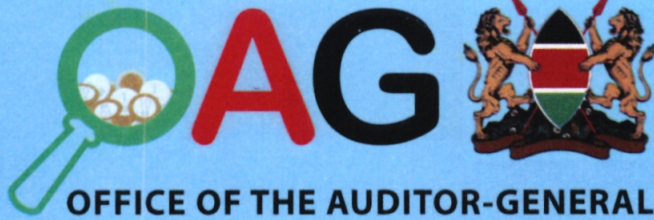


REPUBLIC OF KENYA



Enhancing Accountability



REPORT

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DATE: 23 JUL 2023	DAY. WEDNESDAY
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CLERK-AT THE-TABLE:	HALIMA SULEIMAN

THE AUDITOR-GENERAL

ON

**EMURUA DIKIRR TECHNICAL
TRAINING INSTITUTE**

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



EMURUA DIKIRR TECHNICAL TRAINING INSTITUTE

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

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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

Emurua Dikirr Technical Training Institute was incorporated/ established under the TVET Act on 1st September 2019. The Emurua Dikirr Technical Training Institute is domiciled in Kenya and is under the Ministry of Education. The institute has three departments namely:

- Engineering and applied science
- ICT and Business
- Hospitality & Tourism management

(b) Principal Activities

The principal activity/mission/ mandate of the Emurua Dikirr Technical Training Institute is to offer quality technical training to the trainees.

Vision:

An institute of global excellence in Technical and vocational training, research and entrepreneurship for sustainable development

Mission:

To train quality and competent manpower that responds to dynamic needs of our community

Core values:

- Team work
- Integrity and ethics
- Equity
- Environmental stewardship

Core Objectives:

- Achieve and maintain a level of quality training which enhances the Emurua Dikirr Technical Training Institutes' reputation with customers
- Ensure compliance with TVET act of 2013 and other relevant statutory and regulatory requirement
- Guarantee customer satisfaction in the provision of our services

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(c) Key Management

Emurua Dikirr Technical Training Institute's day-to-day management is under the following key organs:

- Board of Governors
- Accounting officer/ Principal
- Management

(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:

No.	Designation	Name
1.	Principal	David Busienei
2	Deputy principal	Felix Odek
3	Registrar	Charles Mitei
4	Dean of students	Frankline Koros
5	Head of Finance	Kibet kirui
6	Head of Procurement	Sheilah Chelangat
7	Head of department	Ezekiel Mutuku
8	Head of department	Isaac Mbuvi
9	Head of department	Telekwa Seriani
10	Head of department	Wesley Yegon
11	Head of department	Peter Kirui
12	Head of department	Betty Cheruiyot

Key Entity Information and Management (Continued)

(e) Fiduciary Oversight Arrangements

Audit and risk committee activities

- Periodic meeting with finance officers in regards to finance function
- Ensuring that there are proper authorization of receipts and payments
- Safe custody of cheque books
- Delegation of responsibilities
- Hiring qualified and competent finance officer
- Following due diligence
- Presenting financial statements to the office of the Auditor General
- Preparing financial statements

Finance and operations committee activities

- Review of annual budgets
- Development and Review of finance policy
- Development partner oversight activities

Education and research committee activities

- Determine the strategic direction of Training and Research of the Institute
- Oversee and monitor the processes for the maintenance and improvement of quality and delivery of skills provision and the conduct of research and innovations development

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(f) Entity Headquarters

EMURUA DIKIRR TECHNICAL TRAINING INSTITUTE

P.O. Box 180-20401

CHEBUNYO, KENYA

(g) Entity Contacts

EMURUA DIKIRR TECHNICAL TRAINING INSTITUTE

THE PRINCIPAL

P.O. Box 180-20401

CHEBUNYO, KENYA

Telephone: +254740555123/0729461641

E-mail: emuruadikirrtti2019@gmail.com

Website: www.Emurua Dikirr Technical Training Institute.ac.ke

(h) Entity Bankers

Kenya Commercial Bank

Sotik Branch

Account no 1284366227

Equity bank

Sotik branch

Account no 1840281093726

(i) Independent Auditors

Auditor-General

Office of Auditor General

Anniversary Towers, Institute Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya






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



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3.The Board of Governors

No.		Member/ Director	Details
1.		Philip Cheruiyot Chairman	Date of Birth:1 st July 1967 Qualification: Masters in Business Management Work experience:17 years in banking industry focusing on micro, small and medium business development and banking operations, 10 years in civil service. Committee: None
2.		Augustine Cheruiyot Member	Date of Birth:28 th December, 1968 Qualification: Economist Work experience: 30yrs Committee: Audit, Education & Research
3.		Dr.Nelly Mutai Member- Industry	Date of Birth:18 th October 1990 Qualification:PHD-Business Administration Work experience:10 years Committee: Education and Research
4.		Tom Anode Independent Member	Date of Birth:20 th January 1959 Qualification: Graduate Teacher Work experience: Over 30 Years Committee: Audit, Education and Research
5.		Calvince Odhiambo Member	Date of Birth: 12 th September, 1985 Qualification: CPAK Work experience: 12 Yrs Committee: Audit and Finance









Emurua Dikirr Technical Training Institute




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6.		Sharon Sabato Member	Date of Birth: 25 th January, 1992 Qualification: Project Management Work experience: 8 Yrs Committee: Audit and Finance
7.		David Busienei- Secretary to the board	Date of Birth: 9 th July, 1976 Qualification: B.Ed Tech Work experience: 18 Yrs Committee: Education & Research, Finance Not a member of ICS

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4. Key Management Team

No.		Member	Details
1.		David Busienei Principal	Date of Birth: 9 th July, 1976 Qualification: B. Ed Tech Main area of responsibility: Accounting Officer
2.		Ochieng Odek Deputy principal	Date of Birth:1976 Qualification: MSC Main area of responsibility: Deputy Principal
3.		Charles Mitei Registrar	Date of Birth:1971 Qualification:Bsc-Mechanical Engineering Main area of responsibility: Registrar
4.		Frankline Koros Dean of Students	Date of Birth:1982 Qualification: Diploma in Social work Main area of responsibility: Dean of students
5.		Kibet Kirui Finance Officer	Date of Birth:1994 Qualification: Bachelor of commerce, CPAK Main area of responsibility: Head of Finance
6		Sheilah Chelangat Procurement Officer	Date of Birth:1996 Qualification: Bsc. Purchasing and supplies management Main area of responsibility: Procurement
7		Wesley Yegon Performance contract coordinator	Date of Birth:1994 Qualification: Bsc. Civil Engineering Main area of responsibility: Performance contracting
8		Isaac Mbuvi HOD: Business department	Date of Birth:1986 Qualification: BSC-Information Communication Technology Main area of responsibility: HOD Business department
9		Peter Kirui HOD: Examination and industrial attachment	Date of Birth:1997 Qualification: Diploma in civil engineering

			Main area of responsibility: HOD Examination and industrial attachment
10		Telekwa Seriani HOD: Food and Beverages Department-Production	Date of Birth:1983 Qualification: Bsc. Hotel and Hospitality management Main area of responsibility: HOD Food and beverages department-Production section
11		Ezekiel Mutuku HOD: Engineering department	Date of Birth:1988 Qualification: Bsc. Electrical and Electronic Engineering Main area of responsibility: HOD, Engineering department
12		Betty Cheruiyot Assistant Dean of Students. HOD: Food and Beverages Department-Service section	Date of Birth:1982 Qualification: Bsc. Hotel and Tourism management Main area of responsibility: Assistant Registrar

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5. Chairman’s Statement

Presented in this report is a brief highlight of key activities carried out during the financial year 2022/2023 ended 30th June year 2023 for Emurua Dikirr Technical Training Institute. During this period, the Institute prioritized and implemented the following key activities;

- Acquisition of Training Materials and Equipment
- Acquisition of 35KVA standby generator
- Construction of training shade and store
- Acquisition of Management Information System (MIS)
- Acquisition of CCTV cameras
- Acquisition of Staff Desk and Computer Lab furniture
- Marketing of the institution

These activities were implemented with financial support from the government capitation and school fees collected from students.

Implementation of these activities during the financial year 2022/2023 did not go full throttle due to various challenges key among them being non-remittance of student capitation as expected. The economic situation in the country did not help much since it gravely affected trainees culminating in fee payment irregularity.

Currently, the board is steadily adopting the established financial guidelines and controls according to the laid down rules (Public finance Management Act, 2012, procurement and disposal Act, 2015, and section 14 of the State Corporation Act, and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013. Emurua Dikirr Technical Training Institute, therefore, took the initiative and prepared this financial statement which reflects the true and fair view of the state of affairs of its entity at the end of the financial period ended 30th June 2023.

As members of the Board, we have also ensured that the institution keeps proper accounting record which disclose with reasonable accuracy the financial position of the college. The Board members are also responsible for safeguarding the assets of the institution.

In view of the above, the Board, therefore, accepts responsibility for the College’s financial statements which have been prepared using appropriate accounting policies supported by reasonable and prudent judgment and estimates in conformity with International Public sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and (the State Corporation Act and the TVET Act).

I am, therefore, of the opinion that Emurua Dikirr’s financial statements give a true and fair view of the state of the Institute’s transactions during the financial year ended June 30th, 2023 and of its financial position as at that date. I further confirm that completeness of the accounting records maintained for Emurua Dikirr Technical Training Institute, which have been relied upon in the preparation of the Institute’s financial statements as well as the adequacy of the systems of internal financial controls.

MR. PHILIP CHERUIYOT.....
CHAIRMAN BOG
EMURUA DIKIRR TECHNICAL TRAINING INSTITUTE.

6. Report of the Principal

Emurua Dikirr Technical Training Institute is a Public Technical Training Institute located in Narok County and started its operations in September 2019. It is among the TVET Institutes that were launched by the Government in order to achieve social pillar of Vision 2030 by ensuring equal opportunity and access to Technical and Vocational Education and Training.

Emurua Dikirr Technical Training Institute is committed to providing quality technical training to equip the youth with employable skills and make them productive citizens that will propel our nation to prosperity in the field of technology and innovations.

The institute offers courses in the fields of Engineering, Science, Hospitality and Business and it boasts of qualified staff and modern training equipment in all fields.

The Emurua Dikirr Technical Training Institute was mentored by PC Kinyanjui Technical Training Institute from construction, completion and inception of training. From March 2021 Emurua Dikirr Technical Training Institute was able to operate autonomously after the mentor handed over all operations.

The current Board of Governors was inaugurated on 15th January, 2021 after which the Emurua Dikirr Technical Training Institute was given the mandate to open an account.

During the period July 2022-June 2023, Emurua Dikirr Technical Training Institute was able to undertake the following activities;

- Acquisition of Training Materials and Equipment
- Acquisition of 35KVA standby generator
- Construction of training shade and store
- Acquisition of Management Information System (MIS)
- Acquisition of CCTV cameras
- Acquisition of Staff Desk and Computer Lab furniture
- Marketing of the institution

During the financial year 2022/2023 Emurua Dikirr Technical Training Institute expected to receive student capitation of Kshs 15,619,385 and to collect fees from students amounting to KShs. 17,929,081. Other sources of revenue included rental revenue of Kshs 6,421,852 and sale of goods amounting to Kshs. 26,411 and other income of Ksh 7,000

Some assets in the Emurua Dikirr Technical Training Institute such as land have been assigned an estimated value based on the current market rates within the locality. The State Department of Vocational and Technical Training is in the process of ensuring that all Institutions acquire a title deed for the land occupied.

Fees collection has been a big challenge since the college is located in a hardship area where the locals are mainly peasant farmers. We have been able to overcome this challenge by encouraging the trainees to apply for HELB TVET Loans and majority of them have benefited from this initiative.

This is our third Financial Report to be presented to the Auditor General's Office and the team that came up with the report consulted widely with the relevant parties and accounting professionals in

Emurua Dikirr Technical Training Institute
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the Board of Emurua Dikirr Technical Training Institute to come up with a credible document. The Financial Report is a product of continuous consultation with Audit Committee that was established by the Board to review internal audits and controls in Emurua Dikirr Technical Training Institute. The college endeavours to recruit an internal auditor to perform audit functions and report to the Board on matters concerning college audits. The recruitment of an internal auditor will also ensure that there is a continuous audit process which will improve the effectiveness of risk management in the organisation.

I therefore trust that this financial report reflects the true records and status of our organisation for the period under review.



MR. DAVID BUSIENEI
PRINCIPAL/ SECRETARY-BOARD
EMURUA DIKIRR TECHNICAL TRAINING INSTITUTE

7. Statement of Performance against Predetermined Objectives

Emurua Dikirr Technical Training Institute (EDTTI) current Strategic Plan 2021-2025 has 4 strategic pillars upon which the college's activities are founded namely;

Strategic issue 1: Quality Training for Sustainable Development

Strategic issue 2: Infrastructural development

Strategic issue 3: Resource Mobilization and Management

Strategic issue 4: To establish and strengthen research and innovation development

EDTTI develops its annual work plans based on the above 4 strategic issues. Assessment of the Board's performance against its annual work plan is done on a quarterly basis. EDTTI achieved its performance targets set for the FY 2022/23 period as indicated in the diagram below:

Strategic Pillars		Objective	Key Performance Indicators	Activities	Achievements
Pillar 1	Quality Training for Sustainable Development	To offer accessible, flexible and responsive quality training.	<ul style="list-style-type: none"> No of programs launched and implemented Train staff online training approaches and Techniques Acquire additional MIS module Train Quality Assurance Team 	<ul style="list-style-type: none"> Adopt and implement existing and approved CBET courses Install E-learning system HODs/HOS trained on ODeL platforms MIS module expanded Implement and maintain quality service delivery 	<ul style="list-style-type: none"> 28 courses implemented ODeL learning platform initiated 3 additional MIS module acquired. Staff Trained on quality Assurance Schemes
	Infrastructural Development		<ul style="list-style-type: none"> Units partitioned CCTV installed Restaurant in place 	<ul style="list-style-type: none"> Partitioning of existing building Acquire, install and maintain CCTV system Construct and equip training hotel 	<ul style="list-style-type: none"> 3 Additional lecturer rooms were partitioned CCTV cameras installed Hotel Restaurant Completed

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Pillar 2		To expand and establish adequate training facilities	<ul style="list-style-type: none"> • Gate constructed • Perimeter wall in place • Generator installed • Master Plan in place 	<ul style="list-style-type: none"> • facility • Install network connectivity • Construct college gate • Construct perimeter wall • Acquire and install standby generator 35KVA • Develop a master plan 	<ul style="list-style-type: none"> • Gate construction not initiated • 35KVA generator acquired, installed commissioned • Master plan development not initiated.
		To acquire adequate training equipment and tools	<ul style="list-style-type: none"> • Number of training equipment and tools procured 	<ul style="list-style-type: none"> • Acquire electrical and electronic engineering training machines and tools • Acquire automotive engineering training machines and tools • Acquire building and civil engineering training machines and tools • Acquire plumbing technology training machines and tools • Acquire science laboratory training machines and tools • Acquire ICT training equipment and tools 	<ul style="list-style-type: none"> • Electrical Engineering Training materials acquired • Automotive Engineering Training Materials acquired, training equipment yet to be acquired • Plumbing Training materials acquired • Science Lab training materials acquired • 100 computers donated and Installed for ICT training • Hospitality

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				<ul style="list-style-type: none"> Acquire food and beverage training machines and tools 	management training materials acquired
		To improve students' welfare and enhance student leadership skills	Pitches upgraded	<ul style="list-style-type: none"> Construct football goal posts Construct Netball goal posts Construct Volleyball goal posts Construct handball goal posts Upgrade hockey pitch 	<ul style="list-style-type: none"> Goal Posts for all the projected games acquired
Pillar 3	Resource Mobilization and Management	To recruit and maintain qualified staff	<ul style="list-style-type: none"> Number of qualified staff maintained Number of trainings conducted Working environment improved 	<ul style="list-style-type: none"> Maintain qualified staff Conduct capacity building for staff Solicit for more staff from public service Introduce performance appraisals Improve working environment 	<ul style="list-style-type: none"> 40 staff maintained Number of capacity building training conducted Performance appraisal maintained 10 Staff working tables acquired
		To mobilize and manage financial resources efficiently and effectively.	<ul style="list-style-type: none"> MIS finance Module Installed operationalize 	<ul style="list-style-type: none"> MIS finance Module Installed operationalize 	<ul style="list-style-type: none"> Finance module, HR module and Procurement module installed
		To adopt alternative natural	<ul style="list-style-type: none"> To install solar panels 	<ul style="list-style-type: none"> Installation of solar panels for backup power and lighting system 	<ul style="list-style-type: none"> Solar panels not installed LED lighting

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		resource utilization		<ul style="list-style-type: none"> • Replace and maintain all lighting system with LED • Install water harvesting system • 	systems not installed
Pillar 4	Research and Innovation Development	To establish and strengthen research and innovation development	<ul style="list-style-type: none"> • Maintain Department of Research • Capacity build members on Research and Innovations development 	<ul style="list-style-type: none"> • Department of research and innovation development maintained • Build EDTTI staff capacities in terms of research methodologies and innovation development. • Promote or encourage participation of EDTTI in local, regional and international fairs. 	<ul style="list-style-type: none"> • 3 staff trained on Research and innovations development schemes • Staff sensitized on Research and innovations development
		To foster partnership with local and global communities	<ul style="list-style-type: none"> • Number of collaborations and partnerships • Number of affiliations and memberships entered into • Number of bench marking conducted 	<ul style="list-style-type: none"> • To strengthen collaboration and partnerships both locally and internationally with industries, institutions and development partners. • Promote formation of local and international affiliations and membership • Benchmark with other relevant institutions with best practices 	<ul style="list-style-type: none"> • 2 collaborations with industries established

8. Corporate Governance Statement

The procedure for the appointment of the Board members followed the guidelines as provided for in the TVET ACT 29 of 2013, Second schedule. In which case,

(1) The Board of Governors of a public Emurua Dikirr Technical Training Institute shall consist of not less than seven and not more than nine members appointed by the Cabinet Secretary. (2) The membership of the Board of Governors shall comprise— (a) a chairperson; (b) a representative of the Principal Secretary in the Ministry responsible for technical and vocational training, (c) a representative of the county Governor of the county within which the Emurua Dikirr Technical Training Institute is located; and (d) six other persons appointed on the basis of their knowledge and experience in— (i) leadership and management; (ii) financial management; (iii) technology; (iv) industry; (v) engineering; (vi) information communication technology.

The guidelines for the removal from office of the Board Members are also defined in the TVET ACT 29 of 2013 second Schedule (8) and (9). In which case,

(8) (1) A member of a Board of Governors may at any time resign by giving notice in writing to the cabinet Secretary. (2) A person giving notice under subparagraph (1) shall cease to be a member of the Board from the date specified in the notice or, if no date is specified, from the date of the receipt by the Cabinet Secretary or the Secretary to the relevant Board, as the case may be, of the notice. (9) Revocation of appointment and vacation of office (1) The appointment of a member to a Board of Governors or to its committees shall be revoked and the member shall vacate office if the member— (a) resigns in accordance with paragraph 13 of this schedule; (b) becomes insolvent or has conveyed or assigned his property or has made a proposition or arrangement for the benefit of his creditors; (c) is sentenced by a court of law to imprisonment for a term of six months or more; (d) is incapacitated by physical or mental illness; has been absent from three consecutive meetings of the Board of Governors without leave; (f) where the member is a representative, has his appointment revoked by the nominating body; or (g) is otherwise unable or unfit to discharge his functions as a member of the Board of Governors on account of any matter in this Act.

The roles and functions of the board are also clearly provided for in the article 29 of the TVET ACT 29 of 2013. In which case;

(29)The functions of the organs set out under section 28(1) shall include— (a) overseeing the conduct of education and training in the Emurua Dikirr Technical Training Institutes in accordance with the provisions of this Act and any other written law; (b) promoting and maintaining standards, quality and relevance in education and training in the Emurua Dikirr Technical Training Institutes in accordance with this Act and any other written law; (c) administering and managing the property of the Emurua Dikirr Technical Training Institutes; (d)

developing and implementing the Emurua Dikirr Technical Training Institutes' strategic plan; (e) preparing annual estimates of revenue and expenditure for the Emurua Dikirr Technical Training Institute and incurring expenditure on behalf of the Emurua Dikirr Technical Training Institutes; (f) receiving, on behalf of the Emurua Dikirr Technical Training Institute, fees, grants, subscriptions, donations, bequests or other moneys and to make disbursement to the Emurua Dikirr Technical Training Institute 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 this Act; (h) mobilizing resources for the Emurua Dikirr Technical

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Training Institutes; (i) developing and reviewing programmes for training and to make representations thereon to the Board; (j) regulating the admission and exclusion of students from the Emurua Dikirr Technical Training Institutes, subject to a qualifications framework and the provisions of this Act; (k) approving collaboration or association with other Emurua Dikirr Technical Training Institutes and industries in and outside Kenya subject to prior approval by the Board; (l) recruiting and appointing trainers from among qualified professionals and practising trades persons in relevant sectors of industry; (m) determining suitable terms and conditions of service for support staff, trainers and instructors and remunerating the staff of the Emurua Dikirr Technical Training Institutes, in consultation with the Authority; (n) making regulations governing organization, conduct and discipline of the staff and students (o) preparing comprehensive annual reports on all areas of their mandate, including education and training services and submit the same to the Board; (p) providing for the welfare of the students and staff of the Emurua Dikirr Technical Training Institutes; (q) encouraging, nurturing and promoting democratic culture, dialogue and tolerance in the Emurua Dikirr Technical Training Institutes; and (r) discharging all other functions conferred upon it by this Act or any other written law

Management of Interest and its disclosure thereof is provided for in Section 15 of the Second Schedule of the TVET ACT 29 of 2013. In which case;

(15). Disclosure of interest (1) If a member is directly or indirectly interested in any contract, proposed contract or other matter before a Board of Governors and is present at a meeting of the Board of Governors at which the contract, proposed contract or other matter is the subject of consideration, he shall, at the meeting and as soon as reasonably practicable after the commencement thereof, disclose the fact and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. (2) A disclosure of interest made under this paragraph shall be recorded in the minutes of the meeting at which it is made. (3) A member of the Board of Governors who contravenes subparagraph (1) commits an offence and shall be liable to a fine of fifty thousand shillings, or to imprisonment for a term of six months, or to both.

Board Remuneration is governed by Section 17 of the second Schedule of TVET ACT 29 of 2013.

(17) Members of a Board of Governors shall be paid in respect of their services such remuneration or allowances as the Board of Governors shall, with the approval of the Cabinet Secretary, determine.

The Governance Audit follows the laid down procedures as provided for in Public Finance Management Act, 2012, procurement and disposal Act, 2015, and section 14 of the State Corporation Act, and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013

During the Financial year ending 30th June 2023, The Board of Governors had 4 Full Board Meetings spread between 30th of September 2022 and 30th of June 2023 and 4 Finance and Audit Committee Meetings

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

9. Management Discussion and Analysis

During the Financial Year ending on 30th June 2023, and based on the laid down procedures as provided for in Public Finance Management Act, 2012, Procurement and Disposal Act, 2015, and section 14 of the State Corporation Act, and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013, Emurua Dikirr Technical Training Institute Performed as follows:

PART 1 FINANCIAL PERFORMANCE			
A	REVENUE	AMOUNT (KSHS)	STATUS
1	Revenue from Non exchange Transaction	15,619,385.00	
2	Revenue from exchange transactions	24,384,344.00	
	Total Revenue	40,003,729.00	
B	EXPENDITURE		
1	Total Expenses	30,576,966.56	
D	SURPLUS	9,426,762.44	
C	MAJOR RISKS	AMOUNT (KSHS)	RISK FACTOR
1	NON-REMITTAL OF CAPITATION	16,230,000.00	Critical
2	NON-PAYMENT OF FEES	19,956,963.00	Critical
D	COMPLIANCE WITH STATUTORY REQUIREMENTS		STATUS
1	PAYE Remittance		Up to date
2	NSSF Remittance		Up to date
3	NHIF Remittance		Up to date
4	HELB Remittance		Up to date
E	PROJECTS/ ACTIVITIES UNDERTAKEN		STATUS
1	Acquisition of Training Materials and Equipment		Continual

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2	Acquisition of 35 kVA standby generator		Installed
3	Construction of training shade and store		Work in progress
4	Management Information System (MIS)		Work in progress
5	Acquisition of CCTV Cameras		Installed
6	Marketing of the institution		Continual
7	Acquisition of Staff Tables and Training Lab Furniture		Acquired

10. Environmental And Sustainability Reporting Statement

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

Sustainability strategy and profile

During the year ending 30th June 2022, the Board approved the Strategic Plan 2021-2025 to provide for the strategic direction of the Emurua Dikirr Technical Training Institute. The strategic plan provides a clear framework for the sustainability of the institution.

During the year ending 30th of June 2023, we continued to implement sustainability strategies provided for in the Strategic Plan 2021- 2025

The sustainable strategies implemented in the financial year ending June 2023 included;

SN	Pillars	Sustainability Strategies Adopted
01	Business System	<ul style="list-style-type: none"> • Implementing market Relevant, Competency Based Curricula • Continuous marketing of our products • Continuous expansion of MIS modules for improved efficiency of Service Delivery and fee collection • Maintaining Quality Service delivery
02	Political System	<ul style="list-style-type: none"> • Continued involvement of the local community through stakeholder engagement in the execution of our activities • Continued collaboration with NG- CDF board, Emurua Dikirr and the County Government of Narok
03	Economic System	<ul style="list-style-type: none"> • Diversifying and aligning our curricula base to the needs of the community

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

		<ul style="list-style-type: none"> • Introducing Commercial farming • Renting our facilities
04	Social system	<ul style="list-style-type: none"> • Continued upgrading of our play fields • Organising sporting events including the local Community, neighbouring institutions and regional competitions
05	Environmental systems	<ul style="list-style-type: none"> • Adherence to the environmental Policy guidelines

Environmental performance

Emurua Dikirr Technical Training Institute (EDTTI) Environmental and Sustainability policy acknowledges the complexities of social, environmental and economic systems and their implications for sustainable livelihood. Through this policy EDTTI is committed to:

- Promoting respect for, and an appreciation of, the natural environment among all at the services
- Fostering trainees' capacities to understand and respect the natural environment, and the interdependence between people, plants, animals and the land
- Supporting the development of positive attitudes and values in line with sustainable practices
- Ensuring that EDTTI staff engage in sustainable practices during the operation of the service.

The Policy lays the foundation upon which the following processes and procedures are conducted:

- Green Purchasing including purchasing of energy and water efficient products, chemical-free, green cleaning products, recycled products, organic products and local products.
- Waste management including minimising waste from one-use, throwaway products.
- Energy Management including the adoption of LED lights instead of fluorescent bulbs.
- Water management including rain water harvesting.
- Promotion of Biodiversity including growing of food crops, planting of indigenous trees and planting of fruit crops.
- Going digital.

Employee welfare

Emurua Dikirr Technical Training Institute being a public entity follows public policies and procedures governing the conduct of public entities.

Part III section F of HR manual, provides for Work Environment Health and Safety, upon which Emurua Dikirr TTI relies for the implementation of our work-related policies and procedures

Part IV of the manual provides for Performance Management, Training and Development with clear guidelines and procedures for public entities.

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

Market place practices-

Emurua Dikirr Technical Training Institute is located along Emurua Dikirr Mogondo Road, 4 km from Emurua Dikirr town, in Transmara East Sub County, Narok County. The location provided us with a unique niche and needs reflected in the kind of products and programmes we offer. Our programmes are aligned to the needs of our market space and therefore in itself it is a statement of responsible competition practice. At Emurua Dikirr Technical Training Institute we continue to value networking and collaborating with the local community including National Government Constituency Development Fund (CDF) Board, the County Government, and Local administration.

During the year ending June 2023, we continued to maintain our policy of viewing technical colleges as partners rather than competitors has provided for a close working relation with our neighbours. During the year ending June 30th 2023, we continued to work closely with Sotik TTI and SOT TTI in the provision and conduct of Technical Training and Examination in Automotive Engineering and Welding and Fabrication Engineering.

a) Responsible Supply chain and supplier relations

Emurua Dikirr Technical Training Institute applies public procurement and Disposal Act 2015 and Procurement Regulation 2020 in the management of procurement processes and supplier relations.

In the discharge of responsible contract management and Supplier relations, Emurua Dikirr Technical Training Institute services all contracts with 30 days of invoicing.

b) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices.

Emurua Dikirr Technical Training Institute uses open market approach in the advertisement marketing of our products. Such open market includes; positioning of our sign board at strategic locations, distribution and placement of our brochures at strategic locations, markets and Secondary school visits, radio shows and maintaining online presence.

Product stewardship- outline efforts to safeguard consumer rights and interests.

During the year ending June 30th, 2023, we continued with advertising our products in the local Radio stations, distributed brochures in strategic locations in an attempt to increase the awareness of the available skills development opportunities at Emurua Dikirr Technical Training Institute.

We also organised and participated in sports activities involving the local community, the neighbouring and regional colleges.

Corporate Social Responsibility / Community Engagements

During the year ending 30th June 2023, we continued to maintain and service the water supply system line for the community.

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

11. Report of the 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 Emurua Dikirr Technical Training Institute's affairs.

Principal activities

The principal activity of the Emurua Dikirr Technical Training Institute is to offer technical training to the trainees

Results

The results of the Emurua Dikirr Technical Training Institute for the year ended June 30 2023 are set out on pages 1-9

BOARD OF GOVERNORS

The members of the Board who served during the year are shown on pages viii-ix

Auditors

The Auditor General is responsible for the statutory audit of the Emurua Dikirr Technical Training Institute 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

Date:

12. Statement of Board of Governors' 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 that Emurua Dikirr Technical Training Institute, which give a true and fair view of the state of affairs of the Emurua Dikirr Technical Training Institute at the end of the financial year/period and the operating results of the Emurua Dikirr Technical Training Institute for that year/period.

The board members are also required to ensure that the Emurua Dikirr Technical Training Institute keeps proper accounting records which disclose with reasonable accuracy the financial position of the Emurua Dikirr Technical Training Institute. The board members are also responsible for safeguarding the assets of the Emurua Dikirr Technical Training Institute.

The board members are responsible for the preparation and presentation of the Emurua Dikirr Technical Training Institute's financial statements, which give a true and fair view of the state of affairs of the Emurua Dikirr Technical Training Institute 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 the Emurua Dikirr Technical Training Institute; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Emurua Dikirr Technical Training Institute; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The board members accept responsibility for the Emurua Dikirr Technical Training Institute'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 Act)

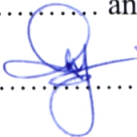
The board members are of the opinion that the Emurua Dikirr Technical Training Institute's financial statements give a true and fair view of the state of Emurua Dikirr Technical Training Institute's transactions during the financial year ended June 30, 2023, and of the Emurua Dikirr Technical Training Institute's financial position as at that date. The board members further confirm the completeness of the accounting records maintained for the Emurua Dikirr Technical Training Institute, which have been relied upon in the preparation of the Emurua Dikirr Technical Training Institute's financial statements as well as the adequacy of the systems of internal financial control.

Nothing has come to the attention of the board members to indicate that the Emurua Dikirr Technical Training Institute will not remain a going concern for at least the next twelve months from the date of this statement.

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

Approval of the financial statements

The Emurua Dikirr Technical Training Institute's financial statements were approved by the Board on and signed on its behalf by:

Name: Philip Cheruiyot Signature  Date 28/3/2025

Chairperson of the B.O.G

Name: David Busienei Signature  Date 28.3.2025

Accounting Officer/Principal

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

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL ON EMURUA DIKIRR TECHNICAL TRAINING INSTITUTE FOR THE YEAR ENDED 30 JUNE, 2023

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

The accompanying financial statements of Emurua Dikirr Technical Training Institute set out on pages 1 to 35, which comprise of the statement of financial performance as at 30 June, 2023 and the statement of financial position, statement of changes in equity, 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, have been audited on my behalf by Josemu & Associates – Certified Public Accountants, auditors appointed under Section 23 of the Public Audit Act, 2015. The auditors have duly reported to me the results of their audit and on the basis of their report, I am satisfied that all the information

and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit were obtained.

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

Basis for Qualified Opinion

1. Unsupported Current Receivables from Exchange Transactions

The statement of financial position and Note 27(a) to the financial statements reflect current receivables from exchange transactions balance of Kshs.19,956,963 which relate to student debtors. The amount includes a balance of Kshs.12,801,643 or 64% which represents student debtors that have been outstanding for more than one (1) year. Management has not provided any explanation as to why the Institution has allowed the receivables to accumulate to significant levels which may affect the future liquidity of the Institute.

Further, Note 27 to the financial statements has not disclosed the ageing analysis of the current receivables from exchange transactions balance of Kshs.19,956,963 as required by the recommended reporting template.

In the circumstances, the accuracy, completeness and recoverability of the current receivables from exchange transactions balance of Kshs.19,956,963 could not be confirmed.

2. Unsupported Receivables from Non-Exchange Transactions

The statement of financial position and Note 28 to the financial statements reflects current portion of receivables from non-exchange transactions balance of Kshs.16,230,000 which relates to undisbursed capitation grants. The balance includes an amount of Kshs.1,036,000 for the 'Jitume' programme. However, the latter balance was not supported with any verifiable documentation as required.

Further, Note 28 to the financial statements has not disclosed the ageing analysis of the current receivables from non-exchange transactions balance of Kshs.16,230,000 as required by the recommended reporting template.

In addition, the balance of Kshs.16,230,000 includes an opening balance of Kshs.7,390,000 which represents long outstanding amounts of undisbursed capital grants by the Government that have been outstanding since the financial year 2021/2022 and earlier years.

In the circumstances, the accuracy, completeness and recoverability of the receivables from non-exchange transactions balance of Kshs.16,230,000 could not be confirmed.

3. Unsupported Expenditure

The statement of financial performance reflects use of goods and services amount of Kshs.18,315,925 as disclosed in Note 15 to the financial statements. The balance includes an amount Kshs.1,502,550 expenditures in respect to local travel and accommodation paid as night out and allowances to the Institute's staff. However, the supporting documents including

invitation letters, work/bus tickets, attendance schedules and back to office reports were not provided for audit review.

Further, the use of goods and services balance includes amounts of Kshs.1,169,848 in respect of general expenses and Kshs.1,277,840 in respect of examination expenses. However, supporting documents including invoices, purchase requisition forms, delivery notes, Local Purchase Orders (LPOs) and inspection and acceptance committee reports or minutes were not provided for audit review.

In, addition, the amount of Kshs.18,315,924 includes a balance of Kshs.1,502,550 incurred on travelling and accommodations. However, the payment vouchers and support documents were not availed for audit verification.

In the circumstances, the accuracy, completeness and value for money for the use of goods and services expenditure Kshs.3,950,238 for the year ending could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Emurua Dikirr Technical Training Institute 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 Kshs.48,137,393 in respect to approved revenue budget and actual revenue of Kshs.40,003,729 resulting to under collection of Kshs.8,133,664 or 17% of the budget. Further, the statement reflects approved expenditure budget Kshs.48,137,393 and actual expenditure of Kshs.30,576,966 resulting to an under-expenditure of Kshs.17,560,426 or 36% of the budget.

The under-funding and under-expenditure affected the planned activities of the Institute and may have impacted negatively on service delivery to the public.

Other Matter

Unresolved Prior Year Matters

In the audit of the previous year, several paragraphs were raised under the Report on Financial on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management has not given any explanation on how the issues were resolved.

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. There were no other key audit matters to communicate in my report.

Other Information

The Management are responsible for the other information set out on page iii to xxviii which comprise of Key Entity Information and Management, Board of Governors, Key Management Team, Chairman's Statement, Report of the Principal, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Board of 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

1. Non-Compliance with the Government Financial Year

Review of Institute's Personal Identification Number (PIN) details revealed that the Institute's accounting period ends on 31 December of every year. This is contrary to Section 11 of the Technical and Vocational Education and Training Act, 2013 (11) which state that the financial year of the Authority shall be the period of twelve months ending on the 30 of June in every year.

In the circumstances, the College is in breach of law.

2. Staff Ethnic Composition

Review of the staff establishment records of the Institute revealed that it had a total number of Board of Governors (BOG) staff of twenty-seven (27), out of whom 91% are from one ethnic community. This is contrary to Section 7 (1) and (2) of the National Cohesion and Integration Commission Act, 2008 which states that all public establishments shall seek to represent the diversity of the people of Kenya in the employment of staff, no public establishment shall have more than one third of its staff from the same ethnic community.

The Management is therefore in breach of the law.

3. Failure to Carry Out Board of Survey

The Management did not carry out Board of Survey as required, which includes undertaking a physical inspection of the assets, stores, bank balances and books of account of vote. This is contrary to Regulation 23 (1) (c) of the Public Financial Management (National Government) Regulations, 2015 which states that Accounting Officers shall, in accordance with Article 226(2) of the Constitution and section 68(1) of the Act, be accountable to the National Assembly – for maintaining effective systems of internal control and the measures taken to ensure that they are effective.

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

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 effects 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 an Internal Audit Function and Inactive Audit Committee

During the year under review, the Institute did not have an established Audit Committee of the Board and an internal audit function. This is contrary to Section 73 (1) (a) of the Public Finance Management Act, 2012 which states that every National Government entity shall ensure that it complies with this Act and - has appropriate arrangements in place for conducting internal audit according to the guidelines of the Accounting Standards Board. Further, Regulation 174(1) of the Public Finance Management (National Government), 2015 that Subject to paragraph (2) of this regulation, each National Government entity shall establish an audit committee.

In the circumstances, the effectiveness of the internal controls, risk management and governance could not be ascertained.

2. Lack of Risk Management Policy

During the year under review, the Institute did not have a risk management policy in place. This is contrary to Regulation 165(1)(a) of the Public Finance Management (National Government) Regulations, 2015 which requires each National Government entity to develop risk management strategies and a system of risk management.

In the circumstances, the existence of an effective risk management system could not be confirmed.

3. Lack of Human Resource Policy

During the year, the Institute did not have an approved salary structure, approved staff establishment and Board of Governors, terms and conditions of service which provide for employee welfare and other staff benefits. This is contrary to Regulation 165(1)(b) of the Public Finance Management (National Government) Regulations, 2015, that states that the Accounting Officer shall ensure that the National Government entity develops a system of risk management and internal controls that builds robust business operations.

In the circumstances, the effectiveness of internal control in relation to management of human resources 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 those Charged with Governance

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

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

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

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

The Board of Governors 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting

Report of the Auditor-General on Emurua Dikirr Technical Training Institute for the year ended 30 June, 2023

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

16 June, 2025

Emurua Dikirr Technical Training Institute
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	2022-2023	2021-2022
		Kshs	Kshs
Revenue from non-exchange transactions			
Transfers from the National Government	6	15,619,385.00	21,150,000.00
Grants from donors and development partners	7	0.00	0.00
Transfers from other levels of government	8	0.00	0.00
Public contributions and donations	9	0.00	0.00
Sub-total		15,619,385.00	21,150,000.00
Revenue from exchange transactions			
Rendering of services	10	17,929,081.00	21,258,080.00
Sale of goods	11	26,411.00	10,665.00
Rental revenue from facilities and equipment	12	6,421,852.00	0.00
Finance income-external investments	13	0.00	0.00
Other income	14	7,000.00	0.00
Sub-total		24,384,344.00	21,268,745.00
Total revenue		40,003,729.00	42,418,745.00
Expenses			
Use of goods and services	15	18,315,924.80	14,932,851.00
Employee costs	16	7,595,147.00	6,964,325.00
Directors' Remuneration	17	1,147,000.00	1,372,500.00
Depreciation and amortization expense	18	2,633,404.76	2,787,236.00
Repairs and maintenance	19	885,490.00	1,303,284.00
Contracted services	20	0.00	0.00
Grants and subsidies	21	0.00	0.00
Finance costs	22	0.00	30,465.00
Total expenses		30,576,966.56	27,390,661.00
Other gains/(losses)		0.00	0.00
Gain on sale of assets	23	0.00	0.00
Unrealized gain on fair value of investments	24	0.00	0.00
Impairment loss	25	0.00	0.00
Total othergains/(losses)			
Net Surplus for the year		9,426,762.44	15,028,084.00

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

The Financial Statements set out on page 1-8 were signed by:


.....

Chairman of the Board

Date

28/03/2025


.....

Finance Officer

ICPAK No 34250

Date

28/03/2025


.....

Principal

Date

28.3.2025

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

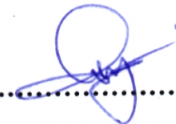
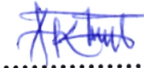

15. Statement of Financial Position as at 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Assets			
Current assets			
Cash and cash equivalents	26	418,711.40	5,565,095.00
Current portion of receivables from exchange transactions	27(a)	19,956,963.00	16,024,661.00
Receivables from non-exchange transactions	28	16,230,000.00	7,390,000.00
Inventories	29	1,136,173.80	419,599.00
Investments in financial assets	30		
Total current assets		37,741,848.20	29,399,355.00
Non-current assets			
Long term receivables from exchange transactions	27(b)		
Investment	30		
Property, Plant and Equipment	31	74,711,648.24	72,285,740.00
Intangible assets	32	0.00	0.00
Investment property	33	0.00	0.00
Biological assets	34	0.00	0.00
Total assets		112,453,496.44	101,685,094.00
Liabilities			
Current liabilities			
Trade and other payables from exchange transactions	35	1,178,638.00	0
Refundable deposits from customers	36	250,500.00	87,500.00
Current Provisions	37	0.00	0.00
Finance lease obligation	38	0.00	0.00
Deferred income	39	0.00	0.00
Employee benefit obligation	40	0.00	0.00
Payments received in advance	41	0.00	0.00
		0.00	0.00
Non-current liabilities		1,429,138.00	87,500.00
Non-current provisions	39	0.00	0.00
Borrowings	40	0.00	0.00
Service concession liability	41	0.00	0.00
Total liabilities		1,429,138.00	87,500.00
Net assets		111,024,358.44	101,597,594.00
Financed by:			
Capital Reserves		101,597,594.00	80,669,510.00
Accumulated surplus		9,426,762.44	15,028,084.00
NG-CDF fund		0.00	5,900,000.00

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

Total		111,024,358.44	101,597,594.00

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

		
.....
Chairman of Council/Board	Finance Officer	Principal
	ICPAK No 34250	
Date 28/3/2025	Date 28/03/2025	Date 28. 3. 2025

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

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
	Kshs	Kshs	Kshs	Kshs
At July 1, 2021			80,669,510.00	80,669,510.00
Revaluation gain		-	-	
Surplus for the year	-	15,028,084.00	-	15,028,084.00
Capital grants received during the year	-	-	5,900,000.00	5,900,000.00
Transfer of depreciation/amortisation from capital fund to Retained earnings	-			-
At June 30, 2022		15,028,084.00	86,569,510.00	101,597,594.00
At July 1, 2022		15,028,084.00	86,569,510.00	101,597,594.00
Revaluation gain		-	-	
Surplus for the year	-	9,426,762.44	-	9,426,762.44
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-			-
At June 30, 2023		24,454,846.44	86,569,510.00	111,024,356.44

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

		2022-2023	2021-2022
	Note	Kshs	Kshs
Cash flows from operating activities			
Receipts			
Revenue from non-exchange transactions	6	15,619,385.00	21,150,000.00
Transfers from the National Government			
Grants from donors and development partners			
Transfers from other levels of government			
Public contributions and donations			
		15,619,385.00	21,150,000.00
Revenue from exchange transactions			
Rendering of services	10	17,929,081.00	21,268,745.00
Other income	11/12 14	6,455,263.00	00.00
		24,384,344.00	21,268,745.00
Total revenue		40,003,729.00	42,418,745.00
Payments			
Use of goods and services	15	18,315,924.80	14,932,851.00
Employee costs	16	7,595,147.00	6,964,325.00
Directors remuneration	17	1,147,000.00	1,372,500.00
Depreciation and amortization expense	18	2,633,404.76	2,787,236.00
Repairs and maintenance	19	885,490.00	1,303,284.00
Contracted services		0.00	0.00
Grants and subsidies		0.00	0.00
Finance costs		0.00	30,465.00
Total expenses		30,576,966.56	27,390,661.00
Net Surplus for the year		9,426,762.44	15,028,084.00
Adjustment: Add back depreciation	46	2,633,404.76	2,787,236.00
Less increase in debtors	46	(12,772,302)	(11,158,199)
Less Inventories	46	(716,574.80)	(419,599.00)
Less decrease in creditors	46	0.00	(121,520.00)
Add increase in creditors	46	1,341,638.00	87,500.00
Add increase in creditors		0.00	
Net cash flows from operating activities	46	(87,072)	6,203,502.00
Cash flows from investing activities			
Purchase of property, plant, equipment and intangible assets	31	(1,970,000)	(7,279,700.00)
Purchase of computers and printers	31	(441,700)	(208,000.00)
Purchase of furniture and fittings	31	(360,000)	(570,000.00)
Building-Tuition block and latrine	31	(435,892)	(3,742,889.00)

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Work in progress-Building	31	(1,371,720.00)	(665,937.00)
Work in progress -MIS	31	(480,000.00)	
Purchase of land			0.00
Net cash flows used in investing activities		(5,059,312.00)	(12,466,526.00)
Cash flows from financing activities			
Government grant-CDF	8	0.00	5,900,000.00
Public donation		0.00	0.00
Increase in deposits		0.00	0.00
Net cashflows used in financing activities		0.00	5,900,000.00
Net increase/(decrease)in cash and cash equivalents		(5,146,384)	-363,024.00
Cash and cash equivalent as at 30 June 2022			
Cash at the beginning 1 July 2022		5,565,095.00	5,928,119.00
Cash and cash equivalents at 30 June 2023	25	418,711.40	5,565,095.00

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18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2023

Description	Original budget	Adjustments	Final	Actual on comparable basis	Performance difference	Utilization Difference
			budget			
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	%
Transfers from other National Government entities	21,000,000.00		21,000,000.00	15,619,385.00	5,380,615.00	26%
Rendering of services- fees from students	18,494,000.00		18,494,000.00	17,929,081.00	564,919.00	3%
Sale of goods			-	26,411.00	(26,411.00)	
Rental revenue from facilities and equipment			-	6,421,852.00	(6,421,852.00)	
Miscellaneous Income			-	7,000.00	(7,000.00)	
CDF	8,643,393.00		8,643,393.00		8,643,393.00	
Total Income	48,137,393.00		48,137,393.00	40,003,729.80	8,133,664.00	- 17%
			-		-	
Expenses			-		-	
Use of goods and services	25,114,133.00		25,114,133.00	18,315,924.80	6,798,208.20	27%
Employee costs	8,120,760.00		8,120,760.00	7,595,147.00	525,613.00	6%
Board Expenses	1,275,000.00		1,275,000.00	1,147,000.00	128,000.00	10%
Repairs and maintenance	1,277,500.00		1,277,500.00	885,490.00	392,010.00	31%
Depreciation and amortization expense			-	2,633,404.76	(2,633,404.76)	
Projects	12,350,000.00		12,350,000.00		12,350,000.00	
Total Expenditure	48,137,393.00		48,137,393.00	30,576,966.56	17,560,426.44	36%
			-		-	
Surplus For the Period	-		-	9,426,762.44	-9,426,762.44	

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19. Notes to the Financial Statements

1. General Information

Emurua Dikirr TTI Emurua Dikirr Technical Training Institute is established by and derives its authority and accountability from TVET Act. The Emurua Dikirr Technical Training Institute is wholly owned by the Government of Kenya and is domiciled in Kenya. The Emurua Dikirr Technical Training Institute's principal activity is provision of technical training courses

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 judgement in the process of applying the Emurua Dikirr Technical Training Institute's accounting policies.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of *Emurua Dikirr Technical Training Institute*.

The financial statements have been prepared in accordance with the PFM Act 2012, the State Corporations Act 446, 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:
IPSAS 41: Financial Instruments	<p>Applicable: 1st January 2023:</p> <p>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"> • Applying a single classification and measurement model for financial assets that considers the characteristics of the asset's cash flows and the objective for which the asset is held; • Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and

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Standard	Effective date and impact:
	<ul style="list-style-type: none"> • 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. <p>The standard does not affect Emurua Dikirr Technical Training for the period under review</p>
<p>IPSAS 42: Social Benefits</p>	<p>Applicable: 1st January 2023</p> <p>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> <ul style="list-style-type: none"> (a) The nature of such social benefits provided by the Entity. (b) The key features of the operation of those social benefit schemes; and (c) The impact of such social benefits provided on the Entity's financial performance, financial position and cash flows.
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p>Applicable: 1st January 2023:</p> <ul style="list-style-type: none"> a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued. b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued. c) Amendments to IPSAS 30, to update the guidance for accounting for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued. d) Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.
<p>Other improvements to IPSAS</p>	<p>Applicable 1st January 2023</p> <ul style="list-style-type: none"> • <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). • <i>IPSAS 39: Employee Benefits.</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS. • IPSAS 29: Financial instruments: Recognition and Measurement. Standard no longer included in the 2023 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1st January 2023.

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

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Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st January 2025</i></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><i>Applicable 1st January 2025</i></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

Emurua Dikirr Technical Training institute did not early-adopt any new or amended standards in year ended 2023.

4. 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.

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Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

b) Budget information

The original budget for FY 2022/2023 was approved by the board. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals to conclude the final budget. 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 **xxx** of these financial statements.

c) Taxes

Current income tax

The Emurua Dikirr Technical Training Institute is exempted from paying taxes.

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. Subsequent to initial recognition, investment properties are measured using the cost model period or investment property is measured at fair value with gains and losses recognised through surplus or deficit. 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.

Depreciation rates on reducing balance method

Buildings	2%
Furniture and fittings	12.5%
Property Plant and equipment	15%
Computers and printers	30%

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

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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.

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. Emurua Dikirr Technical Training Institute does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. 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

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statements. 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.

Financial assets

Classification

Emurua Dikirr Technical Training Institute 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

Emurua Dikirr Technical Training Institute 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.

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

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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

Emurua Dikirr Technical Training Institute 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

Emurua Dikirr Technical Training Institute 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 Emurua Dikirr Technical Training Institute 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 *Entity* creates and maintains reserves in terms of accumulated surplus and donations.

n) Changes in accounting policies and estimates

Emurua Dikirr Technical Training institute 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

Emurua Dikirr Technical Training institute provides retirement benefits for its employees. 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

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. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

r) Related parties

Emurua Dikirr Technical Training institute 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. Members of key management are regarded as related parties and comprise the directors, the principal and senior managers.

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Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

s) Service concession arrangements

The *Entity* 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.

Notes to the Financial Statements (Continued)

5. Significant Judgments and Sources of Estimation Uncertainty

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

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

6. Transfers from other National Government entities

Description	2022-2023	2021-2022
	Kshs	Kshs
Unconditional grants	0.00	0.00
Capitation grant	15,619,385.00	21,150,000.00
Conditional grants	0.00	0.00
Library grant	0.00	0.00
Hostels grant	0.00	0.00
Administration block grant	0.00	0.00
Laboratory grant	0.00	0.00
Learning facilities grant	0.00	0.00
Other organizational grants	0.00	0.00
Total government grants and subsidies	15,619,385.00	21,150,000.00

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

(a) Transfers from other Government entities (Categorized)

Name of the Entity Sending The Grant	Amount recognized to Statement of Financial performance *	Amount deferred under deferred income	Amount recognised in capital fund.	Total grant income during the year	Comparative FY
	Kshs	Kshs	Kshs	Kshs	Kshs
State Department of XX	0.00	0.00	0.00	0.00	0.00
XX Ministry	0.00	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00	0.00

**Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023**

Notes to the Financial Statements (Continued)

7. Grants from Donors and Development Partners

Description	2022-2023	2021-2022
	Kshs	Kshs
JICA- Research Grant	0.00	0.00
World Bank Grants	0.00	0.00
In-Kind Donations	0.00	0.00
Donations transferred to revenue-conditions met	0.00	0.00
Other Grants (specify)	0.00	0.00
Total Grants from Development Partners	0.00	0.00

(a) Reconciliations of grants from donors and development partners

Description	2022-2023	2021-2022
	Kshs	Kshs
Balance unspent at beginning of year	0.00	0.00
Current year receipts	0.00	0.00
Conditions Met - Transferred to Revenue	0.00	0.00
Conditions Yet To Be Met - Remain Liabilities	0.00	0.00

8. Transfers from Other Levels of Government

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfer from NG-CDF	0.00	5,900,000.00
Transfer from XX University	0.00	0.00
Transfer from XX Institute	0.00	0.00
Total Transfers	0.00	5,900,000.00

9. Public Contributions and Donations

Description	2022-2023	2021-2022
	Kshs	Kshs
Public Donations	0.00	0.00
Donations from Local Leadership	0.00	0.00
Donations from Religious Institutions	0.00	0.00
Donations from Alumni	0.00	0.00
Other Donations	0.00	0.00
Total Donations and Contributions	0.00	0.00

**Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023**

Notes to the Financial Statements (Continued)

10. Rendering of Services

Description	2022-2023	2021-2022
	Kshs	Kshs
KNEC Examination Fee	3,551,810.00	2,374,680.00
Tuition-Student	10,251,036.00	18,626,100.00
Personnel Emoluments-Student	1,333,545.00	0.00
EWC-Student	400,044.00	0.00
Ltt-Student	351,658.00	0.00
Rmi-Student	207,820.00	0.00
Activity-Student	415,668.00	0.00
Medical-Student	287,500.00	0.00
Industrial Attachment-Student	576,000.00	0.00
Registration-Student	472,500.00	257,300.00
Student Id	81,500.00	0.00
Total Revenue from The Rendering of Services	17,929,081.00	21,258,080.00

11. Sale of Goods

Description	2022-2023	2021-2022
	Kshs	Kshs
Sale of Books	00	00
Sale of Publications	00	00
Sale of Farm Produce	10,411.00	00
Cafeteria sales	16,000.00	10,665.00
Other sales (specify)	00	00
Total Revenue from Sale of Goods	26,411.00	10,665.00

12. Rental revenue from facilities and equipment

Description	2022-2023	2021-2022
	Kshs	Kshs
Hire of Facilities and Equipment	6,421,852.00	0.00
Contingent Rentals	0.00	0.00
Operating Lease Revenue	0.00	0.00
Total	6,421,852.00	0.00

Notes to the Financial Statements (Continued)

13. Finance Income

Description	2022-2023	2021-2022
	Kshs	Kshs
Cash investments and fixed deposits	0.00	0.00
Interest income from treasury bills	0.00	0.00
Interest income from treasury bonds	0.00	0.00
Interest from outstanding debtors	0.00	0.00
Total finance income	0.00	0.00

14. Miscellaneous Income

Description	2022-2023	2021-2022
	Kshs	Kshs
Insurance recoveries	0.00	0.00
Consultancy fees	0.00	0.00
Income from sale of tender	0.00	0.00
Services concession income	0.00	0.00
Reimbursements and refunds	0.00	0.00
Graduation fees	0.00	0.00
Bad debts recovered	0.00	0.00
Income written back	0.00	0.00
Miscellaneous income	7,000.00	0.00
Total other income	7,000.00	0.00

Emurua Dikirr Technical Training Institute
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	2022-2023	2021-2022
	Kshs	Kshs
Teaching and learning materials	4,252,588.00	4,769,215.00
Industrial attachment costs	240,640.00	50,000.00
Electricity	256,699.00	223,250.00
Water	0.00	83,570.00
Professional and consultancy services	73,000.00	54,600.00
Subscriptions	258,700.00	228,800.00
Advertising	578,940.00	262,510.00
Examination fees	2,019,210.00	2,674,040.00
Catering, conferences, and delegations	6,213,647.00	990,466.00
Travelling and accommodation	2,022,900.00	2,838,975.00
Fuel and oil	13,440.00	15,600.00
Insurance	0.00	33,000.00
Printing and stationery	651,856.00	1,097,744.00
Telephone expenses	164,500.00	125,650.00
Internet expenses	185,065.00	220,686.00
Training expenses	255,100.00	551,395.00
Sport activities	897,978.00	508,700.00
Students' affairs	127,550.00	138,450.00
Staff uniform	0.00	66,200.00
Bank charges	23,711.80	0.00
Rent	18,900.00	0.00
Performance contracting	61,500.00	0.00
Total good and services	18,315,924.80	14,932,851.00

**Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023**

Notes To the Financial Statements (Continued)

16. Employee Costs

	2022-2023	2021-2022
	Kshs	KShs
Salaries and wages	7,595,147.00	6,673,300.00
Travel, motor car, accommodation, subsistence and other allowances	0.00	0.00
Housing benefits and allowances	0.00	0.00
Overtime payments	0.00	0.00
Performance and other bonuses	0.00	0.00
Social contributions(staff welfare)	0.00	114,000.00
P.A.Y.E	0.00	77,025.00
Helb deductions from employees	0.00	100,000.00
Employee costs	7,595,147.00	6,964,325.00

17. Board Expenses

Description	2022-2023	2021-2022
	Kshs	KShs
Chairman's Honoraria		00
Directors' emoluments (Meeting allowances)	1,147,000.00	1,372,500.00
Other allowances		00
Total director emoluments	1,147,000.00	1,372,500.00

18. Depreciation and Amortization expense

Description	2022-2023	2021-2022
	Kshs	KShs
Property Plant and Equipment	1,087,939.45	1,137,086.00
Building	1,069,181.19	1,077,697
Furniture and fittings	205,024.12	221,453
Computers and printers	271,260.00	351,000.00
Total depreciation and amortization	2,633,404.76	2,787,236.00

19. Repairs and Maintenance

Description	2022-2023	2021-2022
	KShs	KShs
General repairs	0.00	1,303,284.00
Furniture and fittings	885,490.00	0
Computers and accessories	0.00	0
Total repairs and maintenance	885,490.00	1,303,284.00

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

20. Contracted Services

Description	2022-2023	2021-2022
	Kshs	Kshs
Actuarial valuations	0.00	0.00
Investment valuations	0.00	0.00
Property valuations	0.00	0.00
Other (specify)	0.00	0.00
Total contracted services	0.00	0.00

21. Grants and Subsidies

Description	2021-2022	2022-2023
	Kshs	Kshs
Community Development	0.00	0.00
Education Initiatives and Programs	0.00	0.00
Social Development	0.00	0.00
Social benefits expenses	0.00	0.00
Community Trust	0.00	0.00
Sporting Bodies	0.00	0.00
Total Grants and Subsidies	0.00	0.00

22. Finance Costs

Description	2022-2023	2021-2022
	Kshs	Kshs
Borrowings (Amortized Cost)*	0.00	0.00
Finance Leases (Amortized Cost)	0.00	0.00
Unwinding of Discount from lease liabilities	0.00	0.00
Interest on Bank Overdrafts	0.00	0.00
Interest on Loans from Commercial Banks	0.00	0.00
Bank charges	0.00	30,465.00
Total Finance Costs	0.00	30,465.00

Notes To the Financial Statements (Continued)

23. Gain On Sale of Assets

Description	2022-2023	2021-2022
	Kshs	Kshs
Property, Plant and Equipment	0.00	0.00
Intangible Assets	0.00	0.00
Other Assets not capitalised	0.00	0.00

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

Total Gain On Sale of Assets	0.00	0.00
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24. Gain/(loss) on Fair Value Investments

Description	2022-2023	2021-2022
	Kshs	Kshs
Fair value on equity investments	0.00	0.00
Fair value arising from investment property	0.00	0.00
Fair value arising from biological assets	0.00	0.00
Fair value- other financial assets (specify)	0.00	0.00
Total Gain	0.00	0.00

25. Impairment Loss

Description	2022-2023	2021-2022
	Kshs	Kshs
Property, Plant and Equipment	0.00	0.00
Intangible Assets	0.00	0.00
Total Impairment Loss	0.00	0.00

26. Cash and Cash Equivalents

Description	2022-2023	2021-2022
	Kshs	Kshs
Current Account	418,711.40	5,565,095.00
On - Call Deposits	0.00	0.00
Fixed Deposits Account	0.00	0.00
Staff Car Loan/ Mortgage	0.00	0.00
Others (Specify)	0.00	0.00
Total Cash and Cash Equivalents	418,711.40	5,565,095.00

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023
Notes To The Financial Statements (Continued)

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

Emurua Dikirr Technical Training Institute		2022-2023	2021-2022
	Account number	Kshs	Kshs
a) Current account			
Kenya Commercial bank	1284366227	311,440.40	4,839,245.00
Equity Bank, etc	1840281093726	107,271.00	543,163.00
Sub- total	-	418,711.40	5,382,408.00
b) On - call deposits		0.00	0.00
Kenya Commercial bank	-	0.00	0.00
Equity Bank – etc	-	0.00	0.00
Sub- total	-	0.00	0.00
c) Fixed deposits account		0.00	0.00
Kenya Commercial bank	-	0.00	0.00
Bank B	-	0.00	0.00
Sub- total	-	0.00	0.00
		0.00	0.00
d) Staff car loan/ mortgage		0.00	0.00
Kenya Commercial bank	-	0.00	0.00
Bank B	-	0.00	0.00
Sub- total	-	0.00	0.00
e) Others(specify)		0.00	0.00
Cash in transit	-	0.00	0.00
Cash in hand		0.00	182,687.00
Mobile Money account		0.00	0.00
Sub- total		0.00	0.00
Grand total		418,711.40	5,565,095.00

Notes to the Financial Statements (Continued)

27. Receivables from Exchange transactions

27 (a) Current Receivables from Exchange transactions

Description	2022-2023	2021-2022
	Kshs	Kshs
Current Receivables		
Student Debtors	19,956,963.00	16,024,661.00
Rent Debtors	0.00	0.00
Consultancy Debtors	0.00	0.00
Other Exchange Debtors	0.00	0.00
Less: Impairment Allowance	0.00	0.00
Total Current Receivables	19,956,963.00	16,024,661.00

27 (b) Long- term Receivables from Exchange transactions

Description	2021-2022	2022-2023
	Kshs	Kshs
Non-Current Receivables		
Refundable Deposits	0.00	0.00
Advance Payments	0.00	0.00
Public Organizations	0.00	0.00
Less: Impairment Allowance	(0.00)	(0.00)
Total	0.00	0.00
Current Portion Transferred To Current Receivables	(0.00)	(0.00)
Total Non-Current Receivables	0.00	0.00
Total Receivables	0.00	0.00

27 (c) Ageing Analysis of Receivables from Exchange transactions

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current	% of total	Comparative FY	% of total
Less than 1 year	0.00	%	0.00	%
Between 1- 2 years	0.00	%	0.00	%
Between 2-3 years	0.00	%	0.00	%
Over 3 years	0.00	%	0.00	%
Total (a+b)	0.00	%	0.00	%

Emurua Dikirr Technical Training Institute
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27 (d) Reconciliation for impairment Allowance on Receivables from Exchange Transactions

Description	2022-2023	2021-2022
	Kshs	Kshs
At the beginning of the year	0.00	0.00
Provisions during the year	0.00	0.00
Recovered during the year	(0.00)	(0.00)
Write offs during the year	(0.00)	(0.00)
At the end of the year	0.00	0.00

(Entity to state the expected credit loss rates for various categories of its receivables. The entity should also disclose how ECL was arrived at in line with provisions of IPSAS 41.)

28. Receivables from Non-Exchange transactions

Description	2022-2023	2021-2022
	Kshs	Kshs
Current Receivables		
Capitation Grants*	16,230,000.00	7,390,000.00
Transfers from Other Govt. entities	0.00	0.00
Undisbursed Donor Funds	0.00	0.00
Other Debtors (Non-Exchange Transactions)	0.00	0.00
Less: Impairment Allowance	0.00	0.00
Total Current Receivables	16,230,000.00	7,390,000.00

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

Description	2022-2023		2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	0.00	%	0.00	%
Between 1- 2 years	0.00	%	0.00	%
Between 2-3 years	0.00	%	0.00	%
Over 3 years	0.00	%	0.00	%
Total	0.00	%	0.00	%

**Emurua Dikirr Technical Training Institute
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28 (b) Reconciliation for Impairment Allowance on Receivables from Non-Exchange Transactions

Description	2022-2023	2021-2022
	Kshs	Kshs
At the beginning of the year	0.00	0.00
Additional provisions during the year	0.00	0.00
Recovered during the year	(0.00)	(0.00)
Written off during the year	(0.00)	(0.00)
At the end of the year	0.00	0.00

29. Inventories

Description	2022-2023	2021-2022
	Kshs	Kshs
Stationery stores	192,450.00	235,200.00
Hair dressing stores	33,490.00	69,240.00
Electrical stores	402,960.80	115,159.00
Building-Central	55,000.00	0.00
Food And Beverage	41,446	0.00
General Agriculture-Central	35,429.00	0.00
Hospitality-Central	52,860.00	0.00
Plumbing-Central Store	51,000.00	0.00
Science Laboratory-Central	66,813.00	0.00
Automotive-Central	57,925.00	0.00
Central-Business	59,000.00	0.00
Central-Administration	62,600.00	0.00
Central-RMI	700	0.00
Central-Registry	24,500.00	0.00
	1,136,173.80	419,599.00

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Notes to the Financial Statements (Continued)

30. Investments in financial assets

Description	2022-2023	2021-2022
	Kshs	Kshs
a) Investment in Treasury Bills and Bonds		
Financial Institution		
CBK	00.0	00.0
CBK	0.00	0.00
Sub- Total	0.00	0.00
b) Investment with Financial Institutions/ Banks		
Bank X	00.0	00.0
Bank Y	00.0	00.0
Sub- Total	00.0	00.0
c) Equity Investments (Specify)		
Equity/ Shares in Company Xxx	00.0	00.0
Sub- Total	00.0	00.0
Grand Total	00.0	00.0

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	2022-2023	2021-2022
	%	%	%	Kshs	Kshs	Kshs
Entity A	00	00	00	00	00	00
Entity B	00	00	00	00	00	00
	00	00	00	00	00	00

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Notes to the Financial Statements (Continued)

31. Property, Plant and Equipment

Cost	Land	Buildings	Furniture and fittings	Computers	Plant and equipment	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Depreciation Rate		2%	12.5%	30%	15%		
At 1 July 2021	10,000,000.00	52,792,580.00	1,035,000.00	120,000.00	205,875.00		64,153,455.00
Additions	-	3,731,889.00	866,000.00	1,086,000.00	7,374,700.00	665,937.00	13,724,526.00
Disposals	-	-	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-	-	-
At 30th June 2022	10,000,000.00	56,524,469.00	1,901,000.00	1,206,000.00	7,580,575.00	665,937.00	77,877,981.00
Additions		435,892.00	360,000.00	441,700.00	1,970,000.00	1,851,720.00	5,059,312.00
Disposals							
Transfer/Adjustments		665,937.00					
At 30th June 2023	10,000,000.00	57,626,298.00	2,261,000.00	1,647,700.00	9,550,575.00	1,851,720.00	82,937,293.00
Depreciation And Impairment							
At 1 Jun 2021	0	2,639,629.00	129,375.00	36,000.00	-	-	2,805,004.00
Depreciation		1,077,697.00	221,453.00	351,000.00	1,137,086.00		2,787,236.00
Disposals							
Impairment							
At 30 Jun 2022		3,717,326.00	350,828.00	387,000.00	1,137,086.00		5,592,240.00
Depreciation		1,069,181.19	205,024.12	271,260.00	1,087,939.45		2,633,404.76
Disposals							
Impairment							
Transfer/Adjustment							
At 30th Jun 2023		4,786,507.19	555,852.12	658,260.00	2,225,025.45		8,225,644.76

Emurua Dikirr Technical Training Institute
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Net Book Values							
At 30th Jun 2022	10,000,000.00	52,807,143.00	1,550,172.00	819,000.00	6,443,489.00	665,937.00	72,285,741.00
At 30th Jun 2023	10,000,000.00	52,839,790.81	1,705,147.88	989,440.00	7,325,549.55	1,851,720.00	74,711,648.24

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

Notes to the Financial Statements (Continued)

Valuation

No valuation of assets was done for the period ended 30th June 2023

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	10,000,000.00		10,000,000.00
Buildings	57,626,298.00	4,786,507.19	52,839,790.81
Property Plant And Machinery	9,550,575.00	2,225,025.55	7,325,549.45
Computers and Related Equipment	1,647,700.00	658,260.00	989,440.00
Office Equipment, Furniture, And Fittings	2,261,000.00	555,852.12	1,705,147.88
Work in progress	1,851,720.00	-	1,851,720.00
Total	82,937,293.00	8,225,644.76	74,711,648.14

32. Intangible Assets

Description	2022-2023	2021-2022
	Kshs	Kshs
Cost		
At beginning of the year	00	00
Additions	00	00
At end of the year	00	00
Additions—internal development	00	00
At end of the year	00	00
Amortization and impairment		
At beginning of the year	00	00
Amortization	00	00
At end of the year	00	00
Impairment loss	00	00
At end of the year	00	00
NBV	00	00

Emurua Dikirr Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2023

Notes to the Financial Statements (Continued)

33. Investment Property

Description	2022-2023	2021-2022
	Kshs	Kshs
At beginning of the year	00	00
Additions	00	00
Disposal during the year	00	00
Depreciation	00	00
Impairment	00	00
Gain or loss on fair value- if fair value is elected	00	00
At end of the year	00	00

34. Biological Assets

	2022-2023	2021-2022
	Kshs	Kshs
Cattle	00	00
Trees	00	00
Others (Specify)	00	00
Total	00	00

35. Trade and Other Payables

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Trade payables	1,178,638.00		0	
Fees paid in advance				
Salary deductions				
Third-Party Payments				
Other Payables				
Total Trade and Other Payables	1,178,638.00		0	
Ageing analysis:	2022-2023	% of the Total	2021-2022	% of the Total
Under one year	0.00	%	0.00	0.00
1-2 years	0.00	%	0.00	0.00
2-3 years	0.00	%	0.00	0.00
Over 3 years	0.00	%	0.00	0.00
Total (to tie to totals above)	0.00	%	0.00	0.00

36. Refundable Deposits from Customers/Students

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38. Finance Lease Obligation

Description	2022-2023	2021-2022
	Kshs	Kshs
At the start of the year	00	00
Discount interest on Lease Liability	00	00
Paid during the year	00	00
At end of the year	00	00

Maturity Analysis

Period	Amount
	Kshs
Year 1	00
Year 2	00
Year 3	00
Year 4	00
Year 5 and Onwards	00
Less: Unearned Interest	00
Total	00

Analysed as:

Description	Amount
	Kshs
Current	00
Non- Current	00
Total	00

39. Deferred Income

Description	2022-2023	2021-2022
	Kshs	Kshs
National Government	00	00
International Funding Bodies	00	00
Public Contributions and Donations	00	00
Total Deferred Income	00	00

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	00	00	00	00
Additions during the year	00	00	00	00
Transfers to capital fund	00	00	00	00
Transfers to income statement	00	00	00	00
Other transfers	00	00	00	00
Balance carried forward	00	00	00	00

Analysed as:

Description	Amount
	Kshs
Current	00
Non- Current	00
Total	00

40. Employee Benefit Obligations

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	2022-2023	2021-2022
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	00	00	00	00	00
Non-Current Benefit Obligation	00	00	00	00	00
Total Employee Benefits Obligation	00	00	00	00	00

Retirement benefit Asset/ Liability

Emurua Dikirr Technical Training Institute operates a defined contribution scheme for all full-time employees from July 1, 2021. The scheme is administered by National social security fund.

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Description	2022-2023	2021-2022
	Kshs	Kshs
Discount Rates	00	00
Future Salary Increases	00	00
Future Pension Increases	00	00
Mortality (Pre- Retirement)	00	00
Mortality (Post- Retirement)	00	00
Withdrawals	00	00
Ill Health	00	00
Retirement	00	00

Recognition of Retirement Benefit Asset/ Liability

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

Description	2022-2023	2021-2022
	Kshs	Kshs
The return on defined plan assets	00	00
Actuarial gains/ losses arising from changes in demographic assumptions	00	00
Actuarial Gains/ Losses Arising From changes In Financial Assumptions	00	00
Actuarial gains and losses arising from experience adjustments	00	00
Others (<i>specify</i>)	00	00
Adjustments for restrictions on the defined benefit asset	00	00
Remeasurement of the net defined benefit liability (asset)	00	00

- b) Amounts recognised in the Statement of Financial Position

Description	2022-2023	2021-2022
	Kshs	Kshs
Present value of defined benefit obligations(a)	00	00
Fair value of plan assets(b)	00	00
Funded status(=a-b)	00	00
Restrictions on asset recognised	00	00
Others	00	00
Net asset or liability arising from defined benefit obligation	00	00

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Emurua Dikirr Technical Training Institute 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 6% of gross salary per employee per month.

41. Payments received in advance.

Description	2022-2023		2021-2022	
	Kshs		Kshs	
Fees received in advance	00		00	
Others (Specify)	00		00	
Total	00		00	
Ageing analysis:	2022-2023	% of the Total	2021-2022	% of the Total
Under one year	0.00	%	0.00	%
1-2 years	0.00	%	0.00	%
2-3 years	0.00	%	0.00	%
Over 3 years	0.00	%	0.00	%
Total	0.00	%	0.00	%

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	00	00	00	00	00
Additional Provisions	00	00	00	00	00
Provision utilised	00	00	00	00	00
Change due to discount and time value for money	00	00	00	00	00
Less: Current portion	00	00	00	00	00
Total deferred income	00	00	00	00	00

43. Borrowings

Description	2022-2023	2021-2022
	Kshs	Kshs
Balance at beginning of the year	00	00
External borrowings during the year	00	00
Domestic borrowings during the year	00	00
Repayments of external borrowings during the year	00	00

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Repayments of domestic borrowings during the year	00	00
Balance at end of the year	00	00

43 a) Analysis of External and Domestic Borrowings

Description	2022-2023	2021-2022
	Kshs	Kshs
External borrowings		
Dollar denominated loan from 'xx organization'	00	00
Sterling pound denominated loan from 'yyy organization'	00	00
Euro denominated loan from zzz organization'	00	00
Domestic borrowings	00	00
Kenya shilling loan	00	00
Total balance at end of the year	00	00

43 b) Breakdown of Long and Short-Term Borrowings

Description	2022-2023	2021-2022
	Kshs	Kshs
Short Term Borrowings (Current Portion)	00	00
Long Term Borrowings	00	00
Total	00	00

44. Service Concession Arrangements

Description	2022-2023	2021-2022
	Kshs	Kshs
Fair value of service concession assets recognized under PPE	00	00
Accumulated depreciation to date	00	00
Net carrying amount	00	00
Service concession liability at beginning of the year	00	00
Service concession revenue recognized	00	00
Service concession liability at end of the year	00	00

45. Social Benefit Liabilities

Description	2022-2023	2021-2022
	Kshs	Kshs
Health social benefit scheme	00	00
Unemployment social benefit scheme	00	00
Orphaned and vulnerable benefit scheme	00	00

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People Living with disabilities benefit scheme	00	00
Elderly social benefit scheme	00	00
Bursary social benefits	00	00
Total	00	00
	00	00
Current social benefits	00	00
Non- current social benefits	00	00
Total (tie to totals above)	00	00

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Notes to the Financial Statements (Continued)

46. Cash generated from operations.

	2022-2023	2021-2022
	Kshs	Kshs
Surplus for the year before tax	9,426,762.44	15,028,084.00
Adjusted for:		
Depreciation	2,633,404.76	2,787,236.00
Working Capital Adjustments		
Increase in Inventory	(716,574.80)	(419,599.00)
Increase in Receivables	(12,772,302)	(11,158,199)
Decrease in payables		(121,520.00)
Increase in Payables	1,341,638.00	87,500.00
Net Cash Flow from Operating Activities	(87,072)	6,203,502.00

Notes to the Financial Statements (Continued)

47. Financial Risk Management

Emurua Dikirr Technical Training Institute 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.

Emurua Dikirr Technical Training Institute financial risk management objectives and policies are detailed below:

(i) Credit risk

Emurua Dikirr Technical Training Institute 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
At 30 June 2022				
Receivables from exchange transactions	00	00	00	00
Receivables from non-exchange transactions	00	00	00	00
Bank balances	00	00	00	00
Total	00	00	00	00
At 30 June 2023	00	00	00	00
Receivables from exchange transactions	00	00	00	00
Receivables from non-exchange transactions	00	00	00	00
Bank balances	00	00	00	00
Total	00	00	00	00

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(NB: The totals column should tie to the individual elements of credit risk disclosed in the entity's statement of financial position)

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 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 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 2022				
Trade Payables	0.00	0.00	0.00	0.00
Current Portion Of Borrowings	0.00	0.00	0.00	0.00
Provisions	0.00	0.00	0.00	0.00
Deferred Income	0.00	0.00	0.00	0.00
Employee Benefit Obligation	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00
At 30 June 2023				
Trade Payables	0.00	0.00	0.00	0.00
Current Portion Of Borrowings	0.00	0.00	0.00	0.00
Provisions	0.00	0.00	0.00	0.00
Deferred Income	0.00	0.00	0.00	0.00
Employee Benefit Obligation	0.00	0.00	0.00	0.00
Total	0.00	0.00	0.00	0.00

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

(iii) Market risk

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.

Emurua Dikirr Technical Training Institute 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
At 30 June 2023			
Financial Assets (Investments, Cash, Debtors)	00	00	00
Liabilities	00	00	00
Trade and Other Payables	00	00	00
Borrowings	00	00	00
	00	00	00
Net Foreign Currency Asset/(Liability)	00	00	00

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.

u	Change in currency rate	Effect on Profit before tax	Effect on equity
	Kshs	Kshs	Kshs
20xx			
Euro	10%	0.00	0.00
Usd	10%	0.00	0.00
20xx			
Euro	10%	0.00	0.00
Usd	10%	0.00	0.00

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.

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

iv) Capital Risk Management

The objective of the Emurua Dikirr Technical Training Institute'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	2022-2023	2021-2022
	Kshs	Kshs
Revaluation Reserve		
Retained Earnings	9,426,762.44	15,028,084.00
Capital Reserve	101,597,594.00	86,569,510.00
Total Funds	111,024,356.44	101,597,594.00
Total Borrowings		
Less: Cash and Bank Balances		
Net Debt/(Excess Cash and Cash Equivalents)		
Gearing	0.00%	0.00%

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 holding 100% of the Emurua Dikirr Technical Training Institute'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;

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Notes to the Financial Statements (Continued)

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

Description	2022-2023	2021-2022
	Kshs	Kshs
Transactions with Related Parties		
a) Sales to related parties		
Sales of electricity to govt agencies	00	00
Rent income from govt. agencies	00	00
Water sales to govt. agencies	00	00
Others (<i>specify</i>)	00	00
Total	00	00
B) Purchases from related parties		
Purchases of electricity from kplc	00	00
Purchase of water from govt service providers	00	00
Rent expenses paid to govt agencies	00	00
Training and conference fees paid to govt. agencies	00	00
Others (<i>specify</i>)	00	00
Total	00	00
b) Grants /Transfers from the Government		
Grants from National Govt	00	00
Grants from County Government	00	00
Donations in Kind	00	00
Total	00	00
c) Expenses incurred on behalf of related parties		
Payments of Salaries and Wages for xx Employees	00	00
Payments for Goods and Services for XX	00	00
Total		
d) Key Management Compensation		
Directors' emoluments	00	00
Compensation to Key Management	00	00
Total	00	00

49. Segment Information

(Where an organisation operates in different geographical regions or in departments, IPSAS 18 on segmental reporting requires an entity to present segmental information of each geographic region or department to enable users understand the entity's performance and allocation of resources to different segments)

Notes to the Financial Statements (Continued)

50. Contingent Assets and Contingent Liabilities

Contingent Assets

Description	2022-2023	2021-2022
	Kshs	Kshs
Contingent Assets		
Insurance Reimbursements	00	00
Assets arising from determination of Court Cases	00	00
Reimbursable Indemnities and Guarantees	00	00
Others (<i>Specify</i>)	00	00
Total	00	00

Contingent Liabilities

Description	2022-2023	2021-2022
	Kshs	Kshs
Contingent Liabilities	00	00
Court Case Xxx against (<i>The Entity</i>)	00	00
Bank guarantees in favour of subsidiary	00	00
Contingent liabilities arising from Contracts including PPPs	00	00
Others (<i>Specify</i>)	00	00
Total	00	00

(Give details)

51. Capital Commitments

Capital Commitments	2022-2023	2021-2022
	Kshs	Kshs
Authorised for	00	00
Authorised and Contracted for	00	00
Total	00	00

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

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Emurua Dikirr Technical Training Institute's is a State Corporation/ or a Semi-Autonomous Government Agency under the Ministry of Education. 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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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)
1	Unsupported expenditure on the use of goods and services	All supportive documents have been availed and expenditures fully supported	Resolved	
2	Expenditure on employees	This was resolved during management letter responses	Resolved	
3	Unsupported expenditure on board remuneration	All supportive documents have been availed and expenditures fully supported	Resolved	
4	Property, Plant and equipment	Assets register has been updated as per the national treasury templates	Land title not resolved	As per the ministry direction
5	Non-preparation of statement of changes net assets	This was resolved during management responses	Resolved	
6	Error in preparation of financial statements	This was resolved during management letter responses	Resolved	
7	Lack of internal audit function	Internal auditor to be recruited with availability of funds	Not resolved	To be determined by resources availability
8	Lack of risk management policy and strategy	Formulation process has started	Not resolved	FY 2023/2024

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Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report;
- (ii) Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
- (iv) Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.


.....
Name *David Buciene*
Accounting Officer/Principal
Emurua Dikirr Technical Training Institute
Date *28.3.2025*

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Appendix II: Projects Implemented by Emurua Dikirr Technical Training Institute

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					
2	N/A					

Status of Projects completion

	Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds
1	Acquisition of 35KVA standby generator	1,804,000.000	1,804,000.000	100%	2,000,000.00	1,804,000.000	School fees
2	Construction of training shade and store	Work in progress	1,371,720.00	95%	1,300,000.00	1,371,720.00	School fees

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3	Acquisition of Management Information System (MIS)	1,200,000.00	480,000.000	90%	1,200,000.00	480,000.00	School Fees
4	Acquisition of CCTV cameras	162,700	162,700	100%	162,700	162,700	School fees
5	Acquisition of Staff Desk and Computer Lab furniture	360,000.00	360,000.00	100%	360,000.00	360,000.00	School fees

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Appendix III- Inter-Entity Confirmation Letter

EMURUA DIKIRR TECHNICAL TRAINING INSTITUTE
P.O.BOX 180-20401
CHEBUNYO

Emurua Dikirr Technical Training Institute wishes to confirm the amounts disbursed to you as at 30th June 2023 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 th June 2023									
Reference Number	Date Disbursed	Amounts Disbursed by [SC/SAGA/Fund] (Kshs) as at 30th June 2023				Amount Received by [Beneficiary Entity] (Kshs) as at 30 th June 2023 (E)	Differences (Kshs) (F)=(D-E)		
		Recurrent (A)	Development (B)	Inter- Ministerial (C)	Total (D)=(A+B+C)				
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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

Head of Accountants department of beneficiary Entity:

Name DE KIBET KIRUI Sign [Signature] Date 28/08/2023

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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		
N/A									
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

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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
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A

