

REPUBLIC OF KENYA



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REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 23 JUL 2025	DAY: Wednesday
TABLED BY: Hon. (Dr.) Robert Pukose on behalf of Hon.	
CLERK-AT-THE-TABLE: Halima Suleima	

THE AUDITOR-GENERAL

ON

AHMED SHAHAME MWIDANI TECHNICAL
TRAINING INSTITUTE

FOR THE YEAR ENDED
30 JUNE, 2024

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 23 JUL 2025	DAY: Wednesday
TABLED BY: Hon. Owen Baya (Deputy Majority Leader)	
CLERK-AT-THE-TABLE: Andetacia	



AHMED SHAHAME MWIDANI TECHNICAL TRAINING INSTITUTE

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
30TH JUNE 2024**

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

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Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Table of Contents

1.	Acronyms and Definition of Key Terms.....	ii
2.	Key Institute Information and Management.....	iii
3.	The Board of Governors	vi
4.	Key Management Team	xi
5.	Chairman’s Statement	xiv
6.	Report of the Chief Principal	xv
7.	Statement of Performance against Predetermined Objectives	xviii
8.	Corporate Governance Statement.....	xix
9.	Management Discussion and Analysis	xxiv
10.	Environmental and Sustainability Reporting Statement	xxvii
11.	Report of the Board of Governors.....	xxix
12.	Statement of Board of Governors Responsibilities	xxx
13.	Report of the Independent Auditor on Ahmed Shahame Mwidani T.T.I.....	xxxii
14.	Statement of Financial Performance for the Year Ended 30 June 2024	1
15.	Statement of Financial Position as At 30th June 2024	2
16.	Statement of Changes in Net Asset for the Year Ended 30 June 2024	3
17.	Statement of Cash Flows for the Year Ended 30 June 2024	4
18.	Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2024	5
19.	Notes to the Financial Statements	7
20.	Appendices	26

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

1. Acronyms and Definition of Key Terms

A. Acronyms

ASMTTI	Ahmed Shahame Mwidani Technical Training Institute
ATUPA	Association of Technical Universities and Polytechnics in Africa.
BOG	Board of Governors
CBET	Competency-Based Education and Training
CDACC	Curriculum Development, Assessment and Certification Council.
CPA-K	Certified Public Accountant of Kenya
IPSAS	International Public Sector Accounting Standards
KASNEB	Kenya Accountants and Secretarial National Examination Board.
KATTI	Kenya Association of Technical Training Institute.
KICD	Kenya Institute of Curriculum Development.
KNEC	Kenya National Examination Council.
NG-CDF	National Government- Constituency Development Funds
NITA	National Industrial Training Authority.
PFM	Public Finance Management
PSASB	Public Sector Accounting Standards Board
PSC	Public Service Commission
TTI	Technical Training Institute
TVET	Technical and Vocational Education and Training.

B. Definition of Key Terms

Fiduciary Management - Members of Management directly entrusted with the Institute's financial resources.

Comparative Year- Means the prior period.

2. **Key Institute Information and Management**

(a) **Background information**

ASMTTI was incorporated under the TVET Act 2013 Act on 21/12/2016. The Institute is domiciled in Kenya. The institute is under the Ministry of Education TVET.

ASAMTTI is managed by BOG whose members are appointed by the Government to represent the community, industrialists, professionals and various government departments. The Principal serves as the secretary of the board. The institution operates under the TVET Act and other relevant laws. It offers curriculum Developed by the KICD, KASNEB, CDACC and NITA, it is Mandated to offer Artisan, Craft, and Diploma levels. All courses are incorporated in training and Industrial Attachment to prepare the trainees for formal and self-Employment. The Examination Board are KNEC, KASNEB, NITA, and CDACC. ASMTTI is a member of KATTI, ATUPA among Others.

ASMTTI has seen a gradual growth in terms of courses Offered and Students enrolment from initial population of 5 students and 4 teaching staff in 2017 to the current 600 students and 42 teaching staff, (PSC teachers 33 and BOG Teachers 9) respectively.

(b) **Principal Activities**

The principal activity of ASMTTI is to offer TVET programmes in line with industry or market needs both on long term and short-term basis.

Vision.

To be a World class centre of excellence in technical and vocational training.

Mission.

To produce highly skilled hands-on middle level man-power for the global technical industry.

Core Functions.

To train skill-oriented workforce that is suitable for further professional development through quality competency based technical and vocational education and training programs responsive to national and global industrial productivity.

Core Values

At ASMTTI we are committed to the following values:

- Honesty, integrity and accountability
- Quality leadership, innovativeness and creativity
- Professionalism.

Key Institute Information and Management (Continued)

(c) Key Management

ASMTTI daily management is carried out under the following key division:

- Board of Governors
- Chief Principal
- Deputy Principal Academic
- Deputy Principal Administration and Finance
- Registrar
- Finance
- Procurement

(d) Fiduciary Management

The key management personnel who held office during the period ended 30th June 2024 and who had direct fiduciary responsibility were:

SN.	Designation	Name
1	Principal (Joined on 3 rd Jan 2025)	Hafsa Seif Mohamed
2.	Principal (Transferred on 3d Jan 2025)	Sebastian Shikoli Lidigu
3	Deputy Principal Academic	Eunice Nyawira Nderitu
4	Deputy Principal Administration	Alphonse Musila
5	Ag Registrar	Joseph Warighe
6	Head of Finance	Elisha K Mrimi
7	Procurement	Judy A Osur

(e) Fiduciary Oversight Arrangements

- The Board of Governors
- Audit and risk committee activities
- Finance and Human Resource committee activities
- Academic committee activities

(f) Institute Headquarters

P.O. Box 93800-80102
 Airport Road, Changamwe
 Mombasa, Kenya

(g) Institute Contacts

Telephone: (254) 746748481/739209337
 E-mail: asmwidanitvc@gmail.com
 : info@ahmedmwidanitvc.ac.ke
 Website: www.ahmedmwidanitvc.ac.ke

Key Institute Information and Management (Continued)

(h) Institute Bankers

Kenya Commercial Bank
Haile Selassie Avenue
P.O. Box 90254, Mombasa
City/ Town: Mombasa 01102

- (i) Kenya Commercial Bank
Changamwe Branch.
P.O. Box 93034-80102,
Ngomo Multipurpose Building.
Airport Road Magongo.
Email. brmgrchangamwe@kcb.co.ke

- (J) Equity Bank
Changamwe Branch
P.O. Box 92222-80102
Chandarana Building
Magongo Road
Email. Info@equitybank.co.ke


(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

SN	Member	Details
1.	 <p>MWINYI MVITA ALI (Bog Chair under the new board started from 12.02.2024)</p>	<p>Mwinyi Mvita Ali was born on 15th June 1964. He is currently the chairperson of the Board of Governor of the Institute.</p> <p>Highest Academic Qualification He has Master of Business Administration (Accounting and Finance) from Mount Kenya University (2011-2013)</p> <p>Professional qualification</p> <ul style="list-style-type: none"> i. CPA (K) ii. Masters of Business administration (Accounting and Finance) Mount Kenya University iii. Bachelor of Commerce (Accounting) University of Nairobi. <p>Membership</p> <ul style="list-style-type: none"> i. Institute of certified public accountant of Kenya ii. Institute of internal auditors of Kenya <p>Working Experience</p> <ul style="list-style-type: none"> i. Finance Officer Grade 15 – Pwani University Jan 2024 ii. Internal Auditor Grade 13- Pwani University July 2013 to July 2014 iii. Internal Auditor Grade 12- Pwani University November 2009 to July 2013 iv. Finance Director Grade 13 – Ruman Limited February 2002 to November 2009. v. Finance and Operations Director Grade 13- Panal Freighters May 1994 to January 2002 vi. Head Accountant Grade 13 - ABN AMRO Bank Mombasa February 1989 to April 1994





Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

2.	 <p>JOSEPH T. NGUMA <i>(Former Chairman up to 13.10.2024 where his tenure expired)</i></p>	<p>Joseph T Nguma was born on 1956. He is currently the chairperson of the Board of Governor of the Institute. He has master experience in Consultancy and management having worked in public colleges and carrying out private consultation. He is a graduate in MBA (Strategic Management option) at University of Nairobi (UON) 2013. B.Ed. (second class Honours Science option) at UON between 1978-1981. Rtd training officer at Bandari College.</p>
3.	 <p>PETER MWANGI (County Director)</p>	<p>Mr. Peter Mwangi was born in 1966. He is currently the county director TVET Mombasa County and by virtues of his office he is a Board member. He is a Holder of Masters in Education with an experience of over 30 years.</p>
4.	 <p>ANTHONY MARK LANDI MZIGO (New Board Member from 12.02.2024)</p>	<p>Mr. Anthony Mzigo was born in 1983. He is currently a Board member of Ahmed S Mwidani TVC. In addition, he is the chairman for finance & HR committee. He is a holder of Bachelor of Business Management (Marketing option), from Moi University and currently he is a manager in a local bank, with a working experience in banking and finance for fifteen(15) years. He also holds a Higher Diploma in Information Systems (IMIS), and an MBA in Strategic Management from JKUAT.</p>
5.	 <p>Abderehman Abubakar Mohamed</p>	<p>Mr. Abderehman Abubakar Mohamed was born in 1987. He is currently a member of Board of Governors.</p> <p>Highest Academic qualification He is a holder of Bachelor of Engineering in Applied Mechanical (Agricultural and Biosystems Engineering) from Moi University (2007- 2012).</p> <p>Work experience</p>



Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

	(Second Term Board Member begins from 12.02.2024)	<ul style="list-style-type: none"> i. Branch Manager- Davis & Shirtliff Ltd Mombasa from 2021 to date ii. Field Service Manager- Davis & Shirtliff Ltd Mombasa from 2019 to 2021 iii. Water treatment sales manager- Davis & Shirtliff Ltd Mombasa from 2016 to 2019 iv. Sales Engineer- Davis & Shirtliff Ltd Mombasa from 2014 to 2016 v. QA/QC Site Engineer- H.Young & CO (EA) Ltd from 2013 to 2014 vi. QA/QC Assistant Engineer- CIVICON Ltd from 2012 to 2013
6.	 Josephine Awour Miyonga (Second Term Board Member begins from 12.02.2024)	<p>Dr. Josephine Awour Miyonga was born in 1964. She is currently a Board member of Ahmed S Mwidani TTI. She is a holder of PhD in Business administration. She is a lecturer in the business Department at Pwani university</p>
7.	 ERICK DOMBO MUNANGWE (Governor Representative)	<p>Mr. Erick Munangwe was born in 1975. He represents the office of the Governor of Mombasa. He is a holder of Higher Diploma in Technical Education (Education Management). He also trained Technical teacher specialized in Mechanical engineering (production). Has a work experience of 17 years in teaching and Technical Education field. Currently serving as Vocational Training Officer in County Government of Mombasa</p>
8.	 NANCY GATHIGIA MUNYIRI	<p>Md. Nancy Gathigia was born in 1977. Currently she represents the office of Mombasa county Governor. She is a holder of bachelor of development studies, she is also working as an assistant Director Vocational Training in Mombasa county</p>

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024




	(Governors representative up to 13.10.2024 where her tenure expired)	
9.	 Salma Mohamed Rashid (Bog member up to 13.10.2024 where her tenure expired)	Md. Salma Mohamed Rashid was born in 1979. She is currently a Board member of Ahmed s Mwidani TTI. She is a holder of Masters in Business administration (strategic Mgt) at JKUAT. She is also a CPA (K) holder and as a credit analyst Manager at Gulf African Bank Nairobi
10.	 Hussein Khalida Mwinyi (Bog member up to 13.10.2024 where her tenure expired)	Md. Hussein Khalida Mwinyi was borne in 1989. She is currently a member of Board of Governors. She is a holder of MSc. In business Administration pursued in Moi University. She is a private Consultant, and part time lecturer.
11.	 GRACE KAHASO DOGO (New Board Member from 12.02.2024)	Md. Grace Kahaso Dogo was born in 1954. She is currently a member of Board of Governors. She is a holder of MSc. In business Administration pursued in Moi University. She is a private Consultant, and part time lecturer.
12.	 STEPHEN MWENDWA(New Board Member from 12.02.2024)	Mr. Stephen Mwendwa was born in 1978. He is currently a member of Board of Governors. He is a holder of Bsc. Technology in civil Engineering with an experience of sixteen (16) years.

The Board of Governors (continued)


<p>13.</p>	 <p>GEORGE Githinji Kiama (New Board Member from 12.02.2024)</p>	<p>Mr. George Githinji Kiama was born in 1972. He is currently a member of Board of Governors.</p> <p>Highest Academic Qualification He is a holder of Bachelor Of Science</p> <p>Work Experience</p> <ul style="list-style-type: none"> i. Country Business Development Manager (Kenya) khrishna chemist limited from August 2014 to date ii. Deputy Business Development Manager (Kenya) Njimia Pharmaceutical Ltd from June 2010 to June 2014 iii. Regional Manager (Nairobi, Rift valley Nyanza, Coast and Mount Kenya) from 2009 to 2010 iv. Area Sales Manager- Armicon Pharmaceutical Ltd from 2004 to 2009 <p>Medical Representative- Armicon Pharmaceutical Ltd from 2001 to 2004</p>
<p>14.</p>	 <p>Lidugu Sebastian Shikoli</p>	<p>Mr. Lidigu Sebastian Shikoli was born in 1966. He is currently the Principal of Ahmed Shaheme Mwidani TTI. He is an experienced, skilful and accomplished educationist with Administrative and Technical support skills. He holds an MBA-Human resource Management Option from Kenyatta University. He has over 30 years of experience in technical Education Management. He has served in various capacities, as a registrar at Shamberere TTI, Deputy principle – Shamberere TTI, Examination officer at KTTC (currently Kenya School of TVET), Deputy HOD - Entrepreneurship Development. HOD- Mechanical Engineering – Technology Development centre-Athi River, HOD – Mechanical Engineering -Kaiboni TTI, Registrar -Sigalagala TTI(Current Sigalagala National Polytechnic), HOS – Mechanical Engineering -Sigalagala TTI. Currently a PHD candidate of Jomo Kenyatta University of Agriculture and Technology.</p>

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024



4. Key Management Team

<i>SN.</i>	<i>Member/ Director</i>	<i>Details</i>
	 HAFSA SEIF MOHAMED DIPLOMA IN TECHNICAL EDUCATION	Chief Principal/ Secretary BOG
1.	 LIDIGU SEBASTIAN SHIKOLI (MBA-Human Resource Management Option)	Former Principal /Secretary BOG. (transferred on 3 rd .01.2025)
2.	 EUNICE NYAWIRA NDERITU (Dip in Tech Education, Food & Beverage. Dip in Catering & Accommodation Operations Technology.)	<i>FORMER DEPUTY PRINCIPAL ACADEMIC (DEPLOYED ON 23.08.2024)</i>


Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

3.	 ALPHONCE MUSILA (Bachelor of Education in Technology Education) (Power Mechanics Technology option)	<i>DEPUTY PRINCIPAL ADMINISTRATION</i>
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Key Management Team (Continued)

SN.	Member/ Director	Details
4.	 JOSEPH M. WARIGHE (Bachelor Science in Mathematics & Computer Science)	Former Ag. REGISTRER (deployed on September 2024)
5.	 ELISHA K. MRIMI (CPA-K)	Accountant

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

6.	 <p>JUDY A. OSUR (Diploma In Procurement)</p>	Procurement
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5. Chairman’s Statement



It is with great humility that I present the Annual Financial Report and Financial Statements for the Financial Year ended 30th June, 2024.

During the Financial Year the College recorded a high enrolment number of trainees in May intake compared to September and January intake.

The Mandate of the College is to train skill-oriented workforce that is suitable for further professional development through quality competency based technical and vocational education and training programs responsive to national and global industrial productivity.

The Vision of Ahmed Shahame Mwidani Technical and Vocational College is to be a world class Centre of excellence in technical and vocational training.

The College has established links and collaborations with other colleges, industrial partners, County Government, NG-CDF, Government Agencies and other stakeholders in order to realize its mandate.

I would like to appreciate the Government of Kenya for supporting TVET institutions through Recurrent Grants and Capitation, and also for mobilizing stakeholders and Industry players to support skills training in our college through dual training. However, the financial year was faced with shortage of funds due to lack of disbursement of fourth quarter capitation by the Ministry/Government.

The institution needs development funds for expansion of infrastructural facilities including workshops, online Learning Management System and software, tuition block and ablution block. The college is requesting for enhanced Development Grants which will enable the construction of the needed infrastructure. We are striving to offer good governance and higher levels of achievements with the continued support of all relevant stakeholders.

Signature: 

Date: 16/06/25

MWINYI MVITA ALI

CHAIRMAN- AHMED SHAHAME MWIDANI T.T.I

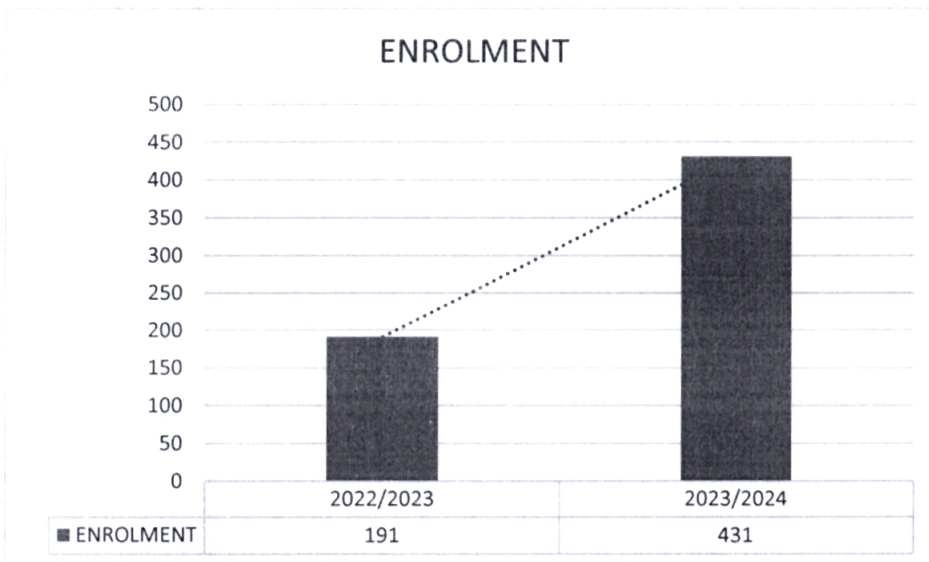
6. Report of the Chief Principal



Ahmed Shahame Mwidani Technical Training Institute is a Public College established under the Ministry of Education State Department of Technical and Vocational Training under the technical training institutions spread across the country to constituencies with none. The college is providing industrial relevant employable technical and innovative skills for job

creation through self-employment. Ahmed Shahame Mwidani Technical Training Institute has a Vision to be a world class Centre of Excellence in Technical and Vocational Training.

In financial year ended 30th June 2024 the institution enrolled ninety-three (93) trainees in September 2023 intake, sixty-seven (67) in January 2024 intake and two seventy-one (271) in May 2024 intake, which make an overall intake of four hundred and thirty-one (431) trainees in the entire period, compared to last Financial Year 2022/2023 where we record total enrolment of 191 Trainees.



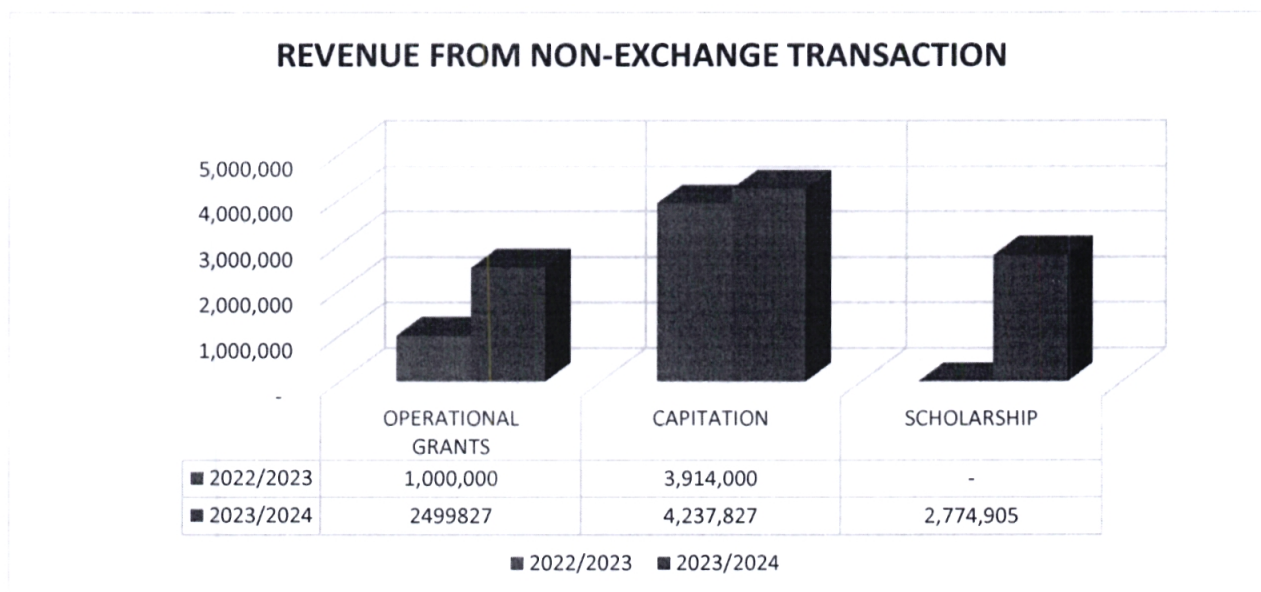
During the period the institution received only three-quarter capitations as follows first quarter Ksh. 1,169,000.00 for three thirty-four trainees (334) second quarter Ksh. 1,029,000.00 for two hundred and ninety-four trainees (294), third quarter Ksh. 1,176,000.00 for two hundred and ninety-four trainees (294) and fourth quarter Ksh. 863,827 for two hundred and eighty-eight

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

trainees (288). In the financial year 2023/2024 we also received Scholarship and Operation Grants of total Ksh. 2,499,827, compared to previous year where we received Ksh. 1,000,000. Finally, the institution experienced some challenges due to lack of full disbursement of funds of Capitation and scholarship which affected a number of operational activities in the institution.

Financial Performance:

The college realized a slight increase in revenue based on the source of funds as follows, Kshs. 4,237,827 in Recurrent Capitation Grant and Operational grants Ksh 2,499,827 where by the fourth quarter Operation grant and Capitation was received in early July and September 2024 respectively. In regard to a new program of collage fees payment introduced this financial year where a bonafide student get scholarship from National Government and for this new funding model ASMTTI received Ksh. 2,774,905 which totaled to Ksh. 9,512,559 which accounted for 42% of the total revenue realized by the college, while the rest 58% was realized through internal activities and trainees’ fees payment. However, the college faces a shortage of class rooms and workshops as well as offices, Equipment and furniture to match the growing number of trainees’ population.



Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Appreciation

On behalf of the College Board of Governors, I would like to thank the Government of Kenya through the Ministry of Education State Department of Vocational and Technical Training for their continued financial support.

Finally, I would like to thank the staff, the students, parents, sponsors and all other stakeholders for their cooperation which made it possible to run the institution during the financial year in review.

PRINCIPAL



Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

7. Statement of Performance against Predetermined Objectives

Ahmed Shahame Mwidani Technical Training Institute has Four (4) strategic pillars and objectives within its Strategic Plan for the FY 2023/2024. These strategic pillars are as follows:

- Pillar 1: Mounting of new courses
- Pillar 2: Improve Examination pass rate
- Pillar 3: Industrial Linkages established
- Pillar 4: Science technology and innovation

Ahmed Shahame Mwidani Technical Training Institute develops its annual work plans based on the above four (4) pillars. The Ahmed Shahame Mwidani Technical Training Institute achieved its performance targets set for the FY 2023/2024 period for its annual strategic pillars, as indicated in the diagram below:

Strategic Pillar		Objective	Key Performance Indicators	Activities	Achievements
Pillar 1:	Mounting of new courses	To introduce new courses	2	Research	0
Pillar 2	Improve Examination pass rate	To achieve the mission of the institution	60	Teaching theories and Practical's	57.33
Pillar 3:	Industrial Linkages established	To create relationship for attaching our trainees	5	Signing of agreements	8
Pillar 4:	Science technology and innovation	To sustain the ID Institute of the institution	100	Research	81.3

8. Corporate Governance Statement

Board Charter for Ahmed Shahame Mwidani TTI

1. Introduction

This Board Charter outlines the role, structure, responsibilities, and operations of the Board of Ahmed Shahame Mwidani TTI to ensure effective governance, management, and performance of the institution in accordance with relevant laws and best practices. The Board is committed to achieving the highest standards of integrity, accountability, and governance.

2. Purpose of the Board

The primary purpose of the Board is to provide strategic direction and oversight for Ahmed Shahame Mwidani TTI. The Board is responsible for:

- Ensuring the institution's mission, vision, and values are upheld.
- Overseeing the effective implementation of the strategic plan.
- Monitoring the financial performance and sustainability of the college.
- Approving policies and procedures to enhance quality education delivery.
- Ensuring compliance with applicable laws, regulations, and policies governing technical and vocational education and training.

3. Board Composition

The Board shall comprise individuals with diverse skills, experience, and knowledge in areas critical to the TVET sector, including but not limited to:

- Education and training
- Industry and employment
- Finance and accounting
- Legal and regulatory frameworks
- Public administration
- Governance and policy

Number of Board Members: The Board shall consist of 8 members, including the Chairperson, and other members as appointed per relevant regulations. County director to present the office of Tvet director National.

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

19/FULL BOARD MEETINGS

Date of the ordinary meeting			
	22/09/2023		
Joseph T Nguma	✓		
Josephine Minyonga	✓		
Nancy Gathigia	✓		
Salma Rashid	✓		
Khalida Mwinyi	✓		
Adberehman Abubakar Mohamed	✓		

SHORTLISTING AND INTERVIEW

	19/07/2023	07/05/2024	22/05/2024
Joseph T Nguma	✓		
Josephine Minyonga	✓	✓	✓
Nancy Gathigia	✓		
Salma Rashid	✓		
Khalida Mwinyi	✓		
Peter Mwangi	✓	✓	✓
Mwinyi Mvita		✓	
Antony Mzigo			✓
Abderehman Mohamed			
George Githinji Kiama		✓	✓
Stephen Mwendwa		✓	✓
Grace Kahaso			
Eric Dombo Munagwe		✓	✓
Mwinyi Mvita			✓

INAUGURATION MEETING

	15/03/2024		
Peter Mwangi	✓		
Mwinyi Mvita Ali	✓		
Antony Mzigo	✓		

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Josephine Awuor Miyonga	✓		
Stephen Mwendwa	✓		
Grace Kahaso	✓		
Eric Dombo Munagwe	✓		

KUCCPS APPROVAL MEETING

	16/10/2023		
JOSEPH T NGUMA	✓		
NANCY GATHIGIA	✓		

4. Roles and Responsibilities of the Board

- **Strategic Planning:** Develop, approve, and review the institution’s strategic goals and ensure alignment with the national TVET policies and frameworks.
- **Financial Oversight:** Approve the annual budget, financial statements, and ensure sound financial management practices.
- **Risk Management:** Identify and manage risks, ensuring that proper risk mitigation strategies are in place.
- **Policy and Governance:** Approve institutional policies, including academic, financial, and operational policies.
- **Executive Oversight:** Appoint, evaluate, and, where necessary, terminate the services of the CEO/Principal, and provide oversight on senior management.
- **Performance Monitoring:** Monitor and assess the performance of the institution in key areas such as student outcomes, staff performance, and community engagement.
- **Compliance:** Ensure adherence to legal and regulatory requirements, including quality assurance standards for TVET institutions.

5. Roles of Individual Members

- **Chairperson:** The Chairperson leads the Board and ensures the effective functioning of Board meetings and governance. The Chairperson also represents the institution in official capacities..
- **Board Members:** Each member is expected to contribute expertise, provide independent judgment, and actively participate in decision-making processes.

6. Committees of the Board

To enhance efficiency, the Board may establish committees such as:

- **Audit and Risk Committee**
- **Finance Committee and Human Resources Committee**
- **Academic Affairs Committee**

These committees will operate under the Board's delegation of authority and report their findings and recommendations to the Board.

According to the TVET Act No 29 of 2013 Technical and Vocational Colleges are governed by Board of Governors appointed by the cabinet secretary. The members of the Board of Governors are nominated by a selection panel and submitted to the Cabinet Secretary for approval and appointment.

The selection panel comprises of the chairperson and three other members as follows;

1. Chairman- County Director TVET
2. Secretary- Principal
3. Deputy county commissioner
4. Area Member of Parliament.

The selection panel nominates at least three people for all posts except for representative of Principal Secretary and the representative of County Governor. The Board of Governors nominated by the panel are then forwarded to the Cabinet Secretary for approval and appointment. The tenure for ASMTTI BOG started on 12/02/2024 and it will expire on 11/02/2027.

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

During their tenure the BOG commit themselves to the service of Ahmed Shahame Mwidani Technical Training Institute and to uphold the tenets of good corporate governance by being innovative, transparent, accountable, and responsive as well as fairness in all their dealings.

Board of Governors Sitting allowances

S/N	DESIGNATION	ALLOWANCES	TAX 35%	TRANSPORT	NET
1.	Board Chair	20,000	7,000	2,000	15,000
2.	Members	20,000	7,000	-	13,000

For virtual Meetings payment will be only done to cater for data bundles and lunch but not normal rate of sitting allowances.

9. Management Discussion and Analysis

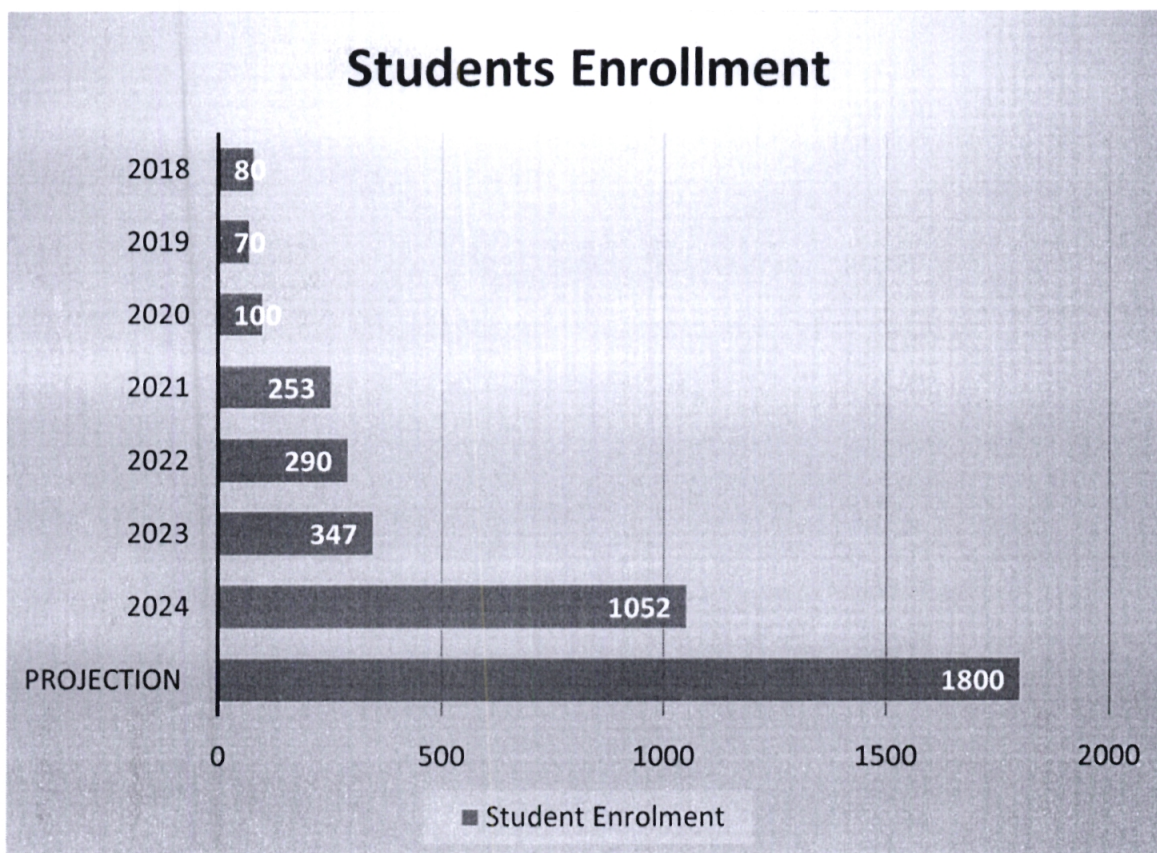
Ahmed S. Mwidani TTI was established in 2016 and became operational on September 2017, ASMTTI is a public Technical and Vocational Education and Training (TVET) institution located near Moi International Airport in Mombasa County. The institute offers Competency-Based Education and Training (CBET) programs at Artisan (level 4), Craft (level 5), and Diploma (level 6), as well as a variety of short courses. Courses are established in collaboration with bodies such as the Curriculum Development Assessment and Certification Council (CDACC), Kenya Institute of Curriculum Development (KICD), the National Industrial Training Authority (NITA), Kenya Accountants and Secretaries National Examinations Board (KASNEB) and Kenya National Examination Council (KNEC).

Academic Programs and Enrollment

ASMTTI provides a diverse range of programs, including

- Diploma (LEVEL 6) and Craft Certificate courses (LEVEL 5) and Artisan (LEVEL 4) in Mechatronics Engineering, Automotive Engineering, Electrical Engineering, Business Courses, Hospitality & Tourism Management and Computing & Informatics Courses
- Grade III-I certifications in Motor Vehicle Mechanics and Electrical Wireman
- Short courses in Fashion Design, Beauty Therapy, Hairdressing, and Food and Beverage Production

The institute has enrolled over 1,000 students,



Strategic Developments and Support Infrastructure and Government Support

In the 2023/2024 financial year, the Kenyan government allocated Kshs 8, Million to mentor Matuga TVC

Industry Linkages and Curriculum Development

The government has emphasized the importance of robust industrial linkages and dual training models to ensure that TVET programs align with labor market needs. This approach aims to enhance the employability of graduates by providing hands-on experience and industry-relevant skills.

Challenges

Funding and Infrastructure Limitations

Despite government support, TVET institutions, including ASMTTI, face challenges related to outdated facilities and limited resources. These constraints impact the quality of training and the ability to accommodate the increasing number of students.

Placement and Industrial Attachment

A significant challenge for ASMTTI is securing adequate industrial attachment opportunities for students. The limited capacity of industries to absorb trainees hinders the practical training component of the CBET curriculum, affecting the overall learning experience.

Conclusion

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

ASMTTI has made notable strides in providing quality technical education and training, contributing to the development of a skilled workforce in Mombasa County and beyond. However, addressing challenges related to infrastructure, funding, and industrial linkages is crucial to sustaining and enhancing the institute's impact in the coming years.

Management Report on Operational and Financial Performance for Ahmed Shahame Mwidani TTI

1. Operational and Financial Performance Overview

Ahmed Shahame Mwidani Technical Training Institute (TTI) has continued to operate efficiently over the past financial period, with significant improvements in revenue generation, resource allocation, and operational outputs. The institute has focused on aligning its operational activities with its long-term strategic goals while adhering to its financial obligations and ensuring sustainable growth.

10. Environmental and Sustainability Reporting Statement

Ahmed Shahame Mwidani technical training institute engages in social responsibility to facilitate its mission achievement.

Sustainability strategy and profile

The institute management has embarked on strategies aiming at improving revenue streams which is critical in day-to-day operations.

These include:

- a) More students' enrolment.
- b) Strengthen and broaden production units.
- c) Introduce cost utility measures by utilizing the institute solar panels currently being used for pumping water.
- d) Ensuring to enter into partnerships with the industry and other donors for infrastructure expansion

Environmental performance

In responding to environmental protection, the college is;

- a) Currently in the process of coming up with an environmental policy
- b) Greening the environment by planting trees (More fruits trees) to act as carbon sink
- c) Using green energy by installing energy saving bulbs.
- d) Using waste bin at strategic points at the compound
- e) Using solar pump for pumping water from a borehole.

Market place practices-

- a) The institution ensuring to maintain good business practices by:
Being transparent and accepting accountability in order to request orders from suppliers with acceptable lead time and without charges
The organization maintains good business practices through fairness, respect for others, keeping promise, law abiding and integrity.
- b) The institution is committing to maintain ethical marketing practices by:
 - a. Maximising benefits and minimising risks
 - b. Committing to sustainability and human rights
 - c. Being transparent
 - d. Protecting consumer data and privacy
 - e. Not making false comparison
- c) The institution is putting efforts to safeguard consumer rights and interests by:
 - a. Protect them from hazard to their health and safety
 - b. Availability of effective consumer redress.
 - c. Freedom to form group or union to present their views in decision making processes affecting them.

Environmental and Sustainability Reporting Statement (Continued)

Corporate Social Responsibility / Community Engagements

- The institute has actively participated in forums organised by the surrounding community.
- Sensitisation meetings on opportunities available at the institute have been held in the college ground courtesy of the NG-CDF office.
- Two of the college support staff (cleaners) are from the local community. This has ensured good neighbourliness with the surrounding community.
- The institute is looking forward in community clean-up activities to sensitize on importance of waste management

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

11. Report of the Board of Governors

The Board members will submit their report together with the audited financial statements for the year ended June 30, 2024, which show the state of the *ASMTTI* affairs.

Principal activities

The core mandate of the college is to provide training in industry relevant employable technical and innovative skills for gainful employment and job creation through self-employment

Results

The results of the Institute for the year ended June 30, 2024 is to offer TVET programmes in line with industry or market needs both long term and short-term basis.

Board of Governors

The members of the Board who served during the year are shown on page vi to ix

Auditors

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

By Order of the Board


.....
Secretary of the Board
Mombasa
Date: 16/06/25



Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

2. **Statement of Board of Governors Responsibilities**

The Board of Governors are responsible for the preparation and presentation of the College's 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 30th June 2024. This responsibility includes; ensuring proper keeping of accounting records, installing of proper control of the institutional assets, and designing, implementing and maintaining internal controls relevant to the preparation and presentation of financial statements and ensuring that they are free from material misstatements whether due to error or frauds.

The BOG members accept responsibility for the Institute 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. The BOG members are of the opinion that the Institute financial statements give a true and fair view of the state of Institute transactions during the financial year ended June 30, 2024 and of the Institute financial position as at that date. The BOG members further confirm the completeness of the accounting records maintained for the Institute which have been relied upon in the preparation of the Institute's financial statements as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the Principal has assessed the Institute's ability to continue as a going concern, the financial statements of ASMTTI have been prepared on a going concern basis, which assumes that the company will be able to continue its operations for the foreseeable future and meet its financial obligations as they become due.


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

The Board accept responsibility for the College's financial statements, which have been prepared using appropriate accounting policies (accrual basis).

Approval of the financial statements

The institution's financial statements were approved by the Board on 27/09 /2024 and signed on its behalf by:

.....
Name *Ali Mwingi*
Chairperson of the Board

.....
Name *H. Seif*
Accounting Officer/Principal


REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON AHMED SHAHAME MWIDANI TECHNICAL TRAINING INSTITUTE FOR THE YEAR ENDED 30 JUNE, 2024

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 Ahmed Shahame Mwidani Technical Training Institute set out on pages 1 to 26, which comprise the statement of financial position as at 30 June, 2024, and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Ahmed Shahame Mwidani Technical Training Institute as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply Technical and Vocational Education Training Act, 2013 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Inventories Balance.

The statement of financial position and Note 17 to the financial statements reflects inventories balance of Kshs.1,547,206. Although the balance was supported with an inventory listing, no stock take report was provided for audit confirmation. Management indicated that annual stock take was not conducted during the year under review hence it was not possible to confirm how the actual quantities and the reported values were determined.

In the circumstances, the accuracy and completeness of the inventory balance of Kshs.1,547,206 could not be confirmed.

2. Understatement of Property, Plant and Equipment.

The statement of financial position and Note 18 to the financial statements reflects property, plant and equipment balance of Kshs.181,168,613. However, the balance excludes land of unknown value donated by Changamwe Constituency on which the Institute is built. Although Management has an allotment letter, part of the land is being claimed by a private developer and the issue has been escalated to the State Department for Vocational and Technical Training.

In the circumstances, the accuracy, completeness and valuation of property, plant and equipment balance of Kshs.181,168,613 could not be confirmed.

3. Failure to Adjust Intangible Asset for Impairment

The statement of financial position and Note 19 to the financial statements reflects intangible assets balance of Kshs.2,032,608. Review of records revealed that the balance relates to part payment for a financial management system that was being acquired but not completed and never installed. Management is currently in the process of acquiring a new financial management system that is at testing stage implying that the reported balance has already been impaired fully. No adjustments were made in the financial statements to reflect the fair value of the financial management system whose development had been abandoned.

In the circumstances, the accuracy and valuation of the intangible assets balance of Kshs.2,032,608 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Ahmed Shahame Mwidani Technical Training Institute Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budget Performance

The statement of comparison of budget and actual amounts reflects budget total income of Kshs.21,926,000 against actual realization of Kshs.18,821,755 resulting in underfunding of Kshs.3,104,245 or 14% of the budget. Similarly, the Institute spent Kshs.16,854,347 against actual receipts of Kshs.18,821,755, resulting to an underutilization of Kshs.1,967,408 or 10% of actual receipts.

The underfunding and under-expenditure affected implementation of planned activities resulting in a negative impact on delivery of services to the citizens.

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, I have determined that there are no other key audit matters to communicate in my report.

Unresolved Prior Year Audit matters

In the audit report for the previous financial year, several issues were raised in respect of the Report on the Financial Statements and the Report on Lawfulness and Effectiveness

in Use of Public Resources. Although Management has reported that some of the issues have not been resolved, no evidence was provided to show steps taken by Management to resolve the prior year's audit matters.

Other Information

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

In connection with my audit on the Institute, 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 effect of the matter described in the basis for conclusion on Lawfulness and Effectiveness in the Use of Public Resources, 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

Lack of Risk Management Policy

During the year under review, the Institute operated without a risk management policy contrary to Regulation 165(1) of the Public Finance Management (National Government) Regulations 2015, which requires the Accounting Officer to ensure that the National Government entity develops risk management strategies, which include fraud prevention mechanism; and a system of risk management and internal control that builds robust business operations. The Institute, therefore, did not have a framework for

management of risk and may be unable to identify, assess, prevent, and mitigate against the risks affecting its operations.

In the circumstances, the effectiveness of the Institute's risk management could not be confirmed.

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, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of the Management and Board of Governors

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

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

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

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

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


Auditor-General's Responsibilities for the Audit

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

23 June, 2025

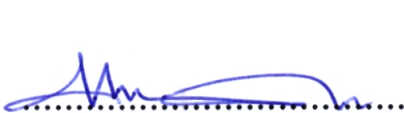
**Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024**

14. Statement of Financial Performance for the Year Ended 30 June 2024

	Notes	2023/2024	2022/2023
		Kshs	Kshs
Revenue from non-Exchange transactions			
Transfers from National Government	6	9,512,560	4,914,000
Government Grants(Depreciation)		14,165,553	13,818,770
		23,678,112	18,732,770
Revenue from Exchange transactions			
Rendering of services- fees from students	7	13,234,610	10,319,554
Miscellaneous income	8	217,198	358,905
		13,451,808	10,678,459
Total Revenue		37,129,920	29,411,229
Expenses			
Use of goods and services	9	12,233,607	14,163,971
Employee costs	10	4,025,820	3,542,490
Board of Governors Expenses	11	605,000	1,123,004
Depreciation and amortization expense	12	14,165,553	13,818,770
Repairs and maintenance	13	257,850	477,706
		31,287,830	33,125,941
Total Expenses		31,287,830	33,125,941
Net surplus/(deficit) for the year		5,842,091	(3,714,712)

The notes set out on pages 7 to 25 form an integral part of the Annual Financial Statements

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



Chairman of Council/Board

Date

16/06/25



Principal

Date

16/06/25





Finance Officer

ICPAK No

34834

Date

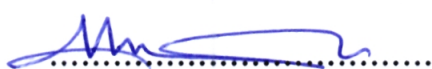
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Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

15. **Statement of Financial Position as At 30th June 2024**

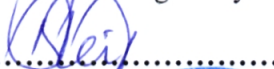
Description	Notes	2023/2024	2022/2023
		Kshs	Kshs
Assets			
Current Assets			
Cash and cash equivalents	14	7,090,533	9,697,474
Current portion of receivables from exchange transactions	15	18,530,029	13,485,920
Receivables from non-exchange transactions	16	1,363,655	-
Inventories	17	1,547,206	1,531,206
Total Current Assets		28,531,427	24,714,600
Non-Current Assets			
Property, plant, and equipment	18	181,168,613	141,875,818
Intangible assets	19	2,032,608	2,032,608
Mentored Institution Projects/Works	20		41,514,589
Total Non-Current Assets		183,201,221	185,423,015
Total Assets (A)		211,732,648	210,137,615
Liabilities			
Current Liabilities			
Trade and other payables from exchange transactions	21	5,840,826	6,162,803
Payments received in advance	22	8,248,677	5,948,915
Refundable deposits from customers	23	690,293	167,381
Government grants		14,165,553	13,818,770
Total Current Liabilities		28,945,349	26,097,869
Total Liabilities (B)		28,945,349	26,097,869
Non-current Liabilities			
Government grants		120,543,228	135,855,562
Total Liabilities (B)		149,488,577	161,953,430
Net Assets (A-B)		62,244,066	48,184,182
Represented By:			
Mentored Institutions Grants	24	58,941,327	50,723,533
Accumulated Surplus		3,302,740	(2,539,351)
Net Assets		62,244,067	48,184,182

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



Chairman of Council/Board

Date 16/6/25



Principal

Date





Finance Officer

ICPAK No 34834

Date 16/6/25

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

16. Statement of Changes in Net Asset for the Year Ended 30 June 2024

Description	Mentored Tvc Funds	Accumulated Fund	Capital Grants/Fund	Total
At July 1, 2022	45,545,004.00	1,175,361		46,720,365
Deficit for the year	-	(3,714,712)		(3,714,712)
Mentorship Grants	5,178,529	-		5,178,529
At June 30, 2023	50,723,533.00	(2,539,351)		48,184,182
At July 1, 2023	50,723,533.00	(2,539,351)		48,184,182
Surplus for the year	-	5,842,091		5,842,091
Mentorship Grants	8,217,794	-		8,217,794
At June 30, 2024	58,941,327	3,302,740		62,244,067

17. Statement of Cash Flows for the Year Ended 30 June 2024

Description	Note	2023/2024	2022/2023
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from National Government		8,148,906	4,914,000
Rendering of services- fees from students		12,463,529	10,501,587
Mentored institution	24	8,217,794	
Miscellaneous income		217,198	2,268,980
Total Receipts		29,047,429	17,684,567
Payments			
Use of goods and services		14,741,938	13,073,774
Employee costs		3,895,320	3,542,490
Board /Council Expenses	11	605,000	1,123,004
Repairs and maintenance		202,850	126,980
Third part account payment			87,715
Total Payments		19,445,108	17,953,963
Net Cash Flows from operating activities		9,602,319	(269,396)
Cash flows from investing activities			
Purchase of property, plant, equipment and intangible assets		(1,061,384)	(4,282,964)
Mentored institution Payment	18	(11,147,876)	
Net cash flows used in investing activities		(12,209,260)	(4,282,964)
Net Increase/(Decrease) in Cash and Cash equivalents		(2,606,941)	4,013,568
Cash and Cash equivalents at 1 JULY	14	9,697,474	5,681,906
Cash and Cash equivalents at 30 JUNE	14	7,090,533	9,697,474

18. Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2024

Description	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	Utilization Difference
	Kshs	Kshs	Kshs	Kshs	Kshs	%
Revenue						
Operational Grants	-		-	1,999,827	(1,999,827)	0
Capitation & Scholarship from Gov't	9,000,000	-	9,000,000	4,148,905	4,851,095	54
Rendering of services- fees from students	12,426,000	-	12,426,000	12,431,825	(5,825)	0
Miscellaneous Income	500,000	-	500,000	241,198	258,802	52
Total Income	21,926,000	-	21,926,000	18,821,755	3,104,245	14
Expenses						
Use of goods and services	12,658,400	-	12,658,400	10,721,794	1,936,606	18
Employee costs	4,131,600	-	4,131,600	4,025,820	105,780	3
Board Expenses	1,520,000	-	1,520,000	605,000	915,000	62
Repairs and maintenance	1,200,000	-	1,200,000	257,850	942,150	79
Depreciation		-	-	14,165,553	(14,165,553)	0
Total Expenditure	19,510,000	-	19,510,000	29,776,017	(10,266,017)	17
Capital Expenditure						
Furniture and equipment	2,000,000		2,000,000	252,200	1,747,800	87
Website recreation	150,000		150,000		150,000	100
Solar installation	266,000		266,000		266,000	100
Computer				466,755	(466,755)	0
Vehicle				524,928	(524,928)	0
Total Capital Expenditure	2,416,000		416,000	1,243,883	1,172,117	
Total Recurrent and Capital Expenditure	21,926,000		21,926,000	31,019,900	(9,093,900)	
Surplus/Deficit For the Period	-	-	-	(12,198,145)	12,198,145	-

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

18 Statement of Comparison of Budget & Actual amounts For Year Ended 30 June 2024 (Continued)

(Budget notes)

1. The movement under collection of Capitation and scholarship was due to non-remittance of fourth quarter capitation and scholarship from the national Government
2. The movement under miscellaneous income was due few events that took place during the financial year
3. During the year some vote heads were not actualized due to poor flow of funds from national Government.
4. The movement under Board expenses was due to expiry of the board and a long period of six months before a new board was inaugurated.
5. The movement was due to unfavorable flow of funds from the ministry.
6. The movement under capital expenditure was as a result of insufficient flow of funds from national Government.

18 (a) Reconciliation between of Actual budget Actual realization under financial performance.

Income	Actual Budget	Realized But Not Collected nor paid	Total as per FP and PPE
Transfers from National Government	1,999,827	-	2,000,000
Rendering of services- fees from students	16,580,730	3,217,357	19,798,087
Total Income	18,701,305		
Expenses			
Use of goods and services	10,721,794	2,215,352.39	12,937,147
Employee costs	4,025,820	-	4,025,820
Board /Council Expenses	605,000	-	605,000
Repairs and maintenance	202,850	55,000.00	257,850
Depreciation	2,254,111	-	2,140,026
Total Expenditure	17,864,576	2,056,267	19,920,843
Capital Expenditure			
Furniture	80,000	352,000	432,000
Equipment	172,200	-	172,200
Computer	466,755	-	466,755
Vehicle			

19. Notes to the Financial Statements

1. General Information

Ahmed S Mwidani TTI is established by and derives its authority and accountability from TVET Act. The Institute is wholly owned by the Government of Kenya and is domiciled in Kenya. The Institute's principal activity is stated at roman (ii).

2. Statement of Compliance and Basis of Preparation

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

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the institute. The values are rounded off to the nearest shilling.

The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act, the TVET Act, and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

Notes to the Financial Statements (continued)

3. Adoption of New and Revised Standards

i. New and amended standards and interpretations in issue effective in the year ended 30 June 2024.

There are no new standards in the year ended 30th June 2024

ii. New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2024.

Standard	Effective date and impact:
IPSAS 43: Leases	<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 Institute. The new standard requires entities to recognize, 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.
IPSAS 45: Property Plant and Equipment	<i>Applicable 1st January 2025</i> The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognized as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.
IPSAS 46: Measurement	<i>Applicable 1st January 2025</i> The objective of this standard was to improve measurement guidance across IPSAS by:

**Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024**

	<p>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</p> <p>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</p> <p>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</p> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47: Revenue	<p><i>Applicable 1st January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an Institute shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p>
IPSAS 48: Transfer Expenses	<p><i>Applicable 1st January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p>
IPSAS 49: Retirement Benefit Plans	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p>

iii. Early adoption of standards

ASMTTI did not early adopt any new or amended standards in year 2024.

Notes to the Financial Statements (continued)

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Rendering of services

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

Sale of goods

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

b) Budget information

The original budget for FY 2023/2024 was approved by the Board on *30/01/2023*. During the Financial year 2023/2024 there were no approved additional budget to be added to the original budget. The Institute's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page 6.

c) Taxes

Current income tax

The Institute is exempt from paying taxes as per schedule *income tax* of the *finance* Act Cap 470.

d) Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition or construction of the item of property appropriately according to the acronyms you use in your financial statements plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the Institute 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.

The institution uses straight line method of depreciation for assets. The rates used to depreciate the assets are:

➤ Building	2.5%
➤ Equipment & Furniture	12.5%
➤ Computer & Accessories	30%
➤ Motor Vehicle	25%

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

e) 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.

Trade and other receivables

Trade and other receivables are recognized at fair values. 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.

f) Inventories

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

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

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

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

Inventories (Continued)

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

g) Changes in accounting policies and estimates

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

h) Employee benefits

Retirement benefit plans

The Institution provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an Institute pays fixed contributions into a separate Institute (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.

i) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, Bank account balances include amounts held at the Kenya commercial Bank and Equity bank at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short-term cash at hand which were accounted for at the end of the financial year.

j) Comparative figures

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

k) 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, 2024.

Notes to the Financial Statements (Continued)

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the institute'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. The Institute based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Institute. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

Useful lives and residual values

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

- The condition of the asset based on the assessment of experts employed by the *Institute*.
- 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

**Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024**

Notes to the Financial Statements (Continued)

6. Transfers from other National Government entities

Description	2023/2024	2022/2023
	Kshs	Kshs
Unconditional Grants		
Capitation Grants	4,237,827	3,914,000
Operational Grants	2,499,828	1,000,000
Scholarship Grants	2,774,905	-
Total unconditional Grants	9,512,560	4,914,000
Conditional Grants		
Mentorship Grants(Matuga Tvc)	8,217,974	5,178,529
Total Government Grants and Subsidies	17,730,354	10,092,529

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

Name of the Institute 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
Ministry of Education TVET	17,730,354	-	-	17,730,354	10,092,529
Total	17,730,354	-	-	17,730,354	10,092,529

7. Rendering of Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Tuition Fees	3,014,588	7,687,236
Development fees	6,000	
Registration Fees	651,000	
Repair Maintenance & Improvement	756,192	
Electricity Water and Consumption	930,028	
Local Transport and Travel	904,510	
Personal Emoluments	3,377,600	682,538
A.S.M.T-Shirt	6,000	-
Student Id	165,200	1,919,780
Activity Fees	1,143,152	30,000
Industrial Attachment Fees	672,700	
Internet	3,600	
Other Billing	1,604,040	
Total Revenue from The Rendering of Services	13,234,610	10,319,554

Notes to the Financial Statements (Continued)

8. Miscellaneous Income

Description	2023/2024	2022/2023
	Kshs	Kshs
Application fees	22,600	46,700
Income from sale of tender	194,598	312,205
Total other income	217,198	358,905

9. Use of Goods and Services

Description	2023/2024	2022/2023
	Kshs	Kshs
Teaching and learning materials	1,044,608	2,158,261
Industrial Attachment cost	92,600	361,903
Electricity & water	461,306	830,560
Security	779,520	1,327,457
Administrative Expense	3,305,252	60,000
Subscription	60,000	100,000
Advertising	393,626	2,904,889
Examination Fees	1,095,650	330,000
Audit Fees	330,000	761,840
Activity Cost	321,307	2,367,325
Travelling and Accommodation	2,271,585	23,500
Insurance	69,000	489,970
Printing and Stationary	279,250	59,902
Tvet Fair	228,000	441,150
Performance Contracting Cost	100,900	33,400
Nita Levy	24,500	646,494
Telephone Expenses	272,390	927,640
Kuccps Placement Cost	166,500	339,680
Training Expenses	937,612	
Total good and services	12,233,607	14,163,971

10. Employee Costs

Description	2023/2024	2022/2023
	Kshs	Kshs
Salaries and wages	3,768,873	3,377,059
Employer contributions to Nssf	204,857	165,431
Employer contribution to Housing levy	52,090	
Employee Costs	4,025,820	3,542,490

Notes to the Financial Statements (Continued)

11. Board of Governors Expenses

Description	Nature of the Payment	2023/2024	2022/2023
		Kshs	Kshs
Board of Governors Sitting Allowances	Full board Meeting allowances	347,000	1,123,004
Board of Governors Transport Allowances	Transport	56,000	
Board of Governors Bundles & Lunch Allowances	Bundles	202,000	
Total		605,000	1,123,004

12. Depreciation and Amortization expense

Description	2023/2024	2022/2023
	Kshs	Kshs
Building	1,724,744	1,724,744
Furniture & Fitting	197,859	143,860
Equipment	11,971,691	11,950,166
Computers and accessories	140,027	
Vehicles	131,232	
Total depreciation and amortization	14,165,553	13,818,770

13. Repairs and Maintenance

Description	2023/2024	2022/2023
	Kshs	Kshs
Property	257,850	477,706
Total Repairs and Maintenance	257,850	477,706

14. Cash and Cash Equivalents

Description	2023/2024	2022/2023
	Kshs	Kshs
Current Account – Operation Account 1	772,709	312,876
Development Account 2	5,873,166	9,208,944
Third Party Account 3	134,995	137,605
Production Account 4	350,000	-
Examination account 5	(53,460)	-
Cash Balance Operation Account 1	13,122	38,049
Total Cash and Cash Equivalents	7,090,533	9,697,474

**Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024**

Notes to the Financial Statements (Continued)

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

Financial Institution	Account number	2023/2024	2022/2023
		Kshs	Kshs
a) Current Account			
Kenya Commercial Bank	1215853955	772,709	312,876
Sub- Total		772,709	312,876
b) Development Account			
Kenya Commercial Bank	1259542408	5,873,166	9,208,944
Sub- Total		5,873,166	9,208,944
c) Third Part Account			
Kenya Commercial Bank	1285264533	134,995	137,605
Sub- Total		134,995	137,605
d) Production Account			
Equity Bank	1200284808387	350,000	-
Sub- Total		350,000	-
e) Examination Account			
Equity Bank	1200284808467	(53,460)	-
Sub- Total		(53,460)	-
f) Current Account			
Cash in Hand		13,122	38,049
Sub- Total		13,122	38,049
Grand Total		7,090,533	9,697,474

15. Receivables from Exchange transactions

15 (a) Current Receivables from Exchange transactions

Description	2023/2024	2022/2023
	Kshs	Kshs
Current Receivables		
Student Debtors	18,445,329	13,388,710
Advance Salary	84,700	70,700
Matuga Tvc	-	26,510
Total Current Receivables	18,530,029	13,485,920

15 (b) Ageing Analysis of Receivables from Exchange transactions

Description	2023/2024		2022/2023	
	Kshs	% of total	Kshs	% of total
	2023/2024	% of total	2022/2023	% of total
Less than 1 year	6,191,985	34%		
Between 1- 2 years	7,498,344	41%		
More than 3years(Mombasa County Sponsored Students)	4,755,000	26%		
Total	18,445,329	100%		

Notes to the Financial Statements (Continued)

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

Description	2023/2024	2022/2023
	Kshs	Kshs
At the beginning of the year	13,388,710	13,388,710
Provisions during the year	24,589,921	-
Recovered during the year	(19,533,302)	-
At the end of the year	18,445,329	13,388,710

16. Receivables from Non-Exchange transactions

Description	2023/2024	2022/2023
	Kshs	Kshs
Current Receivables		
Operation Grants	499,827	-
Capitation Grants	863,827	
Total Current Receivables	1,363,654	-

17. Inventories

Description	2023/2024	2022/2023
	Kshs	Kshs
Consumable stores	1,547,206	1,531,206
Total Inventories at lower of Cost and Net Realizable Value	1,547,206	1,531,206

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Notes to the Financial Statements (Continued)

18. Property, Plant and Equipment

	Buildings	Motor vehicles	Furniture and fittings	Computers	Plant and equipment	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
At 1 July 2022	68,989,768	-	1,150,875	-	589,490	40,701,025	70,730,133
Additions	-	-	-	-	95,011,835	-	95,011,834
Disposals	-	-	-	-	-	-	-
Transfers/Adjustments	-	-	-	-	-	13,565	-
At 30th June 2023	68,989,768	-	1,150,875	-	95,601,325	40,714,590	165,741,968
Additions	-	524,928	432,000	466,756	172,200	-	1,595,884
Disposal							
Transfer/adjustments	-	-	-	-	-	11,147,876	-
At 30th June 2024	68,989,768	524,928	1,582,875	466,756	95,773,525	51,862,466	219,200,318
Depreciation And Impairment							
At 1 July 2022	9,278,996	-	506,617	-	261,769	-	10,047,382
Depreciation	1,724,744		143,860		11,950,166	-	13,818,770
Disposal							
Impairment							
Transfer/adjustment							
At 30 Jun 2023	11,003,740	-	650,477	-	12,211,935	-	23,866,152
Depreciation	1,724,744	131,232	197,859	140,027	11,971,691	-	14,165,553
At 30th Jun 2024	12,728,484	131,232	848,336	140,027	24,183,625	-	38,031,705
Net Book Values							
At 30th Jun 2023	57,986,028	-	500,398	-	83,389,390	40,714,590	141,875,816
At 30th Jun 2024	56,261,284	393,696	734,539	326,729	71,589,900	51,862,466	181,168,613

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Notes to the Financial Statements (Continued)

18 (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
Buildings	68,989,768	12,728,484	56,261,284
Plant And Machinery	95,773,552	24,183,625	71,589,900
Motor Vehicles including Motorcycles	524,928	131,232	393,696
Computers and Related Equipment	466,756	140,027	326,730
Office Equipment, Furniture, And Fittings	1,582,875	848,336	734,539
Work in Progress	51,862,466	-	51,862,466
Total	167,337,879	38,031,704	181,168,613

19. Intangible Assets

Description	2023/2024	2022/2023
	Kshs	Kshs
Cost		
At beginning of the year	2,056,968	2,056,968
Additions	-	-
At end of the year	2,056,968	2,056,968
Additions—internal development	-	-
At end of the year	2,056,968	2,056,968
Amortization and impairment		
At beginning of the year	24,360	24,360
Amortization	-	-
At end of the year	24,360	24,360
Impairment loss	-	-
At end of the year	24,360	24,360
NBV	2,032,608	2,032,608

**Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024**

Notes to the Financial Statements (Continued)

20. Mentor Cost

Description	2023/2024	2022/2023
	Kshs	Kshs
Matuga Tvc Certificate		41,514,589
Total Mentor Cost		41,514,589

21. Trade and Other Payables

Description	2023/2024	2022/2023
	Kshs	Kshs
Trade payables	5,703,221	6,025,198
Third-Party Payments	137,605	137,605
Total Trade and Other Payables	5,840,826	6,162,803

22. Payment Received In Advance

Description	2023/2024	2022/2023
	Kshs	Kshs
Fees paid in advance	8,248,677	5,948,915
Total Mentor Cost	8,248,677	5,948,915

23. Refundable Deposits from Customers/Students

Description	2023/2024	2022/2023
	Kshs	Kshs
Consumer deposits	690,293	831,781
Caution money	-	135,600
Total Deposits	690,293	967,381

24. Mentored Institution Grants

Description	2023/2024	2022/2023
	Kshs	Kshs
At the beginning of the year	50,724,043	45,545,514
Additional	8,217,974	5,178,529
Total Deposits	58,941,507	50,724,043

Notes to the Financial Statements (Continued)

25. Employee Benefit Obligations

Description	Defined benefit plan	Post-employment medical benefits	Other Provisions	2023/2024	2022/2023
	Kshs	Kshs	Kshs	Kshs	Kshs
Current Benefit Obligation	256,947	-	-	256,947	165,431
Total Employee Benefits Obligation	256,947	-	-	256,947	165,431

Retirement benefit Asset/ Liability

The institution based on contribution to the statutory National Social Security Funds (NSSF). This is a defined contribution scheme registered under the National Social Security Act. The Institution's obligation under the scheme is limited to specific contributions legislated from time to time and currently at 6% per employee per monthly salary and the employer the same with a maximum amount of 36,000. The institution is intending to introduce gratuity policy soon for the permanent bog employees.

26. Cash generated from operations.

Surplus for the year before tax	2023/2024	2022/2023
	Kshs	Kshs
Adjusted for:	5,923,131	(3,714,712)
Depreciation	14,165,553	13,818,770
Working Capital Adjustments		
Increase in Inventory	(16,000)	(729,492)
Increase in Receivables from exchange transaction	(5,125,149)	(410,367)
Increase in Receivables from non-exchange transaction	(1,363,655)	
Increase in refundable deposit	(522,912)	
Increase in Government Grants	(346,783)	
Increase in Payables	(459,581)	4,038,301
Increase in Payments received in advance	(2,299,762)	546,875
Net Cash Flow from Operating Activities	9,954,842	(269,394)

Notes to the Financial Statements (Continued)

27. Financial Risk Management

The Institute's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The company's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimize 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 Institute's financial risk management objectives and policies are detailed below:

(ii) Liquidity risk management

Ultimate responsibility for liquidity risk management rests with the Institute's directors, who have built an appropriate liquidity risk management framework for the management of the Institute's short, medium and long-term funding and liquidity management requirements. The Institute 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.

iv) Capital Risk Management

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

Description	2023/2024	2022/2023
	Kshs	Kshs
Retained Earnings	3,302,740	(4,564,160.00)
Total Funds	3,383,780	(4,564,160.00)
Total Borrowings	-	-
Less: Cash and Bank Balances	7,090,533	9,697,474.00
Net Debt/(Excess Cash and Cash Equivalents)	(7,090,533)	(9,697,474.00)
Gearing	210%	212.47%

Notes to the Financial Statements (Continued)

28. Related Party Balances

Nature of related party relationships

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

- i) The National Government;
- ii) The Parent Ministry;
- iii) Key management;
- iv) Board of directors;
- v) Accounting Officer/Principal
- vi) Finance Department
- vii) Procurement Department.

29. Events After The Reporting Period

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

30. Ultimate And Holding Institute

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

31. Currency

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

**Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024**

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)
MSA/ASMTTI/2020/2021(2)	Inaccuracies in PPE	Institute will hire a valuer when funds are available	Solved	N/A
MSA/ASMTTI/2020/2021(2)	Inaccurate in Depreciation and Amortization	Institute will hire a valuer when funds are available	Solved	N/A

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Name: SEBASTIAN SHIKOLI LIDIGU
Accounting Officer
Principal/Bog Secretary
Date

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Appendix II: Projects Implemented by Ahmed Shahame Mwidani Technical Training Institute

Projects

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

Project title	Project Number	Donor	Period/ duration	Donor commitment	Separate donor reporting required as per the donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
MATUGA TVC	1	GOK	12months	-	No	Yes
ASMTTI TWINS WORKSHOP	2	NG-CDF	6mnths	-	No	No

Status of Projects completion

	Project	Total project Cost	Total expended to date	Completion % to date	Budget	Actual	Sources of funds	
1	MATUGA TVC	57,774,572.50	56,853,606.5	98	-	-	GOK	
2	TWINS WORKSHOP	All Process is controlled by NG CDF Changamwe.						NG-CDF CHANGAMWE

Ahmed Shahame Mwidani Technical Training Institute
Annual Report and Financial Statements for the year ended 30th June 2024

Appendix III- Inter- Institute Confirmation Letter

Name of transferring Institute **Ministry of Education TVET**

Name of beneficiary Institute **Ahmed Shahame Mwidani Technical Training Institute.**

Confirmation of amounts received by Ahmed Shahame Mwidani Technical Training Institute as at 30th June 2024

Reference Number	Date Disbursed	Recurrent (A)	Capitation (B)	Scholarship (C)	Development (D)	Total (E)=(A+B+C+D)	Remarks
MOE TVET	06/07/2023				3,564,265.00		
MOE TVET	11/07/2023	500,000				500,000	
MOE TVET	02/10/2023	500,000	1,169,000			1,669,000	
MOE TVET	18/01/2024	500,000	1,029,000			1,529,000	
MOE TVET	27/02/2024			2,559,900		2,559,900	
MOE TVET	05/02/2024	500,000	1,176,000			1,676,000	
MOE TVET	06/03/2024			215,005		215,005	
MOE TVET	18/03/2024				4,653,529	4,653,529	
MOE TVET	15/07/2024	499,828				499,827	
MOE TVET	24/09/2024		863,827			863,827	
Total		2,499,828	4,237,827	2,774,905.00	8,217,794.00	17,730,354	

I confirm that the amount shown above are correct as of the date indicated.

Head of Accounts Department - Disbursing Institute:

Name Sign Date

Head of Accounts Department - Beneficiary Institute:

Name Disha Wmini Sign [Signature] Date 16/06/25