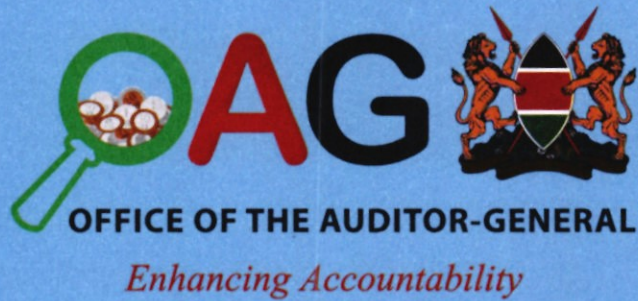


REPUBLIC OF KENYA



REPORT

OF

THE AUDITOR-GENERAL

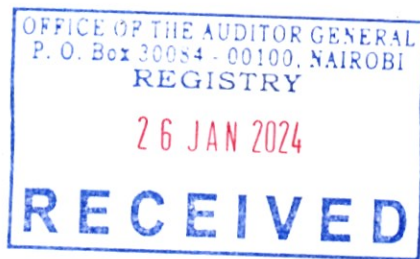
ON

**ST. JOHN'S TEACHERS TRAINING COLLEGE,
KILIMAMBOGO**

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

NATIONAL ASSEMBLY
PAPERS Laid
DATE: 20 MAR 2024 WED
Hon Naomi Wago MP
Deputy Majority Whip
Finlays Mumburi





Revised Template: 30th June 2023



ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO

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)**

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023**

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023**

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ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023

1. Acronyms & Glossary of Terms

| | |
|----------------------|--|
| BOM | Board of Management |
| 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 |

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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2. Key Entity Information and Management

(a) Background information

St. John's Teachers' Training College was registered on the basis of change of curriculum in 2021 under Basic Education Act 2013, Certificate No: 22S0040736 and is a public institution under the Ministry of Education, State Department of Basic Education and Early learning.

The College was started in 1913 by the Holy Ghost Fathers of the Catholic Church as an out-post of Kalimoni Catholic Mission. It was developed into a Full Primary School and a Seminary. In 1946, the Holy Ghost Fathers started a Teacher Training College at Kilimambogo with 11 male status. The College was registered in October 1950 as Kilimambogo Teachers Training College and handed over to the government as a national Public Teacher Training Institute in 1970. The College stands on 115 acres of land and is located in Thika East Sub County, Kiambu County along Thika Garissa Road. The College is domiciled in Kenya and has no branches. The sponsor is the Catholic Church under the Metropolitan Archdiocese of Nairobi headed by His Grace Philip Anyolo.

The College admits students in the new Competency Based Curriculum in Teacher Education with a current enrolment of two hundred and sixty-nine (269) teacher trainees undertaking various Diplomas; Early Childhood Teacher Education (DECTE), Primary Teacher Education (DPTE) and Upgrade in Primary Teacher Education (UDPTE).

(b) Principal Activities

i) Mandate

The Principal mandate of the College is to train Diploma teachers in early childhood and primary education. The mandate of the College is through the registration under the Ministry of Education, State Department of Basic Education and Early learning. Further, the operations of the College are guided by other Acts passed by Parliament; Basic Education Act 2013, TSC, KICD, KNEC among others.

ii) Vision

A centre of excellence in Quality Education and Training for Effective Teaching.

iii) Mission

To train Diploma teachers with desirable competencies to nurture skills, knowledge and attitudes responsive to the challenges of a dynamic society.

Core functions

- ✓ To provide quality education and training.
- ✓ To maintain high standards in service delivery.

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
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- ✓ To uphold professionalism, integrity and team work in all our undertakings.
- ✓ To enhance linkage with communities and other education stakeholders.
- ✓ To ensure innovation and creativity

iv) Core values

- ✓ Integrity
- ✓ Professionalism
- ✓ Creativity
- ✓ Team work
- ✓ Efficiency
- ✓ Courtesy

(c) Key Management

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

- ✓ The Board of Management
- ✓ Accounting Officer
- ✓ Management team

(d) Fiduciary Management

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

| SN. | Designation | Name |
|-----|------------------------|---------------------------|
| 1. | Principal | Mrs. Elizabeth A. Onyango |
| 2. | Ag. Deputy Principal | Dr. Damaris A. Shihundu |
| 3. | Ag. Dean of Curriculum | Mr. Evans Osoro |
| 4. | Dean of students | Mrs. Susan Kilonzo |
| 5. | Head of Finance | Ms. Priscilla N. Ng'ang'a |

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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Key Entity Information and Management (Continued)

(e) Fiduciary Oversight Arrangements

| Name of the Committee | Members |
|---|---|
| Finance, Procurement, General purpose, Infrastructure and Income generating | 1. Ms. Pamela Waruguru Wachira 2. Mr. Daniel Gachau Mwangi 3. Mr. James Ole Seita 4. Mr. Thomas Wamunyu Peter 5. Mr. Simon Bunyasi |
| Accounts, Audit & Risk Committee | 1. Mr. Njeri Francis Muiruri 2. Dr. Hellen Otieno 3. Ms. Teresia Machua 4. Prof. Wanjau Ruth Nduta 5. Mr. Samuel Maina Ngugi |
| Academic Standards, Quality and Environment Committee | 1. Prof. Wanjau Ruth Nduta 2. Sr. Christine Wanjiru Kagunye 3. Mr. Andrew Ngugi Gatonye 4. Mr. Samuel Maina Ngugi 5. Mr. David Mwangi Kimani |
| Discipline, Ethics, Integrity, Human Rights and Students Welfare | 1. Mr. Daniel Gachau Mwangi 2. Fr. Dominic Gathurithu Gathuru 3. Sr. Christine Wanjiru Kagunye 4. Miss. Susan Wanjiku Chege 5. Ms. Pamela Waruguru Wachira 6. Miss. Masingi Mumbua Catherine |

Finance, Procurement and General Purposes Committee

The Committee exercise the powers of BoM in financial matters as provided in the Basic Education Act 2013, in which the Committee advises the BoM.

Terms of Reference: The role of the Committee is to coordinate and mobilize financial resources of the institute on behalf of the BoM in addition to advising the BoM on those matters referred to above, the Committee's responsibilities include:

- i. To receive reports from the Principal and the Finance Officer on financial matters.

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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- ii. To receive reports of the extent and condition of the institute including the efficiency of space utilisation, the consumption of energy and the adequacy of property insurance arrangements.
- iii. To consider the adequacy of the institute and proposals for its maintenance and development, including opportunities to dispose of and acquire new properties.
- iv. To determine the fees and charges made for institute services and facilities.
- v. To ensure the proper financial evaluation and control of projects.
- vi. To supervise arrangements of investing Institute's funds and monitoring of investments performance.

Accounts, Audit and Risk Committee Activities

The Committee exercise the powers of the BoM in audit and risk matters on which the Committee advises the BoM.

Terms of Reference: The role of the Committee is to ensure the integrity of the financial reporting and audit process as well as overseeing the maintenance of sound internal controls and risk management systems. The Committee's responsibilities include:

- i. Undertake risk identification, management and internal controls in the College.
- ii. Ensure internal and external audits are undertaken as required.
- iii. Ensure relevance and accuracy of information forwarded to the BOM.
- iv. Handle audit issues.
- v. Ensure compliance with relevant legal and statutory requirements.
- vi. Perform independent reviews of financial statements to ensure integrity and transparency of the financial reporting process.

Academic Standards, Quality and Environment Committee

The Committee exercise the powers of the BoM in academic matters on which the Committee advises the BoM.

Terms of Reference: The role of the Committee is to ensure academic standards and quality in fulfilling this function, ensure academic freedom, academic integrity and high standards in research, assessment and admissions. The Committee's responsibilities include:

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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- i. Formulate, coordinate and review academic policy, procedures and guidelines within the institute.
- ii. Promote excellence in teaching and learning.
- iii. Oversee the quality assurance of the academic work.
- iv. Facilitate free intellectual enquiry and ensure academic integrity.
- v. Consider and make decisions on all aspects of the development and accreditation or re-accreditation of education courses, the admission of students, teaching, assessment and requirements for graduation, prizes and awards and
- vi. Advise on the academic aspects of Institution's strategic, operational and risk management plans and to foster discourse on issues related to higher education and Institution's Vision and Goals.

Discipline, ethics and integrity committee

The Committee exercise the powers of the BoM in discipline, ethics and integrity matters on which the Committee advises the BoM.

The Committee's responsibilities include:

- i. Determine cases of trainees and staff discipline and make reports.
- ii. Ensure provision of guidance and counselling to trainees and staff.
- iii. Promote the spirit of cohesion, integration, peace, tolerance, inclusion, elimination of hate speech and elimination of tribalism at the institution.
- iv. Encourage staff and trainees to render voluntary services to the institution.
- v. Ensure reasonable use of college facilities

Human rights and student welfare committee

The Committee exercise the powers of the BoM in human rights and student welfare matters on which the Committee advises the BoM.

The Committee's responsibilities include:

- i. Promote provision of quality education and services for all trainees in the college.
- ii. Ensure the welfare of staff and trainees is well catered for.
- iii. Ensure human rights are observed in the college.
- iv. Ensure safety of staff and trainees in the college.
- v. Encourage the culture of dialogue and participatory democratic governance in the college.

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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Government oversight activities

The Government of Kenya's oversight role include provision of Grants for both Operations and Development funds as well as provision of the regulatory framework. The audit of the Institution's activities is undertaken by the Auditor General.

(f) Entity Headquarters

Ministry of Education
State department of Early Learning and Basic Education
P.O. Box 9583 - 00200
Jogoo House B,
Harambee Avenue
Nairobi, Kenya

(g) Entity Contacts

St. Johns Teachers Training College Kilimambogo
P.O Box 08 - 01000, **Thika**
Telephone: (254) 703129273
E-mail: st.johnsttc.kilimambogo@gmail.com
Website: www.kilimambogo.ac.ke

(h) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. KCB
Thika branch
P.O Box 271 - 01000
Kenyatta Highway - **Thika**
3. Co-operative Bank of Kenya
P.O. Box 1815-01000
Kenyatta Highway - **Thika**
4. Equity Bank, Makongeni, Thika
C/o P.O. Box 75104-00200
Nairobi

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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(i)Independent Auditors






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

(j)Principal Legal Adviser







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

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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3. THE BOARD OF MANAGEMENT

| SN. | Member/ Director | Details |
|-----|---|---|
| 1. |  <p>Dr. Mungai M. Edward Date of Birth 21/05/1977 PhD-Business Management Environmental Sustainability Strathmore University Business School, Kenya</p> | <ul style="list-style-type: none"> -Partner, KCIC Consulting Limited - CEO, Kenya Climate Innovation Centre, Nairobi, Kenya - Board member Somo, NBI - Board member KCIC Consulting Ltd, NBI - Board member, Kenya Climate Ventures, NBI - Executive MBA, Business administration and management. - BBM, Accounting and Finance - Sustainability, Climate change and Resilience - The Chairman |
| 2. |  <p>Ms. Teresia W. Machua Date of Birth: 09/03/1971 B Arts B. A -Technology and Management Certified Public Accountant Part II.</p> | <ul style="list-style-type: none"> - Long serving Accountant. -Served as Human Resource Manager. -Tax and Human Resource Consultant. - BOM Deputy Chair. |
| 3. |  <p>Prof. Ruth N. Wanjau Date of Birth - 00/00/1961 Ph.D</p> | <p>Development of Human capacities through trainings, research, mentorship and motivation.</p> <ul style="list-style-type: none"> - Lecturer at University level. - BOM executive member. |
| 4. |  <p>Ms. Susan Wanjiku Chege Date of Birth - 24/01/1994 Masters of Sci- Human Resource HR - Gretsia University</p> | <ul style="list-style-type: none"> - Staff Management - Correspondence Handling - HR Administration - Database Management - Events Management - Administrative Policies - BOM member |
| 5. |  <p>Mr. Daniel Gachau Mwangi B.Arts (Laws -LLB) Date of Birth 11/10/1981</p> | <ul style="list-style-type: none"> - Advocate high Court of Kenya 12 years Commissioner of Oaths - Notary Public - Managing Partner Daniel Henry & Co Advocates - Chairman Law Society of Kenya within Kiambu County - BOM executive member |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
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| | | | |
|-----|---|---|---|
| 6. |  | Ms. Pamela W. Wachira Date of Birth 10/06/1984 Bachelor of Co-operative Business | -Expansive knowledge of co-operative sector business and management. - BOM member |
| 7. |  | Mr. Thomas Wamunyu Peter Date of Birth 18/06/1967 Bsc-Production Technology Moi University | - Businessman - Proprietor County Supermarkets - BOM member |
| 8. |  | Fr. Dominic Gathurithu Gathuru Date of Birth 16/11/1964 B Arts -Theology (Kenya/USA) | - Member of Holy Ghost Fathers Congregation - Superior for the Province of Kenya & Southern Sudan - Priest for 27 years - BOM member |
| 9. |  | Sr. Christin Wanjiru Kagunye Date of Birth: 04/08/1958 Masters in Education (KU) | - A Nun - A member of Assumption Sisters of Nairobi - An Education Management Professional - A teacher for both lower and higher levels - BOM member |
| 10. |  | Mr. Njeri Francis Muiruri Date of Birth: 13/02/1989 Certificate KASNEB ATC 1 Accountant | - Accountant - Kiambu County Government - Representing Persons with Disability - BOM member |
| 11. |  | Mr. Andrew Ngugi Gatonye Date of Birth: 13/01/1960 B. Ed (Science KU) Degree | Senior retired Curriculum Development Officer - KICD -Curriculum Development Designs (Mathematics) - KICD - Trainer of CSOs and Teachers - KICD - Senior Management Course - KSG - BOM member |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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| | | | |
|-----|---|---|---|
| 12. |  | Mr. Samuel Maina Ngugi Date of Birth 16/03/1967 Certificate in Business Management (Kenya Institute of Supplies Management) | - Businessman - Chief Executive Officer (Witness Agencies) - Member - Land Control Board - BOM member |
| 13. |  | Dr. Hellen Nyolo-Otieno Date of Birth 12/12/1965 PhD in Entrepreneurship Master's Degree in Economics. | Lecturer Strathmore University Business School - Co-opted BOM member |
| 14. |  | Mr. Bunyasi Wanyama Simon Date of Birth 22/01/1970 MSc (Soil Science) Nairobi University | Agriculture Zone Superintendent, Del monte Kenya Ltd. - Co-opted BOM member |
| 15. |  | Mr. James Ole Seita Date of Birth 00/00/1979 Degree in Hospitality and Tourism - Swiss | Hospitality Management / Led Consultant - Co-opted BOM member |
| 16. |  | Mr. David Mwangi Kimani Date of Birth 03/02/1967 M. Arts - Counselling Psychology (KU) - Lecturer | - Lecturer - St. John's TTC, Kilimambogo - Representing teachers - Member of College Guidance and Counselling team - BOM member |
| 17. |  | Ms. Catherine Mumbua Masingi Date of Birth 10/03/1979 Certificate Kenya Certificate of Secondary Education Teacher Trainee | - DECTE Student - St. John's TTC, Kilimambogo - Representing Students - College Boarding Senator - BOM member |
| 18. |  | Mrs. Elizabeth A. Onyango Chief Principal Date of Birth: 15/9/1965 B. Ed (Science - Maths) | Principal/Secretary BOM - She has a vast of experience in teaching since 1990. - Took over on 13 th February, 2023 as the Principal in St. Johns TTC Kilimambogo - She is an executive member |

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
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KEY MANAGEMENT TEAM

| SN. | Member/ Director | Details |
|-----|--|------------------------|
| 1. |  Mrs. Elizabeth A. Onyango. B. Ed Science (Maths/Maths) | Chief Principal |
| 2. |  Dr. Damaris A. Shihundu PhD Community Resource Management M. Ed Home Economics B. Ed Home Economics | Ag. Deputy Principal |
| 3. |  Ms. Susan Kilonzo B. Ed (Arts)Diploma in Education Management | Dean of Students |
| 4. |  Mr. Evans Osoro MA (Public policy and administration, KU) Kiswahili consultant -and author of Kiswahili course books -Book evaluator and editor -Curriculum developer -National test developer | Ag. Dean of Curriculum |
| 5. |  Ms. Priscillah N. Ng'ang'a MSc. Commerce (Finance & Investment), B.com (Finance Option), CPA (K) | Finance Officer |

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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4. Chairman's Statement

I am pleased to report another year of activities at St. John's Teachers' Training College as the College continues to acclimatize to the transition to Competence Based Curriculum (CBC). In the second year of implementing the CBC in Diploma in Teacher Education the College continues to normalize amidst diverse challenges. I am confident that with continued commitment the College will be able to achieve its Vision, Mission and practice its Core Values.

The beginning of the financial year 2022/2023 was marked by uncertainties and financial difficulties resulting from the low enrollment of first year Diploma students and low numbers of the continuing students. There was a delay in the Ministry of Education grant which was not received within the first quarter (July-September). There were pending bills of Kshs. 1,413,191.00 for the month of June, 2023 which were settled early in July, 2023.

SUCSESSES

Academic and Co-curricular activities

1. Seventeen (17) members of teaching staff underwent a Trainer of Trainers (TOT) training organized by the Teachers Service Commission. These are the trainers who will be used to retool teachers being posted to teach Junior Secondary schools.
2. All lecturers attended a retooling session for teacher educators to acquire core competences under the Kenya Primary Equity in Learning (KPEEL) program organized by Ministry of Education.
3. The pioneer class of P1 Upgrade to Diploma in Primary Teacher Education (DPTE) 2021/2022 sat for their formative assessment (KNEC) in July 2022 completed their studies in November 2022. The College attained an impressive mean of 5.186 (Credit) and a percentage pass of 80%. A successful graduation ceremony was held on 9th June, 2023.



Sections of graduation ceremony

4. The Teachers Service Commission posted one (1) teacher to the College in Music and Mathematics as teaching subjects while the Deputy Principal and one Physical Education lecturer proceeded on retirement in March and June 2023 respectively.

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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Projects and Income Generating activities

1. Cattle rearing- The College purchased eleven (11) beef animals (traditional breed) adaptable to our local environment and extended installation of CCTV Cameras to the cattle shed to boost security.

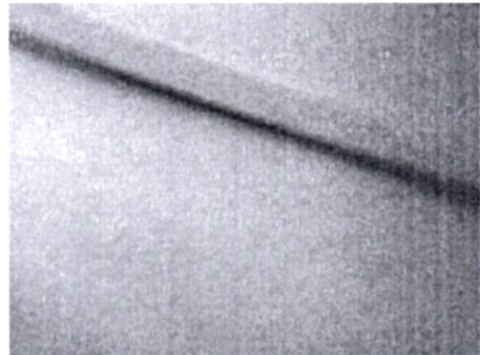
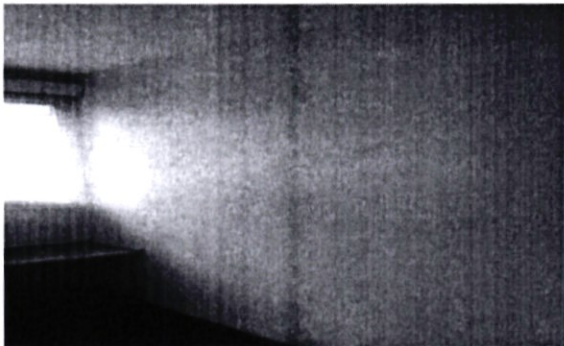


Bulls among Beef traditional breed



one of the CCTV Camera

2. Painting to improve the internal appearance of the hostels hence improve the trainees' living environment.



Sections of hostels painted walls

3. Two hundred (200) seedlings were planted as an effort towards conserving the environment and mitigating the devastating effects of climate change in the long term in line with environmental sustainability agendas.



Sections of tree planting exercise

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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4. The College was able to partner with the local quarries in the locality and got a donation of 66 tonnes of ballast that was used to improve walk ways in the tuition area and the environment of the dining hall. This went a long way in creating a healthier learning and living environment. The College also partnered with Del monte Kenya Limited and received a donation of 30,000 litres of clean drinking and cooking water when our fresh water source dried up following drought conditions experienced in the area.



Improved walk ways

5. In December 2022-January 2023, the College hosted the KNEC Coordination and marking exercise for KCSE Examinations.



Preparation of KNEC marking exercise

6. Regrettably, the College laid off ten (10) employees due to hard economic times and the low enrollment.

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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CHALLENGES FACED

1. Inadequate funds to finance College operations and to undertake some targeted projects including rehabilitation of old College buildings and removal of asbestos.
2. The low enrolment in the College is still not financially viable.
3. A large percentage of students are unable to pay fees due to high poverty levels and difficult economic situation in the country.

FUTURE OUT LOOK

The College remains resilient in delivering its core mandate, in spite of the challenging financial environment and dynamic changes in the educational sector. The College has reviewed its strategic direction policies and aligned them to current trends and reforms in the education sector. We are committed to working closely with all stakeholders to ensure the training needs of our students are met in line with the Teacher Education framework. Moving forward, the management will continue to ensure financial prudence in the use of College funds while delivering quality services to our stakeholders as we seek opportunities to serve our clients.

We hope the Higher Education Loans Board (HELB) will start giving loans to our students and other donors and well-wishers in order to improve enrolment and completion rates. I take this opportunity to thank the Board of Management and all stakeholders for their support, collaboration and positive contribution which has largely contributed to the successes the College registered.



ER. EDWARD MUNGA
BOARD OF MANAGEMENT CHAIRMAN

Date... 22/1/2024

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
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5. Report of the Chief Principal

St. John's Teachers' Training College, Kilimambogo is a Public institution whose principle mandate is to train Diploma teachers in Early Childhood and Primary Education. The operations of the College are guided by the Basic Education Act 2013, Teachers Service Commission (TSC) Act 2012, Kenya Institute of Curriculum Development (KICD) and Kenya National Examination Council (KNEC) Acts, NCIC Acts among others. The College offers a teacher competency-based curriculum which provides trainees with relevant and adequate training whose main outcome is to produce professional, competent teachers with core competencies, values and 21st century skills who can adapt to the dynamic changing world and fit in the global work market.

The New Board was inaugurated in May, 2023. Despite the many challenges (insecurity, harsh weather conditions, inadequate fresh water etc) the College under the leadership of Board of Management (BOM) has not lost its vision of becoming a centre of excellence in Quality Education and Training for Quality teaching.

The New Board of Management (BOM) working with the College administration started the review of the Strategic Plan to guide on Strategic decisions to realize its vision.

HIGHLIGHTS OF F/Y 2022/2023 PERFORMANCE

Operational and Financial Performance

St. John's Teachers Training College, Kilimambogo has relenting focus to be a centre of excellence in quality education and training for effective teaching. The following are the key performance indicators on financial statements in relation to cash inflows and outflows for the period under review.

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023**

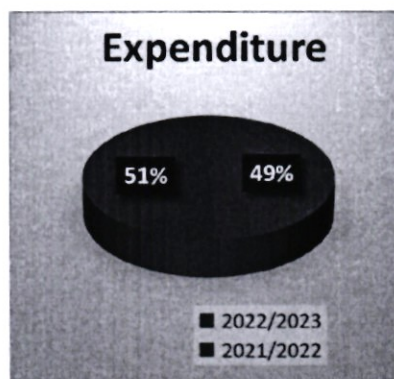
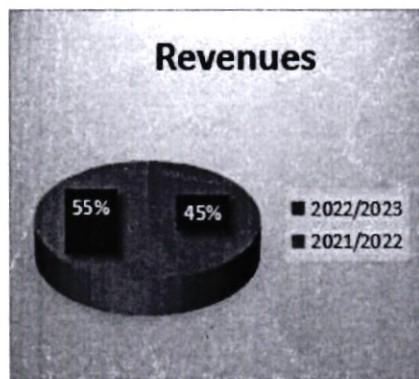
Revenue and Expenditure Comparison

| COMPREHENSIVE INCOME | | |
|--|----------------------|----------------------|
| INCOMES | 2022/2023 | 2021/2022 |
| Transfers from the National Government – grants/ gifts in kind | 17,056,504.00 | 18,922,325.00 |
| Public contributions and donations | 17,000.00 | - |
| Rendering of services- Fees from students | 19,994,724.00 | 34,845,492.00 |
| Rental revenue from facilities and equipment/KNEC hosting | 14,838,685.00 | 9,488,166.00 |
| Sale of goods- | 52,170.00 | 135,040.00 |
| Other income -Learning materials | 1,230,326.00 | 1,454,054.00 |
| Total Income | 53,189,409.00 | 64,845,077.00 |

| EXPENDITURE | 2022/2023 | 2021/2022 |
|---|----------------------|----------------------|
| Use of goods and services | 34,712,931.00 | 33,103,414.00 |
| Employee costs | 14,262,279.00 | 17,360,096.00 |
| Remuneration of directors | 970,431.00 | 969,839.00 |
| Repairs and maintenance/Staff houses repair | 1,998,541.00 | 3,036,826.00 |
| Total expenditure | 51,944,182.00 | 54,470,175.00 |
| Net Income | 1,245,227.00 | 10,374,902.00 |

Revenue and expenditure comparison

| FY | 2022/2023 | 2021/2022 |
|--------------------------|------------------|------------------|
| Total Revenue | 53,189,409.00 | 64,845,077.00 |
| Total Expenditure | 51,944,182.00 | 54,470,175.00 |



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Student Enrolment

The financial year 2022/2023 started with enrollment falling from four hundred and twenty (420) to about two hundred and eighty (280) students by the close of the financial year. The low enrollment of 280 is far much below the capacity of the College of one thousand (1000) students.

The low enrollment has adversely affected the College in the following ways;

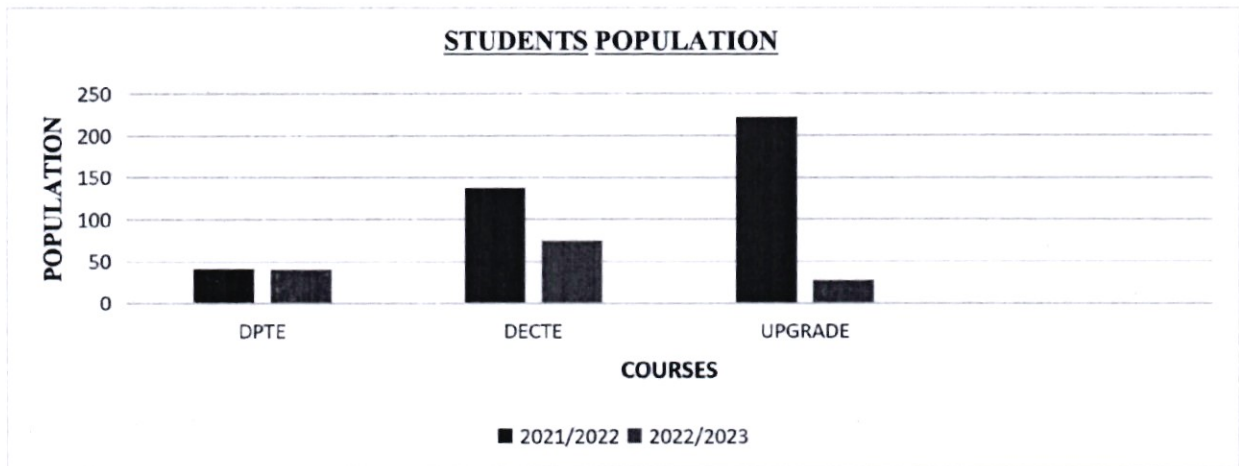
- i. Retrenchment of eleven (11) workers,
- ii. Inadequate funds to pay bills and salaries,
- iii. Idle facilities encouraging depreciation,
- iv. Failure to dispose the buses and tag College items due to lack of adequate funds,
- v. Failure to operationalize the audit function of the College due to lack of funds to employ College internal auditor among others.

The student population over the last two (2) years is shown in the table below;

| Course | Duration Years | Enrollment | | | | | |
|--|-------------------|-----------------------------|----|-------|-----------|----|-------|
| | | 2021/2022 | | | 2022/2023 | | |
| | | F | M | Total | F | M | Total |
| Diploma in Primary Teacher Education | 3 years | 30 | 12 | 42 | 30 | 11 | 41 |
| Diploma in Early Childhood Teacher Education | | 1st Years | | | | | |
| | 3 years | 120 | 18 | 138 | 67 | 8 | 75 |
| | | 2nd Years | | | | | |
| | | | | | 117 | 19 | 136 |
| Diploma in Primary Teacher Education UPGRADE | 1 year | 128 | 94 | 222 | 22 | 6 | 28 |

NB: A graph for the two (2) financial years

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A section of Graduands

CBATE

Curriculum Implementation and CBATE

The College continues implement the Competency Based Curriculum successfully. The twenty-eight (28) Upgrade trainees did their SBA 1 and projects successfully and will be proceeding for practicum from September to November, 2023.

The second-year trainees Diploma in Primary Education (DPTE) forty (40) and Diploma in Early Childhood Teacher Education (DECTE) One hundred and thirty-six (136) completed the school-based Assessments and projects successfully.

CO-CURRICULAR ACTIVITIES

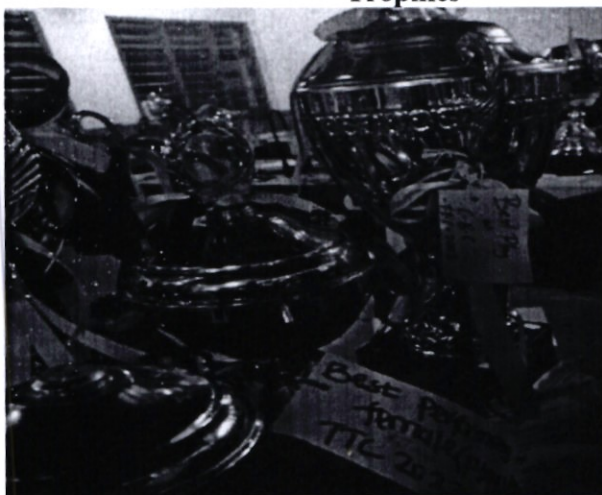
The College presented five (5) items for the National Drama Festival in Mombasa where the team won trophies in the following areas.

- i) Best Acts in the College category
- ii) Best play in CBC

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iii) Best Narrative

Trophies



Best Play



Communal cleaning day was introduced and embraced well by the trainees. On 29th May, 2023 a motivational talk was given by Prof. Ruth Wanjau of Kenyatta University. The theme of the talk was on Self Esteem and Staying Focused for Better Positive Results.



Motivational talk to students by Prof. Ruth Wanjau

A group of trainees participated at the World Environmental Celebrations Debate at Kamwenja Teachers Training College. Several trainees' welfare meetings were conducted in May, 2023.

PROJECTS UNDERTAKEN

During the financial year under review, the College undertook a beef farming project and started a vegetable farming project as contribution towards realization of the BIG four (4) Agenda (Food

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Security).

Departmental Equipment

To improve the ICT infrastructure purchase of two (2) routers, two (2) network switches and installation of CCTV camera at the cowshed.

i. Farm/Irrigation equipment



ii. Cattle for beef farming



iii. Hosting KNEC and other groups

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- iv. Hiring of Buses - College has hired out 1 College bus to various groups, one (1) being Kiambu County, Thika East Sub County Primary schools (Music festivals).

From 30th April to 9th May, 2023 the College hosted KNEC examiners. To improve the College infrastructure, ballasting of the pathways was done, College deep freezer was repaired, clearing of bushes and spraying of the hostels, cutting of grass and general cleaning of the compound.

FUTURE

- i. Reviewing of the Strategic Plan - to align the College mandate to the activities to be undertaken.
- ii. To enhance food security through poultry, beef farming to ensure that the College is self-sufficient.
- iii. The College intends to install solar panels for pumping water and lighting because of the high cost of electricity payable every month.

I continue to appreciate the financial guidance of the Board of Management and financial support by the Kenya National Examination Council (KNEC) throughout the financial year.

**Name: Mrs. Elizabeth A. Onyango
Chief Principal /Secretary BOM**

Signature.....

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6. Statement of Performance against Predetermined Objectives

The College has four (4) strategic pillars and objectives based on the Strategic Plan for the year 2022-2023. These strategic pillars are as follows:

- a. Academic performance
- b. Infrastructure development and improvement
- c. Technology and ICT infrastructure
- d. Financial resources

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

| Strategic pillar | Objective | Key performance Indicators | Activities | Achievements |
|--|--|---|--|---|
| Pillar 1: Academic performance | To continually improve academic performance in the college | <ul style="list-style-type: none"> • Schemes and records of work • Lesson attendance records • Exam analysis reports • Reference/revisi on materials • Communities of practice (internal and external) | <ul style="list-style-type: none"> • Curriculum implementation, monitoring and evaluation • Capacity building of staff • Provision of relevant instructional materials • Integration of ICT in teaching and learning process • Participate in communities of practice (internal and external) | <ul style="list-style-type: none"> • Early Design coverage • Good performance in internal and external assessments • Increased competency and motivated staff • Procured projectors and computers, expanded internet connectivity |
| Pillar 2: Infrastructure development and improvement | To maintain, improve and develop infrastructure in the college | <ul style="list-style-type: none"> • Tiling of students' toilets (5) • Painting of students hostels and staff houses • Tree planting and beautification | <ul style="list-style-type: none"> • Rehabilitation and renovation of staff houses, tuition blocks and student hostels • Planting trees in the college | <ul style="list-style-type: none"> • Improved sanitation, accommodation and general outlook of the hostels and staff houses. • Improved environment |
| Pillar 3: Technology and ICT | To improve quality management | <ul style="list-style-type: none"> • Complete ICT installation of ICT | <ul style="list-style-type: none"> • Integrating ICT in curriculum delivery and management | <ul style="list-style-type: none"> • Improved ICT infrastructure (computers, |

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| Strategic pillar | Objective | Key performance Indicators | Activities | Achievements |
|---|--|---|---|---|
| infrastructure | systems for quality service delivery | infrastructure | systems | rooters and connectivity) |
| Pillar 4: Financial resources | To continually enhance effective mobilization and utilization of funds | <ul style="list-style-type: none"> • Approved Budgets • Procurement plans • Financial records • Audit reports | <ul style="list-style-type: none"> • Procurement planning and adherence to budgetary allocations • Effective utilization of funds and budgetary control process • Adhere to statutory and regulatory requirements • Income generating activities (hosting and hire of facilities) | <ul style="list-style-type: none"> • Good financial management and timely provision of services • Improved customer satisfaction • Improved revenue base |

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7. Corporate Governance Statement

St. John's Teachers Training College Kilimambogo led by the Board of Management is committed to good corporate governance practices to ensure continued service delivery to all stakeholders.

Attendance of Board meetings

During the FY 2022/23 the attendance of each member of the Board is shown in the table below:

Outgoing Board

Attendance of Board meetings

During the FY 2022/23 the attendance of each member of the Board is shown in the table below:

Full Board meeting

| Member | 27/8/2022 |
|--|-----------|
| Mr. Lawrence Kung'u (BOM Chairman) | Present |
| Ms. Teresa Machua (Deputy Chairperson) | Present |
| Mrs. Janet N. Mbugua Ag. Principal/Secretary BOM | Present |
| Eng. Samson Kitwili (Member) | Present |
| Ms. Pamela Waruguru (Member) | Present |
| Dr. Rev. Fr. Stephen Mbugua (Member) | Present |
| Mr. Wilson Njau Huruko (Member) | Present |
| Mr. Thomas Wamunyu Peter | Present |
| Mr. John Muturi (Member) | Present |
| Dr. Susan Wambui Gitau (Member) | Present |
| Mr. Daniel Gachau (Member) | Present |
| Ms. Lucy Wairimu Macharia (Member) | Present |
| Regina Kiiru (Member) | Present |

NB: Fr. Kiarie (sponsor) and Mr. P. Ngugi (SDE Thika East) attended the August 27th 2022 meeting.

Attendance of Executive Board meetings

During the FY 2022/23 the attendance of each member of the Board is shown in the table below:

| Member | 8/7/2022 | 2/11/2022 | 30/1/2023 |
|---|----------|-----------|-----------|
| Mr. Lawrence Kung'u (BOM Chairman) | Present | Present | Present |
| Ms. Teresa Machua (Deputy Chairperson) | Present | Present | Absent |
| Mrs. Janet Mbugua Ag. Principal/Secretary BOM | Present | Present | Present |
| Eng. Samson Kitwili (Member) | Present | Present | Present |
| Ms. Pamela Waruguru (Member) | Apology | Absent | Present |

NB: Regina Kiiru was in attendance on issues of employee welfare.

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Attendance - Handing over exercise

| Member | 13/2/2023 |
|--|------------------|
| Simon Wanjohi | Present |
| Janice Daudi (TSC SCD Thika East) | Present |
| P K Ngugi (SCDE Thika East) | Present |
| Mr. Lawrence Kung'u (BOM Chairman) | Present |
| Sr. Catherine Ndereba (Sponsor) | Present |
| Mary Waweru (CSA Kiambu) | Present |
| Elizabeth Onyango (Taking over Principal) | Present |
| Mrs. Janet Mbugua (Handing over Principal) | Present |

Attendance - Executive Board meeting

| Member | 20/2/2023 |
|---|------------------|
| Mr. Lawrence Kung'u (BOM Chairman) | Present |
| Ms. Teresia Machua (Deputy Chairperson) | Present |
| Mrs. Elizabeth Onyango Principal/Secretary BOM) | Present |
| Eng. Samson Kitwili | Present |
| Ms. Pamela Wachira | Present |

Attendance- BOM nomination and vetting panel

| Member | 7/3/2023 |
|---------------------------------------|-----------------|
| Simon Wanjohi (CDE- Kiambu) | Present |
| Elizabeth Onyango Principal/Secretary | Present |
| P K Ngugi (SCDE Thika East) | Present |
| Fr. Francis Kiarie | Present |
| Mr. Patrick Njoroge (Area Chief) | Present |
| Ms Joyce Kisingu (Thika East MP Rep) | Present |

Mrs. Janet Mbugua in attendance as Deputy Principal and Mr. Daniel Ngugi representing MCA Gatuanyaga

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Attendance - Executive BOM meeting

| Member | 4/4/2023 | 3/5/2023 | 11/5/2023 |
|---|----------|----------|-----------|
| Mr. Lawrence Kung'u (BOM Chairman) | Present | Present | Present |
| Ms. Teresia Machua (Deputy Chairperson | Present | Present | Present |
| Mrs. Elizabeth Onyango Principal/Secretary BOM) | Present | Present | Present |
| Eng. Samson Kitwili | Present | Present | Present |
| Ms. Pamela Wachira | Present | Present | Present |

In attendance was Damaris Shihundu as Deputy Principal and Priscillah Ng'ang'a as Finance Officer.

New Board of Management, 2023

| NO | NAME | DESIGNATION | INAUGURAL 18/5/2023 | EXE BOM 25/5/23 | FULL BOM 29/5/23 |
|-----|-------------------------------|-------------------------------------|------------------------|--------------------|---------------------|
| 1. | Mr. Simon M. Wanjohi | Chair/CDE | Present | - | - |
| 2. | Dr. Edward Mbucho Mungai | Chairman | Present | Present | Present |
| 3. | Ms. Teresa Machua | D/Chairperson | Present | Present | Present |
| 4. | Prof. Wanjau Ruth Nduta | BOM Member | Present | Present | Present |
| 5. | Mr. Daniel Gachau Mwangi | BOM Member | Apology | Present | Present |
| 6. | Mr. Thomas Wamunyu Peter | BOM Member | Present | - | Present |
| 7. | Ms. Pamela W. Wachira | BOM Member | Apology | - | Present |
| 8. | Fr. Dominic G. Gathuru | BOM Member | Present | - | Apology |
| 9. | Sr. Christine Wanjiru Kagunye | BOM Member | Present | - | Present |
| 10. | Mr. Andrew Ngugi Gatonye | BOM Member | Apology | - | Present |
| 11. | Mr. Samuel Maina Ngugi | BOM Member | Present | - | Apology |
| 12. | Ms. Susan Wanjiku Chege | BOM Member | Present | - | Present |
| 13. | Mr. Njeri Francis Muiruri | BOM Member | Present | - | Present |
| 14. | Mr. David Mwangi Kimani | BOM Member | Present | - | Present |
| 15. | Ms. Masingi M. Catherine | BOM Member | Present | - | Present |
| 16. | Dr. Hellen Otieno | BOM Co-opted | - | - | - |
| 17. | Mr. Ole Seita James | BOM Co-opted | - | - | - |
| 18. | Mr. Simon Bunyasi | BOM Co-opted | - | - | - |
| 19. | Mrs. Elizabeth Onyango | Chief Principal/BOM Secretary | Present | Present | Present |

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| | | | | | |
|-----|--------------------------------------|---------|---------|---|---------|
| 20. | Fr. Francis Kiarie | Sponsor | Present | - | Present |
| | Sr. Stella W. Gathiwa -in attendance | | - | - | - |
| 21. | Mr. P.K. Ngugi | SDE | Present | - | - |

NB: Damaris Shihundu attended the meetings as the Deputy Principal.

The Board of Management meet once every term and any other as need arises. Members of the Board of Management are notified of meetings through written notice at least 14 days to the day of the meeting. These meetings are schedule before the beginning of every year in line with the key financial reporting dates. A comprehensive agenda and other Board papers with sufficient and relevant information on finances, academics and development issues are distributed before each meeting for informed decision making.

Succession Plan

The Board has a succession plan of three years one term and a member can serve for a maximum of two terms.

Appointment and Removal of Board members

The Board is appointed by the Government of Kenya through the Cabinet Secretary, Ministry of Education, Basic Education and Early Learning whose mandate is to oversee the operations of the College in its everyday activities.

The membership of the Board of Management comprises of:

- a. Chairperson
- b. Principal/Secretary BOM
- c. Members (17)

Roles and Functions of the Board

The functions of a management Committee shall be:-

- a. Promote the best interests of the institution and ensure the institution's development.
- b. Develop a strategic plan for the institution,
- c. Promote quality care, nutritional and health status of the teacher trainees,

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- d. Ensure the development of the teacher trainees' knowledge, self-confidence, free expression, spiritual and social values and appreciation of other people's needs and views,
- e. Provide a secure physical and psychosocial setting for the teacher trainees,
- f. Facilitate the development of teacher trainees' affective, cognitive, psychomotor and physical attributes in an integrated manner including the development of talented and gifted teacher trainees.
- g. Perform any other function to facilitate the implementation of its functions under this Act or any other written law; and
- h. Protect human rights and promote the best interest of the teacher trainee.

Conflict of Interest

A Board member with direct or indirect interest in a matter being considered or to be considered by the Board shall as soon as the relevant facts on the matter come to the knowledge of the member, disclose the nature of such interest and not be present in the meeting. Any specific resolutions made during the meetings are monitored and follow-up made to completion.

Board Remuneration

Board members are given transport and seating allowances when they attend Board meetings and at the end of the year, they are given a token of appreciation.

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8. Management Discussion and Analysis

Operational and Financial Performance

St. John's Teachers Training College, Kilimambogo has relenting focus to be a centre of excellence in quality education and training for effective teaching. The following are the key performance indicators on financial statements in relation to cash inflows and outflows for the period under review.

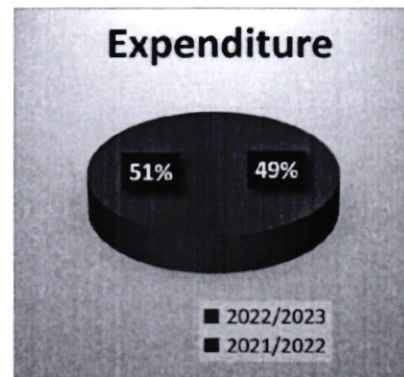
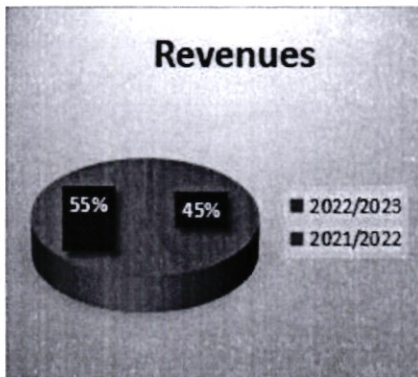
Revenue and Expenditure Comparison

| COMPREHENSIVE INCOME | | |
|--|----------------------|----------------------|
| INCOMES | 2022/2023 | 2021/2022 |
| Transfers from the National Government – grants/ gifts in kind | 17,056,504.00 | 18,922,325.00 |
| Public contributions and donations | 17,000.00 | - |
| Rendering of services- Fees from students | 19,994,724.00 | 34,845,492.00 |
| Rental revenue from facilities and equipment/KNEC hosting | 14,838,685.00 | 9,488,166.00 |
| Sale of goods- | 52,170.00 | 135,040.00 |
| Other income -Learning materials | 1,230,326.00 | 1,454,054.00 |
| Total Income | 53,189,409.00 | 64,845,077.00 |
| EXPENDITURE | 2022/2023 | 2021/2022 |
| Use of goods and services | 34,712,931.00 | 33,103,414.00 |
| Employee costs | 14,262,279.00 | 17,360,096.00 |
| Remuneration of directors | 970,431.00 | 969,839.00 |
| Repairs and maintenance/Staff houses repair | 1,998,541.00 | 3,036,826.00 |
| Total expenditure | 51,944,182.00 | 54,470,175.00 |
| Net Income | 1,245,227.00 | 10,374,902.00 |

Revenue and expenditure comparison

| FY | 2022/2023 | 2021/2022 |
|--------------------------|------------------|------------------|
| Total Revenue | 53,189,409.00 | 64,845,077.00 |
| Total Expenditure | 51,944,182.00 | 54,470,175.00 |

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The following are the key performance indicators on operations in relation to curriculum implementation:

- Implementation of the curriculum for Term three (first years) and Term six (second years) as per the approved curriculum designs from KICD. The professional documents were generated as required and are well kept.
- Provision of necessary curriculum implementation materials for both lecturers and trainees.

The College has leveraged on opportunities for growth in terms of revenue collection. It has continued to create and maintain positive relations with external partners to improve its revenue generation. During the period, the college managed to host one KNEC activity of DTE, SNE, PTE, ECDE marking. The income generated will go a long way in financing the operations of the college given the financial constraints occasioned by low student enrolment. During the period under review, the college encountered some challenges. There was a water shortage due to the prolonged dry period. In addition, the delay in MOE capitation grants posed a challenge in payment of Board of Management employees' salaries.

SECTION B

Compliance with statutory requirements

St. John's Teachers Training College, Kilimambogo has complied with all the relevant statutory obligations through:

- Timely remittance of statutory deductions to the various regulatory bodies which include; KRA, NSSF and NHIF.
- Ensuring all kitchen staff have valid health certificates.
- Ensuring all drivers have valid licenses and badges.

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- Ensuring the vehicles in use have valid inspection certificates and insurance covers.

There are no ongoing or potential court cases and defaults that the College is liable.

Key projects and investment decisions the entity is planning/implementing.

During the fourth quarter, the College undertook vegetable farming. The project was financed by internally generated revenue from hosting of KNEC workshops. This project will help the college in training of the students in Agriculture through practical lessons. It will also reduce food expenses for both trainee's meals and workshops which will have a positive impact on the BES vote head. This project is in line with the Government's agenda on food security.

Major risks facing the entity

The major issues facing the College are:

- Low student enrolment posing a challenge on funds to finance operations and undertake outlined projects in the strategic plan.
- Old facilities including asbestos roofing which is a hazard to the environment.
- Insecurity as the college has a porous natural fence and intrusion by the residents of a nearby slum.
- Delayed disbursement of the 4th Quarter grant by the MOE.
- Low financial base due to low enrolment of trainees.
- Poor fees payment because most of the trainees are from a needy background. They do not get HELB loans which still remains a challenge to the College.

Material arrears in statutory/financial obligations

St. John's Teachers Training College, Kilimambogo has no loan defaults and pending bills. However, the College has outstanding pension obligations for four staffs amounting to Kshs. 1,549,890.00.

Financial probity and serious governance issues

The College endeavours to comply with the requirements of Chapter 6 of the Kenyan constitution on Leadership and integrity. During the period under review, no officer received a donation or gift on a public or official occasion.

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9. Environmental And Sustainability Reporting Statement

St. John's Teachers Training College, Kilimambogo, exists to produce quality teachers to transform lives. This is what guides us to deliver our strategy, putting the trainees first, delivering relevant services and improving operational excellence. Below is a highlight of strategies and activities that promote the College's strategic objectives.

Environmental performance

The College has been committed to planting trees in an effort to green environment and provide shade as the college is a very dry place. The teacher trainees are sensitized on good practices of taking care of the environment.

Employee welfare

The college is committed to ensure the employee welfare are taken care of. The employment of workers is done in consideration of a criteria based on gender, tribe, religion, age and disability policies. The college is implementing the Occupational, Safety and Health Act of 2007 to ensure compliance.

Market place practices-

The organisation should outline its efforts to:

- a) Responsible Supply chain and supplier relations- the College advertises for its tenders on its website and the Government portal for all to see as required. Suppliers to the College are paid within a period of less than 30 days. Other guidelines like the President's directive on special category have been honoured in contracts and respecting payment practices.
 - b) Responsible marketing and advertisement- the College continues to host other Institutions for co-curricular activities which have served to market the College. The trainees through their clubs and societies continue to engage in outreach activities within the community
- Product stewardship- the College ensures that all the courses offered are accredited by the Ministry of Education and the KNEC as the assessment and certification body. The College has engaged as far as possible with relevant stakeholders to benchmark and implement best practices in education, healthcare, staff training and development.

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Corporate Social Responsibility / Community Engagements

The following activities were undertaken during the FY 2022/23;

1. Forty-nine (49) teacher trainees from Young Catholic Society (YCS) went on a retreat to Subukia Shrine accompanied by two tutors and a driver.
2. Fifty (54) teacher trainees from Christian Union and Seventh Day Adventist (C.U & SDA) visited a needy aged man at the neighbouring village Makutano for a charitable work.
3. Twenty (20) teacher trainees from Christian Union (C.U) went for prayer Mission at Thika High School.
4. Forty six (46) teacher trainees from Wildlife club and scouts Movement went for Hiking at Mt. Kilimambogo, Ol donyo Sabuk Orphanage.



Wildlife club and scouts Movement trainees and tutors

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10. Report of the Board of Management

The Board members submit their report together with the audited financial statements for the year ended June 30th, 2023, which show the state of College's affairs.

Principal activities

The principal activity of the College is to train Diploma teachers with desirable competencies to nurture skills, knowledge and attitudes responsive to the challenges of a dynamic society.

Results

The results of the College for the year ended June 30 are set out on page 1-48

Board of Management

The members of the Board of Management who served during the year are shown on page xii. During the year 2022/2023 the term of the previous Board of Management expired and a new Board was inaugurated from 18/5/2023.

Auditors

The Auditor General is responsible for the statutory audit of the St. John's teachers Training College in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on his behalf.

By Order of the Board


.....

Mrs. Elizabeth A. Onyango
Secretary of the Board of Management
St. John's T T C kilimambogo

Date: 21/1/2024.....

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11. Statement of Board of Management's Responsibilities

Section 81 of the Public Finance Management Act, 2012 and section 101 of schedule 4 of the Basic Education Act, 2013 require the board members to prepare financial statements in respect of St. Johns Teachers Training College, which give a true and fair view of the state of affairs at the end of the financial period and the operating results of the College for that period. The board members are also required to ensure that the St. John's Teachers Training College keeps proper accounting records which disclose with reasonable accuracy the financial position of the College. The council members are also responsible for safeguarding the assets of the College.

The council members are responsible for the preparation and presentation of the St. Johns Teachers Training College financial statements, which give a true and fair view of the state of affairs of the College for and as at the end of the period ended on **30TH JUNE, 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 entity,
- (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 St. John's Teachers' Training College,
- (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 St. John's Teachers Training College financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgement and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012. The board members are of the opinion that the St. Johns Teachers Training College financial statements give a true and fair view of the state of the College transactions during the period ended **30TH JUNE, 2023**, and of the College financial position as at that date. The board members further confirm the completeness of the accounting records maintained for the College, which have been relied upon in

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023**

the preparation of the St. John's Teachers Training College 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 College will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

The College's financial statements were approved by the Board on 25/8 2023 and signed on its behalf by:

Name: Dr. Mungai M. Edward

Signature.....

Chairperson, BOM

Name: Mrs. Elizabeth A. Onyango

Signature.....

Chief Principal /Secretary BOM

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO 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 the 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 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 Government achieves value for money and that such funds are applied for the intended purpose.
- 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, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of St. John's Teachers Training College, Kilimambogo set out on pages 1 to 42, which comprise the statement of financial position as at 30 June, 2023 and the statement of financial performance, statement of

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the St. John's Teachers Training College, Kilimambogo as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Basic Education Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in Property, Plant and Equipment

The statement of financial position reflects property, plant and equipment amounting to Kshs.1,174,390,045 as further disclosed in Note 20 to the financial statements. However, the value of property, plant and equipment had not been disclosed at cost or valuation. This is contrary to Paragraph 42 which states that an entity shall choose either the cost model or the revaluation model as its accounting policy, and shall apply that policy to an entire class of property, plant, and equipment. The Management explained that the property, plant and equipment amount was estimated but no valuation had been carried out to determine the actual value of the assets.

In the circumstance, the accuracy of the property, plant and equipment amounting to Kshs.1,174,390,045 could not be confirmed.

2. Long Outstanding Receivables from Exchange Transactions

The statement of financial position reflects receivables from exchange transactions amounting to Kshs.4,943,213 as further disclosed in Note 18 to the financial statements. The amount includes Kshs.3,009,629 which has remained outstanding for over 3 years. However, Management has not taken any measures to recover these long outstanding receivable.

In the circumstance, the accuracy, completeness and recoverability of receivables from exchange transactions amounting to Kshs.3,009,629 could not be confirmed.

3. Unsupported Long Outstanding Trade and Other Payables

The statement of financial position reflects trade and other payables from exchange transactions amounting to Kshs.4,216,714 as further disclosed in Note 23 to the financial statements. The amount includes payables totalling to Kshs.2,235,933 which have remained outstanding for over 3 years amounting. Further, supporting schedules in support these payables were not provided.

In addition, the College does not have a credit policy.

In the circumstances, the accuracy and completeness of trade and other payables from exchange transactions amounting to Kshs.2,235,933 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the St. John's Teachers Training College Kilimambogo 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 audit of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final rendering of services – fees from students budget and actual on comparable basis amounting to Kshs.23,120,300 and Kshs.19,994,724 respectively resulting to an underfunding amounting to Kshs.3,125,576 or 14% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling to Kshs.46,315,467 and Kshs.52,698,632 respectively resulting to over expenditure of Kshs.6,383,165 or 14% of the budget. The over expenditure was in respect to use of goods and services, repairs and maintenance and capital expenditure.

The underfunding and over expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, the Management has not resolved some of the issues or given any explanation for failure to do so, as part of the contents provided for in the reporting format prescribed by the Public Sector Accounting Standards Board.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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. Property, Plant and Equipment

The statement of financial position reflects property, plant and equipment and intangible assets amounting to Kshs.1,174,390,046 and Kshs.2,190,397 respectively. Review of records revealed the following anomalies:

1.1 Lack of Ownership Documents

The property, plant and equipment amounting to Kshs.1,174,390,046 includes the value of 115 acres of land valued at Kshs.805,000,000 as disclosed in Note 20 to the financial statements. However, the ownership documents for the 115 acres of land were not provided for audit.

In the circumstance, the ownership of land valued at Kshs.805,000,000 could not be confirmed

1.2 Failure to Tag Institution Assets

Review of the fixed asset register and physical verification carried out revealed that all the assets valued at Kshs.1,174,390,046 had not tagged for ease of identification and movement.

In the circumstance, the effectiveness of asset management was in doubt.

2. Officers Earning Less Than a Third Basic Pay

Review of payroll revealed that fourteen (14) employees were paid a net salary that was less than a third (1/3) of their basic pay. This is contrary to Section 19(3) of the Employment Act, 2007, which states that the total amount of all deductions which may be made by an employer from the wages of his employee at any one time shall not exceed two-thirds of such wages or such additional or other amount as may be prescribed by the Minister either generally or in relation to a specified employer or employee or class of employers or employees or any trade or industry'.

In the circumstance, Management was in breach of the Employment Act, 2007.

3. Irregular Payment of Honoraria to Members of the Board of Management

The statement of financial performance reflects board/ council expenses totalling to Kshs.970,431. The amount includes honoraria paid to members of the Board of Management. However, the members were not entitled to honoraria. Further, board/ council expenses totalling to Kshs.970,431 was paid in cash, leaving no audit trail on how much was paid to each member or who benefited from the payment.

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

The audit was conducted in accordance with ISSAI 4000. The Standard requires 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 THE 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 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 overall governance were not effective.

Basis for Conclusion

1. Lack of Internal Audit Function

The College did not have an internal audit function to perform risk assessment processes and evaluate operational effectiveness through in-depth reviews of management operations and internal controls in the College.

The College may experience difficulties in financial accountability and risk assessment since the internal control systems may not be reliable.

2. Lack of Risk Management Policy Framework and Disaster Recovery Plan

During the year under review, it was observed that the College did not have a risk management policy and disaster recovery plan. In absence the above approved policies, the processes and guidelines on how to mitigate operational, legal and financial risks as outlined may not be achieved.

The College may lack a blue-print for identifying, preventing and mitigating against disasters and ensuring business processes resume with minimal interruptions.

3. Lack of Information Communication Technology Policy

A review of the ICT environment showed that there was no approved ICT Policy, approved IT Strategic Committee and Information Technology Continuity Plan in place to enable the Institute to manage business processes for the delivery of services to the public in an effective and efficient manner. Failure to have in place ICT policy and automate the processing environment fully and effectively to manage the IT operations might lead to data confidentiality, accuracy, reliability, integrity and availability being compromised which may affect the effectiveness of the operations of the College.

In the circumstances, the security and reliability of the College data including the management information system 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 Management and Board of Management

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

In preparing the financial statements, Management is responsible for assessing the College's ability to continue to sustain services, disclosing and 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 College 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in

an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the College's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the College to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the College to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


20 February, 2024


**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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JUNE 2023**

13. Statement of Financial Performance For The Year Ended 30th June 2023

| Description | Notes | FY 2022/2023 | FY 2021/2022 |
|---|-------|-------------------------|-----------------------|
| | | Kshs | Kshs |
| Revenue from Non-Exchange transactions | | | |
| Transfers from other National Government entities | 6 | 17,056,504.00 | 18,922,325.00 |
| Public contributions and donations | 7 | 17,000.00 | |
| | | 17,073,504.00 | 18,922,325.00 |
| Revenue from Exchange transactions | | | |
| Rendering of services- fees from students | 8 | 19,994,724.00 | 34,845,492.00 |
| Sale of goods | 9 | 52,170.00 | 135,040.00 |
| Rental revenue from facilities and equipment | 10 | 14,838,685.00 | 9,488,166.00 |
| Miscellaneous income | 11 | 1,230,326.00 | 1,454,054.00 |
| Revenue from Exchange transactions | | 36,115,905.00 | 45,922,752.00 |
| Total Revenue | | 53,189,409.00 | 64,845,077.00 |
| Expenses | | | |
| Use of goods and services | 12 | 34,712,931.00 | 33,103,414.00 |
| Employee costs | 13 | 14,262,279.00 | 17,360,096.00 |
| Board /Council Expenses | 14 | 970,431.00 | 969,839.00 |
| Depreciation and amortization expense | 15 | 12,679,489.00 | 12,531,523.00 |
| Repairs and maintenance | 16 | 1,998,541.00 | 3,036,826.00 |
| Total Expenses | | 64,623,671.00 | 67,001,698.00 |
| Other Gains/(Losses) | | | |
| Gain on sale of assets | | | |
| Gain/ Loss on fair value of investments | | | |
| Impairment loss | | | |
| Total Other Gains/(Losses) | | 0.00 | 0.00 |
| Net surplus/(deficit) for the year | | (11,434,262.00) | (2,156,621.00) |

The Financial Statements set out on pages 1 to 2 were signed by:


.....
Chairman of Board


.....
Finance Officer
ICPAK No


.....
Principal

Date: 22/1/2024.....

Date: 22/1/2024.....

Date: 22/1/24.....

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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14. Statement of Financial Position As At 30th June 2023

| Description | Notes | FY 2022/2023 | FY2021/2022 |
|---|-------|-------------------------|-------------------------|
| | | Kshs | Kshs |
| Assets | | | |
| Current Assets | | | |
| Cash and cash equivalents | 17 | 10,550,634.00 | 9,982,714.00 |
| Current portion of receivables from exchange transactions | 18(a) | 4,943,213.00 | 5,689,274.00 |
| Receivables from non-exchange transactions | | | |
| Inventories | 19 | 1,477,767.00 | 1,372,444.00 |
| Total Current Assets | | 16,971,614.00 | 17,044,432.00 |
| Non-Current Assets | | | |
| Property, plant, and equipment | 20 | 1,174,390,045.00 | 1,185,116,682.00 |
| Intangible assets | 21 | 2,190,397.00 | 2,393,548.00 |
| Biological Assets | 22 | 604,750.00 | |
| Total Non-Current Assets | | 1,177,185,192.00 | 1,187,510,230.00 |
| | | | |
| Total Assets | | 1,194,156,806.00 | 1,204,554,662.00 |
| | | | |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade and other payables from exchange transactions | 23 | 4,216,714.00 | 4,712,775.00 |
| Refundable deposits from customers | 24 | 470,400.00 | 470,400.00 |
| Employee benefit obligation | | | |
| Payments received in advance | | | |
| Current portion of borrowings | | | |
| Social Benefits | | | |
| Total Current Liabilities | | 4,687,114.00 | 5,183,175.00 |
| Non-Current Liabilities | | | |
| Finance lease obligation | | | |
| Deferred income | | | |
| Non-Current Employee Benefit Obligation | | | |
| Non-Current Provisions | | | |
| Non- Current Borrowings | | | |

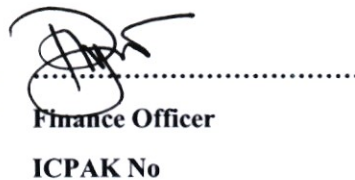
**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
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| Description | Notes | FY 2022/2023 | FY2021/2022 |
|---|-------|-------------------------|-------------------------|
| | | Kshs | Kshs |
| Service Concession Liability | | | |
| Social benefits | | | |
| Total Non- current liabilities | | 0.00 | 0.00 |
| Total Liabilities | | 4,687,114.00 | 5,183,175.00 |
| Net Assets | | 1,189,469,693.00 | 1,199,371,487.00 |
| Revaluation Reserves | | 0.00 | 0.00 |
| Accumulated Surplus | | (11,331,660.00) | 170,134.00 |
| Capital Fund | | 1,200,801,353.00 | 1,199,201,353.00 |
| Total Net Assets and Liabilities | | 1,189,469,693.00 | 1,199,371,487.00 |

NB: The accumulated deficit of Ksh. 11,331,660.00 is due to accumulated depreciation of property, plant and equipment.

The Financial Statements set out on pages 3 to 4 were signed by:


.....
Chairman of Board


.....
Finance Officer
ICPAK No


.....
Principal

Date: 22/1/2024

Date: 22/1/2024

Date: 22/1/24

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

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

| Description | Revaluation reserve | Accumulated Fund | Capital Grants/Fund | Total |
|--|---------------------|------------------|---------------------|-------|
| At July 1st, 2021(previous year) | xxx | 896,292.00 | xxx | xxx |
| Revaluation gain | xxx | - | - | xxx |
| Surplus/(deficit) for the year | - | 10,374,902.00 | - | xxx |
| Capital grants received during the year | - | 1,430,464.00 | xxx | xxx |
| Transfer of depreciation/amortisation from capital fund to Retained earnings | - | (12,531,523.00) | (xxx) | - |
| At June 30th, 2022 | xxx | 170,135.00 | xxx | xxx |
| At July 1st, 2022(current year) | xxx | 102,600.00 | xxx | xxx |
| Revaluation gain | xxx | - | - | xxx |
| Surplus/(deficit) for the year (net income) | - | 1,245,227.00 | - | xxx |
| Capital grants received during the year | - | - | xxx | xxx |
| Transfer of depreciation/amortisation from capital fund to Retained earnings | - | (12,679,489.00) | (xxx) | - |
| At June 30th, 2023 | xxx | (11,331,660.00) | xxx | xxx |

Note:

1. There was an adjustment done on the opening net assets due to overstated creditors of Kshs 7,285.00 as at 30th June 2022 adjusted against accumulated fund and payables b/f (weaver bird garments- Ksh. 6,685/- & Karana Enterprises- Ksh. 600/-) and also fees debt of Kshs. 74,819.00 for 2 students who discontinued the course in their 1st year of study.

Discontinued students

| | |
|----------------------------------|--------------------|
| MUTISYA FRANCIS | 52,322.00 |
| KAMENDE J. WAMBUA | <u>22,497.00</u> |
| | <u>74,819.00</u> |
| Accumulated fund b/f | 170,135.00 |
| Overstated creditors | 7,285.00 |
| Balances (discontinued students) | <u>(74,819.00)</u> |
| Adjusted accumulated fund | <u>102,601.00</u> |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023

16.Statement of Cash Flows for The Year Ended 30th June, 2023

| Description | | FY 2022/2023 | FY2021/2022 |
|--|------|-----------------------|----------------------|
| | Note | Kshs | Kshs |
| Cash flows from operating activities | | | |
| Receipts | | | |
| Transfers from other National Government entities | 6 | 17,056,504.00 | 18,922,325.00 |
| Grants from donors and development partners | | | 0.00 |
| Transfers from other levels of government | | | |
| Public contributions and donations | 7 | 17,000.00 | 0.00 |
| Rendering of services- fees from students | 8 | 19,488,664.00 | 33,778,352.00 |
| Sale of goods | 9 | 52,170.00 | 135,040.00 |
| Rental revenue from facilities and equipment | | 14,818,292.00 | 9,556,376.00 |
| Salary Advances Recovered | | 8,000.00 | |
| Miscellaneous income /salary advance | | 1,026,334.00 | 2,052,678.00 |
| Total Receipts | | 52,466,964.00 | 64,444,771.00 |
| Payments | | | |
| Use of goods and services | | 33,407,462.00 | 16,955,320.00 |
| Employee costs | 13 | 14,262,279.00 | 32,423,269.00 |
| Board /Council Expenses | 14 | 970,431.00 | 969,839.00 |
| Repairs and maintenance | | 1,996,141.00 | 5,860,425.00 |
| Contracted services | | | |
| Grants and subsidies | | | 0.00 |
| Salary advances | | 17,000.00 | 0.00 |
| Total Payments | | 50,653,313.00 | 56,208,853.00 |
| Net Cash Flows from operating activities | | 1,813,651.00 | 8,235,918.00 |
| Cash flows from investing activities | | | |
| Purchase of property, plant, equipment ,Biological and intangible assets | | (754,450.00) | (840,400.00) |
| Decrease in non-current receivables | | 1,410,687.00 | 1,087,906.00 |
| Net cash flows used in investing activities | | 656,237.00 | 247,506.00 |
| Cash flows from financing activities | | | |
| increase in prepayments | | 567,589.00 | 0.00 |
| decrease in payables | | (2,469,557.00) | 233,049.00 |
| Net cash flows used in financing activities | | (1,901,968.00) | 8,250,375.00 |
| Net Increase/(Decrease) in Cash and Cash equivalents | 27 | 567,920.00 | 8,250,375.00 |
| Cash and Cash equivalents at 1 st JULY | 17 | 9,982,714.00 | 1,732,339.00 |
| Cash and Cash equivalents at 30th JUNE | 17 | 10,550,634.00 | 9,982,714.00 |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

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

| Description | Original budget | Adjustments | Final budget | Actual on comparable basis | Performance difference | Utilization Difference |
|---|----------------------|------------------------|----------------------|----------------------------|------------------------|------------------------|
| | Kshs | Kshs | Kshs | Kshs | Kshs | % |
| Revenue | | | | | | |
| Transfers from other National Government entities | 13,882,112.00 | (801,016.00) | 13,081,096.00 | 17,056,504.900 | (3,975,408.00) | 130.39% |
| Grants from donors and development partners | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00% |
| Transfers from other levels of government | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00% |
| Public contributions and donations | 0.00 | 0.00 | 0.00 | 17,000.00 | (17,000.00) | 0.00% |
| Rendering of services- fees from students | 50,726,160.00 | (27,605,860.00) | 23,120,300.00 | 19,994,724.00 | 3,125,576.00 | 86.48% |
| Sale of goods-FARM | 250,000.00 | (250,000.00) | 0.00 | 52,170.00 | (52,170.00) | 0.00% |
| Rental revenue from facilities and equipment | 4,939,590.00 | 4,850,000.00 | 9,789,590.00 | 14,838,685.00 | (5,049,095.00) | 151.58% |
| Finance income | - | - | - | - | - | 0.00% |
| Miscellaneous Income | - | 0.00 | 0.00 | 1,230,326.00 | (1,230,326.00) | 0.00% |
| Total Income | 69,797,862.00 | (23,806,876.00) | 45,990,986.00 | 53,189,409.00 | (7,198,423.00) | 115.65% |
| | | | | | | |
| Expenses | | | | | | |
| Use of goods and services+graduation | 44,360,247.00 | (16,553,895.00) | 27,806,352.00 | 34,712,931.00 | (6,906,579.00) | 124.84% |
| Employee costs | 17,408,935.00 | (1,821,620.00) | 15,587,315.00 | 14,262,279.00 | 1,325,036.00 | 91% |
| Board /Council Expenses | 528,000.00 | 420,000.00 | 948,000.00 | 970,431.00 | (22,431.00) | 102% |
| Repairs and maintenance | 3,764,320.00 | (1,990,520.00) | 1,773,800.00 | 1,998,541.00 | (224,741.00) | 112.67% |
| Contracted services | - | - | - | - | - | 0% |
| Grants and subsidies | - | - | - | - | - | 0% |
| Use of goods and services | - | - | - | - | - | 0% |
| Total Expenditure | 66,061,502.00 | (3,392,140.00) | 46,115,467.00 | 51,944,182.00 | (5,828,715.00) | 112.64% |
| | | | | | | |
| Surplus For the Period | 3,736,360.00 | (20,414,736.00) | (124,481.00) | 1,245,227.00 | (1,369,708.00) | |
| Capital Expenditure | 200,000.00 | 0.00 | 200,000.00 | 754,450.00 | 554,450.00 | |

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(Budget notes)

1. An amount of Ksh. 3,421,193.00 grant for 2021/2022 FY 4th quarter, was received in the 1st quarter of 2022/2023 FY resulting to the over utilization under transfers from National Government revenue.
2. The under-utilization of fees from students is due to the low enrolment of 275 students against the budgeted number of 300 students.
3. There was a windfall income received from KNEC hosting which is a major component of rental revenue from facilities and equipment.
4. The over utilization under use of goods is as a result of escalating commodity prices due to inflation.
5. The over utilization under repairs and maintenance is as a result of hostel internal painting and washrooms tiling which had not been budgeted for in 2022/2023 FY as well as escalating hardware material prices. The Hostel repairs was necessitated by the KNEC recommendation for hosting the KNEC marking programmes and was approved by the Board of Management.
6. The initial budget for 2022/2023 FY prepared on 28th June 2022 was revised in November, 2022 due to low enrolment of students who reported in September and October 2022 and to factor in graduation following a ministerial directive that all Teachers Training colleges graduate their students by 30th June 2023.

18. Notes to the Financial Statements

1. General Information

St. John's Teachers' Training College is established by and derives its authority and accountability from Basic Education ACT 2013 and the PFM Act. The principal mandate of the College is to train Diploma teachers in Early Childhood and Primary Education.

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 and impaired assets at their estimated recoverable amounts. 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 St. John's Teachers' Training College accounting policies. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of St. John's Teachers' Training College. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, Basic Education Act 2013, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
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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 30th 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 • 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><i>(This standard had no impact on the entity in the year under review)</i></p> |
| IPSAS 42: Social Benefits | <p>Applicable: 1st January, 2023</p> <p>The objective of this Standard is to improve the relevance, faithful representatives and comparability of the information that a reporting Entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p> <ol style="list-style-type: none"> (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><i>(This standard had no impact on the entity in the year under review)</i></p> |
| Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments | <p>Applicable: 1st January, 2023:</p> <ol 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 |

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| Standard | Effective date and impact: |
|-----------------------------|---|
| | <p>IPSAS 41 was issued.</p> <p>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued.</p> <p>d) Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p> <p><i>(This standard had no impact on the entity in the year under review)</i></p> |
| Other improvements to IPSAS | <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. <p><i>(This standard had no impact on the entity in the year under review)</i></p> |

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

| Standard | Effective date and impact: |
|---|---|
| IPSAS 43 | <p>Applicable 1st January 2025</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> <p><i>(This standard had no impact on the entity in the year under review)</i></p> |
| IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations | <p>Applicable 1st January 2025</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> <p><i>(This standard had no impact on the entity in the year under review)</i></p> |

iii. Early adoption of standards

St. John's Teachers' Training College- Kilimambogo, did not early-adopt any new or amended standards in year 2022/2023. The impact of these standards on college's financial statements is nil.

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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 college 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 on **28/6/2023**. 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. Accordingly, the entity recorded reduced appropriations of **Ksh 20,308,359.00** on the **FY 2022/2023** budget following the Board's approval. 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 7 under financial section of these financial statements.

c) Taxes

Current income tax

St. John's Teachers' Training College is among Public Learning Institutions in Kenya. All Public learning institutions are classified under Not-for-Profit Organizations (NPOs) and they enjoy tax exemptions and incentives from Government because they provide services that positively influence social welfare. These services should be provided free of charge, below cost or at the very minimum cost. The NPOs include Charities/NGOs/Trusts, Churches/Religion Organizations, Hospitals, Schools/Universities among others.

For NPOs to be exempt from Income Tax, they must have been established solely to;

- Relief poverty or distress of the Public
- Advance religion or education.

St. John's Teachers Training College by virtue of being a public learning institutions and classified under the Not-for-Profit Organizations (NPOs) has been exempted from income tax. NPOs are exempted from income tax on income received from the activities of the organization, if the income is wholly used to support the public benefit purposes for which the organization was established and in our case to advance education by training diploma Primary Teachers.

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.

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

d) Investment property

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

e) Property, plant and equipment

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

f) Leases

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

g) Intangible assets

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

h) Research and development costs

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

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

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

i) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. *The entity does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements.* . 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.

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Financial assets

Classification

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

Subsequent measurement

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

Amortized cost

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

Fair value through net assets/ equity

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

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Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Fair value through surplus or deficit

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

Trade and other receivables

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

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in *Note 14*.

Financial liabilities

Classification

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

j) Inventories

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

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

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

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Inventories (Continued)

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

k) Provisions

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

Contingent liabilities

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

Contingent assets

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

l) Social Benefits

Social benefits are cash transfers provided to i) specific individuals and / or households that meet the eligibility criteria, ii) mitigate the effects of social risks and iii) Address the need of society as a whole. The entity recognizes a social benefit as an expense for the social benefit scheme at the same time that it recognizes 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.

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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 specific requirements. (*Entity to state the reserves maintained and appropriate policies adopted*).

n) Changes in accounting policies and estimates

The *Entity* 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

St Johns Teachers Training College 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. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

p) Foreign currency transactions

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

q) Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

r) Related parties

The *Entity* 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 30th, 2023.

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Notes to the Financial Statements (Continued)

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of St Johns Teachers Training College 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.

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
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Notes to the Financial Statements (Continued)

6. Transfers from other National Government entities

| Description | 2022/2023 FY | 2021/2022 FY |
|---|----------------------|----------------------|
| | Kshs | Kshs |
| Unconditional Grants | | |
| Capitation Grants | | |
| Operational Grant | 17,056,504.00 | 18,922,325.00 |
| Unconditional Development grants | | |
| Other Grants | | |
| Total unconditional Grants | 17,056,504.00 | 18,922,325.00 |
| Conditional Grants amortized / recognized in revenue | | |
| Library Grant | | |
| Hostels Grant | | |
| Administration Block Grant | | |
| Laboratory Grant | | |
| Learning Facilities Grant | | |
| Other Organizational Grants | | |
| Total Government Grants and Subsidies | 17,056,504.00 | 18,922,325.00 |

(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 Basic Education | 17,056,504.00 | 0.00 | 0.00 | 17,056,504.00 | 18,922,325.00 |
| XX Ministry | | | | | |
| Total | 17,056,504.00 | 0.00 | 0.00 | 17,056,504.00 | 18,922,325.00 |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023

Notes to the Financial Statements (Continued)

7. Public Contributions and Donations

| Description | 2022/2023 FY | 2021/2022 FY |
|--|---------------------|---------------------|
| | Kshs | Kshs |
| Public Donations | | |
| Donations from Local Leadership | | |
| Donations from Religious Institutions | | |
| Donations from Alumni | | |
| Other Donations | 17,000.00 | 0.00 |
| Total Donations and Contributions | 17,000.00 | 0.00 |

The donations were received from 3 suppliers to support the college in participation in the National Drama Festivals held in Mombasa.

**ST. JOEN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023**

Notes to the Financial Statements (Continued)

8. Rendering of Services

| Description | 2022/2023 FY | 2021/2022 FY |
|--------------------------|----------------------|----------------------|
| | Kshs | Kshs |
| Tuition Fees | 548,000.00 | 26,620,425.00 |
| Activity Fees | 549,500.00 | 883,440.00 |
| Examination Fees | 439,600.00 | 5,493,277.00 |
| Library Fees | 75,000.00 | 290,250.00 |
| Facilities And Materials | 0.00 | 0.00 |
| Registration Fees | 0.00 | 80,000.00 |
| BES | 8,220,000.00 | 0.00 |
| LTT | 1,100,000.00 | 0.00 |
| Medical | 275,000.00 | 0.00 |
| RMI/Rehab | 824,000.00 | 0.00 |
| VRM/VRF | 1,648,000.00 | 0.00 |
| PE/Gratuity | 2,368,500.00 | 0.00 |
| Cont/Admin | 686,000.00 | 0.00 |
| Practicum | 255,000.00 | 1,478,100.00 |
| EWC | 1,085,944.00 | 0.00 |
| ICT Equipment | 1,097,630.00 | 0.00 |
| Student Council | 61,800.00 | 0.00 |
| Club & Environmental | 61,800.00 | 0.00 |
| Student Id | 30,900.00 | 0.00 |
| Track Suit | 257,500.00 | 0.00 |
| Hockey Stick | 225,000.00 | 0.00 |
| Students Guide Book | 22,200.00 | 0.00 |
| KUCCPS | 111,000.00 | 0.00 |
| Bank Charges | 18,750.00 | 0.00 |
| Practicum Lesson Book | 33,600.00 | 0.00 |
| | 19,994,724.00 | 34,845,492.00 |

This is expected revenue from fees comprising of: UDPTE 28 students x 90,476 = 2,533,328.00

DPTE 41 students x 67,076 = 2,750,116.00

DECTE2-131students x 67,076 = 8,786,956.00

DECTE 1 -75 students x 79,626 = 5,971,950.00

20,042,350.00

Less :Deserted Student(Sarah W. Kimani)

(47,626.00)

TOTAL-

19,994,724.00

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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9. Sale of Goods

| Description | 2022/2023 FY | 2021/2022 FY |
|---|------------------|-------------------|
| | Kshs | Kshs |
| Sale of Books | | |
| Sale of Publications | | |
| Sale of Farm Produce | 52,170.00 | 135,040.00 |
| Cafeteria sales | | |
| Other sales (specify) | | |
| Total Revenue from Sale of Goods | 52,170.00 | 135,040.00 |

This is income generated from sale of vegetables and beef from the college farm to the kitchen.

10. Rental revenue from facilities and equipment

| Description | 2022/2023 FY | 2021/2022FY |
|--|----------------------|---------------------|
| | Kshs | Kshs |
| Hire of Facilities and Equipment - House rent | 469,197.00 | 429,205.00 |
| Contingent Rentals -Hire of buses and KNEC hosting | 14,369,488.00 | 9,058,961.00 |
| Operating Lease Revenue | 0.00 | 0.00 |
| Total | 14,838,685.00 | 9,488,166.00 |

This revenue was received from staff houses rent, hire of buses and KNEC /Seminar hosting.

11. Miscellaneous Income

| Description | 2022/2023FY | 2021/2022 FY |
|----------------------------|---------------------|---------------------|
| | Kshs | Kshs |
| Insurance recoveries | 0.00 | 0.00 |
| Consultancy fees | 0.00 | 0.00 |
| Income from sale of tender | 18,000.00 | 41,000.00 |
| Services concession income | 0.00 | 0.00 |
| Receipted deposits | 0.00 | 31,500.00 |
| Graduation fees | 609,000.00 | 349,000.00 |
| Bad debts recovered | | |
| Income written back | | |
| Miscellaneous income | 603,326.00 | 1,032,554.00 |
| Total other income | 1,230,326.00 | 1,454,054.00 |

Miscellaneous income comprises of charges against Hockey stick, photo copying papers,project,replacement of lost certificates paid by students who seek clearance after they have completed their course.

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023

Notes: To the Financial Statements (Continued)

12. Use of Goods and Services

| Description | 2022/2023 FY | 2021/2022 FY |
|--|----------------------|----------------------|
| | Kshs | Kshs |
| Club and environmental Subsidy | 18,032.00 | 0.00 |
| Medical | 108,181.00 | 108,987.00 |
| Student Council | 27,915.00 | 18,703.00 |
| Track Suit | 186,100.00 | 640,900.00 |
| Practicum Lesson Plan books | 281,120.00 | 0.00 |
| Contingencies /Admin Costs | 883,534.00 | 836,340.00 |
| E.W. And Conservancy | 2,909,581.00 | 2,783,418.00 |
| L.T. And Travel | 1,162,229.00 | 2,155,797.00 |
| Activity | 1,130,284.00 | 1,145,321.00 |
| Practicum | 477,200.00 | 0.00 |
| I.C.T Equipment & Accessories | 358,860.00 | 1,048,550.00 |
| Tuition, Equip and Stores | 743,029.00 | 1,429,993.00 |
| B.E. and Stores | 7,695,077.00 | 10,717,242.0 |
| Bank Charges | 33,535.00 | 30,907.00 |
| Examination Fees | 3,171,400.00 | 3,454,000.00 |
| College ID | 17,700.00 | 54,400.00 |
| Farm | 115,670.00 | 16,670.0 |
| Tender | 95,500.00 | 0.00 |
| Work injury | 18,380.00 | 121,850.00 |
| Graduation expenditure | 295,867.00 | 558,379.00 |
| Safety measures | 52,200.00 | 52,900.00 |
| Tree planting | 8,200.00 | 24,550.00 |
| Internet expenses | 378,426.00 | 258,976.00 |
| Website | 9,400.00 | 9,400.00 |
| Training expenses capacity building | 111,700.00 | 99,800.00 |
| hire of facilities(KNEC, seminar, transport) | 12,490,134.00 | 5,516,109.00 |
| security | 2,039,000.00 | 3,060,000.00 |
| K.U.C.C.P.S Registration | | 70,000.00 |
| Registration | | 59,100.00 |
| Hockey stick | | 90,690.00 |
| Covid-19 Response/PAYE/RD Cheques | | 112,876.00 |
| Total good and services | 34,818,254.00 | 34,475,858.00 |

| | | |
|-------------------------------|-----------------------------|-----------------------------|
| | <u>2022/2023</u> | <u>2021/2022</u> |
| Opening Inventory - | 1,372,444.00 | 0.00 |
| Goods and services purchased | 34,818,254.00 | 34,475,858.00 |
| Closing Inventory - | (1,477,767.00) | (1,372,444.00) |
| Net goods And Services | <u>34,712,931.00</u> | <u>33,103,414.00</u> |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023

Notes: To the Financial Statements (Continued)

13. Employee Costs

| Description | 2022/2023 FY | 2021/2022 FY |
|--|----------------------|----------------------|
| | Kshs | Kshs |
| Salaries and wages | 10,523,034.00 | 14,316,846.00 |
| Employee related costs - contributions to pensions and medical aids(NHIF) | 324,550.00 | 443,450.00 |
| Travel, motor car, accommodation, subsistence and other allowances-commuter risk, responsibility & leave | 1,389,000.00 | 0.00 |
| Housing benefits and allowances | 1,135,775.00 | 1,382,400.00 |
| Overtime payments | 0.00 | 0.00 |
| Social contributions-NSSF | 889,920.00 | 1,217,400.00 |
| Employee Costs | 14,262,279.00 | 17,360,096.00 |

14. Board/Council Expenses

| Description | 2022/2023 FY | 2021/2022 FY |
|------------------------------|-------------------|-------------------|
| | Kshs | Kshs |
| Chairman's Honoraria | 0.00 | 0.00 |
| Directors Emoluments | 0.00 | 0.00 |
| Other Allowances | 970,431.00 | 969,839.00 |
| Other Board/Council Expenses | 0.00 | 0.00 |
| Total | 970,431.00 | 969,839.00 |

15. Depreciation and Amortization expense

| Description | 2022/2023 FY | 2021/2022 FY |
|--|----------------------|----------------------|
| | Kshs | Kshs |
| Property, plant and equipment | 12,326,637.00 | 12,189,587.00 |
| Intangible assets | 352,851.00 | 341,936.00 |
| Investment property carried at cost | 0.00 | 0.00 |
| Total depreciation and amortization | 12,679,489.00 | 12,531,523.00 |

16. Repairs and Maintenance

| Description | 2022/2023 FY | 2021/2022 FY |
|---------------------------------------|---------------------|---------------------|
| | Kshs | Kshs |
| Property(RMI + HOSTEL REPAIR) | 1,114,988.00 | 1,667,087.00 |
| Investment property - earning rentals | 111,270.00 | 41,550.00 |
| Equipment and machinery | 0.00 | 0.00 |
| Vehicles | 772,283.00 | 1,328,189.00 |
| Furniture and fittings | 0.00 | 0.00 |
| Computers and accessories | 0.00 | 0.00 |
| Total Repairs and Maintenance | 1,998,541.00 | 3,036,826.00 |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023

Notes: To the Financial Statements (Continued)

17. Cash and Cash Equivalents

| Description | FY 2022/2023 | FY 2021/2022 |
|--|----------------------|---------------------|
| | Kshs | Kshs |
| Current Account | 10,522,471.00 | 9,636,851.00 |
| On - Call Deposits | 0.00 | 0.00 |
| Fixed Deposits Account | 0.00 | 0.00 |
| Staff Car Loan/ Mortgage | 0.00 | 0.00 |
| Others (cash in hand) | 28,163.00 | 345,863.00 |
| Total Cash and Cash Equivalents | 10,550,634.00 | 9,982,714.00 |

(The amount should agree with the closing and opening balances as included in the statement of cash flows)

| | | |
|-------------------------------------|--|--|
| Cash in hand components as at | <u>30th June, 2023</u> | <u>30th June, 2022</u> |
| Balances as per cashbooks: Main A/c | - (21,347.00) | 91,142.00 |
| Project A/C | - 49,510.00 | 254,721.00 |
| Total | - <u>28,163.00</u> | <u>345,863.00</u> |

| | | |
|------------------------------------|--|--|
| | <u>30th June, 2023</u> | <u>30th June, 2022</u> |
| Accounted by: Unaccounted Imprests | - 1,075.00 | 40,993.00 |
| RD Cheques | - 10,000.00 | 10,000.00 |
| Unbanked fees collections | 0.00 | 69,710.00 |
| Cash in hand | <u>17,088.00</u> | <u>225,160.00</u> |
| | <u>28,163.00</u> | <u>345,863.00</u> |

Other disclosures

Inter account transfers

From Main account to Assessment Ksh. 200,000.00

From Project account to Main account Ksh. 914,763.00

The college has a CDF current account with a balance of Ksh. **2,309,488.00** held at Equity bank Makongeni. The college has not yet gained full control of the account as Thika Town CDF dictates how the funds will be used.

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH
JUNE 2023

Notes To the Financial Statements (Continued)

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

| Financial Institution | Account number | FY 2022/2023 | FY 2021/2022 |
|--------------------------------------|----------------|----------------------|---------------------|
| | | Kshs | Kshs |
| a) Current Account | | | |
| Kenya Commercial Bank- Main A/C | 1102125210 | 7,060,705.00 | 2,826,222.00 |
| Kenya Commercial Bank-Assessment A/C | 1297378261 | 184,801.00 | 3,445,051.00 |
| Co-op Bank- Project A/ C | 01129073564700 | 3,276,965.00 | 3,365,578.00 |
| Sub- Total | | 10,522,471.00 | 9,636,851.00 |
| b) On - Call Deposits | | | |
| Kenya Commercial Bank | | | |
| Equity Bank – etc. | | | |
| Sub- Total | | | |
| c) Fixed Deposits Account | | | |
| Kenya Commercial Bank | | | |
| Bank B | | | |
| Sub- Total | | | |
| d) Staff Car Loan/ Mortgage | | | |
| Kenya Commercial Bank | | | |
| Bank B | | | |
| Sub- Total | | | |
| e) Others(Specify) | | | |
| Cash in Transit | | | |
| Cash in Hand | | 28,163.00 | 345,863.00 |
| Mobile Money account | | | |
| Sub- Total | | 28,163.00 | 345,863.00 |
| Grand Total | | 10,550,634.00 | 9,982,714.00 |

18. Receivables from Exchange transactions

18(a) Current Receivables from Exchange transactions

| Description | FY 2022/2023 | FY 2021/2022 |
|---|---------------------|---------------------|
| | Kshs | Kshs |
| Current Receivables | | |
| Student Debtors/graduation debtors | 710,052.00 | 992,321.00 |
| Rent Debtors | 20,393.00 | 17,396.00 |
| Salary advance outstanding | 9,000.00 | 0.00 |
| Other Exchange Debtors(Arrears & graduation fees balance) | 4,203,768.00 | 4,604,738.00 |
| Less: Impairment Allowance | 0.00 | 0.00 |
| Total Current Receivables | 4,943,213.00 | 5,614,455.00 |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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JUNE 2023

Notes: To the Financial Statements (Continued)

| | |
|---|---------------------|
| Receivables from exchange transactions as at 30th June 2022 | - 5,689,274.00 |
| Write off during the year 2022/2023-Desertions | <u>(74,819.00)</u> |
| Bal b/d 1st July 2023 | 5,614,455.00 |

18 (b) Ageing Analysis of Receivables from Exchange transactions

| Description | 2022/2023 FY | | 2021/2022 FY | |
|--------------------|---------------------|----------------|---------------------|----------------|
| | Kshs | | Kshs | |
| | Current FY | % of the total | Comparative FY | % of the total |
| Less than 1 year | 739,445.00 | 15% | 1,009,717.00 | 18% |
| Between 1- 2 years | 147,960.00 | 3% | 1,267,613.00 | 23% |
| Between 2-3 years | 1,046,179.00 | 21% | 983,466.00 | 18% |
| Over 3 years | 3,009,629.00 | 61% | 2,353,659.00 | 42% |
| Total (a+b) | 4,943,213.00 | 100% | 5,614,455.00 | 100% |

18 (c) Reconciliation for Receivables from Exchange Transactions

| Description | 2022/2023 FY | 2021/2022 FY |
|--|---------------------|---------------------|
| | Kshs | Kshs |
| At the beginning of the year | 5,614,455.00 | 5,692,644.00 |
| Provisions during the year/additional for current year (fees -506,060& graduation203,992,rental-20393,advances 9000) | 739,445.00 | 1,084,536.00 |
| Recovered during the year | (1,410,687.00) | (1,087,906.00) |
| Write offs during the year 2022/2023 (desertions) | | (74,819.00) |
| At the end of the year | 4,943,213.00 | 5,614,455.00 |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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19. Inventories

| Description | 2022/2023FY | 2021/2022FY |
|--|---------------------|---------------------|
| | Kshs | Kshs |
| Consumable stores | 987,563.00 | 0.00 |
| Maintenance stores | 77,495.00 | 0.00 |
| Health Unit stores | 22,110.00 | 0.00 |
| Electrical stores | 24,270.00 | 0.00 |
| Cleaning Materials stores | 56,545.00 | 0.00 |
| Catering stores | 309,784.00 | 0.00 |
| Less: Impairment allowance | 0.00 | 0.00 |
| Total Inventories at lower of Cost and Net Realizable Value | 1,477,767.00 | 1,372,444.00 |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023

Notes to the Financial Statements (Continued)

20. Property, Plant and Equipment

| Cost | Land | Buildings | Motor vehicles | Furniture and fittings | Computers | Plant and equipment | Other Assets | Total |
|--|----------------|----------------|----------------|------------------------|--------------|---------------------|--------------|------------------|
| | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs | Specify | Kshs |
| At 1 July 2021 (previous year) | 805,000,000.00 | 350,351,759.00 | 12,956,972.00 | 14,178,219.00 | 4,508,108.00 | 1,782,278.00 | 7,688,533.00 | 1,196,465,869.00 |
| Additions | - | - | - | - | 840,400.00 | - | - | 840,400.00 |
| Disposals | - | - | - | - | - | - | - | - |
| Transfers/Adjustments | - | - | - | - | - | - | - | - |
| At 30th June 2022 (previous FY) | 805,000,000.00 | 350,351,759.00 | 12,956,972.00 | 14,178,219.00 | 5,348,508.00 | 1,782,278.00 | 7,688,533.00 | 1,197,306,269.00 |
| Additions | - | 1,600,000.00 | - | - | - | - | - | 1,600,000.00 |
| Disposals | - | - | - | - | - | - | - | - |
| Transfer/Adjustments | - | - | - | - | - | - | - | - |
| At 30 th June 2023 (current year) | 805,000,000.00 | 351,951,759.00 | 12,956,972.00 | 14,178,219.00 | 5,348,508.00 | 1,782,278.00 | 7,688,533.00 | 1,198,906,269.00 |
| Depreciation And Impairment | | | | | | | | |
| At 1 Jun 2022 (previous year) | - | 7,007,035.00 | 1,667,888.00 | 1,772,277.00 | 1,499,502.00 | 89,112.00 | 153,772.00 | 12,189,586.00 |
| Depreciation | - | - | - | - | - | - | - | - |
| Disposals | - | - | - | - | - | - | - | - |
| Impairment | - | - | - | - | - | - | - | - |
| At 30 Jun 2022 (previous year) | - | 7,007,035.00 | 1,667,888.00 | 1,772,277.00 | 1,499,502.00 | 89,112.00 | 153,772.00 | 12,189,586.00 |
| Depreciation | - | 7,039,035.00 | 1,667,888.00 | 1,772,277.00 | 1,604,552.00 | 89,114.00 | 153,771.00 | 12,326,637.00 |
| Disposals | - | - | - | - | - | - | - | - |
| Impairment | - | - | - | - | - | - | - | - |
| Transfer/Adjustment | - | - | - | - | - | - | - | - |
| At 30 th Jun 2023 (current year) | - | 14,046,070.00 | 3,335,776.00 | 3,544,554.00 | 3,104,054.00 | 178,226.00 | 307,543.00 | 24,516,223.00 |
| Net Book Values | 805,000,000.00 | 337,905,689.00 | 9,621,196.00 | 10,633,665.00 | 2,244,454.00 | 1,604,052.00 | 7,380,990.00 | 1,174,390,046.00 |
| At 30 th Jun 2022 (previous year) | 805,000,000.00 | 343,344,724.00 | 11,289,084.00 | 12,405,940.00 | 3,849,006.00 | 1,693,166.00 | 7,534,761.00 | 1,185,116,681.00 |
| At 30 th Jun 2023 (current year) | 805,000,000.00 | 337,905,689.00 | 9,621,196.00 | 10,633,665.00 | 2,244,454.00 | 1,604,052.00 | 7,380,990.00 | 1,174,390,046.00 |
| Depreciation Rates per annum | | 2% | 16.67/12.5/10% | 12.50% | 30% | 5% | 2% | |

Other assets include t.v. sets, water tanks, kitchen cutlery/equipment, farm equipment, security equipment, P.A. system, wall clocks and housekeeping linen.

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED
30TH JUNE 2023

Notes to the Financial Statements (Continued)

Valuation

As per National Treasury guidelines, Land and buildings were identified and valued as per the National Liabilities and Management Policy and guidelines (Issued June, 2020). The assets were not revalued.

20 (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 | 805,000,000.00 | - | 805,000,000.00 |
| Buildings | 351,951,759.00 | 14,046,070.00 | 337,905,689.00 |
| Plant And Machinery | 1,782,278.00 | 178,226.00 | 1,604,052.00 |
| Motor Vehicles including Motorcycles | 12,956,972.00 | 3,335,776.00 | 9,621,196.00 |
| Computers and Related Equipment | 5,348,508.00 | 3,104,054.00 | 2,244,454.00 |
| Office Equipment, Furniture and Fittings | 14,178,219.00 | 3,544,554.00 | 10,633,665.00 |
| Other Assets | 7,688,533.00 | 307,543.00 | 7,380,990.00 |
| Total | 1,198,906,269.00 | 24,516,223.00 | 1,174,390,046.00 |

21. Intangible Assets

| Description | 2022/2023 FY | 2021/2022 FY |
|--|---------------------|---------------------|
| | Kshs | Kshs |
| Cost | | |
| At beginning of the year(1st July) | 2,735,484.00 | 2,735,484.00 |
| Additions | 149,700.00 | 0.00 |
| At end of the year | 2,885,184.00 | 2,735,484.00 |
| Additions–internal development | 0.00 | 0.00 |
| Cost -At end of the year | 2,885,184.00 | 2,735,484.00 |
| Amortization and impairment | | |
| At beginning of the year | 341,936.00 | 0.00 |
| Amortization for the year | 352,851.00 | 341,936.00 |
| At end of the year - 30th June | 694,787.00 | 341,936.00 |
| Impairment loss | 0.00 | 0.00 |
| Accumulated At end of the year 30th June | 694,787.00 | 341,936.00 |
| Net book values | 2,190,397.00 | 2,393,548.00 |

ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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30TH JUNE 2023

Notes to the Financial Statements (Continued)

22. Biological Assets

| Description | FY 2022/2023 | FY 2021/2022 |
|------------------|-------------------|--------------|
| | Kshs | Kshs |
| Cattle | 604,750.00 | 0.00 |
| Trees | | 0.00 |
| Others (Specify) | | 0.00 |
| Total | 604,750.00 | 0.00 |

23. Trade and Other Payables

| Description | 2022/2023 FY | | 2021/2022FY | |
|---------------------------------------|---------------------|-----------------------|-----------------------|-----------------------|
| | Kshs. | | Kshs. | |
| Trade payable | 1,413,192.00 | | 2,136,819.00 | |
| Fees paid in advance | 2,398,746.00 | | 2,171,180.00 | |
| Salary deductions | 0.00 | | 0.00 | |
| Third-Party Payments | 0.00 | | 0.00 | |
| Other Payable | 404,776.00 | | 404,776.00 | |
| Total Trade and Other Payable | 4,216,714.00 | | 4,712,775.00 | |
| | | | | |
| Ageing analysis: | Current FY | % of the Total | Comparative FY | % of the Total |
| Under one year | 1,980,781.00 | % | 2,714,201.00 | 58% |
| 1-2 years | - | - | | - |
| 2-3 years | - | - | | - |
| Over 3 years | 2,235,933.00 | - | 1,998,574.00 | 42% |
| Total (to tie to totals above) | 4,216,714.00 | % | 4,712,775.00 | 100% |

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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24. Refundable Deposits from Customers/Students

| Description | 2022/2023 FY | | 2022/2021 FY | |
|--|---------------------|-----------------------|---------------------|-----------------------|
| | Kshs | | Kshs | |
| Consumer deposits | 0.00 | | 0.00 | |
| Caution money | 470,400.00 | | 470,400.00 | |
| Other refundable deposits | 0.00 | | 0.00 | |
| Total Deposits | 470,400.00 | | 470,400.00 | |
| | | | | |
| Ageing analysis: | FY 2022/2023 | % of the Total | FY 2021/2023 | % of the Total |
| Under one year | | % | | % |
| 1-2 years | | % | | % |
| 2-3 years | | % | | % |
| Over 3 years | 470,400.00 | 100% | 470,400.00 | 100% |
| Total (to tie to totals deposits above) | 470,400.00 | % | 470,400.00 | 100% |

25. Employee Benefit Obligations

St Johns Teachers Training College also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The entity's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at Kshs.1, 080.00 per employee per month.

26. Payments received in advance

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

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27. Cash generated from operations.

| Surplus for the year before tax | 2022/2023 FY | 2022/2023 FY |
|--|------------------------|---------------------|
| | (11,441,371.61) | Kshs |
| Adjusted for: | | |
| Depreciation | 12,679,489.00 | 0.00 |
| Non-Cash grants received | 0.00 | 0.00 |
| Contributed assets | 0.00 | 0.00 |
| Impairment | 0.00 | 0.00 |
| Gains and Losses on Disposal of Assets | 0.00 | 0.00 |
| Contribution to provisions | 0.00 | 0.00 |
| Contribution to impairment allowance | 0.00 | 0.00 |
| Finance Income | 0.00 | 0.00 |
| Finance Cost | (754,450.00) | 0.00 |
| Working Capital Adjustments | | 0.00 |
| Increase in Inventory | (105,323.00) | 0.00 |
| Increase/decrease in Receivables | 671,242.00 | 0.00 |
| Increase in Deferred Income | 0.00 | 0.00 |
| Increase/decrease in PayableS | (488,776.00) | 0.00 |
| Increase in Payments received in advance | 0.00 | 0.00 |
| Net Cash Flow from Operating Activities | 567,920.00 | 0.00 |

28. Financial Risk Management

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

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

(i) Credit risk

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

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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 30th June 2022(previous year) | | | | |
| Receivables from exchange transactions | 5,689,274.00 | 1,084,536.00 | 4,604,738.00 | 0.00 |
| Receivables from non-exchange transactions | | | | |
| Bank balances | 9,982,714.00 | 9,982,714.00 | 0.00 | 0.00 |
| Total | 15,671,988.00 | 11,067,250.00 | 4,604,738.00 | |
| At 30 June 2023 (current year) | | | | |
| Receivables from exchange transactions | 4,943,213.00 | 535,453.00 | 4,407,760.00 | 0.00 |
| Receivables from non-exchange transactions | 0.00 | 0.00 | 0.00 | 0.00 |
| Bank balances | 10,550,634.00 | 10,550,634.00 | 0.00 | 0.00 |
| Total | 15,550,634.00 | 11,086,087.00 | 4,407,760.00 | 0.00 |

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

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

The entity has significant concentration of credit risk on amounts due from past students.

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

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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 (previous year) | | | | |
| Trade Payables | 4,712,775.00 | 0.00 | 0.00 | 4,712,775.00 |
| Current Portion Of Borrowings | | | | |
| Provisions | | | | |
| Deferred Income | | | | |
| Employee Benefit Obligation | | | | |
| Total | 4,712,775.00 | 0.00 | 0.00 | 4,712,775.00 |
| At 30 June 2023 (current year) | | | | |
| Trade Payables | 4,216,714.00 | 0.00 | 0.00 | 4,216,714.00 |
| Current Portion Of Borrowings | | | | |
| Provisions | | | | |
| Deferred Income | | | | |
| Employee Benefit Obligation | | | | |
| Total | 4,216,714.00 | 0.00 | 0.00 | 4,216,714.00 |

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Notes to the Financial Statements (Continued)

Financial risk management (continued)

iii) Capital Risk Management

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

| Description | 2022/2023FY | 2021/2022 FY |
|---|-------------------------|-------------------------|
| | Kshs | Kshs |
| Revaluation Reserve | 0.00 | 0.00 |
| Retained Earnings | (11,331,661.00) | 170,134.00 |
| Capital Reserve | 1,200,801,353.00 | 1,199,201,353.00 |
| Total Funds | 1,189,469,692.00 | 1,199,371,487.00 |
| Total Borrowings/creditors | 4,687,114.00 | 5,183,175.00 |
| Less: Cash and Bank Balances | (10,550,634.00) | (9,982,714.00) |
| Net Debt/(Excess Cash and Cash Equivalents) | 5,863,520.00 | 4,799,539.00 |
| Gearing | 0.39% | 0.43% |

29. 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 St Johns Teachers Training College, holding 100% of the college'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 Ministry of Education,
- iii) Key management,
- iv) Board of directors,
- v) Suppliers,
- vi) Employees.

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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 FY | 2021/2022 FY |
|--|----------------------|----------------------|
| | Kshs | Kshs |
| Transactions with Related Parties | | |
| a) Sales to related parties | | |
| Sales of electricity to government agencies | 0.00 | 0.00 |
| Rent income from government agencies | 0.00 | 0.00 |
| Water sales to government agencies | 0.00 | 0.00 |
| Others KNEC hosting revenue | 13,508,058.00 | 9,058,961.00 |
| Total | 13,508,058.00 | 9,058,961.00 |
| B) Purchases from related parties | | |
| Purchases of electricity from KPLC | 2,226,626.00 | 2,249,160.00 |
| Purchase of water from government service providers | 0.00 | 0.00 |
| Rent expenses paid to government agencies | 0.00 | 0.00 |
| Training and conference fees paid to govt. agencies | 0.00 | 0.00 |
| Others (<i>specify</i>) | | |
| Total | 2,226,626.00 | 2,249,160.00 |
| b) Grants /Transfers from the Government | | |
| Grants from National Government | 17,056,504.00 | 18,922,325.00 |
| Grants from County Government | 0.00 | 0.00 |
| Donations in Kind | 0.00 | 0.00 |
| Total | 17,056,504.00 | 18,922,325.00 |
| c) Expenses incurred on behalf of related parties | | |
| Payments of Salaries and Wages for BOM Employees | 14,262,279.00 | 17,360,096.00 |
| Payments for Goods and Services for suppliers | 31,180,836.00 | 33,891,080.00 |
| Total | 45,443,115.00 | 51,251,176.55 |
| d) Key Management Compensation | | |
| Directors' emoluments | 970,431.00 | 969,839.00 |
| Compensation to Key Management | 0.00 | 0.00 |
| Total | 970,431.00 | 969,839.00 |

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Notes to the Financial Statements (Continued)

30. Events After The Reporting Period

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

31. Ultimate And Holding Entity

St Johns Teachers Training College is a Public institution under the Ministry of Education, State Department of Basic Education and Learning. Its ultimate parent is the Government of Kenya.

32. Currency

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

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2023**

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 | Non-compliant presentation and disclosure in the Financial Statements | The management noted the omission and the information has been incorporated in the 2022/2023 financial statements as per PSASB reporting template. | Resolved | |
| 2. | Inaccuracies in the financial Statements | The inaccuracies were noted and the management is committed to presenting fair and accurate financial reports. | Resolved | During the Audit |
| 3. | Unsupported tuition and attachment fees | The management has ensured revenue items under Rendering of services are fully supported with schedules in the 2022/2023 financial report. | Resolved | |
| 4. | Unsupported travelling and subsistence allowance | The management commits to implement the usage of imprest warrants .The imprest register is now operational. | Not fully resolved | By the end of 1 st quarter 2023/2024 |
| 5. | Un reconciled cash and cash equivalents balances | The cash and cash equivalents were reconciled | Resolved | Immediately |
| 6. | Long outstanding and other exchange debtors balances | The management commits to come up with a debtors policy and put in place measures to ensure prompt fees payment and recovery of debts. | Not resolved | By 4 th quarter 2023/2024 |
| | | | | By 2 nd quarter 2023/2024 |

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| 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) |
|---|---|--|--|---|
| 7. | Property plant and equipment 7.1 - Land title deed | -The management will engage the Sponsor to get a copy of the title deed. | Not resolved | By 4 th quarter 2023/2024 |
| | 7.2 Inaccurate Property, plant and equipment balances | The management commits to carry out valuation of college assets. | Not resolved | |
| 8. | Unsupported fees paid in advance | The management commits to provide schedules to support fees paid in advance and to come up with a creditor's policy. | Not fully resolved | By 4 th quarter 2023/2024 |
| 9. | Unsupported refundable deposits from students balance | The management is committed to provide supporting schedules for refundable deposits. | Resolved | By the end of the first quarter |

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
Accounting Officer
(Enter title of Head of entity)

Date:

**ST. JOHN'S TEACHERS TRAINING COLLEGE, KILIMAMBOGO
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Appendix II: Reporting of Climate Relevant Expenditures

| Project Name | Project Description | Project Objectives | Project Activities | | | | | Source Of Funds | Implementing Partners |
|---------------|-----------------------------|----------------------------|---|----|----|----|----|----------------------|-----------------------|
| | | | | Q1 | Q2 | Q3 | Q4 | | |
| Tree planting | Planted 200 trees seedlings | Environmental conservation | 100 Gravelia trees and 100 Eucalyptus trees | | √ | | | Internally generated | - |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |

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Appendix III: 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 (Ksh s.) | Comments |
| | | | | | | |
| | | | | | | |

Appendix IV: M.O.E GRANTS

| DATE | RECIPT NO. | RECEIVED FROM | AMOUNT KSH. |
|-----------|------------|-----------------------|----------------------|
| 7/7/2022 | 95702 | MINISTRY OF EDUCATION | 3,421,993.00 |
| 6/10/2022 | 96052 | MINISTRY OF EDUCATION | 3,270,274.00 |
| 20/2/2023 | 96695 | MINISTRY OF EDUCATION | 3,132,897.00 |
| 30/6/2023 | 97646 | MINISTRY OF EDUCATION | 3,515,674.00 |
| 30/6/2023 | 97647 | MINISTRY OF EDUCATION | 3,715,666.00 |
| | | TOTAL | 17,056,504.00 |

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Appendix V:

Rendering of services- fees from students

| | |
|--|----------------------|
| Hockey Stick/Games equipment | 509,400.00 |
| Club and environmental Subsidy | 62,903.00 |
| Medical | 272,028.00 |
| Student Council | 61,800.00 |
| Track Suit | 257,500.00 |
| Practicum Lesson Plan books | 33,600.00 |
| Contingencies /Admin Costs | 2,942,487.00 |
| E.W. And Conservancy | 1,074,244.00 |
| R.M.I AND REHAB | 807,148.00 |
| L.T. And Travel | 2,420,666.00 |
| P.E Subsidy / Gratuity | 9,326,191.00 |
| Activity | 1,671,577.00 |
| Vehicle Repairs& Replacement | 1,611,253.00 |
| Practicum | 260,616.00 |
| I.C.T Equipment & Accessories | 1,076,755.00 |
| Tuition, Equip And Stores | 2,247,510.00 |
| B.E. And Stores | 7,949,844.00 |
| Bank Charges | 18,750.00 |
| Examination Fees | 439,600.00 |
| College ID | 30,900.00 |
| Library Books | 75,000.00 |
| M.O.E (intake debt) | 330,000.00 |
| Students Guide Book | 22,200.00 |
| KUCCPS | 124,500.00 |
| Other Income (Learning Materials) | 118,852.00 |
| TOTAL | 33,745,324.00 |
| Less: | |
| M.O.E GRANTS | (13,634,511.00) |
| Electricity paid under EWC | (15,245.00) |
| Other Income (Learning Materials) | (599,226.00) |
| Charity Moiyo-i-transferred to prepayments | (7,678.00) |
| Total fees from students | 19,488,664.00 |

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Appendix VI:

| Rental revenue from facilities and equipment | |
|--|---------------|
| Seminar | 306,600.00 |
| KNEC | 13,508,058.00 |
| House Rent | 409,834.00 |
| House Rent Arrears | 16,120.00 |
| E.W.C /Arrears | 22,850.00 |
| Transport Hire | 554,830.00 |
| | 14,818,292.00 |
| | |

Appendix VII:

| | |
|-------------------------------|---------------------|
| Miscellaneous income/advances | |
| TENDER | 18,000.00 |
| Graduation Fees/ Gown | 405,008.00 |
| Miscellaneous income | 603,326.00 |
| Total | 1,026,334.00 |

Appendix VIII:

| USE OF GOODS ANALYSIS | | | |
|--------------------------------|---------------------------------|------------------|----------------------------------|
| | cash flow(actual payment) | Outstanding bill | Total expenditure incurred |
| Club and environmental Subsidy | 18,032.00 | | 18,032.00 |
| Medical | 108,181.00 | | 108,181.00 |
| Student Council | 27,915.00 | | 27,915.00 |
| Track Suit | 186,100.00 | | 186,100.00 |
| Practicum Lesson Plan books | 268,180.00 | 12,940.00 | 281,120.00 |
| Contingencies /Admin Costs | 878,194.00 | 5,340.00 | 883,534.00 |
| E.W. And Conservancy | 2,625,100.00 | 284,481.00 | 2,909,581.00 |
| L.T. And Travel | 1,059,165.00 | 103,064.00 | 1,162,229.00 |
| Activity | 1,128,354.00 | 1,930.00 | 1,130,284.00 |
| Practicum | 477,200.00 | - | 477,200.00 |
| I.C.T Equipment & Accessories | 289,660.00 | 69,200.00 | 358,860.00 |
| Tuition, Equip And Stores | 706,279.00 | 36,750.00 | 743,029.00 |
| B.E. And Stores | 6,992,968.00 | 702,109.00 | 7,695,077.00 |
| Bank Charges | 33,535.00 | | 33,535.00 |
| Examination Fees | 3,171,400.00 | | 3,171,400.00 |
| College ID | 17,700.00 | | 17,700.00 |
| FARM | 115,670.00 | | 115,670.00 |

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| | | | |
|---|----------------------|---------------------|----------------------|
| Tender | 95,500.00 | | 95,500.00 |
| Work injury | 18,380.00 | | 18,380.00 |
| Graduation expenditure | 272,287.00 | 23,580.00 | 295,867.00 |
| Safety measures | 52,200.00 | | 52,200.00 |
| Tree planting | 8,200.00 | | 8,200.00 |
| Internet expenses | 356,428.00 | 31,398.00 | 387,826.00 |
| Training expenses capacity building | 111,700.00 | | 111,700.00 |
| hire of facilities(KNEC seminar, transport) | 12,490,134.00 | | 12,490,134.00 |
| security | 1,899,000.00 | 140,000.00 | 2,039,000.00 |
| K.U.C.C.P.S Registration | | | - |
| Registration | | | - |
| Hockey stick | | | - |
| Covid-19 Response/PAYE/RD CHEUES | | | - |
| Total good and services | 33,407,462.00 | 1,410,792.00 | 34,818,254.00 |

Appendix IX:

| Repairs and Maintenance analysis | | | |
|---|---------------------------|------------------|----------------------------|
| | cash flow(actual payment) | Outstanding bill | Total expenditure incurred |
| House Rent | 111,270.00 | - | 111,270.00 |
| .Hostel painting- Project | 440,750.00 | - | 440,750.00 |
| R.M.I AND REHAB | 671,838.00 | 2,400.00 | 674,238.00 |
| Vehicle Repairs& Replacement | 772,283.00 | - | 772,283.00 |
| | 1,996,141.00 | 2,400.00 | 1,998,541.00 |

Appendix X.

| PV.No | Employee Name | Amount Advanced | Amount Recovered | Balance |
|-------|---------------|-----------------|------------------|----------|
| 56 | Jane Gathoni | 7,000.00 | 7,000.00 | 0.00 |
| 1096 | Simon Kagiri | 10,000.00 | 1,000.00 | 9,000.00 |
| | | 17000.00 | 8000 | |

Appendix: X1

Purchase of Biological and intangible assets

| | |
|----------------------------|-------------------|
| Cattle | 604,750.00 |
| Extension of CCTV coverage | 149,700.00 |
| | 754,450.00 |

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Appendix: X11

Decrease in non-current receivables (fees arrears collected)

| | |
|-----------------|---------------------|
| Main account | 1,335,029.00 |
| Project account | 58,262.00 |
| | 1,393,291.00 |

Appendix: X111

Increase in prepayments

| | |
|--------------|------------|
| Main account | 567,589.00 |
|--------------|------------|

Appendix: X1V

Decrease in payables (creditors)

| | |
|---|---------------------|
| Creditors as at 1 st July 2022 | 2,129,534.00 |
| Prepayments refunds | 340,023.00 |
| | 2,469,557.00 |