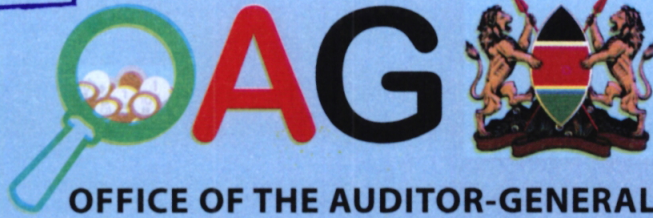


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**THE AUDITOR-GENERAL**

**ON**

**KERIO VALLEY TECHNICAL AND  
VOCATIONAL COLLEGE**

**FOR THE YEAR ENDED  
30 JUNE, 2023**



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***KERIO VALLEY TECHNICAL AND VOCATIONAL COLLEGE***

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30<sup>TH</sup> JUNE 2023**

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

**Kerio Valley Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2023.**

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**Kerio Valley Technical and Vocational College**  
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**1. Acronyms & Glossary of Terms**

BOG	Board of Governors
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
TTI	Technical Training Institute
TTC	Teacher Training College
TVC	Technical Vocational College
Fiduciary Management	Key management personnel who have financial responsibility in the entity

**2. Key Entity Information and Management**

**(a) Background information**

Kerio Valley Technical and Vocational College is situated in Marakwet East subcounty in Elgeiyo –Marakwet county. It is 150 Km from Eldoret town and 7 Km from Tot centre. It is along Kapsowar –Tot-Marich. The idea of establishing the college came in 2007 when community members saw the need to have a youth polytechnic in the region. The community leaders mobilised the community members for land. The community members after along discussion and persuasion gave out 92 acres of their land to Kerio Valley Technical training institute. The clans who gave out their land were Kamariny and Karamwar in Talai location. Four classrooms were constructed by CDF. Kerio valley TTI was identified by Elgeiyo marakwet county. The modern building was constructed and equipped by the Ministry Of Education and it is a centre of excellence in tailoring and fashion design.

**(b) Principal Activities**

The principal activity/mission/ mandate of the entity is to offer high quality Technical Training, carry out innovative research and community outreach programmes for sustainable socio-economic development.

**Vision**

A centre of excellence in TVET, Research and innovations

**Mission**

To provide globally competitive skills in TVET, innovation and research solutions for socio-economic prosperity.

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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**Core values**

- Professionalism
- Accountability
- Teamwork
- Reliability
- Integrity
- Innovation & Creativity
- Customer Focus

**(c) Key Management**

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

- Board of Governors.
- Principal
- Deputy Principal's
- Head of Departments

**(d) Fiduciary Management**

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

SN	Designation	Name
1.	Principal	Johnstone Lobillaghan
2.	Deputy principal Administration	Wesley Rutto
3	Deputy principal Academics	Mr Emmaul Seroney
4	Registrar (s)	James Bor
5	Dean of students	Victor Kibet
6	Accounts Clerk	Stephen Yano Rutto

**Key Entity Information and Management (Continued)**

**(e) Fiduciary Oversight Arrangements**

The Board of Governors' Sub-committees facilitate decision making to assist the Board in execution of its duties, powers and authority; however delegation of authority to the committees does not in any way take away the prerogative powers of the Main Board in discharging its duties. The Committees have been established with formal written terms of reference to guide their activities.

In the **FY 2022-2023**, the following Board sub-committees were in place:

**I. Finance, Infrastructure and General purpose Committee**

- |                                       |                    |
|---------------------------------------|--------------------|
| <b>(i)</b> Mr. Edwin kemboi suter     | <b>Chairperson</b> |
| <b>(ii)</b> Mr. Nickson Changkwony    | <b>Member</b>      |
| <b>(iii)</b> Ms. Lorna Kipsang        | <b>Member</b>      |
| <b>(iv)</b> Mr. Johnstone Lobillaghan | <b>Secretary</b>   |

**II. Education, Training and Research Committee**

- |                                       |                    |
|---------------------------------------|--------------------|
| <b>(i)</b> Ms. Loice Kipkiror         | <b>Chairperson</b> |
| <b>(ii)</b> Mr. James Wakesa          | <b>Member</b>      |
| <b>(iii)</b> Mr. Nickson Changkwony   | <b>Member</b>      |
| <b>(iv)</b> Mr. Johnstone Lobillaghan | <b>Secretary</b>   |

**III. Audit, Risk and Compliance Committee**

- |                                     |                    |
|-------------------------------------|--------------------|
| <b>(i)</b> Mr. James Wakesa         | <b>Chairperson</b> |
| <b>(ii)</b> Mr. Edwin Suter         | <b>Member</b>      |
| <b>(iii)</b> Mr. Edwin kemboi Suter | <b>Member</b>      |

**(f) Entity Headquarters**

P.O. Box 152-30700  
ITEN, KENYA

**Kerio Valley Technical and Vocational College  
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**(g) Entity Contacts**

Telephone: (254) 792046187  
E-mail: keriovalleytti@gmail.com  
Website: www.keriovalleytvc.ac.ke

**(h) Entity Bankers**

Telephone: (254) 792046187  
E-mail: keriovalleytti@gmail.com  
Website: www.keriovalleytvc.ac.ke

**(i) Independent Auditors**

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

**Kerio Valley Technical and Vocational College**  
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**Key Entity Information and Management (Continued)**

**(j) Principal Legal Adviser**



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

**Kerio Valley Technical and Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2023**



**3.The Board of Governors**

<p>1.</p>	 <p><b>Dr Paul Suter BoG Chairperson.</b></p>	<p>Dr Paul Suter was born in 1968. He is the chairman of the Board of the college. He is a sociologist. He holds a PhD Sociology from Moi University, MA Sociology from UoN and BA Sociology and Economics from Egerton University. He has a wealthy experience in management and general administration having worked in several docket. He is currently the Head of Sociology, Psychology &amp; Anthropology, Moi University. Also, the Coordinator Privately sponsored Students Programme (PSSP) School of Artd and Social Science Moi University.</p>
<p>2.</p>	 <p><b>Dr. Dr Loice j. Kipkorir (PhD) PhD(UoE) MSc (Moi University) BEd (UoN) Member</b></p>	<p>Dr Loice j. Kipkorir (PhD) was born in 1972. She is a member of the college board. She is a member of Human resource and General Purpose Committees. She is an experienced educationist. She is a lecturer, Humanities Department; School of Arts and Social Science, University of Kabianga. She holds other administrative responsibilities at the university; member of the university senate, Internal auditor (Quality Management Systems, Teaching Practice Assessor and a member of the Disability mainstreaming committee. Others <u>Responsibilities</u> include: Environmental consultant- lead Expert registered by National Environment Management Authority(NEMA), A Newspaper Columnist with the Nation Newspaper on Environmental matters. She Was formerly: A Head of Humanities Department, Member of the school academic Committee in Seko Girls High School. She was a Teacher in the following secondary schools; Moi Girls High School – Eldoret and Atanus Secondary School in Keiyo District. She Holds a PhD in Environmental Studies from University of Eldoret, MSc in Environmental Studies from Moi University and a Bachelor of Education from University of Nairobi.</p>


**Kerio Valley Technical and Vocational College  
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3.	 <p><b>BoG- Member</b> <b>Mr. Chang'kwony M Nixon</b> <b>MBA (Catholic University of Eastern Africa)</b> <b>BCOM (Catholic University of Eastern Africa)</b> <b>CPA (K)</b></p>	<p>Chang'kwony M Nixon was born 1978. He is a member of the finance committee in the college board. He is currently the CO Finance in Elgeyo Marakwet County. He has a wealth experience in Accounting and Economic Planning. He is a former Senior Accountant, County Referral Hospital, in the Department of Finance and Planning, in the County Government of Baringo. He formerly served in various capacities including, Senior Accountant in the County Head Office Treasury-Baringo county, was also a County, Sub – County Accountant, also he formerly worked with Kerio Community service as Accounts Clerk. He holds Master of Business Administration from Catholic University of Eastern Africa, Bachelor of Commerce from Catholic University of Eastern Africa and Certified Public Accountant - CPA (K) – KASNEB.</p>
4.	 <p><b>Mr. Wekesa James Juma</b> <b>MSc. Agricultural Engineering (JKUAT)</b> <b>Bsc. (Egerton University)</b> <b>Member</b></p>	<p>Wekesa James Juma was born in 1967. He is a member of the college board. He is a member of Human resources and General Purpose and Finance Committees. He has a vast experience in Agriculture and has served in different capacities in the county. He is the Acting County Director Elgeyo Marakwet County. He has previously served has Sub-County Agriculture officer, Marakwet West Sub-county. He was formerly the County Soil and Water Conservation Officer, Elgeyo Marakwet County. He has attended various trainings and workshops in special areas of interest. He Holds a Masters in Agricultural Engineering from Jomo Kenyatta University of Agriculture and Technology and a Bachelor's Degree from Egerton University.</p>

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<p>5.</p>	 <p><b>BoG – Member</b> <b>Ms. Lorna C. Kipsang</b> <b>Master’s in development studies (Catholic University of Eastern Africa)</b> <b>BEd (Catholic University of Eastern Africa)</b></p>	<p>Lorna C. Kipsang was born 1981. She is a member of the college board. She is a member of Human Resources and General Purpose and Finance Committees. She is CO Sports and gender in Elgeyo Marakwet County. She is former teacher and HOD English Department Kapsowar Girls Secondary School. She is currently the Assistant County Scout Commissioner in charge of programmes in Elgeyo Marakwet County and Assistant Sub-County Scout Commissioner Marakwet West. She a member of the following organizations: Kenya Red Cross, Rift Valley Music Association and Marakwet Music Association. She holds a master’s in development studies from Catholic University of Eastern Africa and a Bachelor of Education Degree from Catholic University of Eastern Africa</p>
<p>6.</p>	 <p><b>Mr. Edwin Kemboi Sutter MA Maseno university()</b> <b>BSc Computer Science, University of Hertfordshire (UK)</b> <b>Higher Diploma in Management Information Systems (UK),</b> <b>BSc Mathematics (Kenyatta University)</b> <b>Member</b></p>	<p>Mr Kemboi is the Chief Information Officer Sunbridge Online Merchants Limited . He is the former Chief Officer – ICT &amp; e-Government Uasin Gishu County from 2013-2018. Mr Kemboi also served in different level as: Head of ICT, Deputy Head ICT and ICT Officer in the Ministry of Medical Services. He is also a former teacher of Kitany High school. He holds a MA degree from Maseno University, BSc Computer Science, University of Hertfordshire, United Kingdom ,Higher Diploma in Management Information Systems (MIS), Institute of the Management Information Systems, United Kingdom Diploma in Advanced Study of Theory &amp; Practice of Management/Administration, Cambridge International College, Jersey, United Kingdom ,Diploma in Office Management/Administration, Cambridge International College, Jersey, Great United Kingdom, Diploma in Computers in Business &amp; Administration, Cambridge International College, Jersey, United Kingdom and BSc Mathematics, Kenyatta University. Mr Kemboi Hold various certification in the ICT field which include: CCNA,CCNP, CISA, MCSE and other senior management courses from</p>

**Kerio Valley Technical and Vocational College  
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		reputable institutions
7.	 <p><b>Johnstone Lobillaghan</b> <b>BOG Secretary</b></p>	<p>Mr Johnstone Lobillaghan was born in 01/07/1968. He is the Board Secretary of the College. He is a graduate from Moi University Bachelor of Education in Technology Education (BED Technology). He has served as Principal Kerio Valley High school for five years and the Principal Kerio Valley TVC. He has undergone various short courses in Education Management. He has over 28 years teaching experience</p>




**Kerio Valley Technical and Vocational College  
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**4. Key Management Team**

Sl. No.	Details	Professional Qualifications
1.	 <p>Johnstone Lobillaghan Bachelor of Education in Technology Education (BED Technology)</p>	Principal
2.	 <p>Wesley Rutto BED Technology Education</p>	Deputy Principal (Administration)
3.	 <p>Emmanuel Kipkorir Seroney Msc. Agricultural Extension Bsc. Agricultural Education &amp; Extension. Bed Education</p>	Deputy Principal (Academics)

**Kerio Valley Technical and Vocational College  
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4.	 <p>James Bor Bsc Computer Science</p>	Registrar
5.	 <p>Victor Kibet Bsc Fashion Design and Textile Technology</p>	Dean of Students'
6.	 <p>Harrison K. Kiptilak CPA(KASNEB)</p>	Accountant

**5. Chairman's Statement**

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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It is my pleasure to present the Kerio Valley Technical and Vocational College Annual report and financial statement for the year ended 30<sup>th</sup> June 2023.

During the year under review the College registered low growth in enrolment of students. The Board employed more trainers to provide required manpower. The Board committed resources towards the provision of training materials, tools and equipment to ensure quality in training.

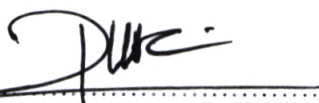
Capacity building and training of staff were conducted during the period. This will go a long way in transforming the approaches in management of college activities and service delivery to trainees.

I wish to thank the Government of Kenya for supporting TVET and making it attractive through scholarship, capitation, HELB facilities and provision of state of art training equipment. However, due to under funding of students capitation and delayed disbursement of students scholarship's, capitation and HELB loan 's college operations were affected and our appeal to the Government is to ensure that adequate funding are provided to TVET to ensure delivery of quality service.

Due to increased enrolment, the capacity of tuition facilities is currently strained. I therefore appeal to the Government to consider providing development grants for expansion of infrastructure to accommodate rising number of students and enhance access to training.

Finally, I thank all stakeholders for their continued support and we endeavour to make even greater strides in the coming years to achieve our vision.

Signature



Date

26/05/2025

**DR. PAUL C. SUTER.**  
**BOARD OF GOVERNORS CHAIRPERSON**

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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**6. Report of the Principal.**

I'm pleased to present the Annual report and financial statements for the year ending 30<sup>th</sup> June 2023. During the year, the college had a low student's enrollment and the management has put in place marketing strategies to market college programmes in the subsequent financial year. The college has improved on its service capacity through recruitment of more trainers employed by the Board of Governors and Public service Commission. During the year under review, the college received **Kshs.9,777,180** from the following sources. Students' fees (**A in A**) **Ksh.4,772,180** and **Kshs. 5,005,000** from GOK student capitation and total expenditure stood at **Kshs. 7,784,352** resulting to a surplus of **Kshs. 1,992,828**. The surplus is attributed to the low student's enrollment during the financial year and under funding of students' capitation hence affecting college operations and implementation of college programmes. I wish to extend my appreciation to students for exhibiting good behaviour and discipline.

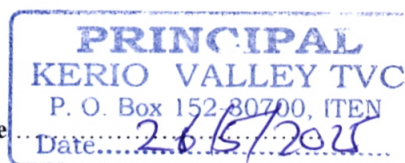
I also appreciate the Board of Governors for providing the strategic leadership as well as staff for their commitment to providing service. In conclusion I wish to thank all stake holders for their support during the period.

Signature .....



**MR. JOHNSTONE LOBILLAGHAN**  
**PRINCIPAL/BOG SECRETARY.**

Date .....



**Kerio Valley Technical and Vocational College**  
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**7. Statement of Performance against Predetermined Objectives**

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

Kerio valley technical and vocational college has 8 strategic areas and objectives within current Strategic Plan for the FY 2020/2021 -2024/2025. These strategic areas are follows:

- 1) Training;
- 2) Infrastructure and Development;
- 3) Governance and Human Resource;
- 4) Financial Stewardship and Sustainability;
- 5) ICT Integration;
- 6) Research, Innovation and Enterprise;
- 7) Collaborations and Partnerships; and
- 8) Students Welfare.

The institute develops its annual work plans based on the above 8 areas. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. The institute achieved its performance targets set for the FY 2021/2022 period for its 8 strategic areas, as indicated in the diagram below:

Strategic Areas 1: (Training )	Output/activit y	quarterly budget estimates –Ksh '000,000'					Implementer
		Q1	Q2	Q3	Q4	TOTAL	
SWOT analysis of programmes	Relevance of training programmes	0.3175	0.3175	0.3175	0.3175	1.27	Principal
Set up academic review committee	Relevance of CBET programmes	0.3175	0.3175	0.3175	0.3175	1.27	Principal
Labour needs assessment	CBET training	0.3175	0.3175	0.3175	0.3175	1.27	Principal
Induct trainers on CBET curriculum	Quality training	0.3175	0.3175	0.3175	0.3175	1.27	Principal
Increases CBET courses	CBET programmes	0.0675	0.0675	0.0675	0.0675	0.27	Principal
Application to TVETA for registration and accreditation of CBET courses	Accreditation of CBET programmes	0.0675	0.0675	0.0675	0.0675	0.27	Principal
Establish CBET implementation committee	Monitoring evaluation and reporting	0.0675	0.0675	0.0675	0.0675	0.27	Principal
Implement developed curriculum	Quality up	0.0675	0.0675	0.0675	0.0675	0.27	Principal
Upgrade staff skills	Quality training	1.05	1.05	1.05	1.05	4.2	Principal
Attachment of	Quality	0.95	0.95	0.95	0.95	3.8	Principal, ILO

**Kerio Valley Technical and Vocational College  
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trainers to industry	training						
Acquiring and equipping the institute with adequate and modern learning facilities	Quality training	6.465	6.465	6.465	6.465	25.86	Principal, HoDs
Improve students enrolment from current 161 to 500 plus	Credible marketing to improve students enrolment	0.275	0.275	0.275	0.275	1.1	Principal ,Registrar, HoDs
<b>Sub total</b>		<b>10.28</b>	<b>10.28</b>	<b>10.28</b>	<b>10.28</b>	<b>41.12</b>	
<b>Strategic Area 2: Infrastructure Development</b>							
Renovation of institute facilities , upgrading the gate	Corporate image	0.5	0.5	0.5	0.5	2	Principal
Construction of three workshops , 10 classrooms	Quality of training	0.75	0.75	0.75	0.75	3	Principal, BOG
Equipped the three workshops with modern training facilities	Safety and quality learning	2.755	2.755	2.755	2.755	11.02	Principal
Construct a multipurpose hall	Quality training	11.19	11.19	11.19	11.19	44.76	Principal
Construct two lecture halls installed with projectors or smart boards	Quality training	2.5	2.5	2.5	2.5	10	Principal
Construct two hostels for trainees	Residential purposes	2	2	2	2	8	Principal
Improving ICT infrastructure in the institute	Quality training and service delivery	0.371	0.371	0.371	0.371	1.485	Principal
Develop and implement a frame work or management of organization assets	Assets management	2.325	2.325	2.325	2.325	9.3	Principal ,BOG
Develop master plan on organization's infrastructure	Assets management	2.325	2.325	2.325	2.325	9.3	Principal
<b>Sub total</b>		<b>24.71625</b>	<b>21.71625</b>	<b>21.71625</b>	<b>21.71625</b>	<b>98.865</b>	
<b>Strategic Area 3: Governance and</b>							

**Kerio Valley Technical and Vocational College  
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<b>Human Resource</b>							
Reviewing the human policy to align to PSC	Staff welfare	0.03	0.03	0.03	0.03	0.12	Principal
Induct new Board members	Quality services	0.32	0.32	0.32	0.32	1.28	Principal/BOG
Train new members on corporate governance	Good corporate governance	0.32	0.32	0.32	0.32	1.28	Principal
Train management on strategic leadership	Good corporate governance	0.32	0.32	0.32	0.32	1.28	Principal,BOG
Induct new students' council members	Good leadership	0.32	0.32	0.32	0.32	1.28	Principal
Train students' council on leadership skills	Charismatic leadership	0.32	0.32	0.32	0.32	1.28	Principal
Conduct regular team building activities	Improve service delivery	0.32	0.32	0.32	0.32	1.28	Principal
Develop succession plans for Board of governors and students' council	Performance management	0.2	0.2	0.2	0.2	0.8	Principal
Competitive recruitment and promotion of staff on merit, retain and reward high quality workforce and also implement recognition and rewards scheme package	Competent human resource	6.75	6.75	6.75	6.75	27	Principal ,BOG
Regular review of terms and conditions of service	Staff welfare	0.1	0.1	0.1	0.1	0.4	Principal,BOG
Continuous investment in staff development	Staff development	0.675	0.675	0.675	0.675	2.7	Principal
Strengthening performance review and appraisal support system	Performance management	0.325	0.325	0.325	0.325	1.3	Principal
Promote quality and respect for diversity through appropriate leadership culture	Gender mainstreaming	0.05	0.05	0.05	0.05	0.2	Principal
Enhance staff feedback improvement systems	Quality services	0.0675	0.0675	0.0675	0.0675	0.27	Principal,HoDS

**Kerio Valley Technical and Vocational College**  
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to determine satisfaction levels							
To improve governance systems by implementing existing ISO standards and QMS	Efficiency of ISO operations	0.30725	0.30725	0.30725	0.30725	1.229	Principal,BOG
To build and improve capabilities of the institute to effectively manage risks within its operations	Safety and security	0.115	0.115	0.115	0.115	0.46	Principal,BOG
To strengthen corporate affairs and communication	Collaborations and partnerships	0.0675	0.0675	0.0675	0.0675	0.27	Principal,BOG,Registrar
Enhance effective KVTTI security services	Improve security	0.045	0.045	0.045	0.045	0.18	Principal,BOG
<b>Sub total</b>		<b>10.65225</b>	<b>10.65225</b>	<b>10.65225</b>	<b>10.65225</b>	<b>42.609</b>	
<b>Strategic Area 4: Financial Stewardship and Sustainability</b>							
Increasing and strengthening revenue streams	Increased revenue	0.7875	0.7875	0.7875	0.7875	3.15	Principal,BOG,FO
Mainstreaming consultancy services and activities of the institute	Research and extension	0.018	0.018	0.018	0.018	0.09	Principal,FO,HoDs
Enhancing efficiency in utilization of resources	Financial management perspective	0.045	0.045	0.045	0.045	0.18	Principal,BOG,FO
Ensuring and strengthening internal systems for transparency and accountability of financial sustainability by procuring necessary resources and appropriate allocation	Accountability and transparency	0.37	0.37	0.37	0.37	1.85	Principal,BOG,FO
Increasing donor funding	Revenue generation	0.0125	0.0125	0.0125	0.0125	0.05	Principal
To support and maintain a strong internal audit unit	Effective internal audits	0.0125	0.0125	0.0125	0.0125	0.05	Principal,BOG,Auditor,FO
To strengthen the procurement and	Efficient procurement	0.0125	0.0125	0.0125	0.0125	0.05	Principal,BOG

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

supplies system							
Investing in Green energy and farm productivity	Green energy	0.2208	0.2208	0.2208	0.2208	1.104	Principal,
<b>Sub total</b>		<b>1.631</b>	<b>1.631</b>	<b>1.631</b>	<b>1.631</b>	<b>6.524</b>	
<b>Strategic Area 5: ICT Integration</b>							
To upgrade infrastructural facilities so as to correspond to the training standards	Improvement in use of technology	0.7875	0.7875	0.7875	0.7875	3.15	Principal, HoDs, B OG
<b>Sub total</b>		<b>0.7875</b>	<b>0.7875</b>	<b>0.7875</b>	<b>0.7875</b>	<b>3.15</b>	
<b>Strategic Area 6: Research, Innovation and Enterprise</b>							
Developing and implementing appropriate research and extension programmes	Research	0.18	0.18	0.18	0.18	0.72	Principal, HoDs
Promoting , dissemination of research outputs through extension	Research and innovation	0.34	0.34	0.34	0.34	1.36	Principal, HoDs
<b>Sub total</b>		<b>0.52</b>	<b>0.52</b>	<b>0.52</b>	<b>0.52</b>	<b>2.08</b>	
<b>Strategic Area 7: Collaborations and Partnerships</b>							
To ensure and foster effective partnerships and linkages with the institute to promote strategic collaboration and linkages with industry and other institutions	Indicators	1.065	1.065	1.065	1.065	4.257	Principal ,BOG
<b>Sub total</b>		<b>1.065</b>	<b>1.065</b>	<b>1.065</b>	<b>1.065</b>	<b>4.257</b>	
<b>Strategic Area 8: Students Welfare</b>							
Constitute office of career services (OCS) to document students' issues	Students welfare	0.421	0.421	0.421	0.421	1.684	Principal
Expose and promote talents by enhancing and strengthening co-curricular activities	Students welfare	0.9165	0.9165	0.9165	0.9165	3.666	Principal
Promote the health of	Students	0.4215	0.4215	0.4215	0.4215	1.686	Principal, BOG

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students by establishing and operational medical clinic	welfare						
Promote HIV/AIDS and malaria prevention and support programmes	Students welfare	0.0225	0.0225	0.0225	0.0225	0.09	Principal
<b>Sub total</b>		<b>1.7815</b>	<b>1.7815</b>	<b>1.7815</b>	<b>1.7815</b>	<b>7.126</b>	

## **8. Corporate Governance Statement**

### **APPOINTMENT OF BOARD**

The Chairman and Members of the Board were appointed by the Cabinet Secretary of Education on **March 2020** for a **3-year term**.

### **INDUCTION AND TRAINING OF THE BOARD**

During the year in review, the Board had no training due to financial challenges.

### **CORPORATE GOVERNANCE**

During the year under review, Members of the Board committed themselves to the service of Kerio Valley Technical and Vocational College and upheld the tenets of good corporate Governance by being transparent, accountable, persons of integrity, socially responsive, promoted excellence and exercised fairness in all dealings.

### **ROLE AND FUNCTIONS OF THE BOARD OF GOVERNORS.**

During the year in review the Board held a total of 1 meetings. The meetings consisted one scheduled meeting every quarter. The following are functions of the Board of Governors as stipulated in the TVET Act 2013 Section 29

- a) Overseeing the conduct of education and training in the institution in accordance to the Act and other written laws
- b) Promoting and maintaining standards, quality and relevance in education and training in the institution
- c) Administering and managing the property of the institution
- d) Developing and implementing the institutions' strategic plan
- e) Preparing annual estimates of revenue and expenditure for the institution incurring expenditure on behalf of the institution,
- f) Receiving on behalf of the institution, fees, grants, subscriptions donations, bequests or other monies and make disbursements to the institution or other bodies or persons
- g) Determining the fees payable and prescribing conditions under which fees may be remitted in part or in whole in accordance with the guidelines developed under the provisions of the TVET Act.
- h) Mobilizing resources for the institution
- i) Developing and reviewing programmes for training and to make representations thereon to the TVETA Board

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- j) Regulating the admission and exclusion of students from the institution, subject to a qualification framework and the provisions of the TVET Act
- k) Approving collaboration or association with other institutions and industries in and outside Kenya subject to prior approval by TVETA board
- l) Determining terms and conditions of support staff, trainers and instructors and remunerating the staff of the institution in consultation with TVETA
- m) Making regulations governing organization, conduct and discipline of staff and students.
- n) Preparing comprehensive annual reports on all areas of their mandate, including education and training services and submitting the same to TVET Board
- o) Providing for welfare of students and staff of the institution
- p) Encouraging, nurturing and promoting democratic culture, dialogue and tolerance in institution
- q) Discharging all functions conferred upon it by the Act or any other written Law.

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**9. Management Discussion and Analysis**

The college closed the year with a surplus of Kshs. 1,992,828 compared to previous financial year FY 2021/2022 which college had a surplus of Kshs.414,379.

**Major risk facing the college.**

In the financial year under review the college faced the following challenges in service delivery to the students,

- i. Underfunding of MOE capitation leading to delayed service delivery and meeting college financial
- ii. Due to the insecurity around the college the college had a low trainee's enrolment.
- iii. Delayed disbursement of student's loans and scholarships has impacted negatively on fees collections and therefore huge arrears

**Project implemented by the College.**

No projects implemented by the College.

**10. Environmental And Sustainability Reporting Statement**

**1. Sustainability strategy and profile**

The Principal intends to undertake other income generating activities to generate more income and also put in place strategies to minimize the costs of college operations as well as doing marketing of college programme to increase the number of trainees.

**2. Environmental performance**

During the year under review, the College participated in trees planting The aim was to educate students on importance of environmental conservation.

**3. Employee welfare**

The college also intends to carry out occupational health and safety Audit of college workplace to ensure staff safety in workplace.

**4. Market place practices**

The college always meets its financial obligations on time by timely payment of suppliers and honouring contracts, practicing good competitions in terms of marketing of college programmes with its competitors. Due to the insecurity in the region there is low students enrollment.

**5. Community Engagements**

The College conducted trees planting exercise at the college grounds and distributed seedlings to the community during the world environment day

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**11. Report of the Council/Board of Governors**

The Board members submit their report together with the audited financial statements for the year ended June 30, 2023, which show the state of the Kerio Valley TVC affairs.

**Principal activities**

The principal activities of the institute are to offer high quality technical training, carry out innovative research and community outreach programmes for sustainable social-economic development. Promote and adopt principle of good governance and achieve high service delivery work

**Results**

The results of the entity for the year ended June 30 are set out on page 1 to 7.

**Board of Governors**

The members of the Board who served during the year are shown on page XI. During the year no director retired/ resigned.

**Auditors**

The Auditor General is responsible for the statutory audit of the Kerio Valley TVC in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015.

By Order of the Board

.....  
**Secretary of the Board/Council**  
**Nairobi**  
**Date:**

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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

Section 81 of the Public Finance Management Act, 2012 and section 14 of the State Corporations Act, and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013 require the Board members to prepare financial statements in respect of Kerio Valley TVC, which give a true and fair view of the state of affairs of Kerio Valley TVC at the end of the financial year/period and the operating results of the Kerio Valley TVC for that year/period. The Board members are also required to ensure that Kerio Valley TVC keeps proper accounting records which disclose with reasonable accuracy the financial position of the Kerio Valley TVC. The Board members are also responsible for safeguarding the assets of Kerio Valley TVC.

The Board members are responsible for the preparation and presentation of Kerio Valley TVC's financial statements, which give a true and fair view of the state of affairs of Kerio Valley TVC for and as at the end of the financial year (period) ended on June 30, 2023. 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 Kerio Valley TVC, (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 Kerio Valley TVC, (v) selecting and applying appropriate accounting policies, and (vi) making accounting estimates that are reasonable in the circumstances.

The Board members accept responsibility of Kerio Valley TVC's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the State Corporations Act, and the TVET Ac 2023 – entities should quote applicable legislation as indicated under. The Board members are of the opinion that Kerio Valley TVC's financial statements give a true and fair view of the state of Kerio Valley TVC's transactions during the financial year ended June 30, 2023, and of the Kerio Valley TVC's financial position as at that date. The Board members further confirm the completeness of the accounting records maintained for Kerio Valley TVC, which have been relied upon in the preparation of the Kerio Valley TVC's financial statements as well as the adequacy of the systems of internal financial control.

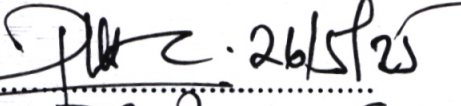
In preparing the financial statements, the Principal has assessed the college ability to continue as a going concern. Nothing has come to the attention of the Board members to indicate that the college will not remain a going concern for at least the next twelve months from the date of this statement.

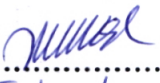
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**Approval of the financial statements**

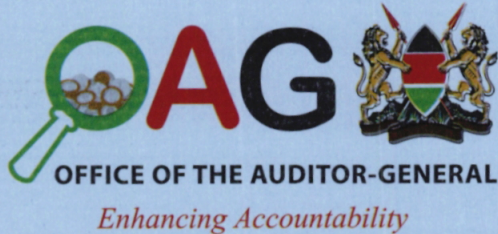
The Kerio Valley TVC financial statements were approved by the Board on 26/5/2025  
2023 and signed on its behalf by:

  
.....  
Name **DR. PAUL C. SUTTON**  
Chairperson of the Board

  
.....  
Name **Johnstone Lobillagosa**  
Accounting Officer/Principal

**PRINCIPAL**  
**KERIO VALLEY TVC**  
P. O. Box 182 20700, ITEN  
Date: 26/5/2025

# REPUBLIC OF KENYA



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

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

## **REPORT OF THE AUDITOR-GENERAL ON KERIO VALLEY TECHNICAL AND VOCATIONAL COLLEGE FOR THE YEAR ENDED 30 JUNE, 2023**

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### **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 Kerio Valley Technical and Vocational College set out on pages 1 to 53, which comprise of the statement of financial

position as at 30 June, 2023 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the 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 Kerio Valley Technical and Vocational College as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management Act, 2012 and the Technical and Vocational Education and Training Act, 2013.

### **Basis for Qualified Opinion**

#### **1. Unsupported Revenue from Exchange Transactions**

The statement of financial performance reflects total revenue from exchange transactions of Kshs.4,772,180 relating to rendering of service - fees from students as disclosed in Note 10 to the financial statements. However, the supporting schedule did not disclose the details of the respective students' names, admission numbers, courses, and year of study.

In the circumstances, the accuracy, completeness, and validity of revenue from exchange transactions of Kshs.4,772,180 could not be confirmed.

#### **2. Unsupported Board Expenses**

The statement of financial performance reflects board expenses of Kshs.180,500 as disclosed in Note 17 to the financial statements. However, minutes of the Board meetings and attendance registers supporting the meeting and expenditure were not provided for review.

In the circumstances, the accuracy, completeness, and validity of board expenses of Kshs.180,500 could not be confirmed.

#### **3. Inaccuracies in Cash and Cash Equivalents**

The statement of financial position reflects cash and cash equivalents balance of Kshs.1,508,776 which is made up of bank balance of Kshs.1,412,776 and cash in hand of Kshs.96,000 as disclosed in Note 26(a) to the financial statements. However, it was

noted that the reported bank balance of Kshs.1,412,776 was as per the certificate of bank balance. The cash book balance was Kshs.1,441,034 resulting to a variance of Kshs.28,258. Further, the cash in hand balance of Kshs.96,000 was not supported with the board of survey report.

In the circumstances, the accuracy of the cash and cash equivalents balance of Kshs1,508,776 could not be confirmed.

#### **4. Unsupported Employees Costs**

The statement of financial performance reflects employee costs of Kshs.2,281,500 as disclosed in Note 16 to the financial statements. However, copies of contracts, appointment letters and documentation relating to the entire employment process were not provided for audit review.

In the circumstances, the accuracy of employees cost of Kshs. 2, 281,500 could not be confirmed.

#### **5. Unsupported Current Portion of Receivables from Exchange Transactions**

The statement of financial position reflects current portion of receivable from exchange transactions balance of Kshs. 2,854,707 as disclosed in Note 27(a) to the financial statements. However, Management did not provide a detailed schedule of student debtors indicating the identities of student debtors, amounts owed per student debtor, a schedule supporting movement of student debtor balances from opening balances of Kshs. 2,002,594 to the closing balances of Kshs. 2,854,707. In addition, ageing analysis was not provided for audit review.

In the circumstances, the accuracy and completeness of current portion of receivables from exchange transactions balance of Kshs. 2,854,707 could not be confirmed.

#### **6. Inaccuracies in Property, Plant and Equipment**

The statement of financial position reflects Nil balance for property, plant and equipment as disclosed in Note 31 to the financial statements. However, the College stands on land which is 92 acres according to the background information in the financial statements and has buildings, furniture and equipment. These assets have not been recognized in the financial statements. Further, Management did not maintain an assets register. prepayments.

In the circumstances, the accuracy of Property, Plant and Equipment Nil balance could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Kerio Valley Technical and Vocational 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 receipts budget and actual on comparable basis amounts of Kshs.13,944,975 and Kshs.9,777,180 respectively resulting to an under-funding of Kshs.4,167,795 or 30% of the budget. Similarly, the College incurred a recurrent total expenditure of Kshs.7,784,352 against actual receipts of Kshs.9,777,180 resulting to an under expenditure of Kshs.1,992,828 or 20% of the actual receipts.

The underfunding and under absorption affected the planned activities and may have impacted negatively on service delivery.

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 matter described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

## **Other Information**

The Board of Governors are responsible for the other information set out on pages iii to xxviii which comprise of Acronyms and Glossary of Terms, Key Information and Management, Board of Governors, Key Management Team, Chairman's Statement, Report of the Chief Principal, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting Statement, Report of the Governors and Statement of Board of Governors Responsibilities .The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Institute'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 effects of the matter 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**

#### **Irregularities in Procurement of Teaching and Learning Materials**

The statement of financial performance reflects use of goods and services of Kshs.3,401,741 which includes teaching and learning material amounting to Kshs.1,465,892 that was procured from various services provider as disclosed in Note 15 to the financial statements. However, a pre-qualified list of suppliers was not provided for audit verification. Further, the approved procurement plan and approved budget was not

provided for audit review. This is contrary to Section 57(1) of the Public Procurement and Asset Disposal Act, 2015, which states that the head of the procurement function of a procuring entity shall maintain and update lists of registered suppliers, contractors and consultants in the categories of goods, works or services according to its procurement needs. Further, Section 53(2) of the Act requires the accounting officers to prepare annual procurement plan within the approved budget.

In the circumstances, 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 Imprest Register**

During the year under review the College did not maintain an imprest register for ease of managing and controlling of imprests. Therefore, it was not possible to ascertain imprests issued and outstanding imprest during the year. This was contrary to Regulation 93(4)(c) of the Public Finance Management Regulations, 2015(c) which provides that the applicant should be recorded in the imprest register including the amount applied for.

In the circumstances, there was poor internal controls over management of imprest.

### **2. Lack of Internal Audit and a Functional Audit Committee**

The audit team noted that the College had not established an Internal Audit function and a functional Audit Committee of the Board. This was contrary to Section 73(1) of the Public Finance Management Act, 2012 which provides for the establishment of the internal audit function and an Audit Committee of the Board. Therefore, the College did not benefit from the assurance and advisory services from the internal audit function as well as oversight from the Audit Committee.

In the circumstances, the effectiveness of internal controls and governance could not be confirmed.

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

## **Responsibilities of the Management and Board of Governors**

The 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 the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

In preparing the financial statements, the Management is responsible for assessing the Institute's ability to continue to sustain services, disclosing, as applicable, matters related

to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to close the Institute or cease operations.

The 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, the 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 Institute'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**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists,


I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the College to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Institute to express an opinion on the financial statements.

- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
FCPA Nancy Gathungu, SBS  
AUDITOR-GENERAL

Nairobi

12 June, 2025

**Kerio Valley Technical Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

**14. Statement of Financial Performance For The Year Ended 30 June 2023**

	Notes	June 2023	June 2022
		Kshs	Kshs
<b>Revenue from non-Exchange transactions</b>			
Transfers from other National Government entities	6	5,005,000	2,697,500
Grants from donors and development partners	7	-	-
Transfers from other levels of government	8	-	-
Public contributions and donations	9	-	-
		-	-
<b>Revenue from Exchange transactions</b>			
Rendering of services- fees from students	10	4,772,180	3,666,120
Sale of goods	11	-	-
Rental revenue from facilities and equipment	12	-	-
Finance income	13	-	-
Miscellaneous income	14	-	-
<b>Revenue from Exchange transactions</b>		<b>4,772,180</b>	<b>3,666,120</b>
<b>Total Revenue</b>		<b>9,777,180</b>	<b>6,363,620</b>
<b>Expenses</b>			
Use of goods and services	15	4,056,027	3,401,741
Employee costs	16	3,547,825	2,281,500
Board /Council Expenses	17	180,500	266,000
Depreciation and amortization expense	18	-	-
Repairs and maintenance	19	-	-
Contracted services	20	-	-
Grants and subsidies	21	-	-
Finance costs	22	-	-
<b>Total Expenses</b>		<b>7,784,352</b>	<b>5,949,241</b>
<b>Other Gains/(Losses)</b>			
Gain on sale of assets	23	-	-
Gain/ Loss on fair value of investments	24	-	-
Impairment loss	25	-	-
<b>Total Other Gains/(Losses)</b>		<b>-</b>	<b>-</b>
<b>Net surplus/(deficit) for the year</b>		<b>1,992,828</b>	<b>414,379</b>

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

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

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*DR. PAUL C. SUTTER*

Chairman of Council/Board

Date *26/5/2024*

*HARRISON K. KIPTILAK*

Finance Officer

ICPAK No

Date *26/05/2025*

*Johnstone*

Principal *Johnstone LoSullaslan*

Date

**PRINCIPAL**  
**KERIO VALLEY TVC**  
P. O. Box 152-30700, ITEN  
Date: *26/5/2025*

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023.**

**15. Statement of Financial Position As At 30th June 2023**

Description	Notes	June 2023	June 2022
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	26	1,508,776	514,259
Current portion of receivables from exchange transactions	27(a)	2,854,705	2,002,594
Receivables from non-exchange transactions	28	-	-
Inventories	29	-	-
Investments in financial assets	30	-	-
<b>Total Current Assets</b>		<b>4,363,483</b>	<b>2,516,853</b>
<b>Non-Current Assets</b>			
Long term receivables from exchange transactions	27(b)	-	-
Investments	30	-	-
Property, plant, and equipment	31	-	-
Intangible assets	32	-	-
Investment property	33	-	-
Biological Assets	34	-	-
<b>Total Non-Current Assets</b>		<b>-</b>	<b>-</b>
<b>Total Assets</b>		<b>4,363,483</b>	<b>2,516,853</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables from exchange transactions	35	-	-
Refundable deposits from customers	36	179,000	136,000
Current provisions	37	-	-
Finance lease obligation	38	-	-
Deferred income	39	-	-
Employee benefit obligation	40	-	-
Payments received in advance	41	1,058,321	1,247,519
Current portion of borrowings	43	-	-
Social Benefits	45	-	-
<b>Total Current Liabilities</b>		<b>1,237,321</b>	<b>1,383,519</b>
<b>Non-Current Liabilities</b>			

**Kerio Valley Technical and Vocational College  
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Description	Notes	June 2023	June 2022
		K'hs	K'hs
Finance lease obligation	38	-	-
Deferred income	39	-	-
Non-Current Employee Benefit Obligation	40	-	-
Non-Current Provisions	42	-	-
Non- Current Borrowings	43	-	-
Service Concession Liability	44	-	-
Social benefits	45	-	-
<b>Total non- current liabilities</b>		-	-
<b>Total Liabilities</b>		<b>1,237,321</b>	<b>1,383,519</b>
<b>Net Assets</b>		<b>3,126,162</b>	<b>1,133,334</b>
Revaluation Reserves		-	-
Accumulated Surplus		3,126,162	1,133,334
Capital Fund		-	-
<b>Total Net Assets and Liabilities</b>		<b>3,126,162</b>	<b>1,113,334</b>

The Financial Statements set out on pages 1 to 8 were signed by:

*DR. PAUL C. SUTHER*  
 Chairman of Board  
 Date *26/5/2025*

*HARRISON M. KIPTILAK*  
 Finance Officer  
 ICPAK No  
 Date *26/05/2025*

*Johnstone Lobikwala*  
 Principal  
 Date *26/5/2025*

**PRINCIPAL  
 KERIO VALLEY TVC  
 P. O. Box 15230700, NEN  
 Date...**

**Kerio Valley Technical Vocational College  
Annual Report and Financial Statements for the year ended 30th June 2023.**

**16. Statement of Changes in Net Asset For The Year Ended 30 June 2023**

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
<b>At July 1, 2021</b>	-	<b>718,955</b>	-	<b>718,955</b>
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	<b>414,379</b>	-	<b>414,379</b>
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	-	-
<b>At June 30, 2022</b>	-	<b>1,133,334</b>	-	<b>1,133,334</b>
<b>At July 1, 2022</b>	-	<b>1,133,334</b>	-	<b>1,133,334</b>
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	<b>1,992,828</b>	-	<b>1,992,828</b>
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	-	-
<b>At June 30, 2023</b>	-	<b>3,126,162</b>	-	<b>3,126,162</b>

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**17. Statement of Cash Flows For The Year Ended 30 June 2023**

Description	Note	June 2023	June 2022
		Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from other National Government entities		5,005,000	2,697,500.00
Grants from donors and development partners		-	-
Transfers from other levels of government		-	-
Public contributions and donations		-	-
Rendering of services- fees from students		3,773,869	3,253,420.00
Sale of goods		-	-
Rental revenue from facilities and equipment		-	-
Finance income		-	-
Miscellaneous income		-	-
<b>Total Receipts</b>		<b>8,778,869</b>	<b>5,950,920</b>
<b>Payments</b>			
Use of goods and services		3,547,825	2,281,500.00
Employee costs		4,056,027	3,401,741.00
Board /Council Expenses		180,500	266,000.00
Repairs and maintenance		-	-
Contracted services		-	-
Grants and subsidies		-	-
<b>Total Payments</b>		<b>7,784,352</b>	<b>5,949,241</b>
<b>Net Cash Flows from operating activities</b>	46	<b>994,517</b>	<b>1,679</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant, equipment and intangible assets		-	-
Proceeds from sale of property, plant and equipment		-	-
<b>Net cash flows used in investing activities</b>		<b>-</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
Proceeds From Borrowing		-	-
Repayment Of Borrowings		-	-
<b>Net cash flows used in financing activities</b>		<b>-</b>	<b>-</b>
<b>Net Increase in Cash and Cash equivalents</b>		<b>994,517</b>	<b>1,679</b>
Cash and Cash equivalents at 1 <sup>st</sup> July 2022	26	514,259	512,580
<b>Cash and Cash equivalents at 30 June 2023</b>	26	<b>1,508,776</b>	<b>514,259</b>

**Kerio Valley Technical Vocational College**  
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**18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2023**

	<b>Original budget</b>	<b>Adjustments</b>	<b>Final Budget</b>	<b>Actual on comparable basis</b>	<b>% of utilization</b>
<b>Revenue</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
Transfers from national government recurrent grants	6,000,000	-	6,000,000	5,005,000	83
Transfer from Govt for mentoring institutions	-	-	-	-	-
Transfers from national government development grants	-	-	-	-	-
Rendering of services- Fees from students	7,944,975	-	7,944,975	4,772,180	60
<b>Total income</b>	<b>13,944,975</b>	<b>-</b>	<b>13,944,975</b>	<b>9,777,180</b>	<b>70</b>
<b>Expenses</b>					
Use of Goods and Services	9,683,975	-	9,683,975	4,056,027	42
Compensation of Employees	3,661,000	-	3,661,000	3,547,825	97
Remuneration of Directors	600,000		600,000	180,500	30
Repairs and Maintenance		-	-	-	-
Property Plant and Equipment	-	-	-	-	-
General expenses	-	-	-	-	-
Provision for depreciation	-	-	-	-	-
Contracted services-	-	-	-	-	-
<b>Total expenditure</b>	<b>13,944,975</b>	<b>-</b>	<b>13,944,975</b>	<b>7,784,352</b>	
<b>Surplus for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,992,828</b>	

**19. Notes to the Financial Statements**

**1. General Information**

Kerio Valley TVC entity is established by and derives its authority and accountability from TVET Act 2013. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is to offer high quality technical training, carry out innovative research and community outreach programmes for sustainable social-economic development. Promote and adopt principle of good governance and achieve high service delivery work.

**2. Statement of Compliance and Basis of Preparation**

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgment in the process of applying the Kerio Valley TVC accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note xx. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Kerio Valley TVC. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, the TVET Act 2013, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

Notes to the Financial Statements (Continued)

3. Adoption of New and Revised Standards

i. Relevant new standards and amendments to published standards effective for the year ended 30 June 2023.

Standard	Effective date and impact:
<p><b>IPSAS 41: Financial Instruments</b></p>	<p><b>Applicable: 1<sup>st</sup> January 2023:</b> 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:</p> <ul style="list-style-type: none"> <li>• 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;</li> <li>• Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and</li> <li>• 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.</li> </ul>
<p><b>IPSAS 42: Social Benefits</b></p>	<p><b>Applicable: 1<sup>st</sup> January 2023</b> 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:</p> <ol style="list-style-type: none"> <li>(a) The nature of such social benefits provided by the Entity.</li> <li>(b) The key features of the operation of those social benefit schemes; and</li> <li>(c) The impact of such social benefits provided on the Entity's financial performance, financial position and cash flows.</li> </ol>
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p><b>Applicable: 1st January 2023:</b></p> <ol style="list-style-type: none"> <li>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.</li> <li>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</li> <li>c) Amendments to IPSAS 30, to update the guidance for accounting</li> </ol>

**Kerio Valley Technical and Vocational College  
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Standard	Effective date and impact:
	<p>for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued.</p> <p>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.</p>
Other improvements to IPSAS	<p><b>Applicable 1<sup>st</sup> January 2023</b></p> <ul style="list-style-type: none"> <li>• <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i> Amendments to refer to the latest System of National Accounts (SNA 2008).</li> <li>• <i>IPSAS 39: Employee Benefits.</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS.</li> <li>• <b>IPSAS 29: Financial instruments: Recognition and Measurement.</b> Standard no longer included in the 2023 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1<sup>st</sup> January 2023.</li> </ul>

**ii. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2023.**

Standard	Effective date and impact:
IPSAS 43	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>

**iii. Early adoption of standards**

Kerio Valley TVC did not early-adopt any new or amended standards in year 2023 the entity adopted standard.

**Summary of Significant Accounting Policies**

- a) Revenue recognition
- i) Revenue from non-exchange transactions

**Transfers from other government entities**

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that has been acquired using such funds.

- ii) Revenue from exchange transactions

**Rendering of services**

The entity recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

**Sale of goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably, and it is probable that the economic benefits or service potential associated with the transaction will flow to the entity.

**Interest income**

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

**Rental income**

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

**Notes to the Financial Statements (Continued)**

**4. Summary of Significant Accounting Policies (Continued)**

**b) Budget information**

The original budget for FY 2022/2023 was approved by the Board on -. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The entity's 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 cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page **xx** under section - of these financial statements.

**c) Taxes**

***Current income tax***

The entity is exempt from paying taxes as per first schedule of income tax **CAP 470**.

***Sales tax/ Value Added Tax***

Expenses and assets are recognized net of the amount of sales tax, except:

- When the sales tax incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the sales tax is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- When receivables and payables are stated with the amount of sales tax included.

The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statement of financial position.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**d) Investment property**

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition. Transfers are made to or from investment property only when there is a change in use.

**e) Property, plant and equipment**

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition or construction of the item of property appropriately according to the acronyms you use in your financial statements plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus, or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

**f) Leases**

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to the Entity. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The Entity also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Entity will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term. Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the Entity. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**g) Intangible assets**

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

**h) Research and development costs**

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

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

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

**i) Financial instruments**

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. *The entity does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. (amend as appropriate).* A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

***Financial assets***

***Classification***

The entity classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity or fair value through surplus and deficit on the basis of both the entity's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made irrevocable election at initial recognition for particular investments in equity instruments.

***Subsequent measurement***

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

***Amortized cost***

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

***Fair value through net assets/ equity***

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**Fair value through surplus or deficit**

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

**Trade and other receivables**

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year end.

**Impairment**

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in *Note xx*.

**Financial liabilities**

**Classification**

The entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

**j) Inventories**

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

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

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

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

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**Inventories (Continued)**

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

**k) Provisions**

Provisions are recognized when the *Entity* has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the *Entity* expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

***Contingent liabilities***

The *Entity* does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

***Contingent assets***

The *Entity* does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the *Entity* in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

**l) Social Benefits**

Social benefits are cash transfers provided to i) specific individuals and / or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The entity recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that the entity will incur in fulfilling the present obligations represented by the liability.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**m) Nature and purpose of reserves**

The Kerio Valley TVC creates and maintains reserves in terms of specific requirements

**n) Changes in accounting policies and estimates**

The Kerio Valley TVC recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

**o) Employee benefits**

**Retirement benefit plans**

The Kerio Valley TVC provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation

**p) Foreign currency transactions**

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. Trade creditors or debtors denominated in foreign currency are reported at the statement of financial position reporting date by applying the exchange rate on that date. Exchange differences arising from the settlement of creditors, or from the reporting of creditors at rates different from those at which they were initially recorded during the period, are recognized as income or expenses in the period in which they arise.

**q) Borrowing costs**

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment.

Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred.

**r) Related parties**

The Kerio Valley TVC regards a related party as a person or an entity with the ability to exert control individually or jointly or to exercise significant influence over the Entity, or vice versa.

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Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

**Notes to the Financial Statements (Continued)**

**Summary of Significant Accounting Policies (Continued)**

**s) Service concession arrangements**

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

**t) Cash and cash equivalents**

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

**u) Comparative figures**

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

**v) Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2023.

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**Notes to the Financial Statements (Continued)**

**5. Significant Judgments and Sources of Estimation Uncertainty**

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

**Estimates and assumptions.**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

**Useful lives and residual values**

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

- The condition of the asset based on the assessment of experts employed by the Entity.
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- The nature of the processes in which the asset is deployed.
- Availability of funding to replace the asset.
- Changes in the market in relation to the asset

**Provisions**

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note -.

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

**Kerio Valley Technical and Vocational College**  
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**Notes to the Financial Statements (Continued)**

**6. Transfers from other National Government entities**

Description	June 2023 Kshs	June 2022 Kshs
<b>Unconditional Grants</b>		
Capitation Grants	3,005,000	-
Operational Grant	2,000,000	2,697,500
Unconditional Development grants	-	-
Other Grants	-	-
<b>Total unconditional Grants</b>	-	-
<b>Conditional Grants amortised/ recognised in revenue</b>		
Library Grant	-	-
Hostels Grant	-	-
Administration Block Grant	-	-
Laboratory Grant	-	-
Learning Facilities Grant	-	-
Other Organizational Grants	-	-
<b>Total Government Grants and Subsidies</b>	<b>5,005,000</b>	<b>2,697,500</b>

**(a) Transfers from other Government entities (Categorized)**

Name of the Entity Sending The Grant	Amount recognised to Statement of Financial performance	Amount deferred under deferred income	Amount recognised in capital fund.	Total grant income during the year	June 2022
	Kshs	Kshs	Kshs	Kshs	Kshs
State Department of TVET	-	-	-	-	-
Ministry of education	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

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**Notes to the Financial Statements (Continued)**

**7. Grants from Donors and Development Partners**

Description	June 2023	June 2022
	Kshs	Kshs
JICA- Research Grant	-	-
World Bank Grants	-	-
In-Kind Donations	-	-
Donations transferred to revenue-conditions met	-	-
Other Grants (specify)	-	-
<b>Total Grants from Development Partners</b>	<b>-</b>	<b>-</b>

**(a) Reconciliations of grants from donors and development partners**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Balance unspent at beginning of year</b>	<b>-</b>	<b>-</b>
Current year receipts	-	-
Conditions Met - Transferred to Revenue	-	-
<b>Conditions Yet To Be Met - Remain Liabilities</b>	<b>-</b>	<b>-</b>

**8. Transfers from Other Levels of Government**

Description	June 2023	June 2022
	Kshs	Kshs
Transfer from County XX	-	-
Transfer from XX University	-	-
Transfer from XX Institute	-	-
<b>Total Transfers</b>	<b>-</b>	<b>-</b>

**9. Public Contributions and Donations**

Description	June 2023	June 2022
	Kshs	Kshs
Public Donations	-	-
Donations from Local Leadership	-	-
Donations from Religious Institutions	-	-
Donations from Alumni	-	-
Other Donations	-	-
<b>Total Donations and Contributions</b>	<b>-</b>	<b>-</b>

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023**

**Notes to the Financial Statements (Continued)**

**10. Rendering of Services**

Description	June 2023	June 2022
	Kshs	Kshs
Tuition Fees	2,269,004	1,723,936
Personal emoluments	965,705	733,720
Electricity Water and Conservancy	273,333	207,672
Local Transport and Travel	250,242	190,128
Repairs and Maintenance	153,045	116,280
Activity Fees	280,851	213,384
Medical	179,000	136,000
Industrial attachment	358,000	272,000
Registration fees	21,500	36,500
Others	-	-
<b>Total Revenue from The Rendering of Services</b>	<b>4,772,180</b>	<b>3,666,120</b>

**11. Sale of Goods**

Description	June 2023	June 2022
	Kshs	Kshs
Sale of Books	-	-
Sale of Publications	-	-
Sale of Farm Produce	-	-
Cafeteria sales	-	-
Other sales (specify)	-	-
<b>Total Revenue from Sale of Goods</b>	<b>-</b>	<b>-</b>

**12. Rental revenue from facilities and equipment**

Description	June 2023	June 2022
	Kshs	Kshs
Hire of Facilities and Equipment	-	-
Contingent Rentals	-	-
Operating Lease Revenue	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Kerio Valley Technical and Vocational College**  
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**Notes to the Financial Statements (Continued)**

**13. Finance Income**

Description	June 2023	June 2022
	Kshs	Kshs
Cash investments and fixed deposits	-	-
Interest income from treasury bills	-	-
Interest income from treasury bonds	-	-
Interest from outstanding debtors	-	-
<b>Total finance income</b>	<b>-</b>	<b>-</b>

**14. Miscellaneous Income**

Description	June 2023	June 2022
	Kshs	Kshs
Insurance recoveries	-	-
Consultancy fees	-	-
Income from sale of tender	-	-
Services concession income	-	-
Reimbursements and refunds	-	-
Graduation fees	-	-
Bad debts recovered	-	-
Income written back	-	-
Miscellaneous income ( <i>specify</i> )	-	-
<b>Total other income</b>	<b>-</b>	<b>-</b>

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023**  
**Notes To the Financial Statements (Continued)**

**15. Use of Goods and Services**

Description	June 2023	June 2022
	Kshs	Kshs
Repairs and maintenance	431,472	409,830
Local Transport and Travel	612,617	469,093
Administration Expenses	164,295	463,480
Bank charges	5,692	1,696
Electricity and Water Expenses	255,975	124,560
Tuition expenses	1,712,930	1,465,892
Internet	69,800	40,800
Postages	7,725	9,450
Industrial attachment expenses	21,661	4,200
Student I.D	-	76,860
Examination costs	749,110	333,560
Activity	24,750	2,320
Medical	-	-
<b>Total good and services</b>	<b>4,056,027</b>	<b>3,401,741</b>

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**Notes To the Financial Statements (Continued)**

**16. Employee Costs**

Description	June 2023	June 2022
	Kshs	Kshs
Salaries and wages	3,547,825	2,281,500
Employee related costs - contributions to pensions and medical aids	-	-
Travel, motor car, accommodation, subsistence and other allowances	-	-
Housing benefits and allowances	-	-
Overtime payments	-	-
Social contributions	-	-
<b>Employee Costs</b>	<b>3,547,825</b>	<b>2,281,500</b>

**17. Board/Council Expenses**

Description	June 2023	June 2022
	Kshs	Kshs
Chairman's Honoraria	-	-
Directors Emoluments	180,500	266,000
Other Allowances	-	-
Other Board/Council Expenses	-	-
<b>Total</b>	<b>180,500</b>	<b>266,000</b>

**18. Depreciation and Amortization expense**

Description	June 2023	June 2022
	Kshs	Kshs
Property, plant and equipment	-	-
Intangible assets	-	-
Investment property carried at cost	-	-
<b>Total depreciation and amortization</b>	<b>-</b>	<b>-</b>

**19. Repairs and Maintenance**

Description	June 2023	June 2022
	Kshs	Kshs
Property	-	-
Investment property – earning rentals	-	-
Equipment and machinery	-	-
Vehicles	-	-
Furniture and fittings	-	-
Computers and accessories	-	-
<b>Total Repairs and Maintenance</b>	<b>-</b>	<b>-</b>

**Kerio Valley Technical and Vocational College**  
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**Notes To the Financial Statements (Continued)**

**20. Contracted Services**

Description	June 2023	June 2022
	Kshs	Kshs
Actuarial valuations	-	-
Investment valuations	-	-
Property valuations	-	-
Other (specify)	-	-
<b>Total contracted services</b>	<b>-</b>	<b>-</b>

**21. Grants and Subsidies**

Description	June 2023	June 2022
	Kshs	Kshs
Community Development	-	-
Education Initiatives and Programs	-	-
Social Development	-	-
Social benefits expenses	-	-
Community Trust	-	-
Sporting Bodies	-	-
<b>Total Grants and Subsidies</b>	<b>-</b>	<b>-</b>

**22. Finance Costs**

Description	June 2023	June 2022
	Kshs	Kshs
Borrowings (Amortized Cost)*	-	-
Finance Leases (Amortized Cost)	-	-
Unwinding of Discount from lease liabilities	-	-
Interest on Bank Overdrafts	-	-
Interest on Loans from Commercial Banks	-	-
<b>Total Finance Costs</b>	<b>-</b>	<b>-</b>

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**Notes To the Financial Statements (Continued)**

**23. Gain On Sale of Assets**

Description	June 2023	June 2022
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
Other Assets not capitalised	-	-
<b>Total Gain On Sale of Assets</b>	<b>-</b>	<b>-</b>

**24. Gain/(loss) on Fair Value Investments**

Description	June 2023	June 2022
	Kshs	Kshs
Fair value on equity investments	-	-
Fair value arising from investment property	-	-
Fair value arising from biological assets	-	-
Fair value- other financial assets (specify)	-	-
<b>Total Gain</b>	<b>-</b>	<b>-</b>

**25. Impairment Loss**

Description	June 2023	June 2022
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
<b>Total Impairment Loss</b>	<b>-</b>	<b>-</b>

**26. Cash and Cash Equivalents**

Description	June 2023	June 2022
	Kshs	Kshs
Current Account	1,508,776	514,259
On - Call Deposits	-	-
Fixed Deposits Account	-	-
Staff Car Loan/ Mortgage	-	-
Others (Specify)	-	-
<b>Total Cash and Cash Equivalents</b>	<b>1,508,776</b>	<b>514,259</b>

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**Notes To The Financial Statements (Continued)**

**26 (a). Detailed Analysis of Cash and Cash equivalents**

Financial Institution	Account number	June 2023	June 2022
		Kshs	Kshs
<b>a) Current Account</b>			
Kenya Commercial Bank		1,412,776	514,259
Equity Bank, etc.		-	-
<b>Sub- Total</b>		-	-
<b>b) On - Call Deposits</b>			
Kenya Commercial Bank		-	-
Equity Bank – etc.		-	-
<b>Sub- Total</b>		-	-
<b>c) Fixed Deposits Account</b>			
Kenya Commercial Bank		-	-
Bank B		-	-
<b>Sub- Total</b>		-	-
<b>d) Staff Car Loan/ Mortgage</b>			
Kenya Commercial Bank		-	-
Bank B		-	-
<b>Sub- Total</b>		-	-
<b>e) Others(Specify)</b>			
Cash in Transit		-	-
Cash in Hand		96,000	
Mobile Money account		-	-
<b>Sub- Total</b>		-	-
<b>Grand Total</b>		<b>1,508,776</b>	<b>514,259</b>

**Kerio Valley Technical and Vocational College**  
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**Notes to the Financial Statements (Continued)**

**27. Receivables from Exchange transactions**

**27 (a) Current Receivables from Exchange transactions**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Current Receivables</b>		
Student Debtors	2,854,707	2,002,594
Rent Debtors	-	-
Consultancy Debtors	-	-
Other Exchange Debtors	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total Current Receivables</b>	<b>2,854,707</b>	<b>2,002,594</b>

**27 (b) Long-term Receivables from Exchange transactions**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Non-Current Receivables</b>		
Refundable Deposits	-	-
Advance Payments	-	-
Public Organizations	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total</b>	<b>-</b>	<b>-</b>
Current Portion Transferred To Current Receivables	(-)	(-)
<b>Total Non-Current Receivables</b>	<b>-</b>	<b>-</b>
<b>Total Receivables</b>	<b>-</b>	<b>-</b>

**27 (c) Ageing Analysis of Receivables from Exchange transactions**

Description	June 2023		June 2022	
	Kshs	% of total	Kshs	% of total
	<b>Current FY</b>	<b>% of total</b>	<b>Comparative FY</b>	<b>% of total</b>
Less than 1 year	-	-	-	-
Between 1- 2 years	2,854,704	100	2,002,594	100
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total (a+b)</b>	<b>2,854,704</b>	<b>100</b>	<b>2,002,594</b>	<b>100</b>

**Kerio Valley Technical and Vocational College**  
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**27 (d) Reconciliation for impairment Allowance on Receivables from Exchange Transactions**

Description	June 2023	June 2022
	Kshs	Kshs
At the beginning of the year	-	-
Provisions during the year	-	-
Recovered during the year	(-)	(-)
Write offs during the year	(-)	(-)
At the end of the year	-	-

**28. Receivables from Non-Exchange transactions**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Current Receivables</b>		
Capitation Grants*	-	-
Transfers from Other Govt. entities	-	-
Undisbursed Donor Funds	-	-
Other Debtors (Non-Exchange Transactions)	-	-
Less: Impairment Allowance	(-)	(-)
<b>Total Current Receivables</b>	-	-

**28 (a) Ageing Analysis on Receivables from Non-Exchange Transactions**

Description	June 2023		June 2022	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	-	%	-	%
Between 1- 2 years	-	%	-	%
Between 2-3 years	-	%	-	%
Over 3 years	-	%	-	%
<b>Total</b>	-	%	-	%

**Kerio Valley Technical and Vocational College**  
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**28 (b) Reconciliation for Impairment Allowance on Receivables from Non-Exchange Transactions**

Description	June 2023	June 2022
	Kshs	Kshs
At the beginning of the year	-	-
Additional provisions during the year	-	-
Recovered during the year	(-)	(-)
Written off during the year	(-)	(-)
At the end of the year	-	-

**29. Inventories**

Description	June 2023	June 2022
	Kshs	Kshs
Consumable stores	-	-
Maintenance stores	-	-
Health Unit stores	-	-
Electrical stores	-	-
Cleaning Materials stores	-	-
Catering stores	-	-
Less: Impairment allowance	-	-
<b>Total Inventories at lower of Cost and Net Realizable Value</b>	<b>-</b>	<b>-</b>

**Kerio Valley Technical and Vocational College**  
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**Notes to the Financial Statements (Continued)**

**30. Investments in financial assets**

Description	June 2023	June 2022
	Kshs	Kshs
<b>a) Investment in Treasury Bills and Bonds</b>		
<b>Financial Institution</b>		
CBK	-	-
CBK	-	-
<b>Sub- Total</b>	-	-
<b>b) Investment with Financial Institutions/ Banks</b>		
Bank X	-	-
Bank Y	-	-
<b>Sub- Total</b>	-	-
<b>c) Equity Investments (Specify)</b>		
Equity/ Shares in Company -	-	-
<b>Sub- Total</b>	-	-
<b>Grand Total</b>	-	-

**d) Shareholding in other entities**

For investments in equity share listed under note 30 (c) above, list down the equity investments under the following categories:

Name of Entity where Investment is Held	No of Shares				Fair Value of Shares	Fair Value of Shares
	Direct Shareholding	Indirect Shareholding	Effective Shareholding	Nominal Value of Shares	June 2023	Insert Comparative FY
	%	%	%	Kshs	Kshs	Kshs
Entity A	-	-	-	-	-	-
Entity B	-	-	-	-	-	-
	-	-	-	-	-	-

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**Notes to the Financial Statements (Continued)**

**31. Property, Plant and Equipment**

Cost	Land	Buildings	Motor vehicles	Furniture and fittings	Computers	Plant and equipment	Capital Work in Progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>At 1<sup>st</sup> July 2021</b>	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	(-)	(-)	-	-	(-)	-	(-)	(-)
Transfers/Adjustments	-	(-)	-	(-)	(-)	-	-	(-)
<b>At 30<sup>th</sup> June 2022</b>	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-
Disposals	(-)	-	-	-	(-)	-	(-)	(-)
Transfer/Adjustments	(-)	-	-	(-)	(-)	-	-	(-)
<b>At 30<sup>th</sup> June 2023</b>	-	-	-	-	-	-	-	-
<b>Depreciation And Impairment</b>								
<b>At 1 Jun 2021</b>	-	(-)	(-)	(-)	(-)	-	(-)	(-)
Depreciation	-	(-)	(-)	(-)	(-)	-	(-)	(-)
Disposals	-	-	-	-	-	-	-	-
Impairment	-	-	-	-	(-)	-	-	(-)
<b>At 30 Jun 2022</b>	-	-	-	-	-	-	-	-
Depreciation	-	(-)	(-)	-	(-)	(-)	(-)	(-)
Disposals	-	-	-	-	-	-	-	-
Impairment	-	(-)	-	-	(-)	-	-	(-)
Transfer/Adjustment	-	(-)	(-)	-	(-)	-	(-)	-
<b>At 30<sup>th</sup> Jun 2023</b>	-	-	-	-	-	-	-	-
<b>Net Book Values</b>								
<b>At 30<sup>th</sup> Jun 2022</b>	-	-	-	-	-	-	-	-
<b>At 30<sup>th</sup> Jun 2023</b>	-	-	-	-	-	-	-	-

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023**

**Notes to the Financial Statements (Continued)**

**Valuation**

As per National Treasury guidelines, Land and buildings have not been valued. The college have the following assets;

- i. 1 storey tuition block
- ii. 92 Acres piece of land.

**31 (b) Property, Plant and Equipment at Cost**

If the freehold land, buildings and other assets were stated on the historical cost basis the amounts would be as follows:

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	-	-	-
Buildings	-	-	-
Plant And Machinery	-	-	-
Motor Vehicles including Motorcycles	-	-	-
Computers and Related Equipment	-	-	-
Office Equipment, Furniture, And Fittings	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

**32. Intangible Assets**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Cost</b>		
<b>At beginning of the year</b>	-	-
Additions	-	-
<b>At end of the year</b>	-	-
Additions—internal development	-	-
<b>At end of the year</b>	-	-
<b>Amortization and impairment</b>		
<b>At beginning of the year</b>	-	-
Amortization	-	-
<b>At end of the year</b>	-	-
Impairment loss	-	-
<b>At end of the year</b>	-	-
<b>NBV</b>	<b>-</b>	<b>-</b>

**Kerio Valley Technical and Vocational College**  
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**Notes to the Financial Statements (Continued)**

**33. Investment Property**

Description	June 2023	June 2022
	Kshs	Kshs
<b>At beginning of the year</b>	-	-
Additions	-	-
Disposal during the year	(-)	(-)
Depreciation	(-)	(-)
Impairment	(-)	(-)
Gain or loss on fair value- if fair value is elected	-	-
<b>At end of the year</b>	-	-

**34. Biological Assets**

	June 2023	June 2022
	Kshs	Kshs
Cattle	-	-
Trees	-	-
Others (Specify)	-	-
<b>Total</b>	-	-

**35. Trade and Other Payables**

Description	June 2023		June 2022	
	Kshs		Kshs	
Trade payables	-		-	
Fees paid in advance	-		-	
Salary deductions	-		-	
Third-Party Payments	-		-	
Other Payables	-		-	
<b>Total Trade and Other Payables</b>	-		-	
<b>Ageing analysis:</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	-	%	-	-
1-2 years	-	%	-	-
2-3 years	-	%	-	-
Over 3 years	-	%	-	-
<b>Total (to tie to totals above)</b>	-	%	-	-

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**36. Refundable Deposits from Customers/Students**

Description	June 2023		June 2022	
	Kshs		Kshs	
Consumer deposits	-		-	
Caution money	179,000		136,000	
Other refundable deposits	-		-	
<b>Total Deposits</b>	<b>179,000</b>		<b>136,000</b>	
<b>Ageing analysis:</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	43,000	25	63,000	50
1-2 years	136,000	75	63,000	50
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total (to tie to totals deposits above)</b>	<b>179,000</b>	<b>100</b>	<b>136,000</b>	<b>100</b>

**37. Current Provisions**

Description	Leave provision	Bonus provision	Gratuity Provision	Other provision	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Balance at The Beginning of The Year</b>	-	-	-	<b>xx</b>	-
Additional Provisions	-	-	-	<b>xx</b>	-
Provision Utilised	(-)	(-)	(-)	(-)	(-)
Change Due To Discount And Time Value For Money	(-)	(-)	(-)	(-)	(-)
Transfers From Non -Current Provisions	-	-	-	<b>xx</b>	-
<b>Total Provisions</b>	-	-	-	<b>xx</b>	-

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**38. Finance Lease Obligation**

Description	June 2023	June 2022
	Kshs	Kshs
<b>At the start of the year</b>	-	-
Discount interest on Lease Liability	-	-
Paid during the year	(-)	(-)
<b>At end of the year</b>	-	-

**Maturity Analysis**

Period	Amount
	Kshs
Year 1	-
Year 2	-
Year 3	-
Year 4	-
Year 5 and Onwards	-
Less: Unearned Interest	(-)
<b>Total</b>	-

**Analysed as:**

Description	Amount
	Kshs
Current	-
Non- Current	-
<b>Total</b>	-

**39. Deferred Income**

Description	June 2023	June 2022
	Kshs	Kshs
National Government	-	-
International Funding Bodies	-	-
Public Contributions and Donations	-	-
<b>Total Deferred Income</b>	-	-

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**Notes to the Financial Statements (Continued)**

The deferred income movement is as follows:

Description	National government	International funders/donors	Public contributions and donations	Total
	Kshs	Kshs	Kshs	Kshs
Balance brought forward	-	-	-	-
Additions during the year	-	-	-	-
Transfers to capital fund	(-)	(-)	(-)	(-)
Transfers to income statement	(-)	(-)	(-)	(-)
Other transfers	(-)	(-)	(-)	(-)
Balance carried forward	-	-	-	-

Analysed as:

Description	Amount
	Kshs
Current	-
Non- Current	-
<b>Total</b>	<b>-</b>

**40. Employee Benefit Obligations**

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	June 2023	June 2022
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	-	-	-	-	-
Non-Current Benefit Obligation	-	-	-	-	-
<b>Total Employee Benefits Obligation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Retirement benefit Asset/ Liability**

The entity operates a defined benefit scheme for all full-time employees from July 1, 20xx. The scheme is administered by - while - are the custodians of the scheme. The scheme is based on - percentage of salary of an employee at the time of retirement.

An actuarial valuation to fulfil the financial reporting disclosure requirements of IPSAS 39 was carried out as at - June - by - actuarial valuers on this basis the present value of the defined benefit obligation and the related current service cost and past service cost were measured using the Projected Unit Credit Method. The principal assumptions used for the purposes of valuation are as follows:

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**Annual Report and Financial Statements for the year ended 30th June 2023**

Description	June 2023	June 2022
	Kshs	Kshs
Discount Rates	x%	x%
Future Salary Increases	x%	x%
Future Pension Increases	x%	x%
Mortality (Pre- Retirement)	x%	x%
Mortality (Post- Retirement)	x%	x%
Withdrawals	xx	xx
Ill Health	xx	xx
Retirement	xx years	xx years

**Recognition of Retirement Benefit Asset/ Liability**

- a) Amounts recognised under other gains/ Losses in the statement of Financial Performance:

Description	June 2023	June 2022
	Kshs	Kshs
The return on defined plan assets	-	-
Actuarial gains/ losses arising from changes in demographic assumptions	-	-
Actuarial Gains/ Losses Arising From changes In Financial Assumptions	-	-
Actuarial gains and losses arising from experience adjustments	-	-
Others ( <i>specify</i> )	-	-
Adjustments for restrictions on the defined benefit asset	-	-
<b>Remeasurement of the net defined benefit liability (asset)</b>	-	-

- b) Amounts recognised in the Statement of Financial Position

Description	June 2023	June 2022
	Kshs	Kshs
Present value of defined benefit obligations(a)	-	-
Fair value of plan assets(b)	(-)	(-)
Funded status(=a-b)	-	-
Restrictions on asset recognised	-	-
Others	-	-
Net asset or liability arising from defined benefit obligation	-	-

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The entity also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The entity's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at Kshs. - per employee per month. Other than NSSF the entity also has a defined contribution scheme operated by - Pension Fund. Employees contribute xx% while employers contribute xx% of basic salary. Employer contributions are recognised as expenses in the statement of financial performance within the period they are incurred.

**41. Payments received in advance.**

Description	June 2023		June 2022	
	Kshs		Kshs	
Fees received in advance	1,058,321		1,247,519	
Others (Specify)	-		-	
<b>Total</b>	<b>1,058,321</b>		<b>1,247,519</b>	
<b>Ageing analysis:</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	1,058,321	100	1,247,519	100
1-2 years	-	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total</b>	<b>1,058,321</b>	<b>100</b>	<b>1,247,519</b>	<b>100</b>

**42. Non-Current Provisions**

Description	Long service leave	Bonus Provision	Gratuity	Other Provisions	Total
	Kshs	Kshs	Kshs	Kshs	Kshs
Balance at the beginning of the year	-	-	-	-	-
Additional Provisions	-	-	-	-	-
Provision utilised	(-)	(-)	(-)	(-)	(-)
Change due to discount and time value for money	-	-	-	-	-
Less: Current portion	(-)	(-)	(-)	(-)	(-)
<b>Total deferred income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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**43. Borrowings**

Description	June 2023	June 2022
	Kshs	Kshs
Balance at beginning of the year	-	-
External borrowings during the year	-	-
Domestic borrowings during the year	-	-
Repayments of external borrowings during the year	(-)	(-)
Repayments of domestic borrowings during the year	(-)	(-)
Balance at end of the year	-	-

**43 a) Analysis of External and Domestic Borrowings**

Description	June 2023	June 2022
	Kshs	Kshs
<b>External borrowings</b>		
Dollar denominated loan from 'xx organization'	-	-
Sterling pound denominated loan from 'yyy organization'	-	-
Euro denominated loan from 'zzz organization'	-	-
<b>Domestic borrowings</b>		
Kenya shilling loan	-	-
<b>Total balance at end of the year</b>	<b>-</b>	<b>-</b>

**43 b) Breakdown of Long and Short-Term Borrowings**

Description	June 2023	June 2022
	Kshs	Kshs
Short Term Borrowings(Current Portion)	-	-
Long Term Borrowings	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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**44. Service Concession Arrangements**

Description	June 2023	June 2022
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	-	-
Accumulated depreciation to date	(-)	-
Net carrying amount	=	=
Service concession liability at beginning of the year	-	-
Service concession revenue recognized	(-)	(-)
Service concession liability at end of the year	=	=

**45. Social Benefit Liabilities**

Description	June 2023	June 2022
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	-	-
People Living with disabilities benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
<b>Total</b>	-	-
Current social benefits	-	-
Non- current social benefits	-	-
<b>Total (tie to totals above)</b>	-	-

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**Notes to the Financial Statements (Continued)**

**46. Cash generated from operations.**

	June 2023	June 2022
	KShs	KShs
<b>Surplus for the year before tax</b>	1,992,828	414,379
<b>Adjusted for:</b>		
Depreciation	-	-
Non-Cash grants received	(-)	(-)
Contributed assets	(-)	(-)
Impairment	-	-
Gains and Losses on Disposal of Assets	(-)	(-)
Contribution to provisions	-	-
Contribution to impairment allowance	-	-
Finance Income	(-)	(-)
Finance Cost	-	-
<b>Working Capital Adjustments</b>		
Increase in Inventory	(-)	(-)
Increase in Receivables	(1,041,311)	(485,700)
Increase in Deferred Income	-	-
Increase in Payables	43,000	73,000
Increase in Payments received in advance	-	-
<b>Net Cash Flow from Operating Activities</b>	<b>994,517</b>	<b>1,679</b>

**Kerio Valley Technical and Vocational College**  
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**Notes to the Financial Statements (Continued)**

**47. Financial Risk Management**

The entity's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The company's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The company does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history.

The entity's financial risk management objectives and policies are detailed below:

**(i) Credit risk**

The entity has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the company's management based on prior experience and their assessment of the current economic environment.

The carrying amount of financial assets recorded in the financial statements representing the entity's maximum exposure to credit risk without taking account of the value of any collateral obtained is made up as follows:

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
<b>At 30 June 2022</b>	<b>2,002,594</b>	<b>2,002,594</b>		
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	514,259	514,259	-	-
<b>Total</b>	<b>2,516,853</b>	<b>2,516,853</b>	-	-
<b>At 30 June 2023</b>				
Receivables from exchange transactions	2,854,707	2,854,707	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	1,508,776	1,508,776	-	-
<b>Total</b>	<b>4,363,483</b>	<b>4,363,483</b>	-	-

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**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the company has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

The entity has significant concentration of credit risk on amounts due from -x

The board of directors sets the company's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

**(ii) Liquidity risk management**

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

The table below represents cash flows payable by the company under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

Description	Less than 1 month	Between 1-3 months	Over 3 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>At 30 June 2022 (</b>				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	-	-	-	-
<b>At 30 June 2023</b>				
Trade Payables	-	-	-	-
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
<b>Total</b>	-	-	-	-

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**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

**(iii) Market risk**

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

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

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

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

**a) Foreign currency risk**

The entity has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The carrying amount of the entity's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

Description	In Kshs	Other currencies	Total
	Kshs	Kshs	Kshs
<b>At 30 June 2023</b>			
Financial Assets (Investments, Cash, Debtors)	-	-	-
Liabilities			
Trade and Other Payables	-	-	-
Borrowings	-	-	-
Net Foreign Currency Asset/(Liability)	-	-	-

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

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**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

**Foreign currency sensitivity analysis**

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

	Change in currency rate	Effect on Profit before tax	Effect on equity
	Kshs	Kshs	Kshs
<b>20xx</b>			
Euro	10%	-	-
Usd	10%	-	-
<b>20xx</b>			
Euro	10%	-	-
Usd	10%	-	-

**b) Interest rate risk**

Interest rate risk is the risk that the entity's financial condition may be adversely affected as a result of changes in interest rate levels. The company's interest rate risk arises from bank deposits. This exposes the company to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the company's deposits.

**Management of interest rate risk**

To manage the interest rate risk, management has endeavoured to bank with institutions that offer favourable interest rates.

**Sensitivity analysis**

The entity analyses its interest rate exposure on a dynamic basis by conducting a sensitivity analysis. This involves determining the impact on profit or loss of defined rate shifts. The sensitivity analysis for interest rate risk assumes that all other variables, in particular foreign exchange rates, remain constant. The analysis has been performed on the same basis as the prior year.

Using the end of the year figures, the sensitivity analysis indicates the impact on the statement of comprehensive income if current floating interest rates increase/decrease by one percentage point as a decrease/increase of Kshs - (20XX: Kshs -). A rate increase/decrease of 5% would result in a decrease/increase in profit before tax of Kshs - (20XX - Kshs -)

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**Notes to the Financial Statements (Continued)**  
**Financial risk management (continued)**

**iv) Capital Risk Management**

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

Description	June 2023	June 2022
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	-
Capital Reserve	-	-
<b>Total Funds</b>	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	(-)	(-)
Net Debt/(Excess Cash and Cash Equivalents)	-	-
<b>Gearing</b>	xx%	xx%

**48. Related Party Balances**

**Nature of related party relationships**

Entities and other parties related to the entity include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

**Government of Kenya**

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

- i) The National Government;
- ii) The Parent Ministry;
- iii) Key management;
- iv) Board of directors;
- v) Ministry of Education
- vi) State department of TVET

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**Notes to the Financial Statements (Continued)**

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

Description	June 2023	June 2022
	Kshs	Shs
<b>Transactions with Related Parties</b>		
<b>a) Sales to related parties</b>		
Sales of electricity to govt agencies	-	-
Rent income from govt. agencies	-	-
Water sales to govt. agencies	-	-
Others)	-	-
<b>Total</b>	-	-
<b>B) Purchases from related parties</b>		
Purchases of electricity from KPLC	-	-
Purchase of water from govt service providers	-	-
Rent expenses paid to govt agencies	-	-
Training and conference fees paid to govt. agencies	-	-
Others (specify)	-	-
<b>Total</b>	-	-
<b>b) Grants /Transfers from the Government</b>		
Grants from National Govt	5,005,000	2,697,500
Grants from County Government	-	-
Donations in Kind	-	-
<b>Total</b>	<b>5,005,000</b>	<b>2,697,500</b>
<b>c) Expenses incurred on behalf of related parties</b>		
Payments of Salaries and Wages for Employees	3,547,825	2,281,500
Payments for Goods and Services	-	-
<b>Total</b>	<b>3,547,825</b>	<b>2,281,500</b>
<b>d) Key Management Compensation</b>		
Directors' emoluments	180,500	266,000
Compensation to Key Management	-	-
<b>Total</b>	<b>180,500</b>	<b>266,000</b>

**49. Segment Information**

The college has one office head office.

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**Annual Report and Financial Statements for the year ended 30th June 2023**

**Notes to the Financial Statements (Continued)**

**50. Contingent Assets and Contingent Liabilities**

**Contingent Assets**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Contingent Assets</b>		
Insurance Reimbursements	-	-
Assets arising from determination of Court Cases	-	-
Reimbursable Indemnities and Guarantees	-	-
Others ( <i>Specify</i> )	-	-
<b>Total</b>	-	-

**Contingent Liabilities**

Description	June 2023	June 2022
	Kshs	Kshs
<b>Contingent Liabilities</b>	-	-
Court Case - against ( <i>The Entity</i> )	-	-
Bank guarantees in favour of subsidiary	-	-
Contingent liabilities arising from Contracts including PPPs	-	-
Others ( <i>Specify</i> )	-	-
<b>Total</b>	-	-

(Give details)

**51. Capital Commitments**

Capital Commitments	June 2023	June 2022
	Kshs	Kshs
Authorised for	-	-
Authorised and Contracted for	-	-
<b>Total</b>	-	-

**Kerio Valley Technical and Vocational College**  
**Annual Report and Financial Statements for the year ended 30th June 2023**

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**Notes to the Financial Statements (Continued)**

**52. Events After The Reporting Period**

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

**53. Ultimate And Holding Entity**

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

**54. Currency**

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

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Annual Report and Financial Statements for the year ended 30th June 2023**

**20. Appendices**

**Appendix 1: Implementation Status of Auditor-General Recommendations**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
N/A				

*[Handwritten signature]*

**MR. JOHNSTONE LOBILLAGHAN  
PRINCIPAL/BOG SECRETARY.**

Date: 26/5/2023

**PRINCIPAL**  
KERIO VALLEY TVC  
P. O. Box 152/30700, ITEN  
Date: 26/5/2023

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**Appendix II: Projects Implemented by Kerio Valley Technical and Vocational College.**

**Projects**

Projects implemented by the State Corporation/ SAGA Funded by development partners.

Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
1	N/A	N/A	N/A	N/A	N/A	N/A
2						

**Status of Projects completion**

	Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds
1	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2							
3							

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**Appendix III- Inter-Entity Confirmation Letter**

The Kerio Valley Technical and Vocational College wishes to confirm the amounts disbursed to you as at 30<sup>th</sup> June 20xx as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by [Insert name of beneficiary Entity] as at 30 <sup>th</sup> June 2023							
Reference Number	Date Disbursed	Amounts Disbursed by [SC/SAGA/Fund] (Kshs) as at 30th June 2023				Amount Received by KVTVC (Kshs) as at 30 <sup>th</sup> June 2023 (E)	Differences (Kshs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
	6/7/2022	500,000.00			500,000.00	500,000.00	-
	6/7/2022	500,000.00			500,000.00	500,000.00	-
	24/10/2022	500,000.00			500,000.00	500,000.00	-
	16/1/2023	500,000.00			500,000.00	500,000.00	-
	6/7/2022	500,000.00			500,000.00	500,000.00	-
	24/10/2022	465,000.00			465,000.00	465,000.00	-
	21/12/2022	1,260,000.00			1,260,000.00	1,260,000.00	-
	26/1/2023	640,000.00			640,000.00	640,000.00	-
	29/6/2023	640,000.00			640,000.00	640,000.00	-
<b>Total</b>		<b><u>5,505,000</u></b>			<b><u>5,505,000</u></b>	<b><u>5,505,000</u></b>	-

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

**Head of Accountants department of beneficiary Entity:**

Name Johnstone Lokilangon Sign [Signature] Date 26/1/2025

**PRINCIPAL**  
**KERIO VALLEY TVC**  
 P. O. Box 152-30700, ITEN  
 Date 26/1/2025

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**Appendix IV: Reporting of Climate Relevant Expenditures**

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

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**Appendix V: Reporting on Disaster Management Expenditure**

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