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CLERK OF THE TABLE: Deputy Leader of Kenya
Hadija Ahmed

THE AUDITOR-GENERAL

ON

EMSOS TECHNICAL AND VOCATIONAL
COLLEGE

FOR THE YEAR
ENDED 30 JUNE, 2023



EMSOS TECHNICAL AND VOCATIONAL COLLEGE
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)

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

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Acronyms & Glossary of Terms

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

2. Key Entity Information and Management

(a) Background information

Emsos Technical & Vocational College (ETVC) is one of the sixty (60) technical colleges. It opened its gates for admission of students in September 2018, with a batch of thirty-two students (32). It is located in Chesumei Sub-County, 10 kilometres from Mosoriot trading centre along Mosoriot – Kabiyet- Kaiboi road. It is situated in scenic rural road setting in the heart of Nandi county renown for dairy and crop farming.

ETVC is a public government sponsored Technical and Vocational Education and Training (TVET) Institution offering Artisan, Craft Certificate and Diploma courses in Technical and Business fields. Our mandate as a TVET Institution is to enable learners acquires valuable hands on skills, experience and knowledge which are key components for specialized labour market. We built successful careers and take pride in being part of Sustained Development Goals (SDGs) in Kenya through the Big Four Agenda and Vision 2030 blue print

ETVC is a centre of excellence in Value Addition in Agriculture with state of art equipment. The Institution is ear marked for processing of raw agricultural products such as milk, meat and fruits into finished products like Ultra- High Temperature (UHT), milk, yoghurt etc
The specialized courses offered at ETVC are facilitated through six course departments providing KNEC accredited examinations and gradually transiting to CBET-CDDAC

(b) Principal Activities

Vision Statement

To be a centre of excellence in Technical Training and value addition Agriculture

Mission Statement

To provide quality and sustainable technical training to meet the dynamic needs of industrialisation and society needs through innovation and competent training.

Mandate

To offer technical training

To provide and promote life-long learning.

(c) Key Management

Emsos Tvc's day-to-day management is under the following key organs:

- Board of Governors
- Accounting officer/Principal
- Top management
- Heads of Departments/Heads of Sections

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(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	Mark Kitongo
2.	Deputy principal Academic	Lordvico Too
3.	Registrar	Emmanuel Kimutai
4.	Dean of students	Nelson Kitur
5.	Finance officer	Judith Kisang
6.	Procurement officer	Daniel Limo

(e) Fiduciary Oversight Arrangements

The board committees facilitate the decision –making to assist the board in the execution of its duties, power and authority.

Board committees have been being;

i. AUDIT AND RISK COMMITTEE

S/NO	NAME	TITLE
1	SCHOLASTIC TUWEI	CHAIRMAN
2	ERIC KEMEI	MEMBER
3	PETER MAWIO	MEMBER

MANDATE

Responsibilities of the audit committee typically include:

- Overseeing the financial reporting and disclosure process.
- Monitoring choice of accounting policies and principles.
- Overseeing hiring, performance and independence of the external auditors.
- Oversight of regulatory compliance and ethics.
- Monitoring the internal control process.
- Overseeing the performance of the internal audit function.
- Discussing risk management policies and practices with management.

ii. FINANCE AND GENERAL PURPOSE COMMITTEE

S/NO	NAME	TITLE
1	BETSY ADHIAMBO	CHAIR PERSON
2	JULIUS SEREM	MEMBER
3	NANCY KERING	MEMBER

MANDATE

The role of finance and general purpose committee is to advice the board:

- on better financial practices;
- cost reduction,
- monitor production unit,
- to carry the financial function as well as the human resource function and
- Submit a draft budget to the full board for adoption and approval.

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iii. ACADEMIC COMMITTEE

S/NO	NAME	TITLE
1	ERICK KIPKIRUI KEMEI	CHAIR PERSON
2	JULIUS KIPCHIRCHIR	MEMBER
3	FREDRICK WAFULA	MEMBER

(f) Entity Headquarters

Emsos Technical and Vocational College Headquarters
P.O BOX 300-30100
Kapsabet Road-Off Mosoriot –Emsos road
ELDORET, KENYA

(g) Entity Contacts

Telephone: (254)0796376783
E-Mail: info@emsostvc.ac.ke
Website: www.emsostvc.ac.ke

(h) Entity Bankers

Kenya Commercial Bank
Eldoret East Branch
A/C NO:
➤ 1159400792
➤ 1252707681

(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

3.The Board of Governors

<i>SN.</i>	<i>Member/ Director</i>	<i>Details</i>
1.	 Dr.Elijah Omutange	Born in 1969. Holds a Doctor of philosophy in Environmental Earth sciences in Moi University, masters of philosophy in education, Moi University, Bachelors of education, Moi University. Currently works as a senior lecturer head of department, Technology education in Moi University. He participated in curriculum review in Moi University. He was appointed as the member of board Emsos Technical and vocational college in March 17th , 2022 for the second time.
2.	 Mark Kibet Kitongo	Born in 1971.Holds a Bachelors Degree in mechanical engineering from University of Eldoret. Has Higher Diploma in Mechanical Engineering. He has served as a principal for 8years and total of 30 years in TVET. He is the Chief Executive officer of Emsos College and also a secretary to the board of governors
3.	 Erick Kemei	Born in 1974.Holds master of science in chemical and process Engineering. He is currently a tutorial Fellow Dedan Kimathi University of Technology Mechanical Engineering Department. He was appointed on 17th March,2022
4.	 Betsy Onyango	Born in 1994, Holds Bachelor of Education science and also certified Public accountant (CPA-K). She was appointed to the board of college on 17th March, 2022.She is serving for her first term

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5.	 Serem Kipchirchir Julius	Born in 1968, holds Bachelor of Science in Industrial Chemistry. He has experience in analytical testing of physical, chemical and microbiological quality parameters on fresh milk and various other dairy products in compliance with the Kenyan standards. He was appointed for the first time on 17th March 2022
6.	 Fredrick Wafula Wanjala	Born in 1961, holds Masters in agricultural economics and resource management, he is an associate Lecturer Jomo Kenyatta university Kitale campus. He is serving for the his second term as board member from 17th March 2022
7.	 Scholastica Tuwei	Born 1978.Holds masters degree in education and Bachelors of arts, education, She is a governor representative to the board, she is serving for her first term as board member of Emsos technical and vocational college
8.	 Nancy Kering	Born in 1983, holds Bachelor of Education in Early Childhood Development Education. She is a coordinator Chesumei Sub-county. She is serving her first term as a board member from 17th March 2022.
9.	 Dr. Peter matuko mawio	Born in 1979.He is a lecturer at the University of Eldoret-Technology Department. He is an independent consultant for water and sanitation, wisdom and municipality of slobozia mare. He holds PhD in sanitary Engineering. He was appointed on 17th March 2022 to serve as a board member of Emsos Technical and vocational college.

10.	 Gichuru Mutulili	Mr.Gichuru Mutulili was born on 3rd Sept.1966; he is the current TVET County Director Uasin-Gichu, Nandi and Elgeyo-Marakwet counties. He is the Ministry's representative in the Board and provide advice and guidelines on Ministry's strategic goals, mandate and policy direction. HE holds Master's in Business Administration (Management Information Systems) and B.Ed. (Arts) Mathematics &Business Studies. Further ,has wealth of experience in public service particularly in Educational management particularly ISQ Training, Performance management, project management, financial management, procurement management and monitoring and evaluation of programmes and projects having served as a teacher ,education officer in various positions and Counties. He is a member of Education and training Committee
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4. Key Management Team

<i>SN</i>	<i>Member/ Director</i>	<i>Details</i>
1.	 Mark Kibet Kitongo BED Mechanical Engineering	-Chief Executive Officer/ Principal -Secretary BOG - Accounting Officer
2.	 MR. TOO LORDVICO B.ENG(electrical and Electronic Engineering)	- D/P academics and administration - Human Resource Function -Chairperson Academic committee -Chairperson Disciplinary committee
3.	 MR. KIMUTAI EMMANUEL BED (Technology Education)	- Registrar -Examination
4.	 Nelson Kitur Higher Diploma in Mechanical automotive option	-Dean of students

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5.	 Ms. JUDITH KISANG Bcom(Finance Option) -CPA-K	-Accountant -Financial Management -Budgeting and Control -Financial Reporting
6.	 MR.LIMO DANIEL -Diploma in Supply Chain -Registered KISM	Procurement -Advisor In Procurement Matters

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5. Chairman's Statement

I am delighted to present to you the annual report and financial statements of Emsos Technical and Vocational College for the fiscal year ending on June 30th, 2023.

Throughout this year, our college has experienced remarkable growth in trainee enrolment. The Board has dedicated substantial resources to supply the necessary materials, tools and equipment, ensuring the delivery of high-quality and relevant training. We have also endorsed various internal policies to streamline our systems, enhancing our capacity to provide effective services.

In the pursuit of excellence, we conducted comprehensive capacity –building programs for our Board members, staff and student leaders. This investment in skill development promises better management and superior service delivery.

Furthermore, we entered into performance contract with the ministry of Education a commitment that has kept us focused on achieving measurable results at every level of our institution. While the government has historically subsidized training in TVET by providing Ksh.30, 000 per student annually, this year we witnessed a significant shortfall in disbursement leaving a deficit of ksh.17, 000 per student. As our enrolment continues to grow the pressing need for the disbursement of recurrent funds and consider establishing a development fund to support the expansion of our vital infrastructure facilities.

In closing, I extent my sincere gratitude to all our stakeholders for their invaluable contributions to our college success in the past year. The board is committed to achieving our envisioned goals and we look forward to making even greater strides in the upcoming period.

Thank you

Signature.....

Date :

27/02/2025

Dr.Elija Omutange

Chairman-Board of governors



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6. Report of the Chief Principal

I am pleased to present the annual report for the fiscal year 2022-2023. During this period, our college achieved significant progress, witnessing a notable increase in student enrolment from 305 to 585.

Our management played a pivotal role in facilitating student council elections, fostering a democratic environment within the college community. We are proud to report a substantial improvement in academic performance, as reflected in our average exam pass rate, which rose to 73%, up from the previous 69%.

Nevertheless, we faced challenges in our budget due to the under-disbursement of Government capitation, resulting in a deficit of Ksh.9, 469,000. Despite these financial constraints, I would like to extend my heartfelt appreciation to the Board of Governors for their exceptional strategic leadership and to our dedicated staff for their unwavering commitment to providing quality service.

Signature..... Date

Mark Kitongo
Principal/ BoG secretary



7. Statement of Performance against Predetermined Objectives

Emsos Technical and Vocational College has VI strategic pillars and objectives within current Strategic Plan for the FY 2020/2021- FY 2025/2026. These strategic pillars are as follows:

- Pillar 1: Governance and management
- Pillar 2: Funding, financing and quality assurance
- Pillar 3: Teaching, learning access and equity
- Pillar 4: Environment and image
- Pillar 5: Collaboration, quality and relevance
- Pillar 6: Research and innovation

Emsos Technical and vocational College develops its annual work plans based on the above vi 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 2021/22 period for its vi strategic pillars, as indicated in the diagram below:

Strategic Pillar	Objective	Key Performance Indicators	Activities	Achievements
Pillar issue 1 Governance and management	-To oversee the management of administrative system -ensure the institution maintains an effective ,efficient and well-disciplined workforce	-Design policies in different areas. -Have human resource manual -give clear roles and responsibilities	-Designing of policies -Coming up with human resource manual	-implement policies and make use of human resource manual
Pillar issue 2 Funding, financing and quality assurance	improve financial sustainability through effective and efficient financial system	Implement financial system policies in daily operation	-reduced fees defaults -Cost reductions and savings Develop income generating activities	-all transactions of fees payment are verified through bank statement before receipting -proposals to GoK for funding was done Coming up with an income generating unit committee
Pillar issue 3 Teaching, learning access and equity	-review and re-engineer academic delivery processes and ensure effective teaching and learning takes place.	-Have fully equipped workshops -organize training and workshops	-Ensure practical lessons are always attended -procurement of workshop	-Practical were done -learning practical materials were procured.

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

	-Deliver diversified innovative, quality and relevant academic program aligned to vision 2030		learning materials	
Pillar issue 4 Environment and image	-to actively promote and maintain the positive public image of the institute -To identify issues that touch on environment that need to be addressed	-place a clear signpost at mosoriot -build a car park -mow grass regularly Buy adequate dust pins Plant more flowers	-procure signpost materials -procure carpark construction items -procure a mower	-Signpost placed -car park constructed -grass are mowed regularly -adequate dustbins available -more flowers were planted
Pillar issue5 Collaboration, quality and relevance	-Ensure partnerships and collaborations with public and private sectors -engage the community in sporting and recreational activities	Establish exchange programmes	-improve the college community collaboration for effective contribution to the socio-economic development through active participation in corporate	-there was increased partnership between the institution and firms offering attachment opportunities to our students
Pillar issue 6 Research and innovation	-To enhance research and development in institution -To enhance research and innovations over planned period	Develop research proposals and improve research infrastructure and grants	Undertake value added research and innovation for supporting research	Attended tvet fairs and presented research proposals

8. Corporate Governance Statement

Emsos TVC is committed to fostering a vibrant and inclusive community that extends beyond our academic pursuits. Our dedication to serving the serving the community goes beyond the classroom and we are proud to open our doors to local community church organizations for a range of meaningful activities.

Our Open fields serve as a welcoming space for community and church organizations to gather and connect with their members in a serene and uplifting environment. We believe in the power of unity and the strength of community bonds, and we are honoured to provide this space for spiritual growth and fellowship.

In addition to offering our open fields, we are also deeply committed to supporting educational meeting that benefit our local community. We understand the importance of education in building a brighter future, and we stand alongside community church organizations in their efforts to engage in educational initiatives. Whether it is through hosting events or offering logistical support.

Furthermore, we recognize the significance of moral support in times of need. Our college is here to offer a caring and empathetic hand to the less fortunate and bereaved members of our community. We believe in compassion, empathy and the power of human connection. We are ready to provide moral support and assistance to those facing challenging circumstances, working closely with community church organizations to ensure that no one feels alone in their journey.

9. Management Discussion and Analysis

The college closed the financial year with a surplus of ksh.5,384,406 compared to the previous financial year fy 2021/2022 when the college had a deficit of ksh.1,672,881. The deficit is attributed to non-disbursement of Government operational capitation grants amounting to ksh.9,316,500 and students arrears totalling to ksh.7,886,712.

Compliance with statutory requirements

The college has complied with all statutory requirements. College registration certificate was successfully renewed as well as training licence. The institution is fully compliant with KRA, NSSF.NHIF requirements. During the year under review, college made prompt remittance to statutory agencies.

Key projects

There were no development projects undertaken during the year.

Major risks facing College

In the financial year under review, college faced a number of challenges which posed a risk in service delivery;

1. Under disbursement of government capitation grants
2. Delay in disbursement of government grants
3. Non disbursement of 4th quarter capitation grants leading to underperformance of budget and delayed service delivery and financial obligations
4. Due to increase in student enrolment, the existing tuition space is overstretched in capacity hence the need for government to provide development funds for expansion of infrastructure.
5. Understaffing of trainers has led to employment of additional trainers by the board. This strains on the lean budget hence the need for government to fully employ sufficient trainers in all subjects.

10. Environmental and Sustainability Reporting Statement

Sustainability strategy and profile

The board of governors intends to undertake income generating activities in value addition and crop farming in order to generate more finances to support its budgetary requirements.

Environmental performance

During the year, college staff and students planted more than 200 trees within the compound. College staff and students have been sensitized on maintenance of clean environment and disposal of hazardous waste.

Employee welfare

College has established a staff welfare committee to coordinate staff activities related to their welfare. College management ensures timely NHIF remittance for staff to assist in health coverage.

Market place practices-

The organisation should outline its efforts to:

- a) College management has prequalified and registered suppliers and service providers. All bids are done competitively through independent evaluation and awards. College has strived to pay all suppliers and service providers in timely manner. No complaints were raised by suppliers or service providers during the year.
- b) College has conducted aggressive marketing of its programs and without under-mining or offending any of its competitors.

11. Report of the Board of Governors

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

Principal activities

The principal activities of Emsos TVC are:

- i) Provide technical and vocational training to citizens of Kenya.
- ii) To collaborate with curriculum developers, industry and other players to provide training in competence based education and training.(CBET)
- iii) To contribute to industrial and technological development through innovations and technology transfer.
- iv) To foster general welfare of staff and students.

Results

The results of Emsos Tvc for the year ended June 30, 2023 are set out on page 1-6

Board of Governors

The members of the Board who served during the year are shown on page vi-viii. During the year there is director retired/ resigned and none was appointed.

Auditors

The Auditor General is responsible for the statutory audit of the Emsos Tvc in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 to carry out the audit of the Emsos tvc for the year/period ended June 30, 2023, 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

.....
Secretary of the Board
Nairobi

Date:

27/12/23



12. Statement of Board of Governors Responsibilities

Section 81 of the Public Finance Management Act, 2012 and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013 require the council members to prepare financial statements in respect of Emsos Technical and Vocational College, which give a true and fair view of the state of affairs of the college at the end of the financial year/period and the operating results of the college for that year. The Council members are also required to ensure that the Emsos Tvc 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 Emsos Tvc.

The Council members are responsible for the preparation and presentation of the Emsos Tvc 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 financial year ended on June 30, 2023. This responsibility includes:

- (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period
- (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Emsos Tvc
- (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud
- (iv) safeguarding the assets of the Emsos Tvc
- (v) selecting and applying appropriate accounting policies
- (vi) Making accounting estimates that are reasonable in the circumstances.

The Council members accept responsibility for the Emsos TVC financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the TVET Act. The council members are of the opinion that the Emsos Tvc financial statements give a true and fair view of the state of Emsos Tvc transactions during the financial year ended June 30, 2024, and of the Emsos Tvc financial position as at that date. The Council members further confirm the completeness of the accounting records maintained for the Emsos Tvc, which have been relied upon in the preparation of the Emsos Tvc financial statements as well as the adequacy of the systems of internal financial control.

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

Emsos Technical and Vocational College

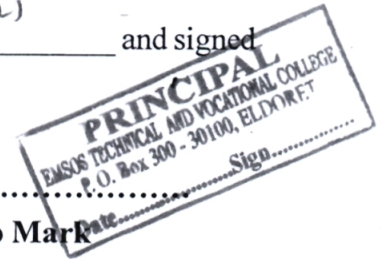
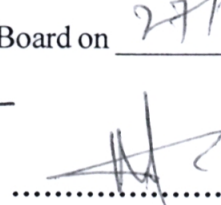
Annual Report and Financial Statements for the year ended 30th June 2023

Approval of the financial statements

The Emsos tvc financial statements were approved by the Board on 27/4/25 and signed on its behalf by:



Name: DR. Omutange Elijah
Chairperson of the Board



Name: Mr. Kitongo Mark
Accounting Officer/Principal

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON EMSOS TECHNICAL AND VOCATIONAL COLLEGE FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of Emsos Technical and Vocational College set out on pages 1 to 53, which comprise the statement of financial position as at 30 June, 2023 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion Section of my report, the financial statements present fairly, in all material respects, the financial position of Emsos Technical and Vocational College as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (IPSAS) and comply with the Technical Training Education and Training Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Examination of the financial statements for the year ended 30 June, 2023 provided for audit review revealed the following anomalies;

- i. The statement of financial position reflects Kshs.162,706,636 as comparative balance of net assets as at 30 June, 2022. However, the statement of changes in net assets reflects Kshs.162,925,201 resulting in unexplained and unreconciled variance of Kshs.218,565. Further, the statement of financial position reflects a Nil balance in respect of the comparative amount of accumulated surplus whereas the statement of changes in net assets reflects Kshs.3,546,839.
- ii. There was a casting error in the comparative column of the statement of cash flows whereby the net decrease in cash and cash equivalents was reflected as Kshs. (285,386) whereas on recalculation, the amount was Kshs.(255,488) resulting in unexplained and unreconciled variance of Kshs.29,898.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed

2. Unsupported Receivables from Exchange Transactions

The statement of financial position and as disclosed in Note 27(a) to the financial statements reflects Kshs.9,757,286 in respect of the current portion of receivables from exchange transactions which represents student debtors. However, the Management did not provide students ledger and ageing analysis to confirm the amount invoiced and the actual receipts from each student to support the financial statement balance.

In the circumstances, the accuracy and recoverability of the Kshs.9,757,286 receivables from exchange transactions could not be confirmed.

3. Inaccuracies in Revenue from Rendering of Services

The statement of financial performance reflects Kshs.12,246,568 in respect of revenue from rendering of services -fees from students as disclosed in Note 10 to the financial statements. Information available indicated that the that College had 585 students enrolled during the year. As per the fee structure, each student was to pay a fee amount of Kshs.26,420 resulting to a total of Kshs.15,455,700. However, the statement of financial performance disclosed Kshs 12,246,568 resulting in unexplained and unreconciled variance of Kshs.3,209,132. Further, the Management did not provide records including invoices issued to students and students fees ledger to support the amount disclosed in the financial statements.

In the circumstances, the accuracy and completeness of Kshs.12,246,568 amount of rendering of services -fees from students could not be confirmed.

4. Valuation of Property Plant and Equipment

The statement of financial position and as disclosed in Note 31 to the financial statements reflects Kshs.158,172,907 in respect of property, plant and equipment which includes Kshs.101,767,500 for plant and equipment. However, the Management did not provide valuation reports, contract agreements or any other documents to show the basis of the value of plant and equipment reported.

In the circumstances, the accuracy and valuation of Kshs.101,767,500 in respect to plant and equipment could not be confirmed.

5. Unsupported Trade and Other Payables from Exchange Transactions

The statement of financial position reflects Kshs.272,365 in respect to trade and other payables from exchange transactions as disclosed in Note 35 to the financial statements. However, the amount was not supported with a detailed ledger and account analysis to show the composition and movement of balances in respect to trade and other payables from exchange transactions.

In the circumstances, the accuracy and completeness of trade and other payables from exchange transactions balance of Kshs.272,365 could not be confirmed.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects an expenditure of Kshs.12,171,153 against total receipts of Kshs.28,676,568 resulting to an under absorption of Kshs.16,505,415 or 58% of receipts.

In the circumstances, the under absorption of funds affected 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 judgement, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Information

Conclusion

The Management is responsible for the Other Information set out on page iii to xxi, which comprise of Key Entity Information and Management, The Board of Governors, Key Management team, Chairman's statement, Report of the Principal, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Report of the Board of Governors and Statement of Board of Governors Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

Basis for Conclusion

In connection with my audit on the College's financial statements, my responsibility is to read the other information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effects of the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Non-Compliance with Law on Ethnic Composition

During the year under review, the institution had eighteen (18) staff members out of which seventeen (17) were from one dominant ethnic community. This is contrary to Section 7 (1) and (2) of the National Cohesion and Integration Act, 2008 which states that all public establishments shall seek to represent the diversity of the people of Kenya in the employment of staff and that no public establishment shall have more than one third of its staff from the same ethnic community.

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

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effects of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Failure to Tag Assets

The statement of financial position and as disclosed in Note 31 to the financial statements reflects Kshs.158,172,907 in respect to property, plant and equipment which includes plant and machinery, computers and related equipment, office equipment, furniture & fittings. However, physical inspection conducted in February, 2025 revealed that most of the assets in the institution were not tagged for identification. This is contrary to Regulation (139) (1)(a) and (b) of the Public Finance Management (National Government) Regulations, 2015 which requires accounting officers to ensure that the respective National entity has proper control systems for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse, movement and conditions of assets can be tracked

In the circumstances, the Institution's assets are exposed to the risk of loss or misappropriation due to weak internal controls in asset monitoring and control.

2. Weaknesses in Internal Audit

During the year under review, the institution did not have a functional internal audit department and a substantively appointed internal auditor. The college occasionally used the services of an internal auditor from a neighboring national polytechnic.

In the circumstances, the lack of a functional internal audit function may have resulted to inability of the organization to timely detect operational risks and inefficiencies.

3. Lack of an Approved Information Communication Technology (ICT) Policy

The College did not have an approved ICT policy. In the absence of an approved ICT policy, the college did not have clear guidelines in respect to data security, backup plans, password and user account management and disaster recovery plans as required under Section 149(2)(c) of the Public Finance Management Act, 2012 which states that a public entity should always ensure that all its records, financial or otherwise kept in electronic form are adequately protected and backed up.

In the circumstances, the security and reliability of the institution's 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 the Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the College's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

Those charged with governance are 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with IFPP will always detect a

material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

26 March, 2025

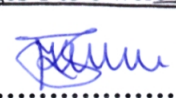
Emsos Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2023

14. Statement of Financial Performance for the year ended 30 June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Revenue from Non-Exchange transactions			
Transfers from other National Government entities	6	16,430,000	5,737,500
Grants from donors and development partners	7	-	-
		16,430,000	5,737,500
Revenue from Exchange transactions			
Rendering of services- fees from students	10	12,246,568	7,286,480
Sale of goods	11	-	-
Rental revenue from facilities and equipment	12	-	-
		12,246,568	7,286,480
Total Revenue		28,676,568	13,023,980
Expenses			
Use of goods and services	15	9,188,843	9,886,558
Employee costs	16	2,454,575	2,086,640
Board Expenses	17	425,345	852,870
Depreciation and amortization expense	18	1,727,455	1,867,393
Repairs and maintenance	19	102,390	3,400
		13,898,608	14,696,861
Other Gains/(Losses)			
Gain on sale of assets	23	-	-
Total Other Gains/(Losses)			
Net surplus/(deficit) for the year		14,777,960	(1,672,881)

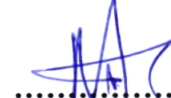
(The notes set out on pages 23 to 28 form an integral part of the Annual Financial Statements).

The Financial Statements set out on pages 1 to 6 were signed by:

Chairman of Board

Finance Officer



Principal

Date 27/02/2025

ICPAK No AS/00/3453

Date 27/02/25

Date

27/2/25



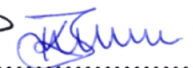
Emsos Technical and Vocational College
Annual Report and Financial Statements for the year ended 30th June 2023

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

Description	Notes	2022-2023	2021-2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	26	614,533	956,756
Current portion of receivables from exchange transactions	27(a)	9,757,286	2,450,648
Receivables from non-exchange transactions	28	9,469,000	0
Total Current Assets		19,840,819	3,407,404
Non-Current Assets			
Investments	30		-
Property, plant, and equipment	31	158,172,907	159,828,362
Intangible assets	32		
Total Non-Current Assets		158,172,907	159,828,362
Total Assets		178,013,726	163,235,766
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	35	272,365	484,130
Refundable deposits from customers	36	38,200	45,000
Total Current Liabilities		310,565	529,130
Non-Current Liabilities			
Finance lease obligation	38	-	-
Deferred income	39	-	-
Total non- current liabilities		-	-
Total Liabilities		310,565	529,130
Net Assets		177,703,161	162,706,636
Revaluation Reserves			
Accumulated Surplus		20,052,254	
Capital Fund		157,650,907	162,706,636
Total Net Assets and Liabilities		177,703,161	162,706,636

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

The Financial Statements set out on pages 29 to 38 were signed by:

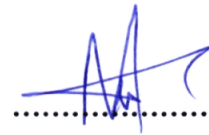
 

Chairman of Council/Board

Finance Officer

ICPAK No *AS502/3183*

Date *27/02/2025* Date *27/02/25*



Principal



Date

27/4/25

16. Statement of Changes in Net Asset for the Year Ended 30 June 2023

Description	Revaluation reserve	Accumulated Fund	Capital Grants/Fund	Total
At July 1, 2021	-	5,219,720	161,245,754	166,465,474
Revaluation gain	-	-	-	
Surplus/(deficit) for the year	-	(1,672,881)	-	(1,672,881)
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	-	(1,867,393)	(1,867,393)
At June 30, 2022	-	3,546,839	159,378,362	162,925,201
At July 1, 2022	-	3,546,839	159,378,362	162,925,201
Revaluation gain	-	-	-	-
Surplus/(deficit) for the year	-	14,777,960	-	14,777,960
Capital grants received during the year	-	-	-	-
Transfer of depreciation/amortisation from capital fund to Retained earnings	-	1,727,455	(1,727,455)	-
At June 30, 2023	-	20,052,254	157,650,907	177, 703,161

Note:

1. For items that are not common in the financial statements, Emsos Tvc should include a note on what they relate to – either on the face of the statement of changes in equity/net assets or among the notes to the financial statements.
2. Prior year adjustments should have an elaborate note describing what the amounts relate to. In such instances a restatement of the opening balances needs to be done).

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

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

Description	Note	FY 2021-2023	FY 2021-2022
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from other National Government entities		6,961,000	5,737,500
Public contributions and donations		-	-
Rendering of services- fees from students		4,939,930	7,286,480
Sale of goods		-	-
Total Receipts		11,900,930	13,023,980
Payments			
Use of goods and services	15	9,188,843	9,886,558
Employee costs	16	2,454,575	2,086,640
Board Expenses	17	425,345	852,870
Repairs and maintenance	19	102,390	3,400
Contracted services			
Grants and subsidies			
Total Payments		12,171,153	12,829,468
Net Cash Flows from operating activities	46	(270,223)	194,512
Cash flows from investing activities			
Purchase of property, plant, equipment and intangible assets		(72,000)	(450,000)
Proceeds from sale of property, plant and equipment		-	-
Net cash flows used in investing activities		(72,000)	(450,000)
Cash flows from financing activities			
Proceeds From Borrowing		-	-
Repayment Of Borrowings		-	-
Net cash flows used in financing activities		-	-
Net Increase/(Decrease) in Cash and Cash equivalents		(342,223)	(285,386)
Cash and Cash equivalents at 1 JULY	26	956,756	1,242,142
Cash and Cash equivalents at 30 JUNE	26	614,533	956,756

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

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	Utilization Difference
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	%
Transfers from other National Government entities	15,000,000	930,000	15,930,000	15,930,000	0	100%
Recurrent grants		500,000	500,000	500,000	0	100%
Rendering of services- fees from students	14,290,000		14,290,000	12,246,568	2,043,432	86%
Sale of goods						
Total Income	29,290,000	1,430,000	30,720,000	28,676,568	2,043,432	
Expenses						
Use of goods and services	21,616,000	1,430,000	23,046,000	9,188,843	13,857,157	42.50%
Employee costs	5,761,500		5,761,500	2,454,575	3,306,925	42.60%
Board Expenses	1,000,000		1,000,000	425,345	574,655	42.53%
Repairs and maintenance	912,500		912,500	102,390	810,110	11.22%
	29,290,000	1,430,000	30,720,000	12,171,153	18,548,847	

(Budget notes).

- I. Quarterly disbursement was disbursed ksh.4,000 instead of ksh.7,500 and quarter four was not also disbursed.
- II. Due to under disbursement by the government led to financial constraint we were unable to meet operations that we had planned to carry out

19. Notes to the Financial Statements

1. General Information

Emsos Tvc is established by and derives its authority and accountability from TVET Act. Emsos Tvc is wholly owned by the Government of Kenya and is domiciled in Kenya. Emsos Tvc's principal activity is provide technical training.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the Emsos tvc accounting policies.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Emsos Tvc. The values are rounded off to the nearest shilling. The financial statements have been prepared in accordance with the PFM Act and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

3. Adoption of New and Revised Standards

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

Standard	Effective date and impact:
IPSAS 41: Financial Instruments	Applicable: 1st January 2023: 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: • 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.
IPSAS 42: Social Benefits	Applicable: 1st January 2023 The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess: (a) The nature of such social benefits provided by Emsos Tvc. (b) The key features of the operation of those social benefit schemes; and (c) The impact of such social benefits provided on Emsos Tvc's financial performance, financial position and cash flows.
Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments	Applicable: 1st January 2023: - Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued. - Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued. - Amendments to IPSAS 30, to update the guidance for accounting for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued.

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

Standard	Effective date and impact:
	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.
Other improvements to IPSAS	<i>Applicable 1st January 2023</i> • <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i> Amendments to refer to the latest System of National Accounts (SNA 2008). • <i>IPSAS 39: Employee Benefits.</i> Now deletes the term composite social security benefits as it is no longer defined in IPSAS. • IPSAS 29: Financial instruments: Recognition and Measurement. Standard no longer included in the 2023 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1st January 2023.

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

Standard	Effective date and impact:
IPSAS 43	<i>Applicable 1st January 2025</i> 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 cash flows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<i>Applicable 1st January 2025</i> The Standard requires, 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: 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.

iii. Early adoption of standards

Emsos Tvc did not early-adopt any new or amended standards in year 2023.

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to Emsos Tvc 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

Emsos Tvc 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 Emsos Tvc.

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.

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

b) Budget information

The original budget for FY 2022/2023 was approved by the Council or Board on 1st July, 2023. Emsos ; Tvc 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 6 under Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2023 of these financial statements.

c) Taxes

Current income tax

Emsos Tvc is exempt from paying taxes.

Sales tax/ Value Added Tax

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

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

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

d) Investment property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over an one-year period or investment property is measured at fair value with gains and losses recognised through surplus or deficit.(entity to amend appropriately).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, Emsos Tvc 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 Emsos Tvc. 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. Emsos Tvc 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 Emsos Tvc 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 Emsos Tvc. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

g) Intangible assets

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

h) Research and development costs

Emsos Tvc expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when Emsos Tvc 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. Emsos Tvc does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. (amend as appropriate). A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, Emsos Tvc 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.

Classification

Emsos Tvc 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 Emsos Tvc'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, Emsos Tvc 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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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 Emsos Tvc 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

Emsos Tvc 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. Emsos Tvc 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).

Financial liabilities

Classification

Emsos Tvc 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.

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 Emsos Tvc.

k) Provisions

Provisions are recognized when Emsos Tvc 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 Emsos Tvc 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

Emsos Tvc 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

Emsos Tvc 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 Emsos Tvc 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. Emsos Tvc recognises a social benefit as an expense for the social benefit scheme at the same time that it recognises a liability. The liability for the social benefit scheme is measured at the best estimate of the cost (the social benefit payments) that Emsos Tvc will incur in fulfilling the present obligations represented by the liability.

m) Nature and purpose of reserves

Emsos Tvc does not maintains reserves in terms of specific requirements.

n) Changes in accounting policies and estimates

Emsos Tvc recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

o) Employee benefits

Retirement benefit plans

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

p) Foreign currency transactions

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

q) Borrowing costs

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

r) Related parties

Emsos Tvc regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over Emsos Tvc, or vice versa. Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

s) Service concession arrangements

Emsos Tvc analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular,

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where a private party contributes an asset to the arrangement, Emsos Tvc 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, Emsos Tvc also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

t) Cash and cash equivalents

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

u) Comparative figures

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

v) Subsequent events

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

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of Emsos Tvc's 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. Emsos Tvc 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 Emsos Tvc. 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 Emsos Tvc.
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- The nature of the processes in which the asset is deployed.
- Availability of funding to replace the asset.
- Changes in the market in relation to the asset

Provisions

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

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

(Include provisions applicable for your organisation e.g. provision for bad debts, provisions of obsolete stocks and how management estimates these provisions).

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6. Transfers from other National Government entities

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Unconditional Grants		
Capitation Grants	15,930,000	5,737,500
Operational Grant	500,000	-
Unconditional Development grants	-	-
Other Grants	-	-
Total unconditional Grants	16,430,000	5,737,500
Conditional Grants recognised in revenue		
Library Grant	-	-
Hostels Grant	-	-
Administration Block Grant	-	-
Laboratory Grant	-	-
Learning Facilities Grant	-	-
Other Organizational Grants	-	-
Total Government Grants and Subsidies	16,430,000	5,737,500

(a) Transfers from other Government entities

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

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7. Grants from Donors and Development Partners

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

(a) Reconciliations of grants from donors and development partners

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

8. Transfers from Other Levels of Government

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Transfer from County XX	-	-
Transfer from XX University	-	-
Transfer from XX Institute	-	-
Total Transfers	-	-

9. Public Contributions and Donations

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

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10. Rendering of Services

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Tuition Fees	10,887,968	7,286,480
Activity Fees	0	0
Industrial Attachment Fees	0	0
Examination Fees	1,208,600	0
Library Fees	0	0
Facilities And Materials	0	0
Registration Fees	150,000	0
Others (<i>Specify</i>)	0	0
Total Revenue from The Rendering of Services	12,246,568	7,286,480

11. Sale of Goods

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Sale of Books	-	-
Sale of Publications	-	-
Sale of Farm Produce	-	-
Cafeteria sales	-	-
Other sales (specify)	-	-
Total Revenue from Sale of Goods	-	-

12. Rental revenue from facilities and equipment

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Hire of Facilities and Equipment	-	-
Contingent Rentals	-	-
Operating Lease Revenue	-	-
Total	-	-

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13. Finance Income

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

14. Miscellaneous Income

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Insurance recoveries	-	-
Consultancy fees	-	-
Income from sale of tender	-	-
Services concession income	-	-
Reimbursements and refunds	-	-
Graduation fees	-	-
Bad debts recovered	-	-
Income written back	-	-
Miscellaneous income (<i>specify</i>)	-	-
Total other income	-	-

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15. Use of Goods and Services

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Teaching and learning materials	3,364,074	3,364,689
Industrial attachment costs	193,750	101,700
Electricity	250,044	275,146
Activity	233,400	868,920
Marketing	210,140	372,500
Examination	1,208,600	930,414
Audit fees	150,000	100,000
Performance contracting	112,000	271,000
Travelling and accommodation	2,363,270	2,412,960
KATTI	227,816	249,600
Admin expenses	695,749	747,454
TVETA	83,000	0
KUCCPS	59,000	0
Farm	38,000	189,175
	0	3,000
Total good and services	9,188,843	9,886,558

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16. Employee Costs

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Salaries and wages	2,068,585	1,901,360
Employee related costs - contributions to pensions and medical aids	0	-
Travel, motor car, accommodation, subsistence and other allowances	0	-
Casuals	122,120	-
NHIF	76,400	101,280
NSSF	187,470	84,000
Employee Costs	2,454,575	2,086,640

17. Board Expenses

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Chairman's Honoraria	-	-
Directors Emoluments	425,345	852,870
Other Allowances	-	-
Other Board/Council Expenses	-	-
Total	425,345	852,870

18. Depreciation and Amortization expense

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Property, plant and equipment	1,727,455	1,867,393
Intangible assets	-	-
Investment property carried at cost	-	-
Total depreciation and amortization	1,727,455	1,867,393

19. Repairs and Maintenance

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Property	102,390	3,400
Investment property – earning rentals	-	-
Equipment and machinery	-	-
Vehicles	-	-
Furniture and fittings	-	-
Computers and accessories	-	-
Total Repairs and Maintenance	102,390	3,400

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20. Contracted Services

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

21. Grants and Subsidies

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

22. Finance Costs

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

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23. Gain On Sale of Assets

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Property, Plant and Equipment	-	-
Intangible Assets	-	-
Other Assets not capitalised	-	-
Total Gain On Sale of Assets	-	-

24. Gain/(loss) on Fair Value Investments

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

25. Impairment Loss

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

26. Cash and Cash Equivalents

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Current Account	571,484	900,116
On - Call Deposits	-	-
Fixed Deposits Account	-	-
Staff Car Loan/ Mortgage	-	-
Cash at hand	43,049	56,640
Total Cash and Cash Equivalents	614,533	956,756

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

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26 (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	1159400792	2,665	28,328
Equity Bank, etc.	1252707681	568,819	871,788
Sub- Total		571,484	900,116
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		42,049	56,640
Mobile Money account			
Sub- Total		43,049	56,640
Grand Total		614,533	956,756

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27. Receivables from Exchange transactions

27 (a) Current Receivables from Exchange transactions

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Current Receivables		
Student Debtors	9,757,286	2,450,648
Rent Debtors	-	-
Consultancy Debtors	-	-
Other Exchange Debtors	-	-
Less: Impairment Allowance	-	-
Total Current Receivables	9,757,286	2,450,648

27 (b) Long- term Receivables from Exchange transactions

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

27 (c) Ageing Analysis of Receivables from Exchange transactions

Description	FY 2022-2023		FY 2021-2022	
	Kshs		Kshs	
	Current F	% of total	Comparative FY	% of total
Less than 1 year	7,306,638	78.9%	2,450,648	100%
Between 1- 2 years	2,450,648	21.1%	-	-
Between 2-3 years	-	%	-	-
Over 3 years	-	%	-	-
Total (a+b)	9,757,286	%	2,450,648	100%

27 (d) Reconciliation for impairment Allowance on Receivables from Exchange Transactions

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

28. Receivables from Non-Exchange transactions

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Current Receivables		
Capitation Grants*	9,469,000	-
Transfers from Other Govt. entities	-	-
Undisbursed Donor Funds	-	-
Other Debtors (Non-Exchange Transactions)	-	-
Less: Impairment Allowance	-	-
Total Current Receivables	9,469,000	-

(*Receivables on capitation grants are recognised for monies received after year end but relating to the year under review).

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

Description	FY 2022-2023		FY 2021-2022	
	Kshs		Kshs	
	Current FY	% of the total	Comparative FY	% of the total
Less than 1 year	9,469,000	100%	-	-
Between 1- 2 years	-	-	-	-
Between 2-3 years	-	-	-	-
Over 3 years	-	-	-	-
Total	9,469,000	100%	-	-

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28 (b) Reconciliation for Impairment Allowance on Receivables from Non-Exchange Transactions

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

29. Inventories

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Consumable stores	-	-
Maintenance stores	-	-
Health Unit stores	-	-
Electrical stores	-	-
Cleaning Materials stores	-	-
Catering stores	-	-
Less: Impairment allowance	-	-
Total Inventories at lower of Cost and Net Realizable Value	-	-

30. Investments in financial assets

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

d) Shareholding in other entities

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

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

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31. Property, Plant and Equipment

Cost	Land	Buildings	Furniture and fittings	Computers	Plant and equipment	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
At 1 July 2021	4,000,000	53,973,082	2,500,000	1,000,000	101,767,500	163,240,582
Additions	-	-	450,000	-	-	450,000
Disposals	-	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-	-
At 30th June 2022	4,000,000	53,973,082	2,950,000	1,000,000	101,767,500	163,690,582
Additions	-	-	--	72,000	-	72,000
Disposals	-	-	--	-	-	-
Transfer/Adjustments	-	-	-	-	-	-
At 30th June 2023	4,000,000	53,973,082	2,950,000	1,072,000	101,767,500	163,762,582
Depreciation And Impairment						
At 1 Jun 2021	-	(1,349,327)	(312,500)	(333,000)	-	(1,994,827)
Depreciation	-	(1,315,594)	(329,688)	(222,111)	-	(1,867,393)
Disposals	-	-	-	-	-	-
Impairment	-	-	-	-	-	-
At 30 Jun 2022 (previous year)		2,664,921	642,188	555,111	-	3,862,220
Depreciation	-	(1,282,704)	288,477	(156,274)	-	(1,727,455)
Disposals	-	-	-	-	-	-
Impairment	-	-	-	-	-	-
Transfer/Adjustment	-	-	-	-	-	-
At 30th Jun 2023 (current year)	-	3,947,625	930,655	711,385	-	5,589,675
Net Book Values						
At 30th Jun 2022 (previous year)	4,000,000	51,308,161	2,307,812	444,889	101,767,500	159,828,362
At 30th Jun 2023 (current year)	4,000,000	50,025,457	2,019,335	360,615	101,767,500	158,172,907

[Include Brief Description of WIP As A Footer]

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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.

31 (b) Property, Plant and Equipment at Cost

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

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	4,000,000	0	4,000,000
Buildings	53,973,082	3,947,623	50,025,457
Plant And Machinery	101,767,500	0	101,767,500
Computers and Related Equipment	1,072,000	711,385	360,615
Office Equipment, Furniture, And Fittings	2,950,000	930,665	2,019,335
Total	163,762,582	5,589,673	158,172,907

32. Intangible Assets

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

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33. Investment Property

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

34. Biological Assets

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

35. Trade and Other Payables

Description	FY 2022-2023		FY 2021-2022	
	Kshs		Kshs	
Trade payables	272,365		484,130	
Fees paid in advance	-		-	
Salary deductions	-		-	
Third-Party Payments	-		-	
Other Payables	-		-	
Total Trade and Other Payables	272,365		484,130	
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	272,365	100%	484,130	100%
1-2 years	-	%	-	-
2-3 years	-	%	-	-
Over 3 years	-	%	-	-
Total (to tie to totals above)	272,365	100%	484,130	100%

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36. Refundable Deposits from Students

Description	FY 2022-2023		FY 2021-2022	
	Kshs		Kshs	
Consumer deposits	38,200		45,000	
Caution money	-		-	
Other refundable deposits	-		-	
Total Deposits	38,200		45,000	
Ageing analysis:	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	38,200	%	-	%
Over 3 years	-	%	45,00	%
Total (to tie to totals deposits above)	38,200	%	45,000	%

37. Current Provisions

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

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38. Finance Lease Obligation

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

Maturity Analysis

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

Analysed as:

Description	Amount
	Kshs
Current	-
Non- Current	-
Total	-

39. Deferred Income

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

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The deferred income movement is as follows:

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

Analysed as:

Description	Amount
	Kshs
Current	-
Non- Current	-
Total	-

40. Employee Benefit Obligations

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

Retirement benefit Asset/ Liability

Emsos Tvc does not operate a defined benefit scheme for all full-time employees.

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

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Ill Health	-	
Retirement	-	--

Recognition of Retirement Benefit Asset/ Liability

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

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

- b) Amounts recognised in the Statement of Financial Position

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

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Emsos Tvc also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the National Social Security Act. Emsos Tvc's obligation under the scheme is limited to specific contributions legislated from time to time and is currently at 6% of the basic salary per employee per month.. Employees contribute 50% while employers contribute 50% of basic salary. Employer contributions are recognised as expenses in the statement of financial performance within the period they are incurred.

41. Payments received in advance.

Description	FY2022-2023		FY 2021-2022	
	Kshs		Kshs	
Fees received in advance	xxx		xxx	
Others (Specify)	xxx		xxx	
Total	xxx		xxx	
Ageing analysis:	FY 2022-2023	% of the Total	FY 2021-2022	% of the Total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-	%	-	%

42. Non-Current Provisions

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

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43. Borrowings

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

43 a) Analysis of External and Domestic Borrowings

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

43 b) Breakdown of Long and Short-Term Borrowings

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

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44. Service Concession Arrangements

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

45. Social Benefit Liabilities

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Health social benefit scheme	-	-
Unemployment social benefit scheme	-	-
Orphaned and vulnerable benefit scheme	=	=
People Living with disabilities benefit scheme	-	-
Elderly social benefit scheme	-	-
Bursary social benefits	-	-
Total	=	=
	-	-
Current social benefits	-	-
Non- current social benefits	-	-
Total (tie to totals above)	-	-

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46. Cash generated from operations.

Surplus for the year before tax	FY 2022-2023
	Kshs
Adjusted for:	
Depreciation	1,727,455
Non-Cash grants received	-
Contributed assets	-
Impairment	-
Gains and Losses on Disposal of Assets	-
Contribution to provisions	-
Contribution to impairment allowance	-
Finance Income	-
Finance Cost	-
Working Capital Adjustments	
Increase in Inventory	
Increase in Receivables	(1,785,913)
Increase in Deferred Income	-
Increase in Payables	(211,765)
Increase in Payments received in advance	-
Net Cash Flow from Operating Activities	(270,223)

47. Financial Risk Management

The Emsos Tvc activities is not expose 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 Emsos Tvc financial risk management objectives and policies are detailed below:

(i) Credit risk

The Emsos Tvc has no exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

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

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

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
At 30 June 2022(previous year)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-
At 30 June 2023(current year)				
Receivables from exchange transactions	-	-	-	-
Receivables from non-exchange transactions	-	-	-	-
Bank balances	-	-	-	-
Total	-	-	-	-

Financial risk management

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.

Emsos Tvc has significant concentration of credit risk on amounts due from Ksh.272,365

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 Emsos Tvc directors, who have built an appropriate liquidity risk management framework for the management of Emsos Tvc short, medium and long-term funding and liquidity management requirements. Emsos Tvc 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.

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Description	Less than 1 month	Between 1- 3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
At 30 June 20XX (previous year)		-		
Trade Payables	-	-	484,130	484,130
Current Portion Of Borrowings	-	-	-	-
Provisions		-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	-	-	-	-
At 30 June 20XX (current year)		-	484,130	484,130
Trade Payables	-	272,365	-	272,365
Current Portion Of Borrowings	-	-	-	-
Provisions	-	-	-	-
Deferred Income	-	-	-	-
Employee Benefit Obligation	-	-	-	-
Total	-	272,365	-	272,365

(iii) Market risk

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

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

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

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

a) Foreign currency risk

Emsos Tvc has transactional currency exposures. Such exposure arises through purchases of goods and services that are done in currencies other than the local currency. Invoices denominated in foreign currencies are paid after 30 days from the date of the invoice and conversion at the time of payment is done using the prevailing exchange rate. The carrying

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amount of Emsos Tvc's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting period are as follows:

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

Emsos Tvc manages foreign exchange risk form future commercial transactions and recognised assets and liabilities by projecting for expected sales proceeds and matching the same with expected payments.

Foreign currency sensitivity analysis

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

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

b) Interest rate risk

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

Management of interest rate risk

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

Sensitivity analysis

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

iv) Capital Risk Management

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

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Revaluation Reserve	-	-
Retained Earnings	-	--
Capital Reserve	-	-
Total Funds	-	-
Total Borrowings	-	-
Less: Cash and Bank Balances	-	-

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Net Debt/(Excess Cash and Cash Equivalents)	-	-
Gearing	-	-

48. Related Party Balances

Nature of related party relationships

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

Government of Kenya

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

- i) The National Government;
- ii) The Parent Ministry;
- iii) Key management;
- iv) Board of directors;
- v) Students
- vi) Technical and Vocational Training Authority.

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

Description	FY 2022-2023	FY 2021-2022
	Kshs	Kshs
Transactions with Related Parties		
a) Sales to related parties		
Sales of electricity to govt agencies		
Rent income from govt. agencies		
Water sales to govt. agencies		
Others (<i>specify</i>)		
Total		
B) Purchases from related parties		
Purchases of electricity from kplc		
Purchase of water from govt service providers		
Rent expenses paid to govt agencies		
Training and conference fees paid to govt. agencies		
Others (<i>specify</i>)		
Total		
b) Grants /Transfers from the Government		
Grants from National Govt	6,961,000	5,737,500
Grants from County Government		
Donations in Kind		
Total	6,961,000	5,737,500
c) Expenses incurred on behalf of related parties		
Payments of Salaries and Wages for Employees		2,086,640
Payments for Goods and Services		9,886,558
Total		11,973,198
d) Key Management Compensation		
Directors' emoluments	425,345	852,870
Compensation to Key Management	-	-
Total	425,345	852,870

49. Segment Information

Where an organisation operates in different geographical regions or in departments, IPSAS 18 on segmental reporting requires an entity to present segmental information of each geographic region or department to enable users understand Emsos Tvc's performance and allocation of resources to different segment. Emsos Tvc does not have segment operation.

50. Contingent Assets and Contingent Liabilities

Contingent Assets

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

Contingent Liabilities

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

51. Capital Commitments

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

52. Events After The Reporting Period

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

53. Ultimate And Holding Entity

The Emsos Tvc is a State Corporation under the Ministry of Education. Its ultimate parent is the Government of Kenya.

54. Currency

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

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20. Appendices

Appendix 1: Implementation Status of Auditor-General Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/CRRO/EMS/TVC/2021-2022(15)	Failure to observe one third rule in staff establishment and recruitment			
OAG/CRRO/EMS/TVC/2021-2022(15)	Salaries below minimum wage of ksh.13,572.90	The management increased the staff wages above the minimum wage.	Resolved	
OAG/CRRO/EMS/TVC/2021-2022(15)	Lack of internal audit function	The board established an internal audit function through outsourcing from neighbouring institution.	Resolve	
OAG/CRRO/EMS/TVC/2021-2022(15)	Failure to develop an annual work plan for the board of governors	The board developed their annual work plan	Resolved	
OAG/CRRO/EMS/TVC/2021-2022(15)	Lack of risk management policy	The management developed a risk management policy	Resolved	

Name..... Mwambi L. N. O. N. O.

Accounting Officer/Principal

[Signature] 27/12/23



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Date:



Appendix II: Projects Implemented by Emsos TVC

Projects

Projects implemented by the State Corporation Funded by development partners.

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

Status of Projects completion

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

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Appendix III- Inter-Entity Confirmation Letter



MINISTRY OF EDUCATION
State Department of Vocational and Technical Training
EMSOS TECHNICAL AND VOCATIONAL COLLEGE



Telephone: +254796376783 **e-mail:** info@emsostvc.ac.ke **website:** www.emsostvc.ac.ke

P.O BOX 300-30100 ELDORET

The Emsos TVC wishes to confirm the amounts disbursed to you as at 30th June 2023 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by Emsos Tvc as at 30th June 2023							
Reference Number	Date Disbursed	Amounts Disbursed by Ministry of Education (Kshs) as at 30th June 2024				Amount Received by Emsos Tvc (Kshs) as at 30 th June 2023 (E)	Differences (Kshs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
	24/10/2022	1,525,000	0	0	1,525,000	1,525,000	0
	24/10/2022	500,000	0	0	500,000	500,000	0
	26/01/2023	2,468,000	0	0	2,468,000	2,468,000	0
	29/06/2023	2,468,000	0	0	2,468,000	2,468,000	0
Total		6,961,000	0	0	6,961,000	6,961,000	

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

Head of Accountants department of beneficiary Entity:

Name JUDITH KISANGA Sign [Signature] Date 27/02/25

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Appendix IV: Reporting of Climate Relevant Expenditures

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

Appendix V: Reporting on Disaster Management Expenditure

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