

REPUBLIC OF KENYA



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REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
RONGO UNIVERSITY COLLEGE

FOR THE YEAR ENDED
30 JUNE 2013

Paper laid
By Hon Naomi Staban, MP
Dep. Leader of Majority
on Thur 23/10/14
[Signature]





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REPUBLIC OF KENYA



KENYA NATIONAL AUDIT OFFICE

Paper laid
By Hon Naomi Satabar, M.P.
Dep. Leader of Majority
on Thurs. 23/10/14
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REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
RONGO UNIVERSITY COLLEGE**

**FOR THE YEAR ENDED
30 JUNE 2013**





'A CONSTITUENT COLLEGE OF MOI UNIVERSITY'

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30TH JUNE 2013

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GENERAL INFORMATION

Rongo University College is a public institution which was established by the Government of Kenya through Legal Notice NO.70, Kenya Gazette Supplement NO.51, on 17th June 2011 as a Constituent College of Moi University. Prior to the gazettelement, it was a Satellite Campus of Moi University from the year 2008 and formally an Institute of Science and Technology, otherwise known as Moi Institute of Technology, (MIT).

Principal Officers of Rongo University College

- | | |
|---------------------------|--|
| 1) Prof. Samuel Gudu | Principal |
| 2) Prof. Stanley Shitote | Deputy Principal AFP |
| 3) Prof. Joseph Rotich | Deputy Principal ASA |
| 4) Ms. Janet Chumba | Ag. Finance Officer |
| 5) Mr. John Oluoch | Director, PSSP |
| 6) Prof. Hezron Kodero | Dean, School of Education |
| 7) Prof. Michael Ntabo | Dean School of Arts & Social Sciences |
| 8) Prof. Valarie Palapala | Dean School of Science |
| 9) Prof. Peter Kisinyo | Dean School of Agriculture and Environmental Sciences |
| 10) Dr. Jerry Agalo | Dean School of Information , Media & Communications |
| 11) Dr. Ambrose Kemboi | Dean School of Business and Human Resource & Development |

REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS

Rongo University College
Along Rongo- Migori Road
P.O. Box 103-40404
Rongo

BANKERS

- 1) National Bank of Kenya
P.O. Box 200 Sare,
Awendo
- 2) Kenya Commercial Bank
P.O. Box 266-40404,
Rongo

AUDITORS

Auditor General

Kenya National Audit Office

P.O. Box 30084-00100

Nairobi.

LOCATION

Rongo University College is located 8Km from Rongo Town and 2.5 kilometers off Kisii-Migori Highway. It is situated on the precincts of the former Moi Institute of Technology, (MIT).

VISION

To be a world class technology driven university in learning and practice.

MISSION

To provide high quality education through teaching, research, community service and nurture innovative graduates.

CORE VALUES

1. Integrity
2. Equity
3. Professionalism
4. Teamwork
5. Innovation and adaptability
6. Social responsibility

CORE BUSINESS OF THE UNIVERSITY COLLEGE

The main objective of the university is stipulated in the Legal Notice no. 70 of June 2011.

Part 2 section 4(1) of legal notice provides the functions and objectives of the University College which include:

- a) To provide directly , or in collaborations with other institutions of higher learning, facilities for university education (including technological, scientific and professional education) the integration of teaching research and effective application of knowledge and skills to the life work and welfare of the citizens of Kenya;
- b) To participate in the research, transmission, preservation and enhancement of knowledge and to stimulate the intellect participation of students in the economic, social, cultural, scientific and technological development of Kenya;
- c) 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;
- d) To conduct examinations for such academic awards as may be provided in the statutes pertaining to the university college ;
- e) To examine and make proposals for new faculties, schools, institutes departments, resource and research centers, degree courses and subjects of study;
- f) To play a leading role in the development and expansion of the opportunities for higher education and research;
- g) To contribute to industrial and technological development through innovations and technology transfer;
- h) To develop as an institution of excellence in teaching, training, scholarships, entrepreneurship, innovation, research and consultancy services;
- i) To participate in commercial ventures and other activities for the benefit of the institution, the community and stakeholders;
- j) To contribute to agriculture, industrial and technological development in Kenya in collaboration with industrial and other institutions through the transfer of appropriate technology;

PRINCIPAL'S REPORT FOR THE YEAR ENDED 30TH JUNE 2013

I have the pleasure to present the annual report and accounts of Rongo University College for the year ended 30th June, 2013

1. FINANCES

Rongo University College started in the year 2012/2013 with a cash balance of Kshs. 15,325,564.95, and was allocated Kshs. 232,600,000 by the Government during the year under review.

The University College managed to collect Kshs. 153,044,746.15 in tuition and other charges and Kshs. 4,763,933.75 from the small income generating activities. In total therefore, the University College had Kshs.405, 734,244.90 at its disposal during the year 2012/2013 for its recurrent expenditure.

2. ACADEMIC PROGRAMMES:

During the year under review, the University College embarked on developing a number of academic programs ranging from Certificate Courses to Master's Degree Programs to be launched in new academic year. The University also intends to do a lot of marketing to increase the student's population in the next academic year.

3. CONCLUSION

I would like to take this opportunity to thank Council for the support it has given to the Management Board and for its visionary direction in the development of this new institution of higher learning.

I would also like to thank the Government of Kenya for its support throughout the year under review and also appeal for more support, especially for purposes of establishing infrastructural facilities required for the rapidly growing academic institution

Last but not least, I would like to thank staff and students for their continued cooperation in the difficult task of building a new University College inclined to Science and Technology. I look forward to a continued support, cooperation and enthusiasm for a rapid development of Rongo University College.



Prof. Samuel Gudu

PRINCIPAL

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

COUNCIL MEMBERS

- | | |
|----------------------------------|---|
| 1. Mr. Julius Kipkeny Arap Kolil | Member/ Ag. Chairperson |
| 2. Dr. Nathan Kitio Psiwa | Member |
| 3. Mrs. Beatrice Muthoni Mwaniki | Member |
| 4. Mrs. Anna Ngibini Mwaure | Member |
| 5. Mrs. Jacinta Aluoch Odhiambo | Member |
| 6. Mr. Archer Arina | Rep. PS, Ministry of Education Science and Technology |
| 7. Mr. Shem Nyakutu | Rep. PS, National Treasury |
| 8. Prof. Samuel Gudu | CEO & Secretary to the Council |

CHAIRMAN'S STATEMENT

The demand for higher education in the country has continued to rise prompting the University College to continually review its programs in line with the market demand. The University College will continue to reposition its academic programs to meet market requirements, ensure customer satisfaction and cost rationalization in delivery of service to its stakeholders. The need to meet this objective remains the central focus of the University College Council.

Since inception, the institution's growth and expansion policy focuses on its mission "to provide high quality education through teaching, research, community service and nurture innovative graduates" for the labor market. The Council is also guided by the University College vision which is, to be a world class technological driven University in learning and practice.

In line with the G.o.K policy, the University College has increased access to higher education through additional admission of students. This in effect has led to increase in operational costs and hence the need for more resources in terms of physical facilities and human capital. The University College has continued to improve on existing facilities and adding new ones using the already constrained resources. It is the hope of Council that additional resources will be availed to help cope with the rapid expansion and growth of the University College.

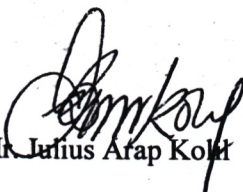
Corporate Governance and Ethics

The Council is responsible for the governance of the University College and is accountable to the citizens of this country for ensuring that the University College complies with the law and maintain the highest standard of corporate governance, academic standard and ethics.

The Council attaches great importance to the need to conduct the activities and operations of the University with integrity, fairness and transparency.

Appreciation

Finally, I want to thank the Kenya Government and other organizations for the support they have continued to offer the University College. On behalf of the Council, I thank the University staff for their dedication and commitment to the University College.



Mr. Julius Arap Koli

CHAIRMAN OF THE UNIVERSITY COLLEGE COUNCIL

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

STATEMENT OF THE COUNCIL MEMBERS RESPONSIBILITIES

ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH JUNE 2013

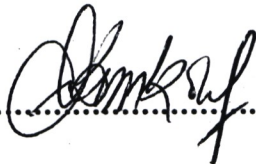
The Rongo University College order, 2011 requires University College Council to prepare statements for each financial year, which give a true and a fair view of the state of affairs of the University College at the end of the financial year and its operating results for that year. It also requires the Council to ensure that the University College keeps proper accounting records, which disclose, with reasonable accuracy, the financial position of the University College. The University Council is also responsible for safeguarding the Assets of the University College.

The University College Council accepts the responsibility for the Financial Statements, which has been prepared using the appropriate accounting policies supported by reasonable and prudent judgment and estimates, in conformity with International Accounting Standards (IAS). The University College Council is of the opinion that the statements give a true and fair view of the state of the financial affairs of the University College at 30th June 2013 and of its operating results. The University College Council further accepts responsibility for the maintenance of accounting records, which may be relied upon in the preparation of financial statement, as well as adequate system of internal Financial Control.

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

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

Chairman of the Council



30.9.2013

Principal, Rongo University College



30.9.2013

REPUBLIC OF KENYA

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Fax: +254-20-311482
E-Mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke



P.O. Box 30084-00100
NAIROBI

KENYA NATIONAL AUDIT OFFICE

REPORT OF THE AUDITOR-GENERAL ON RONGO UNIVERSITY COLLEGE FOR THE YEAR ENDED 30 JUNE 2013

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Rongo University College set out on pages 9 to 19, which comprise the statement of financial position as at 30 June 2013, 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.

Council Members Responsibility for the Financial Statements

The Rongo University College Council is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such internal control as the Council determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor-General's Responsibility

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

An audit involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University College's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Council, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

1. Property, Plant and Equipment

Included in the property, plant and equipment figure of Kshs.351,545,377 as at 30 June 2014 are three parcels of land valued at Kshs.58,494,795. Information available indicates that the University College has title deeds for two parcels of land and the other three are in the name of Moi Institute of Technology. Also, these financial statements exclude the value of assets taken over from the predecessor institution (Moi Institute of Technology) as at 1 July 2012 and subsequently revalued on 30 March 2013.

Consequently, the accuracy and propriety of property, plant and equipment balance of Kshs.351,545,377 as at 30 June 2013 could not be confirmed.

2. Inaccuracies in the Financial Statements

- (i) The statements of changes in capital fund and reserves has been prepared for the period 1 April 2013 to 30 June 2013, while the financial statements are for the year 1 July 2012 to 30 June 2013. The basis and accuracy of the brought forward figures as at 1 April, 2013 could not be established.
- (ii) The development grant of Kshs.22,450,378 disclosed under Note 9 of the financial statements was accounted for as income in the statement of comprehensive income while the same was included as income generated from financing activities in the statement of cash flows. Further, the capital grants of Kshs.38,799,622 in the statement of changes in capital fund and

reserves was not included in income generated from financing activities in the cash flows statement.

- (iii) The provision for audit fees of Kshs.1,000,000 was adjusted to arrive at funds generated from operations, while the same was included to arrive at changes in payables in the statement of cash flows, resulting in double accounting of the same in the statement.

In the foregoing circumstances the accuracy of capital fund and reserves balance of Kshs.431,671,879 and cash and bank balance of Kshs.73,222,793 as at 30 June 2013 could not be ascertained.

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 University College as at 30 June 2013, 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 Rongo University College Order, 2013.



Edward R.O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

19 August 2014

**RONGO UNIVERSITY COLLEGE
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2013**

	NOTES	KSHS
NON-CURRENT ASSETS		
Land	2	58,494,795
Buildings	2	159,174,040
Plant & Machinery	2	44,686,850
Motor Vehicles/Tractor	2	38,559,405
Furniture & Fittings	2	39,338,351
Computer & Accessories	2	11,291,936
TOTAL NON CURRENT ASSETS		351,545,377
CURRENT ASSETS		
Accounts receivable	3	51,000,000
Inventory	4	10,408,084
Cash & Bank Balances	5	73,222,793
TOTAL CURRENT ASSETS		134,630,877
TOTAL ASSETS		486,176,254
FINANCED BY:		
CAPITAL FUNDS, RESERVES AND LIABILITIES		
Capital Fund	6	389,685,688
Revenue Reserve		41,986,191
TOTAL EQUITY		431,671,879
CURRENT LIABILITIES		
Accounts payables	7	35,905,066
Prepayments	8	13,603,823
Retention WIP	16	1,177,960
Tax	17	3,817,526
Total current liabilities		54,504,375
TOTAL FUNDS, RESERVES AND LIABILITIES		486,176,254

SIGNED BY:

PRINCIPAL



FINANCE OFFICER

DATE:

30.9.2013

DATE

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

**RONGO UNIVERSITY COLLEGE
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2013**

INCOME	NOTE	2012-2013 KSHS
Capitation Grants	9	232,600,000
Tuition and other related income	10	167,744,746
Other Incomes	11	4,763,936
TOTAL		405,108,682
LESS EXPENDITURE		
Administration Cost	12	86,330,000
Personnel Cost	13	168,873,786
Council Expenses	14	13,729,862
Student, Maintenance & Academic cost	15	37,942,589
TOTAL		306,876,238
PROVISIONS		
Add provision for Audit fee		1,000,000
Provision for doubtful debts	19	21,700,000
Provision for depreciation		33,546,253
TOTAL EXPENDITURE		363,122,490
SURPLUS/(DEFICIT)		41,986,191

**RONGO UNIVERSITY COLLEGE
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 30TH JUNE 2013**

	KSHS
Surplus/(Deficit) for the period	41,986,191
Adjustment for:	
Depreciation	33,546,253
Provisions-Audit fees	1,000,000
Operating Profit before Working capital changes	76,532,444
Change in working capital	
(Increase)/Decrease in receivables	(51,000,000)
Increase/(Decrease) in payables	35,905,066
(Increase)/Decrease in Inventory	(10,408,084)
Increase/(Decrease) in Prepayments	13,603,823
Increase/(Decrease) in Retention W.I.P	1,177,960
Increase/ (Decrease) in Tax	3,817,526
Net changes in working capital	(6,903,709)
Cash Generated from operations	
Cash flow from investing activities	
Acquisition of Fixed Assets	(34,205,564)
Net cash used in investing activities	(34,205,564)
Cash flow from Financing activities	
Development Grants(MOEST)	22,450,378
Student fees refunds	(6,321)
Net Cash used in financing activities	22,444,057
Net change in cash and cash equivalent	57,867,228
cash and cash equivalent at 1st July 2012	15,355,565
cash and cash equivalent at 30th June 2013	73,222,793
Represented by:	
Cash and Cash balance(Note)	73,222,793

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

STATEMENT OF CHANGES IN CAPITAL FUNDS&RESERVES

	CAPITAL FUND KSHS	REVENUE RESERVE KSHS	TOTAL KSHS
Balance as at 1st July 2012	350,886,066		- 350,886,066
Capital Grants	38,799,622		- 38,799,622
Surplus for the year		41,986,191	41,986,191
As at 30th June 2013	389,685,688	41,986,191	431,671,879

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

a) BASIS OF PREPARATION & FORM OF PRESENTATION

The financial statements are prepared in accordance with International Accounting Standards (IAS). The financial statements are prepared on the historical cost basis of accounting modified by revaluation of certain assets. The financial statements are presented in Kenya Shillings (Kshs).

b) FIXED ASSET AND DEPRECIATION

Fixed assets have been depreciated on the reducing balance method to write off the costs of the assets over their useful lives at the following rates:

Land	NIL
Building	2%
Tractor	37.5%
Motor Vehicle	25%
Computer	30%
Plant and machinery	12.5%
Furniture and Fittings	12.5%

c) SALES

Sales represent the invoiced value of goods supplied by the farm & Cafeteria during the year.

d) FOREIGN CURRENCY TRANSACTIONS

Transactions during the year in foreign currency are converted into Kenya shillings at the rates ruling on the transactions date.

e) REVENUE AND EXPENDITURE RECOGNITION

Income from students is recognized as it accrues unless collectability is in doubt. Expenditure is recognized when it is incurred.

f) RETIREMENT BENEFITS COST

The University College operates a contributory pension scheme for eligible employees through the Moi University Pension Scheme. The assets of the scheme are held in a separate trustee administered fund that is funded by both the University College and the employees, and managed by Moi University Pension Scheme.

g) CASH AND CASH EQUIVALENT

Cash and cash equivalent are defined as cash in hand, bank balances, demand deposits and short-term highly liquid investment readily convertible to known amounts of cash and subject to insignificant changes in value.

For the cash flow statement, cash equivalent consists of cash and bank balances.

h) GOVERNMENT GRANTS

Government grants are recognized when there is reasonable assurance that the University College will comply with conditions attached to them and that the grants will be received.

The grants are recognized as income in the period to which they relate and presented as credit in the Income and Expenditure Account

PROPERTY PLANT & EQUIPMENT

	LAND	BUILDINGS	MOTOR VEHICLE	COMPUTER & ACCESSORIES	PLANT & MACHINERY	TRACTOR	FURNITURE & FITTINGS	TOTALS
	NIL	2%	25%	30%	12.50%	37.50%	12.50%	
VALUATION AS AT 30/03/2013	58,494,795	162,422,490	27,830,872	13,702,000	51,070,686	0	37,365,223	350,886,066
ADDITIONS IN THE PERIOD	0	0	20,573,335	2,429,337	0	3,610,000	7,592,892	34,205,564
BALANCES AS AT 30/06/2013	58,494,795	162,422,490	48,404,207	16,131,337	51,070,686	3,610,000	44,958,115	385,091,630
DEPRECIATION CHARGE	0	3,248,450	12,101,052	4,839,401	6,383,836	1,353,750	5,619,764	33,546,253
NET BOOK VALUE	58,494,795	159,174,040	36,303,155	11,291,936	44,686,850	2,256,250	39,338,351	351,545,377

Valuer: sygga & Associates

Valuation Date: 30th March, 2013

Useful Life: Only buildings economic life was discussed and it was found to be 60 years.

3 RECEIVABLES		2012-2013
School of Business		9,787,230
School of Arts		1,945,126
School of Education		20,825,487
School of Science		547,235
School of Agriculture		795,300
Accrued Capitation-Recurrent		11,250,000
Accrued Capitation-Development		27,549,622
Provision for Doubtful Debts	(Note 19)	(21,700,000)
TOTAL		51,000,000
4 INVENTORY		
Food items		1,390,845
Building Materials		910,160
Electrical Materials		95,290
Stationery		1,631,302
Cleaning Materials		217,185
Drugs		1,903,956
Hostels		3,962,116
Council office stock		297,230
Totals		10,408,084
5 CASH AND BANK BALANCES	A/C NO.	
NATIONAL BANK		
G.S.S.P	01020047041001	3,265,261
P.S.S.P	01020047041000	3,816,615
MAIN ACCOUNT	01021047041000	-
		7,081,876
KENYA COMMERCIAL BANK		
G.S.S.P	1139740229	24,491,176
P.S.S.P	1130114511	35,302,032
DEVELOPMENT	1139740091	6,347,709
		66,140,917
TOTAL BALANCE		73,222,793
6 CAPITAL FUND		
Balance as at 1.04.12		350,886,066
Additions in the year		38,799,622
Revenue reserve		41,986,191
TOTAL		431,671,879

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

7 TRADE PAYABLES		
Academic costs		3,137,638
Administration cost		27,315,799
Audit Fees		1,000,000
Main Account	01021047041000	4,451,629
TOTAL		35,905,066
8 PREPAYMENTS		
School of Business		3,751,321
School of Arts		2,123,145
School of Education		6,737,580
School of Science		550,780
School of Agriculture		440,997
TOTAL		13,603,823
9 CAPITATION GRANT		
Recurrent Received		171,350,000
Recurrent Accrued		11,250,000
Development Received		22,450,378
Development Accrued		27,549,622
TOTAL		232,600,000
10 TUITION AND OTHER FEES		
School of Business		79,123,145
School of Arts		14,236,781
School of Education		59,823,478
School of Science		8,145,147
School of Agriculture		6,416,195
TOTALS		167,744,746
11 OTHER INCOMES		
Application Fees		1,079,770
Tender Fees		454,000
Cafeteria Sales		2,085,810
Sale of Sugarcane		793,836
Others		350,520
TOTAL INCOME		4,763,936

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

12 ADMINISTRATIVE COSTS

Electricity expenses	2,416,564
Water expenses	1,677,512
Stationery	2,591,661
Entertainment	635,789
Insurance premiums	997,889
vehicle fuel and oil	3,324,772
Publishing & printing	372,255
Advertising and publicity	5,127,724
Telephone expenses	1,068,331
Postal expense	415,000
Bank charges/interest	368,203
Farm expenses	541,040
Travelling and accommodation	7,800,383
Conference and seminar	1,721,940
Public celebrations / Funeral	309,180
Contracted professional services	372,500
Catering	23,963,176
medical	14,512,648
External travelling	1,831,368
Gas and fuel	692,070
Training Expenses	1,595,136
Subscription to professional bodies	52,000
Exhibition	840,000
Security services	184,643
Performance contract	467,712
Cleaning materials	2,115,315
Tender Expenses	312,050
Handing over expenses	4,227,340
Rent	5,750,125
Legal Fees	45,675
TOTAL	86,330,000

13 PERSONNEL COSTS

Basic Pay	75,520,936
House Allowance	32,131,470
Gratuity & Pensions Conts.	8,968,641
Entertainments, Responsibility Allowances	10,234,358

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

	Commuting /Car Allowances	15,634,559
	Passage, baggage & Leave Expenses	69,685
	Casual wages	2,919,000
	Part time lectures	23,395,137
	TOTAL	168,873,786
14	COUNCIL	
	Honoraria	1,009,900
	Sitting Allowance	11,201,802
	Travelling	1,518,160
	TOTAL	13,729,862
15	STUDENT AFFAIRS, MAINTENANCE & ACADEMIC COST	
	Inter varsity games	1,285,050
	Students insurance	1,271,050
	Entertainment	624,985
	RUC Students Union allowance	1,368,000
	Students I.D	375,000
	Students Orientation Expense	150,535
	RUSCO Elections	618,197
	Vehicle repairs	1,412,947
	Maintenance of equipment and water	45,600
	Maintenance of buildings	4,126,894
	Maintenance of roads/grounds	569,830
	Maintenance of computers/printers	884,784
	External examination	1,140,020
	Student Attachment expenses	2,402,426
	Stationery and stores	4,518,877
	Travelling and accommodation	491,153
	Library books & materials	494,130
	Teaching materials	617,445
	Field courses	6,060,742
	JAB admission expense	131,000
	Graduation Expenses	2,196,000
	Exam Registration	4,194,595
	Students fee Refund	583,930
	Academic trips	2,379,400
	TOTAL	37,942,589

RONGO UNIVERSITY COLLEGE FINANCIAL STATEMENT FOR THE YEAR 2012-2013

16 RETENTION FEES	
Nyobonyo Construction	262,766
Go Construction	713,864
Philafe Construction	201,330
TOTAL	1,177,960
17 TAX	
P.A.Y.E	3,465,690
Withholding Tax	351,836
TOTAL	3,817,526
18 Opening balance	
NBK MAIN A/C	2,098,027
K.C.B PSSP A/C	13,227,538
Cash in Hand	30,000
TOTAL	15,355,565
19 Provision for doubtful debts	
CDF Rongo	14,700,000
Moi University	7,000,000
TOTAL	21,700,000

Note:

- The above balances provided for were taken over from the Moi University Satellite Campus. The students were on full sponsorship by Rongo CDF. Moi University amounts were paid to main campus in Eldoret.
- Rongo CDF was split into Rongo CDF and Awendo CDF. The students have graduated and there is every reasonable doubt that the amounts will be realized, hence the decision for provision of doubtful debts. These amounts have remained outstanding since 2012.

