

KISIMA TRUST

# ANNUAL REPORT 2020



## THE DIRECTOR'S STATEMENT

The Trustees present their annual report and the audited financial statements for the year ended 31<sup>st</sup> December 2020.

We are all thankful to God that the year has ended well and that Kisima School was able to resume operations after the long closure occasioned by the challenges of management of the 2019 pandemic. Our thanks also go to all our supporters and particularly to our trustees at TEFT UK, and all our sponsors in the UK, Sweden and Kenya who have stood with us during this most challenging year. Thank you for your sacrificial support in both prayer and in kind. Also, we give special thanks to our staff, who despite the difficult year that we have had continue to offer their services with us.

Our thanks again go to the Lord for keeping all our staff and students safe, and enabling most of them to return ready to work and to learn, after such a long closure, notwithstanding the economic and social challenges that we have all had to contend with.

Finally, as we start a new year, let us all focus on where our help on this side of heaven comes from, and like David of old look not to the mountains but to the Lord who is able not only to save, but also to keep and sustain.

## DAVID KARIUKI

*Director*



## LEGAL AND ADMINISTRATIVE INFORMATION

Trust's name:	Kisima Trust
Ministry Of Lands registered number:	PS1329
Financial period beginning on:	1 <sup>st</sup> January 2020
Financial period ending on:	31 <sup>st</sup> December 2020
Trust's principal address:	P.O .Box 1605 Nyahururu
Governing document:	Trust deed dated 5 <sup>th</sup> July 2002 forming Kisima Trust. And a certificate of Incorporation dated 1 <sup>st</sup> of September 2009
Objects of the Trust:	To further such general public charitable purposes directed wholly towards meeting the educational and religious needs of, in particular, pastoralists, and other members of the society, for community welfare, and the relief of illiteracy, poverty and distress of persons who are residents in Kenya and elsewhere, as the Trustees may from time to time in their absolute discretion think fit.
Principal Bank:	ABSA Bank of Kenya LTD, Nyahururu Branch
Book-keeper:	David Maina Kariuki
Independent Examiner for financial period:	Mr. Julius Marige (Auditor)
Website:	<a href="http://www.kisima.org">www.kisima.org</a>
Further information:	Any questions about the work of Kisima Trust in the Kenya should be addressed to David Kariuki, Kisima Trust, PO Box 1605, Nyahururu 20300, or by email to <a href="mailto:david.kariuki@kisima.org">david.kariuki@kisima.org</a> .

## TRUSTEES AND GOVERNANCE

NAME	DESIGNATION	APPOINTMENT
REV. JACOB ALKAN LESUUDA	TRUSTEE	TRUSTEES RESOLUTION
MR. ISAACK MWANGI KAIRU	TRUSTEE	TRUSTEES RESOLUTION
MR. DANIEL ETINDI AMUNGA	TRUSTEE	TRUSTEES RESOLUTION
MR. DAVID MAINA KARIUKI	TRUSTEE	FOUNDING TRUSTEE
MRS. MARY WAIRIMU NJUGUNA	TRUSTEE	TRUSTEES RESOLUTION

## MANAGEMENT TEAM

NAME	DESIGNATION
DAVID MAINA KARIUKI	DIRECTOR
DANIEL ETINDI AMUNGA	PRINCIPAL
CATHERINE JANE MAINA	SPONSORSHIP COORDINATOR

## YEAR 2020

### Summary

#### 1. Arrival of a new class

Year 2020 began with the safe arrival of all our students, and also our form one class on Saturday the 5<sup>th</sup> of January 2020. We were able to settle in quickly for the start of the new academic year. Our staff worked hard to help all the students organize quickly by making sure that everyone was adequately guided and that the new students were sufficiently oriented and supported to settle in and start their new life at Kisima. As always, the form two class was ready to take the role of minders who would help with orientation for the new students. The admissions day as always was an exciting time for everyone and we were all looking forward to welcoming the new students and starting new friendships with the newest members of our community.

Unfortunately, the New Year was interrupted by the Covid 19 pandemic even before we could complete first term of the new academic year. On the 15<sup>th</sup> of March 2020, the president ordered the closure of all educational institutions just two weeks before term one was scheduled to end. We were in the process of preparing the end of term exams, but the closure order required all of us to vacate schools by the end of the next business day. Initially it was thought that the closure would not be long and that schools would resume for term two in May or June, but this was not to be

and the closures continued until the 4<sup>th</sup> of October, when candidate classes for the national exams were again ordered back to school to finish their term two and also to continue their preparation for the national exams.

## Scholarships



We were very happy that another former student was successful in their application to EARTH University in Costa Rica. Ann Alubiri, who finished at Kisima in 2019, is now there studying Agricultural Science. This is the Ann, who had written an article for the school magazine about the Young Farmers' Club. Her article had inspired some UK visitors to Kisima in 2018 to establish a competition that is open to schools in the UK, Sri Lanka and Nepal as well as here, where students can write a poem or article or draw a picture on the theme of 'Food, Farms, Our Community, What Future?'

The 2020 applicants to Earth University did their virtual interviews here at Kisima via zoom. We scrambled all the computers that could run the zoom video program and thankfully the interviews were successful and Ann earned herself a scholarship. Unfortunately, because of the challenges occasioned by the Covid-19 pandemic, she had to do her Spanish lessons virtually, but thankfully she left in November to physically start her studies at Earth. Kisima alumni who have already graduated from EARTH - Isaiah, Lucia and Elizabeth - are all back here in Kenya having a positive impact with their work in the fields of agriculture and community development. And now we have three more students currently studying at Earth.

## Volunteers.

This year was an exception on this area. Because of the challenges of covid 19 and the early and sudden closure of schools, we were unable to have volunteers. We however, had received some visitors from The Two Sisters Chapel in Sweden just before schools were ordered to close. We were blessed to have Johan and a group from the church visit us for a weekend on their way to Northern Kenya to celebrate the opening of classrooms at the Civicon School that they are supporting near Lake Turkana. We were also due to host another couple from England in July on their African tour but this was also not possible.

## PROJECTS

It is said that every cloud has its silver lining. Meaning that every difficult or sad situation has a comforting or more hopeful aspect, even though this may not be immediately apparent. We are therefore thankful that despite the challenges encountered in the year, we were able to carry out the following projects largely through the support and the hard word of fundraising by our TEFT trustees.

### Farm house



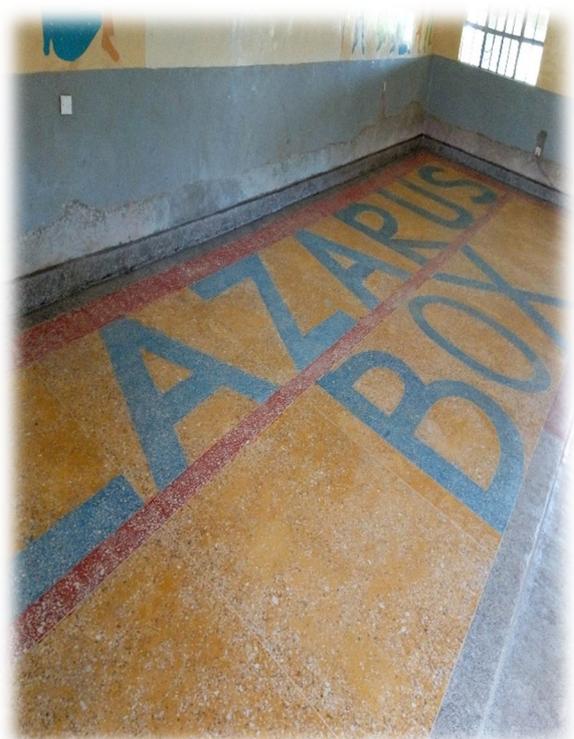
The first case of the covid -19 pandemic was reported in Kenya around mid-March 2020. At first, two cases were reported and confirmed. The case, which was confirmed on the 12<sup>th</sup> March 2020 was of a 27-year-old Kenyan woman who tested positive for the virus in Nairobi, a week after returning from the United States via London. By this time there was panic in the country

and the government was under considerable pressure to take precautionary measures to try and avert a health crisis in the country. Of special concern were the plane loads of people arriving from china without any checks on whether they were infected with the novel corona virus. The government acted swiftly on the 15<sup>th</sup> of March with drastic measures, that included indefinite closure of all educational and

religious institutions, a suspension of in person public service, a ban on public gatherings and all the other sanitation protocols that have now become our new vocabulary. These actions resulted in a lot of confusion and uncertainty in the country that persisted to the end of 2020.

We had received the funding for the farm house project in early March but with the closure of schools and the lockdown measures in some parts of the country combined with the uncertain situation that we were in, we were unable to commence construction immediately. In May however, it became clear that physical resumption of learning in school would be stayed for longer than originally anticipated, and we therefore decided that we could start the construction of the farmhouse. This project was made possible through a generous donation that came from Jerusalem Trust UK through a contact of David and Sammie Munns, and it will go a long way in enhancing efficient use of the school farm as well as teaching and learning activities related to agriculture and farming at the school farm.

### **Dining hall floor and dormitory repair**



The dining hall floor repairs was another project made possible through the generous donation from Christchurch Chorleywood's Lazarus Box. We had over the years been

repairing the hall floor using concrete and mortar which needed continuous repair due to the push and pull of tables and chairs, as well as the various activities that happen in the hall. Our dining hall is actually a multipurpose hall, meaning that it has a lot of push and pull as we set up for these varied activities. With the donation from Christchurch, we were able to do a terrazzo floor that is more long lasting and easier to keep clean and maintain. The dormitories also needed some largely cosmetic repairs. For a long time we were not able to refresh the interior paint and wall repairs because of both time and resources. These repairs were possible because of the closure which afforded us the time to complete the works and for the floor and paint to cure properly.



### **Covid 19 Sanitation measures**

The decision to reopen educational institutions in October was made by the Government guided by the advice of medical experts who are always monitoring the spread of the virus. In preparation for reopening of educational institutions, Heads of institutions were asked to carry out the following among a myriad of other protocols:

- i. Build the capacity of institutional staff, learners, Boards of management and parents on the management of COVID-19.
- ii. Ensure adequate clean running water and sanitation facilities in the institution and procure water tanks where applicable.
- iii. Develop awareness messages and build the capacity of learners, teachers, on –teaching staff, parents and entire institution community on key infection prevention and control measures in order to promote good hygiene practices.
- iv. Develop the protocols on hygiene and social distancing measures to be put

- in place before re-opening.
- v. Stock up the institution with key supplies including disinfectants, liquid soaps, non-touch thermometers, facemasks and first aid kits.
  - vi. Ensure there is a designated room within the institution premises for use as a sick bay or for temporary isolation in case presumed cases occur in institutions.

All these measures required funding for implementation in order to prepare schools for reopening. We are thankful that our trustees at TEFT were able to provide the funding needed for Kisima School to put in place the above protocols to achieve compliance for reopening. With the funds provided we were able to set up enough handwashing stations in the school and to procure the necessary items required for us to secure the school.

## **FUNDING**

Our funding largely comes from TEFT in the UK. TEFT raises funds from regular giving through the child sponsorship program and one-off donations by individuals and from charitable trusts and foundations.

Sometimes TEFT also raises funds through one-off fundraising events like sponsored walks, bike rides and other organized events. Our other supporters include The Two Sisters Chapel and individual friends in Sweden who give or sponsor our students through TEFT in the UK.

## **FINANCIALS**

With immense gratitude and appreciation, in 2020 our budget was funded by TEFT. We received a total of **KES 17,570,048** (Seventeen million, five hundred and seventy thousand and forty eight Kenya shillings).

The expenditure on capital and maintenance was **KES 1,333,905** (One million, three hundred and thirty three thousand, nine hundred and five shillings).

## **AUDITED ACCOUNTS**

And finally the following are the audited accounts for the year 2020, on the 15<sup>th</sup> of February 2021, we invited and availed our records to an independent examiner / auditor (MARIGE & COMPANY ASSOCIATES) to do the following:

1. Conduct an annual audit

They completed this task on the 8<sup>th</sup> of March 2021 and gave us the report scanned below:

**KISIMA TRUST**

**FINAL ACCOUNTS**

**AND**

**BALANCE SHEET**

**AS AT**

**31ST DECEMBER 2020**

**BY**

**MARIGE & ASSOCIATES**

**JULIUS MARIGE  
MARIGE & CO. ASSOCIATES  
(ACCOUNTANTS & AUDITORS)  
PO BOX 1787-20300  
NYAHURURU**

## REPORT OF THE INDEPENDENT AUDITOR TO KISIMA TRUST

### Report on the financial statements

We have audited the financial statements of Kisima Trust as set out on pages 5 to 6 which comprise the Balance sheet as at 31<sup>st</sup> December 2020, Statements of Comprehensive Income and a summary of significant Accounting policies and other explanatory notes.

### Trustees' responsibility for the financial statements

The Trustees are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the requirements of the Kenyan Law This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditor's responsibility

Our responsibility is to express an opinion of these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 judgments, 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 controls relevant to the Trust in 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 Trust internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustees, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**JULIUS MARIGE  
MARIGE & CO. ASSOCIATE  
(ACCOUNTANTS & AUDITORS)  
P.O BOX 1787- 20300  
NYAHURURU**

Opinion

In our opinion the accompanying financial statements give a true and fair view of the state of financial affairs of the Trust as at 31<sup>st</sup> December 2020 and of its financial performance and cash flows for the year ended in accordance with International Financial Reporting Standards and the Kenyan Law.

Reporting on other legal requirements

As required by the Kenyan Law we report to you, based on our audit, that:

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

1. In our opinion proper books of account have been kept by the Trust, so far as appears from our examination of those books; and
2. The Trust Balance sheet and Income & Expenditure statements are in agreement with the books of account.

BOARD OF TRUSTEES

The Board of Trustees who held the office during the year were:

1. Bishop Jacob Alkan Lesuuda
2. Isaac Mwangi Kairu
3. Mary Wairimu Njuguna
4. David Maina Kariuki
3. Daniel Etindi Amunga



**JULIUS MARIGE  
MARIGE & CO. ASSOCIATE  
(ACCOUNTANTS & AUDITORS)  
P.O BOX 1787- 20300  
NYAHURURU**

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**MARIGE & ASSOCIATES  
P.O. BOX 1787  
NYAHURURU**

KISIMA TRUST'  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020

REPORT OF THE TRUSTEES

The Trustees submit their report and the audited account for the year ended 31<sup>st</sup> December 2020 which shows the state of the Trust affairs.

1. PRINCIPAL ACTIVITY

The business of the Trust is running of an academic institution in Nyandarua County.

2. RESULTS

The results for the year are set out on page 5 & 6.

3. AUDITORS

Marige & Associates have expressed their willingness to continue in office in accordance with section 159 (2) of the companies Act (Cap 486).

By order of the Board



.....  
Trustee

.....  
Date



**JULIUS MARIGE  
MARIGE & CO. ASSOCIATE  
ACCOUNTANTS & AUDITORS  
P.O. BOX 1787- 20300  
NYAHURURU**

KISIMA TRUST  
STATEMENT OF TRUSTEE RESPONSIBILITIES ON THE FINANCIAL  
STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020

The Kenyan Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust as at the end of the financial year and of its operating results for that year. It also requires the Trustees to ensure that the Trust keeps proper accounting records which disclose with reasonable accuracy the financial position of the Trust. The Trustees are also responsible for safeguarding the assets of the Trust. The Trustees accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgment and estimates, in conformity with International Financial Reporting Standards and the requirements of the Kenyan Law. The Trustees are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Trust and of its operating results. The Trustees further accept responsibility for the maintenance of the accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control. Nothing has come to the attention of the Trustees to indicate that the Trust will not remain a going concern for at least the next one year from the date of this statement.



.....  
**Trustee**

.....  
**Date**



**JULIUS MARIGE  
MARIGE & CO. ASSOCIATE  
(ACCOUNTANTS & AUDITORS)  
P.O BOX 1787- 20300  
NYAHURURU**

**KISIMA TRUST  
BALANCE SHEET  
AS AT 31<sup>ST</sup> DECEMBER 2020**

	<b>2019 ASSETS</b>	<b>KSHS</b>	<b>KSHS</b>
	20,186,549 As Per schedule		21,287,775
	<b>Current Assets</b>		
	941,000 Stock, Stationery & Text Books	290,655	
	348,612 Barclays bank Main account	156,048	
	249,066 Barclays bank Salary account	897,901	
	1,538,678 <b>TOTAL CURRENT ASSETS</b>		1,344,604
	<b>LESS: CURRENT LIABILITIES</b>		
	771,640 Accrued Salaries	922,000	
	45,000 Accrued Accountancy Fees	45,000	
	816,640 <b>TOTAL CURRENT LIABILITIES</b>		967,000
	722,038 <b>WORKING CAPITAL</b>		377,604
	<b>20,908,587 NET ASSETS</b>		<b>21,661,237</b>
	<b>FINANCED BY:</b>		
	<b>CAPITAL EMPLOYED</b>		
	22,232,409 Retained Reserves	22,203,201	
	(1,323,822) Reserves for the year	(541,964)	
	<b>20,908,587 NET ASSETS</b>		<b>21,661,237</b>

T. N. D. O.

.....  
TRUSTEE



**JULIUS MARIGE  
MARIGE & CO. ASSOCIATE  
(ACCOUNTANTS & AUDITORS)  
P.O BOX 1787- 20300  
NYAHURURU**

**KISIMA TRUST  
INCOME & EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31/12/2020**

	<b>2019 INCOME</b>	<b>KSHS</b>	<b>KSHS</b>
	24,813,290	Donations	17,570,048
	-	Others	8,660
	<b>24,813,290</b>		<b>17,578,708</b>
	<b>LESS: EXPENDITURE</b>		
	13,598,640	Salaries & wages	11,064,004
	265,084	Casual Labour	-
	309,150	N.S.S. F	309,150
	683,945	Books & stationery	290,655
	455,242	Insurance & Licenses	248,465
	6,315,550	Kitchen Expenses	2,207,835
	491,450	Water & Electricity	441,765
	309,600	Travel & subsistence	219,000
	75,680	Postage & Telephone	52,200
	415,600	Repairs & Maintenance	-
	16,640	Bank Charges & Interests	31,315
	-	Covid 19 Expenses	370,655
	86,000	KCSE Registration	-
	60,000	Meetings	-
	156,550	Medical Expenses	136,550
	45,000	Professional Fees	45,000
	2,852,981	Depreciation	2,704,078
	<b>26,137,112</b>	<b>TOTAL EXPENDITURE</b>	<b>18,120,672</b>
	<b>(1,323,822)</b>	<b>NET SURPLUS/(DEFICIT)</b>	<b>(541,964)</b>

**JULIUS MARIGE  
MARIGE & CO. ASSOCIATE  
(ACCOUNTANTS & AUDITORS)  
P.O BOX 1787- 20300  
NYAHURURU**

**KISIMA TRUST**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2020**

**1. ACCOUNTING POLICIES**

**A) Basis of preparation**

The accounts have been prepared under the historical cost convention.

**B) Appreciation/Depreciation**

Appreciation of Assets is done on the lives of these Assets to promote their value after period of three (3) years i.e., vehicles (25%), land and buildings (5%) the rest (7%)

The accounts have been prepared under the historical cost convention.

Depreciation is charged on the reducing balance basis.

**2. FIXED ASSETS SCHEDULE**

PARTICULARS	BALANCE AT 1.01.20 KSHS	ADDITIONAL / (DISPOSALS) KSHS	DEPRECIATION		N. BV.AT 31.12.20 KSHS
			RATE %AGE	AMOUNT KSHS	
Lands and Buildings	9600000	1528905	NIL	NIL	11128905
School Bus	3476250	869063	25	1086328	3258985
Motor Vehicle	3450000	862500	25	1078125	3234375
Computers & Laptops	74672	5227	30	23970	55929
Fridges	32827	2298	12.5	4391	30734
Lab Equipment	1843478	417658	12.5	282642	1978494
Loose Tools	26965	1888	12.5	3607	25246
Printer/Photocopier	88515	6196	12.5	11839	82872
Furniture & Fittings	1593842	111569	12.5	213176	1492235
<b>TOTALS</b>	<b>20186549</b>	<b>3805304</b>		<b>2704078</b>	<b>21287775</b>

**JULIUS MARIGE**  
**MARIGE & CO. ASSOCIATE**  
**(ACCOUNTANTS & AUDITORS)**  
**P.O BOX 1787- 20300**  
**NYAHURURU**

Our very special thanks go to God for enabling us to get this far, and to all the trustees at TEFT and everyone else who supported us during this most challenging year. Thank you for your sacrifice, hard work and for letting the Lord use you and others in supporting this work. May the Lord bless you and shine his countenance upon you in all you do this year and into the future.

## **LOOKING AHEAD**

Year 2021 is a very challenging year for all us. The covid 19 pandemic is still with us and now in Kenya we are well into the 3<sup>rd</sup> wave, which is giving our health sector and the government a run for their money. More people are now dying from covid than any other time since the beginning of this crises. Hospitals in Kenya are now overwhelmed by the number of people seeking help. Our bed capacity for ICU has been exhausted and now more people are dying as on the roads as they move from hospital to hospital looking for treatment, only to be turned away for lack of space and oxygen in these in these hospitals.

This year we are also expected to run four school terms to try and recover the time lost in 2020. However, another closure of education institutions and a lockdown in five counties was ordered by the president last week, making life for everyone more uncertain and complicated. When the form fours finish their exams mid-April, they will need special passes at the road blocks to allow them to go to their homes, especially those whose counties have been affected by the lockdown. This has also means that we may not be able to reopen schools in May as was originally planned for the students in lower classes to complete 3<sup>rd</sup> term of 2020 academic year before all start the 2021 academic year in July.

The uncertainty around the new curriculum continues, despite the declarations by government on the question of the implementation of Junior Secondary. With only two years left before the CBC pioneering cohort joins junior secondary, there is little to see in terms of preparation in secondary institutions to accommodate the new curriculum learners. With the current economic crises occasioned by graft and covid 19, the adventure of the new curriculum is sadly beginning to look like one of the many white elephants we have in this country. Most people in government have now dropped the ball as they focus their attention on the upcoming general elections in 2022.

Please keep us in your prayers.

