



CHUKA UNIVERSITY COLLEGE



REPORT OF THE AUDITOR GENERAL

ON THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2011



CHUKA UNIVERSITY COLLEGE

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2011

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Institutional Information

Establishment

Chuka University College is a body corporate established as a constituent College of Egerton University by a Presidential Order of 2007 No. 161.

Registered Office and Principal Place of Business

Chuka University College

P. O. BOX 109 - 60400,

CHUKA

Bankers

1. Kenya Commercial Bank Ltd,

P. O. Box 7014

CHUKA.

- 2 Cooperative Bank of Kenya

P. O. Box 101 - 60400

CHUKA.

3. Equity Bank

P. O. Box 213-60400

CHUKA.

Independent Auditors

Auditor General

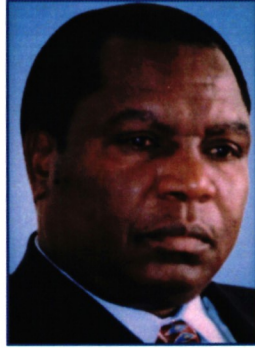
Kenya National Audit Office

P.O Box 30084 -00100

NAIROBI.



Members of University College Council



Eng. Wilfred Murungi
Chairman



Mr. John S. Mbayi
Vice Chairman



Prof. James K. Tuitoek
Vice Chancellor, Egerton
University



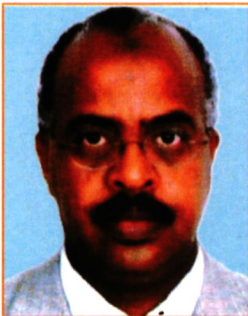
Dr. Rachel R. Kaumbutho
Member



Mr. Ronald Kala Ikutu
Member



Prof. Bernard N. Githua
Senate Rep. Egerton



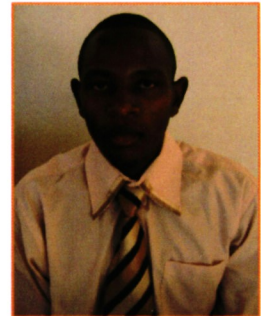
Mr. Abbas Gullet
Member



Ms. Mary Masinde
Rep. PS, MoHEST



Mr. John Munge
Rep. PS, Treasury



John Wanjiru
Students Rep.



Dr. Zachary Njogu Waita
Academic Staff Rep.



Mr. Andrew T. Muguna
Academic Board Rep.

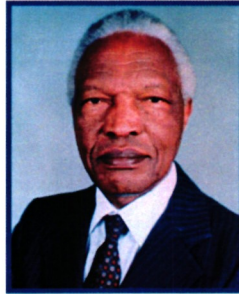


Dr. Zachariah K. Mbugua
Academic Board Rep.



Mr. Albert N. Lubanga
Non Academic Staff Rep.

Chancellor & Chief Officers of The University College



Chancellor, Amb. Bathuel Abdu Kiplagat,
B.Sc. (London), D. Litt (Honoris Causa) (Egerton)



Principal/CEO,
Prof. Erastus N. Njoka
PGD, M.Sc., Ph.D. (Friendship University)



Deputy Principal (AF&P)
Prof. Stanley M. Kagwanja
BEd(Sc.) UoN, MSc (Chemistry) UoN, Ph.D (Bristol, U.K)



Deputy Principal (AA)
Prof. Dorcas K. Isutsa
B.Sc(Egerton), M.Sc.(Cornell), Ph.D(Cornell)



Registrar (Administration)
Francis M. Mulwa
BEd (Sc.) UoN M.Ed (PTE),
MIHRM, AMKIM



Ag. Finance Officer
J.M. Ndiku
C.PA (K), C.I.S.A, Dip. IT (JKUAT),
BBAM, MBA (Egerton)



Ag. Registrar (Academic Affairs)
Jonathan M. Chara
BA (UoN), PGDE (Egerton)

Corporate Information

Mandate

The Mandate of the University College, as provided by Chuka University College Order 2007 (Legal Notice No. 161 Section 4(1) (a-e), includes:

- To provide directly, or in collaboration with other institutions of higher learning, facilities for university education, the integration of teaching, research and effective application of knowledge and skill to the life, work and welfare of citizens of Kenya;
- To participate in the discovery, transmission, and preservation and enhancement of knowledge and to stimulate the intellectual participation of students in the economic, social, cultural, scientific, and technological development of Kenya
- To provide and advance university education and training to appropriately qualified candidates, leading to the conferment of degrees and award of Diplomas and certificates and such other qualifications as the Council and the Senate shall from time to time determine and in so doing contribute to manpower needs;
- To conduct examinations for such academic awards as may be provided in the statutes pertaining to the University College; and
- To examine and make proposals for new faculties, schools, institutes, departments, resource and research centres, study courses and subjects of study.

VISION

To be a premier University for the provision of quality education, training and research for sustainable national and global development

MISSION

To generate, preserve and share knowledge for transformative leadership in higher education, training, research and outreach through nurturing of an intellectual culture that integrates theory with practice and innovation

CORE VALUES

- Passion for excellence and devotion to duty
- Integrity, transparency and accountability
- Social fairness
- Professionalism
- Timeliness
- Prudent use of resources
- Corporate citizenship
- Customer focus
- Team work
- Confidentiality

Council Chairman's Report

It is a great honour for me to present the third financial statements of Chuka University College for financial year 2010/2011 since its establishment in August 2007. I am proud of the great strides we have made in the last three years of operation. The government's objective of establishing the University College was to enhance access to high quality and affordable education in the Eastern region and Kenya at large. Advancement of skilled labour force is cardinal to national development. This can only be realized through specialized training through institutions of higher learning. Education is a catalyst for transforming Kenya into an industrialized middle income country as envisaged by vision 2030.

Fixed assets of the University College have grown drastically since inception and now stand at Ksh 685M Million. These assets including buildings, plant and equipment, motor vehicles, computers and furniture make the institution conducive for higher learning. Construction of a modern Science Tuition Block Phase II, Business/Students Recreation Centre, Business Studies Complex and tarmacking of access roads are ongoing at an estimated completion value of about Ksh 650M.

I sincerely thank the Government of Kenya and other stakeholders for their funding and support during the year. The University College infrastructure is expanding fast and we appeal for support for our projects in our strategic plan like a contemporary library complex, administration block, male students' hostel, modern IT infrastructure among other essential projects.

Lastly, my appreciation goes to my fellow council members, the management, staff and students of Chuka University College for working assiduously to ensure a solid beginning of the University College.

Thank you. God bless you,



Eng. Wilfred Murungi, EBS
CHAIRMAN OF COUNCIL

Principal's Report

I am elated to present the Annual Report and Financial Statements of Chuka University College for the year ended 30th June 2011 as per the Chuka University College Order and Exchequer and Audit Act 2003.

During the year under review, the University College generated Ksh 158M from students' fees which were used to fund purchase of equipment, support construction projects and in operations. The Government contributed a total of Ksh 220M to support capital projects and Ksh 263 for recurrent expenditure.

The University College has continued with its core business of teaching, training and research. The College had a student population of 3,343 compared to 1,376 at the beginning of the year. Establishment of Embu Town and Igembe campuses. Staff population rose to 241 from 157 at the start of the year.

On behalf of Chuka University College, I wish to take this opportunity to thank the government and all our development partners for their continued support.

Finally, I would like to express my sincere gratitude to the University College Council for providing policy and strategic guidelines, the entire University College staff and students who worked conscientiously to ensure smooth and successful operations of the University.

Thank you all,



Prof. E.N. Njoka, Ph.D

PRINCIPAL/CEO

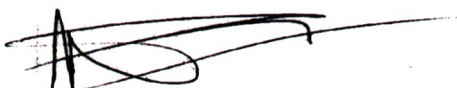
Statement of Council Members Responsibilities for Year Ended 30th June 2011

The Presidential Order 2007 requires the Council to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the University College as at the end of financial year and of the University's surplus or deficit for the year. The order also requires the Council Members to ensure that the University keeps proper accounting records that disclose with reasonable accuracy, the financial position of the University. They are also responsible for safeguarding the University's assets.

The Council accept the responsibility for the Annual Report and Financial Statements, which have been prepared using appropriate accounting policies and supported by prudent judgments and estimates, in conformity with International Financial Reporting Standards and requirements of the order that established the University College. The Council is of the opinion that the financial statements give a true and fair view of the state of financial affairs of the University as at 30th June 2011 and the University's surplus. The Council further accept the responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as adequate systems of internal controls.

With the current trend of events, the University College Council is optimistic that the University will remain a going concern for at least the next twelve months from the date of this statement.

This statement was approved by Council on 25th August, 2011 and it is signed on their behalf by:



Eng. Wilfred Murungi, EBS
CHAIRMAN OF COUNCIL



Prof. E.N. Njoka, PhD
PRINCIPAL/CEO

REPUBLIC OF KENYA

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Website: www.kenao.go.ke



P. O. Box 30084-00100
NAIROBI

Date

KENYA NATIONAL AUDIT OFFICE

REPORT OF THE AUDITOR-GENERAL ON CHUKA UNIVERSITY COLLEGE FOR THE YEAR ENDED 30 JUNE 2011

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Chuka University College set out on pages 10 to 21, which comprise the statement of financial position as at 30 June 2011, and the statement of comprehensive income, statement of changes in reserves and statement of cash flows 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 14 of the Public Audit Act, 2003. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such 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.

Management is also responsible for the submission of the financial statement to the Auditor-General in accordance with the provisions of Section 13 of the Public Audit Act, 2003.

Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 15 of the Public Audit Act, 2003. The audit was conducted in accordance with International Standards on Auditing. Those standards require compliance with ethical requirements and that the audit be planned and performed with a view to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence, about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial

statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the College's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

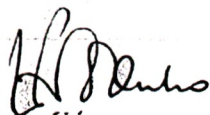
Property, Plant and Equipment

- (i) As similarly reported in 2009/10, included in the balance of Kshs.685,721,561 is a parcel of land namely Karingani/Ndagani/741 measuring 1.0 hectares valued at Kshs.7,500,000 whose title deed has not been obtained although a letter of allotment dated 28 June 2011 was submitted for audit verification.
- (ii) Similarly, included in the property, plant and equipment balance of Kshs.685,721,561 is a motor vehicle valued at Kshs.3,300,000 which was not registered in the name of the College.

Consequently, it was not possible to ascertain that the property, plant and equipment balance of Kshs.685,721,561 as at 30 June 2011 is fairly stated.

Qualified Opinion

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion Paragraph, the financial statements present fairly, in all material respects the financial position of the College as at 30 June 2011, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Chuka University College Order No.161.



Edward R. O. Ouko
AUDITOR-GENERAL

Nairobi

15 February 2012

Statement of Financial Position as at June 30, 2011 and June 30, 2010

		2010/2011	2009/2010
		Ksh	Ksh
Assets	Note		
Property, Plant & Equipment	2	685,721,561	552,497,998
Biological Assets	3	695,000	422,000
Total Non Current Assets		686,416,561	552,919,998
Current Assets			
Inventories	4	7,130,726	7,224,512
Accounts Receivable	5	44,202,546	39,907,312
Cash & Bank Balances	6	177,569,361	153,828,624
Investments	7	350,000,000	260,000,000
Total Current Assets		578,902,633	460,960,448
Total Assets		1,265,319,194	1,013,880,446
Capital Funds			
Accumulated Capital Fund		590,236,196	428,830,119
Revenue Reserve		415,461,429	338,734,269
Revaluation Reserves		228,786,181	228,786,181
		1,234,483,806	996,350,569
Current Liabilities			
Accounts Payable	8	12,012,007	7,745,895
Retention- WIP		18,823,381	9,783,983
Total Current Liabilities		30,835,388	17,529,878
Total Funds & Liabilities		1,265,319,194	1,013,880,447

Statement of Comprehensive Income for The Year Ending June 30, 2011 and June 30, 2010

		2010/2011	2009/2010
		Amount	Amount
Income	Note		
Tuition Income	9	157,584,785	71,122,653
Exchequer Grants	10	263,275,780	244,875,777
Income Generating Activities	11	2,504,494	225,705
Other Income	12	16,172,937	3,007,696
Total Income		439,537,996	319,231,831
Expenditure			
Administrative Expenses	13	46,363,591	24,601,472
Board Expenses	14	8,249,325	4,155,531
Employment Expenses	15	215,353,123	107,464,784
Marketing Expenses	16	20,411,677	9,208,198
Establishment Expenses	17	7,505,252	1,043,107
Finance Expenses	18	467,367	740,520
Academic Expenses	19	33,944,053	21,188,228
Prov. For Depreciation of Assets	20	29,916,446	24,113,852
Audit Fees Provision		600,000	600,000
Total Expenditure		362,810,834	193,085,691
Surplus/ (Deficit)		76,727,161	126,146,140

Statement of Cash flows For The Year Ending June 30, 2011 and June 30, 2010

	2010/2011 Ksh	2009/2010 Ksh
Cash Flow From Operating Expenses:		
Surplus/Deficit	76,727,161	126,146,139.90
Adjustment For:		
Depreciation	29,916,446	24,113,851.86
	106,643,608	150,259,991.76
Changes In:		
Biological Assets	-273,000	-247,000.00
Investments	-90,000,000	-260,000,000.00
Inventories	93,786	-5,272,124.97
Accounts Receivable	-4,295,234	14,069,030.01
Accounts Payable	4,266,112	-4,100,020.94
Retention- WIP	9,039,398	9,783,983.00
Cash From Operating Activities	-81,168,938	-245,766,132.90
Net Cash From Operating Activities	25,474,670	-95,506,141.14
Investing Activities		
Property, Plant & Equipment	-27,108,362	260,666,884.55
Capital Work In Progress	-136,031,648	158,433,900.80
	-163,140,010	419,100,785.35
Financing Activities		
Changes In Equity	-	483,732,900.39
Government Grants - Capital	161,406,077	0
	161,406,077	483,732,900.39
Net Increase / (Decrease) in Cash & Cash Equivalents	23,740,737	-30,874,026.10
Cash & Cash Equivalents at Start of Year	153,828,624	184,702,650.35
Cash & Cash Equivalents at End of Year	177,569,361	153,828,624.25
Analysis of Cash & Cash Equivalents		
Cash & Bank Balances	177,569,361	153,828,624.25
	177,569,361	153,828,624.25

Statement of Changes in Reserves for the Year Ended 30 June 2011

	Capital Fund Kshs	Revaluation Reserves Kshs	Revenue Reserves Kshs	Total Kshs
Opening Balance as at 01/07/09	173,883,401		212,588,128	386,471,529
Surplus/Deficit for the year	-	-	126,146,140	126,146,140
Capital Grants	254,946,718	-	-	254,946,718
Revaluation Reserves	-	228,786,181	-	228,786,181
Balance as at 30/06/2010	428,830,119	228,786,181	338,734,268	996,350,568
Surplus/Deficit for the year	-	-	76,727,161	76,727,161
Capital Grants	161,406,077	-	-	161,406,077
Balance as at 30/06/11	590,236,196	228,786,181	415,461,429	1,234,483,806

Notes to the Financial Statements

Note 1: Accounting Policies

The financial statements have been prepared in accordance with International Financial Reporting Standards. The principles adopted are as follows:

a) Basis of preparation

The financial statements have been prepared under historical cost convention.

b) Revenue and expenditure recognition

Income including student fees is recognized in the period in which it is earned, while expenditure is recognized in period in which it is incurred.

c) Government grants

Government grants are recognised as income over the periods necessary to match them with the related costs which they are intended to compensate, on a systematic basis (IAS 20)

d) Property, Plant and Equipment

Property, plant and equipment are stated at cost less any recognized impairment loss. Costs include professional fee. University land is freehold property and not subjected to amortization. Depreciation on other property is charged so as to write off the value of the assets during their estimated useful life, using straight line method. Assets are subjected to a full year's depreciation except those acquired within the last three months of the year. The annual rates are:

Buildings	2.5%
Machinery and Equipment	20%
Furniture and Fittings	12.5%
Motor Vehicles	25%
Library Books	20%
Computers and peripheral devices and Software	30%

e) Inventories

Inventories are stated at lower of cost and net realizable value. Costs includes direct material and where applicable direct labour and those overheads that have been incurred to bring the inventories to their present location and condition. Costs of issues are calculated using 'First In First Out' (FIFO) method. Net realizable value represents the estimated selling prices less all estimated costs of disposal (IAS 2)

f) Biological assets

Biological assets are measured on initial recognition at balance sheet date at its fair value less estimated point of sale costs as per IAS (41)

g) Receivables

Receivables are recognized when commitments are effected. A provision of 1% of the total receivables has been provided to take care of receivables which may not be recovered in full.

h) Cash and cash equivalents

For the purposes of cash flow statement, cash and cash equivalent include short-term liquid investments which are readily convertible into known amounts of cash which are within three months to maturity when acquired, less advances (overdrafts) from the banks repayable within three months from the dates of the advances.

i) Retirement benefits obligations

After University College inherited the former Eastern Campus of Egerton University, the staff opted to remain in the Egerton University Pension Scheme. The scheme is funded by contributions based on the basic salary from both employees and employer at a rate of 2.5% and 27.5% respectively.

The University also contributes to the statutory National Social Security Fund (N.S.S.F.). This is a defined contribution scheme registered under N.S.S.F. Act. The University's obligations under this scheme are limited to specific contributions legislated from time to time and currently limited to a maximum of Ksh 200.00 per employee per month, while the employer contributes Ksh 200.00 per month. The University's obligation to staff retirement benefit schemes are charged to income statement in the year to which they relate.

j) Capitalization policy

Capital projects remain as work in progress until they are certified complete then they are recognised as assets.

Notes to Financial Statements Cont...

Note 2: Plant, Property and Equipment (Kshs)

Particulars	Land	Buildings	Plant & Equipment	Motor Vehicle	Furniture & Fittings	Computer Hardware	Computer Software	Library Books	Work In Progress	Totals
Cost/Value On 7/1/2010	190,950,000	132,039,000	27,842,082	33,984,805	10,430,320	11,026,663	1,048,000	9,110,351	180,951,530	597,382,751
Additions For The Period	-	-	7,588,830	6,258,625	5,255,624	4,621,630	-	3,383,653	136,031,648	163,140,010
Disposals	-	-	-	-	-	-	-	-	-	-
Cost/Value On 6/30/2011	190,950,000	132,039,000	35,430,912	40,243,430	15,685,944	15,648,293	1,048,000	12,494,004	316,983,178	760,522,761
Accumulated Depreciation	-	5,670,651	11,740,089	15,764,168	2,451,292	6,479,048	628,800	2,150,705	-	44,884,753
Disposals	-	-	-	-	-	-	-	-	-	-
Depreciation Charge For The Period	-	3,300,975	7,086,182	10,060,858	1,960,743	4,694,488	314,400	2,498,801	-	29,916,447
Net Book Value On 6/30/2011	190,950,000	123,067,374	16,604,641	14,418,404	11,273,909	4,474,757	104,800	7,844,498	316,983,178	685,721,561
Net Book Value On 7/1/2010	190,950,000	126,368,349	16,101,992	18,220,638	7,979,028	4,547,615	419,200	6,959,646	180,951,530	552,497,998

Notes to Financial Statements Cont...

Note 3: Biological Assets				2011	2010
Item	Unit	Qty	Cost/unit	Ksh	Ksh
Maize	Acre	3	30,000	90,000	
Coffee	Tree	200	100	20,000	45,000
Bananas	Sucker	50	200	10,000	
Sheep		20	1,500	30,000	38,000
Cows		2	30,000	60,000	
Heifer		1	25,000	25,000	139,000
Bulls		3	20,000	60,000	
Llama -Males		1	100,000	100,000	
-Females		2	100,000	200,000	200,000
-Calves		2	50,000	100,000	
Total				695,000	422,000

Note 4: Inventories	2011	2010
	Ksh	Ksh
Main Store	6,693,095	6,767,267
Health Drug Store	314,979	180,430
Kitchen Store	122,652	276,815
	7,130,726	7,224,512

Note 5: Accounts Receivable	2011	2010
	Ksh	Ksh
Students Fees Receivable	28,875,365	24,219,107
Imprest Debtors	5,078,672	6,674,651
Funds Owed By Egerton Njoro	10,695,000	10,078,009
Provision For Bad & Doubtful Debts	-446,491	-1,064,454
	44,202,546	39,907,312

Note 6: Cash & Cash Equivalents	2011	2010
	Ksh	Ksh
KCB Bank Account No. 1103755439	31,886,617	22,176,926
Cash In Hand KCB 1103755439	29,000	-
Cash In Hand KCB 1113791985	5,000	-
Petty Cash	-	62,121
Equity IGU Account 0293981713	1,340,797	1,452,121
Development Account Cooperative Bank 2058189900	116,807,338	94,128,935
KCB Bank Account 1113791985	20,004,615	36,008,522
Cooperative Fees A/C 01129058189900	7,495,995	0
	177,569,361	153,828,624

Notes to Financial Statements Cont...

Note 9: Tuition and Related Income	2011	2010
	Ksh	Ksh
Tuition Diploma & Certificates	20,730,900	6,214,110
Tuition JAB	29,373,600	7,009,238
Tuition SSP Undergraduate	79,868,685	47,770,530
Bridging Fee	1,188,000	1,474,790
Tuition SSP Postgraduate	23,066,800	6,982,485
Course Retake	490,800	-
Application Fees	2,866,000	1,671,500
	157,584,785	71,122,653

Note 10: Exchequer Grants- Recurrent	2011	2010
Date	Kshs	Kshs
10-Aug-10	4,722,971	
10-Aug-10	22,000,000	
03-Sep-10	21,504,801	
28-Sep-10	21,504,800	
09-Nov-10	21,940,000	
03-Dec-10	21,940,000	
29-Dec-10	21,940,000	
01-Feb-11	21,940,000	
03-Mar-11	21,940,000	
05-Apr-11	21,940,000	
04-May-11	21,940,000	
06-Jun-11	21,940,000	
28-Jun-11	18,023,208	
Total	263,275,780	244,875,777

Note 11: Income Generating Activities	2011	2010
	Ksh	Ksh
IGU Income Catering	-40,416	-142,397
IGU Income Medical	2,497,366	354,326
IGU Income Farm	47,544	13,776
	2,504,494	225,705

Note 12: Other Income	2011	2010
	Ksh	Ksh
Accommodation	4,824,050	2,276,780
Interest From Investments	9,265,231	-
Sale Of Tender Documents	722,000	730,916
Decrease in Prov. For bad debts	617,964	-

Notes to Financial Statements Cont...

External Grants	743,692	-
	16,172,937	3,007,696
Note 13: Administrative Expenses	2011	2010
	Ksh	Ksh
Honorarium	243,085	30,000
Transport Operating Expenses	3,216,213	2,164,905
Travelling & Subs. Staff	8,753,349	5,826,320
University Committees' Expenses	975,874	228,272
Postage & Telephone	861,162	346,093
Electricity Expenses	3,552,576	1,987,482
Water Supply & Sewage Expenses	4,104,542	1,981,360
Printing & Publishing	428,100	-
Staff Uniforms	210,957	189,268
Newspapers Journals & Videos	355,105	233,430
Office Stationery	6,558,536	3,344,683
Rent & Rates	722,200	-
Professional Services	433,500	1,132,000
Security Services	1,352,512	70,000
Computer Maintenance	-	134,835
Internet Expenses	2,456,894	438,226
Computer Stationery	-	294,388
General Insurances	6,087,116	2,598,473
Legal Fees	168,200	-
Student Welfare Expenses	2,914,395	926,025
Staff Welfare Expenses	337,547	73,000
Conference & Seminars	2,087,220	2,151,177
Cleaning Materials	544,508	451,535
	46,363,591	24,601,472
Note 14: Council Expenses	2011	2010
	Ksh	Ksh
Sitting Allowance	4,504,000	
Lunch Allowance	328,000	
Accommodation Allowance	1,929,154	
Mileage	1,488,172	
	8,249,325	4,155,531
Note 15: Employment Expenses	2011	2010
	Ksh	Ksh
10-Jul	24,893,005	4,680,605
10-Aug	13,389,987	5,099,035
10-Sep	13,690,614	6,707,982

Notes to Financial Statements Cont...

10-Oct	13,508,273	8,299,487
10-Nov	14,010,993	7,033,674
10-Dec	15,530,272	10,782,916
11-Jan	18,957,169	8,915,854
11-Feb	18,600,063	8,571,699
11-Mar	19,190,396	8,614,088
11-Apr	19,042,153	10,733,484
11-May	19,090,422	11,915,370
11-Jun	19,314,453	12,702,630
Medical Expenses	489,617	1,065,964
Casual Labour Expenses	5,645,706	2,341,996
	215,353,123	107,464,784
Note 16: Marketing Expenses	2011	2010
	Ksh	Ksh
Advertising & Publicity	16,556,483	7,380,465
Show & Exhibition Expenses	3,855,194	1,827,733
	20,411,677	9,208,198
Note 17: Establishment Expenses	2011	2010
	Ksh	Ksh
Electricity Upgrading Expenses	1,652,179	-
Repairs & Maint. Bld, Plant & Equip	5,853,074	1,043,107
	7,505,252	1,043,107
Note 18: Finance Expenses	2011	2010
	Ksh	Ksh
Bank Charges & Interest	467,367	314,417
Provisions For Bad Debts	-	426,103
	467,367	740,520
Note 19: Academic Expenses	2011	2010
	Ksh	Ksh
Sal.& Wag. Examiners	912,215	456,725
Sal. & Wag. Part Time Lect	23,687,589	12,747,021
Facilitation Allowance P.Time Lecturers	4,046,002	2,400,000
Students Work Study Exp.	-	167,070
Graduation Expenses	271,692	82,900
Teaching Practice & Field Attachment All.	645,100	807,175

Notes to Financial Statements Cont...

Academic Field Trips	1,164,302	1,053,500
Teaching Materials	562,858	-
Examination Stationery	1,116,000	285,000
SBP/SSP Expenses	-	3,188,837
Other Research Expenses	1,538,296	-
	33,944,053	21,188,228
Note 20: Prov. For Depreciation of Assets	2011	2010
	Ksh	Ksh
Depreciation Buildings	3,300,975	3,300,975
Depreciation Plant & Equipment	7,086,182	5,568,416
Depreciation Motor Vehicle	10,060,858	8,496,201
Depreciation Furniture & Fittings	1,960,743	1,303,790
Depreciation Computer Hardware	4,694,488	3,307,999
Depreciation Computer Software	314,400	314,400
Depreciation Library Books	2,498,801	1,822,070
	29,916,446	24,113,851



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