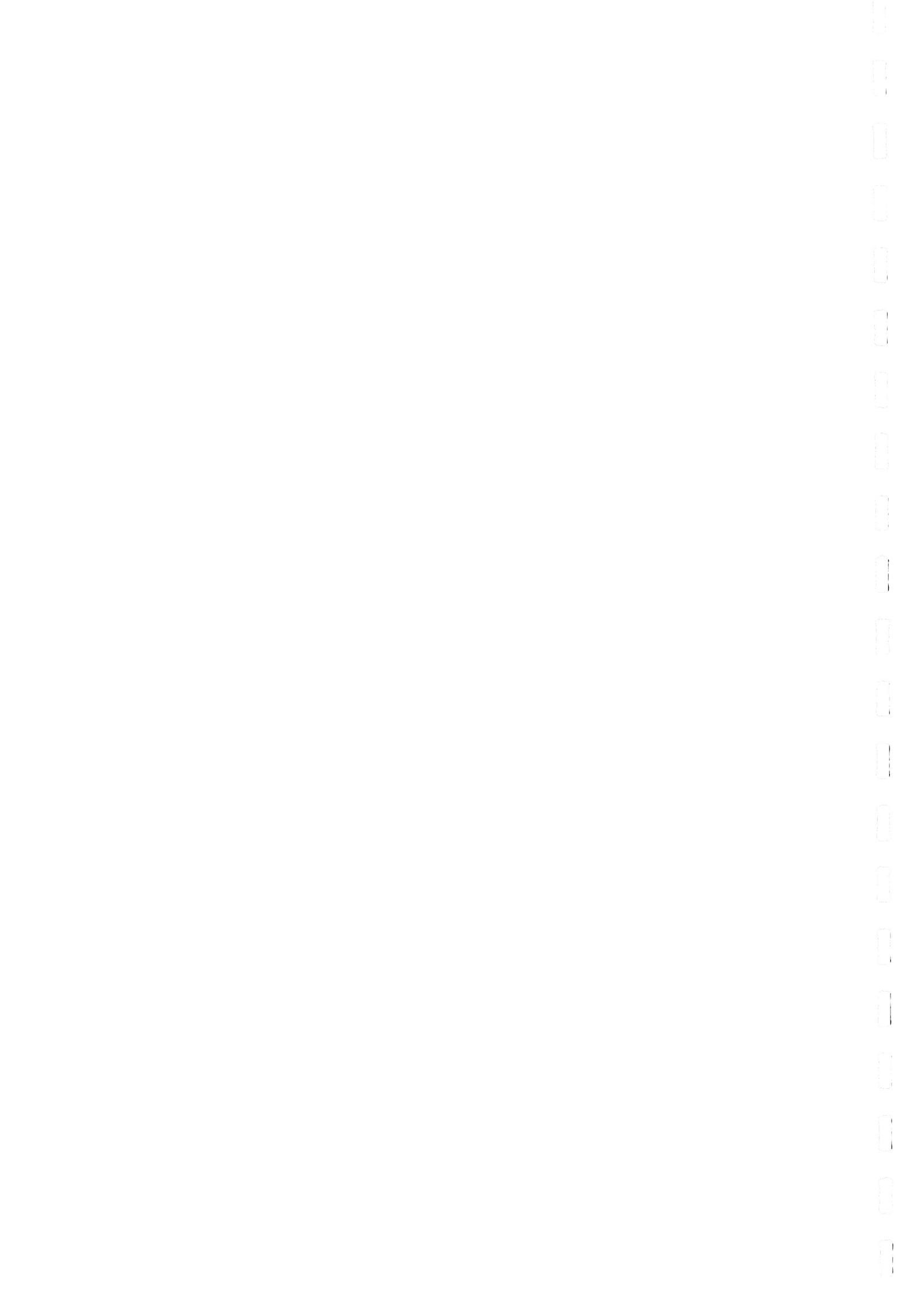
The following were the Board members during the year 2005/2006

1. Mr. Justus K. Ndoto - Chairman
2. Dr. Zeph Gaya - Vice-Chairman
3. Prof: H.N.K arap Mengech - Director
4. Mrs. Margaret Onyimbo- Rep: PS Min. of Finance - Member
5. Dr. Eddah Gachukia-Chairperson Moi University Council - Member
6. Prof: Wilson K. Yaban - Member
7. Mrs. E. Okoth - Rep: PS Min. of Education - Member
8. Mr. Felix Karimba - Rep: PS Min. of Health - Member
9. Prof: David K. Some - Member
10. Mr. David Mulama - Member
11. Mr. Musyoka Kumetethya - Member
12. Dr. Kimani - Director of Medical Services - Member
13. Mr. David Muthoka - Member
14. Mr. Christopher Ombega-Inspectorate of State Corporations-Member



HOSPITAL SENIOR MANAGEMENT

1. Prof. H.N.K. arap Mengech *EBS MD* - Director
2. Dr. Omar Aly - Deputy Director Clinical Services
3. Agunda Ochanda - Deputy Director Finance & Admin.
4. Mrs. Millicent Ambesta - Chief Nurse
5. Dr. Simiyu Tabu - Assist. Deputy Director Clinical Services
6. Mrs. Lily .K. Tare - Assist. Deputy Director Finance& Admin.
7. Mr. Mathews K. Birgen - Finance Manager.



INSTITUTIONAL DETAILS

Incorporation/Establishment

Moi Teaching and Referral Hospital is a body Corporate established under the provisions of the state corporations Act, Cap 486 of the laws of Kenya and is domiciled in Kenya.

REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS

Nandi road
P.O Box 3
Tel: 053-2033471/2/3/4
FAX 053-2061749
ELDORET

Email: director@mtrh.org
Website: www.mtrh.org

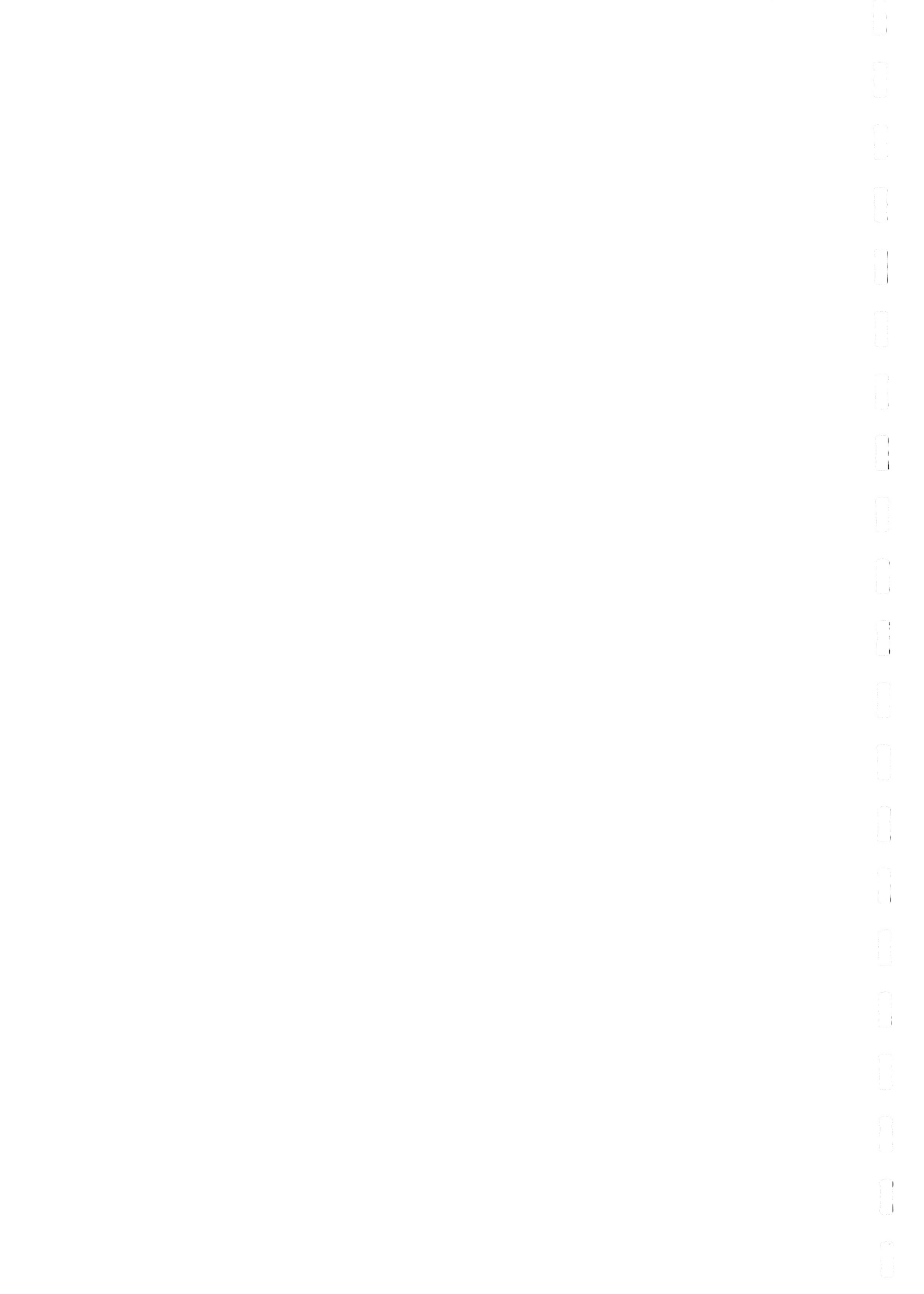
BANKERS

Kenya Commercial Bank Ltd.
Eldoret Branch
P.O Box 5197
ELDORET

Barclays Bank of Kenya Ltd.
Eldoret Branch
P.O Box 22-30100
ELDORET

AUDITORS

The Controller and Auditor General
Kencom House, Moi Avenue
P.O Box 30084-001000
NAIROBI



CHAIRMANS STATEMENT

It is my pleasure to present the Moi Teaching and Referral Hospital Annual Report and Financial Statements for the year ended 30th June 2006.

OPERATING ENVIROMENT

The Hospital continues to operate in a very harsh economic climate where quite a number of patients are unable to pay the hospital bills, let alone meeting their basic needs. The year 2005-2006 was challenging just like the previous financial year. I wish to register my appreciation for the increase in Government grant from Ksh. 458,072,076 to Ksh. 714,072,072 though it was not sufficient to meet the needs of the Hospital to fully enjoy its referral status. However, the liquidity position was much better than the last financial year thus enabling the institution to close with a significantly lower level of pending bills.

GROWTH AND EXPANSION

During the year, the hospital undertook several activities to boost its growth and expansion. Some of the notable undertakings include: the opening of the ICU, acquisition of the CT scan machine, expansion of the theatre, groundwork for the major overhaul of the Amenity outpatient department and the Sports and Nutrition Centre on Memorial Wing grounds. These activities will greatly enhance income generation and will be a major subsidy to the rest of the Hospital.

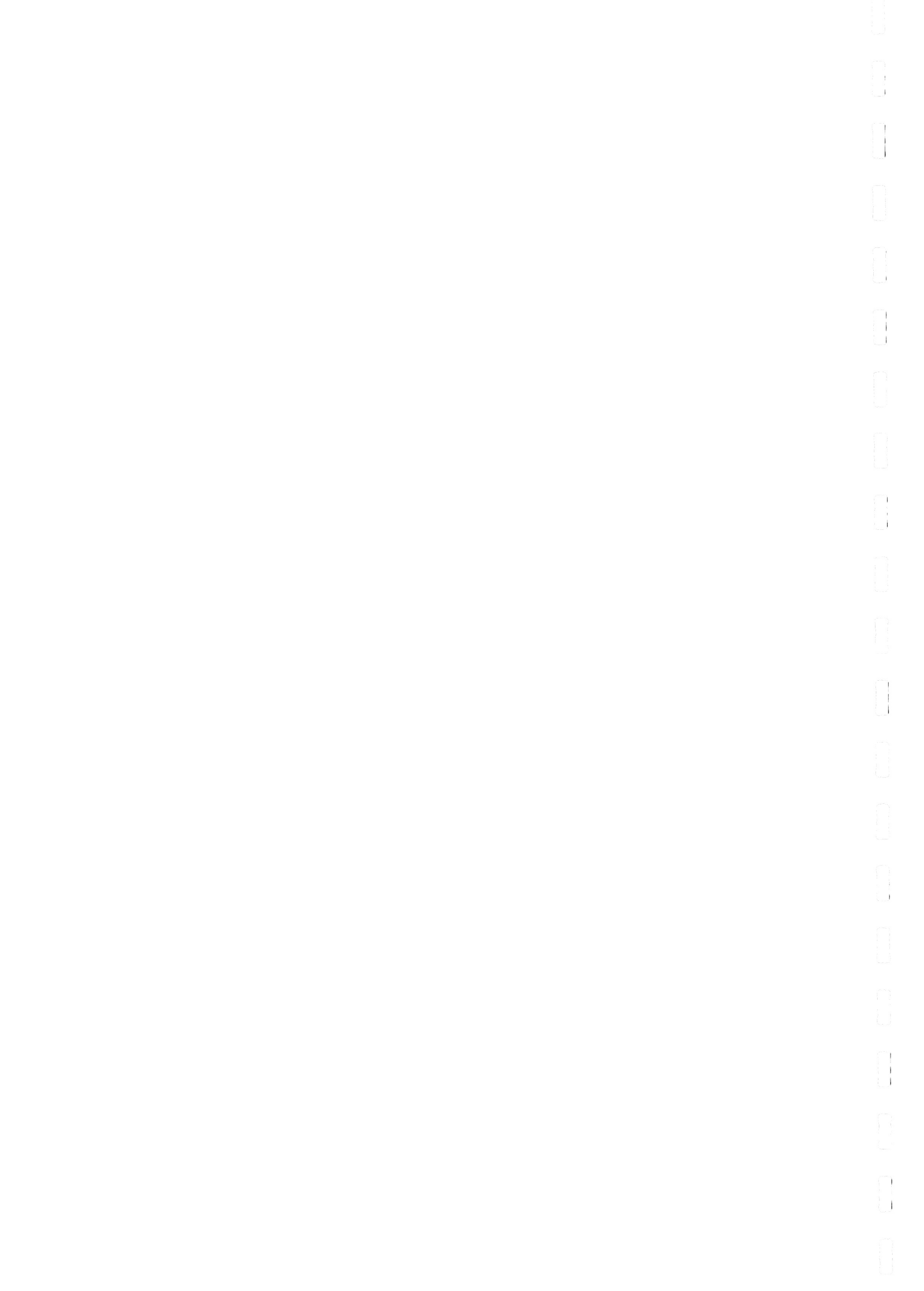
In view of the above, it is clear that the hospital is growing tremendously. It is against this background therefore, that I urge the hospital management never to relent on its quest of being an excellent referral center.

KIDNEY TRANSPLANTS

The Hospital undertook its first ever Kidney Transplants in the last financial year. This was a hallmark in the Hospital's history. I wish in this regard to express my gratitude to our development partners and more so Indiana University for making this operation a success. This portends the institution's potential as a referral Hospital. With many of such collaborations, the Hospital shall surely achieve its goals as stipulated in the strategic plan.

FINANCE AND ADMINISTRATION

Financial performance showed tremendous improvement with net surplus rising to Ksh. 91,091,837. which is a 203% increase from the previous financial year. The improvement is attributable to turnover, which increased from Ksh. 288.8 million in 2004/2005 to Ksh.307.9 million in 2005/2006 comprising of Ksh. 47.7 million from Income generating Units and Ksh. 260.2 million from Cost-Sharing and Other Income.



Initiative to strengthen the institution's internal control capacity continued with an audit committee of the board being put in place.

PROVISION FOR DOUBTFUL ACCOUNTS

For purposes of reporting a fair and true surplus position, the institution considers it prudent to provide for those debts deemed to be uncollectible. This is largely constituted by debt secured by IDs and Commitment letters. A specific provision was made for those relating to the year 2003/2004 financial year as detailed below;

Secured by IDs	Ksh. 14,291,373
Commitment letters	Ksh. 7,037,891
TOTAL	<u>Ksh. 21,329,264</u>

LIQUIDITY

The liquidity position of the Hospital, as it has been in the previous years, is adversely affected by the following.

Waivers and exemptions	Ksh19,933,064
Unpaid for Service Debtors	Ksh.239,609,335.71
TOTAL	<u>Ksh. 259,542,399.71</u>

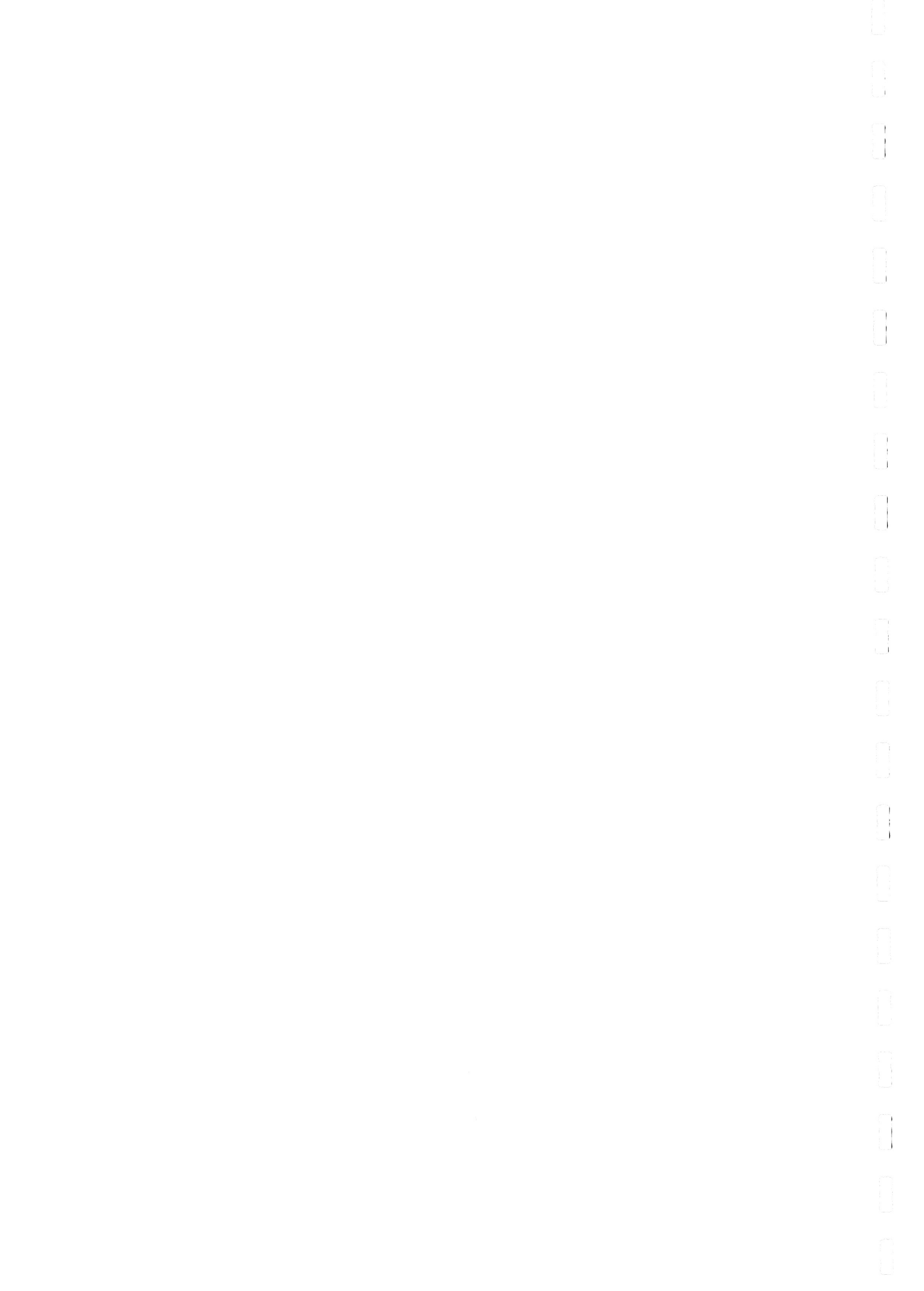
UASIN-GISHU MEMORIAL HOSPITAL (UGMH)

As indicated in the last financial year the Hospital officially took over the management of Uasin-Gishu Memorial Hospital now renamed Moi Teaching and Referral Hospital Private Wing-Memorial.

However, the case filed by the Directors of the former Uasin-Gishu Memorial Hospital is ongoing. In view of this, we have not been able to access the following;

- ◆ Land Title deed
- ◆ Change of Name in the Ambulance Logbook
- ◆ Access to the Bank Account at KCB-Eldoret, Kenyatta Street

The Hospital is indeed optimistic that the process will be completed soon.



FUTURE PROSPECTS

The hospital has great development potential. With adequate funding, it shall be able to set on course the various projects whose proposals have been availed and includes the equipping of the manufacturing unit to facilitate the production of intravenous fluids which are currently obtainable at very high costs, computerization of the hospitals operations for efficiency and as a cost reduction measure, construction of a new born unit, expansion of the theatre facility and many others.

Its growth and expansion pace has greatly been slackened by the inadequate funding from the Government in the previous years.

CONCLUSION

The Board is confident that the Hospital will build on results of the year 2005/2006 to improve on service delivery to clients while pursuing the hospital mission herein quoted. **“To provide accessible specialized quality healthcare services and teaching facilities through research, training, capacity building, innovation and participation in National Health Planning”**

On behalf of the Board, may I take this opportunity to thank the Director of Moi Teaching and Referral Hospital Prof. H.N.K arap Mengech and his management team for the smooth running of the facility in the financial year. I would also like to express my gratitude to the Board for their wise counsel and contribution throughout the year.

Thank you,


MR. JUSTUS NDOTI
CHAIRMAN

DIRECTOR'S STATEMENT

I am delighted to report this years' financial results which are a tremendous improvement compared to the previous financial year .

FINANCIAL HIGHLIGHTS

The Hospital realized revenue amounting to Kshs. 307.9 million. This comprises of Ksh. 260.2 million and Ksh. 47.7million from Cost-sharing and Income generating units respectively. For the year 2005/2006 the hospital received Ksh. 714,072,072 in form of Grants.

Waivers and exemptions rose by Ksh.7,285,876 compared to the previous year. Similarly our Debtors position rose by a significant Ksh. 79,815,774.71. This in effect has greatly hampered the institutions cashflow.

PERFORMANCE CONTRACTS

The signing of performance contracts in the last financial year is a major factor to the improved results. Identification of needs for specific areas to boost performance was enhanced through timely generation of reports and indicators. The desire to meet set targets and work within budgeted expenditures greatly improved the performance of the institution. Towards the close of the financial year, the new contracts for the financial year 2006/2007 were signed by the management. It is expected that 2006/2007 will produce even better results as we strive to meet our set targets which are established in compliance with the strategic plan and the budget.

STAFF TRAINING

The Hospital has continued to send its staff on specialized and further training to enhance their overall performance and productivity. Several nurses have been enrolled in the Enrolled Community Nurses upgrading course mounted by the Hospital in conjunction with the Nursing Council of Kenya. The first group sat for the Nursing Council Exams from 24th to 31st July 2006. A number of other staff from various

departments are also attending courses in various training institutions within the country and abroad.

CONCLUSION

In conclusion I would like to thank the Board, Senior management and the entire hospital staff for their contribution to our success. We have not however attained the levels we hoped to reach because a number of vital facilities are still lacking. This is greatly due to the insufficient allocation of funds by the Government. We do hope that in the next financial years we shall be considered for better allocation in line with our budgeted expenditures.



PROF. H. N. K. arap MENGECH
DIRECTOR/ CHIEF EXECUTIVE OFFICER



CORPORATE GOVERNANCE STATEMENT

Responsibilities of the Board

The Board comprises 14 persons who are appointed by the Minister of Health except for the Chairman and Secretary who are appointed by the President of the Republic of Kenya. It is responsible for ensuring that the Institution complies with the law and best practices in corporate governance as promulgated by relevant authorities.

The functions of the institution are stipulated in the States Corporations Act and include provision of accessible specialized quality healthcare services and teaching facilities through research, training, capacity building, innovation and participation in National Health planning.

The Board is specifically responsible for:

- ◆ Establishment of the strategic plan and guiding its implementation.
- ◆ Ensuring that appropriate management structures are in place.
- ◆ Approval of performance targets including budgets and monitoring their achievement.
- ◆ Ensuring preparation and presentation of the annual financial statements and disclosure of other relevant information to members.
- ◆ The identification and mitigation of risks and overseeing the implementation of governance processes that promote compliance with legislation and professional standards.

The Board meets at least four times a year but special meetings may be called when the need arises. Members of the Board are provided with relevant information at least seven days before any meeting. They are required to declare any conflicts of interest on matters before the council and are disqualified from participation in deliberations where there is such a conflict. Members of the Board are retired by rotation and are subject to re-election at least once every three years. The Chairman is elected annually and serves for the ensuing five years. The Board appoints committees and task forces to assist in executing its mandate.

The execution of the Boards policies is vested in the Director who is appointed by the President of the Republic of Kenya under the States Corporation Act. The Director serves as the secretary to the Board and is responsible for the effective performance of the management team, which provides support and advice to the Board and the Committees.

CONSTITUTION OF BOARD COMMITTEES.

1. Finance and General Purposes committee

Membership

- | | | | |
|------|-------------------------|-----|------------------------------|
| i. | Mr.J.K Ndoto (Chairman) | iv. | Ps. Ministry of Health |
| ii. | Dr. W. Yaaban | v. | Ps. Ministry of Education |
| iii. | Ps Ministry of finance | vi. | Director/Principal-Secretary |

In attendance

- I. Deputy Director (Administration and finance)
- II. Deputy Director (Clinical Services)
- III. Chief Nurse
- IV. Finance Manager
- V. Supplies and Procurement Manager

Functions

- i. Budgetary matters
- ii. Internal financial control
- iii. Financial policies and Regulations
- iv. External auditors-Identification and action or recommendations
- v. Board of survey
- vi. User fees /charges

2. Establishment committee

Membership

- i. Mr. D. Mulama (Chairman)
- ii. Dr. Z. Gaya
- iii. Ps Ministry of finance
- iv. Director of Medical Services
- v. Vice Chancellor-Moi University
- vi. Director/Principal-Secretary

In attendance

- i. Deputy Director (Administration and finance)
- ii. Deputy Director (Clinical Services)
- iii. Chief Nurse
- iv. Finance Manager
- v. Human Resource and Training manager

Functions

- i. Terms and Conditions of Service
- ii. Recruitment
- iii. Attraction and retention of Staff
- iv. Promotion (Staff development and training)
- v. Discipline
- vi. Termination of service
- vii. Staff insurance scheme

3.Plant and Equipment (Technical) Committee

Membership

- i. Dr. Z. Gaya (Chairman)
- ii. Dr. N. Yaaban
- iii. Ps. Ministry of Health
- iv. Director of Medical Services
- v. Director/Principal-Secretary

In attendance

- i. Deputy director (Administration and finance)
- ii. Deputy director (Clinical Services)
- iii. Hospital Engineer

Functions

- i. Inventory of assets
- ii. Maintenance of registers (fixed assets and movable assets)
- iii. Policy on Maintenance of plant and Equipment (e.g. service and maintenance contracts)
- iv. Equipment specifications inspection and acceptance
- v. Valuation of assets
- vi. Insurance of plant and Equipment
- vii. Policy on security of equipment

4.Standard Quality Assurance and Research Committees

Membership

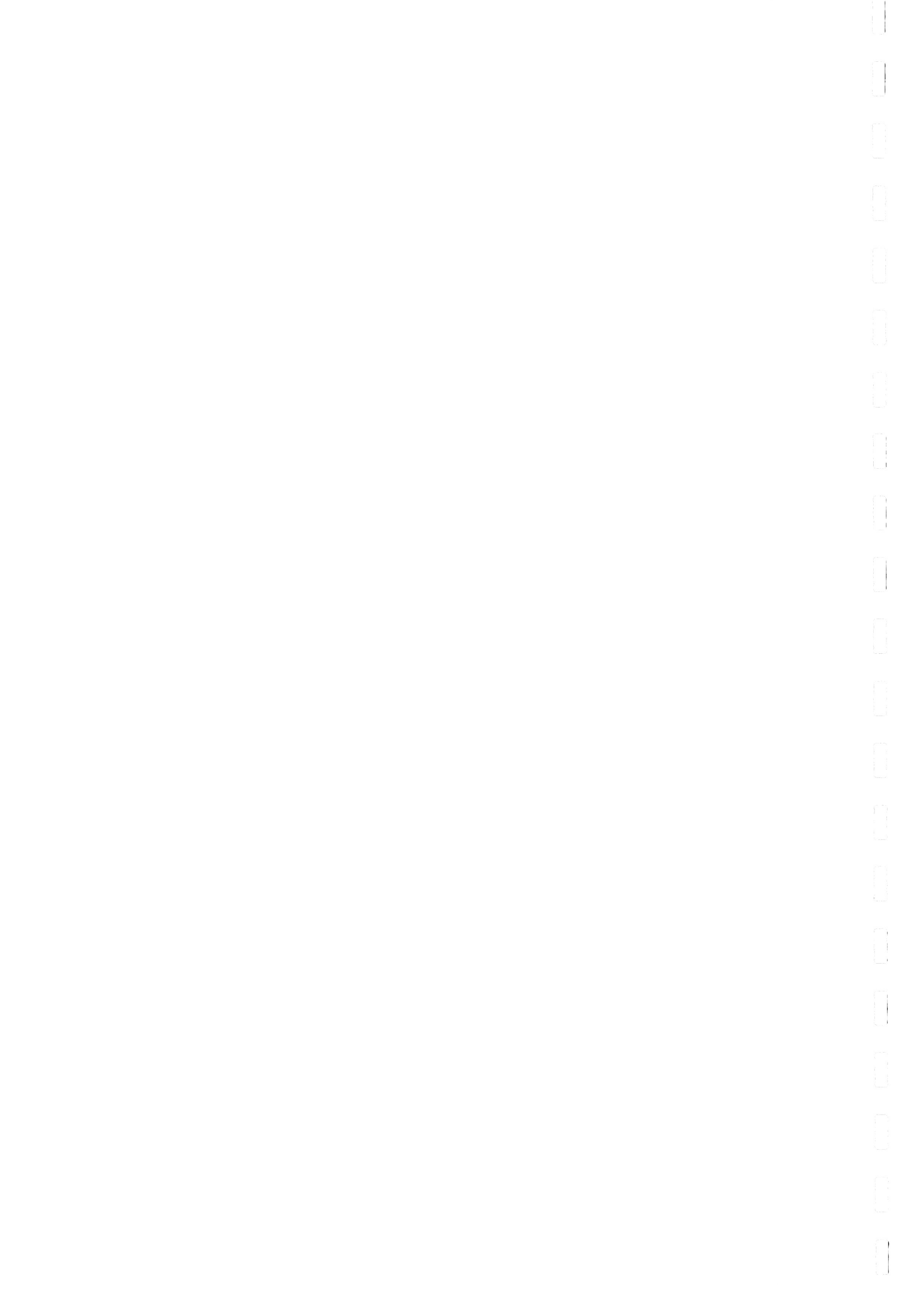
- i. Dr. Muthoka
- ii. Mr.D .Mulama
- iii. Ps Ministry of Educations Science and Technology
- iv. Director of Medical services
- v. Director /Principal-Secretary

In attendance

- i. Deputy Director (Administration and finance)
- ii. Deputy Director (Clinical Services)
- iii. Chief Nurse

Functions

- i. Clinical Policies
- ii. Ethics and research policy
- iii. Quality control



5. Tender and Procurement Committee

Membership

- i. Mr. J. Ndoto (Chairman)
- ii. Dr. Z. Gaya (Vice-Chairman)
- iii. Director/principal
- iv. Finance Manager
- v. Deputy Director (Clinical Services)
- vi. Legal Officer
- vii. Chief Pharmacist
- viii. Chief Nurse
- ix. Director of Medical Services
- x. Head-Supplies and Procurement –Secretary

In attendance

- i. Deputy Director (Administration and finance)

Functions

- I. To award contracts through open tender restricted tenders request for proposals or direct procurement where the contract value does not exceed Kshs1,000,000/- per item
- II. To approve bids through open tender for sale of Hospitals stores
- III. To approve variations of contract conditions previously awarded by the committee

6. Audit Committee

Membership

- Dr. Z Gaya
Mr. D Mulama
P.S Ministry of Finance
Mr. Kumethethya
Internal Auditor

In attendance

Finance Manager

Functions

- i. Assist the Director in enhancing internal audit controls in order to improve efficiency transparency and accountability.
- ii. Reporting and making recommendations to the Board regarding their findings thereof.
- iii. Review audit issued raised by both internal and External Auditors
- iv. Enhance communication between management internal and External Audit thereby fostering effective internal audit function.
- v. Resolve unsettled and unimplemented Public Accounts and Public Investment committees (PAC/PIC) recommendations.

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STATEMENT OF THE BOARD'S RESPONSIBILITIES

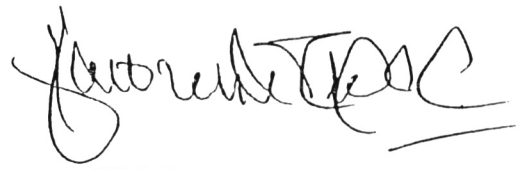
The Board is required to prepare financial statements which give a true and fair view of the state of affairs of the corporation as at the end of each financial year and of its surplus or deficit for that year. The Board is required to ensure that the Corporation maintains proper accounting records, which disclose, with reasonable accuracy, the financial position of the Corporation. It is also responsible for safeguarding the assets of the Corporation.

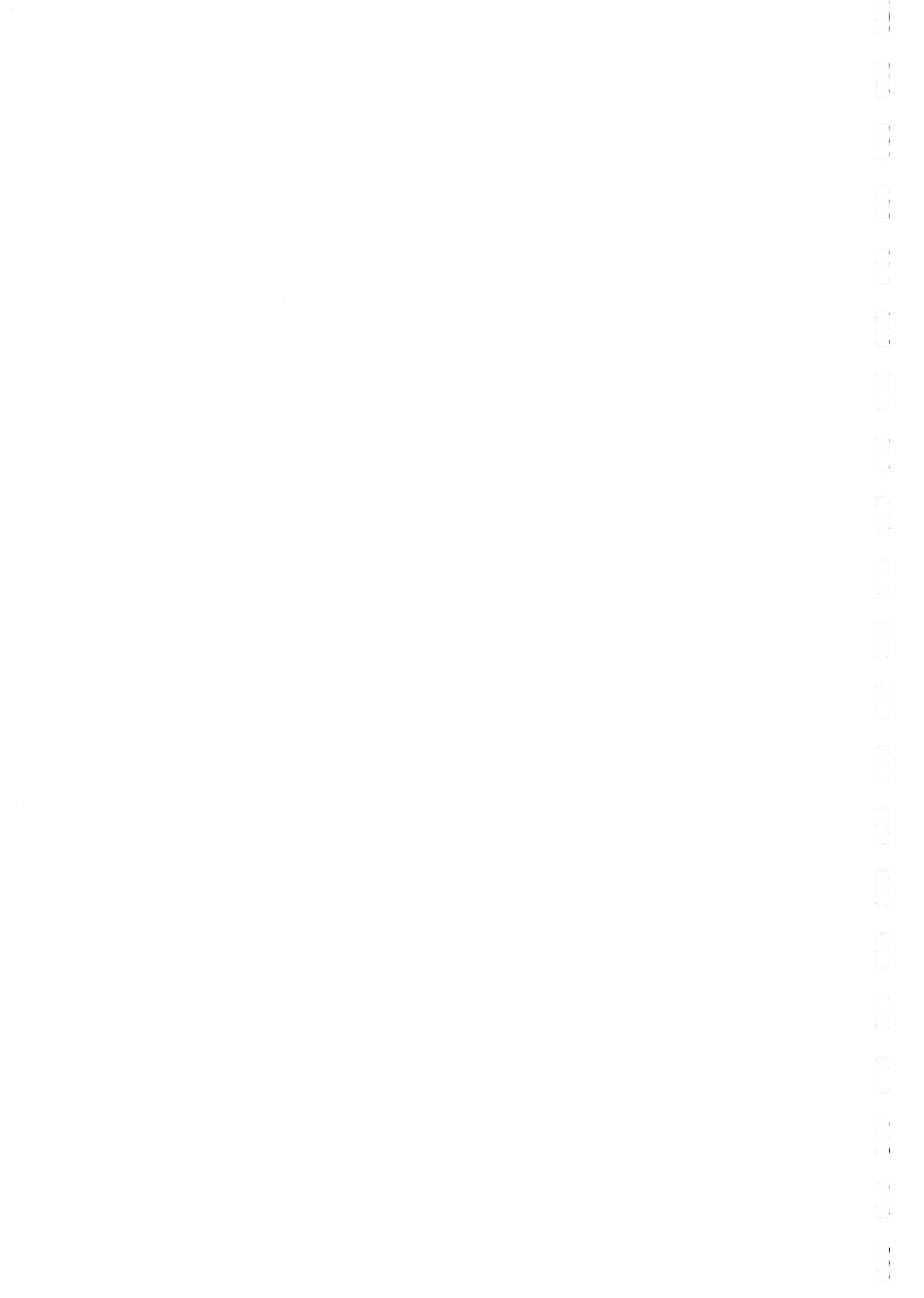
The Board accepts responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, consistent with previous years, and in conformity with International financial Reporting Standards. The Board is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Corporation as at 30th June 2006 and of its surplus for the year then ended. The Board further confirms the accuracy and completeness of the accounting records maintained by the Institution which have been relied upon in the preparation of the financial statements, as well as on the adequacy of the internal financial controls.

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

The Board approves this statement and it is signed on its behalf by:


MR. JUSTUS K. NDOTSO
BOARD CHAIRMAN
Date... 25.06.2006


PROF. H.N.K MENGINECHI
DIRECTOR
Date... 22.09.06





KENYA NATIONAL AUDIT OFFICE

REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE FINANCIAL STATEMENTS OF MOI TEACHING AND REFERRAL HOSPITAL FOR THE YEAR ENDED 30 JUNE 2006

I have audited the financial statements of Moi Teaching and Referral Hospital for the year ended 30 June 2006 in accordance with the provisions of Section 14 of the Public Audit Act, 2003. 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. The financial statements are in agreement with the books of account.

Respective Responsibilities of the Board and the Controller and Auditor General

The board is responsible for the preparation of financial statements which give a true and fair view of the state of affairs of the Hospital and its operating results. My responsibility is to express an independent opinion on the financial statements based on my audit.

Basis of opinion

The audit was conducted in accordance with the International Standards on Auditing. Those standards require that the audit be planned and performed with a view to obtaining reasonable assurance that the financial statements are free from material misstatement. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of the accounting policies used and significant estimates made by the board, as well as an evaluation of the overall presentation of the financial statements. I believe the audit provides a reasonable basis for my opinion.

1. Financial Statements Presentation and Disclosures

The financial statements have not been prepared and presented in accordance with the requirements of International Financial Reporting Standards, in particular International Accounting Standard No. 1. Some significant notes on government grants, method for accounting for construction contracts, donated assets and consumable stores amounting to Kshs.142,974,800 are missing. In addition these financial statements do not include disclosure on related party transactions. Consequently, the financial statements do not provide relevant,

reliable and understandable information in accordance with International Financial Reporting Standards.

2. Inaccuracies of the financial statements

Numerous unexplained differences between the financial statements figures and the supporting schedules and records were observed during the audit of the Hospital's financial statements as at 30 June 2006 as follows:

Item	Financial Statements Kshs	Schedules Kshs	Differences Kshs
Cash and Bank	9,609,404	9,230,600	378,804
Receivables	205,155,078	210,733,051	(5,577,973)
Revenue reserves	31,344,704	32,734,184	(1,389,480)
Other income	47,517,865	48,318,530	(800,665)
Closing stock	33,454,129	33,731,321	(277,192)
Administration costs	42,817,769	43,318,530	(500,761)
Surplus	91,091,924	91,668,870	(576,946)

The management has not revised the accounts as expected and differences reflected above have not been investigated and necessary adjustments effected. Under the circumstances, the accuracy of the financial statements as at 30 June 2006 could not be confirmed.

3. Debtors

As disclosed in Note 6 to the financial statements, the debtors of Kshs. 205,155,078 as at 30 June 2006 include debts amounting to Kshs.29,075,093 held against title deeds, Kshs.50,595,671 against identity cards, Kshs.27,510,223 against commitment letters and Kshs.2,547,729 on vehicle log books. Most of these debts relate to year 2005 and earlier years. Further, included in the debtors figure is an amount of Kshs.37,756,141 owed by Academic Model for Prevention and Treatment of HIV/AIDS (AMPATH) project whose supporting documentation and contractual agreement were not produced for audit review. Although provision for bad debts has been made in these financial statements at Kshs.42,239,182 the same would appear to be inadequate. I am not aware of any concrete steps the Hospital is taking to secure the recoverability of these debts in view of the fact that some of the pledged documents are not legally recognized. In the circumstances, I am unable to confirm whether or if so, when the Hospital will be able to recover these debts.

4. Fixed Assets

The fixed assets figure of Kshs.816,356,565 as at 30 June 2006 includes assets of Uasin Gishu Memorial Hospital valued at Kshs.38,607,820 for which ownership could not be confirmed as the original title documents were not made available for audit verification. Further, the balance sheet figure excludes undetermined value of fixed assets donated by various development partners. Consequently, I am unable to confirm that the balance sheet fixed assets figure of Kshs.816,356,565 is fairly stated as at the balance sheet date.

5. Terms and Conditions of Service


As previously reported, the Hospital, during the year, operated without approved Terms and Conditions of Service for its staff members. Apart from the basic salaries, house allowances and other allowances for medical officers that were approved by the Government, other terms of service such as amenity, mortuary, committee and leave allowances were implemented without prior Government approval. Under the circumstances, it is not possible to ascertain the propriety of the expenditure on the said allowances amounting to Kshs.35,464,893 as at 30 June 2006.

6. Insurance of the Hospital's assets

During the year under review, the Hospital did not adequately insure its assets and other insurable risks thus exposing the hospital to insurable risks. Only Kshs.307,401 was spent towards paying for premiums as indicated at note 4.4 against an asset base of Kshs.816,356,565 and other risks. The Hospital attributes this position to under funding by the Government. Under the circumstances, it has not been possible to confirm that the hospital was adequately covered against insurable risks.

Opinion

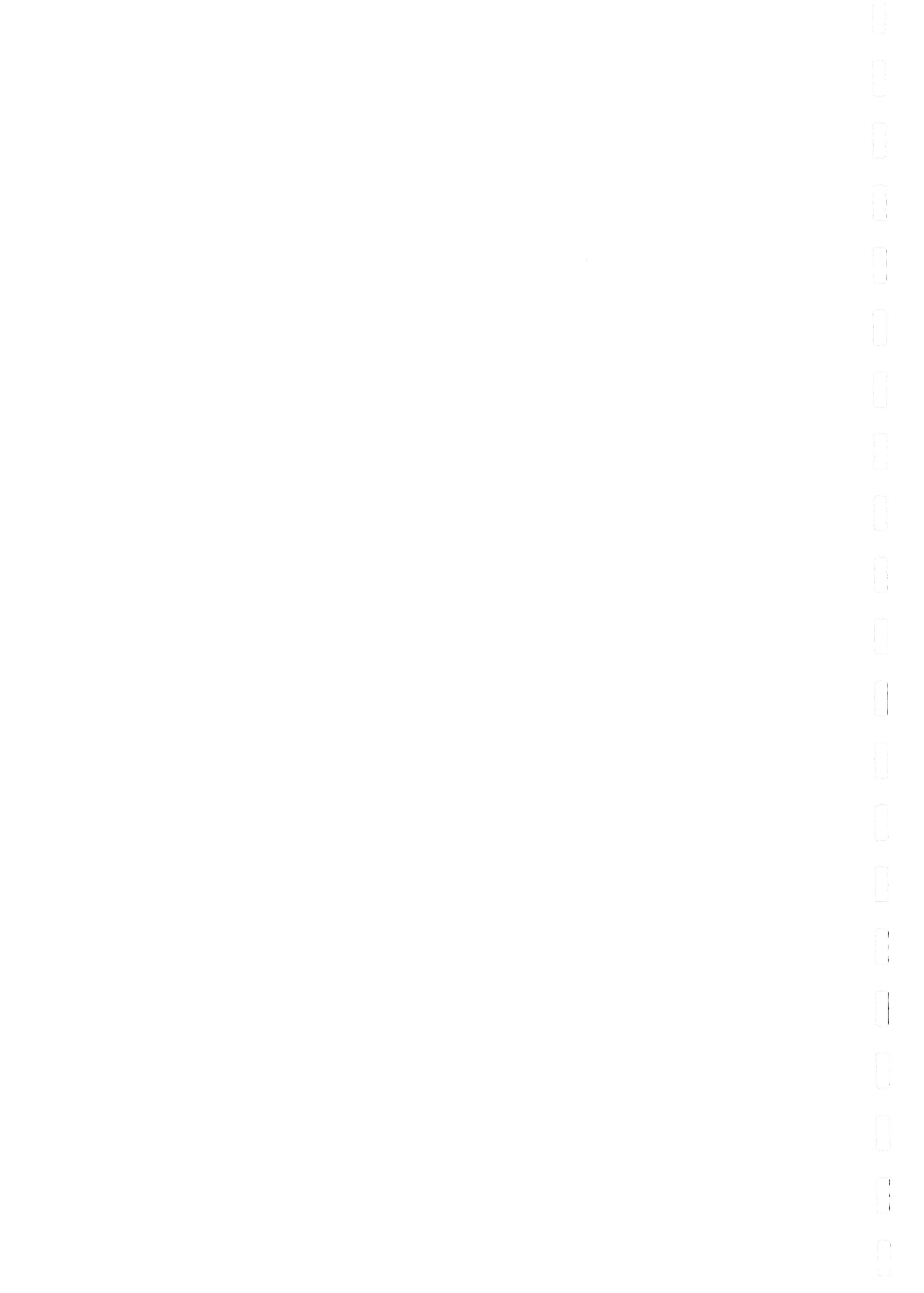
Except for the adjustments which may be necessary as a result of the foregoing reservations, in my opinion, proper books of account have been kept and the financial statements give a true and fair view of the state of affairs of the Hospital as at 30 June 2006 and of its surplus and cash flows for the year then ended and comply with the Legal Notice no.78 of 12 June 1998.



P. N. KOMORA
CONTROLLER AND AUDITOR GENERAL

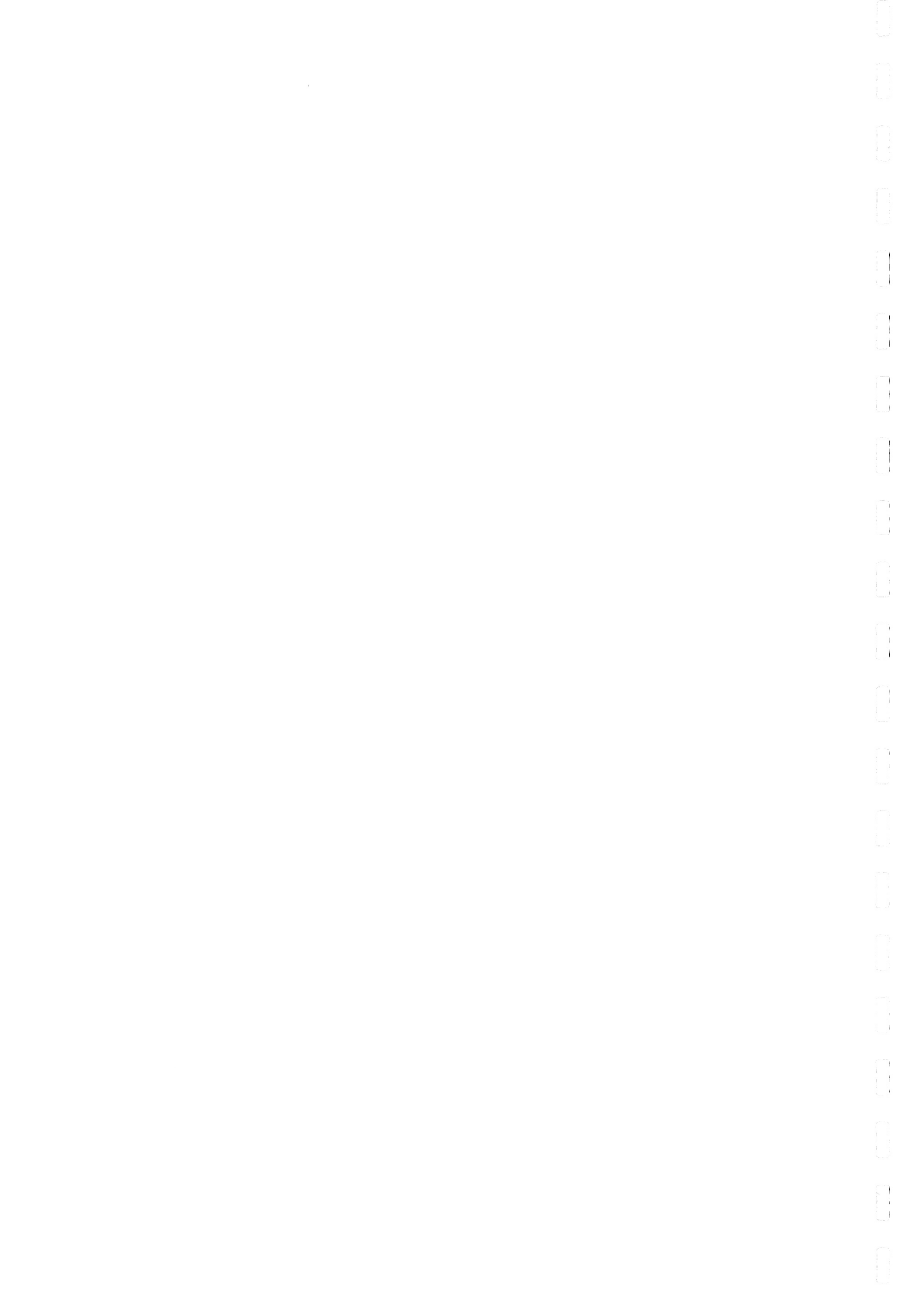
Nairobi

23 January 2007



**STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30TH JUNE 2006**

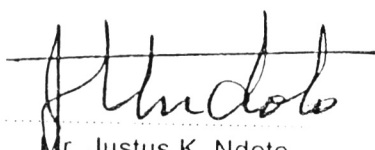
	<u>Notes</u>	<u>2005/2006</u>	<u>2004/2005</u>
<u>INCOMES</u>			
Grants	<u>2</u>		
Cost Sharing	2.1	714,072,072.00	458,072,076.00
IGU	2.2	212,736,790.08	282,747,825.00
Other incomes	2.3/Annex I-VIII	47,652,103.14	
	2.4	47,517,864.93	6,077,531.40
		<u>1,021,978,830.15</u>	<u>746,897,432.40</u>
<u>Less: Cost of Sales</u>			
opening stock	<u>3</u>		
Add: purchases	Annex I-VIII	18,196,914.31	
closing stock	3.1/Annex I-VIII	108,945,463.54	
cost of sales	Annex I-VIII	<u>33,454,129.10</u>	
Gross Revenue		<u>(93,688,248.75)</u>	
		<u>928,290,581.40</u>	<u>746,897,432.40</u>
<u>EXPENSES</u>			
Personal emoluments	<u>4</u>		
Administrative cost	4.1/Annex I-VIII	679,647,980.03	555,840,029.55
General expenses	4.2/Annex I-VIII	42,848,618.84	47,187,008.33
Operating expenses	4.3	6,974,966.07	13,644,122.61
Depreciation	4.4/Annex I-VIII	48,031,903.30	161,278,127.80
Audit fees	5	55,827,667.12	35,303,479.90
Legal fees	4.6	1,000,000.00	1,000,000.00
Miscellaneous expenses	4.7	1,073,316.80	522,285.00
	4.8	1,794,205.72	1,543,233.70
TOTAL EXPENSES		<u>(837,198,657.88)</u>	<u>(816,318,286.89)</u>
Increase/Decrease in stock			18,742,969.10
Surplus for the period		91,091,923.52	(88,163,823.59)
Revenue reserves b/f		(59,747,219.59)	28,416,604.00
Net Surplus carried forward		<u>31,344,703.93</u>	<u>(59,747,219.59)</u>

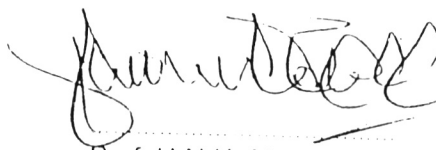


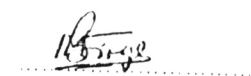
**MOI TEACHING AND REFERRAL HOSPITAL
BALANCE SHEET AS AT 30TH JUNE 2006**

<u>FIXED ASSETS</u>	<u>Notes</u>	<u>KSHS</u>	<u>KSHS</u>
Property Plant and Equipment	<u>5</u>	816,356,564.87	714,581,885.00
<u>CURRENT ASSETS</u>	<u>6</u>		
Cash in hand	6.1	55,018.00	160,163.00
Cash at Bank	6.2	9,554,385.93	5,368,944.55
Receivables	6.3	205,155,078.16	141,333,494.97
Stocks	6.4	37,881,408.19	19,049,143.90
Prepayments	6.5	731,641.97	
		<u>253,377,532.25</u>	<u>165,911,746.42</u>
<u>CURRENT LIABILITIES</u>	<u>7</u>		
Trade Creditors	7.1	47,814,748.65	92,391,843.68
Unpaid Deductions	7.2	16,978,921.24	21,627,994.08
Audit fees	4.6	4,400,000.00	
		<u>69,193,669.89</u>	<u>114,019,837.76</u>
NET CURRENT ASSETS		<u>184,183,862.36</u>	<u>51,891,908.66</u>
TOTAL		<u>1,000,540,427.23</u>	<u>766,473,793.66</u>
<u>FINANCED BY</u>	<u>8</u>		
Capital Reserves	8.1	969,195,811.71	826,221,011.71
Revenue Reserves	8.2	31,344,703.93	(59,747,219.59)
TOTAL		<u>1,000,540,515.64</u>	<u>766,473,792.12</u>

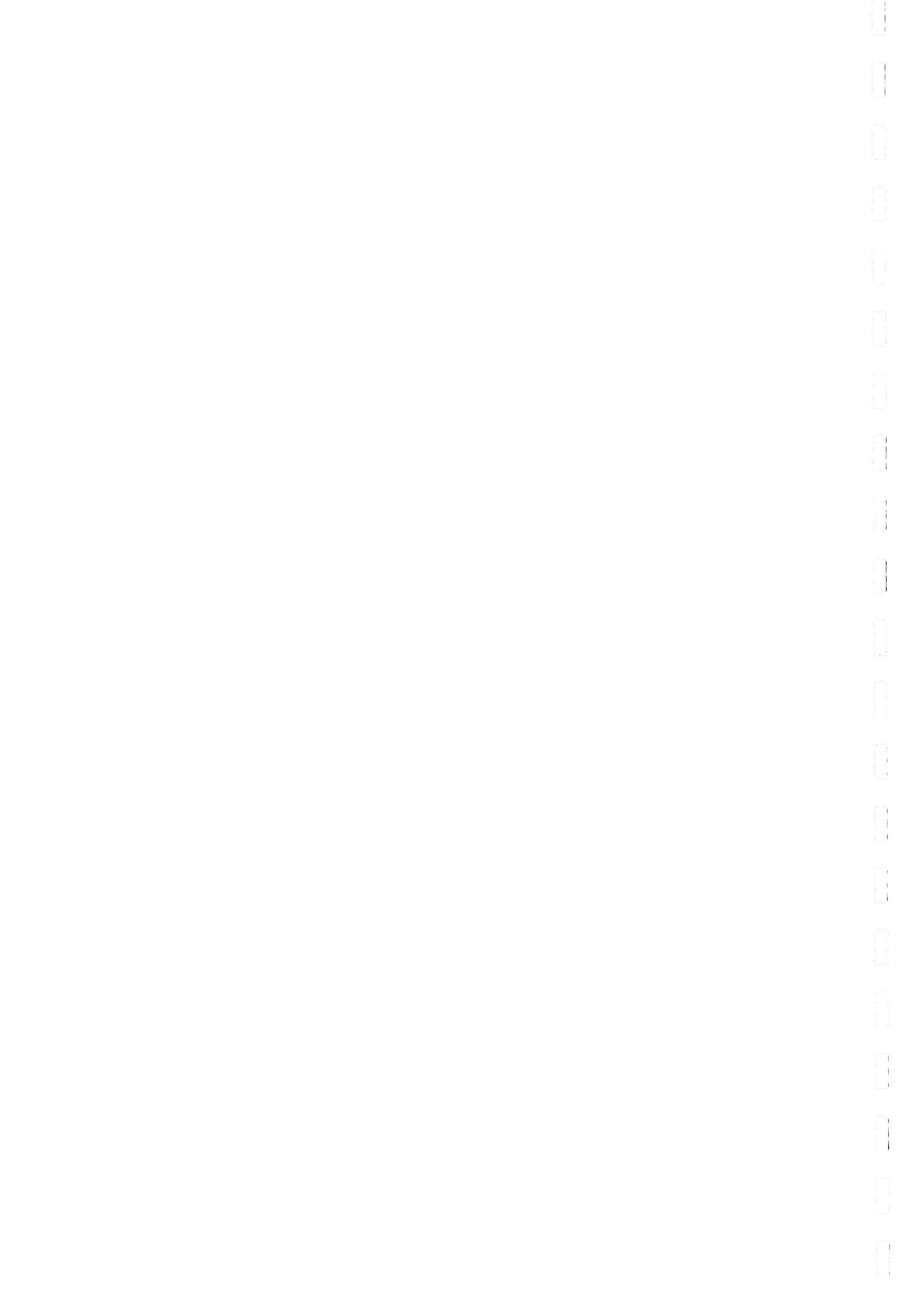
The attached notes form an intergral part of this accounts


Mr. Justus K. Ndoto
Chairman


Prof. H.N.K. Mengech
Director

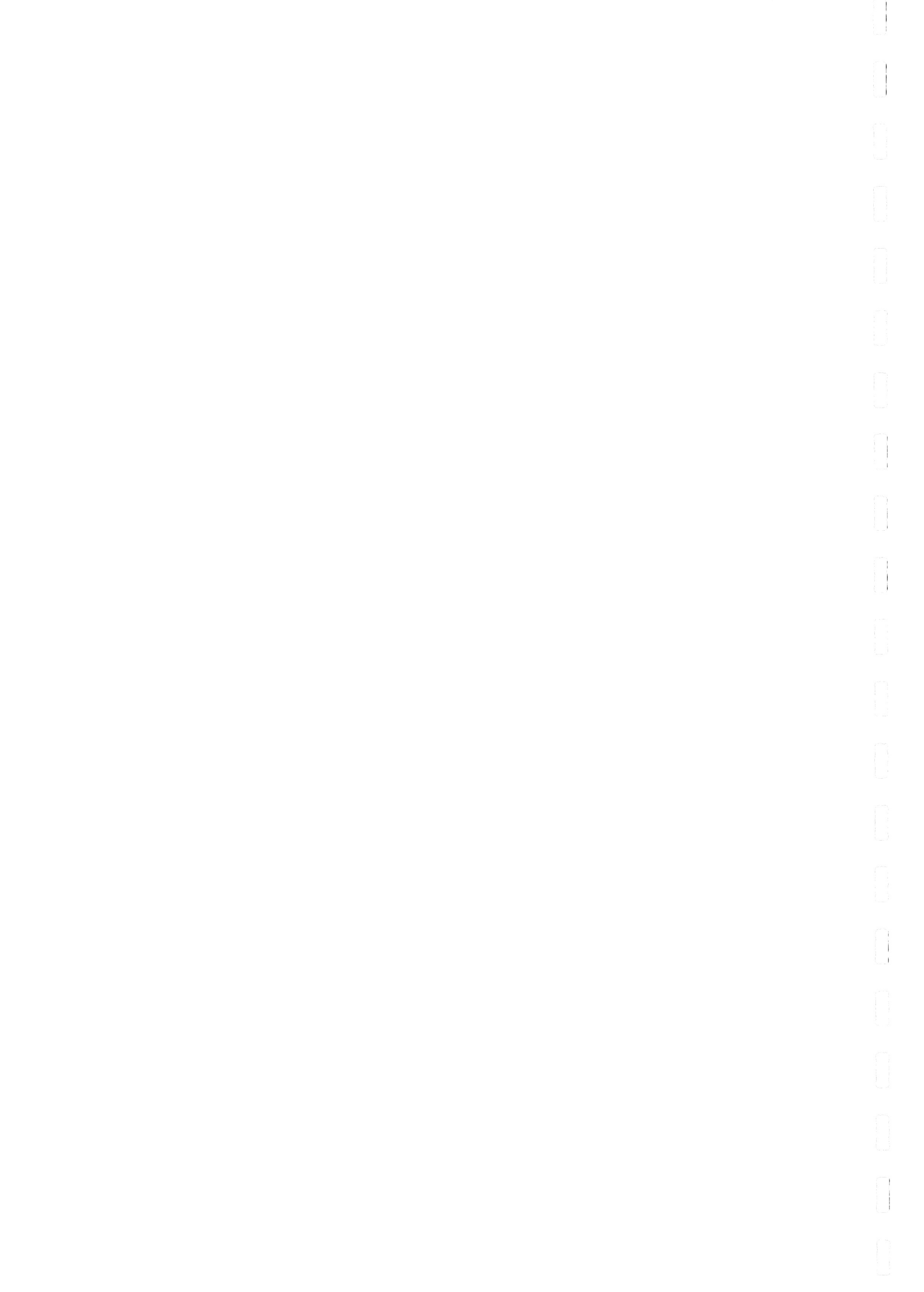

Mr. M. K. Birgen
Finance Manager

25.09.2006



MOI TEACHING AND REFERRAL HOSPITAL
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30TH JUNE 2006

	<u>CAPITAL RESERVE</u>	<u>REVENUE RESERVE</u>	<u>TOTAL</u>
BALANCE AS AT 30TH JUNE 2005	826,221,011.00	(59,747,219.59)	766,473,791.41
GAIN ON REVALUATION			-
ASSETS TAKEN OVER			-
LIABILITIES TAKEN OVER			-
DONATIONS	142,974,800.00	-	142,974,800.00
PROFIT FOR THE PERIOD	-	91,091,923.52	91,091,923.52
BALANCE AS AT 30TH JUNE 2006	<u>969,195,811.00</u>	<u>31,344,703.93</u>	<u>1,000,540,514.93</u>
BALANCE AS AT 30TH JUNE 2004	739,378,427.00	28,416,604.00	767,795,031.00
GAIN ON REVALUATION			-
ASSETS TAKEN OVER	102,667,768.00	-	102,667,768.00
LIABILITIES TAKEN OVER	(15,825,184.00)	-	(15,825,184.00)
DONATIONS			-
PROFIT FOR THE PERIOD	-	(88,163,823.59)	(88,163,823.59)
BALANCE AS AT 30TH JUNE 2005	<u>826,221,011.00</u>	<u>(59,747,219.59)</u>	<u>766,473,791.41</u>



Cash Flow Statement for The Year Ended 30th June 2006

1. CASH FLOW FROM OPERATING ACTIVITIES.

	2005-2006		2004-2005	
	KSHS.	KSHS.	KSHS.	KSHS.
Surplus/Deficit		91,091,923.52		(88,163,823.59)
Add				
Depreciation of Assets	55,827,667.12		35,303,479.90	
Provision for Audit Fees	1,000,000.00		1,000,000.00	
Provision for doubtful debts	21,329,261.90		20,909,920.50	
Waivers and Exemptions		78,156,929.02	12,647,188.00	69,860,588.40
Working capital changes		169,248,852.54		(18,303,233.19)
Increase in stock	18,832,261.29		18,742,969.10	
Increase in debtors	63,821,583.19		(28,932,093.00)	
Decrease in current liabilities	44,826,167.87		10,701,633.60	
Net Cash In/Outflow from Operating Activities		<u>127,480,015.35</u>		<u>30,515,509.70</u>
		<u>41,768,837.19</u>		<u>12,212,274.51</u>

2. CASH FLOW FROM INVESTING ACTIVITIES.

Purchase of Fixed Assets	27,454,771.97	12,142,567.70
Net cash used in investing activities	<u>27,454,771.97</u>	<u>12,142,567.70</u>

3. CASH FLOW FROM FINANCING ACTIVITIES

Change in Cash and Cash Equivalents	<u>14,314,065.22</u>	<u>69,706.81</u>
Cash and Cash Equivalent at the beginning of the year (i)	(1,701,573.15)	(4,774,280.81)
Cash and Cash equivalents at the end of the year (ii)	9,609,403.93	(4,704,574.00)
Change in cash and cash equivalent (ii-i)	<u>14,313,977.38</u>	<u>69,706.81</u>

NOTE:

The fund statement for the grants administered by Research and Sponsored projects office has been annexed

ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below:

a) Basis of preparation

The financial statements are prepared under the historical cost convention and are in compliance with International Financial Reporting Standards.

b) Revenue Recognition

Income is recognised in the income and expenditure account on an accrual basis.

c) Property Plant and Equipment

Property, Plant and Equipment are stated at cost or valuation less accumulated depreciation.

Depreciation is calculated on a reducing balance at annual rates estimated to write off the carrying values of the assets over their expected useful lives. Full year's depreciation is charged on the year of acquisition and none at the year of disposal. The annual depreciation rates in use are:

Land	Nil
Buildings	2.5%
Motor Vehicles	25%
Furniture and Fittings	12.5%
Plant and Equipment	12.5%
Computers & Office machines	30%

d) Inventories

Inventories are stated at the lower of cost and net realisable value.

e) Receivables

The receivables are stated at their carrying amounts less the provision for doubtful accounts.

f) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprises cash in hand and deposits held at call with banks.

g) Retirement Benefit Obligations

The institution operates a defined contribution staff retirement benefit scheme for its employees. The scheme is administered by Alexander Forbes Financial Services (E.A)Ltd and it is funded by contributions from both the Institution and the employees. The Institution's contributions to the defined contribution retirement benefit scheme are charged to the income and expenditure statement in the year to which it relates.

h) Employee Entitlements

The estimated monetary liability for employees' accrued leave entitlement at the Balance sheet date is recognised as an expense accrual.

NOTES TO THE FINANCIAL STATEMENTS

10 Principle Activities

The principal activity of the institution is to provide specialized health care and facilities through research, training, capacity building, innovation and participation in National health planning

<u>20 Income</u>	<u>2005/2006</u>	<u>2004/2005</u>
2.1 Grants		
<u>grants</u>	<u>714,072,072.00</u>	<u>458,072,076.00</u>
2.2 Cost-Sharing Revenue	212,736,790.08	157,297,961.00
OPD	61,808,295 00	38,656,697 00
SURGICAL	55,350,726 44	39,844,550 00
NHIF INCOME	44,471,995 09	44,870,632 00
NYAYO WARDS	33,113,859 55	17,547,558 00
X RAY	8,358,520 00	7,952,430 00
PHARMACY	6,105,134 00	5,306,679 00
DENTAL INCOME	3,528,260 00	3,119,415 00
2.3 Income Generating Unit	47,652,103.14	77,634,669.53
AMENITY REVENUE	88,264,735 00	55,111,489 78
MEMORIAL INCOME	81,286,053 80	-
E C N UPGRADING COURSE	23,774,779 10	9,820,820 00
MORTUARY INCOME	14,049,100 00	10,604,161 30
CAFETERIA	5,441,229 00	2,098,198 45
Less IGU-Expenses	(165,163,793 76)	-
2.4 other income	47,517,864.93	11,248,847.00
AMPATH	36,714,852 51	7,614,440 00
MISC INCOME	5,597,050 22	4,415,187 67
HOUSE RENT HOSP QUARTES	2,109,850 00	1,363,450 00
EDUCATION LEVY	805,725 20	358,558 00
PUBLIC RELATIONS	466,400 00	-
TRAINING LEVY	405,985 00	844,268 00
INTERNET,EMAIL SERVICES	197,540 00	193,700 00
WATER REVENUE	166,500 00	200,900 00
VACCINE DUES	140,540 00	181,600 00
SURCHARGE	122,122 00	33,531 00
COMPUTERS INCOME	78,500 00	-
TENDER SALES	712,800 00	640,000 00
3.0 cost of sales		
3.1 purchases	108,945,463.54	96,993,548.43
PURCHASE OF DRUGS	85,797,939 61	29,784,972 25
FOOD AND RATION PATIENTS	20,335,551 15	20,659,615 51
LAB REAGENTS AND CHEMICALS	12,160,792 80	11,233,473 32
DRESSINGS	11,380,439 25	10,959,638 00
OXYGEN	6,446,898 55	3,940,938 60
CLEANSING MATERIALS	4,467,414 65	4,719,212 20
THEATRE SUPPLIES	2,673,506 60	13,110,827 75
X-RAY SUPPLIES	2,198,261 00	2,266,572 00
SUPPLIES FOR PRODUCTION	934,918 35	318,298 80
MATERIAL FOR SPECILISED UNITS	461,178 10	459,816 55
Less purchases for IGU'S	(37,911,436 52)	-

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4 0 EXPENSES

4 1 Personal emoluments	679,647,980.03	460,910,799.40
BASIC PAY	390,193,414.04	219,331,928.00
HOUSE ALLOWANCE	175,195,033.55	161,927,465.60
RISK ALLOWANCE	62,222,227.90	
MEDICAL ALLOWANCE	26,776,170.00	24,257,961.00
NON-PRACTISING ALLOWANCE	25,841,768.30	24,158,933.00
AMENITY ALLOWANCE	17,330,562.62	5,565,838.15
MEMORIAL ALLOWANCE	14,721,723.10	
CASUAL WAGES	11,793,775.55	3,188,494.20
MEMORIAL SALARY	9,687,427.63	2,384,120.05
ANNUAL LEAVE ALLOWANCE	7,017,077.30	6,496,650.00
EXTRANEIOUS ALLOWANCE	6,614,570.30	6,173,066.00
LOCUM ALLOWANCE	3,080,809.00	3,345,278.90
RESPONSIBILITY ALLOWANCE	1,530,933.00	1,392,546.15
TRANSPORT ALLOWANCE	803,474.60	745,599.00
TELEPHONE ALLOWANCE	630,800.00	649,876.15
SPECIAL DUTY ALLOWANCE	609,962.20	386,110.70
REMUNERATIVE ALLOWANCE	360,000.00	
ACTING ALLOWANCE	322,581.00	145,419.00
ENTERTAINMENT ALLOWANCE	224,413.00	376,293.30
CAR ALLOWANCE	181,400.00	353,893.00
SECURITY ALLOWANCE	42,649.20	31,327.20
less: Personal emoluments for IGU'S	(75,532,792.26)	
4 2 Administrative Costs	42,848,618.84	23,616,822.23
TRAVELLING AND ACCOMODATION	13,704,410.80	5,467,393.59
TRANSPORT OPERATING EXPENSE	6,838,432.00	5,026,047.96
FEES, COMM AND HONORARIA	4,481,069.08	3,893,264.00
BOARD EXPENSE	4,700,518.40	2,807,148.00
STAFF DEVELOPMENT	3,411,612.85	2,573,508.00
MEDICAL RECORDS	3,178,495.20	2,049,213.55
ADV AND PUPICITY	2,599,351.21	286,566.12
UNIFORMS STAFF	1,922,803.30	67,537.90
EXTERNAL TRAV EXPENSE	1,632,528.95	584,990.71
PATIENTS' UNIFORMS	281,662.05	816,272.40
PATIENTS TRAV EXPENSE	99,075.00	44,880.00
PASSAGE AND BAGGAGE	9,860.00	
Less: Administrativ costs for IGU'S	(11,200.00)	
4 3 General Expenses	6,974,966.07	4,845,379.19
STATIONERY	5,368,498.52	4,323,539.09
LIBRARY SERVICES	1,606,467.55	521,840.10
4 4 Operating expenses	48,031,903.30	87,848,878.73
PROV FOR BAD DEBTS	21,329,261.90	20,909,920.50
ELECTRICITY EXPENSE	13,176,389.20	8,623,895.95
WATER AND CONSERVANCY	10,484,231.30	7,067,947.90
MAINT OF BUILDING AND STATION	9,844,712.98	2,658,811.12
MAINT OF PLANT AND EQUIPMENT	8,585,691.79	3,465,937.15
AMENITY/MEMORIAL DOCTOR'S ALLOWANCE	6,758,815.65	18,591,007.00
TELEPHONE EXPENSES	5,905,809.41	5,388,668.75
FUEL AND GAS	4,487,747.62	2,618,081.70
DEPOSIT REFUND	3,649,706.00	3,351,291.00
HOSPITAL LINEN	2,891,425.55	959,521.30
CONTRACTED PROFESSIONAL SERVICES	2,350,769.80	968,900.00
CAFETERIA SUPPLIES	2,436,797.35	3,262,382.00
MORTUARY PROFF FEES	2,399,016.00	1,784,980.50
COMPUTERIZATION EXPENSES	2,089,757.70	1,421,453.15
MORTUARY COMMITTEE ALLOWANCE	1,754,038.00	1,177,945.00
MORTUARY STAFF ALLOW	1,558,568.50	909,530.65
RENT AND RATES	1,187,511.70	366,375.00
BANK CHARGES	828,592.93	1,188,551.86
STAFF MEDICAL SCHEME	546,394.90	
POSTAL AND TELEGRAMS	542,829.99	309,862.20
INSURANCE POLICY	307,401.45	244,711.00
TENDER BOARD AND SURVEY	199,850.00	
ECN EXPENSES		2,579,105.00
Less: Operating expenses for IGU'S	(55,283,416.42)	

The provision for bad debts was made in relation to debts relating to the year 2003/2004 and secured by ID's and commitment letters as indicated below

Secured by ID's	14,291,373.00
Secured by Commitment letters	7,037,891.00
	<u>21,329,264.00</u>

Detailed analysis has been availed with the debtors schedules

4 5	DEPRECIATION FOR THE YEAR	55,827,667.12	35,303,480.00
4 6	Audit fees provision for the year	1,000,000.00	1,000,000.00
	audit fees b/f	4,600,000.00	3,600,000.00
	less; payments during the year	(1,200,000.00)	-
	balance accrued as at 30th June 06	<u>4,400,000.00</u>	<u>4,600,000.00</u>
4 7	Legal fees	1,073,316.80	522,285.00
4 8	Miscellaneous expenses	1,794,205.72	1,546,233.70
4 9	Waivers and Exemptions	<u>19,933,064.00</u>	<u>12,647,188.00</u>
	waivers	17,186,954.00	11,164,822.00
	Exemptions	2,746,110.00	1,482,366.00
6 0	Current Assets		
	CASH AND CASH EQUIVALENTS	9,609,403.93	(4,704,573.45)
6 1	Cash in hand	55,018.00	160,163.00
	petty cash	55,018.00	101,088.00
	Cash in hand	-	59,075.00
6 2	Cash at Bank	<u>9,554,385.93</u>	<u>(4,864,736.45)</u>
	Main account	2,826,363.00	(10,233,681.00)
	Memorial Account	4,982,744.98	963,384.00
	Mortuary Account	1,455,263.40	4,115,546.00
	Savings Account	7,488.55	7,488.55
	Standard Bank Main Account	282,526.00	282,526.00
6 3	Receivables	<u>205,155,078.16</u>	<u>141,333,495.67</u>
	Imprest	5,916,598.35	4,136,398.17
	Salary Advance	1,868,326.50	1,278,787.00
	Debtors	239,609,335.71	156,828,231.00
	Provision for doubtful debts	(42,239,182.40)	(20,909,920.50)
6 4	Stocks	<u>33,454,129.10</u>	<u>19,049,143.90</u>
	As per the schedule		
	The opening and closing stocks are less the values of the relative IGU stocks.		
	Obsolete stock was expensed in the Cost of Goods sold section.		
6 5	Prepayments	<u>731,641.97</u>	
	NHIF DEDUCTION	382,415.00	
	INSURANCE DEDUCTIONS	276,444.95	
	M U PENSION SCHEME	31,722.00	
	V A T ACCOUNT	41,060.02	
7 0	CURRENT LIABILITIES		
7 1	Trade creditors	47,814,748.65	82,156,275.48
7 2	Unpaid Deductions	<u>16,978,921.24</u>	<u>15,466,715.38</u>
	MTRH PENSION FUND	2,000,000.00	2,000,000.00
	PENSIONS FUNDS	2,253,787.00	2,253,787.00
	MTRH BENEVOLENT FUND	458,602.00	5,080.00
	FAMILY FINANCE LOAN	361,382.60	
	P A Y E	2,311,774.90	1,960,627.40
	HIRE PURCHASE	400,867.11	71,554.00
	NURSES S H G	158,868.00	
	NATIONAL BANK LOAN	113,502.55	33,993.50
	KCB LOAN DEDUCTIONS	897,717.70	841,675.90
	NSSF	45,000.20	
	UNION DUES	34,858.10	11,290.00
	HELB LOAN	3,015.75	
	MEDICAL SOCIAL WORK WELFARE	200.00	
	M E T WELFARE-MADES	1,616.27	1,417.10
	EABS DEDUCTIONS-LOAN	5,606.41	5,605.00
	MOH SALARY RECOVERY	213,229.00	727,441.00
	SACCOS DEDUCTIONS	164,749.14	
	LAB STAFF WELFARE	800.00	900.00
	SAYE	4,750.00	4,750.00
	Ps OFFICE OF PRESIDENT	19,600.00	19,600.00
	SUBSTAFF WELFARE	358.00	358.00
	STD BANK LOAN	5,036.08	5,036.08
	ULINZI WELFARE	300.00	300.00
	FINANCE WELFARE	299.30	300.00
	KRA RISK ALLOW	7,291,688.45	7,291,688.40
	HOUSE RENT	231,212.68	231,212.00
	MINTO WELFARE	100.00	100.00

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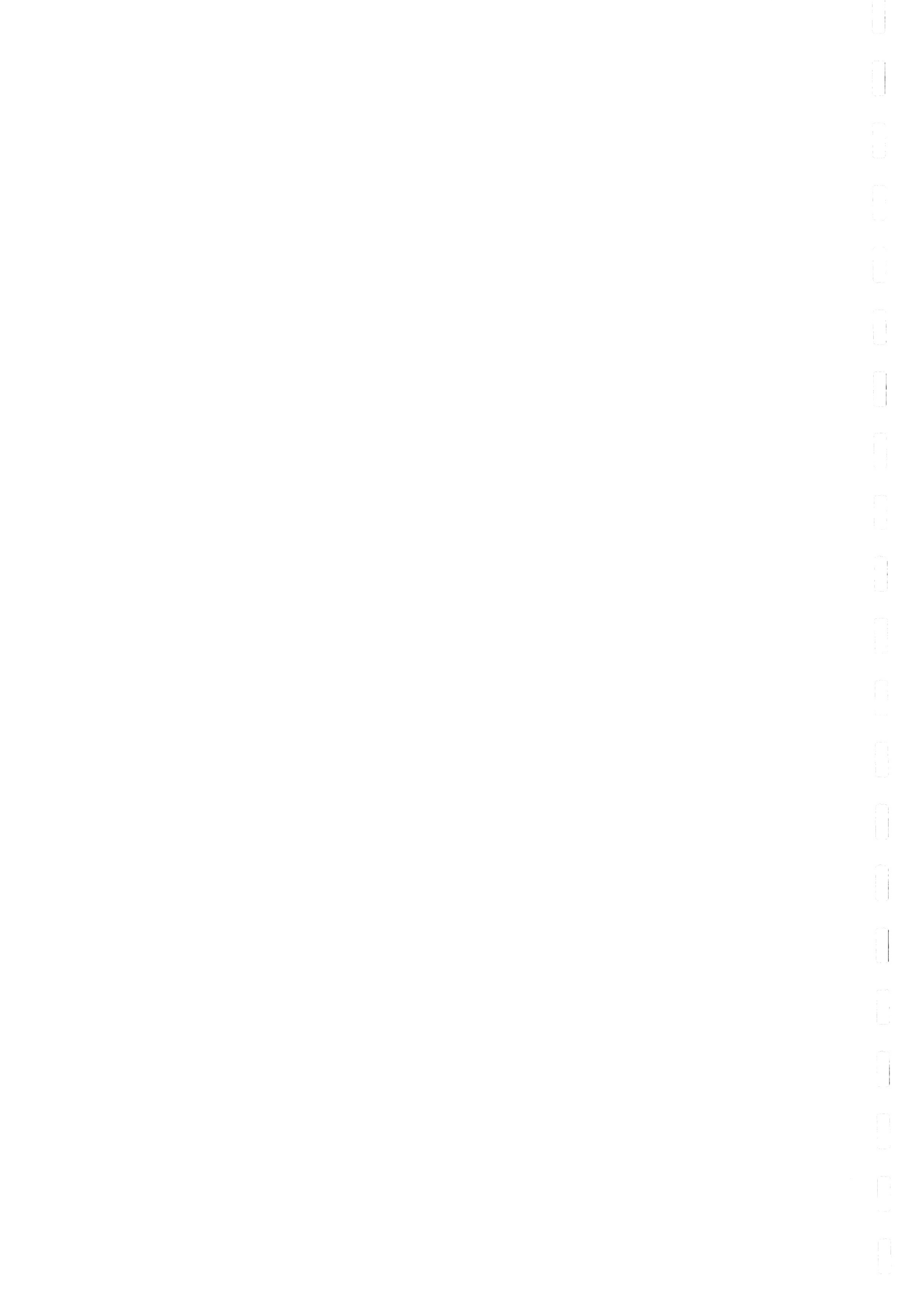
8 0			
8 1	Capital reserves		
	Opening Balance	<u>969,195,811.71</u>	<u>826,221,012.37</u>
	Donations	826,221,011.71	
		142,974,800.00	
8 2	Revenue Reserves		
	Opening Balance	<u>31,344,703.93</u>	<u>(59,747,219.59)</u>
	Surplus for the Period	(59,747,219.59)	28,416,604.00
		91,091,923.52	(88,163,823.59)

9 0 **Comparatives**
 where necessary comparatives figures have been adjusted to conform with changes in the presentation in the current year

10 0 **Incorporation**
 The Hospital is incorporated in Kenya under the stateS corporation Act Cap 446

11 0 **Presentation of Income and Expenditure Statement**
 The trading account has been prepared in this financial statements to account for internally generated funds to facilitate the consolidation of the IGU's results and to conventionally remove closing stock from purchases.

12 0 **Currency**
 The financial statements are presented in Kenya Shillings



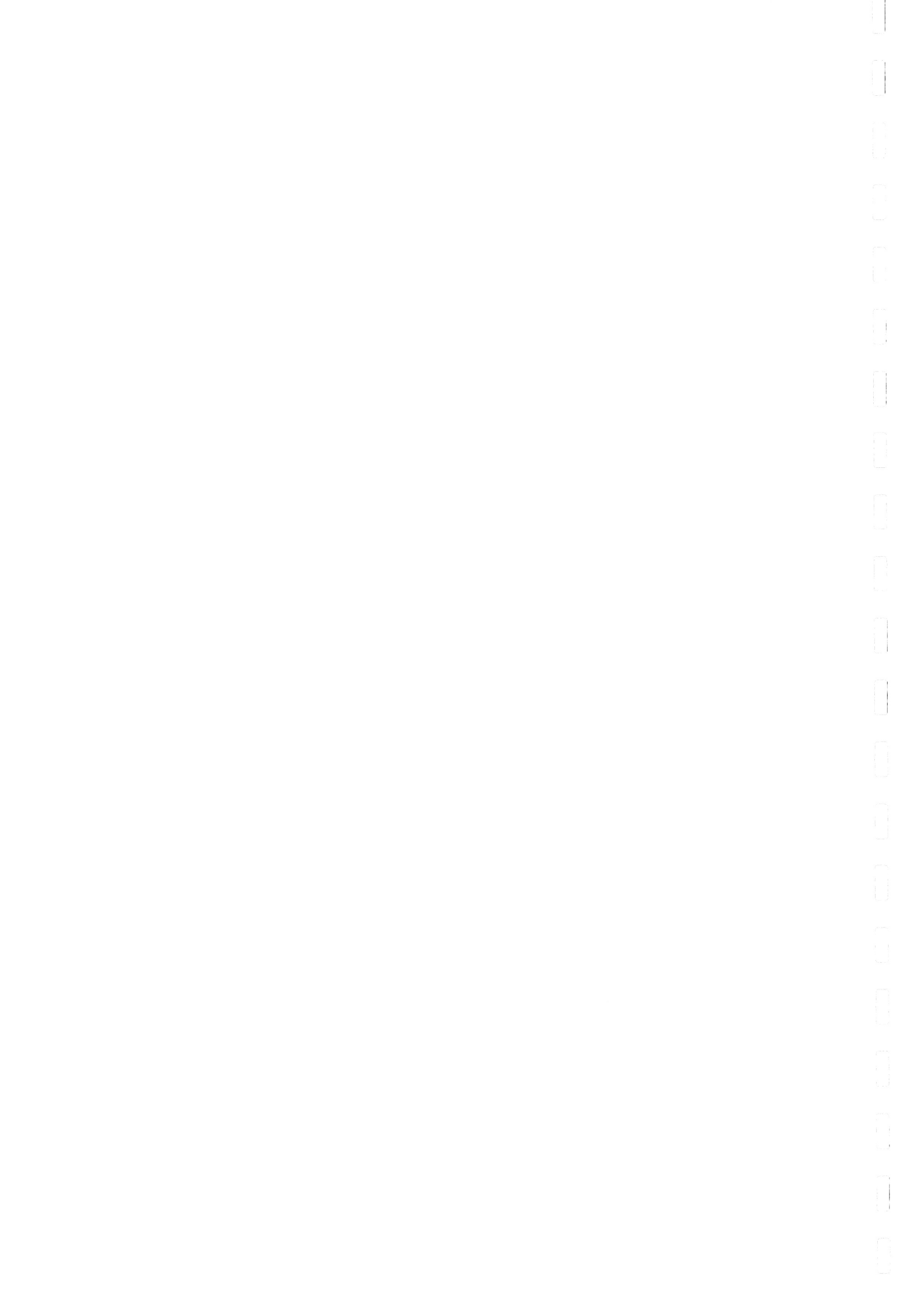
MOI TEACHING AND REFERRAL HOSPITAL
PROPERTY PLANT AND EQUIPMENT MOVEMENT SCHEDULE

FOR THE YEAR ENDED 30TH JUNE 2006

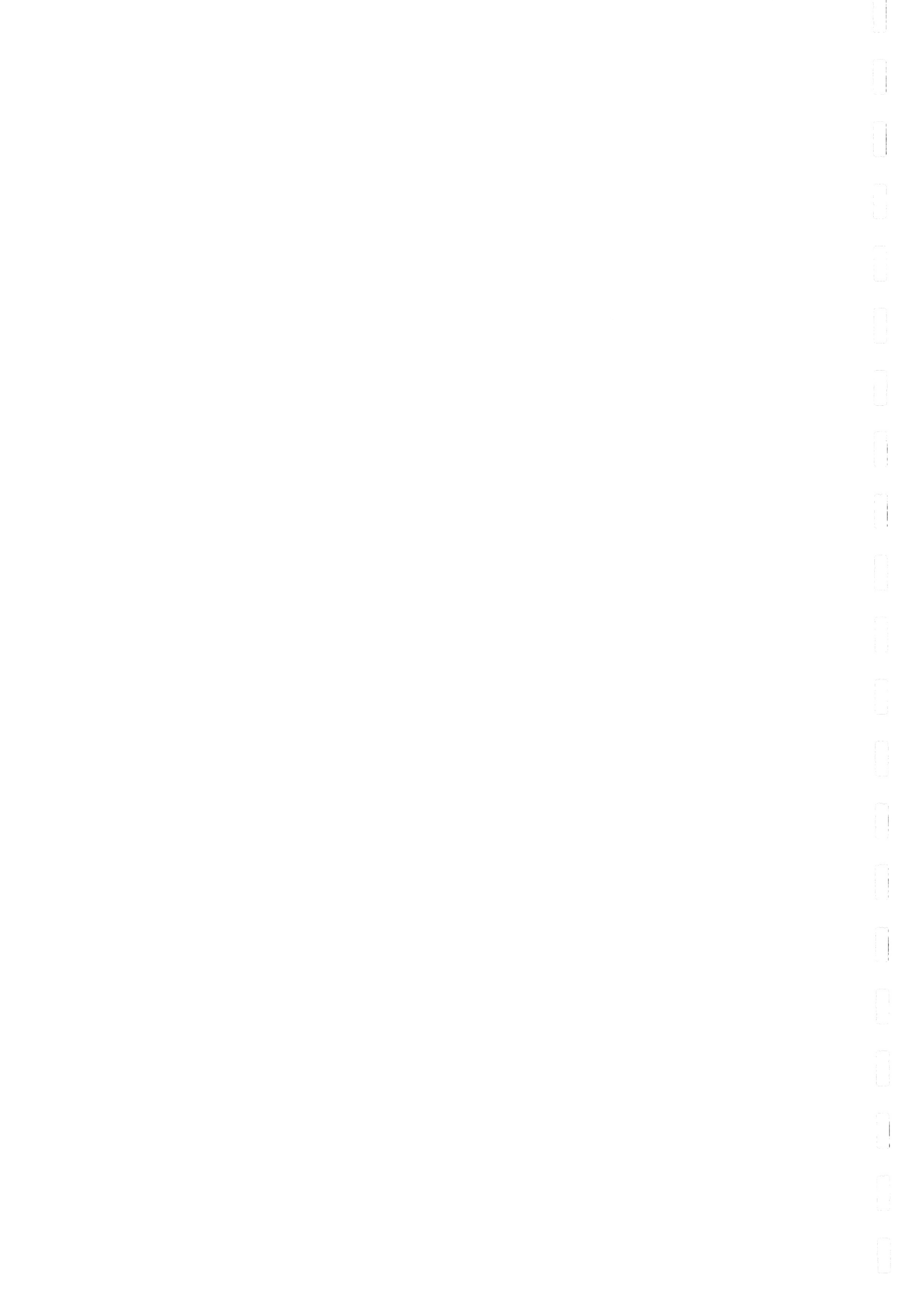
5.1	Land	Building	Furniture	Computers Tvs and Radios	Plant	Equipment	Office Machines	Other Machines	Motor Vehicles <u>Motor Vehicle</u>	Intangible Assets	TOTAL
As at 30th June 2005	101,577,820.00	524,818,256.65	9,719,574.30	9,579,613.95	32,916,536.00	147,774,137.80	14,646,856.00	3,214,629.50	10,835,594.00	459,000.00	855,542,018.20
Additions (Ampath Centre)		127,203,000.00	218,925.59	5,231,945.05	.	24,881,377.15	67,100.00	.	.	.	157,602,347.79
Revaluation											
On Disposals											
As at 30th June 2006	101,577,820.00	652,021,256.65	9,938,499.89	14,811,559.00	32,916,536.00	172,655,514.95	14,713,956.00	3,214,629.50	10,835,594.00	459,000.00	1,013,124,365.99
Depreciation											
As at 30th June 2005		49,126,802.00	3,029,245.00	5,984,266.00	9,421,700.00	54,459,329.00	9,871,492.00	2,025,654.00	6,851,702.00	169,943.00	140,950,134.00
Less Disposals											
Add Charge for the year		16,300,531.42	1,242,312.43	4,443,457.70	4,114,557.00	21,581,939.37	4,414,186.80	954,386.85	2,708,898.50	57,375.00	55,827,667.12
As at 30th June 2006		65,427,333.42	4,271,557.43	10,427,723.70	13,536,257.00	76,041,268.37	14,285,678.80	2,990,042.85	9,560,600.50	227,318.00	196,787,801.12
Net Book Value											
Balance as at 30th June 2005	101,577,820.00	475,691,454.65	6,690,329.30	3,595,347.95	23,494,836.00	93,314,808.80	4,775,364.00	1,188,975.50	3,983,892.00	289,057.00	714,581,884.20
Balance as at 30th June 2006	101,577,820.00	586,593,923.23	5,666,941.40	4,383,825.30	19,380,269.00	96,614,246.58	428,277.20	224,586.65	1,274,993.50	211,682.00	816,356,564.87

5.2 WORK IN PROGRESS

As at the end of financial year 2005/2006 we had work in progress in relation to the following assets



ANNEXTURES



MOI TEACHING AND REFERRAL HOSPITAL
AMENITY WING
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2006

<u>INCOME</u>	<u>NOTE</u>	<u>KSH.</u>
Cash Sales	1	
Credit Sales	1.1	65,486,044.90
Other Revenue	1.2	19,128,857.10
	1.3	3,649,833.00
Total Revenue		88,264,735.00
 <u>COST OF SALES</u>	 2	
Opening Stock		425,376.95
Add; Purchases	2.1	16,332,201.07
Less; Closing Stock	2.2	(1,619,583.09)
Cost of Sales		15,137,994.93
Gross Revenue		73,126,740.07
 <u>EXPENSES</u>	 3	
Salaries and Allowances	3.1	37,771,734.16
Operational costs	3.2	2,326,420.50
Consultant's fees	3.3	14,055,101.00
TOTAL EXPENSES		54,153,255.66
 <u>NET INCOME FOR PERIOD</u>		 18,973,484.41

MOI TEACHING AND REFERRAL HOSPITAL

AMENITY WING

NOTES TO INCOME AND EXPENDITURE STATEMENT

1. INCOME	88,264,735.00
1.1 Cash Sales	65,486,044.90
Individuals	48,588,880.90
NHIF Rebates	10,140,200.00
Corporate Clients	6,766,958.00
1.2 Credit Sales	19,128,857.10
NHIF REBATES	3,800,000.00
CORPORATE	10,072,029.00
MTRH Staff Guarantors	2,673,692.00
Individuals	2,517,136.10
1.3 Other Revenue	3,649,833.00
Retainer Fee	144,791.00
Staff Medical Benefits	3,515,042.00
2.1 COST OF SALES	
2.1 Purchases	16,332,201.07
Food & Ration	3,241,753.67
Dressings	1,613,178.20
Cleansing Materials	170,671.53
Drugs	11,306,597.67
2.1 Closing Stock	1,547,671.75
Drugs	1,439,604.75
Dressings	108,067.00
3. EXPENSES	54,153,255.66
3.1 Salaries and Allowances	37,771,734.16
Facility Allow-commitees	2,449,100.00
Core Staff Salanes	30,101,315.15
Facility allowances-staff allied Depts	5,221,319.01
3.2 OPERATIONAL COSTS	2,326,420.60
Electcncty	682,000.00
Water	504,000.00
Stationery	312,623.50
Travelling and accomodation	42,100.00
Fuel and Gas	785,697.00
3.3 CONSULTANTS FEES	14,065,101.00

4.0 CURRENCY

The accounts are presented in Kenya Shillings

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MOI TEACHING AND REFERRAL HOSPITAL

MEMORIAL WING

INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2006

<u>INCOME</u>	<u>NOTE</u>		<u>2005/2006</u>
Cash Sales	1	-	59,989,435.90
Credit Sales	1.1	-	17,494,900.50
Other Revenue	1.2	-	3,801,717.40
Total Revenue	1.3	-	81,286,053.80
<u>COST OF SALES</u>	2		
Opening Stock			424,886.00
Purchases	2.1	-	17,892,357.15
Closing Stock	2.2	-	2,804,822.00
Cost of Sales		-	15,512,421.15
Gross Revenue		-	65,773,632.65
<u>EXPENSES</u>	3		
Salaries and Wages	3.1	-	30,097,183.00
Operational Costs	3.2	-	9,866,772.97
Consultants fees	3.3	-	14,623,987.50
Legal Fees	3.4	-	837,450.00
<u>TOTAL EXPENSES</u>		-	55,425,393.47
<u>NET INCOME FOR THE PERIOD</u>		-	<u>10,348,239.18</u>

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MOI TEACHING AND REFERRAL HOSPITAL

MEMORIAL WING

NOTES TO THE INCOME AND EXPENDITURE STATEMENT

	<u>2005/2006</u>
1 INCOME	81,286,053.80
1.1 Cash Sales	59,989,435.90
Individuals	31,075,007.58
Corporate	22,623,957.02
NHIF Rebates	6,290,471.30
1.2 Credit Sales	17,494,900.50
NHIF Rebates	4,444,000.00
Corporate	12,736,317.50
Individual	314,583.00
1.3 Other Revenue	3,801,717.40
Retainer fee	126,620.10
Rental Income	418,000.00
Staff Medical Scheme	3,257,097.30
2 COST OF SALES	
2.1 Purchases	17,892,357.15
Food and Ration	2,139,052.85
Dressings	2,903,355.30
Drugs	12,849,949.00
2.2 CLOSING STOCK	2,804,822.00
Dressings	626996
Drugs	2155485
Food and Ration	22341
3 EXPENSES	
3.1 Salaries and allowances	30,097,183.00
Staff Salaries	24,510,188.00
Staff Allowances	3,702,220.00
Honoraria	1,884,775.00
3.2 Operational Costs	9,866,772.97
Electricity	2,062,704.00
Water	749,823.00
Telephone	731,111.91
Staff Medical Costs	3,257,097.30
Cleansing	326,002.50
Stationery	289,081.00
Bank Charges	246,637.73
Fuel and Gas	366,335.00
Oxygen	932,933.86
CT Scan	54,000.00
Maintenance	778,726.67
Motor Vehicle	72,320.00
3.3 Consultants Fees	14,623,987.50
3.4 Legal Fees	837,450.00

MOI TEACHING AND REFERRAL HOSPITAL
ECN PROGRAMME
INCOME AND EXPENDITURE STATEMENT
FOR THE YEAR ENDED JUNE 30TH 2006

	NOTE	2005/06
INCOME		
<u>FEEES</u>	1 1.1	23,774,779 10
EXPENDITURE		
<u>PERSONAL EMOLUMENTS</u>	2 2.1	2,630,172 00
<u>COURSE ADMINISTRATION</u>	2.2	5,690,835 00
<u>OPERATION COSTS</u>	2.3	912,299 00
<u>STAFF DEVELOPMENT</u>	2.4	11,200 00
<u>TOTAL EXPENSES</u>		<u>9,244,506.00</u>
<u>SURPLUS (DEFICIT)</u>		<u>14,530,273.10</u>



MOI TEACHING AND REFERRAL HOSPITAL

ENROLLED COMMUNITY NURSE UPGRADING PROGRAMME

NOTES TO INCOME AND EXPENDITURE STATEMENT

<u>1 INCOME</u>	<u>2005/06</u>
1.1 FEES	
Application	209,000.00
Admission	196,000.00
Caution Money	392,000.00
Library fees	392,000.00
Tuition fees	20,113,379.10
Learning materials	1,884,400.00
Computer fees	588,000.00
	23,774,779.10
2 EXPENSES	
2.1 PERSONAL EMOLUMENTS	2,630,172.00
2.2 COURSE ADMINISTRATION	5,690,835.00
Tutors Remuneration	
Travelling and Accomodation	1,581,335.00
Subscriptions to Nursing council	4,109,500.00
2.3 OPERATIONAL COSTS	912,299.00
Advertising and Publicity	161,996.00
Classroom Hire	69,500.00
Stationery	680,803.00
2.4 Staff Development	11,200.00

MOI TEACHING AND REFERRAL HOSPITAL

MORTUARY

INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2005

INCOME

Embalming.	4,213,500.00
Storage	6,200,700.00
Facility	966,000.00
Post Mortem	2,636,000.00
Others	32,900.00
	-
Total Income	14,049,100.00

Stationary	37,068.00
Cleansing	28,808.00
Stores ex-supplies	156,857.00
Formalin	132,486.75
Lawn Upkeep	2,760.00
Bank charges	39,099.25
Comm. Allow.	1,828,698.00
Office expen.	8,897.00
Disposals	31,500.00
Staff allow.	1,611,531.15
Staff salaries	2,990,745.10
p.m.	2,640,000.00
Telephone	44,860.20
	-

Total Expenses	9,553,310.45
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Surplus (Deficit)	4,495,789.55
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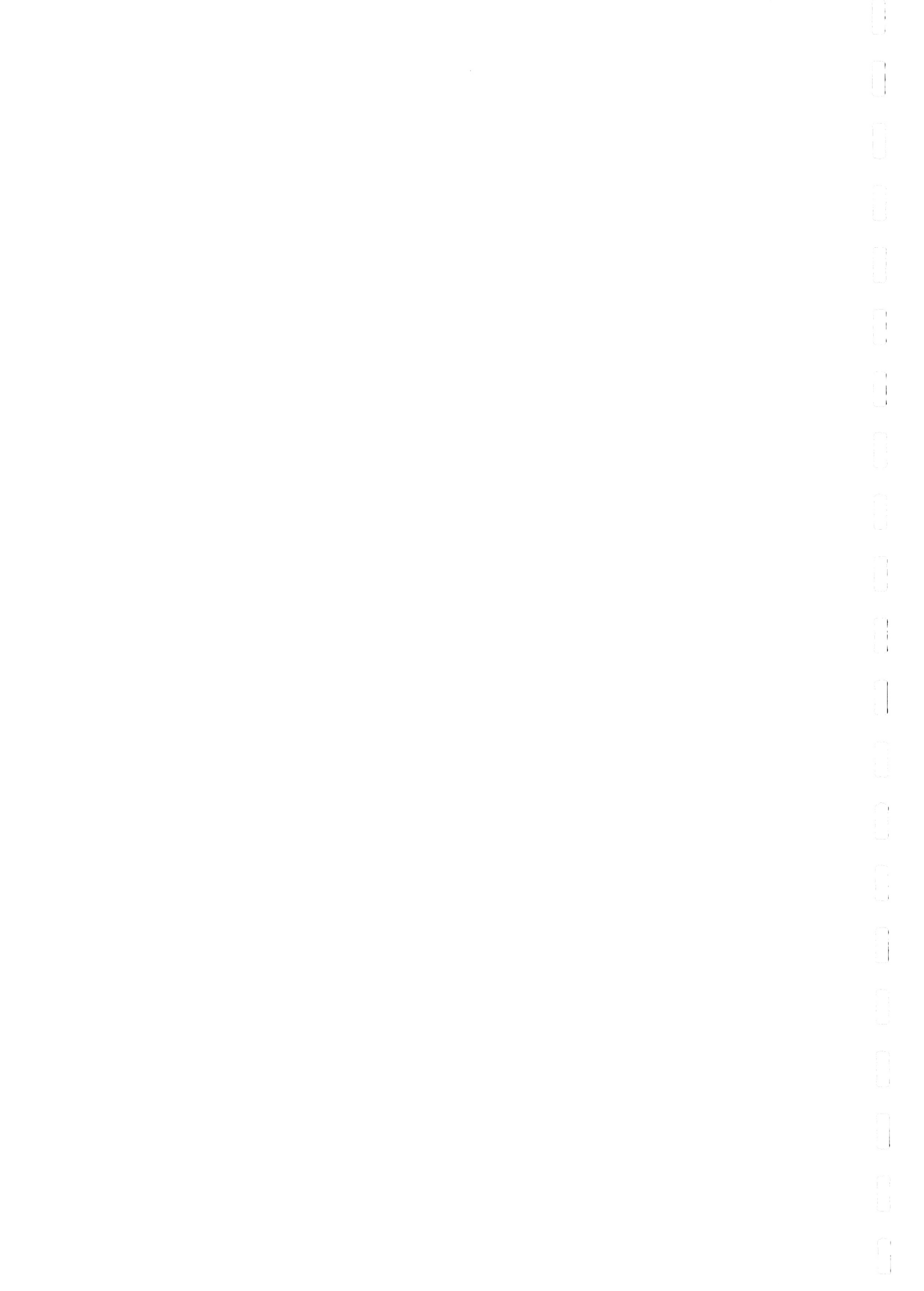
MOI TEACHING AND REFERRAL HOSPITAL

CAFETERIA

INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30TH JUNE 2006

SALES	KSHS
<u>CASH SLAES</u>	2,291,565.00
CREDIT SALES	3,149,664.00
	<u>5,441,229.00</u>
<u>COST OF SALES</u>	-
OPENING STOCK	1,965.00
PURCHASES	3,686,878.30
	3,688,843.30
LESS-CLOSING STOCK	2,874.00
COST OF SALES	<u>3,685,969.30</u>
<u>GROSS INCOME/DEF</u>	<u>1,755,259.70</u>
<u>LESS-EXPENSES</u>	-
PERSONAL EMOLUMENT	2,042,958.00
WATER	36,000.00
ELECTRICITY	168,000.00
COOKING GAS	203,985.00
	-
<u>TOTAL EXPENSES</u>	<u>2,450,943.00</u>
<u>NET INCOME/DEF</u>	<u>(695,683.30)</u>



SUMMARY OF IGU's PERFORMANCE

	AMENITY	MEMORIAL	ECN	MORTUARY	CAFETERIA	TOTAL
INCOME	88,264,735.00	81,286,053.80	23,774,779.10	14,049,100.00	5,441,229.00	212,815,896.90
PERSONAL EMOLUMENTS	37,771,734.16	30,097,183.00	2,630,172.00	2,990,745.10	2,042,958.00	75,532,792.26
OPERATIONAL COSTS	16,381,521.50	25,328,210.47	6,603,134.00	6,562,565.45	407,985.00	55,283,416.42
ADMINISTRATIVE COSTS			11,200.00			11,200.00
TOTAL	54,153,255.66	55,425,393.47	9,244,506.00	9,553,310.55	2,450,943.00	130,827,408.68
COST OF SALES						
OPENING STOCK	425,376.95	424,886.00			1,965.00	852,227.95
PURCHASES	16,332,201.07	17,892,357.15			3,686,878.00	37,911,436.22
CLOSING STOCK	1,619,583.09	2,804,822.00			2,874.00	4,427,279.09
COST OF SALES	15,137,994.93	15,512,421.15	-	-	3,685,969.00	34,336,385.08
SURLUS (DEFICIT)	18,973,484.41	10,348,239.18	14,530,273.10	4,495,789.45	(695,683.00)	47,652,103.14

