

REPUBLIC OF KENYA



PARLIAMENT
OF KENYA
LIBRARY

KENYA NATIONAL AUDIT OFFICE

**REPORT OF
THE
AUDITOR-GENERAL**

ON

**FINANCIAL STATEMENTS OF
KISII UNIVERSITY COLLEGE FOR THE
YEAR ENDED 30TH JUNE 2012**

KISII UNIVERSITY COLLEGE



ANNUAL REPORT AND FINANCIAL STATEMENTS

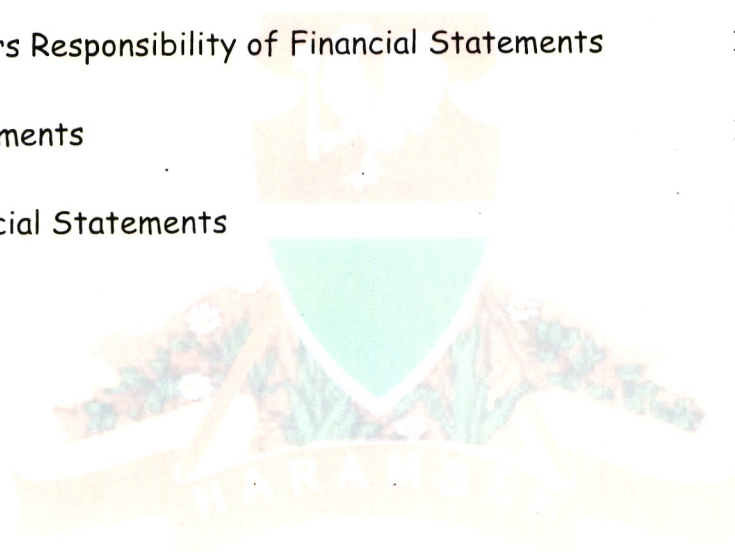
FOR THE YEAR ENDED 30TH JUNE 2012

KISII UNIVERSITY COLLEGE

P.O. Box 408 - 40200
KISII, KENYA
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Establishment

Kisii University College is a body corporate established through Legal Notice Number 163 of 23rd August, 2007.

REGISTERED OFFICE AND PRINCIPAL PLACE OF BUSINESS

Kisii University College
P.O. Box 408 - 40200

KISII
KENYA

BANKERS

National Bank of Kenya
Kisii Branch

Co-operative Bank of Kenya
Kisii Branch

Kenya Commercial Bank
Kisii Branch

LAWYERS/ADVOCATES

A.K. Nyairo Advocates

INDEPENDENT AUDITORS

Auditor General
Kenya National Audit Office
P.O. Box 30084 - 00100

NAIROBI
KENYA



Vision and Mission of Kisii University College

(i) Vision

A world Class University in advancement of Social Welfare Research and Academic Excellence.

(ii) Mission

To train high level human resource that meets the development needs of the country and international labour market, and to sustain production of high quality research and consultancy, and dissemination of cutting edge knowledge, skills and competencies for the advancement of humanity.



Core Business of Kisii University College

The Core business of the University as provided by Kisii University College Legal Notice Number 163 of 23rd August, 2007 of the Laws of Kenya includes:

- To provide directly or in collaboration 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;
- To participate in the discovery, transmission and preservation and enhancement of knowledge and to stimulate the intellectual participation of students in economic, social, cultural, scientific and technological development in Kenya;
- To provide and advance university education and training to appropriately qualified candidates leading to 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, Resources and Research centres, degree courses and subjects of study.

University College Council members

Chairperson

DR. Sebastian Mwarania.

Other members of the University College Council

Joseph Ndubi Kesa	Member
Prof. Mary Getui	Member
Abdulhamid A. Saleh Said	Member
M/S. Sonje Angeline Wawuda	Member
Mr. Nimrod Waweru	Rep. Ps Ministry of Finance
Mr. James Kiburi	Rep. PS Ministry of Higher Education Science and Technology
Prof. John S. Akama	Ag. Vice Chancellor



University College Chief Officers

Ag.Vice chancellor
Prof. John S. Akama

Ag.Deputy Vice Chancellor (Administration & Finance)
Prof. Joseph T. Mailutha

Ag.Deputy Vice Chancellor (Academic Affairs)
Prof. Mwaniki S.Ngari

Registrar (Academic Affairs)
Prof. Philip Owino

Director Research and Extension
Prof. Anakalo Shitandi

Registrar (Administration)
Mr. Christopher Nyenze

A.g Finance Officer
Mr. Johnson M. Mwaura

Dean Faculty of Education and Human Resource Development
Dr. Peter Nyakan

Dean Faculty of Commerce
Mr. Martin Lumumba

Dean Faculty of Information Communication Technology
Dr.Raymond Ongusi

Dean Faculty of Agriculture & Natural Resource Management
Dr. Albert Getabu

Dean Faculty of Law
Mr. Thomas N. Maosa

Dean Faculty of Health Sciences
Dr. Geoffrey Otomu

STATEMENT FROM THE CHAIRMAN OF THE UNIVERSITY COLLEGE COUNCIL

The University College Council was constituted by his Excellency the President of the Republic of Kenya on 28th October 2011. The mandate of the Council among other responsibilities was to give policy guidelines which would enable the college to be upgraded to fully fledged university as soon as possible.

It is my pleasure to note that the staff members of this College, under the able leadership of the Principal, have worked hard during the last three and half years towards attaining this objective, through launching of more Academic Programmes.

Finally, I wish to thank the Government of the Republic of Kenya for the financial support and other procedural guidelines extended to the college. Through this support, the college has been able to construct and complete an ultra Modern Library with sitting capacity of about 3,500 students, two hostels with a capacity of 400 students and one administration block in addition to the other projects which are under construction namely lecture theatres, Ict Center, and Hostels.



DR. SEBASTIAN MWARANIA

AG.VICE CHANCELLOR'S REPORT FOR THE YEAR ENDED
30TH JUNE, 2012

I have the pleasure to present the Annual Report and Financial Statements of Kisii University College for the year ended 30th June, 2012

During the year under review the College realized a surplus of Kshs. 32,331,000 as compared to a surplus of Kshs. 52,808,000 for the year ended 30th June, 2011. The reduction in surplus is attributed to use of more funds in the expansion which took place during the year, resulting in creation of more Campuses.

The College intensified Income Generating Activities especially the Self Sponsored Programmes. This resulted in increase to tuition fee collected from kshs.450,215,000 in the year 2010/2011 to ksh.590,441,000 during the year 2011/2012

The College continued with its Core business of teaching, training and Research. The students total population rose from 4,100 to 6,500 during the year under review.

On behalf of Kisii University College I wish to take this opportunity to thank the Government for financial support.

Finally, I would like to express my thanks to the University College Council for providing policy guidelines and the entire College community for working tirelessly to ensure successful and smooth operations of the College. I also wish to thank the Government for the financial support accorded to the college and County Councils of Gusii, Gucha and Nyamira for allocating some parcels of land to the College.



Prof. John S. Akama, PhD.
AG.VICE CHANCELLOR

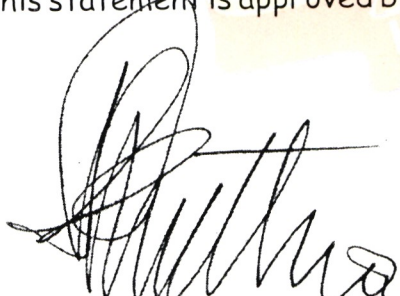
COUNCIL MEMBERS RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

The Kisii University College Legal Notice requires the Council to ensure preparation of Financial Statements for each Financial year, which give a True and Fair view of the state of affairs of the College as at the end of the financial year and of the College's surplus, or deficit for the year. The Legal Notice requires the Council members to ensure that the College keeps proper accounting records that disclose, with reasonable accuracy, the financial position. They are also responsible for safeguarding the College's assets.

The Council members accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards and the requirements of the University College Legal Notice. The Council members are of the opinion that the financial statements give a true and fair view of the state of financial affairs of the College as at 30th June 2012 and the College's surplus. The Council members further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of the financial statements, as well as adequate systems of internal financial controls.

Nothing has come to the attention of the Council members to indicate that the 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 Council Members and it is signed on their behalf by:



**DR. SEBASTIAN MWARANIA
CHAIRMAN OF THE COUNCIL**



**Prof. John S. Akama, PhD.
AG. VICE CHANCELLOR**

KISII UNIVERSITY COLLEGE
STATEMENT OF FINANCIAL POSITION
AS AT 30TH JUNE 2012

	NOTES	2011/2012 KSHS 000	2010/2011 KSHS 000
NON CURRENT ASSETS			
Property, Plant and Equipment	2(A)	1,652,294	1,191,973
Biological Assets	2(B)	2,984	2,631
		1,655,278	1,194,604
CURRENT ASSETS			
Inventories And Stores	3	6,799	4,577
Accounts Receivables	4	199,656	97,339
Cash and Bank Balances	5	23,534	17,125
		229,989	119,041
TOTAL ASSETS		1,885,267	1,313,645
EQUITY & LIABILITIES			
Accumulated Capital Fund		1,187,266	836,573
Revenue Reserve		242,083	209,752
		1,429,349	1,046,325
CURRENT LIABILITIES			
Provisions	6	2,125	1,264
Accounts Payables	7	453,793	265,874
Bank overdraft			182
		455,918	267,320
TOTAL EQUITY & LIABILITIES		1,885,267	1,313,645

Principal's Signature  Council Chairman's Signature 
Date 10/05/2013 ate 10/5/2013

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH JUNE 2012**

<u>INCOME</u>	NOTES	2011/2012 KSHS000	2010/2011 KSHS000
TUITION FEES	8	590,442	450,215
INCOME GENERATING UNITS	9	29,130	19,888
EXCHEQUER ALLOCATIONS	10	288,000	248,000
TOTAL INCOME		907,572	718,103
 <u>EXPENDITURE</u>			
STAFF COSTS	11	426,656	337,409
OTHER OPERATING COSTS	12	307,397	235,454
PART-TIME LECTURER'S EXPENSES	13	112,156	66,925
COUNCIL EXPENSES	14	10,057	12,393
PROVISION FOR DEPRECIATION	15	16,850	11,850
PROVISION FOR AUDIT FEES	6	500	500
PROVISION FOR SERVICE GRATUITY	6	1,625	764
TOTAL EXPENDITURE		875,241	665,295
REVENUE RESERVE		32,331	52,808

**STATEMENT OF CASHFLOWS FOR THE YEAR
ENDED 30TH JUNE 2012**

	KSHS000 2011/2012	KSHS000 2010/2011
Cash Flows From Operating Activities		
Surplus / Deficit for the year	32,331	52,808
Adjusted for:		
Prior Year Adjustment Over Draft	182	
Depreciation	16,850	11,850
Revaluation loss		15,537
Provisions	500	764
	<u>49,863</u>	<u>80,959</u>
Changes in Working Capital		
Increase in Biological Assets	(353)	(2,034)
Increase in Inventories	(2,223)	(2,601)
Increase in Receivables	(102,318)	4,573
Increase in Payables	187,917	17,768
Net Cash From Operating Activities	<u>132,886</u>	<u>98,665</u>
Cash Flows From Investing Activities		
Purchase of Property, Plant and Equipment	(477,170)	(464,507)
Capital Grant	350,693	283,581
Net Cash Used in Investing Activities	<u>(126,477)</u>	<u>(180,926)</u>
Net Increase in Cash and Equivalents	6,409	-82,261
Cash and Equivalents at Beginning of Period	17,125	99,401
Cash and Equivalents at End of Period	<u>23,534</u>	<u>17,125</u>

STATEMENT OF CHANGES IN RESERVES

	Notes	Owner's Funds	Reserve Fund	Total
		kshs000	kshs000	kshs000
Balance as at 30/06/10		552,992	156,944	709,936
Add: Capital Grants		283,581		283,581
Revenue Reserve for the Year			52,808	52,808
Balance as at 30/06/11		836,573	209,752	1,046,325
Add: Capital Grants	16	350,693		350,693
Revenue Reserve for the Year			32,331	32,331
Balance as at 30/06/12		1,187,266	242,083	1,429,349





KENYA NATIONAL AUDIT OFFICE

REPORT OF THE AUDITOR-GENERAL ON KISII UNIVERSITY COLLEGE FOR THE YEAR ENDED 30 JUNE 2012

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Kisii University College set out on pages 11 to 28, which comprise the statement of financial position as at 30 June 2012, 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 control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor-General 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(2) of the Public Audit Act, 2003 and submit the audit report in compliance with Article 229(7) of the Constitution of Kenya. 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 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due for 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 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 audit opinion.

Basis for Qualified Opinion

1. Financial Position

During the year ended 30 June 2012 and as similarly reported in the previous year, the College's current liabilities totaling Kshs 455,918,000 exceeded the current assets of Kshs. 229,989,000) resulting in a negative working capital of Kshs. 225,929,000 (2011: Kshs 148,279,000). The University College is therefore technically insolvent and its continued operation on a going concern with depend on financial support from the Government and Creditors.

2. Non Current Assets

(i) Land

Also as reported in the previous year, the property, plant and equipment balance of Kshs 1,652,294,000 includes freehold land valued at Kshs. 94,350,000.00 which as in the previous year could not be verified because the documents were not availed for audit confirmation. Further, seven (7) pieces of land out of the nine (9)

owned by the University do not have title deeds. In the circumstances, it has not been possible to ascertain the ownership status of the seven pieces of land and that the property, plant and equipment balance of Kshs.1,652,294,000 as at 30 June 2012 is fairly stated.

3. Cash and Bank Balance

Excluded in the cash and bank balances figure of Kshs 23,534,000 as at 30 June 2012 is Kshs 203,000, Kshs 2,314,097 and Kshs. 386,300 for uncredited entries, direct deposits and wrong debits and wrong debit entries respectively. Further, original bank confirmation certificates of four (4) bank accounts were no availed for audit review.

In the circumstances the validity and accuracy of the cash and bank balances figure of Kshs 23,534,000 as at 30 June 2012 could not be confirmed.

4. Government Grants

The financial statements for the year ended 30 June 2012 reflect Government grants amounting to Kshs 638,693,000 (Recurrent – Kshs 288,000,000 and Development Kshs 350,693,000) while records at the Ministry of Higher Education, Science and technology reflect Kshs 608,499,999 (Recurrent Kshs. 288,00,00 and Development Kshs. 320,499,999) resulting to a variance of Kshs 30,193,001 which has not been explained.

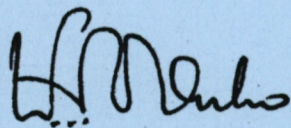
5. Council Expenses

Included in the council expenses figure of Kshs. 10,057,000 is Kshs. 2,788,000 paid out to the council members for sitting allowance in the year ended 30 June 2012. However, the attendance register in support of the meetings was not availed for audit review. In the circumstances, the propriety of the council expenses of Kshs. 2,788,000 for the year ended 30 June 2012 could not be confirmed.

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 2012, 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 Kisii University Order, 2007.

A handwritten signature in black ink, appearing to read 'E. Ouko', with a stylized flourish at the end.

Edward R.O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

28 May 2013

Notes to Financial Statements

1. ACCOUNTING POLICIES

The financial statements have been prepared in accordance with International Financial Reporting Standards and International Accounting Standards. The Significant accounting policies adopted are as follows:-

a) Basis of preparation

The financial statements have been prepared under the historical cost convention.

b) Revenue and expenditure recognition

Income including tuition fee is recognized in the period in which it is earned, while expenditure is recognized when it is incurred.

c) (i) Governments grants (Capitation)

The government Capitation grants are recognized as income in the Income Statement, as per IAS 20, i.e. income approach treatment.

(ii) Government grants (Capital Development)

The capital grants are recognized and credited to the owners fund as per IAS 20.

d) Property, plant and equipment

Property, plant and equipment are stated at cost less any recognized impairment loss.

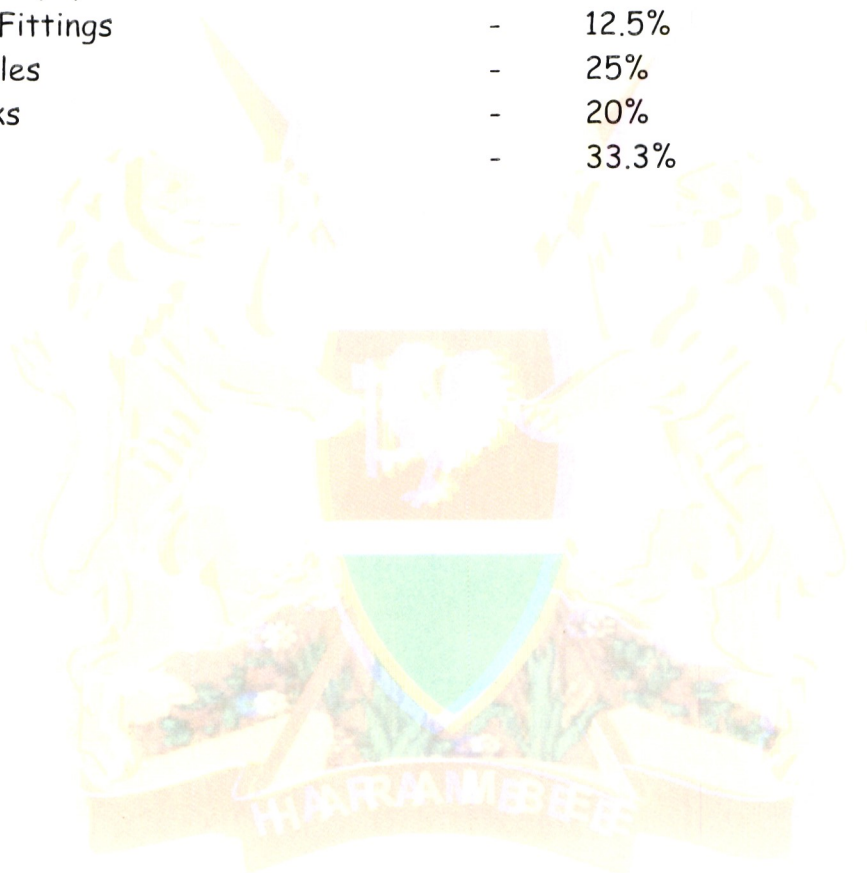
Land is not depreciated as it is deemed to have an infinite life. Depreciation on other property is charged so as to write off the assets during their estimated useful life, using the straight-line method.

Continued Notes to Financial Statements

Assets acquired during first six months of the year attract full depreciation while those acquired in the last six months of the year are not depreciated.

e)The annual rates are: (Reducing Balance Method.)

Buildings	-	2.5%
Machinery & Equipment	-	20%
Furniture & Fittings	-	12.5%
Motor Vehicles	-	25%
Library Books	-	20%
Cutlery	-	33.3%



Continued Notes to Financial Statements

f) Inventories

Inventories are stated at the lower of cost and net realizable value. Cost includes cost of purchase 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 (IAS2).

g) Biological assets

Biological assets are measured on initial recognition at each balance sheet date at its fair value less estimated point of sale costs as per IAS 43(12)

h) Receivables

Receivables are recognised when the commitments are effected. A provision of 5% of total receivables has been provided to take care of the receivables, which may not be recovered in full.

I) Cash and cash equivalents

For the purpose of the cash flow statement, cash and cash equivalent include only cash at hand and cash in Bank as the College does not have short term liquid investments which are readily convertible into known amounts of cash and which are within three months to maturity when acquired, less advances (overdrafts) from the banks repayable within three months from dates of the advances.

j) Retirement benefit obligations

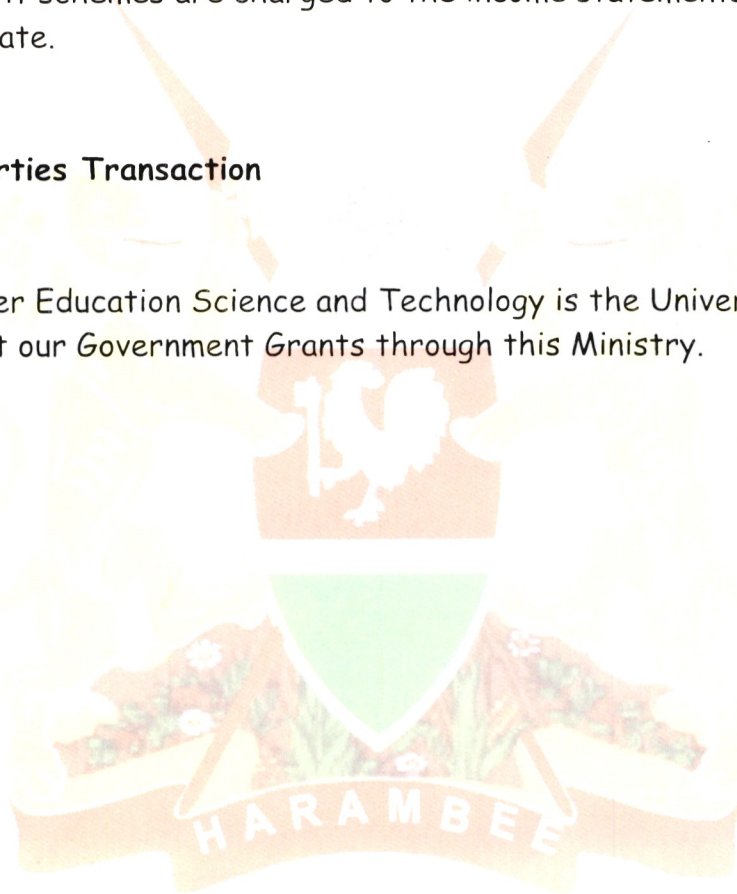
The University operates a defined contribution scheme for its employees. The assets of this scheme are held in a separate trustee administered fund. The scheme is funded by contributions based on the basic salary from both employees and employer at a rate of 10% and 20% respectively. Benefits are paid to retiring employees in accordance with the scheme rules.

Continued Notes to Financial Statements

The University College also contributes to the statutory National Social Security Fund (NSSF). This is a defined contribution scheme registered under the NSSF Act. The College's obligations under this scheme are limited to specific contributions legislated from time to time and are currently limited to a maximum of 200/= per employee per month. The College's obligation to staff retirement benefit schemes are charged to the income statements in the year to which they relate.

k) Related Parties Transaction

Ministry of Higher Education Science and Technology is the University's Parent Ministry. We get our Government Grants through this Ministry.



Kisii University College Annual Report & Financial Statements for the year ending 30th June, 2012

NOTE:2(A)(i)

MOVEMENT OF PROPERTY, PLANT AND EQUIPMENT 2011/2012

PARTICULARS	LAND	BUILDINGS	W.I.P	MOTOR	FURNITURE & FITTINGS	OFFICE EQUIPMENTS	PLANT & MACHINERY	LIBRARY BOOKS	CUTLERY	TOTAL
Cost on 01.07.2011	140,901	205,187	813,586	13,475	14,568	12,771	7,625	1,986	1,013	1,211,112
TOTAL	140,901	205,187	813,586	13,475	14,568	12,771	7,625	1,986	1,013	1,211,112
Additions	-	10,495	433,393	11,003	4,112	4,916	1,289	11,962	-	477,170
Cost/Value 30/06/2012	140,901	215,682	1,246,979	24,478	18,680	17,687	8,914	13,948	1,013	1,688,282
Acquisition After 30/12/11	-	-	-	-	1,321	819	725	7,849	-	10,714
Qualifying Asset for Depreciation	140,901	215,682	1,246,979	24,478	17,359	16,868	8,189	6,099	1,013	1,677,568
Total accrued depreciation b/f	-	4,467	-	8,698	1,683	1,981	1,455	517	337	19,138
Net Cost For Depreciation	140,901	211,215	1,246,979	15,780	15,676	14,887	6,734	5,582	676	1,658,430
Add Depreciation for the year	-	5,280	-	3,945	1,960	2,977	1,347	1,116	225	16,850
Total Depreciation	-	9,747	-	12,643	3,643	4,958	2,802	1,633	562	35,988
Net book value as at 30/06/12	140,901	205,935	1,246,979	11,835	15,038	12,729	6,112	12,315	451	1,652,294
Net book value as at 30/06/11	140,901	200,720	813,586	4,777	12,885	10,790	6,170	1,469	676	1,191,973

NOTE:2(A)(ii)

MOVEMENT OF PROPERTY, PLANT AND EQUIPMENT 2010/2011

PARTICULARS	LAND	BUILDINGS	W.I.P	MOTOR	FURNITURE & FITTINGS	OFFICE EQUIPMENTS	PLANT & MACHINERY	LIBRARY BOOKS	CUTLERY	TOTAL
Cost on 01.07.2010	60,000	238,833	442,785	16,698	14,474	17,383	12,204	1,223	890	804,490
Less Accrued Dep Rev.	-	22,730	-	-	3,621	7,347	5,096	-	346	39,140
Net book value	60,000	216,103	442,785	16,698	10,853	10,036	7,108	1,223	544	765,350
Gain/Loss Revaluation	34,350	(37,432)	-	-	(7,395)	(5,694)	165	-	469	(15,537)
Revalued cost	94,350	178,671	442,785	16,698	3,473	4,342	7,273	1,223	1,013	749,813
Additions	46,551	26,516	370,801	-	11,095	8,429	352	763	-	464,507
Cost/Value 30/06/2011	140,901	205,187	813,586	16,698	14,568	12,771	7,625	1,986	1,013	1,214,320
Acquisition After 30/12/10	-	(26,516)	-	-	(1,101)	(2,865)	(352)	(129)	-	(30,963)
Qualifying Asset for Depreciation	140,901	178,671	813,586	16,698	13,467	9,906	7,273	1,857	1,013	1,183,357
Less Disposals	-	-	-	(3,223)	-	-	-	-	-	(3,223)
Cost after disposal	140,901	178,671	813,586	13,475	13,467	9,906	7,273	1,857	1,013	1,180,134
Total acc dep b/f	-	-	-	10,329	-	-	-	182	-	10,511
Less dep on disposal	-	-	-	(3,223)	-	-	-	-	-	(3,223)
Total acc dep	-	-	-	7,106	-	-	-	182	-	7,288
Net cost for dep	140,901	178,671	813,586	6,369	13,467	9,906	7,273	1,675	1,013	1,172,861
Dep for the year	-	4,467	-	1,592	1,683	1,981	1,455	335	337	11,851
Add accrued dep b/f	-	-	-	7,106	-	-	-	182	-	7,288
Total depreciation	-	4,467	-	8,698	1,683	1,981	1,455	517	337	19,139
Restated balance as at 30/06/11	140,901	200,720	813,586	4,777	12,885	10,790	6,170	1,469	676	1,191,973
Net book value as at 30/06/10	60,000	216,103	442,875	6,369	10,853	10,036	7,108	1,041	544	754,839

NOTE: 2(B)

BIOLOGICAL ASSETS

Particulars	No .of Cattle	No of Fish	KSHS UNIT COST	2011/2012 KSHS.000	2010/2011 KSHS.000
COWS					
Anne 2	1			55	50
Susan 1	1			50	45
Susan 2	1			50	45
Kabianga 2	1				45
Karendi 1	1				50
Heifer Susan 3	1			15	
Karendi 3	1			60	60
Bull Sakawa	1			10	
Karandi 4 Heifer	1			55	30
Ann 5 heifer	2			55	30
Sakawa 1	1			25	15
Anne 4	1			60	60
Otenyo 2	1			25	10
FISH					
Pond 1		9,600	120	1,152	1,152
Pond 2		3,072	120	369	369
pond 3		4,144	120	497	497
Pond 4		1,444	120	173	173
Pond 5		2,772	120	333	
TOTAL				2,984	2,631

NOTE:3**INVENTORIES**

Department	2011/2012	2010/2011
	KSHS.000	KSHS.000
Farm	111	199
Town Campus		46
Halls	272	172
Medical	1,049	677
Bookshoop		207
Finance	957	370
Examination		45
Administration		38
Library		3
Central Stores	2,232	1,574
Security		10
Transport		1
Research		3
Deputy principal A&f		6
Down Town Campus	5	61
Registry	4	22
Student mess store		4
Salaries	153	129
Keroka Campus	72	94
Nyamira campus	9	34
Estates	1,155	849
Agriculture		1
Procurement		5
Education		2
Tailoring Unit		25
School Of Law	4	
Cash Office	114	
Catering	36	
Health Science	208	
Nyosia farm	237	
Kehancha Campus	16	
Ogembo Campus	27	
Isebania Campus	7	
Ict office	1	
Faculty of commerce	92	
Cashiers office Student mess	38	
Total	6,799	4,577

NOTE 4

ACCOUNTS RECEIVABLE

Details		Balances as at	Balances as at
		30/06/12	30/06/11
		KSHS. 000	KSHS. 000
House Rent	i	28	190
Salary Advance	ii	81	54
Prepaid Rent and Rates	iii	4,436	3,087
General Debtors	iv	580	88
Imprests Outstanding	v	2,415	2,712
Fees Balances	vi	202,134	96,229
Farm dues	vii	81	67
Medical bills	viii	38	35
Prepaid Insurance	ix	371	
Provision		(10,508)	(5,123)
Total		199,565	97,339

NOTE 5

CASH AND BANK BALANCES

Particulars		Balances as at	Balances as at
		30/06/12	30/06/11
		KSHS. 000	KSHS. 000
Cash at Hand		11	210
Cash at Bank (Current a/c-NBK)		21,176	989
Cash at Bank (Savings a/c-NBK)		19	15,166
Cash at Bank (KCB)		827	760
Cash at Bank (Co-operative Bank)		1,501	
Total		23,534	17,125

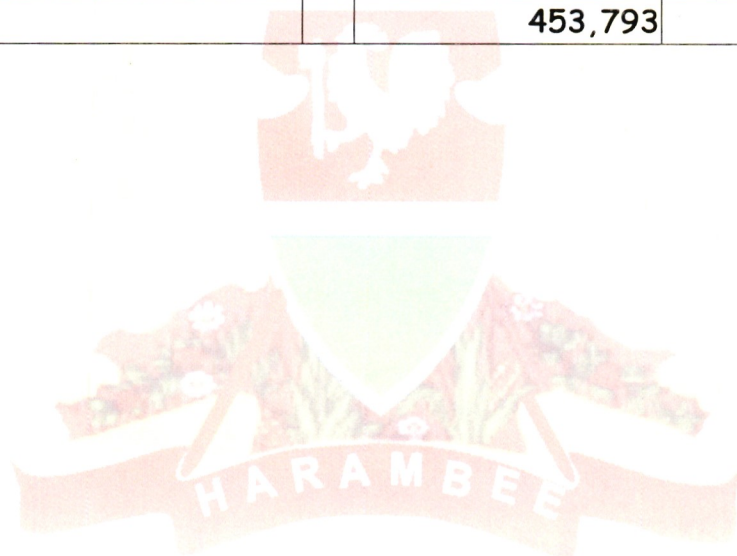
NOTE 6

PROVISIONS

Particulars		Balances as at	Balances as at
		30/06/12	30/06/11
		KSHS. 000	KSHS. 000
Provision for audit Fee		500	500
Provision For Gratuity		1,625	764
Total		21,125	1,264

NOTE:7**ACCOUNTS PAYABLE**

Details		Balances as at	Balance as at
		30/06/12	30/06/11
		KSHS.000	KSHS.000
Fee Prepayments	i	12,716	10,666
Caution Money	ii	13,031	7,514
Casual Wages	iii	2,200	109
Sundry Creditors	iv	53,890	17,093
Student Union		1,820	460
Retention	v	3,117	3,117
Contractors and Consultants	vi	327,897	196,415
Kenao(Audit Fees)		-	500
Lease Hold		29,000	30,000
Stale Cheques as at 30/06/12		10,122	
Total		453,793	265,874



NOTE:8**SUMMARY OF TUITION**

DETAILS	2011/2012	2010/2011
	KSHS.000	KSHS.000
TUTION FEES	417,208	393,880
REGISTRATION FEES	9,558	8,848
STUDENT ID	2,064	1,139
LIBRARY USE	12,123	8,808
EXAMINATION	29,499	24,431
MATERIAL DEVELOPMET	14,120	10,806
MANUALS		90
ACTIVITY FEES	2,048	2,213
ADMINISTRATIVE COSTS	48,589	
HELB FUNDS	52,137	
MEDICAL	3,096	
TOTAL	590,442	450,215

NOTE:9**INCOME GENERATING UNITS**

DETAILS	2011/2012	2010/2011
	KSHS.000	KSHS.000
FARM	735	1,028
STAFFMESS	3,119	2,893
STUDENTMESS	3,876	2,021
SALE OF APPLICATION FORMS	4,198	3,850
TRANSCRIPTS	9	14
MEDICATION	224	223
INTEREST EARNED	136	94
HIRE OF PLAYING GROUND	49	138
RENT	297	438
DISPOSAL INCOME	73	187
HIRE OF GOWNS & BOOK SHOP SALES	59	40
BOOK SHOP SALES		8
CATERING SERVICES	200	1,943
ACCOMMODATION	12,609	7,011
SIGN BOARD RENEWAL	15	
INTREST RECEIVED ADVANCES	16	
LIBRARY FINES	12	
ID CARDS REPLACEMENT	47	
EXAM REMARKING	24	
TAILORING	55	
KEY REPLACEMENT	1	
TENDER FORMS PURCHASE	718	
UTENSILS HIRE	1	
RESEARCH GRANTS	2,657	
TOTAL	29,130	19,888

NOTE:10**RECURRENT GRANTS**

DATE		2011/2012	MONTH		2010/2011
	RECEIPT NOS	KSHS.000		RECEIPT NOS	KSHS.000
30/07/2011	10570	24,000	30/07/2010	2971	34,963
30/08/2011	9415	24,000	30/08/2010	3293	19,367
30/09/2011	9481	24,000	30/09/2010	9884	19,367
31/10/2011	31019	24,000	31/10/2010	12821	19,367
30/11/2011	11345	24,000	30/11/2010	3317	19,367
31/12/2011	9988	24,000	31/12/2010	4498	19,367
31/01/2012	11730	24,000	31/01/2011	5472	19,367
28/02/2012	40192	24,000	28/02/2011	5291	19,367
30/03/2012	41664	24,000	30/03/2011	19582	19,367
30/04/2012	44818	24,000	30/04/2011	10155	19,367
30/05/2012	46422	24,000	30/05/2011	9192	19,367
30/06/2012	45893	24,000	30/06/2011	6354	19,367
TOTAL		289,000			248,000

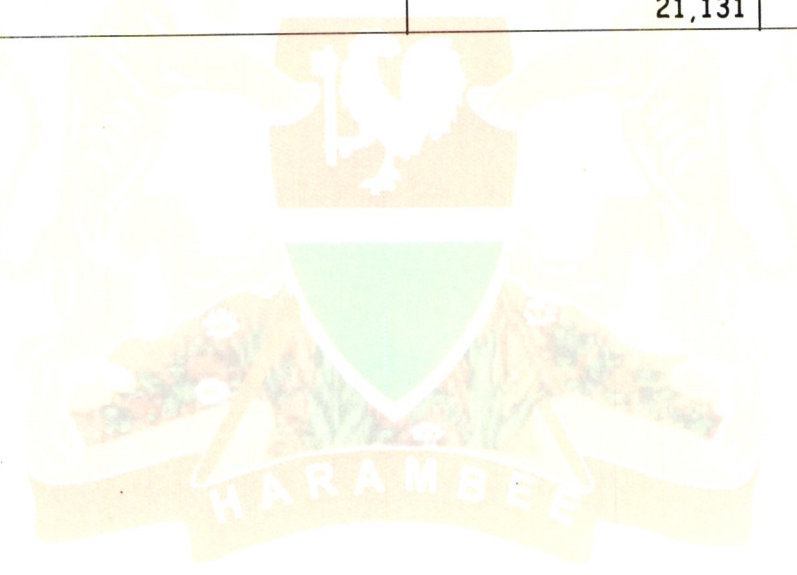
NOTE:11 (A)**SALARIES AND WAGES**

Date		2011/2012	2010/2011
		KSHS.000	KSHS.000
2011 July		30,227	22,616
2011 Aug		32,505	23,668
2011 Sep		33,016	25,255
2011 Oct		32,551	26,341
2011 Nov		33,258	27,823
2011 Dec		33,696	28,122
2012 Jan		36,307	30,378
2012 Feb		33,532	29,045
2012 Mar		34,258	32,029
2012 April		34,722	30,852
2012 May		35,132	31,035
2012 June		36,321	30,245
Total		405,525	337,409

NOTE:11 (B)

OTHER STAFF COSTS

	2011/2012	2010/2011
	KSHS.000	KSHS.000
Staff Education fund	1,277	-
Casual Labour Expenses	8,320	-
Salary locum Appointees	1,346	-
Gratuity Services	461	-
Passage and leave Travelling allowance	3,304	-
Staff id	1,242	-
Staff medical scheme	1,180	-
Staff hospitalisation	3,613	-
Staff development	388	-
TOTAL	21,131	-



NOTE:12

OTHER OPERATING COSTS

	2011/2012	2010/2011
	KSHS.000	KSHS.000
Travelling And Subsistence	58,930	47,195
Office Running Expenses	248,467	188,259
Total	307,397	235,454

NOTE:13

PART TIME LECTURERS PAYMENTS

	2011/2012	2010/2011
	KSHS.000	KSHS.000
FACULTY OF COMMERCE	35,844	23,183
COMPUTER AND ACCOUNTING	287	257
BLINS	8,089	4,315
EDUCATION	56,882	32,821
LAW	2,859	3,137
AGRICULTURE	6,932	2,199
HEALTH SCIENCES	1,263	1,013
Total	112,156	66,925

NOTE:14

COUNCIL EXPENSES

	2011/2012	2010/2011
	KSHS.000	KSHS.000
SITTING ALLOWANCES	2,788	3,795
SUBSISTENCE ALLOWANCES	2,049	6,246
MILEAGE,HONORARIA AND OTHER	5,220	2,352
MISC EXPENSES		
Total	10,057	12,393

NOTE:15 PROVISION FOR DEPRECIATION

Particulars	Accumulated C/F 30/06/12	Depreciation for year ended	Provision b/f 1/7/2011
	ksh 000	ksh 000	ksh 000
Building	9,747	5,280	4,467
Furniture and Fittings	3,643	1,960	1,683
Office Equipment	4,958	2,977	1,981
Plant and Machinery	2,802	1,347	1,455
Library Books	1,633	1,116	517
Cutlery	562	225	337
Motor Vehicles	12,643	3,945	8,698
Total	35,988	16,850	19,138

NOTE:16 CAPITAL GRANTS

		AMOUNT			AMOUNT
		KSHS.000			KSHS.000
DATE	RECEIPT NOS	2011/2012	DATE	RECEIPT NOS	2010/2011
2011 JULY	24916	30,193	2010 AUG	24910	68,386
2011 SEPT	24918	11,917	2010 DEC	24909	31,614
2011 OCT	24930	57,832	2011 JAN	24912	70,581
2011 DEC	34506	54,260	2011 MARCH	12469	52,125
2012 FEB	3603	76,448	2011 JUN	24915	60,875
2012 MAY	37624	83,939			
2012 JUNE	37625	36,104			
TOTAL		350,693			283,581

