



Karibuni Children

Transforming Young Kenyan Lives

Registered UK Charity number 1044872
karibuni.org.uk

KARIBUNI CHILDREN

Registered Charity number 1044872

**TRUSTEES REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

KARIBUNI CHILDREN

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LEGAL AND ADMINISTRATIVE DETAILS

Constituted under a Trust Deed dated 30 January 1995.

The Trustees serving during the year and since the year end are:

Mr J W G Cotton (chairman)	Mr N Roberts
Mrs J Murphy	Rev H Kirk (Resigned 21.10.21)
Ms P Wignall	Mr M Johnston
Mr D Welsh (Resigned 27.01.22)	Mr David Farmer
Mr P Ingram (Resigned 28.01.21)	Rev. Nicola Martyn-Beck (Appointed 28.01.21)
Mr M Carr	Mr S Kanyatte (Appointed 27.01.22)
	Mr L C Dickinson (Appointed 27.01.22)

Registered office:
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Eskdale Road, Stoke Mandeville,
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Website: www.karibuni.org.uk

OBJECTS OF THE CHARITY

As stated in the Trust deed, the objects of the Charity are to relieve children in Kenya who are in need by reason of sickness and distress, in particular children who are homeless, by providing and assisting in the provision of shelter, food and clothing, and to advance the education of such children.

In practice, most of the Kenyan projects supported by Karibuni Children are involved in education, feeding and special needs. Karibuni Children acts as a partner to each project, with day to day-to-day management being the responsibility of local Management Committees which are generally connected to the Methodist Church in Kenya (MCK).

STRUCTURE GOVERNANCE AND MANAGEMENT

Policies and operating decisions rest with the Trustees who meet at least five times each year to plan, oversee and monitor the support provided to projects in Kenya. This is based on evidence provided by projects on pupil performance, information from our representative in Kenya and monthly Zoom meetings with project managers / social workers in Kenya.

Day to day management also resides with the Trustees, in particular the Chairman who together with subgroups of Trustees and the office manager ensures the smooth running of the Charity.

Karibuni Children has operational policies covering all aspects of its operation including finance, safeguarding children and vulnerable adults and volunteers, risk management, investments and currency hedging amongst others.

The Trustees have regard to guidance issued by The Charity Commission on “Public Benefit” and their guidance on “Charities Working Internationally” as well to HMRC recommendations on “Payments to Overseas Bodies”. About the latter, it should be noted that funding is released to the projects via Methodist Church in Kenya Conference Office in Nairobi three times each year. MCK Conference Office release funds to projects following a two-stage authentication process. We are mindful of the balances held at any one time with MCK in Kenya and have the ability when necessary to transfer funds directly to project bank accounts. All projects are required to subscribe to the Governance procedures of the Methodist Church in Kenya including that all disbursements must be authorised by two signatories.

Joshua Katungu, a Kenyan national and resident who runs his own school in Nairobi is retained by the charity to offer advice and support to the projects during the year.

A party of Trustees has traditionally visited the projects each year at their own expense. They review the year’s activities, adequacy of financial support, establish future priorities and assess compliance with standards of governance including visits to several sponsored children’s guardians in their homes to ensure that they are from the very poorest backgrounds. Owing to the pandemic no visit was undertaken in 2021, with meetings between trustees and management committees conducted via Zoom.

All Trustees, relevant volunteers, and participants in work parties at the projects are required to undergo Disclosure and Barring Service checks.

The current Trustees are shown on page 3. New candidates are considered by the existing Trustees, taking account of their skills and experience in relation to the Charity’s objectives and any areas of expertise where it is felt that recruitment would be beneficial. Care is taken to fully brief new recruits through individual meetings with the chairman, with small groups of trustees and attendance at a board meeting as a volunteer prior to commitment.

RISK MANAGEMENT

The Trustees have during the year comprehensively reviewed the risks to which a small charity operating in Africa is exposed. The register is divided into five categories – Top Risks, those potentially with the highest significance and impact; General Management UK, Office Based UK, Financial, Kenya Operational. Each risk identified is accorded a weighting based on considered likelihood and severity of impact. The risk register is an agenda item at each board meeting.

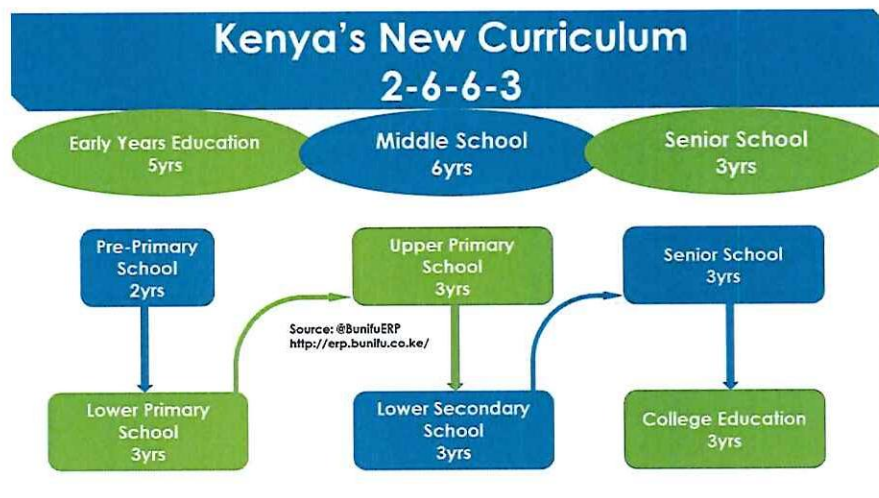
KENYA'S EDUCATION SYSTEM

The Kenyan education system is currently part way through a transition away from an 8-4-4 curriculum - 8 years of primary school, 4 years of secondary school and 4 years of vocational/university education. Although not mandatory, children also can attend pre-primary. Two years at pre-primary equips children, particularly those from disadvantaged backgrounds, with language and other skills necessary to hold their own in primary school.

By 2026 the Kenyan government intends to phase out the 8-4-4 curriculum and replace it with a new system (2-6-3-3) which consists of 2 years of pre-primary (for ages 4-5); 3 years of lower primary and 3 years of upper primary (for ages 6-11); and 3 years of junior secondary as well as 3 years of senior secondary (for ages 12-17 years).

The new structure will follow a Competency Based Curriculum (CBC), which seeks to nurture every learner's potential by ensuring that all acquire the core competencies. The CBC emphasises formative rather than summative evaluations.

It will be mandatory for all Kenyan children to continue in education beyond primary. For those that are less academic and unlikely to thrive in secondary education, vocational training is seen as an acceptable and preferable route.



KARIBUNI MODEL OF SUPPORT

Karibuni Children relieves childhood poverty in Kenya through the support and education of children from age 3 through to adulthood. Such children are recruited from very deprived backgrounds. Karibuni also supports two special needs classes and five general / feeding programmes. Where appropriate Karibuni will support enhancement of school infrastructure through improving sanitation, kitchen provision, building classrooms and providing equipment and learning aids to improve the learning experience. These capital projects attract new pupils, and thus improve the financial sustainability of the programme.

Capital projects are funded through applications to sources that would generally not fund our core activities.

The Karibuni model is to identify children from the most challenging backgrounds through advertisement, and the contacts that project social workers (paid for by Karibuni) have with the local chief or Children's Officers. Children who might otherwise miss education are sponsored into pre-primary (ages 4 to 5) and progress through primary (ages 6 to 11) usually within the state system where education is free (though there are costs for uniforms, feeding etc.). Children thereafter must now attend either secondary school, (ages 12 to 17) or undertake skills / vocational training both of which are currently fee paying. Karibuni will, depending upon availability of funds and the likelihood of a particular course leading to employment, thereafter, sponsor College or university courses.

697 children are currently being sponsored through education: 106 at pre-primary, 371 at primary, 126 at secondary, 16 undertaking vocational training and 58 students at college or university with a further 20 awaiting courses. Some 50 children in classes for children with special educational needs benefit from funding for teaching materials and craft activities.

The later stages of a child's education are expensive, but funds permitting, Karibuni aims to support children to reach their full potential and equip them for employment. The fact that all children must now remain in education until age 17 has led to costs in Kenya rising at a significantly higher rate than Karibuni's income in the UK. Generous legacies have enabled us to continue to support many disadvantaged children through their education while we take steps to narrow the gap between expenditure and income.

The employment of a part time office manager to ensure the smooth running of administration has removed much administration from the trustees and permitted more time to develop strategy. The appointment of a part time trust fundraiser is an attempt to both diversify and increase our income.

SUMMARY OF MAIN ACTIVITIES AND REVIEW OF PROJECTS DURING THE YEAR

2021 saw some recovery from the exceptional circumstances of the previous year but was not without its challenges.

The pandemic has had a hugely negative impact on the economic wellbeing of many of the sponsored children's families. Casual labour – hairdressing, housework and clothes washing - on which many parents or guardians relied largely dried up with employers being wary about the virus being brought into their homes. Drought and world events have pushed up food and fuel prices.

When schools were suspended in the early part of the year, we again provided monthly food packages for each of our sponsored children which supplemented the whole family's needs. The packages consisted of dried goods, maize, flour, rice, beans as well as cooking oil and soap. These food packages were of enormous value in providing at least some food to families. We continue to see some guardians returning to the projects in the hope of being

given food and more children are turning up at those projects where feeding is provided than are enrolled.

The move towards a competency-based curriculum coupled with the requirement that all children must now complete secondary school or skills-based training has impacted on our costs significantly.

The changes mean that the years of primary education reduce from 8 to 6 whereas the number of years in secondary school increase from 4 to 6. Currently primary education is “free” although there are the costs of feeding, uniforms, shoes, and books etc. Secondary education is not free and although each child receives a base level of government support this is significantly below the cost with the balance having to be found by parents, guardians, or sponsors like Karibuni Children. It is hoped that in time there will be a re-balancing of government support between primary and secondary education.

A consequence of the transition from an 8-4-4 model to a 6-6-4 model means that in each of the years 2023 and 2024 there will be two cohorts of sponsored children moving from primary into secondary school. Our modelling of this combined with the impact of all children now being required to continue into secondary or skills-based training has potentially increased our costs by £20,000 in 2023 with a further increase in the following year.

There will also be some additional costs stemming from the Kenya government’s decision to respond to the time lost through school closures in 2021 by having 4 terms in the academic years 2022 and 2023.

The looming increase in our costs has required us to look closely at our expenditure. At three projects we have reduced the number of children that are taken into sponsorship each year. The saving in the early years is not great but will over time reduce the cost of secondary school fees. Hitherto, projects have had dispensation to replace children that dropped out of sponsorship with another child from a very poor background up until class 4. This local autonomy has been withdrawn.

With reluctance and regret we have put two projects, which we have supported for many years with a relatively small grant, on notice that we may not be able to support them beyond 2022. In both cases our funding is a contribution to a larger programme and whilst our withdrawal would not be helpful it will not threaten the continuation of those projects.

We are also looking at how we might grow our income and will be working with our project managers, social workers, and boards to explore how costs can be contained.

Begun as an experiment to keep in touch monthly face to face video meetings with project managers, Makena Anampiu at Kibra, Mercy Bundi at Meru and George Mwabu at Tharaka plus social workers Miriam Mugambi at Limuru, Esther Onno at Njoro, Johnson Kamau at Embakasi and Wycliffe Odhiambo at Kibra have become established as part of the calendar. The meetings continue to be most valuable in understanding the different challenges being faced in keeping children safe, fed, and educated.

The meetings via Zoom were the first time that project managers and social workers had met each other, and it is pleasing that they now meet over Zoom and on occasions face to face to share learning, experience, and best practice. With secondary school children and those at university often located away from their “home project” there has been an opportunity for a project manager geographically closer to the sponsored child to offer support.

For the first time in 26 years there was no visit, at their own expense, by Karibuni Children trustees. Annual meetings with project boards which normally would have been face to face during our visit were held via Zoom. The meetings worked well despite sometimes limited access to reliable wi-fi and electricity in Kenya.

Those trustees most involved with the projects day to day also meet fortnightly via Zoom with our representative in Kenya, Joshua Katungu.

THE PROJECTS

MCK Kibra Tusaidie Watoto Nursery School



Kibra is the largest and worst of all the slums in Africa, where some 750,000+ people live with few basic amenities in an area of 2.5 square kilometres. Half of those aged 15 – 40 years are said to be HIV+. Many children come from extremely deprived and unstable backgrounds.

This is the largest project supported by Karibuni. We are the sole funder for this very successful project based around a pre-primary school with children spread between three

classes. The nursery school children and those that have moved into primary schools nearby are fed at the project each day.

During the year a much-trailed compulsory encroachment on what is already a compact site went ahead to facilitate expansion of the adjoining railway. The existing toilets were lost, and new ones had to be constructed along with other building works to make the perimeter secure. Access is now more constrained.

Wycliffe Odhiambo was taken into sponsorship at Kibra in 1998 at age 5 as one of the first beneficiaries. He was supported through pre-primary, primary, secondary, and then the Technical University of Kenya where he graduated in Community and Public Health. After working for African Mission Healthcare and managing training of nurses in anaesthesia, Wycliffe has been appointed Deputy Social Worker at Tusaidie Watoto. Having himself come from the surrounding slum there can be no better mentor for the children beginning on the journey that he has himself undertaken.

48 children are being supported at pre-primary, 138 at primary, 61 at secondary and 37 in tertiary education. In addition, 17 secondary school children from the Kawangware project are now administered through this project.

MCK Embakasi Academy



There are two large slum areas in Embakasi which share the same characteristics as Kibra. This is a fee-paying pre-primary / primary school. Under the Karibuni model the children on completion of pre-primary would normally attend local government run primary schools with Karibuni thereafter supporting secondary education. However, in 2014 the school management committee invited Karibuni to keep the children within the Embakasi Academy

without charge other than for feeding and uniforms. However, owing to resistance from other guardians who pay fees this arrangement is likely to change.

Johnson Kamau who was part time social worker is now full time.

15 children are being supported at pre-primary, 32 at primary, 6 at secondary school, 2 at university and 2 undertaking skills training.

MCK Limuru Methodist Academy

Limuru is a town some 20 miles from Nairobi on the way to Nakuru. It is a tea-growing area and local people can sometimes get casual labour picking tea and in local firms. The school roll is steadily increasing and academic standards improving. During the pandemic in the absence of work many parents and guardians of fee-paying children returned to home areas without covering fees arrears. We have been working closely with the Academy to ensure that it is able to weather the storm.



40 children are being supported through primary and 20 at secondary school. 11 young people are being supported through tertiary education and 1 through skills training.

With personnel changes and the management committee more established, a new ablutions block funded by a generous supporter who had previously visited Limuru as a member of a work party is now on the horizon. Once complete these improvements are likely to see headcount increase further and school sustainability improve.

MCK Wesley Empowerment Centre – Njoro

Njoro is a small town near Nakuru. A small Methodist Church runs a school for local children borne of the need to care for children of families who had fled riots 12 years ago.

There is an excellent pre-primary school on a large plot with a good management committee and staff.



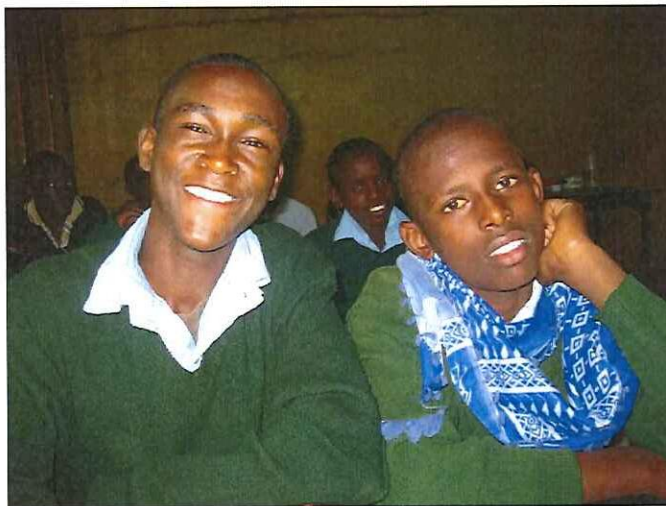
Income is raised from water sold from a bore hole and from renting out small wooden houses provided through Karibuni Children some years ago. A baby care facility has recently been created to increase income.

Some funds raised originally by Shortcross Methodist Church for the bore hole were retained by Karibuni Children for future maintenance of the bore hole. The management committee prudently established a sinking fund for maintenance and have been able to fund repairs themselves. With the agreement of the donors the retained funds have been used to help with the management committee's long held ambition of building primary school classrooms. Classrooms for grades 1 to 5 having been built so far.

Sponsored children currently move into primary without payment of tuition fees.

23 children are being sponsored in nursery, 36 in primary, 4 in secondary, with 4 young people being supported through skills training and 5 through tertiary education.

MCK Meru Township Programme



At this professionally managed project Karibuni sponsors up to 6 children each year from extremely disadvantaged backgrounds who join the pre-primary at the well regarded Consolata Catholic Mission School. Children are fed at lunchtime via a Karibuni funded kitchen located in the school grounds.

Mercy, the Project Manager has registered the project, like Tharaka, as a Community Based

Organisation and has made impressive efforts in forging links with government agencies, other NGOs, and corporates to broaden the supporter base. One result was Chapati Christmas where through local contributions children were provided with additional food and treats at Christmas.

Karibuni sponsors 12 children in pre-primary, 58 in primary, 5 in secondary, and with 3 young people undergoing skills training.

MCK Tharaka District, Marimanti Women's, and Children's Project

Tharaka District is a "hardship" area towards the east of Kenya where Marimanti is the main town. Unemployment is 60% and life expectancy 51 years. Farming is mostly subsistence.

8 children are supported at pre-primary, 67 at primary, and 13 at secondary with 3 young people being supported through tertiary education and 6 through skills training. Karibuni also funds teaching aids and materials for craft activities for 20 children in a special educational needs class at Kamatungu School.



During 2020 the ground floor of a Community Resource Centre was built at a cost of £40,000 with £32,500 raised from long standing and generous supporters. The balance was raised by the community locally through donations of materials or labour.

Working with Just be a Child, a UK registered charity a library of some 10,000 books was provided to the

Community Resource Centre. Karibuni Children Trustees helped load the shipping container in the UK which was unloaded 6 weeks later in Kenya by George Mwabu and management committee member William Kironcho.

We are most grateful to Dr. Lenka McAlinden of JBAC for providing training to the project during one of her visits to Kenya and for making room on the container for toolkits for graduating masons, electricians, plumbers, and mechanics which were provided by UK Charity Workaid.

It is hoped to add further floors to the Community Resource Centre in the future and to build several artisan workshops around the perimeter of the site. Towards the end of the year, we were nearing our fundraising target for the first phase of workshop building.

Mwithumwiru Primary School and Special Needs Class

This well-run Government school is close to the Meru project mentioned above. Karibuni supports a feeding programme for about 250 children who would otherwise not eat lunch. Karibuni also supports the small class of 20 children with special needs with funding for equipment and materials for craft activities.



MCK Maua Methodist Hospital Disability Community Centre

Maua is an hour and a half north of Meru. Here Karibuni contributes towards a much larger programme providing health care, including drugs, physiotherapy, prosthetics and surgery to help children with disabilities live a full life and contribute to their communities.

MCK Maua AIDS orphan's programme

Karibuni contributes to a programme which provides food, education, training etc. to AIDS widows (most of whom are themselves living with HIV), child-headed households and about 1,600 orphans in what is a very deprived area.

MCK North Kenya Mission

A grant is made every four months to the North Kenya Mission to provide for families with little or no income in this very backward area which is subject to insurrection from Somalia, theft of livestock and severe drought and food shortages. Food is distributed via local people to those in greatest need.

Upendo Project at Kilifi near Mombasa



The project has developed into a thriving nursery and primary school. Karibuni has made funds available to build new facilities and continues to support the AIDS Orphans Welfare Programme.

Hunajeza Women's Project

Based at Nyalani, a small town near to the north coast of Kenya, this project provides children from local primary schools with nourishing lunches at the small church and hall. The elderly women who run the project are taking advice from Upendo on how it might be re-energized. Around 55 children are fed by this project.

FINANCIAL REVIEW AND RESERVES POLICY

Income for the 12 months to 31.12.2021 was £290,820, some £30,000 below budget. Expenditure was £291,667 some £27,000 below budget, but some £70,000 less than in the preceding year. The reason for the substantial reduction in actual spend between this and the previous year is that less was spent on emergency feeding and with schools closed fees were less than budget. This benefit will reverse over the next two years as a fourth school term is scheduled.

Restricted donations must be dispersed in accordance with the terms under which they are donated and are not therefore available for general purposes. In some cases, there will be a timing difference between when the income is received and when it is spent, resulting in balances being held in these funds at year-end. The purpose of the various restricted funds is outlined in note 12.

Unrestricted reserves are expendable at the discretion of the Trustees in the furtherance of the charity's objects. If part of unrestricted reserves is earmarked for a particular project it may be designated as a separate fund, but the designation has an administrative purpose only, and does not legally restrict Trustees' discretion to apply the fund. There were no designated funds at the year end.

The Trustees have established a general reserves policy to have a level of comfort in the charity's ability to provide continuity of activities in the event of material fluctuations in income. The Trustees are also mindful that in recruiting a child into sponsorship at Pre-primary (2 years), Karibuni takes on the responsibility to sponsor that child as s/he progresses through Lower and Upper Primary (6 years) and thence into Lower Secondary and Senior School (6 years) or through skills training. Additionally, depending on the charity's overall finances, the Trustees award scholarships for those who secure offers of Tertiary courses. Although these are fully discretionary, to date Karibuni has been able to meet all scholarship requests.

The Trustees believe that it is important to provide projects with certainty of funding for a whole academic year and have accordingly identified the necessity to hold **£280,000** as a general reserve to cover 12 month's costs in Kenya and the support office in the UK.

Currently reserves exceed this figure. However, during 2021 although the position was break even there was additional spend on feeding and keeping disadvantaged children in learning during the pandemic. As related in Summary of Main Activities and Review of Projects above, it is likely that we will need to dip into reserves in the next financial year to meet the cost of two cohorts of sponsored children moving into secondary school in each of the next two years because of the transition to a competency-based curriculum.

Reserves over and above the reserve policy result from a large legacy (£300,000), received in 2016, which is enabling the Trustees to support manageable operating deficits so that all sponsored children can be supported through their education whilst either income is increased, or adjustment made to the number of such children who are sponsored. The cost of pre/primary education is low in relation to the school fees paid for secondary and cost of tertiary courses. It therefore takes some time for a reduction in numbers to translate into significant savings.

FUNDRAISING

2021 was a challenging year. Opportunities to sell merchandise, make presentations about our work or otherwise directly engage with church or community groups that have long supported our work was reduced. Raising money from grant making trusts was more competitive as many saw a large increase in applications made to them and some also prioritised their responses to the consequences of the pandemic. Overall, our income held up well which is entirely due to the generosity of our donors who continued to support us and again responded magnificently to our Christmas Appeal. In addition, we thank all those charitable trusts that have supported our work including MK Charitable Trust, and the British Humane Association.

VOLUNTARY HELP AND GIFTS IN KIND

We would like to thank all our dedicated Volunteers for their work in this unusual year. It has not been possible to meet in person but by working differently for everyone's safety Volunteers have continued to help with administration, social media and website and online sales of merchandise. We are also grateful to all those supporters who donate goods to be taken to the projects during the Trustees' annual visit.

Workaid again supplied tool kits for several masons, electricians, plumbers, and mechanics who had completed their training, and these were included in a container shipped by Just be a Child. Although trustees were unable to travel to Kenya during the year British Airways has always been most generous in permitting extra baggage allowance.

Approved by the trustees on *20 September* and signed on their behalf by:
2022

P Wignall

Name: *PATRICIA WIGNALL*

Position: *TRUSTEE*

KARIBUNI CHILDREN
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

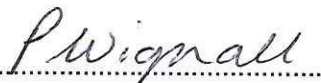
	Note	Not Unrestricted funds £	Restricted funds £	Total funds £	2020 £
Incoming resources					
Incoming resources from generated funds					
Voluntary income	1	246,899	36,032	282,931	290,440
Activities for generating funds	2	6,631		6,631	7,420
Investment income		1,268		1,268	2,198
		<u>254,798</u>	<u>36,032</u>	<u>290,830</u>	<u>300,058</u>
Resources expended					
Grants to projects	3	211,152	35,822	246,974	314,102
Raising funds	4	3,363		3,363	7,701
Office expenditure	5	41,330		41,330	38,351
		<u>255,845</u>	<u>35,822</u>	<u>291,667</u>	<u>360,154</u>
Net expenditure before investment losses		(1,047)	210	(837)	(60,096)
Revaluation of investments		16,632		16,632	(3,913)
Net surplus for the year		<u>15,585</u>	<u>210</u>	<u>15,795</u>	<u>(64,009)</u>
Fund balances brought forward		435,738	4,640	440,378	504,347
Fund balances carried forward		<u>451,323</u>	<u>4,850</u>	<u>456,173</u>	<u>440,338</u>

**KARIBUNI CHILDREN
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021**

	Note	Unrestricted funds	Restricted funds	Total funds	Total funds 2020
		£	£	£	£
Fixed assets					
Tangible assets	8	-	-	-	
Investments	9	286,151		286,151	269,519
		<u>286,151</u>	-	<u>286,151</u>	<u>269,519</u>
Current assets					
Stock		2,529		2,529	3,642
Debtors	10	34,425		34,425	29,104
Cash at bank and in hand		129,354	4,850	134,204	139,232
		<u>166,308</u>	<u>4,850</u>	<u>171,158</u>	<u>171,978</u>
Liabilities					
Creditors: amounts falling due within one year	11	1,176		1,176	1,159
Net current assets		<u>165,132</u>	<u>4,850</u>	<u>169,982</u>	<u>170,819</u>
Net assets		<u>451,283</u>	<u>4,850</u>	<u>456,133</u>	<u>440,338</u>
Funds of the charity:					
Restricted funds	12		4,850	4,850	4,600
Unrestricted funds		451,283		451,283	435,738
Total charity funds		<u>451,283</u>	<u>4,850</u>	<u>456,133</u>	<u>440,338</u>

The notes on pages 18 to 20 form part of these accounts

Approved by the trustees on 20 September 2022 and signed on their behalf by:


Name:

Position: TRUSTEE

**KARIBUNI CHILDREN
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Accounting policies

- a) The accounts have been prepared on the historic cost convention and in compliance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing the accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Charities Act 2011.
- b) Income is recognised when the charity becomes entitled to the resources and the monetary value can be measured with sufficient reliability
- c) Gift aid reclaimable on donations to the charity is included with the amount received, where known
- d) Other expenditure is included in the accounts on an accruals basis. Irrecoverable VAT is charged to the SOFA as incurred
- e) Depreciation on office equipment, including computers, is charged on a straight line basis over 3 - 5 years
- f) Carvings and textiles are bought from Kenya to sell in order to raise funds. Some carvings remain in stock and are valued at £0. Textiles are valued at cost. Stock also includes notelets purchased for resale to raise funds
- g) The value of donated goods has been estimated and included in the figure for voluntary income
- h) Grants to projects are included when the amount is released to the Methodist Church Kenya bank account and distributed to projects

Taxation

Karibuni Children is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

KARIBUNI CHILDREN
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Income

- 1 Voluntary income includes supporter donations and sponsorship with gift aid tax attributable, grants, donations from private trust funds and legacies received
Grants and Trusts £32,950 (2020 - £29,150) Legacies £54,774 (2020 - £7,019)
- 2 Activities for generating funds includes income from sales of merchandise and cards and receipts from organised events.

Expenditure

3 Grants to projects

Grants are paid to The Methodist Church in Kenya (MCK) for distribution amongst the projects and individuals in line with the agreed budgets. Grants include support costs and expenses for Karibuni's Kenyan representative of £1,188 (2020 - £2,205)

The funds are held in a separate internal account by MCK pending distribution to the projects. This is reconciled regularly with the mirror account maintained by Karibuni Children's Trustee responsible for organising the payment of grants. Funds are remitted to the Methodist Church in Kenya in Kenya shillings through foreign exchange dealers, Western Union. The majority of remittances are covered by forward exchange contracts.

4 Raising funds

Includes cost of merchandise and cards; costs of staging events and attending events including sponsored events and online costs of giving

5 Other expenditure

	£	£
Office costs		
Employee costs		30,535
Stationery, postage and printing		1,245
Telephone and internet		569
Database costs		3,428
Rent of office and storage		3,500
Insurances and data protection		1,007
Sundry		86
Fee for independent examination		960

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No travel costs have been paid to Trustees or any other party in 2021 or 2020.

Although five trustees visited Kenya in February 2020 to review and assess the projects being supported by the charity, they paid their own travel and accommodation costs.

KARIBUNI CHILDREN
 NOTES TO THE ACCOUNTS
 FOR THE YEAR ENDED 31 DECEMBER 2021

6 Trustees remuneration and expenses

No Trustees received any remuneration as Trustees during the year.
 No Trustees received any travel expenses during the year
 Reimbursement of other expenses is included under the appropriate headings above.
 The aggregate amount of unconditional donations made by Trustees in 2021 amounted to £13,455 (plus attributable gift aid tax) This includes £2,350 restricted donations

7 Employment costs

A part time office manager has been employed throughout the year
 A part time fund raising manager has been employed throughout the year

9 Investments

A total of £232,000 was invested , following advice from an independent financial adviser

£26,000 was invested in M&G Charifund. At 31 December 2021 he value was £37,221
 £8,000 is invested with Investec in interest bearing funds.
 £198,000 was invested in CAF investment platform. As CAF no longer operates, this has been transferred to Quilter. At 31 December 2021 the value was £240,930

The movement in fair value is recognised in the statement of financial activities.

10 Debtors	2021	2020
	£	£
Accrued income - gift aid tax	14,496	11,267
Transferred project funds Kenya	13,952	12,929
Prepaid expenses	3,425	3,755
Income banked after year end	2,552	1,153
Sundry debtor		
	34,425	29,104

This includes £13,952 held in Kenya Shillings with the Karibuni bank account with The Methodist Church in Kenya, remitted in December for distribution to projects in January 2022. The exchange rate at the year end date has been used

The gift aid tax has been claimed and repaid by HMRC in 2022.

11 Creditors	2021	2020
	£	£
Accruals and deferred income	1,176	1,159

12 Restricted fund

A scheme started in 2015 relates to the sponsorship of specific students in higher education and vocational training. Payments are made to individual students through the projects to which they are related.
 Donations received for this purpose are regarded as restricted.

Where the sponsor has provided funds in advance for the entire period of education the balance is held to be charged to each years accounts

During 2021 other funds were received from individuals towards specific projects supported by the Charity, and regarded as restricted to those projects.
 All the funds were remitted to the projects during the year.

KARIBUNI CHILDREN

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF KARIBUNI CHILDREN FOR THE YEAR ENDED 31 DECEMBER 2021

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2021 which are set out on pages 16 to 20.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



.....
Mr Tim Fulker BSc(Econ) FCA

Seymour Taylor Limited
57 London Road
High Wycombe
Buckinghamshire
HP11 1BS

Date: 20 September 2022