



Handwritten signature: K. PER LAD

*Be the leader
who demands
on Monday
24.1.2017*

UNIVERSITY OF NAIROBI



**Annual Report &
Financial Statements
For The Year Ended
June 30th, 2015**



University of Nairobi

Our Vision

A world-Class University committed to scholarly excellence

Our Mission

To provide quality university education and training and to embody the aspirations of the Kenyan people and the global community through the creation, preservation, integration, transmission and utilization of knowledge

Our Core Values

- Freedom of thought and expression;
- innovativeness and creativity;
- good governance and integrity;
- team spirit and teamwork;
- professionalism;
- quality customer service;
- responsible citizenship;
- national cohesion and inclusiveness.



University of Nairobi



Annual Report And Financial Statements



For The Year Ended June 30, 2015



His Excellency, President Uhuru Kenyatta with University Top Management



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KEY UNIVERSITY INFORMATION AND MANAGEMENT

(a) Background information

The inception of the University of Nairobi is traced back to 1956, with the establishment of the Royal Technical College. On 20th May 1964, the Royal College Nairobi was renamed University College Nairobi as a constituent college of inter-territorial, Federal University of East Africa. In 1970, the University College Nairobi transformed into the first national university in Kenya and was renamed the University of Nairobi. Following the enactment of the Universities Act, 2012, the University of Nairobi was awarded its charter on 1st March 2013.

(b) Principal Activities

The University is mandated to provide university education and training in addition to participation in discovery, transmission and preservation of Knowledge.

(c) University Management Board

The University day-to-day management is under the University Management Board.

(d) Key Management

The key management personnel who held office during the financial year ended 30th June 2015 and who had direct fiduciary responsibility were:

No.	Designation	Name
1	Vice-Chancellor:	Prof.Peter.M.F.Mbithi
2	Deputy Vice-Chancellor (Administration and Finance):	Prof.B.N.K.Njoroge
3	Deputy Vice-Chancellor (Academic Affairs):	Prof.H.W.Mutoro
4	Deputy Vice-Chancellor (Student Affairs):	Prof.I.M.Mbeche
5	Deputy Vice-Chancellor (Research, Production And Extension):	Prof.L.W.Irungu
6	Principal, College of Agriculture and Veterinary Sciences:	Prof.A.W.Mwang'ombe
7	Principal, College of Architecture and Engineering:	Prof. Peter M. Ngau
8	Principal, College of Biological and Physical Sciences:	Prof.B.O.C.Aduda
9	Principal, College of Education and External Studies:	Prof.I.O.Jumba
10	Principal, College of Health Sciences:	Prof.I.O.Kibwage
11	Principal, College of Humanities and Social Sciences:	Prof.E.H.N.Njeru
12	Deputy Principal, College of Humanities and Social Sciences:	Prof.P.O.K'obonyo
13	Deputy Principal, Kenya Science Campus:	Prof.H.Ochanda

(e) Fiduciary oversight Arrangements

- Commission for University
- Education Audit Committee

(f) University of Nairobi Headquarters

Harry Thuku Road
P.O.Box 30197-00100
Main Campus
Nairobi, Kenya

(g) University of Nairobi Contacts

Telephone:(254)020-318262
E-mail:vc@uonbi.ac.ke, dvcaf@uonbi.ac.ke, fo@uonbi.ac.ke
Website:www.uonbi.ac.ke





KEY UNIVERSITY INFORMATION AND MANAGEMENT Cont'd

(h) University of Nairobi Bankers

Barclays Bank of Kenya
Market Branch
P.O Box 30018-00100
Nairobi, Kenya

Kenya Commercial Bank
University Way Branch
P.O. Box 7206-00300
Nairobi, Kenya

Standard Chartered Bank
Koinange Street Branch
P.O Box 30003-00100
Nairobi, Kenya

(i) Independent Auditor

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

THE UNIVERSITY COUNCIL

NO	NAME	DESIGNATION
1.	Dr. Idle Omar Farah	Chairman
2.	Mr. Joseph Tui Hamisi	Member
3.	Mrs. Pascalia Chepkorir Chuma Koske	Member
4.	Dr. Sanjay Advani	Member
5.	Dr. (Mrs.) Lucy I. Celima Kiyapi	Member
6.	Mr. Samuel Kiiru	Rep. PS. The National Treasury
7.	Ms. Fenny W. S. Mwakisha	Rep. PS. Ministry of Education, Science And Technology (MOEST)
8.	Prof. Peter .M.F. Mbithi	Vice-Chancellor

THE UNIVERSITY MANAGEMENT TEAM

	NAME	DESIGNATION
1.	Prof. Peter M. F. Mbithi	Vice Chancellor
2.	Prof. B. N. K. Njoroge	Deputy Vice Chancellor (A&F)
3.	Prof. H. W. Mutoro	Deputy Vice Chancellor (AA)
4.	Prof. I. M. Mbeche	Deputy Vice Chancellor (SA)
5.	Prof. L. W. Irungu	Deputy Vice Chancellor (RPE)
6.	Prof. A. W. Mwang'ombe	Principal (CAVS)
7.	Prof. P. M. Ngau	Principal (CAE)
8.	Prof. B. O. C. Aduda	Principal (CBPS)
9.	Prof. I. O. Jumba	Principal (CEES)
10.	Prof. I. O. Kibwage	Principal (CHS)
11.	Prof. E. H. N. Njeru	Principal (CHSS)
12.	Prof. P. O. K'obonyo	Deputy Principal (CHSS)
13.	Prof. H. Ochanda	Deputy Principal (KSC)



Council Members' Profile



Dr. Idle Omar Farah

Dr. Idle Omar Farah is the Chairman of Council. He currently works as the Chief Research Scientist at the Institute of Primate Research, National Museums of Kenya.

Previously he worked as Director General, National Museums of Kenya. He holds a PhD (Dr. Med.Sc.) degree in Comparative Medicine from the Faculty of Medicine, Uppsala University, Sweden and a Bachelor of Veterinary Medicine (BVM) from the University of Nairobi.

Dr. Sanjay Advani

Dr. Sanjay Advani is a member of Council. He is the Chief Executive Officer and a Board Director of the Aspen Group of Companies.

He holds a PhD from the Indian Board of Alternative Medicine, Kolkata and an MBA degree from the New Hampshire College, USA.

He is a fellow of the Management Studies Promotion Institute, New Delhi



Dr. (Mrs.) Lucy Irene Celima Kiyiapi

Dr. Lucy Irene Celima Kiyiapi is a member of Council. She works as a Lecturer at the School of Public Health in Moi University. Before she was appointed Lecturer, Dr. Kiyiapi worked as Senior Assistant Dean of Students and Students Counselor, Moi University.

She holds a PhD Degree from the Australian Catholic University, Brisbane, Australia. She also holds a Masters Degree in Counseling from Tyndale University, Canada.

Dr. Pascalía Chepkorir Chuma Koske

Mrs. Pascalía Chepkorir Chuma Koske is a member of Council. She works as a Senior Deputy Director at the Teachers Service Commission.

She holds a Masters Degree in Management and Policy Studies from the University of Bristol, UK and a Bachelor of Education degree from the University of Nairobi.



Council Members' Profile



Mr. Samuel Kiiru

Mr. Samuel Kiiru is a member of Council representing the Principal Secretary in the National Treasury. He is a Principal Economist at the National Treasury.

He holds a Masters Degree in Economics from the Carleton University Ottawa Canada and a Bachelors Degree in Economics from the University of Nairobi.

Ms. Fenny W.S. Mwakisha

Ms. Mwakisha represents the Principal Secretary, Ministry of Education in the Council. She works as Senior Deputy Director of Education at the Ministry of Education, Science and Technology. She holds a Master of Education degree from McGill University Montreal Canada and a Bachelor of Education degree from the University of Nairobi.



Prof. Peter Mulwa Felix Mbithi

Prof. Peter Mulwa Felix Mbithi is member of the council. He is currently the Vice-Chancellor. He is a Professor of Veterinary Surgery, University of Nairobi.

He was Chairman, Department of Clinical Studies in 2003, he served as the Principal, College of Agriculture and Veterinary Sciences, and Deputy Vice-Chancellor (Administration and Finance), a position he held till his appointment as the Vice Chancellor.



Chancellor and Principal Officers of the University



Dr. Vijoo Rattansi (Mrs)



Dr. Idle Omar Farah



Prof. P. M. F. Mbithi



Prof. B. N. K. Njoroge



Prof. H. W. Mutoro



Prof. L. W. Irungu



Prof. I. M. Mbeche



Prof. A. W. Mwang'ombe



Prof. I. O. Kibwage



Prof. E. H. N. Njeru



Prof. B. O. C. Adunda



Prof. P. M. Ngau



Prof. P. O. K'obonyo



Prof. I. O. Jumba



Prof. H. Ochanda



P. K. Busienei



Mr. B. M. Waweru



Dr. S. I. Kaane



B. D. Njuguna



Dr. D. M. Bulinda



Chancellor and Principal Officers of the University

Chancellor:

V. RATTANSI, D. Litt . (Hon), (Nairobi), D. Litt (Moi)

Chairman of the University Council:

I. O. FARAH, BVM, (Nairobi) PhD(Uppsala),

Vice-Chancellor:

P.M.F. MBITHI, EBS, IOM, B.V.M., M.Sc. (Nairobi), M.V.Sc. (Saskatchewan), PhD (Nairobi)

Deputy Vice-Chancellor (Administration and Finance):

B. N. K. NJOROGE, B.Sc. Nairobi; M.Sc. (Newcastle Upon Tyne); Ph.D (Duke), MIEK, R.Eng)

Deputy Vice-Chancellor (Academic):

H. W. MUTORO, B.Ed. MA. (Nairobi) CPhil, PhD. (UCLA)

Deputy Vice-Chancellor (Student Affairs):

I. M. MBECHE, B.Ed., M.A. (Nairobi), PhD (Lancaster)

Deputy Vice-Chancellor (Research, Production and Extension):

L. W. IRUNGU, B.Sc. (Nairobi), M.Sc. PhD. (Liverpool)

Principal, College of Agriculture and Veterinary Sciences:

A. W. MWANGOMBE, B.Sc (Makerere), M.Sc (Nairobi), PhD (London)

Principal, College of Architecture and Engineering:

P.M. NGAU, BEd, (KU), MA (Nairobi) PhD, (UCLA)

Principal, College of Biological and Physical Sciences:

B. O. C. ADUDA, BEd, M.Sc Nairobi, PhD, DIC (London)

Principal, College of Education and External Studies:

I. O. JUMBA, B.Sc., M.Sc., PhD. (Nairobi).

Principal, College of Health Sciences:

I. O. KIBWAGE, B.Pharm., (Nairobi), M.Pharm, PhD (K.U. Leuven), C.Sci, C.Chem, MRSC, MPSK

Principal, College of Humanities and Social Sciences:

E. H. N. NJERU, BA, MA (Nairobi), PhD (California)

Deputy Principal, College of Humanities and Social Sciences:

P.O. K'OBONYO, B. A., (Makerere), MBA (Nairobi), P.G.Dip. (ESAMI), Ph.D., (South Carolina)

Deputy Principal, Kenya Science Campus:

H. OCHANDA, M.Sc. (Nairobi), Ph.D (Warwick).

Finance Officer:

P.K. BUSIENEI, B.Com, MBA, (Nairobi), C.P.A. (K)

Administration Registrar:

D.M. BULINDA, B.Ed, (Arts), M.Ed, (Admin. & Planning), PhD, (Nairobi)

Ag. Academic Registrar:

B. M. WAWERU, B.A. (Nairobi)

Director Library And Information Services:

Dr. S. I. KAANE, BEd, (Nairobi), MA. Lib. Studies, (Sheffield), M.A. Counsel. Psych. (USIU), PhD, (Loughborough)

Planning Registrar:

B.D. NJUGUNA, BA (Hon) PGDipMC, MA, (Nairobi), MPRSK, MKIM





I am delighted to present the University of Nairobi annual report and accounts for the year ended June 30, 2015. The University was able to promote the research function which is a core business of the University through realization of Kshs. 2.5 billion from the University research partners. The University also continued with its main teaching functions where the student enrollment recorded an all time high of over 70,000 students.

FINANCIAL PERFORMANCE

During the year 2014/2015, the University raised revenue totaling Kshs 11.3 billion compared to Kshs 12.2 billion in 2013/2014 which led to a deficit of KShs. 482,357,016 and hence reducing our Accumulated Revenue Reserve to a deficit of KShs. 147,599,558.

STRATEGIC DIRECTION

Our vision is to remain a world class University committed to scholarly excellence as envisioned in the Strategic Plan 2013-2018 by:(i) Managing the University efficiently(ii) Efficiently offering quality academic programmes (iii) Contributing to scientific and technological innovations (iv) Enhancing the competitiveness of the University.

To this end therefore, the University has endeavoured to achieve positive international and local rankings. In January 2014 the University of Nairobi was the best in East and Central Africa in the Webometrics ranking.

FUTURE OUTLOOK

The University will continue with its expansion strategy to cover most parts of the country and beyond. We envisage completing the construction of the University of Nairobi Tower in the main campus to house lecture theatres and offices. This will ease the current shortage of physical facilities. An e-learning programme has been developed in the University to cater for distance learning and thereby improving national literacy level.

Finally, I would like to thank the government for guidance and support in the realization of the University's objectives. Allow me to take this honorable opportunity to thank our research partners, UON Alumni and other stakeholders for their support in steering us through another successful year.

A handwritten signature in black ink, appearing to read 'Idle Omar Farah', written over a horizontal line.

DR. IDLE OMAR FARAH MSc. (Nairobi) Ph.D(Uppsala),
Chairman, The University Council





It gives me much pleasure in presenting the Annual Report and Accounts of the University of Nairobi for the year ended June 30, 2015.

During the year under review, the University incurred a deficit of KShs. 482,357,016 (2013/2014 KShs 458,399,413 deficit). The cumulative Deficit for the University as at June 30, 2015 was KShs. 147,599,558 (2013/2014 KShs. 334,757,458 Surplus). The financial performance in the current year was mainly impacted by increased costs in academic programmes, refurbishment of teaching facilities, increase of personal emoluments based on improved terms and conditions of service. Construction of the University Towers, Kisumu complex and the School of Pharmacy projects are still ongoing.

As in the previous years, the additional expenditure was not matched by Government funding. The total personal emolument was KShs.8.7 billion while the Government funding was KShs 5.25 billion giving a shortfall of KShs.3.45 billion. Despite these challenges, the University continued with prudent financial management of the available resources. The university enhanced income-generating activities through its various campuses as well as the subsidiary company, the University of Nairobi Enterprises and Services Limited (UNES).

The research partners supported the University to the tune of KShs. 2,516,005,873 during the year 2014/2015 (2013/2014 KShs. 2,497,897,288). This went a long way in the realization of the University's mission of teaching and research.

The students' total population in this period for both undergraduate and postgraduate was in excess of 70,000.

Finally, I would like to express my special thanks to the University community who worked tirelessly to ensure smooth operation of this institution, especially continued commitment of the University performance in accordance with ISO 9001: 2008 Quality Management System.

A handwritten signature in black ink, appearing to read 'Peter M.F. Mbithi', with a small dot at the end.

PROF. PETER.M.F. MBITHI, B.V.M.,M.Sc.(Nrbj),M.V.Sc.(Saskatchewan),Ph.D(Nbi)
Vice-Chancellor



The University of Nairobi Council is responsible for the overall management of the governance of the institution and is accountable to the stake-holders for ensuring that the institution complies with the law and the best practices in Educational Governance and Business Ethics. The Council members are committed to the need to conduct the business and operations of the University with integrity and in accordance with Generally Accepted Standards and endorse the internationally developed principles of good governance.

COUNCIL MEMBER

The Council is appointed in accordance with the Universities Act, 2012 (No. 42 of 2012) and includes among others the Chairman, the Vice-Chancellor and other members. The full Council meets at least four times a year. The members receive all information relevant to the discharge of their obligations in an accurate, timely and clear manner so that they can guide and maintain full and effective control over strategic, financial, operational and compliance issues. Except for direction and guidance on general policy, the Council has delegated authority for conduct of day-to-day business to the Vice Chancellor and the University Management Board (UMB). The Council nonetheless retains responsibility for establishing and maintaining the institution's overall control of financial, operational and compliance issues as well as implementing strategies for the long term success of the University.

COMMITTEES OF THE COUNCIL

The main standing committees of the Council include;

- Finance and General Purpose Committee
- Audit Committee
- Building Committee
- Sealing Committee
- Statutes Committee

INTERNAL CONTROLS

The University has defined procedures and financial controls to ensure the reporting of complete and accurate accounting information. These cover systems for obtaining authority for major transactions and for ensuring compliance with laws and regulations that have significant financial implications. Procedures are also in place to ensure that assets are subject to proper physical controls and that the institution remains structured to ensure appropriate segregation of duties.

COMMUNICATION WITH COUNCIL

The University is committed to ensuring that stakeholders and the general public are provided with full and timely information about its performance. This is achieved by the distribution of the University's annual report and the release of notices in the press.

Periodically, there are press releases announcing other major University developments which could be considered important. The Annual Reports and Accounts is published each year and distributed to the National Assembly.

COUNCIL MEMBERS EMOLUMENTS

The Council Members are paid sitting allowance which is included in the Council expenses in the Annual Reports and Accounts.



The University Council submits its report together with the Financial Statements for the year ended June 30, 2015 which show the state of the University's affairs.

1.1 Core business of the University of Nairobi

The Core business of the University is provided for in the Universities Act, 2012. The functions and objects of the University are:

- (a) To provide directly or in collaboration with other institutions of higher learning, facilities for University education, including technological and professional, education and for research;
- (b) To participate in the discovery, transmission and preservation of knowledge and to stimulate the intellectual life and cultural development of Kenya;
- (c) To conduct examinations for and to grant such academic awards as may be provided for in statutes.
- (d) Subject to the Universities Act, to cooperate with the Government in planned development of university education and, in particular, to examine and approve proposals for new faculties, new departments, new degree courses, or new subjects of study submitted to it by any constituent college or other post-secondary institution;
- (e) To determine who may teach and what may be taught and how it may be taught in the University.

Results

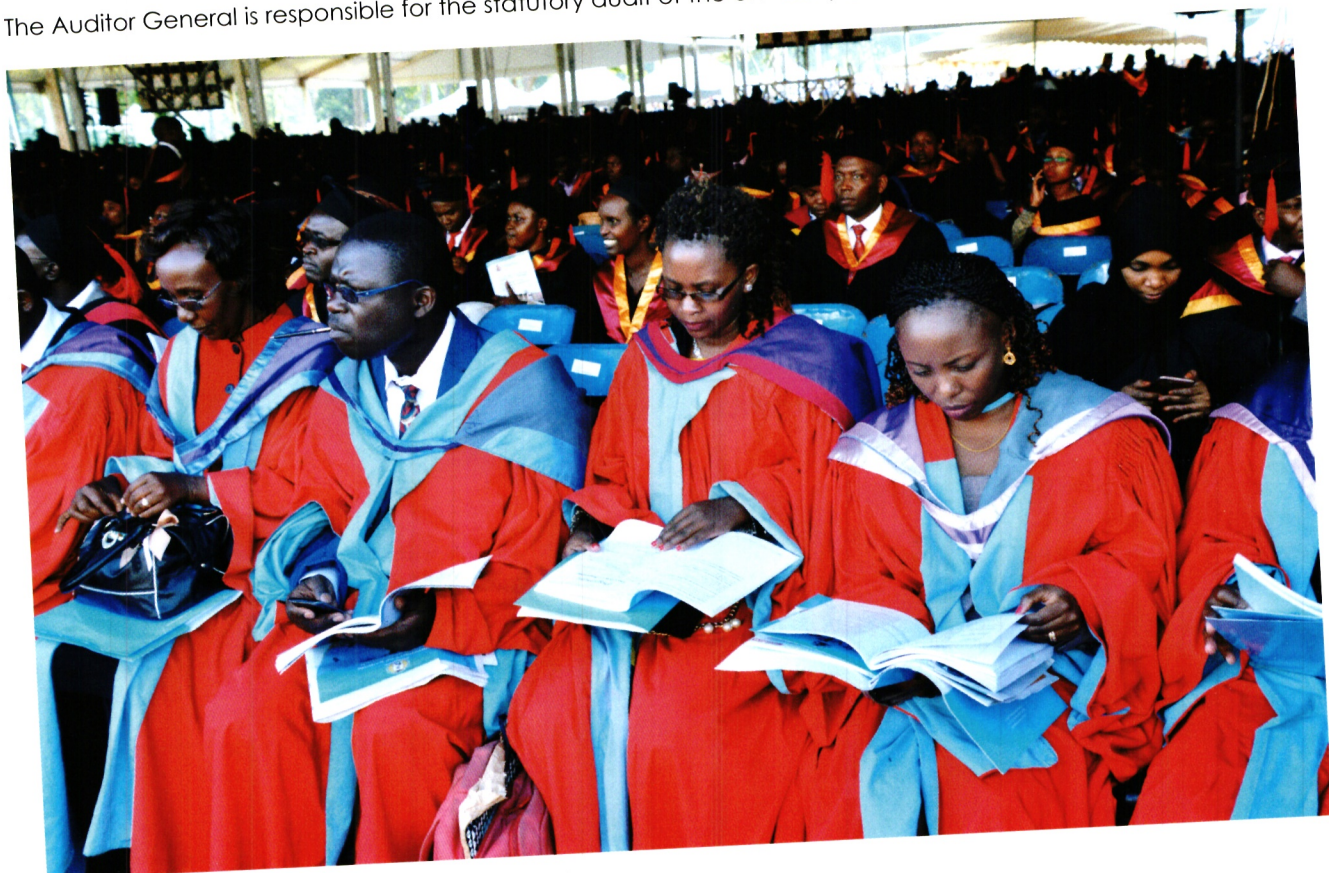
The results for the year ended June 30, 2015 are set out on pages 14 to 42

Council Members

The members of the University Council who served during the year are shown on page 3

Auditors

The Auditor General is responsible for the statutory audit of the University of Nairobi



Graduands during the 54th Graduation Ceremony



Statement of Council Members' Responsibilities



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

The University Council accepts responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, consistent with previous years and in conformity with The International Public Sector Accounting Standards (IPSAS).

The University Council is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the University as at June 30, 2015 and of its surplus/deficit for the year then ended. The University Council further confirms the accuracy and completeness of the accounting records maintained by the University, which have been relied upon in the preparation of the financial statements, as well as on the adequacy of the system of internal financial control.

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

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

DR. IDLE OMAR FARAH MSc.(Nairobi) Ph.D (Uppsala),
Chairman, The University Council

PROF. PETER. M.F. MBITHI B.V.M., M.Sc.(Nrb) M.V.Sc. (Saskatchewan) Ph.D (Nrb)
Vice-Chancellor

August 28, 2015



REPUBLIC OF KENYA

Tel: +254 20 342330
Fax: +254 20 311482
Email: oag@kenya.go.ke
Web: www.kenao.go.ke



P.O Box 30084-00100
Nairobi
Kenya

OFFICE OF THE AUDITOR GENERAL

REPORT OF THE AUDITOR GENERAL ON UNIVERSITY OF NAIROBI FOR THE YEAR ENDED 30 JUNE 2015

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of University of Nairobi as set out on pages 14 to 49, which comprise the statement of financial position as at 30 June 2015, and the statement of financial performance, statement in changes in net assets, statement in cash flows for the year then ended, statement of comparison of budget and actual amounts and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 14 of the Public Audit Act, 2003. 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.

Management's Responsibility for the Financial Statements

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

The management is also responsible for the submission of the financial statements to the auditor general in accordance with the provisions of section 13 of the public audit act, 2003.

Auditor General's Responsibility

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

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

the University's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

Property, Plant and Equipment

The property plant and equipment balance of Kshs. 96,040,558,895 as at 30 June 2015 includes three parcels of land, LR.NO.22379 and LR .NO.23493 in Upper Kabete and LR.NO. 7219/R in Kikuyu all valued at Kshs. 200,148,000 whose ownership documents have not been availed for audit verification.

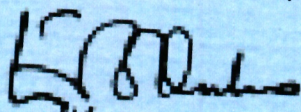
Although the management has indicated that the University has received letters of allotments for the two parcels of land in Upper Kabete and that the survey for the parcel of land in Kikuyu is ongoing, it is not clear when the title documents for these parcels of land will be obtained. In the circumstances, the accuracy and ownership status of the property, plant and equipment balance of Kshs. 96,040,558,895 as at 30 June 2015 could not be confirmed.

Qualified Opinion

In my opinion, except for the effect of the matter described in the Basis for Qualified Opinion paragraph, the financial statements presents fairly, in all material respects the financial position of the University of Nairobi as at 30 June 2015, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Accrual Basis) and comply with the University's Act 2012.

Emphasis of Matter

I draw your attention to the statement of financial performance in which the University recorded a deficit of Kshs.482,357,016 (2013/2014-deficit of Kshs.458,399,413)which reduced the University's revenue reserves to a deficit of Kshs.147,559,558 as at 30 June 2015. The management has attributed the poor financial performance to inadequate Government funding to cater for increased costs in academic programs, refurbishment of teaching facilities and increase of personal emoluments based on improved terms and conditions of service among other. In spite that the University recorded a favourable working capital of Kshs. 6,136,465,878 as at 30 June 2015, if strategies are not put in place to reverse the deficit trend, the University's future operations are likely to be adversely affected. My opinion is not qualified in respect of this matter.



FCPA Edward R. O Ouko, CBS

AUDITOR-GENERAL

NAIROBI

31 March 2016



STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED JUNE 30th 2015

		2015	2014
		Ksh	Ksh
Revenue from non-exchange transaction			
Capitation Grant	14(i)	5,256,215,053	5,209,342,584
Special Grant	14(ii)	54,000,000	1,442,933,395
Special Donation	14(iii)	202,564,000	0
CBA Pension Reimbursements from GOK	14(vi)	302,604,932	564,098,806
		5,815,383,985	7,216,374,785
Revenue from exchange Transactions			
Tuition and other fees module 1	14(v)	648,121,792	636,376,671
Accreditation fees	14(vi)	940,000	940,000
Other services rendered:	14(vii)	68,958,693	30,059,343
Accommodation ,Catering and other income	14(viii)	830,230,003	728,665,197
Transfer from IGUs for specific purposes	14(ix)	3,911,067,570	3,592,336,889
		5,459,318,058	4,988,378,100
		11,274,702,043	12,204,752,885
Total Revenue			
Expenses			
Academic Departments	15(i)	6,671,529,865	7,536,990,558
Administration and Central Services	15(ii)	2,630,458,780	2,596,072,202
Academic services	15(iii)	307,544,612	304,192,268
General educational services	15(iv)	893,019,924	1,056,973,495
Maintenance of premises	15(v)	678,164,937	547,555,504
Staff and students facilities and welfare	15(vi)	361,817,787	389,183,765
Welfare authority (Catering services)	15(vii)	190,072,666	208,081,135
Miscellaneous expenditure	15(viii)	17,814,683	19,755,806
Council Expenses	15(ix)	6,635,804	5,658,643
		11,757,059,059	12,664,463,376
Total Expenses			
Other gains/losses			
Gain on Disposal		0	1,311,078
		(482,357,016)	(458,399,413)
(Deficit)/Surplus for the period			
		334,757,458	793,156,871
Accumulated Surplus brought forward		(147,599,558)	334,757,458
Accumulated Surplus Carried forward			





STATEMENT OF FINANCIAL POSITION AS AT JUNE 30TH 2015

		2015	2014
		Ksh	Ksh
ASSETS			
Current Assets			
Cash and Cash Equivalents	12	1,352,543,836	1,396,430,064
Short Term Deposits	11	448,931,053	2,668,982,669
Trade and Other Receivables	10	6,555,839,954	5,107,526,632
Inventories	9	<u>264,866,246</u>	<u>262,191,910</u>
		8,622,181,088	9,435,131,275
Non Current Assets			
Property, Plant and Equipment	7	96,040,558,895	94,921,005,500
Investments	8	<u>132,708,402</u>	<u>123,342,147</u>
		96,173,267,297	95,044,347,647
Total Assets		<u>104,795,448,385</u>	<u>104,479,478,922</u>
Liabilities			
Current Liabilities			
Trade and Other Payables	13 (a)	1,611,149,588	1,448,834,276
Bank OverDraft	13 (b)	<u>874,565,622</u>	<u>1,107,397,700</u>
		2,485,715,210	2,556,231,976
Non-Current Liabilities			
Special Accounts and Grants	6	1,569,144,780	1,103,458,887
Trust and Endowment funds	5	247,780,106	270,212,329
Endowment for General Purposes	2 (a)	<u>16,181,338</u>	<u>16,181,338</u>
		1,833,106,224	1,389,852,554
Total Liabilities		<u>4,318,821,434</u>	<u>3,946,084,530</u>
Net assets		<u>100,476,626,952</u>	<u>100,533,394,391</u>
General Fund	3 (a)	94,786,407,799	94,468,111,406
Net funds from IGUs and parallel programs	4	4,584,287,333	4,048,033,185
Capital Reserves	3 (b)	1,228,153,094	819,285,912
Special Capital Development	2 (b)	25,378,283	863,206,431
Revenue Reserves	3(f)	<u>(147,599,558)</u>	<u>334,757,458</u>
		<u>100,476,626,952</u>	<u>100,533,394,392</u>
Total Assets and Liabilities		<u>104,795,448,385</u>	<u>104,479,478,922</u>



The Financial Statements set out on pages 14 to 42 were signed on behalf of the Council by:

DR. IDLE OMAR FARAH MSc. (Nairobi) Ph.D (Uppsala),

Chairman, The University Council

PROF. PETER. M. F. MBITHI B.V.M., M.Sc.(Nrbj) M.V.Sc. (Saskatchewan) Ph.D (Nrbj)

Vice-Chancellor

August 28, 2015



The University of Nairobi Chancellor Dr. Vijoo Rattansi pose for a photo after the eminent persons breakfast meeting at the Norfolk Hotel.



STATEMENT OF CHANGES IN NET ASSETS OF THE YEAR ENDED JUNE 30TH 2015

	NET FUNDS FROM IGU'S AND PARALLEL PROGRAMS	GENERAL FUND	SPECIAL CAPITAL DEVELOPMENT FUND	CAPITAL RESERVE	REVENUE RESERVE	TOTAL
	KSHS	KSHS	KSHS	KSHS	KSHS	KSHS
BALANCE AS AT 1/7/2013	3,826,766,039	94,449,646,761	912,753,487	471,998,809	793,156,871	100,454,321,966
SPECIAL RECEIPT FOR CAPITAL DEVELOPMENT	0	0	(49,547,056)	0	0	(49,547,056)
SURPLUS FOR THE YEAR	0	0				
CAPITAL GRANTS FROM DONORS	0	25,236,751			(458,399,413)	(458,399,413)
CAPITAL DEVELOPMENT RECEIPT		22,423,224				25,236,751
DEPRECIATION ON RESEARCH GRANTS ASSETS		(29,195,329)				22,423,224
INCREASE IN IGU FUND	221,267,145					(29,195,329)
INCREASE IN CAPITAL RESERVE						221,267,145
BALANCE AS AT 30/6/2014	4,048,033,184	94,468,111,407	863,206,431	347,287,103	334,757,458	347,287,103
				819,285,912		100,555,394,391
BALANCE AS AT 1/7/2014	4,048,033,184	94,468,111,407	863,206,431	819,285,912	334,757,458	100,555,394,391
SPECIAL RECEIPT FOR CAPITAL DEVELOPMENT						
SURPLUS FOR THE YEAR			(837,828,148)			(837,828,148)
CAPITAL GRANTS FROM DONORS		36,552,047			(482,357,016)	(482,357,016)
CAPITAL DEVELOPMENT RECEIPT		54,000,000				36,552,047
DONATED ASSETS		258,376,860				54,000,000
DEPRECIATION ON RESEARCH GRANTS ASSETS		(30,632,515)				258,376,860
INCREASE IN IGU FUND	536,254,148					(30,632,515)
INCREASE IN CAPITAL RESERVE						536,254,147
BALANCE AS AT 30/6/2015	4,584,287,332	94,786,407,800	25,378,283	1,228,153,094	(147,599,558)	408,867,182
						100,476,626,952





STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30TH, 2015

	2015	2014
	Ksh	Ksh
Cash flows from operating activities		
Receipts		
	Note	
Capitation Grant	5,256,215,053	5,209,342,584
Special Grant	356,604,932	1,442,933,395
Tuition and other fees	648,121,792	636,376,671
Other services rendered:	68,958,693	30,059,343
Accommodation, Catering and other income	830,230,003	728,665,197
	<u>3,781,755,477</u>	<u>3,540,656,689</u>
Transfer from IGUs for specific purposes	10,941,885,950	11,588,033,879
Payments		
Academic Departments	6,204,701,907	6,888,042,990
Administration and Central Services	2,046,994,857	2,006,970,140
Academic services	307,544,612	258,825,595
General educational services	893,019,924	1,056,973,495
Maintenance of premises	678,164,937	543,739,057
Staff and students facilities and welfare	361,817,787	389,183,765
Welfare authority (Catering services)	190,072,666	208,081,135
Miscellaneous expenditure	<u>17,814,683</u>	<u>19,755,806</u>
	10,700,131,373	11,371,571,983
	<u>241,754,577</u>	<u>216,461,896</u>
Net cash Flows from operating activities		
Cash Flows from investing activities		
Cost of property, plant, equipment	(1,048,012,844)	(1,386,849,888)
Proceeds from sale of property, plant and equipment	0	2,060,028
Decrease in non-current receivables	(1,448,313,321)	(201,187,623)
Increase in investments	<u>(9,366,255)</u>	<u>(27,959,571)</u>
Net Cash Flows used in investing activities	(2,505,692,421)	(1,613,937,054)
	(2,263,937,844)	(1,397,475,158)
Net increase/(decrease) in cash and cash equivalents		
Analysis of Balances of Cash and Cash Equivalents		
Cash and cash equivalent at start of the year	4,065,412,732	5,462,887,890
Increase(Decrease) in cash and cash equivalents	<u>(2,263,937,844)</u>	<u>(1,397,475,158)</u>
Cash and cash equivalents at end of year	1,801,474,888	4,065,412,732





STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference
	2014-2015	2014-2015	2014-2015	2014-2015	2014-2015
	Kshs '000	Kshs '000	Kshs '000	Kshs '000	Kshs '000
Revenue					
Internally Generated Revenue	6,039,661	1,074,577	7,114,238	5,459,318	(1,654,920)
Government Grants - Recurrent	6,681,131	(1,424,916)	5,256,215	4,356,086	-
Government Grants - Development	880,033	(826,033)	54,000	54,000	-
Grants, Dev't Partner - Dev't	40,000	-	40,000	505,169	465,169
Grants, Dev't Partner - Recurrent	2,707,870	493,048	3,200,918	2,516,006	(684,912)
Other Incomes Recurrent (IGUs, Agency fees, Press, Rentals)	725,364	164,512	889,876	900,129	10,253
Total Revenue	17,074,059	(518,812)	16,555,247	13,790,708	1,864,410
Expenses					
Personnel Emoluments	9,053,727	218,648	9,272,375	8,671,365	601,010
Boards Expenses	12,026	(300)	11,726	6,636	5,090
Operating/ Administrative Expenses	5,318,831	(301,813)	5,017,018	2,364,921	2,652,097
Repairs and Maintenance	189,920	(28,984)	160,936	102,395	58,541
Finance charges	20,637	3,063)	17,574	56,413	(38,838)
Depreciation	612,581		612,581	555,329	7,252
Purchase of Motor Vehicles	87,500	(17,500)	70,000	20,064	49,936
Purchase of Plant and Equipment	184,256	1,627	185,883	98,144	87,739
Capital Development-WIP	1,623,500	175,800	1,799,300	1,228,153	571,147
Purchase of Computers	293,000	7,000	300,000	97,035	202,965
Total Expenses	17,395,978	51,415	17,447,393	13,200,455	4,246,938
Surplus/Deficit	(321,919)	(570,227)	(892,146)	590,253	



Potential students follow a presentation of our programmes during the 2015 CUE exhibition in Mombasa





NOTES TO THE FINANCIAL STATEMENT

for the year ended June 30, 2015

Statement of compliance and basis of preparation

The University adopted IPSAS in the year 2014 following the gazettelement of the Public Sector Accounting Standards Board (PSASB), which was established by the Public Financial Management Act (PFM) No. 18 of 24th July 2012. PSASB, issued financial reporting standards and guidelines to be adopted by all state organs and public entities, which the University complies with.

The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the University and all values are rounded to the nearest Kenya shilling (Kshs). The accounting policies have been consistently applied to all the years presented.

The Financial Statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

1. Summary of significant accounting policies

1.1. Changes in accounting policies

Accounting policies are changed only if the change is required by a standard or interpretation or otherwise provides more reliable and more relevant information. These accounting policies have been applied consistently to all periods presented in these financial statements.

When presentation or classification of items in the financial statements is amended or accounting policies are changed voluntarily, comparative figures are restated to ensure consistency with the current period unless it is impracticable to do so.

1.2 Income

Substantially, all the University's revenue is derived from students' tuition and registration fees, Government Capitation, private contributions and auxiliary enterprises related to the University.

Recognition

1.2.1 Revenue from non exchange transactions are mainly Government of Kenya grants for both the recurrent and development expenditure. Revenue is recognized when it becomes due.

1.2.1 Revenue from exchange transactions is income from fees receivable in relation to the current financial year. Revenue is recognized when it becomes due.

1.2.2 Income from Endowments and Donations, Research Grants and other services rendered is included only to the extent of the expenditure incurred during the year. Revenue is recognized when received.

1.2.3 Income on short-term deposits is credited to the Statement of financial performance. Revenue is recognized when it is earned.

1.2.4 Other revenue consists of gains/losses on disposal of property, plant and equipment.

Any gain or loss on disposal is recognized at the date the control of the asset is passed to the buyer and is determined after deducting from the proceeds the net book value of the asset at that time.

1.3 Valuation of Property, Plant and Equipment

1.3.1 Property, Plant and Equipment are stated at cost or revalued amount. The valuation is carried out after every five years. The last valuation was done in June 2012.



Revaluation is carried out for land and buildings to reflect the service potential or economic benefit obtained through control of the asset. Revaluation is based on the fair value of the asset, with changes reported by class of asset. Accumulated depreciation at revaluation date is eliminated against the gross carrying amount so that the carrying amount after revaluation equals the revalued amount.

Revaluation decreases are debited first against the revaluation surplus related to the same class of assets and any excess against surplus or deficit. When the revalued asset is disposed of, the revaluation surplus is transferred directly to accumulated surpluses or deficits.

1.3.2 Depreciation is charged on a straight-line basis at rates calculated to allocate the cost or valuation of item of property, plant, and equipment over its estimated useful life. Typically, the estimated useful lives of different classes of property, plant, and equipment are as follows:

Furniture and Equipment	- 10% on straight line basis
Motor Vehicles	- 20% on straight line basis
Academic gowns	- 5% on straight line basis
Buildings	- 2% on straight line basis
Computers and software development	- 20% on straight line basis

With effect from Financial Year 2004/2005, Depreciation is charged to the Capital Fund in relation to Non-Current assets acquired through External Grants.

For assets acquired through Internally Generated Revenue, Depreciation is charged to the Statement of Financial Performance

1.3.3 Values for equipment donated are estimated by the University or as advised by donors, as at the date of acquisition.

1.4 Endowment and Trust Fund

1.4.1 Endowment and Trust Fund are funds set-up through special donations, the principal amount being invested and the income accruing being applied to scholarships, academic research, academic chairs and related administrative costs.

The responsibility for accepting, preserving, and managing the funds entrusted to the University rests with the Council; however, the Council has delegated authority for investment decisions to the Investment Committee of the University. The Committee determines investment objectives and guidelines, including allocation of assets between classes of investments.

The University's investment objective for its endowment assets is to maximize total return within reasonable risk parameters. The achievement of favourable investment returns enables the University to distribute increasing amounts from the endowment over time so that present and future needs can be treated equitably. Diversification is a key component of the University's standard for managing and investing endowment funds, and asset allocation targets are subject to ongoing reviews by the Investment Committee.

1.4.2 Endowment and Trust Fund

Investments are stated at market value in accordance with performance of securities in market and advice from relevant professionals.





NOTES TO THE FINANCIAL STATEMENT cont'd

1.5 Inventory Valuation

1.5.1 Inventories

Inventories are measured at the lower cost and net realizable value.

1.5.2 The cost of Library books is written off to expenditure as incurred. Cost of work in progress and finished goods includes raw materials and direct labour costs.

1.6 Research Grants

1.6.1 These are donor funds received for research purposes. The funds are accounted for in a separate special fund account

1.6.2 The Deans Committee Research Grants are funds set aside from University revenue. The uncommitted balance on each research is carried forward until the related research project is completed.

1.7 Employee Retirement Benefits

1.7.1 The University currently operates a defined contribution scheme for its employees.

The University obligation to the scheme is the contribution of 20% of basic Salary whereas the employees contribute 10% of their basic Salary. The University also contributed to NSSF Kshs. 200 per employee per month for the period under review. The University contributions to the above schemes are charged to the Statement of Financial Performance in the year to which they relate.

1.8 Foreign Currency Conversion

Assets and Liabilities in foreign currencies are converted into Kenya shillings at the rates of exchange ruling at the Statement of Financial Position date. Conversion differences are accounted for in the appropriate fund accounts.

1.9 Provisions

1.9.1. Bad Debt Provision

Provision for bad debt has been made at 5% on sundry debtors.

1.9.2. Other liabilities and provisions

Other liabilities and provisions are recognized for future expenditure of uncertain amount or timing. When there is a present obligation as a result of a past event and it is probable that an outflow of future economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

1.9.3. Contingent liabilities

Contingent liabilities are recorded in the Financial Statements at the point at which the contingency is evident. Contingent liabilities are disclosed if the possibility that they will crystallize is not remote.

1.9.4. Employee benefits

Current employee obligations

Employee benefits expected to be settled within 12 months are measured at nominal values based on accrued entitlements at current rates of pay.

These are accrued gratuities earned but not yet paid for staff on contractual terms of employment.





Non-Current employee obligations

Employee benefits expected to be settled beyond 12 months are measured at nominal values based on accrued entitlements at current rates of pay.

These are accrued gratuities earned but not yet paid for staff on contractual terms of employment

Employee benefits are calculated at thirty one percent of the basic pay for staff on contract and twenty seven days basic pay per year worked for members of staff on auxiliary grades.

1.9.5. The Statement of Comparison of Budget

The University budget was prepared on the basis of the prescribed National Treasury format given for the year under review. The budget was approved by the Ministry Education, Science and Technology

The Financial Statements are prepared on an accruals basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a commitment basis.

1.9.6. Trade and other Receivables

The University trade and other receivables are carried at cost less an allowance of 5 percent for doubtful accounts.

1.9.7. Short term deposits

Short term deposits are made for varying periods depending on the immediate cash requirements of the University. Interest rates are negotiated with the financial institutions to fetch the University the best available returns in the market.

1.9.8. 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.



Standard Chartered Bank CEO, Mr. Lamin Manjang during a courtesy call on the Vice Chancellor.





NOTES TO THE FINANCIAL STATEMENT

2. (a) Endowment for General Purposes

Designated Funds set aside for applications as determined by the University e.g. Students' prizes, Students' Scholarships

2. (b) Special Capital Development Fund

Funds Designated for a Special Capital Development in the University

3. (a) General Fund

Balance as at July 1st 2014

Capital Receipts:

(i) Grants

(ii) GOK & Other Sources

(iii) Grants -Donated

Total Fund

Less:

Depreciation(Note 15(ii)b

Balance as at June 30th 2015

3. (b) Capital Reserves

Funds sets aside to cater for Capital Work in Progress

3. (c) Cash and Cash Equivalent

i) Short Term Deposits

ii) Cash and Cash Equivalent

3. (d) Related parties

University of Nairobi Enterprises (UNES) is a related company by virtue of it being wholly owned by University of Nairobi. During the year the University received income of Kshs. 4,602,256,873 (2014:KShs. 4,048,033,185)

	2015 Ksh.	2014 Ksh.
	16,181,339	16,181,338
	25,378,283	863,206,431
	94,468,111,406	94,449,646,761
	36,552,047	25,236,751
	54,000,000	22,423,224
	<u>258,376,860</u>	-
	94,817,040,314	94,497,306,736
	<u>30,632,515</u>	<u>29,195,329</u>
	94,786,407,799	94,468,111,406
	1,228,153,094	819,285,912
	448,931,053	2,668,982,669
	<u>1,352,543,836</u>	<u>1,396,430,064</u>
	1,801,474,889	4,065,412,732





NOTES TO THE FINANCIAL STATEMENT *cont'd*

	2015 Ksh.	2014 Ksh.
3.(e) Provision for Gratuity		
Provision for employees benefits	469,400,697	313,929,646
3. (f) Revenue Reserve (movement in the year)		
Accumulated Surplus brought forward	334,757,458	793,156,871
Deficit for the period	<u>(482,357,016)</u>	<u>(458,399,413)</u>
Accumulated Surplus Reserves	(147,599,558)	334,757,458
3. (g) Refundable deposits to Customers		
These are funds held on behalf of customers mainly rent deposits and students caution money	3,057,489	2,953,800



The University scouts group perform during the 54th graduation ceremony





NOTES TO THE FINANCIAL STATEMENT cont'd

4. Income Generating Units (IGUs) and Parallel Programmes Financial Performance for the Year Ended: June 30th 2015

Income Generating Activities - College Based

	Surplus (Deficit)/ 2014 Ksh	Income 2015 Ksh	Expenditure 2015 Ksh	Surplus (Deficit) /2015 Ksh
College of Agriculture and Veterinary Sciences	(17,237,927)	42,081,110	45,798,107	(3,716,997)
College of Architecture and Engineering	19,659,725	138,226,462	69,497,669	68,728,793
College of Biological and Physical Sciences	1,155,742	110,449,721	91,020,138	19,429,583
College of Education and External Studies	76,685,211	397,259,496	355,828,951	41,430,545
College of Health Sciences	(106,291,495)	299,739,963	370,482,729	(70,742,766)
College of Humanities and Social Sciences	154,658,373	263,903,134	446,822,443	(182,919,309)
Health Services - Students Medical & Others	33,341,940	58,194,599	67,390,152	(9,195,554)
Sub- Total	161,971,569	1,309,854,485	1,446,840,189	(136,985,704)
Other Income Generating Units	6,261,068	46,528,589	26,495,753	20,032,836
Chiromo Funeral Parlour	9,059,666	286,889,838	261,178,171	25,711,667
UNES Consultancy	3,803,018	61,652,913	53,909,895	7,743,018
Chiromo Conference Center & Arziki Restaurants	9,282,713	22,733,405	12,655,970	10,077,435
Diagnostic Radiology	(2,894,304)	131,184,810	128,501,439	2,683,371
UNES Bookstore-Nairobi	114,073	27,435,636	31,050,771	(3,615,136)
UNES Bookstore-Kisumu	209,555	19,541,996	21,285,204	(1,743,208)
UNES Bookstore-Mombasa	26,463,318	68,610,330	53,156,699	15,453,632
Other Projects	52,299,107	664,577,519	588,233,903	76,343,615
Sub- Total	52,299,107	664,577,519	588,233,903	76,343,615
Parallel Programmes	1,128,022,613	1,652,965,166	372,353,551	1,280,611,614
School of Business	277,214,668	443,143,775	100,733,015	342,410,760
School of Law	137,564,927	213,473,940	20,044,535	193,429,405
School of Economics	540,646,941	913,903,095	212,226,276	701,676,819
School of Medicine	69,469,833	100,648,332	16,282,728	84,365,603
Faculty of Pharmacy	28,786,215	45,530,104	9,597,955	35,932,149
Faculty of Dental Sciences	76,679,123	75,166,336	15,657,941	59,508,395
School of Nursing	91,078	139,005	619,233	(480,227)
Department of Immunology	2,744,078	9,952,737	2,322,960	7,629,777
Institute of Tropical & Infectious Diseases	385,518,433	501,653,303	155,849,029	345,804,273
Faculty of Arts	112,783,264	233,925,351	45,072,570	188,852,781
School of Education	344,380,460	704,415,952	231,338,173	473,077,778
School of Continuing & Distance Education	176,448,133	274,455,354	59,201,814	215,253,540
School of Engineering	64,264,761	94,100,885	18,697,669	75,403,216
School of Computing and Informatics	53,324,429	69,246,729	6,819,014	62,427,716
School of Mathematics	28,871,695	68,067,514	12,791,822	55,275,691
School of Physical Sciences	22,489,098	30,662,010	10,101,778	20,560,232
School of Biological Sciences	78,329,551	247,632,565	101,932,788	145,699,777
School of the Built Environment	9,643,645	26,748,520	8,601,230	18,147,290
School of the Arts & Design	29,069,655	44,390,843	4,820,717	39,570,126
Faculty of Vet. Medicine	43,814,661	70,553,278	8,789,548	61,763,729
Faculty of Agriculture	93,807,441	154,193,628	35,337,741	118,855,887
Institute of Diplomacy & International Studies	114,503,592	155,656,669	37,769,454	117,887,215
School of Journalism and Mass Communication	15,294,214	24,801,695	7,650,101	17,151,594
Institute of African Studies	16,634,616	22,526,383	3,810,434	18,715,949
Institute For Climate Change and Adaptation	-	-	34,601,669	(34,601,669)
Centre for Self Sponsored Programs	-	-	-	-
Sub- Total	3,833,762,508	6,177,953,168	1,533,023,746	4,644,929,422
GRAND TOTAL	4,048,033,185			4,584,287,333





NOTES TO THE FINANCIAL STATEMENT *cont'd*

5. Trust and Endowment Funds

	Balance As at 30 Jun-14	Receipts during the year	Increase/ (Decrease) in market value investment	Expenditure	Balance As at 30 June 2015
Trust funds	KSh	KSh	KSh	KSh	KSh
Joint Admission Board	77,002,422	102,411,545	-	132,095,945	47,318,022
Gandhi Academic Society	25,467,371	29,241	-	184,440	25,312,172
Kenya Railways	662,903	-	-	-	662,903
A.C.I. De Souza Memorial	36,441	-	-	-	36,441
R.G. Amin Bursary	393,240	-	-	-	393,240
Kamala Gold Memorial	184,439	-	-	-	184,439
Tom Mboya Memorial	16,418,846	327,012	-	-	16,745,858
M.M. Bhatt Trust	103,866	-	-	-	103,866
UoN Alumni	42,107,957	19,337,366	-	17,739,284	43,706,040
UON Alumni Centre Project Funds	2,000,000	-	-	-	2,000,000
Eng. Carry Oregge - Civil Engineering Prizes	480,000	-	-	-	480,000
Meteorology CBPS - IGAD climate Prediction	300,000	17,189	-	-	317,189
Total Trust Funds	165,157,486	122,122,354	-	150,019,669	137,260,170
Endowment Funds:					
Sasakawa Fellowship	2,323,289	5,387,118	-	-	97,710,407
Others	9,016,636	-	-	-	9,016,636
Non attributable Funds	<u>3,614,918</u>	<u>77,974</u>	-	-	<u>3,692,894</u>
Total Endowment Funds	104,954,843	5,465,092			110,419,937
University of Nairobi Enterprises and Services Limited (UNES)	100,000	-	-	-	100,000
Total Funds	270,212,329	127,587,445		150,019,669	247,780,106



University of Nairobi produces the "Champion" during the Nairobi International Trade Fair 2015



NOTES TO THE FINANCIAL STATEMENT *cont'd*

6. Special Accounts and Grants

	Balance as at 30th June 2014 Ksh.	Received During Year Ksh	Expenditure During Year Ksh	Balance as at 30th June 2015 Ksh.
Ford Foundation	60,496,008	22,953,050	13,997,488	69,451,570
Rockefeller Foundation	31,854,146	-	8,969,413	22,884,733
International Development Research Center	65,339,413	56,989,614	84,407,848	37,921,179
National Commission for Science and Technology	25,490,984	11,169,324	14,964,916	21,695,392
DAAD	845,148	-	804,339	40,809
World Health Organisation	4,606,716	14,019,151	1,826,910	16,798,957
VLIR	2,994,675	-	1,914,267	1,080,408
International Aids Vaccine Initiative	30,358,280	141,429,864	126,869,562	44,918,582
World Trade Organization	8,393,721	-	1,497,500	6,896,221
CIAT	888,057	1,440,116	1,205,488	1,122,685
Centre for Disease Control (CDC)	140,861,777	1,100,277,917	1,074,618,893	166,520,801
Commission for Higher Education	145,106	-	0	145,106
African Economic Research Consortium (AERC)	1,736,983	23,080,201	22,731,996	2,085,188
National Institute of Health	0	262,800,011	205,436,636	57,363,374
AGRA	0	153,755,115	103,794,335	49,960,780
Other Grants	<u>729,447,873</u>	<u>728,091,509</u>	<u>387,280,389</u>	<u>1,070,258,993</u>
	1,103,458,887	2,516,005,873	2,050,319,980	1,569,144,780
	<u>1,103,458,887</u>			<u>1,569,144,780</u>



Kenya Red Cross Society, UoN chapter, during a courtesy call on the Vice-Chancellor, Prof. Peter Mbithi.



NOTES TO THE FINANCIAL STATEMENT *cont'd*

7. Property, Plant and Equipment- 2015

	Land Kshs	Buildings Kshs	Work in Progress Kshs	Furniture and Equipment Kshs	Computers Kshs	Motor Vehicles Kshs	Academic Gowns Kshs	Totals Kshs
Cost Valuation								
1st July 2014	76,532,374,300	14,357,221,764	3,633,288,827	1,844,807,471	972,104,466	625,810,346	55,576,476	98,021,183,650
Additions Completed Projects	-	-	1,228,153,094	356,522,300	97,035,007	20,063,545	3,741,150	1,705,515,096
30th June 2015	76,532,374,300	14,357,221,764	4,861,441,921	2,201,329,772	1,069,139,473	645,873,891	59,317,626	99,726,698,747
Depreciation								
1st July 2014	-	568,595,075	-	1,269,098,665	703,839,925	537,796,984	20,847,501	3,100,178,151
Acc. Depreciation on disposal	-	-	-	-	-	-	-	-
Charge for the year	-	287,144,435	-	122,159,110	131,887,915	41,804,359	2,965,881	585,961,701
30th June 2015	-	855,739,511	-	1,391,257,775	835,727,840	579,601,343	23,813,382	3,686,139,85
Net Book Value								
30th June 2015	76,532,374,300	13,501,482,253	4,861,441,921	810,071,997	233,411,632	66,272,548	35,504,244	96,040,558,896
30th June 2014	76,532,374,300	13,788,626,689	3,633,288,827	575,708,807	268,264,541	88,013,362	34,728,975	94,921,005,500



NOTES TO THE FINANCIAL STATEMENT *cont'd*

7. Property, Plant and Equipment- 2015

	Land	Buildings	Work in Progress	Furniture and Equipment	Computers	Motor Vehicles	Academic Gowns	Totals
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Cost Valuation								
1st July 2013	76,532,374,300	14,072,532,000	2,814,002,915	1,741,733,697	853,261,854	577,458,770	46,965,226	96,638,328,762
Additions		284,689,764	819,286,912	103,073,774	118,842,612	52,346,576	8,611,250	1,386,849,888
Disposal						(3,995,000)		(3,995,000)
30th June 2014	76,532,374,300	14,357,221,764	3,633,288,827	1,844,807,471	972,104,466	625,810,346	55,576,476	98,021,183,650
Depreciation								
1st July 2013		281,450,640		1,178,893,600	565,124,971	492,473,728	18,068,677	2,536,011,616
Acc. Dep. on Disposal						(3,196,000)		(3,196,000)
Charge for the year		287,144,435		90,205,065	138,714,954	48,519,257	2,778,824	567,362,535
30th June 2014		568,595,075		1,269,098,665	703,839,925	537,796,984	20,847,501	3,100,178,151
Net Book Value								
30th June 2014	76,532,374,300	13,788,626,689	3,633,288,827	575,708,807	268,264,541	88,013,362	34,728,975	94,921,005,500
30th June 2013	76,532,374,300	13,791,081,360	2,814,002,915	562,840,097	288,136,883	84,985,043	28,896,549	94,102,317,146

2014

NOTES TO THE FINANCIAL STATEMENT cont'd

8. Trust and Endowment Funds Investments

Trust Fund - Special Accounts

Gandhi Memorial Academy Society
East Africa Breweries Limited

33,380 Ordinary shares of Shs.2/- each

Car and General (Kenya) Limited

15,222 Ordinary shares of Shs.5/- each

C.M.C. Holdings Limited*

125,920 Ordinary shares of Shs.0.5/- each

Unga Limited

28,782 Ordinary shares of Shs.5/- each

Kenya Power and Lighting Co. Limited

8,944 Ordinary shares of Shs.2.50 - each

Kamala Gold Memorial Fund

Kenya Power & Lighting Co. Limited

7,904 Ordinary shares of Shs.2.50 - each

Tom Mboya Memorial Fund

East Africa Breweries Limited

42,635 Ordinary shares of Shs.2/- each

Total of Trust Fund Investments

Investment not Attributable to any Particular Fund

Investment in University of Nairobi Enterprises and Services Limited (UNES)

Endowment Fund

Stg.£516800 Sasakawa Fellowship Fund *

Total of Endowment Fund Investments

Total Trust and Endowment Fund Investments

Note

Long term Investments in securities are stated at fair value as provided by University stock brokers. The resultant Gain/loss are recognized in the appropriate fund accounts

*The Value for CMC shares is historical after the takeover by Alfa Motors. The university is in the process of realizing the value of the investment.

	2015 KSh.	2014 KSh.
	10,180,900	9,446,540
	669,768	578,436
	1,699,920	1,699,920
	1,345,559	935,415
	<u>165,017</u>	<u>118,956</u>
	14,061,164	12,779,267
	145,829	105,123
	<u>13,003,675</u>	<u>12,065,705</u>
	27,210,668	24,950,095
	100,000	100,000
	<u>105,397,735</u>	<u>98,292,052</u>
	105,497,735	98,392,052
	<u>132,708,402</u>	<u>123,342,147</u>

NOTES TO THE FINANCIAL STATEMENT *cont'd*

9. Inventories

	2015 KSh.	2014 KSh.
General Stocks	123,719,173	128,479,358
Dental Materials	29,260,159	22,277,592
Pharmacy, Cafeterias	5,875,174	6,307,000
UNES Bookstore	92,591,445	91,603,000
SWA stocks	<u>13,420,295</u>	<u>13,524,960</u>
	264,866,246	262,191,910

10. Trade and other Receivables

Sundry Debtors	1,508,535,122	1,041,440,363
Deans Committee Research Grants	24,030,379	23,998,079
Program and Projects Balance	4,843,365,772	3,915,524,202
IGU Program Balances	253,514,107	139,086,372
Students Welfare Authority (SWA)	<u>1,821,329</u>	<u>39,549,634</u>
	6,631,266,709	5,159,598,650
Less: Provision for bad & doubtful debts	(75,426,755)	(52,072,018)
	<u>6,555,839,954</u>	<u>5,107,526,632</u>

11. Short Term Deposits

Recurrent Grants	25,378,283	619,462,247
Nairobi University Press	3,102,889	3,016,970
CHS	5,000,000	4,919,545
Specific purposes revenue grants	276,478,058	1,902,388,327
Trust and Endowment funds	294,799	287,291
IGU Accounts	136,500,000	136,500,000
Students Welfare Authority	<u>2,177,024</u>	<u>2,408,289</u>
	448,931,053	2,668,982,669

Short Term deposit for Students Welfare Authority (SWA) belonged to the defunct USAB and the University is pursuing transfer to its name from both National and Consolidated Banks.

12. Cash and Cash Equivalents

Central Cash Balances	854,939,040	759,718,730
Cash in hand	138,031	240,461
Nairobi University Press	7,563,713	7,723,580
SWA Balances	27,558,012	22,132,372
Colleges	395,952,617	487,994,921
IGU Accounts	<u>66,392,423</u>	<u>118,620,000</u>
	1,352,543,836	1,396,430,064

13. (a) Creditors and Other Payables

Sundry Creditors		440,351,026	510,807,156
Deans Committee Research Grants		22,600,209	19,587,398
Statutory Deductions - Payroll		466,827,958	317,552,770
Provision for Gratuity	3(e)	469,400,697	313,929,646
IGU Program Balances (UNES)		177,414,436	205,093,786
Refundable deposits to Customers	3(g)	3,057,489	2,953,800
Investment and banking services (UNES)		-	13,377,270
SWA Balances		<u>31,497,773</u>	<u>65,532,450</u>
		1,611,149,588	1,448,834,276





	2015 Ksh.	2014 Ksh.
13. (b) Bank Overdraft		
UNES Overdraft	46,685,921	290,306,000
BBK-Queensway	-	792,722,867
BBK - Central Stores	1,084,581	220,829
CENTRAL - Grants Accounts & Others	162	16,020,832
BBK - CHSS	-	8,127,172
	<u>874,565,622</u>	<u>1,107,397,700</u>
	2,485,715,210	2,556,231,976
14. Income		
(i) Capitation Grant		
Jul-2014	460,517,921	495,140,000
Aug-2014	460,517,921	385,551,804
Sep-2014	460,517,921	430,030,000
Oct-2014	460,517,921	461,380,515
Nov-2014	438,017,921	461,380,517
Dec-2014	438,017,921	431,669,092
Jan-2015	438,017,921	431,669,092
Feb-2015	438,017,921	431,669,092
Mar-2015	438,017,921	431,669,092
Apr-2015	438,017,921	431,380,517
May-2015	<u>438,017,921</u>	<u>386,133,771</u>
Jun-2015	5,256,215,053	5,209,342,584
(ii) Special Grant		
In the year 2014/2015 the University received Capitation Development of Kshs. 54 million	54,000,000	1,442,933,395
(iii) Special Donations		
The University received Kshs 50 million and Kshs 152.5 Million from Chandaria Foundation and the Chinese Government respectively	202,564,000	0
(iv) CBA Pension Reimbursement from GOK		
The University expects to receive Ksh. 302,604,932 from the Government being amount outstanding for 2010/2013 CBA	302,604,932	564,098,806
(v) Tuition and other fees Module 1		
Tuition fees and other charges collected from regular students	648,121,792	636,376,671
(vi) Accreditation Fees		
Amount received from accredited Institutions	940,000	940,000
(vii) Other Services Rendered		
Other Fee	60,348,752	22,216,487
Services Units	<u>8,609,941</u>	<u>7,842,856</u>
	68,958,693	30,059,343
(viii) Accommodation , Catering and other income		
House Rents	100,871,307	124,623,677
Sale of Tender Documents	650,350	2,282,554
Income from endowment fund	193,590,405	226,824,294
Agency fees (Insurance & Hire purchase)	8,817,749	6,967,758
Staff Education Support Fund	140,500	218,600
Certificate Storage	450,200	1,615,089
Reimbursement (Emoluments)	194,111,981	124,209,850
Rental Income - Commercial & Billboards	23,423,728	12,370,828



NOTES TO THE FINANCIAL STATEMENT *cont'd*

	2015 Ksh.	2014 Ksh.
KPLC Lease	48,000,000	0
Miscellaneous	9,198,023	10,716,637
Accommodation and Catering	<u>250,975,760</u>	<u>218,835,910</u>
	830,230,003	728,665,197
(ix) Transfer from IGUs for specific purposes		
Income from Grants Overheads Charges		
Transfer of funds from Projects	<u>87,498,066</u>	<u>103,556,689</u>
	87,498,066	103,556,689
Other IGUs		
Management & Support Services	150,000,000	150,000,000
Payroll Supplementation	1,615,257,411	1,502,100,000
Rates and Ground Rents	9,000,000	8,000,000
Funds to Pay Creditors	200,000,000	194,000,000
Library	70,000,000	60,000,000
Physical Space and Development	320,000,000	300,000,000
Pension - Current	100,000,000	93,000,000
Debt Reduction - General	150,000,000	180,000,000
Grants to pay KRA - Current	800,000,000	700,000,000
KPLC	280,000,000	250,000,000
ICT Revolving Fund	<u>129,312,093</u>	<u>51,680,200</u>
	3,823,569,504	3,488,780,200
	3,911,067,570	3,592,336,889
15. Expenditure		
(i) Academic Departments		
Basic pay	4,241,399,601	5,010,631,877
Clinical Allowance	581,793,591	554,274,733
House allowance	1,558,381,439	1,711,067,301
Teaching Practice C.E.E.S. Kikuyu	44,234,749	39,835,450
Teaching and Office Expenses	175,625,492	146,976,343
Travelling and Transport	62,574,132	66,691,976
Expenditure from service units	<u>7,520,861</u>	<u>7,512,878</u>
	6,671,529,865	7,536,990,558
(ii) Central Administration Central Services		
Basic pay	903,651,845	959,092,834
Management and support services	149,189,658	148,669,932
House Allowance	332,021,125	327,518,051
Travelling and Transport	19,034,076	17,515,549
Publishing and Printing	6,912,434	10,049,640
Purchase of Uniforms	11,843,713	1,582,184
Purchase of Stationery	69,201,909	57,598,053
Postal Expenses	797,578	945,493
Telephones	28,517,301	25,551,051
Computer Charges	99,822,659	47,135,992
Insurances	70,730,277	64,064,510
Senate Expenses	2,610,996	1,912,265





	2015 Ksh.	2014 Ksh.
Committee Members Allowance	52,229	0
Tender Committee Members Expenses	6,041,919	4,709,148
Audit Committee Members Exps.	1,033,846	1,034,929
Conference and Seminars	32,076,434	21,899,853
Membership Subscriptions	4,302,869	4,909,121
Bank Charges	56,412,653	22,240,274
Audit Fees	4,780,000	4,500,000
Fees, Commission & Honoraria	1,248,600	2,462,000
Official Entertainment	1,743,245	723,913
Transport Operating Expenses	50,025,473	48,470,344
Graduation Expenses	13,263,238	12,971,455
University Choir Expenses	2,109,610	2,344,651
Funeral Expenses	2,144,305	5,100,984
Legal Fees	17,796,238	27,644,371
Contracted Security Services	115,818,702	120,982,037
Performance Contracting activities	22,677,061	30,714,156
ISO Expenses	7,602,265	4,771,424
Depreciation (Note 15ii b)	555,329,186	538,167,206
Alumni	887,932	493,633
Provision for Bad Debts	23,354,737	52,072,018
Public relations expenses	13,426,339	11,724,732
Other Expenses	<u>3,998,328</u>	<u>16,500,399</u>
	2,630,458,780	2,596,072,202
(ii) b - Depreciation for the year	585,961,701	
Less: Grants Assets depreciation	<u>(30,632,515)</u>	
	555,329,186	
(iii) Academic Services		
Library: Basic pay	137,790,697	169,269,930
Books and Periodicals	100,521,521	53,748,069
Sundry Charges	8,180,644	7,974,180
Computer Services:		
Basic pay	60,605,479	72,757,444
Consumables	<u>446,171</u>	<u>442,645</u>
	307,544,612	304,192,268
(iv) General Educational expenditure		
Examinations stationery	34,465,778	35,316,933
External Examiners	34,970,671	31,465,214
Postgraduate Programmes	55,541,898	58,978,320
Research and Publications	26,286,914	25,861,799
Staff Development	16,839,845	15,853,947
House to Office Transport Allowance	679,721,242	852,294,406
Passages and Leave Travelling Expenses	<u>45,193,576</u>	<u>37,202,876</u>
	893,019,924	1,056,973,495
(v) Maintenance of Premises		
Rents and Rates	12,468,256	9,185,834



NOTES TO THE FINANCIAL STATEMENT *cont'd*

	2015 Ksh.	2014 Ksh.
Electricity, Water and Conservancy	563,301,815	463,883,650
Maintenance of Buildings	<u>102,394,866</u>	<u>74,486,020</u>
	678,164,937	547,555,504
(vi) Staff and Students facilities and welfare		
University Medical Scheme	229,735,924	263,911,704
Recruitment Expenses	40,262,454	41,593,301
Travelling outside Kenya	15,114,210	12,826,012
Staff Education Support	10,558,514	10,558,514
Sports and Games (Inter-University)	19,540,850	9,440,997
Needy Students	9,635,110	10,122,002
Students Associations	<u>36,970,725</u>	<u>40,731,235</u>
	361,817,787	389,183,765
(vii) S.W.A (Catering & Accommodation Services)		
Purchase of Foodstuff	64,199,059	71,298,878
Gas and Fuel	14,393,225	16,121,264
Maintenance of plants, Machinery Equipment	526,604	343,808
Maintenance of Buildings & Stations	12,155,834	10,679,258
Other Expenses	<u>98,797,944</u>	<u>109,637,927</u>
	190,072,666	208,081,135
(viii) Miscellaneous Expenditure		
Maintenance of Equipment	13,475,883	15,864,498
Nairobi A.S.K. Show	<u>4,338,800</u>	<u>3,891,308</u>
	17,814,683	19,755,806
(ix) Council Expenses	6,635,804	5,658,643

16. Contingent Liabilities

- (i) There is a pending law suit against the University filed in the High Court of Kenya by former employees who were retrenched by the University in March 2001. The claim is for damages amounting to about Ksh 279 million. The University has entered its defense.
- (ii) The University has accumulated pending bills due to contractors and consultants amounting to KShs. 532,436,805.00 as at 30-6-2006. One contractor N. K. Brothers has sued the University to recover the outstanding amount.

17. Legal Status

The University of Nairobi is a body corporate established in Kenya under the Universities Act, 2012 (No. 42 of 2012)

18. Supplementary Accounts

- (i) Summary of service units income and expenditure for the year ended June 30th 2015

	Income KSh.	Expenditure KSh.	Surplus/Deficit 2015 KSh.	Surplus/Deficit 2014 KSh.
Printing and Photocopying	3,743,506	3,001,840	741,666	999,562
Nairobi University Press	<u>4,866,435</u>	<u>4,519,021</u>	<u>347,412</u>	<u>(669,584)</u>
Surplus/(Deficit) for the year	8,609,941	7,520,861	1,089,078	329,978





19. Summary of Approved Estimates for the year ended June 30th 2015

	Approved Estimates 2014/2015 KSh.	Actual 2014/2015 KSh.	Ac Actual 2013/2014 KSh.
Basic pay	4,659,625,800	4,052,931,134	4,859,473,859
UNES Management & Support Allowances*	1,620,621,100	149,189,658	148,669,932
Gratuity and Pension Contribution	1,019,376,000	930,964,396	1,004,669,880
House Allowance	1,887,743,100	1,943,710,941	2,100,195,536
Other Personal Allowances	305,146,000	306,243,715	285,998,162
House to Office Transport allowance	703,947,000	679,721,242	852,294,406
Passage and Leave Expenses	64,189,000	45,193,576	37,202,876
Clinical Allowance	632,348,000	581,793,591	554,274,733
Transport Operating Expenses	50,326,400	50,025,473	48,470,344
Traveling and Accommodation Expenses	86,376,000	81,608,205	84,265,459
External Traveling and Accommodation	15,600,000	15,114,210	12,826,012
Teaching Practice	44,567,000	44,234,749	39,835,450
Postal and Telegram Expenses	1,453,000	797,578	945,493
Telephone Expenses	29,000,000	27,893,439	25,551,051
Official Entertainment	1,840,000	1,743,245	723,913
Electricity, Water and Conservancy	563,794,400	563,301,814	463,883,650
Purchase of Teaching & Production Materials	181,885,000	175,625,487	147,361,054
Publishing and Printing Expenses	8,800,000	6,912,434	10,049,640
Purchase of Uniforms and Clothing	12,200,000	11,843,713	1,582,184
Library Expenses	108,720,000	108,702,164	61,722,249
Purchase of Stationery	72,000,000	34,465,778	86,893,304
Advertising and Publicity (Recruitment)	48,000,000	40,262,454	41,593,301
Sports and Equipment (Inter-University)	20,506,400	19,540,850	9,440,997
Audit Fees	5,000,000	4,780,000	4,500,000
Payments of Rent and Rates Residential	19,900,000	12,468,257	9,185,834
Computer Charges	99,918,000	99,822,659	47,135,992
Hire of Transport Plant and Machinery	480,000	0	0
Revaluation of University Property	5,400,000	190,395	0
Miscellaneous Other Charges	252,624,000		189,885,564
Contracted security services	116,120,000	115,818,702	120,982,037
Fees, Commission and Honoraria	3,040,000	1,248,600	2,462,000
Staff Development	21,680,000	16,839,845	15,853,947
Senate, Committee Members Resp. & Council Expenses	22,366,000	6,635,804	13,314,985
Graduation Expenses	14,058,400	13,263,238	12,971,455
Conference and Seminars	32,200,000	32,076,434	21,899,853
University Medical Scheme	283,100,000	229,735,923	263,911,704
Postgraduate Programmes	56,720,000	55,541,898	58,978,320
University Research Programme	39,200,000	26,286,914	25,861,799
Compensation and Ex-Gratia payments	1,200,000	0	0
Maintenance of Plant, Machinery and Equipment	45,000,000	13,475,882	15,864,498
Maintenance of Buildings and Stations	108,736,000	102,394,865	74,486,020
Students Welfare Authority	208,108,000	190,072,666	208,081,135
Staff Education Support Fund	29,600,000	10,558,514	10,558,514
University Press	5,400,000	4,519,022	7,512,878
Performance contracting	23,120,000	22,677,061	35,485,580
Depreciation	612,581,000	585,961,701	567,362,535
Students amenities/Activities, Associations	42,500,000	36,970,725	40,731,235



	2014/2015 Ksh.	2014/2015 Ksh.	2013/2014 Ksh.
Needy Students	11,200,000	9,635,110	10,122,002
Integrity Programs	14,400,000	7,270,385	0
UON Advancement	8,000,000	2,434,565	0
Public Procurement Oversight Authority levy	45,640,000	0	0
Operational Expenses (UNES)	231,436,000	0	0
Legal Fees	20,800,000	17,796,238	27,644,371
Bank Charges	17,574,400	56,412,653	22,240,274
Insurance	72,000,000	70,730,277	64,064,510
Public relations office	15,104,000	13,426,339	11,724,732
External Examiners	34,000,000	34,970,671	31,465,214
Environmental Management	<u>27,600,000</u>	<u>32,254,113</u>	-
	14,683,870,000	11,698,089,300	12,635,071,372
Capital Expenditure			
Purchase of Motor Vehicles	70,000,000	20,063,545	52,346,576
Purchase of Plant and Equipment	185,883,000	356,522,300	91,364,548
Capital Development-WIPE	1,799,300,000	1,228,153,094	819,285,912
Purchase of Computers	<u>300,000,000</u>	<u>97,035,007</u>	<u>105,315,088</u>
	2,355,183,000	1,701,773,946	1,068,312,124

20. Summary of Actual Expenditure for the year ended June 30th 2015- SWA

	Actual 2015 KSh.	Actual 2014 KSh.
Transport Operating Expenses	2,566,654	2,710,666
Traveling and Accommodation expenses	4,497,759	4,400,639
Telephones	1,740,973	1,569,216
Official Entertainment	70,000	18,600
Publishing and Printing Expenses	943,477	784,382
Purchase of Uniforms and Clothing	7,211,508	8,733,284
Purchase of Stationery & Office expenses	10,232,247	12,299,336
Miscellaneous Other Charges	5,340,885	6,268,007
Bank Charges	1,592,847	1,744,503
Staff Development	789,480	934,527
Conferences and Seminars	1,323,130	344,795
University Medical Scheme	5,554,748	5,969,615
Fees, Commission and Honoraria	0	7,040
Performance Contracting Expenses	2,934,137	1,696,327
Maintenance of plant, Machinery and Equipment	1,813,636	1,439,791
Maintenance of Buildings and Station	59,157,038	65,453,166
Halls Expenses	2,516,362	2,687,787
Gas and Fuel	14,393,225	16,121,264
Cleaning Materials	3,195,502	3,599,312
Purchase of Food	<u>64,199,059</u>	<u>71,298,878</u>
	190,072,666	208,081,135





UNIVERSITY OF NAIROBI NOTES TO THE ACCOUNTS

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue/Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Time frame
01	Four parcels of Land without title documents	Process of acquiring title documents in advanced stage	Mr. Thuita (Estates Manager)	In progress	June 2016

PROF. PETER .M. F. MBITHI B.V.M., M.Sc. (Nrb) M.V.Sc. (Saskatchewan) Ph.D (Nbi)

Vice-Chancellor



The fountain of knowledge





The Cabinet Secretary - Ministry of Higher Education Science and Technology, Dr. Fred Matiang'i while paying a courtesy call on the Vice Chancellor.

FINANCE MANAGEMENT TEAM



Mr. P. K Busienei
Finance Officer



Mr. P. O . Agutu
Deputy Finance Officer



Mr. P. M Ngari
Deputy Finance Officer





Finance Department staff members.



Mr. Peter Busienei, the Finance Officer, presents a gift during team building session.





Leading from the front.



Finance Department Team building session.





UNIVERSITY OF NAIROBI

QUALITY POLICY STATEMENT

The University of Nairobi is committed to quality as the guiding principle in its decision making and leadership in the provision of university education and related services to its customers.

To realise this, the University management shall regularly monitor and review its performance for continual improvement and suitability by implementing an effective quality management system based on ISO 9001 standard.

A handwritten signature in black ink, appearing to read 'Thabit'.

VICE CHANCELLOR

January 6, 2015



University of Nairobi

P.O Box 30197 - 00100 Nairobi, Kenya
Tel: 318262, Fax: 2243 660
www.uonbi.ac.ke