


REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

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DATE: 17 JUN 2025	DAY. TUESDAY
TABLED BY:	THE LEADER OF THE MAJORITY PARTY
CLERK-AT THE-TABLE:	WILLS OBIEDO

**OF**

**THE AUDITOR-GENERAL**

**ON**

**MURANG'A TECHNICAL TRAINING  
INSTITUTE**

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



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**MURANG'A TECHNICAL TRAINING INSTITUTE**

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30<sup>TH</sup> JUNE 2024**

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

**Murang'a Technical Training Institute**  
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**1. Acronyms & Glossary of Terms**

**A. Acronyms**

<b>BOG</b>	Board Of Governors
<b>COVID – 19</b>	Corona Virus
<b>CSR</b>	Corporate Social Responsibility
<b>ECL</b>	Expected Credit Level
<b>FY</b>	Financial Year
<b>HELB</b>	Higher Education Loan Board
<b>HoD</b>	Head Of Department
<b>IEBC</b>	Independent Electoral Boundary Commission
<b>ICT</b>	Information Communication Technology
<b>ICPAK</b>	Institute Of Certified Public Accountants of Kenya
<b>IPSAS</b>	International Public Sector Accounting Standards
<b>KCSE</b>	Kenya Certificate of Secondary Education
<b>KNEC</b>	Kenya National Examination Board
<b>KRA</b>	Kenya Revenue Authority
<b>MTTI</b>	Murang'a Technical Training Institute
<b>NBV</b>	Net Book Value
<b>NGAAF</b>	National Government Affirmative Action Fund
<b>NGCDF</b>	National Government Constituency Development Fund
<b>NITA</b>	National Industrial Training Authority
<b>PFM</b>	Public Finance Management
<b>PSASB</b>	Public Sector Accounting Standards Board
<b>TTI</b>	Technical Training Institute
<b>TVC</b>	Technical Vocational College
<b>TVET</b>	Technical Vocational Education Training
<b>Moe</b>	Ministry Of Education
<b>SAGA</b>	Semi Automatous Government Agencies

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**B. Definition of Key Terms**

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

**Comparative Year**- Means the prior period.

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**2. Key Institute Information and Management**

**(a) Background information**

Murang'a Technical Training Institute was registered on 21/07/2021 in accordance with TVET act 2013 section 20 (1) and fast-growing Government middle level TVET Institution located in Maragua constituency in Murang'a County only 1kilometer from rapidly growing town of Maragua. The location provides a serene environment that is conducive for learning while availing all necessary amenities of an urban center. The institute has ample well-built infrastructure and facilities for the provision of quality technical skills, Business and Entrepreneur studies. The facility has spacious classrooms, well equipped workshops and computer laboratory.

The institute is headed by the principal Mr.Robinson Wachira who has wide experience in institution management having served in various institutions in senior positions. MTTI is managed by a committed Board of Governors drawn from various fields who oversees the learning and utilization of the institute resources.

MTTI has made major strides in putting in place the required infrastructure and resources to mount quality TVET programmes.

The institute offers training in Competence Based Education (CBET) in all courses and course levels. The courses are offered in nine academic departments namely Mechanical Engineering, Building and Civil Engineering, Business and Entrepreneurship Studies, Electrical and Electronics Engineering, Hospitality and tourism, Fashion Design and cosmetology, Computing and Informatics and Agriculture and Environmental studies. Other support departments include Examinations, Guidance & Counselling, Industrial Liaison, Office of Career Services, Games and Sports, Performance Contract, Research and Quality Assurance.

**(b) Principal Activities**

The principal mission of the Murang'a Technical Training Institute is to equip trainees with technical & vocational skills for global competitiveness through innovation and technological empowerment

**Mission**

To provide competent graduates with relevant quality training, skills and technology meet for the global commerce and industry.

**Vision**

To be the leading Institution in the provision of quality technical & Vocational training.

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**Core Values**

- Integrity
- Teamwork
- Professionalism
- Innovativeness
- Creativity

**(c) Key Management**

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

- Board Of Governors
- Accounting Officer/ Principal
- Deputy Principal
- Heads Of Departments
- Finance Officer
- Procurement Office

**(d) Fiduciary Management**

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

No.	Name	Designation
1.	Eng. Robinson Wachira	Principal/BoG secretary
2.	Mr. Ephantus Ngiri Wachira	Deputy Principal
3.	Mr. Eston Gateru	HoD Business
4.	Mrs. Nelius Gatitu	HoD Mechanical
5.	MS. Susan Wanja	HoD Building
6.	Mr. Michael Tirop	Registrar/Exams Officer
7.	Mr. Peter Murigi	Dean of students/ILO
8.	Mr. Francis N Muchai	HoD Electrical
9.	CPA. Alex Kamau Njuguna	Finance Officer
10.	Mr. Kevin Wanyama	Procurement Officer

**(e) Fiduciary Oversight Arrangements**

**Audit and risk committee activities**

- To evaluate adequacy of management procedure with regard to issues relating to risk management, control and governance;
- To review external audit findings and recommendations and propose corrective and preventive actions where necessary;
- To review the systems established to ensure sound public financial management and internal controls, as well as compliance with policies, laws, regulations, procedures, plans and ethics;

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- To initiate special audits and or investigations on any allegations, concerns and complaints regarding corruption, lack of accountability and transparency in consultation with the Accounting Officer; and
- To exercise such other powers as the Board may from time-to-time delegate to the Committee

**Finance and operations committee activities**

- To receive, consider and submit the proposed budget estimates from the various institute department for approval by the Board;
- To receive and consider all requests for authorization of expenditure more than the approved annual estimates and make recommendations to the Board;
- To report to the Board all matters related to finance and development;
- To ensure that accurate records are kept on the establishments in the Institute;
- To consider and recommend to the Board the priority development projects and receive reports, and the recommendations of Management on the progress of the physical development of the Institute;
- To report to the Board on the progress of physical infrastructure development of the Institute;
- To prepare Institute Development plans for an approved period and submit to the Board; and
- To exercise such other powers as the Board may from time-to-time delegate to the Committee.

**Academic committee**

- To Formulate and Review of the Academic Policy
- Setting academic Quality Assurance & standards evaluations
- Development and Implementation of New academic Programmes
- Determination of Resources:
  - Human Resource
  - Teaching/Learning Materials
  - Curriculum Evaluation
- Establishing Linkage between the College and Industry
- Ensuring Relevance of the Courses to Market Needs
- Committee in Charge of Graduations and Academic Awards

**(f) Institute Headquarters**

P.O. Box 27- 10205  
Maragua, Murang'a County  
Kenya

**(g) Institute Contacts**

Telephone: (254) 0748 108 000  
E-mail: murangatti@gmail.com  
Website: murang'atech. ac.ke

**(h) Institute Bankers**

**Central Bank of Kenya**  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya

**Other Commercial Banks**

Kenya commercial bank, Murang'a Branch

**(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






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**3. The Board of Governors**





No.	Member/ Director	Details
1.	 Chairman Pro. Peter Kagwanja	D.O.B: 8/8/1963 PHD in Philosophy Masters of Arts – History, Politics, Economic History and Labour Studies Bachelor of Education CEO of Africa Policy Institute (API) Visiting scholar at the institute of diplomacy and international studies Principal consultant in the development of Kenya Foreign Policy
2.	 REV Stanley Amukoa Ochiel	D.O.B 12/10/1972 MA in Leadership BA in Bible & Theology Diploma in Human Resources Management 24 Years Working Experience in administration and clergy duties at CITAM church.
3.	 Mrs. Judith Mbete Mutune	D.O.B: 22/03/1974 MA in Economics BA in Economics and Geography Higher Diploma in Management of Information Systems Computer networking Instructor training (part 1 and part 2) 19 Years Working experience
4.	 Eng. Watson N Nyamweya	D.O.B:20/10/1967 Advance professional training Germany in automotive Higher national diploma – mechanical engineering Diploma in business management Workshop manager DT Dobie & co 31 years of work experience
5.		D.O.B: 17/09/1965 Bachelor of Science in Mechanical Engineering  28 years working Experience in TVET training and management.

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**4. Key Management Team**

No.	Member	Details
1.	 Mr. Robinson Wachira	Principal/BoG secretary <b>Qualifications:</b> Bachelor of science in Mechanical Engineering, Diploma in technical Education
2.	 Mr. Ephantus Ngiri Wachira	Deputy Principal <b>Qualifications:</b> Master of business Administration (Finance ), Bachelor of education ( science) and CPA FINAL
3.	 Mr. Eston Gateru	HoD Business <b>Qualification:</b> Senior management course
4.	 Mrs. Nelius Gatitu	HoD Mechanical <b>Qualifications:</b> Bachelor of Education in technology education and computing.( Automotive Technology)
5.	 MS. Susan Wanja	HoD Building <b>Qualifications:</b> Higher diploma in construction( building & civil Engineering option),Diploma in technical training programme and craft certificate in technical education programme.

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	Secretary to the Board Eng. Robin Wachira	
6.	 Mrs. Millicent Wanjiru Gikunju	D.O.B 15/12/1982 Masters- Occupational Safety & Health Bsc. Food Science & Technology 15 Years Working Experience in occupational safety& health, quality , food safety management, training and ISO Auditing and implementation.
7.	 Dr. Linus Isaac Francis Ochieng'	D.O.B: 1988 PHD – Finance MSC – Finance & accounting Bachelors of commerce degree – Finance CPA(K) Academic/Lecturing and administration at JKUAT, Kenya School of monetary studies & KCA Tax consultant
8.	 Mr. Peter Kamau NJioka	D.O.B 18/03/1966 Masters of Business Administration Higher Diploma in Human Resources Management Diploma in Human Resource Management Certified Human Resource Professional Kenya 17 Years Working Experience in ICT Business, management Consultancy, Research, sales & marketing
9.	 Mrs. Charles Nyota	County Director TVET Ms. In communication Science, University of Nairobi.  26Years of Experience in governance and management of technical institution

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**5. Chairman's Statement**



I feel honoured and duty – bound to present an over view of the Murang'a TTI performance for the year ended 30<sup>th</sup> June, 2024. The board played its rightful role in the institute governance and remained steadfast and united in support of efforts by MTTI management in transforming it into a leading Institution in the provision of quality technical & Vocational training





The institute realized in the financial year 2023- 2024 reported a surplus of kshs 18,116,056\_which is a increase of 31% from the previous year. This is basically due to increased operation revenue mobilisation and adherence to the established cost cutting measures

The institute board is focused to position the MTTI as cradle of knowledge in providing quality education, teaching, research and innovation community outreach that meet the needs of a dynamic society. The institute has been keen on addressing national aspirations by conforming to national policies as envisioned in the President's Bottom up Economic Transformation Agenda (BETA).Agenda.

In effort to promote excellence in all its operations, the MTTI management has proactive team of heads of department who are the central enabler for quality service delivery. The institute has organized activities to emphasize the benefits from team work and the need to leverage on the shared goals for the achievement of the institutional vision. The MTTI top management under the guidance of the board will endeavour to develop and sustain a shared vision for the benefit of the institution and all it current and potential stake holders.

The Institute has endeavoured to achieve quality teaching and learning by developing quality academic delivery model in the light of the dynamic and changing trends in higher education nationally and globally. It has identified clear pathways in training and research by introduction of additional training programme that support economic transformation of the immediate community and the nation at large by equipping its trainees with knowledge, skills and attitudes for the dynamic labour market. Expanding of the academic programme will contribute significantly towards creating a broad knowledge – based economy to meet the human resource requirements for the rapidly changing and diversified local and global economy

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6.	 Mr. Michael Tirop	Registrar/Exams Officer Qualifications: Bachelor of Education in electrical & electronics
7.	 Mr. Peter Murigi	Dean of students/ILO Qualifications: Certificate in Electrical engineering Technician and diploma in Technical education in electrical Engineering
8.	 Mr. Francis N Muchai	HoD Electrical Qualification: Diploma in electrical and electronics engineering and Diploma in technical education in electrical and electronics engineering
9.	 Mr. Kevin Wanyama	Procurement Officer Qualifications: Bachelor of Business management (purchasing and supplies chain management option)

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MTTI has actively participated in community service social – distanced activities which include the promotion of peer counselling activities, donating trees to the locals and organising health talks geared towards health living. In addition, the MTTI have participated community education and blood donation activities.

I wish to finally thank the government of Kenya, board members, management, staff, trainees and other stake holders for their continued support over the year in striving to make MTTI Centre of excellence for vocational and Technical Training



**Prof. Peter Kagwanja**  
**Chairman: Board of Governors.**

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## 6. Report of the Principal



It's with great pleasure that I present the annual report and financial statements for Murang'a Technical Training Institute performance for the year ended 30 th June, 2024. This year has been a remarkable year for the MTTI as with institute recorded the highest surplus ever of kshs 18,116,056\_which is an increase of 31% from the previous year. The trainee population surpassed the 1500 target which is an indication that the Kenyans, are in cognizant of our commitment to continue to improve our competitiveness in TVET. This remarkable stride will enable us take a national focus in service delivery and compete with other TVET institute within and above our level.

This has been a year with new challenges but also many other opportunities to improve and move forward. The staff and the management have risen to the challenges with great deal of resilience and determination. The institute made a great stride towards implementation of the CBET curriculum by continues training of our trainers in collaboration with CDACC and in addition, mounting structures for the CBET training.

The year also saw the institute implementing a massive programme of improving our infrastructures including

- a) Face-lifting of the administration block
- b) Modern furniture for the trainers
- c) Expanding internet and ICT infrastructures
- d) Rebranding of the institute
- e) Acquisition of training and research materials.

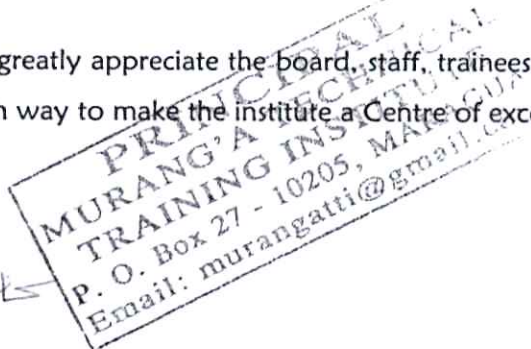
Despite these successes, we have faced numerous challenges of mobilizing adequate funds to build training rooms and developing new infrastructures to cater for the increase in population and also match the industry trends to ensure relevance in training. We acknowledge that we require a lot of investment in both financial and human capacities which continue to stretch the scarce financial resources at our disposal. These challenges are also compounded by the heavy financial burden incurred by the institute as remuneration for trainers hired under governing board terms as the PSC has not been able to provide adequate human resource to enable the institute deliver her mandate

We would like in a special way to thank the government of Kenya for the renewed commitment to TVET and recognising technical training as a mode for achieving the vision 2030.The funding of trainees through capitation and provision of loans and bursaries by HELB.

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MTTI remain committed to quality training and declare our resolve to continue addressing the opportunities and challenges that come our way more so, in playing our role in the realization of President's Bottom Up Economic Transformation Agenda (BETA).Agenda.

We also greatly appreciate the board, staff, trainees and all stake holders who have contributed greatly in their own way to make the institute a Centre of excellence for vocational and Technical Training



**Eng. Robinson Wachira**

**Principal/Secretary of the Board**

**7. Statement of Performance against Predetermined Objectives**

MTTI has eight strategic pillars and objectives within its Strategic Plan for the FY 2020-2025. These strategic pillars are as follows:

**Strategic Objectives**

SO1: Enhance access and equity

SO2: Promote effective application of ICT;

SO3: To improve Institutional corporate governance /  
management;

SO4: To improve corporate image

SO5: To improve the financial base of the Institute;

SO6: To ensure the staff are adequate, competent and highly motivated

SO7: Enhance collaborations and linkages;

SO8: Upgrade and increase the infrastructure;

MTTI developed its annual work plans based on the above nine pillars. Assessment of the Board's performance against its annual work plan is done on annual basis. The institute achieved its performance targets set for the FY 2023/2024 period for its eight strategic pillars, as indicated in the diagram below:

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Pillar no	Strategic issues	Strategic Objective	Key Performance Indicators	Activities	Achievements
1:	access and equity	to diversify training programmes	No. of students enrolled No. of programmes launched	Introduce new academic programmes	Introduced new academic programmes and applied for registration.
2:	Institutional Corporate Governance /Management	Improve Institutional corporate governance/ Management	Organisational structure, institute management policies Board of governors committee induction of the institute Board	Develop institution management policies, strategies and programmes	Developed institutional policies, strategies and programmes that are responsive to effective governance and management of TVET New institute board members inaugurated board committee established
3:	ICT	Promote effective application of ICT	Acquire more computers for learning and offices internet systems	Established VDU lab	Established VDU lab awaiting delivery of the computers by the government
4:	Research and Innovation	establish forums for sensitization of staff and students	Originality of research document/ideas Award/recognition for innovation	Train trainees on research & innovation	trainees trained on research & innovation
5:	Financial Resources	Enhance fees collection	fees collection & debts Control systems established and implemented	Develop fees collection policy	fees collection policy developed debt management policy developed and operationalized
6:	Human Resource	Enhance the staff adequacy and competent.	increased number of the PSC /BoG staffs	- Liaise with the PSC/BoG for meeting gaps in teaching as per the skills gap analysis done.	Additional trainers hired under both PSC and BoG terms

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7:	Collaboration and linkages	Enhance Collaborations and Linkages	Collaboration and linkages frameworks established and strengthened	Participate in KATTI activities to strengthen linkages with other TVET institutions.	Participated in KATTI activities to strengthen linkages with other TVET institutions
8:	Infrastructure improvement	Upgrade infrastructure	number of new facilities constructed number of offices established	source for the BQ for the workshop Source for the material construct the offices and workshop sheds	Construction of the Automotive shed ongoing

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**8. Corporate Governance Statement**

Murang'a Technical Training Institute is governed by the board that consist of 9 members appointed by the cabinet secretary, ministry of education as follows

- a) Chairman and five other members appointed through an open process
- b) One member representing permanent secretary on matters relating to education
- c) One member representing cabinet secretary on matters relating to finance
- d) The principal who is an ex- official member of the board.

The appointment of the chairman and other members of the board is done by the cabinet secretary, ministry of education through a gazette notice to serve for period of three (3) years renewable once. The board members who served during the year under review were Inaugurated on 7<sup>th</sup> March, 2024 .For the purpose of succession planning the Cabinet Secretary shall stagger the appointment of some members to maintain a proportion of new membership that ensures continuity in the services of the Board

**Names of the MTTI board members**

No	Name	Designation	Term status
1.	Prof. Peter Kagwanja	Chairman	On-going
2.	Dr. Linus Ochieng	Member	On-going
3.	Eng. Watson Nyakundi	Member	On-going
4.	Mr. Robin Wachira	Principal- Secretary	On-going
5.	Ms. Margaret Nduhiu	CD-TVET	On-going
6.	Ms. Judith Mutune	Member	Appointed
7.	Peter Njioka	Member	Appointed
8.	Mrs. Millicent Muchiri	Member	Appointed
9.	Rev. Stanley Amukoa Ochiel	Member	Appointed

**Roles and functions of the MTTI board**

The role and functions of the board are outlined in Board Charter and Mwongozo Code of governance which state that;

- a) The Board shall ensure that a proper management structure is in place and that the management maintains the corporate integrity, reputation and responsibility of the Institute .
- b) The Board shall monitor and evaluate the implementation of strategies, policies, and management plans of the Institute.
- c) The Board shall constantly review the viability and financial sustainability of the Institute at least once in every year.
- d) The Board shall ensure that the Institute complies with all the relevant laws, regulations, governance practices and accounting and auditing standards.

**Induction and capacity building for the board members**

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New members, once are appointed are inducted and issued with relevant documents to familiarise themselves with their roles as outlined in the law. Subsequent trainings are conducted to equip the board members with relevant knowledge and skills required to discharge their responsibilities effectively.

**Board charter**

The institute has board charter which outlines the powers and the responsibilities of the board, committee's terms of reference. Membership, appointment, remuneration, term of the board members, conduct of the meetings, conflict of interest among others. The charter is premised on the Mwongozo Code which guides on corporate governance practices.

**Remuneration of the board members**

The remuneration of the board members is as per the guidelines set out by the state corporations advisory committee circulars and the national treasury directives in respect to sitting allowance, transport, and accommodation costs. Details of the full board and committee allowances are included in the financial statement.

**Conflict of interest**

Board members are required to avoid conflict of interest and deal at arms- length in any matter of the institute. Each member is obligated to disclose any real issues or potential conflict of interest, which may come to their attention whether directly or indirectly. During every board meeting, members are required to make declaration of any conflict of interest they may have in the agenda of the day by way of signing a conflict of interest register. The register is maintained and updated accordingly.

**Board members' performance**

The performance of the board and its members is evaluated on regular basis in order to gauge their performance and identify areas of improvement. During the year self-evaluation was conducted by the board themselves.

**Ethic and conduct**

The board members are expected to conduct themselves ethically, honestly and with integrity in all dealings as per the MTTI code of ethics and conduct.

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**BoG. Meeting Register**

**Board of Governors Meetings for FY 2024-2025**

**Members present former board**

Name	Designation	Date	
		Virtual	Physical Full board
		13/7/2023	12/10/2023
Prof. Peter Kagwanja	Chairman	√	√
Dr. Ruth Muriithi	Member	√	√
Dr. Linus Ochieng	Member	√	√
Eng. Watson Nyakundi	Member	√	√
Eng. Lawrence Mwangi	Member	√	√
Mr. Robin Wachira	Member	√	√
Cornelius Mtongili	Member	√	x
Prof. Paul N. Mbatia	Secretary	√	x

**Members present current board**

Name	Designation	Inauguration	Full board	Full board
		7/3/2024	6/5/2024	28/6/2024
Prof. Peter Kagwanja	Chairman	√	√	√
Dr. Linus Ochieng	Member	√	√	√
Eng. Watson Nyakundi	Member	√	√	√
Mr. Robin Wachira	Member	√	√	√
Ms. Margaret Nduhiu	CD-TVET	√		
Ms. Judith Mutune	Member	√	√	√
Peter Njioka	Member	x	√	√
Mrs. Millicent Muchiri	Member	x	√	√
Rev. Stanley Amukoa Ochiel	Member	x	√	√

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**9. Management Discussion and Analysis**

**1. Operational and Financial Performance,**

Murang'a Technical Training Institute continues to deliver its key mandate of provision of quality, vocational and technical training. During the FY 2023- 2024 under review, MTTI has reported a surplus of kshs 18,116,056 from a surplus of kshs 13,741,764 reported prior year.

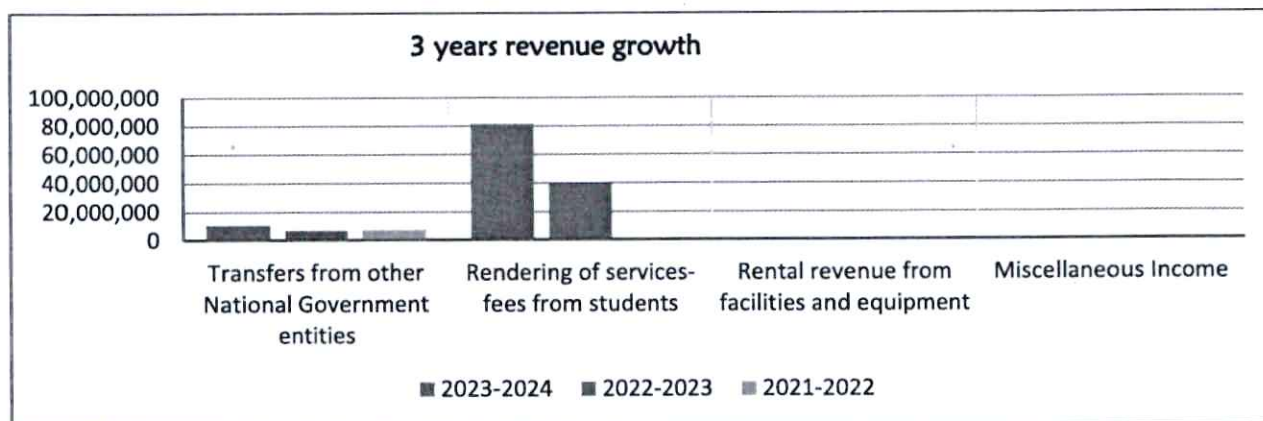
**Financial performance review**

The institute relies heavily on fees paid by the trainees, which constitutes to over 75% of the total revenue in the 3 consecutive years. There has been growth in the revenue in the past 3 years as shown below.

**Revenue for the collections for the past 3 years.**

Classification	2023-2024	2022-2023	2021-2022
Transfers from other National Government entities	10,570,400	7,117,000	6,927,500
Rendering of services- fees from students	81,083,848	39,460,577	12,157,527
Rental revenue from facilities and equipment	237,000	600,870	
Miscellaneous Income	794,292	277,620	
Totals	<b>92,685,540</b>	<b>47,456,067</b>	<b>19,085,027</b>

**Revenue Graphs**



**Expenditure for the past 3 years.**

The institute expenditure have been evenly incurred across the financial years with use of goods & services being the highest

Expenditure Classification	2023-2024	2022-2023	2021-2022
<b>Expenses</b>			
Use of goods and services	49,858,439	17,832,410	5,801,729
Employee costs	10,364,739	6,298,334	3,115,070

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Board Expenses	480,900	745,370	51,000
Depreciation and amortization expense	8,132,809	7,312,568	6,468,577
Repairs and maintenance	5,177,797	1,161,621	2,782,690
Contracted services	554,800	364,000	
<b>Total Expenses</b>	<b>74,569,484</b>	<b>33,714,303</b>	<b>18,219,066</b>

**Financial Health**

Liquidity is a key factor in assessing an entity health. Liquidity is the amount of cash and easily – convertible – to – cash assets an entity owns to manage its short – term debt obligations. The MTTI current asset to current liability is 3.8:1 (48,087,600: 12,566,666) which is healthy as compared to 2.1 bench mark. Our working capital is approximately 35,520,934 (48,087,600- 12,566,666) an entity that has high net working capital generally has the financial resources to meet its short term financial obligation. High working capital signals and suggests that MTTI the potential for strong growth and that is what the institute is holding in store towards the achievement of its mandate.

**2. Compliance with Statutory Requirements.**

The Institute complies with statutory requirements as follows

**PAYE**

Income tax act, 1973 law of Kenya , places on employers an obligation to deduct and remit monthly income tax for all employees and be remitted to the pay master general on or before 9<sup>th</sup> day of the following month. has complied with the set deadline for remission.

**NSSF**

The NSSF Act, 2013, laws of Kenya, requires employers to deduct and remit NSSF deductions on monthly basis and remit the same on or before 9<sup>th</sup> of the following month. MTTI has been remitting the deductions to NSSF on time.

**NITA**

National Industrial Training Authority (NITA) is a state corporation established under the industrial training (amendment) act of 2011. Its mandate is to promote the high set standards in the quality and efficiency of industrial training in Kenya and ensure an adequate supply of properly trained manpower at all levels in the industry. Employers are required to pay NITA levy annually at monthly rate of kshs.50 per employee including a casual employee as per section 5 (CAP 237) of the industrial training act. MTTI has been remitting the levy to NITA on time.

**Murang'a Technical Training Institute**  
**Annual Report and Financial Statements for the year ended 30th June 2024**

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**NHIF**

NHIF Act, 1998. Laws of Kenya, requires the employer to deduct the NHIF dues and remit the same on or before the 9<sup>th</sup> of the following month. The MTTI has complied with the NHIF act.

**HELB**

HELB Act.1995. Laws of Kenya, requires employers to deduct from wages or remuneration of the loanee(s) the amount of any loan as instructed by the board and submit within 15 days after the end of each month. MTTI has recovered HELB loans from staff as required and submitted the same within the stipulated fifteen days after the end of each month.

**Housing levy**

The Affordable Housing Act, 2024 designates KRA as the 'Collector' of the Affordable Housing Levy (AHL).With effect from 19th March, 2024, all Employers are required to deduct the AHL from the employee's gross salary and remit together with the employer's contribution as follows:

- a) One point five per centum (1.5%) of the employee's gross monthly salary by the employee;
- b) One point five per centum (1.5%) of the employee's monthly gross salary by the employer.

The due date for remittance of Affordable Housing Levy is the 9th working day after the end of the month. The Institute has complied with the housing levy act.

**3. Major Risk.**

The principal financial assets are trade receivables and cash and cash equivalents which arise directly from its operations. The institute has financial liabilities comprising trade and other payables. MTTI is exposed to the following risk.

- a) Market risk
- b) Liquidity risk
- c) Credit risk
- d) Litigation risk

The board has overall responsibility for the establishment and oversight of the MTTI risk management frame work.

Risk management policy have been established to identify and analyse the risks faced by the national institute , set appropriate risk limits and controls, and monitor risks and adherence to limits. Risk management policy and systems will be received regularly to reflect changes in economic conditions and the institution activities

**Market risk**

MTTI is located in severe hardship areas which is likely to experience low trainees enrolment which may result in the reduction of revenue.

**Liquidity risk**

This is the risk of facing liquidity challenges in meeting its financial obligations as and when they fall due. This can be caused by the reducing funding levels from both exchange & non exchange transaction.

**Credit risk**

MTTI faces credit risk arising from its customers who majorly provides the income from exchange transactions.

**4. Material Arrears in statutory and Other Financial Obligations.**

The Institute during financial year under audit did not have any material arrears in statutory and other financial obligations.

There is no major financial impropriety reported by internal audit/audit, risk, risk management & compliance committee of the board, and external auditors.

**10. Environmental and Sustainability Reporting Statement**

**1. Sustainability strategy and profile**

- a) **Innovation and technology-** the institute has put a lot of effort in sustainability related to Research and development in order to reduce environmental impacts in new products and in business activities of training. The institute uses best available techniques and integrated environmental technologies in all its operations for cleaner production and zero-emission technologies.
- b) **Collaboration** – the institute maintained a good cooperation and active collaboration with various business partners which included suppliers, TVET institutions, universities and others working in common programmes and networks on innovative products and technologies. Exchange of information and knowledge through bench marking, industrial attachments and trade exhibitions
- c) **Knowledge management** – the institute have planned, developed, organized, maintained, transferred, applied and measured specific knowledge and to improve the organizational knowledge base.
- d) **Processes-** Clear processes and roles are defined so that institute activities are efficiently conducted and that every employee knows what the institute management expects from him or her.
- e) **Purchase-** the institute had a good Relationship with suppliers focusing also on sustainability.
- f) **Sustainability reporting** – the institute maintained Considerable reporting of sustainability issues within the board meeting reports.

**2. Environmental performance**

This dimension deals with environmental impacts due to corporate activities. These environmental impacts are caused by resource use and emissions into air, water, ground and hazardous waste.

**Ecological Dimension of Corporate Sustainability**

This dimension deals with environmental impacts due to corporate activities. These environmental impacts are caused by resource use, and emissions into air, into water or

into ground, as well as waste and hazardous waste. Additionally, the impact on biodiversity and environmental issues of the product over the life cycle are of importance. This dimension is mainly measured by impacts, but within corporate sustainability strategies the focus has to be laid on the effects causing these impacts.

**3. Employee welfare**

**a) Corporate governance-**

This is the transparency in all of the institute activities in order to ameliorate relationship towards its stakeholders. During the financial year, the institute recruited staff using the laid down recruitment procedures. This was done through the guidance of public service commission who Give insight into all relevant data; following rules of on recruitment of the corporate governance and defining responsibilities and behaviour of the board.

b) **Staff Motivation and incentives** – this is an Active involvement and exemplary function of management on sustainability of all the employees being aware of their needs, claims and motivation factors of employees in order to implement sustainability sufficiency into the organization due to support of management for acting in sustainable way (e.g., time, money, resources). The management has developed and implemented incentives and reward systems (monetary and non-monetary). for motivating its employees.

c) **Health and safety** – the institute guarantee that no health and safety risks occur when working in/for the institute. No negative impact of employees' physical health at any time was reported.

The institute has Operation of programmes for employees to prevent dangers and to stay generally fit and healthy.

d) **Human capital development** - Development of human capital for sustainability related issues through specific programmes is key to any organization. The institute has sponsored staff to various seminars and workshops and also allowed others join holiday classes. The institute has also encouraged Broad cross-working

**Murang'a Technical Training Institute**  
**Annual Report and Financial Statements for the year ended 30th June 2024**

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education (job enrichment, job enlargement) for staff in order to become aware of the different challenges and issues of corporate sustainability

**4. Market place practices-**

**a) Responsible competition practice.**

The institute practices responsible competition by following normal procedure of marketing. The institute has developed an anti-corruption policy and non-political adherence

**b) Responsible Supply chain and supplier relations-**

The institute has list of suppliers who were prequalified through advertisement. The policy of the institute is to pay all the bills at the end of every month and this has created a good rapport with her suppliers and service providers

**c) Responsible marketing and advertisement**

The institute carries out normal marketing through media and organized talks.

**d) Product stewardship.**

Trainees of the Institute are competently prepared emotionally, intellectually and spiritually. They are equipped with Hands on Skills and Technology to make a difference in this generation and generations to come.

**5. Corporate Social Responsibility / Community Engagements**

MTTI being a public entity embraces the policy of Corporate Social Responsibility (CSR) through engaging herself with the following amongst many social responsibilities:

**(a) Charitable Activities**

The Institute trainees have been offering material & spiritual support to needy children in various children's homes within Maragua region through donation of foodstuffs and cloths.

**(b) Communities outreach activities**

MTTI in conjunction with Maragua Hospital organised for communicable diseases awareness sensitization programmes at Local shopping centres. This was a sign that the Institute is moving towards fulfilling its core mandate of community service. The institute worth its name must benefit the community and not only improve its economic activities but also uplift the health and the well-being of people around it to attain the country's Universal Health. Universal Health Coverage (UHC) concept is firmly based on WHO

constitution of 1948 declaring health a fundamental Human right. This is equally in line with the Constitution of Kenya 2010 that confers on every Citizen Highest attainable standard of Health Including Reproductive Health. The President reaffirmed the objective of Kenyan constitution through the Big Four Agenda Where Affordable Health Care is a pillar. UHC should be every body's business and a multi-sectoral approach is the way to go in the realization of this concept of Health care delivery.

The Institute has also been offering both social and economic support to the external community through provision of casual labour opportunities and supplies wherever such opportunities arise.

**(c) Environmental Improvement activities**

Introduction of communal periodical cleaning day at Maragua Town has been one of the environmental improvement activities of the Institution.

**(d) Academic Mentorship**

MTTI in conjunction through the registrar's office was involved in offering career advice to students within and around Maragua during the financial year. The Institute also offered internship and industrial attachment to qualified youths from the surrounding community and Institutions.

**Murang'a Technical Training Institute**  
**Annual Report and Financial Statements for the year ended 30th June 2024**

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**11. Report of the Board of Governors**

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

**Principal activities**

The principal activities of the institute are is to offer technical & vocational skills to trainees who meet the minimum academic qualification to be enrolled to the institute

**Results**

The results of the institute for the year ended 30 June 2024 are set out on page 1 – 5


**Board of Governors**

The members of the Board who served during the year are shown on page viii and ix

**Auditors**

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

By Order of the Board

  
**PRINCIPAL**  
**MURANG'A TECHNICAL**  
**TRAINING INSTITUTE**  
P. O. Box 27 - 10205, MARAGUA  
Email: murangatti@gmail.com

**Robinson Wachira**

**Secretary of the Board**

**Date:**

**12. Statement of Board of Governors Responsibilities**

Section 81 of the Public Finance Management Act, 2012 and section 29 of schedule 2 of the Technical and Vocational Education and Training Act, 2013 require the board members to prepare financial statements in respect of that institute, which give a true and fair view of the state of affairs of the institute at the end of the financial year/period and the operating results of the institute for that year/period. The Board members are also required to ensure that the institute keeps proper accounting records which disclose with reasonable accuracy the financial position of the institute. The board members are also responsible for safeguarding the assets of the institute.

The Board members are responsible for the preparation and presentation of the institute's financial statements, which give a true and fair view of the state of affairs of the institute for and as at the end of the financial year (period) ended on June 30, 2024. This responsibility includes:

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

The Board members accept responsibility for the institute's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and the TVET Act. The board members are of the opinion that the institute's financial statements give a true and

**Murang'a Technical Training Institute**  
**Annual Report and Financial Statements for the year ended 30th June 2024**

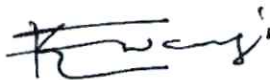
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fair view of the state of institute's transactions during the financial year ended June 30, 2024, and of the institute's financial position as at that date. The Board members further confirm the completeness of the accounting records maintained for 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 nothing has come to the attention of the Board 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.

**Approval of the financial statements**

The institute's financial statements were approved by the Board on 25/09/24 2024 and signed on its behalf by:

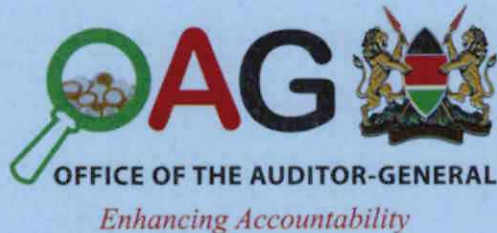


.....  
Name: Prof Peter Kagwanja  
Chairperson of the Board



.....  
Name: Eng Robin Wachira  
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 MURANG'A TECHNICAL TRAINING INSTITUTE FOR THE YEAR ENDED 30 JUNE, 2024

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### PREAMBLE

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

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

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

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

## REPORT ON THE FINANCIAL STATEMENTS

### **Qualified Opinion**

The accompanying financial statements of set out on pages 1 to 30, which comprise the statement of financial position as at 30 June, 2024, and the statement of financial performance, statement of changes in 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 Muranga 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 with the Technical and Vocational Education and Training Act, 2013 and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **Undisclosed Value of Land and Lack of Ownership Documents**

The statement of financial position as at 30 June, 2024 and as disclosed in Note 19 to the financial statements reflects property plant and equipment balance of Kshs.273,658,653. However, the balance does not include the value of land where the College resides. Further, ownership documents for the land were not provided for audit.

In the circumstances, the land ownership, accuracy and completeness of the property, plant and equipment balance could not be confirmed.

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

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.84,882,600 and Kshs.92,685,540 respectively,

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*Report of the Auditor-General on Murang'a Technical Training Institute for the year ended 30 June, 2024*

resulting to over-collection of Kshs.7,802,940, indicating a lack of budget credibility. Similarly, the Institution spent Kshs.76,410,519 against an actual receipt of Kshs.92,685,540, resulting to under expenditure of Kshs.16,275,021 or 21%. The under expenditure may have curtailed realization of planned activities and service delivery.

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

I have fulfilled the responsibilities described in the Auditor's Responsibilities for the Audit section of the report, including in relation to these matters. Accordingly, the audit included the performance of procedures designed to respond to the assessment of the risks of material misstatement of the financial statements. The results of the audit procedures, including the procedures performed to address the matters above, provide the basis for my audit opinion on the accompanying financial statements.

### **Other Information**

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

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

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

# REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

## **Conclusion**

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

## **Basis for Conclusion**

### **1. Non-Compliance with Law on Ethnic Composition**

Review of the personnel records and staff establishment revealed that the Institute had a total of fifty-three (53) employees as at 30 June, 2024, out of which, forty-three (43) or (81%) were from the dominant ethnic community. This was contrary to the requirements of Section 7(2) of the National Cohesion and Integration Act, 2008 which states that, no public establishment shall have more than one third of its staff from the same ethnic community.

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

### **2. Failure to Carry Out Training Needs Assessments**

The Management did not carry out training needs assessments during the financial year under review contrary to Public Service Human Resource Policies 2016 H3 (1) which states that training needs assessment is a performance audit that generates and provides information to assess the inadequacy of knowledge and skills which inhibits an organization from attaining its objectives. Training in the Public Service shall be based on training needs assessment which shall be conducted after every three (3) years in each State Department.

In the circumstances, Management was in breach of the public service human resource policies.

### **3. Employment of Unlicensed Trainers**

Muranga Technical Training Institute had sixty (60) members of trainers out of which thirty-nine (39) trainers were not licensed and registered by the Technical and Vocational Education and Training Authority. However, even though the Management explained that most of the unlicensed trainers have already registered with TVETA and that they are awaiting for the registration number to be issued, the Management did not comply with Section 23 of the Technical and Vocational Training Act of 2013 and Regulation 16. (1) of the Technical and Vocational Education and Training Regulations 2015.

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*Report of the Auditor-General on Murang'a Technical Training Institute for the year ended 30 June, 2024*

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

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

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Lack of Business Continuity and Disaster Recovery Plan**

During the year under review, the Institution did not have in place an Information System, Disaster Recovery Plan and a Business Continuity Plan. Therefore, there was no documented process to guide mitigation against any events affecting the information systems, information recovery and business continuity.

In the circumstances, the effectiveness of the security build around the information system could not be confirmed.

#### **2. Lack of Internal Audit Function and Audit Committee**

The Institute operated without an internal audit function and an audit committee for the purpose of carrying out in depth reviews of Management operations. This was contrary to Section 73(1) and 73(5) of the Public Finance Management Act 2012 requires every entity to have arrangement in place for internal audit function. Further, Public Finance Management National Government (2015) Regulation 43 (e) States that An Accounting Officer shall ensure that each national government entity has an audit committee in place.

In the circumstances, the effectiveness of the assurance on internal control systems for the Institute could not be confirmed.

The audit was conducted in accordance with ISSAIs 2315 and 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 as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

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

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

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 INTOSAI Framework of Professional Pronouncements (IFPP). The Framework requires 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

14 May 2025

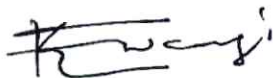
**Murang'a Technical Training Institute**  
**Annual Report and Financial Statements for the year ended 30th June 2024**

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

Description	Notes	2023 - 2024 FY	2022 - 2023 FY
		Kshs	Kshs
<b>Revenue from non-exchange transactions</b>			
Transfers from the National Government – grants/ gifts in kind	6	10,570,400	7,117,000
<b>Total Revenue from non-exchange transactions</b>		<b>10,570,400</b>	<b>7,117,000</b>
<b>Revenue from exchange transactions</b>			
Rendering of services- Fees from students	7	81,083,848	39,460,577
Rental revenue from facilities and equipment	8	237,000	600,870
Miscellaneous Income	9	794,292	277,620
<b>Revenue from exchange transactions</b>		<b>82,115,140</b>	<b>40,339,067</b>
<b>Total revenue</b>		<b>92,685,540</b>	<b>47,456,067</b>
<b>Expenses</b>			
Use of goods and services	10	49,858,439	17,832,410
Employee costs	11	10,364,739	6,298,334
Remuneration of directors	12	480,900	745,370
Depreciation and amortization expense	13	8,132,809	7,312,568
Repairs and maintenance	14	5,177,797	1,161,621
Contracted services	15	554,800	364,000
<b>Total expenses</b>		<b>74,569,484</b>	<b>33,714,303</b>
<b>Net Surplus for the year</b>		<b>18,116,056</b>	<b>13,741,764</b>

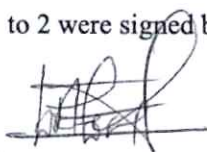
(The notes set out on pages 6 to 34 form an integral part of the Annual Financial Statements)

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



Prof. Peter Kagwaxia  
 Chairman of the Board

Date 25/09/2024



Alex Hloguna  
 Finance Officer  
 ICPAK No.26021

Date 25/09/2024

PRINCIPAL  
 MURANG'A TECHNICAL  
 TRAINING INSTITUT  
 P.O. Box 27 - 10205, MARA  
 Email: murangati@gmail

Robin Wakhtpa  
 Principal

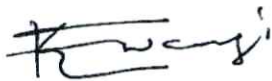
Date 25/09/2024

**Murang'a 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 FY	2022 - 2023 FY
		Kshs	Kshs
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	16	25,871,121	6,448,838
Current portion of receivables from exchange transactions	17	22,216,479	19,325,585
Inventory	18		424,260
<b>Total current asset</b>		<b>48,087,600</b>	<b>26,198,682</b>
<b>Non-current assets</b>			
Property, plant and equipment	19	273,658,653	271,762,308
Intangible assets	20	370,158	425,469
<b>Total Non-current assets</b>		<b>274,028,811</b>	<b>272,187,777</b>
<b>Total assets</b>		<b>322,116,411</b>	<b>298,386,459</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables from exchange transactions	21	2,811,665	1,256,510
Refundable deposits from customers	22	1,569,010	661,010
Payments received in advance	23	8,185,991	1,872,525
<b>Total liabilities</b>		<b>12,566,666</b>	<b>3,790,045</b>
<b>Net assets</b>			
Reserves			
Accumulated surplus		31,109,299	16,155,968
Capital Fund		278,440,446	278,440,446
<b>Total net assets and liabilities</b>		<b>322,116,411</b>	<b>298,386,459</b>

The Financial Statements set out on pages 1 to 5 were signed by:



PROF. PETER KAHANIA.....

**Chairman of the Board**

Date 25/09/2024



Alex Mbugua.....

**Finance Officer**

ICPAK No.26021

Date 25/09/2024



ROBIN WACHIRA.....

**Principal**

Date 25/09/2024

PRINCIPAL  
 MURANG'A TECHNICAL TRAINING INSTITUTE  
 P. O. Box 27 - 10205, MARIKUYI  
 Email: murangati@gmtti.co.ke

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

Description	Revaluation reserve	Fair value adjustment reserve	Retained earnings	Capital/Development Grants/Fund	Total
<b>At July 1, 2023</b>			<u>2,414,204</u>	<u>278,440,446</u>	<u>280,854,650</u>
value of the asset					
Revaluation gain					
Fair value adjustment on quoted investments					
Total comprehensive income			13,741,764		13,741,764
Capital/Development grants received during the year					
Transfer of depreciation/amortization from capital fund to retained earnings					
<b>At June 30, 2023</b>			<u>16,155,968</u>	<u>278,440,446</u>	<u>294,596,414</u>
<b>At July 1, 2023</b>			<u>16,155,968</u>	<u>278,440,446</u>	<u>294,596,414</u>
value of the asset					
Revaluation gain					
Adjustment for prior year KNEC receivable			(3,267,565)		(3,267,565)
Adjustment for prior year trade payable			104,840		104,840
Fair value adjustment on quoted investments					
Total comprehensive income			18,116,056		18,116,056
Capital/Development grants received during the year					
Transfer of depreciation/amortization from capital fund to retained earnings					
<b>At June 30, 2024</b>			<u>31,109,299</u>	<u>278,440,446</u>	<u>309,549,745</u>

**Note.**

- a) *Receivables disclosed in the 2022- 2023 financial year included KNEC exams account which was underfunded*  
b) *2022- 2023 Payables included Trade creditors who were already paid as at 30<sup>th</sup> June 2023.*

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

Description	Note	2023 - 2024 FY	2022 - 2023 FY
		Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from other levels of government	6	10,570,400	7,117,000
Rendering of services- fees from students	24(a)	81,579,242	39,460,577
Rental revenue from facilities	8	237,000	600,870
Miscellaneous income	9	794,292	277,620
<b>Total Receipts</b>		<b>93,180,934</b>	<b>47,456,067</b>
<b>Payments</b>			
Use of goods and services	24(b)	47,206,571	6,298,334
Employee costs	11	10,364,739	17,832,410
Board Expenses	12	480,900	
Repairs and maintenance	14	5,177,797	
Contracted services	14	554,800	
Other payments	25		2,270,991
<b>Total Payments</b>		<b>63,784,807</b>	<b>26,401,735</b>
<b>Net cash flow before working capital changes</b>		<b>29,396,127</b>	<b>21,054,332</b>
<b>Changes in working capital</b>	27		-11,358,420
<b>Net Cash Flows from operating activities</b>	26	<b>29,396,127</b>	<b>9,695,912</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant, equipment and intangible assets	19	-9,973,844	-7,378,324
Proceeds from sale of property, plant and equipment			
<b>Net cash flows used in investing activities</b>		<b>-9,973,844</b>	<b>-7,378,324</b>
<b>Net Increase/(Decrease) in Cash and Cash equivalents</b>		<b>19,422,283</b>	<b>2,317,588</b>
Cash and Cash equivalents at 1 JULY	16	6,448,838	4,131,250
<b>Cash and Cash equivalents at 30 JUNE</b>	16	<b>25,871,121</b>	<b>6,448,838</b>

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**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
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	%
Transfers from other levels of government	83,942,600		83,942,600	10,570,400	-7,711,648	-9
Rendering of services- fees from students				81,083,848		
Rental revenue from facilities and equipment	940,000		940,000	237,000	-91,292	-10
Miscellaneous Income				794,292		
<b>Total Income</b>	<b>84,882,600</b>	<b>-</b>	<b>84,882,600</b>	<b>92,685,540</b>	<b>-7,802,940</b>	<b>-9</b>
<b>Expenses</b>						
Use of goods and services	55,128,200		55,128,200	49,858,439	5,269,761	10
Employee costs	11,500,000		11,500,000	10,364,739	1,135,261	10
Board Expenses	530,000		530,000	480,900	49,100	9
Repairs and maintenance	5,738,900		5,738,900	5,177,797	561,103	10
Contracted services	610,000		610,000	554,800	55,200	9
<b>Total Expenditure</b>	<b>73,507,100</b>	<b>-</b>	<b>73,507,100</b>	<b>66,436,675</b>	<b>7,070,425</b>	<b>10</b>
<b>Surplus For the Period</b>	<b>11,375,500</b>		<b>11,375,500</b>	<b>26,248,865</b>	<b>-14,873,365</b>	
<b>Capital Expenditure</b>	<b>11,375,500</b>	<b>-</b>	<b>11,375,500</b>	<b>9,973,844</b>	<b>1,401,656</b>	<b>12</b>

1. The capital expenditure included construction of the automotive shed which was still under construction as at 30<sup>th</sup> June, 2024

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**19. Notes to the Financial Statements**

**1. General Information**

Murang'a Technical Training Institute (MTTI) is established by and derives its authority and accountability from TVET Act of 2013. The institute is wholly owned by the Government of Kenya and is domiciled in Kenya. The institute principal activity is technical & vocational training.

**2. Statement of Compliance and Basis of Preparation**

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the institute's accounting policies. The areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 18. 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 TVET Act and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

**3. Adoption of New and Revised Standards**

**i. Relevant new standards and amendments to published standards effective for the year ended 30 June 2024.**

Standard	Effective date and impact:
<b>IPSAS 41:</b> Financial Instruments	<b>Applicable: 1<sup>st</sup> January 2024:</b> The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of the Institute's future cash flows. IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by: <ul style="list-style-type: none"> <li>• Applying a single classification and measurement model for financial assets that considers the characteristics of the asset's cash flows and the objective for which the asset is held;</li> </ul>

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Standard	Effective date and impact:
	<ul style="list-style-type: none"> <li>• Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and</li> <li>• Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between a institute's risk management strategies and the accounting treatment for instruments held as part of the risk management strategy.</li> </ul>
<b>IPSAS 42: Social Benefits</b>	<p><b>Applicable: 1<sup>st</sup> January 2023</b></p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Institute provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p> <p>(a) The nature of such social benefits provided by the Institute.</p> <p>(b) The key features of the operation of those social benefit schemes; and</p> <p>(c) The impact of such social benefits provided on the Institute's financial performance, financial position and cash flows.</p>
Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments	<p><b>Applicable: 1st January 2023:</b></p> <p>a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued.</p> <p>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</p> <p>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guaranteed contracts which were inadvertently omitted when IPSAS 41 was issued.</p> <p>d) Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p>

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

Standard	Effective date and impact:
<b>IPSAS 43</b>	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for</p>

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Standard	Effective date and impact:
	users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of the Institute. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.

**iii. Early adoption of standards**

The institute did not early-adopt any new or amended standards in year 2024

**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

**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.

**b) Budget information**

The original budget for FY 2023/2024 was approved by the Board or Board on 23rd May, 2023. No Subsequent revisions or additional appropriations were made to the approved budget.

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.

**c) Taxes**

**Current income tax**

The institute is exempted from paying taxes

**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.

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

### **Impairment**

The institute assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The institute recognizes a loss allowance for such losses at each reporting date.

### **Financial liabilities**

#### **Classification**

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

#### **f) Inventories**

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions, 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:

- a) Raw materials: purchase cost using the weighted average cost method.
- b) 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.

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 Institute.

**g) Provisions**

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

**Contingent liabilities**

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

**Contingent assets**

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

**h) Social Benefits**

Social benefits are cash transfers provided to

- a) specific individuals and / or households that meet the eligibility criteria,
- b) mitigate the effects of social risks and
- c) Address the need of society as a whole.

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

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**i) Nature and purpose of reserves**

The Institute does not create and maintains reserves

**j) Changes in accounting policies and estimates**

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

**k) Employee benefits**

**Retirement benefit plans**

The Institute does not provide retirement benefits for its employees and directors.

**l) Related parties**

The Institute regards a related party as a person or institute with the ability to exert control individually or jointly, or to exercise significant influence over the Institute, or vice versa. Members of key management are regarded as related parties and comprise the board of governor, the principal and senior management team.

**m) Service concession arrangements**

The Institute analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the Institute recognizes that asset when, and only when, it controls or regulates the services. The operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the Institute also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

**n) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and

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advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

**o) Comparative figures**

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

**p) 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

**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:

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

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- b) The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- c) The nature of the processes in which the asset is deployed.
- d) Availability of funding to replace the asset.
- e) Changes in the market in relation to the asset

**Provisions**

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

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

Provisions for Doubtful Debts are recognized at the following rate:

No	Debt age	Rate
i.	Current Year	2.5%
ii.	Over 1 Year	10%
iii.	Over 2 Years	15%
iv.	Over 3 Years	20%
v.	Over 4 Years	50%
vi.	Over 5 Years	100%)

**Depreciation**

Depreciation is charged on a reducing balance basis over the estimated useful lives of the assets. The annual rates of depreciation used shall be as

No	Classification of asset	Rate
i.	Building	2 %
ii.	Plant, Machinery and equipment	12.5%
iii.	Office Equipment and computer accessories	12.5%
iv.	Computer equipment	30%
v.	Motor vehicles- Buses & others	25%
vi.	Furniture and fittings	12.5%
vii.	Library books	20%

**6. Transfers from other National Government entities**

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Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
<b>Unconditional Grants</b>		
Capitation Grants		7,117,000
NYS	10,570,400	
<b>Total unconditional Grants</b>	<b>10,570,400</b>	<b>7,117,000</b>

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

Name of the Entity Sending the Grant	Amount recognized to Statement of Financial performance *	Amount deferred under deferred income	Amount recognised in capital fund.	Total grant income during the year	Comparative FY
	Kshs	Kshs	Kshs	Kshs	Kshs
State Department of Technical training					4,061,000
State Department of Technical training	10,570,400			10,570,400	3,056,000
<b>Total</b>	<b>10,570,400</b>			<b>10,570,400</b>	<b>7,117,000</b>

**7. Rendering of Services**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Registration	923,500	478,620
Tuition	30,520,446	21,122,182
KUCCPS	1,365,000	297,810
Student Welfare	454,000	285,590
Student Id	550,800	274,800
Activity	3,794,856	1,728,585
EWC	3,469,290	1,635,880
P Emoluments	11,430,832	5,931,250
RMI	2,527,016	801,456
LTT	3,294,996	1,506,270
Medical/Insurance	1,042,042	73,500
Bursary	70,065	604,940
Attachment	1,134,100	1,505,680
HELB Bursary	148,296	593,800
ICT Infrastructure	910,000	146,000
CDF Bursary	439,900	49,100
Administration	15,800	34,274
Learning Materials	5,780,500	704,540
Meals & Accommodation		1,686,300
NITA examinations	186,700	
CDACC examinations	3,087,010	
Examinations	1,647,800	
KNEC Examinations	7,204,599	
TVETA	455,000	

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Student Board	631,300	
<b>Total Revenue from The Rendering of Services</b>	<b><u>81,083,848</u></b>	<b><u>39,460,577</u></b>

(Rendering of services is the fees from institute trainees)

**8. Rental revenue from facilities and equipment**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Hire of boarding facilities	201,000	556,450
Hire of training facilities		44,420
Rent	36,000	
<b>Total</b>	<b><u>237,000</u></b>	<b><u>600,870</u></b>

(Rental revenue if the boarding fees from trainees and hire of training facilities)

**9. Miscellaneous Income**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
T-shirt & apron	77,000	10,000
Drawing board	492,000	257,620
Sale of tender		10,000
IGA	216,692	
Computer Packages	8,600	
<b>Total other income</b>	<b><u>794,292</u></b>	<b><u>277,620</u></b>

Miscellaneous income is sale of internally fabricated goods and sale of tenders for the 2023- 2024 FY

**10. Use of Goods and Services**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Bank Charge	39,965	21,718
Airtime	150,400	78,500
Internet	555,478	447,482
Transport	1,951,310	3,074,712
Hospitality	258,145	568,935
Stationery		335,665
Administration	3,312,941	2,043,740
KATTI	820,572	444,500
LIBRARY	3,650	205,132
Activity	1,642,260	482,170
Attachment	501,500	52,510
Deputy President Event		224,500
EWC	897,005	528,916
Advert	73,540	69,485
Student ID	179,600	156,700

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Medical NYS	576,095	31,491
Website		16,500
Landscaping		144,750
Meals And Accommodation	12,535,882	3,646,824
Capacity Building	1,961,449	339,900
NSSF Penalty		3,444
Cleaning	74,200	60,334
Printing	303,540	-
Teaching & Learning Materials	3,501,053	739,645
ICT	1,651,439	526,294
School Equipment		509,865
Training Equipment		819,000
Inspection		14,000
Hair Dressing		7,440
Cyber Services		1,200
Consultation	593,000	250,000
Drama	726,340	190,500
Sport games		97,330
Store Materials		674,740
Reimbursement		17,665
TVET Fair	901,820	123,780
KUCCPS Placement		275
Provision for bad debts	569,653	882,768
Asset tagging and valuation	488,580	
Audit services	20,000	
Bursary refund	14,000	
CDACC exam expense	2,195,100	
Exam materials	50,900	
GOK scholarship transfer	40,313	
IGA- Expense	113,190	
Insurance cost	239,930	
KNEC Examinations	8,949,432	
Marketing	361,280	
Stationery	2,705,284	
Student Board	38,133	
Student welfare(expense	744,830	
NITA Examination Expense	116,630	
<b>Total good and services</b>	<b>49,858,439</b>	<b>17,832,410</b>

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**11. Employee Costs**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
P Emoluments	6,932,467	4,993,288
Internship	262,500	70,000
Part-time Training Expense	489,500	232,300
NHIF Deduction	256,156	190,550
NSSF Deduction	915,480	621,000
PAYE	7,839	8,125
HELB Deduction	199,577	183,021
NITA Expense	21,350	50
Casuals expense	1,115,410	
House Levy	164,460	
<b>Employee Costs</b>	<b>10,364,739</b>	<b>6,298,334</b>

**12. Board Expenses**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Directors Emoluments	480,900	745,370
<b>Total</b>	<b>480,900</b>	<b>745,370</b>

**13. Depreciation and Amortization expense**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Buildings	5,258,280	5,307,717
Motor Vehicles		
Furniture And Fittings	1,384,913	1,110,212
Computers	945,985	412,350
Other Assets	417,036	394,041
Plant And Equipment's	71,284	27,468
Intangible Assets	55,311	60,781
<b>Total Depreciation and Amortization</b>	<b>8,132,809</b>	<b>7,312,568</b>

**14. Repairs and Maintenance**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
RMI		1,129,421
ICT		29,600
General Repairs	5,177,797	2,600
<b>Total Repairs and Maintenance</b>	<b>5,177,797</b>	<b>1,161,621</b>

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**15. Contracted services**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
ERP subscription fees	208,800	
Security	346,000	364,000
<b>Total Contracted services</b>	<b>554,800</b>	<b>364,000</b>

**16. Cash and Cash Equivalents**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Current Account	16,250,355	2,287,126
Development	9,619,976	3,819,850
Cash	790	341,862
<b>Total Cash and Cash Equivalents</b>	<b>25,871,121</b>	<b>6,448,838</b>

**16(a). Detailed Analysis of Cash and Cash equivalents**

Financial Institution	Account number	2023 - 2024 FY	2022 - 2023 FY
		Kshs	Kshs
<b>a) Current Account</b>			
Kenya Commercial Bank	1282527274	16,250,355	2,287,126
<b>Sub- Total</b>		<b>16,250,355</b>	<b>2,287,126</b>
<b>b) Development Deposits</b>			
Kenya Commercial Bank	1305378881	9,619,976	3,819,850
<b>Sub- Total</b>		<b>9,619,976</b>	<b>3,819,850</b>
<b>c) Others</b>			
Cash in Hand		790	341,862
<b>Sub- Total</b>		<b>790</b>	<b>341,862</b>
<b>Grand Total</b>		<b>25,871,121</b>	<b>6,448,838</b>

**17. Receivables from Exchange transactions**

**17 (a) Current Receivables from Exchange transactions**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
<b>Current Receivables</b>		
Student Debtors	22,216,479	16,058,020
Other receivables (KNEC)		3,267,565
<b>Total Current Receivables</b>	<b>22,216,479</b>	<b>19,325,585</b>

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**17 (b) Ageing Analysis of Receivables from Exchange transactions**

Description	2023 - 2024 FY		2022 - 2023 FY	
	Current FY	% of the total	Comparative FY	% of the total
Fees receivable				
Less than 1 year	22,216,479	100	11,822,871	59
Between 1- 2 years			5,034,134	25
Other receivables				
Exams			3,351,348	17
<b>Total</b>	<b>22,216,479</b>	<b>100</b>	<b>20,208,353</b>	<b>100</b>

**17(c) Provision for bad debt Analysis of Receivables from Exchange transactions**

Description	Rate	2023 - 2024 FY			2022 - 2023 FY		
		Receivables	Provision	Net Receivable	Receivables	Provision	Net Receivable
Fees receivable							
Less than 1 year	0.025	22,786,132	569,653	22,216,479	11,822,871	295,572	11,527,299
Between 1- 2 years	0.1				5,034,134	503,413	4,530,721
Other receivables							0
Exams	0.025				3,351,348	83,784	3,267,565
<b>Total</b>		<b>22,786,132</b>	<b>569,653</b>	<b>22,216,479</b>	<b>20,208,353</b>	<b>882,769</b>	<b>19,325,585</b>

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

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
At the beginning of the year	19,325,585	5,809,660
Addition during the year	22,786,132	15,174,219
Provisions during the year	-569,653	-882,769
Recovered during the year	-19,325,585	-775,526
Write offs during the year		
<b>At the end of the year</b>	<b>22,216,478</b>	<b>19,325,585</b>

**18. Inventories**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Training Consumable materials stores		424,260.00
<b>Total Inventories at lower of Cost and Net Realizable Value</b>		<b>424,260.00</b>

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**19. Property, Plant and Equipment**

		Buildings	Motor vehicles	Furniture and fittings	Computers	Other Assets (Specify)	Plant and equipment	Work in progress	Total
Cost	Land	Shs	Shs	Shs	Shs	Shs	Shs	Shs	Shs
At 1st July 2022		<u>269,679,393</u>		<u>5,811,053</u>	<u>69,500</u>	<u>2,950,000</u>	<u>219,740</u>		<u>278,729,686</u>
Additions		<u>1,100,027</u>		4,034,617	1,318,800	571,080			<u>7,024,524</u>
Disposals		-							-
Transfers/adjustments		-							-
At 30th June, 2023		<u>270,779,420</u>		<u>9,845,670</u>	<u>1,388,300</u>	<u>3,521,080</u>	<u>219,740</u>		<u>285,754,210</u>
At 1st July 2023		<u>270,779,420</u>		<u>9,845,670</u>	<u>1,388,300</u>	<u>3,521,080</u>	<u>219,740</u>		<u>285,754,210</u>
Additions		2,835,892		3,307,820	2,191,133	578,000	378,000	682,999	9,973,844
Disposals									
Transfers/adjustments									
<b>At 30th June, 2024</b>		<b><u>273,615,312</u></b>	<b>0</b>	<b><u>13,153,490</u></b>	<b><u>3,579,433</u></b>	<b><u>4,099,080</u></b>	<b><u>597,740</u></b>	<b><u>682,999</u></b>	<b><u>295,728,054</u></b>
<b>Depreciation and impairment</b>									
At 1st July 2022		<u>5,393,588</u>		<u>963,977</u>	<u>13,800</u>	<u>368,750</u>	<u>0.00</u>	<u>0.00</u>	<u>6,740,115</u>
Depreciation		5,307,717		1,110,212	412,350	394,041	27,468		7,251,787
At 30th June, 2023		<u>10,701,305</u>		<u>2,074,189</u>	<u>426,150</u>	<u>762,791</u>	<u>27,468</u>		<u>13,991,902</u>
At 1st July 2023		<u>10,701,305</u>		<u>2,074,189</u>	<u>426,150</u>	<u>762,791</u>	<u>27,468</u>		<u>13,991,902</u>
depreciation rate		0.02	0.25	0.125	0.3	0.125	0.125		
Depreciation		5,258,280	0	1,384,913	945,985	417,036	71,284	0	8,077,498
<b>At 30th June, 2024</b>		<b><u>15,959,585</u></b>	<b>0</b>	<b><u>3,459,102</u></b>	<b><u>1,372,135</u></b>	<b><u>1,179,827</u></b>	<b><u>98,752</u></b>	<b>0</b>	<b><u>22,069,401</u></b>
<b>Net book values</b>									
At 30th June, 2023		260,078,115		7,771,481	962,150	2,758,289	192,273		271,762,308
At 30th June, 2024		257,655,727	0	9,694,388	2,207,298	2,919,253	498,989	682,999	273,658,654

*Work in progress – this is the on-going construction of the automotive workshop shed*

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**Valuation**

The institute assets have been valued awaiting valuation report

**19 (b) Property, Plant and Equipment at Cost**

The freehold land, buildings and other assets are stated on the historical cost basis as follows:

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Buildings	273,615,312	15,959,585	257,655,727
Land			0
Motor vehicles	13,153,490	3,459,102	9,694,388
Furniture and fittings	3,579,433	1,372,135	2,207,298
Computers	4,099,080	1,179,827	2,919,253
Other Assets	597,740	98,752	498,988
Plant and equipment	682,999		682,999
<b>Total</b>	<b>295,728,054</b>	<b>22,069,401</b>	<b>273,658,653</b>

**20. Intangible Assets**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
At beginning of the year	486,250	132,450
Additions		353,800
At end of the year	486,250	486,250
Additions—internal development		
At end of the year	<u>486,250</u>	<u>486,250</u>
Amortization and impairment		
amortization rate straight line	0	0
At beginning of the year	60,781	60,781
Amortization	55,311	
At end of the year	<u>116,092</u>	<u>425,468</u>
Impairment loss		
NBV At end of the year	<u>370,158</u>	<u>425,468</u>

**21. Trade and Other Payables**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Trade payables	2,811,665	1,256,510
<b>Total Trade and Other Payables</b>	<u>2,811,665</u>	<u>1,256,510</u>

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Ageing analysis:	2023 - 2024 FY	% of the Total	2022 - 2023 FY	% of the Total
Under one year	2,811,665	100%	1,256,510	100%
Total	<u>2,811,665</u>	<u>100%</u>	<u>1,256,510</u>	<u>100%</u>

**22. Refundable Deposits from Customers/Students**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Caution money	1,569,010	661,010
Total Deposits	<u>1,569,010</u>	<u>661,010</u>

Ageing analysis:			2022 - 2023 FY	% of the Total
Under one year	910,000	58	431,210	65
1-2 years	431,210	28	147,200	22
2-3 years	147,200	9	82,600	12
3-4 years	80,600	5		
Total	<u>1,569,010</u>	<u>100</u>	<u>661,010</u>	<u>100</u>

**23. Payments received in advance.**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Fees received in advance	8,185,991	1,872,525
Total	<u>8,185,991</u>	<u>1,872,525</u>

Ageing analysis:	2023 - 2024 FY	% of the Total	2022 - 2023 FY	% of the Total
Under one year	8,185,991	100%	1,872,525.00	100%
Total	<u>8,185,991</u>	<u>100%</u>	<u>1,872,525.00</u>	<u>100%</u>

**24. Reconciliation of statement of financial statement and cash flow statement**

**24 (a) Rendering of services – fees from students**

Description	2023 - 2024 FY	2022-2023
	Kshs	Kshs
Rendering of service in statement of financial performance	81,083,848	
(Add)		
caution money received in the year	910,040	
Fees received in advance – 2023 - 2024	8,185,991	
Prior years Fees debtors recovered	16,058,020	
(less)		
Prior years paid fees	1,872,525	

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Description	2023 - 2024 FY	2022-2023
	Kshs	Kshs
2023- 2024 fees arrears	22,786,132	
<b>Students fees in the statement of cash flow</b>	<b><u>81,579,242</u></b>	

**24 (a) use of goods & services**

Description	2023 - 2024 FY	2022-2023
	Kshs	Kshs
Use of goods in statement of financial performance	49,858,439	
<b>(Add)</b>		
2022 – 2023 trade creditors paid in the year	1,151,710	
Refundable caution money paid	2,000	
<b>(less)</b>		
2023 - 2024 Trade creditor	2,811,665	
2022- 2023 Inventory	424,260	
Provision of doubtful debt	569,653	
<b>Use of goods in the cash flow</b>	<b><u>47,206,571</u></b>	

**25. Other Payments**

Description	2023 - 2024 FY	2022-2023
	Kshs	Kshs
Remuneration of directors		745,370
Depreciation and amortization expense		
Repairs and maintenance		1,161,621
Contracted services		364,000
<b>Total other payments</b>		<b><u>2,270,991</u></b>

**26. Cash generated from operations.**

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Surplus for the year before tax	26,248,865	21,054,332
<b>Adjusted for:</b>		
Increase in Inventory	424,260	-424,260
Working Capital adjustments		
Increase in receivables	-2,890,894	-13,515,925
Increase in payables	8,776,621	2,581,764
Adjustment for – KNEC receivable	-3,267,565	
Trade creditors	104,840	
<b>Net cash flow from operating activities</b>	<b><u>29,396,127</u></b>	<b><u>9,695,912</u></b>

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**27. Changes in working capital**

Description	2023 - 2024 FY	2022-2023
	Kshs	Kshs
Net Cash Flow from Operating Activities	29,396,127	9,695,912
(less)		
Net cash flow before working capital changes	29,396,127	21,054,332
<b>Changes in working capital</b>		<b>-11,358,421</b>

**28. 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 institute's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The institute 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:

**(i) Credit risk**

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

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

the institute's management based on prior experience and their assessment of the current economic environment.

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

Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
<b>At 30 June 2023</b>				
Receivables from exchange transactions	19,325,585	11,023,886	5,034,134	798,985

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Description	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
Receivables from non-exchange transactions				0
Bank balances	6,448,838	6,448,838	0	0
<b>Total</b>	<b>25,774,423</b>	<b>19,941,304</b>	<b>5,034,134</b>	<b>798,985</b>
<b>At 30 June 2024</b>				
Receivables from exchange transactions	22,216,479	22,216,479		
Receivables from non-exchange transactions				
Bank balances	25,871,121	25,871,121		
<b>Total</b>	<b>48,087,600</b>	<b>48,087,600</b>		

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

The board of directors sets the institute's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

**(ii) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the 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 institute under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

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Description	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>At 30 June 2023</b>				
Trade and other payables from exchange transactions	0.00	1,256,510	0.00	1,256,510
Refundable deposits from customers	0.00	661,010	0.00	661,010
Payments received in advance	0.00	1,872,525	0.00	1,872,525
<b>Total</b>	<b>0.00</b>	<b><u>3,790,045</u></b>	<b>0.00</b>	<b><u>3,790,045</u></b>
<b>At 30 June 2023</b>				
Trade and other payables from exchange transactions	0.00	2,811,665		2,811,665
Refundable deposits from customers	0.00		1,569,010	1,569,010
Payments received in advance	0.00	8,185,991		8,185,991
<b>Total</b>	<b>0.00</b>	<b><u>10,997,656</u></b>	<b><u>1,569,010</u></b>	<b><u>12,566,666</u></b>

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**(iii) Market risk**

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

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

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

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

**iv) Capital Risk Management**

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

Description	2023 - 2024 FY	2022 - 2023 FY
	Kshs	Kshs
Retained Earnings	31,109,299	16,155,968
Capital Reserve	278,440,446	278,440,446
<b>Total Funds</b>	<b>309,549,745</b>	<b>294,596,414</b>
Less: Cash and Bank Balances	25,871,121	6,448,838
	11.96	2.2

**29. Related Party Balances**

**Nature of related party relationships**

**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; ministry of education

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- iii) Mentor Institute
- iv) Maragua CDF
- v) Local community
- vi) Murang'a County Government
- vii) Institute Top management and trainers;
- viii) Board of Governors;
- ix) Institute trainees, sponsors and guardians.

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

		2022-2023
		Kshs
<b>Transactions with related parties</b>		
<b>a) Grants from the Government</b>		
Grants from National Govt	10,570,400	7,117,000
Mentor Institute		
support from Maragua NG CDF		
<b>Total</b>	<b>10,570,400</b>	<b>7,117,000</b>
<b>b) Expenses incurred on behalf of related party</b>		
Payments of salaries and wages for BoG employees	10,364,739	6,663,834
<b>Total</b>	<b>10,364,739</b>	<b>6,663,834</b>
<b>c) Key management compensation</b>		
Directors' emoluments	480,900	745,370
<b>Total</b>	<b>480,900</b>	<b>745,370</b>
<b>Total</b>	<b>21,416,039</b>	<b>14,526,204</b>

**30. Events After the Reporting Period**

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

**31. Ultimate And Holding Entity**

The institute is a under the Ministry of education. Its ultimate parent is the Government of Kenya

**32. Currency**

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

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**20. Appendices**

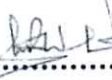
**Appendix 1: Implementation Status of Auditor-General Recommendations**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

**Guidance Notes:**

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

  
**PRINCIPAL**  
**MURANG'A TECHNICAL**  
**TRAINING INSTITUTE**  
 P. O. Box 27-10205, MARAGUA  
 Email: murangati@gmail.com

**Name: Eng Robin Wachira**  
**Accounting Officer**  
**(Principal/Secretary BoG)**  
**Date**

**Murang'a Technical Training Institute**  
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**Appendix II: Projects Implemented by (Murang'a Technical Training Institute)**

**Projects**

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

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

**Status of Projects completion**

*(Summarise the status of project completion at the end of each quarter, i.e., total costs incurred, stage which the project is etc)*

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

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**Appendix III- Inter-Entity Confirmation Letter**

**Murang'a Technical Training Institute**  
**P.O. Box 27- 10205**  
**Maragua**

Murang'a Technical Training Institute wishes to confirm the amounts disbursed to you as at 30<sup>th</sup> June 2024 as indicated in the table below. Please compare the amounts disbursed to you with the amounts you received and populate the column E in the table below Please sign and stamp this request in the space provided and return it to us.

Confirmation of amounts received by [Insert name of beneficiary Entity] as at 30 <sup>th</sup> June 2024							
Reference Number	Date Disbursed	Amounts Disbursed by [SC/SAGA/Fund] (Kshs) as at 30th June 2024				Amount Received by [Beneficiary Entity] (Kshs) as at 30 <sup>th</sup> June 2023 (E)	Differences (Kshs) (F)=(D-E)
		Recurrent (A)	Development (B)	Inter-Ministerial (C)	Total (D)=(A+B+C)		
	01 Sep 2023	3,523,467			3,523,467	3,523,467	
	16 Nov 2023	7,046,933			7,046,933	7,046,933	
<b>Total</b>		<b>10,570,400</b>			<b>10,570,400</b>	<b>10,570,400</b>	

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

**Head of the institute:**

Name ROBIN WACHIRA Sign [Signature] Date 25/09/2024

**PRINCIPAL**  
**MURANG'A TECHNICAL**  
**TRAINING INSTITUTE**  
 P. O. Box 27 - 10205, MARAGUA  
 Email: murangatti@gmail.com

**Murang'a Technical Training Institute**  
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**Appendix IV: Reporting of Climate Relevant Expenditures**

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

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**Appendix V: Reporting on Disaster Management Expenditure**

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