



# ANNUAL REPORT 2019

## International Transformation Foundation

*Leaving footprints of change and transformation in the lives of youth*



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# SECRETARY GENERAL'S WORD

Dear ITF family,

It has been nine years already since we embarked on this incredible journey! Nine fruitful years! We have had nine (9) projects with over seventy-seven (77) full-time volunteer staff members helping us to serve over one hundred and forty-three thousand and one hundred (143,100) beneficiaries of ITF's various projects. That is a testimony of commitment and passion. It has not always been easy. We have had to adjust our processes and make hard decisions. We have asked more from our supporters than ever. But the result of all that effort is undeniable.

The past year (2019) has been fulfilling because we witnessed a lot of growth in terms of reach through our various projects. Some of the highlights include receiving the Takeda Young Entrepreneur Award at the University of Tokyo (Japan). In February, we received the NextGen Social Enterprise Franchise Award in Las Vegas (USA) among other recognitions as you will read in this report. The 'Water Kiosk at School' Project has by far exceeded our projections in terms of empowering rural communities and ensuring financially stable schools, receiving recognition globally and receiving funding to the extent that we have been able to build two 'Water Kiosks at School' in Rwanda in one year shortly after expanding into the country.

Another highlight is ITF's partnership with the European Union's Erasmus plus Program that has seen a majority of our members traveling around the world and joining other youth in tackling youth unemployment, bridging the education sector and labor market to strengthen cross-sectorial networking opportunities through work-based learning and building capacity by empowering young people to find local answers to social challenges in their communities.

To the volunteer staff that worked hand-in-hand with me to achieve what we did in the past year (2019), it is my hope that you will be reminded of our recent successes and that you will be energized for the future because we still have a long way to go (be sure to check out our **ITF Dream Challenge**). To those that have tirelessly committed time, energy and other resources to the success of this organization, I thank you, wholeheartedly. And to those interacting with us for the very first time, I welcome you to the ITF family.

I look forward to working with all of you in 2020 as we prepare to celebrate our 10th anniversary and continue to champion for the dignity of the youth around the world.

*Venuste Zubwimana*

Secretary General

## EDITOR'S WORD

As always, it is a great honor to work with the team at International Transformation Foundation (ITF), to look back on events of the past year. Having been a volunteer and member of the organization, every stride or win for ITF feels like a win for the youth in Kenya, and for me because I fall under the youth category. ITF has opened up opportunities for a lot of youth through its various projects from volunteering opportunities to engaging with other youth at a global level to tackle common challenges faced by youth in today's world. One thing to look out for is the innovative Bottle Bike project and how a simple concept can impact the livelihood of a person.

The highlights to look out for in this issue is the progress made by ITF in Rwanda and the growth seen in the past one year. The 'Umuganda' spirit is a community experience that is exceptional, has contributed to the efficacy in construction of a 'Water Kiosk at School' and an experience that makes me want to visit Rwanda and witness, if not experience it. ITF has also seen a lot of success in various projects such as the 'Jijenge Kijana' Fund and the EU collaborative projects.

The other exciting thing to look forward to is the next ITF Dream Challenge. It is HUGE, it is exciting, it is indeed a worthy challenge and I can only wish ITF the best and promise to assist in achieving it where possible (and maybe write about it?).

I hope that you enjoy reading about ITF's year and that this issue makes you feel a part of this family as I always feel when I put it together.

*Wairimu Sharon*

Editor

# ABOUT ITF

The International Transformation Foundation (ITF) was established as an international, youth-led, non-profit organization on principles of stimulus and inspiration for transformation of the youth through self-development programs encompassing leadership and entrepreneurship. ITF develops and drives youth development programs that mold the youth of today as leaders with strong hearts and minds and as true workers of society with creative and progressive thinking.



ITF Volunteers and Members at the ITF Secretariat in Nairobi

ITF has three main projects as follows:

- Join The Pipe
- Jijenge Kijana Fund
- EU - Erasmus + Projects

## **Vision:**

To offer the best programs that ensure an empowered youth and developed communities.

## **Mission:**

ITF aims at providing the most effective educational and self-development programs to the youth and to the community at large.

# JOIN THE PIPE

The Join the Pipe project aims to install sustainable tap water stations near playgrounds, city centers, parks, schools and bus stations in Africa; for people to drink clean tap water whenever needed. The project also works to bring awareness on environmental impact of production and waste of bottled water.

## A Water Kiosk at School

### Kenya

In June 2019, ITF built one water kiosk at Kajiei Mixed Secondary School, a project that serves Kajiei Primary School, the Community Dispensary, St. Agnes Catholic Church and the community of Kendu Bay at large.



The process of laying down pipes to bring water to the water kiosk, a process that involves community residents

The Water Kiosk at School at Kajiei Mixed Secondary School proved timely since the students and community in general relied on a seasonal swamp as their water source. There also existed an abandoned borehole at the Primary School that was not operational due to a lack of resources to maintain and eventually revive it. This led to the secondary school buying water from water vendors costing them approximately Kshs. 15,000 a week. To substitute this, students were sometimes called upon to trek long distances in search of water which in turn cost them valuable study time and exposed them to a lot of dangers.

The project shall provide clean tap water to approximately 1000 students and 2000 community residents. ITF was able to realize this project through the Tikkun Olam Grant given by the Jewish Helping Hands (JHH) Organization. JHH seeks to help vulnerable populations through a variety of programs focused on economic development and social empowerment.



Completed Water Kiosk Station at Kajiei Mixed Secondary School

The Water Kiosk will not only provide the school and community residents with clean tap water, improved sanitation and health but it shall provide a source of income for the school for its WASH activities, going by the business model aspect of the project.

## Rwanda

The first Water Kiosk built in Rwanda was at Rubugurizo Primary School in Shyogwe, a rural community in Muhanga District. The project currently serves 902 students at the school and 1,000 community residents. The project was also the first project to be launched after ITF signed a Memorandum of Understanding with the Ministry of Education - Rwanda to replicate the 'Water Kiosk at School' project to help improve the quality of learning outcomes in primary and secondary education in the country. The project successful implementation was through partnership with Join the Pipe, the Spindle and United Nations of South to South cooperation.



Community residents at Shyogwe actively involved in the process of construction of the Water Kiosk

Pictured below: The Water Kiosk at Rubugurizo which was launched in January 2019.



The success of this project has ultimately led to construction of a second 'Water Kiosk at School' in Rwanda in Munini Primary School - Nyangoma Village in Muhanga District which is expected to serve approximately 536 students and 878 community residents. Through the deeply rooted spirit of Umuganda (coming together in common purpose to achieve an outcome), the young and old come together to help with the digging of the trenches where the pipes have been laid down.



Residents of Nyangoma Village participating in 'Umuganda' to help in laying down of pipes for the Water Kiosk

## Re-usable Water Bottles

In ITFs effort to create awareness on the impact of production and waste of bottled water and its subsequent pollution effect on the environment by plastic, ITF distributes re-usable water bottles that are made from BPA free plastic. These bottles are given free to students and community residents that form the beneficiaries of the ‘Water Kiosk at School’ Project.

In 2019, ITF distributed a total of 4,245 free re-usable bottles as follows:

### Kenya

School Name	Location	No of bottles received
1. Emmanuel Learning Centre	Nairobi	97
2. Shiloh Community Centre	Nairobi	400
3. Merryland Community Centre	Nairobi	350
4. Green Cottage School	Nairobi	468
5. Tabbies School	Nairobi	300
6. The Ark Children’s Home	Nairobi	50
7. Good Samaritan School	Nairobi	160
8. God’s Gift Academy	Nairobi	115
9. Daraja Junior School	Nairobi	37
10. Water is Right Foundation	Nairobi	130
11. Nairobi County Government	Nairobi	5
12. Kajiei Mixed Secondary School	Kendubay	420
13. Kajiei Primary School	Kendubay	300
<b>Total</b>		<b>2832</b>

## Rwanda

School Name	Location	No of bottles received
1. Rwanda Governance Board	Kigali	12
2. Rubugurizo Primary School students	Muhanga	600
3. Rubugurizo Primary School teachers	Muhanga	14
4. Munini Primary School community	Muhanga	783
5. University of Rwanda students	Huye	4
<b>Total</b>		<b>1413</b>

## Bottle Bike

In addition to distribution of free re-usable water bottles, ITF has come up with a specially designed vending bike for sale of re-usable water bottles. The bottles are sold at an affordable price while at the same time offer a job opportunity for youth. The more bottles sold, the more the income. In 2019, through the Bottle Bike Project, ITF sold a total of 9,324 re-usable water bottles.



Vending bike used for the sale of re-usable water bottles

## JIJENGE KIJANA FUND

The beneficiary of the Jijenge Kijana Fund 2019 was one Sharon Wairimu. The Jijenge Kijana Fund is a youth livelihood pathway offering micro-credit, micro-saving and training enabling ITF members to engage in productive and stable livelihoods through small to medium enterprises. The project focusses on members of ITF who have volunteered as staff for a minimum of 12 months.

The Fund was in the form of a vehicle loan worth two hundred thousand shillings (Kshs. 200,000). Sharon joined ITF in August of 2017 and served as Public Relations (PR) Assistant for a year. She has then continued to be an active member of ITF.



Pictured: Sharon Wairimu

# EU ERASMUS + PROJECTS

Erasmus plus is the (EU) European Union's Program that supports education, training, youth and sport in collaboration with a wide variety of individuals or organizations.

## Young Social Innovators - (YSI)

This project dubbed 'Engines of Social Change' aims to conduct a comparative analysis of youth issues, attitudes and policies in relation to the social innovation processes from the perspective of various world regions, and on the other hand to promote the recognition of youth work by building youth workers' and youth leaders' capacity to empower young people for using social innovation in finding local answers to complex social and societal challenges in participating communities. This project was done in partnership with: Europe House Slavonski Brod- (Croatia), Change It- (Czech Republic), Dejavato-(Indonesia), International Transformation Foundation-(Kenya), Brigada-(Peru) , Meritum(Poland), VSA- (Thailand) and Taycen- (Tanzania).



Social Innovation Seminar with the youth from PCEA Emmanuel Church - Thome

In view of achieving the project's objectives, following activities were implemented:

Activity	Description	Timeline	Venue	No. of ITF Members (that participated)
Kick-off Meeting & Training of Trainers	The goal for the training was capacity-building of the participants and their organizations to implement innovative social innovation projects	February	Dar Es Salaam - Tanzania	3
Online Research	A research was conducted to explore youth attitudes towards social innovation youth policies and other relevant issues with each participant country preparing a report on findings	February-April	Online	500 youth
1 - day press conference	The aim of the conference was for partners to disseminate and share findings and raise awareness	April	Kenyatta University TV	2
Training	6-day training for youth multipliers to equip them with best structures methods and tools for social innovation project management at local level	June	Zadar, Croatia	3
Job shadowing	Partner organizations sent youth workers to Croatia for a second training and for them to exchange ideas and good practices	September	Zadar, Croatia	2
1 - day Training	The participating countries held local 1 - day seminar with topics selected by participants of the first two trainings based on local situations	December	Nairobi, Kenya	35 youth

## Reflect Experiment Capture - (REC)

REC is a project entailing art, experimental filmmaking and new technologies and violence prevention in a single initiative. It tackles violence in general and bullying through experimental filmmaking as an innovative and attractive technique for any audience, especially the youth. This improves their administrative functioning, social and dissemination skills. This project is in partnership with: INTRAS Foundation-(Spain), CJD Verbund NRW Süd/ Rheinland-(Germany), CESIE-(Italy) and Dejavato Foundation (Indonesia)

The following were the activities that took place in implementation of the REC Project:

Activity	Description	Timeline	Venue	No. of ITF Members (that participated)
Kick of Meeting & Training of Trainers	Inaugural meeting saw to the preparation of the project strategy for 24 months	March	Valladolid, Spain	2
Volunteering Programme	Volunteers shall be selected and trained by sending organizations to host countries to collaborate with partner organizations for 12 months to learn about fighting violence after which they will go back to their countries and lead REPLAY Labs	April	Various host countries	1
Need Analysis	This was done with youth workers in partner organizations to determine the best way to organize REC LABs	June	Online	5 youth workers/trainers
Focused Group Discussion	Conducted with youth also to inform organization of the REC Labs	June	Ruiru, Kenya	30 youth
Implementation of Lab 1	Application of the REC Program was done locally	Nov & Dec	Ruiru, Kenya	8 youth



Volunteers from ITF attending the kick-off meeting for the REC Project in Valladolid, Spain

## Social Entrepreneurship for Youth Power- (SET-YP)

The SET-YP activity plan contributes “to acquire and develop a mix of knowledge, skills and aptitudes that the youth need to succeed in the labour market” and generally to achieving the objectives of the Europe 2020 Strategy and objectives of the Commission in the field of social entrepreneurship. This project is done in collaboration with these organizations: Geoclube (Portugal), PlanBe, Plan it Be it (Cyprus), Fundacja Centrum Aktywności Twórczej (Poland), System and Generation Association- (Greece), Center for Sustainable Development Studies (Vietnam), VHS Bhaktapur Community Learning Center (P) Ltd (Nepal), International Transformation Foundation (Kenya), Brigada de Voluntarios Bolivarianos del Peru( Peru) and Asociación Colombiana para el Intercambio Juvenil Cultural- ICYE (Colombia).



Training Course on Social Innovation Education held in May 2019 in Corfu, Greece

The project's main objective was to develop structured and innovative solutions towards increasing employability potential of young people. To that effect, the following activities were carried out in the year 2019 with more activities to continue in the year 2020:

Activity	Description	Timeline	Venue	No. of ITF Members (that participated)
Kick-off Meeting & Training of Trainers	Training course aimed at bringing together youth workers from 10 diverse organizations to build capacity, share experiences and provide knowledge on social entrepreneurship	May	Corfu, Greece	3
Implementation of HUB 1	Partner organizations were to organize a set of 5 local hub meetings aimed at providing knowledge and understanding of social entrepreneurship. ITF implemented the first hub in September 2019.	September	NIBS, Kenya	30 youth

## TABLES & FIGURES

ITF has witnessed growth over the years since its establishment in 2010. The table and figures below show impact in various areas of performance in ITF from 2017 - 2019.

	No. of secretariat offices	No. of volunteers at the secretariat	No. of youth impacted by our projects	Re-usable water bottles distributed	No. of water kiosk s/poi nts built	No. of school children served by water kiosk	No. of communit y residents served by water kiosk	No. of Water points built	No of people served by water station/ point	Awards received	Income for the Year (Kshs.)
2017	1	9	103	1798	1	500	2000	1	450	2	4,241,046
									Daily		
2018	2	11	86	5,765	1	0	0	1	500	1	4,792,602
									Daily		
2019	2	17	626	13,569	3	2,452	3,878	0	0	3	4,055,331
Total	2	77	27,926	29,915	12	7,267	76,965	2	950	9	22,800,304
Since 2010									Daily		

Table and figures showing progress in ITF since the year 2010

# AWARDS 2019

## NextGen 2019

2019 marked the fifth year of the NextGen in Franchising Global Competition, an award that encourages young entrepreneurs to venture into franchising. Among the more than 500 applications - from 75 countries, Venuste Kubwimana scooped the Social Franchise Winner for the 'A Water Kiosk at School'. The NextGen Award is given at the International Franchise Association (IFA) Foundation Annual Convention where inspiring and talented emerging professionals with unique concepts accelerate their franchise careers.



Venuste Kubwimana receiving the NextGen Social Franchise Award for 'A Water Kiosk at School' from David McKinnon, Founding Sponsor - NextGen in Franchising

## World Water Challenge

A Water Kiosk at School emerged among the nine finalists for the World Water Challenge. During the final round at Korea International Water Week (KIWW), it emerged the best prize winner and was granted app. 9,400 USD based on comprehension, contribution, feasibility, challenge and impact.

The World Water Challenge (WWC) is an international contest for water solutions held annually in conjunction with the Korea International Water Week. The WWC 2019 was the fifth edition and took place in September in DAEGU Metropolitan City - Korea creating a platform for sharing ideas on solution to imminent water problems around the world.



Venuste Kubwimana receives the World Water Challenge Award for the 'A Water Kiosk at School' project

### Takeda Foundation - Young Entrepreneurship Award 2018

The Takeda Foundation conducts the Young entrepreneurship Award with the goal of raising social awareness of innovation and entrepreneurs who contribute to the increase in wealth and happiness of people worldwide. Venuste Kubwimana received the Entrepreneurship Award for the initiative 'A Water Kiosk at School' in February 2019 at the University of Tokyo in Japan which saw the project receive 200,000 Yen. The Foundation received 258 applications from 53 countries.



Venuste Kubwimana receiving the Takeda Entrepreneurship Award at the Takeda Hall, University of Tokyo.

# DREAM CHALLENGE 2019

ITF achieved its first dream challenge in 2018 with the idea of ITF Rwanda coming to life and even having built two Water Kiosks at School thus far. The dream does not stop there. The organization has its next dream challenge - 'Liz Youth Centre' already conceptualized. What is the 'Liz Youth Centre'?

## Liz Youth Centre

The Liz Youth Center is envisioned as an incubator project suitable for young people. It will be a space that harbor inspiration for youth creativity and innovation with the resources to nurture every great idea born out of it. In addition, it is also set to host the ITF Headquarters.

The set-up of the Liz Youth Center shall include public hostels for male and female guests, a youth café center, a theatre for hosting public events, a public library to enrich young minds, a sports area, an innovative working space that is youth-friendly and a garden.



Plan for the Liz Youth Center

# FINANCIAL STATEMENTS

## Accounts

The following is a true position of the financial position of ITF in the year ending 31<sup>st</sup> December 2019 accompanied with the auditor's report.

**INTERNATIONAL TRANSFORMATION FOUNDATION**  
**INFORMATION OF THE ORGANIZATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**1. BOARD OF DIRECTORS:**

The Board Members during the year 2019 were:

Mr. Boniface N. Nyambura	- Chairman
Ms. Pauline Mwaura	- Treasurer
Mr. Venuste Kubwimana	- Secretary
Mr. Javan Churu	- Board Liaison

**2. PRINCIPLE PLACE OF OPERATION:**

Buruburu Phase 1, Oldebe Road, Cassia Crescent, House 29 Ext.  
 P.O Box: 68141- 00200 Nairobi, Kenya  
 Tel: +254 (0)770306839  
 E-mail: [secretariat@itfsecretariat.org](mailto:secretariat@itfsecretariat.org)  
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**3. AUDITORS:**

Mella-Aling & Associates  
 Certified Public Accountants  
 P. O. Box 2953-00200 - Nairobi, Kenya  
 E-MAIL: [office@mellaaling.co.ke](mailto:office@mellaaling.co.ke)

**4. BANKERS:**

Bank of Africa Limited  
 Monrovia Branch  
 P. O. Box 69562-00400  
 Nairobi

## **INTERNATIONAL TRANSFORMATION FOUNDATION**

### **REPORT OF THE BOARD OF DIRECTORS**

The Directors submit their report together with audited Financial Statements for the year ended 31 December 2019, which disclose the state of affairs of International Transformation Foundation.

### **LEGAL STATUS:**

International Transformation Foundation was registered in Kenya as a Non-Profit making Organization on the 25 August 2010 by the Registrar of Societies with Registration Number 32667 and File No. SOC/57435.

### **PRINCIPAL ACTIVITY:**

An internationally youth led non-profit organization providing youth educational and self development programs encompassing leadership and entrepreneurship.

### **RESULTS:**

The results for the year are set out on page 7.

### **BOARD OF DIRECTORS:**

The Directors who held office during the year and to the date of this report are listed on page 2.

### **AUDITORS:**

The Auditors, Mella-Aling & Associates have indicated their willingness to continue in Office as Auditors of the Foundation.



# Mella-Aling & Associates

*Certified Public Accountants*

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## **REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF INTERNATIONAL TRANSFORMATION FOUNDATION**

### ***Opinion:***

We have audited the accompanying Financial Statements of International Transformation Foundation, set out on pages 7 to 12, which comprise the Balance Sheet as at 31 December 2019, the Statement of Income and Expenditure, the Statement of Changes in Reserves and Cash Flows for the year then ended and notes, including a summary of significant accounting policies.

In our opinion the accompanying Financial Statements give a true and fair view of the financial position of the Organization as at 31 December 2019 and of its financial performance and Cash Flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities.

### ***Basis of Opinion:***

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the Financial Statements in Kenya, and we have fulfilled our ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Other Information:***

The Board of Directors are responsible for the other information. Other information comprises the information included in the Annual Report, but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statement, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements of our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### ***Board of Director's Responsibilities for the Financial Statements:***

The Board of Directors are responsible for the preparation and fair presentation of the Financial Statements that give a true and fair view in accordance with International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as the Board determine is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, the Board of Directors are responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board either intends to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

## REPORT OF THE INDEPENDENT AUDITOR (Cont.)

### ***Auditor's Responsibilities for Audit of the Financial Statements:***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economical decisions of users taken on the basis of these Financial Statements.

As part of an audit in accordance with ISAs we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis of our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we may identify during our audit.

The engagement partner responsible for the audit resulting in independent auditor's report was CPA Ayub O. Oruko - Practicing Certificate No. 2025.

**INTERNATIONAL TRANSFORMATION FOUNDATION**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

		2019	2018
	Notes	Kshs.	Kshs.
<b>INCOME:</b>			
Sponsorship/Grants	1b	2,940,545	1,216,836
Join The Pipe Project Funding	1b	132,907	2,603,875
Members Loans		-	39,600
Sale of Motor Vehicle		200,000	-
Membership Donations		344,386	468,964
Membership Contribution		-	1,000
Interest Income and Currency Exchange		47,820	171,076
Join The Pipe Bottle hike		530,175	291,251
		<u>4,195,833</u>	<u>4,792,602</u>
<b>EXPENDITURE:</b>			
Uhuru Park Tap Water Station Construction		-	108,537
Office Kitchen		85,654	86,155
Patriana Education Center Expenses (Water Kiosk)		-	462,828
READ Project Expenses		-	297,304
ITF Rwanda Expense		568,638	1,959,584
ITF USA Expenses		520,000	-
Office Rent		320,000	372,000
Office House Bills		89,025	177,892
Volunteer House Bills		52,975	92,096
Volunteer Transport		13,550	34,230
Volunteer Staff Support		971,473	782,603
Bank/Mpesa Charges		13,620	12,854
General Expenses		660,831	290,891
Audit Fees		20,000	20,000
YSI Project		160,660	-
SET YP Project		22,024	-
REC Project		81,742	-
JTP Agawa Primary School		-	27,815
JTP Kajlei Primary School		349,573	-
JTP Motor bike		39,552	44,480
AGM Expenses		-	20,000
Office Vehicle expenses		49,110	81,960
Jijenge Kijana Fund		4,300	-
<b>TOTAL EXPENDITURE</b>		<u>4,022,727</u>	<u>4,871,229</u>
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>		<u>173,106</u>	<u>(78,627)</u>

**INTERNATIONAL TRANSFORMATION FOUNDATION**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2019**

	Notes	2019 Kshs.	2018 Kshs.
<b>EQUITY &amp; RESERVES:</b>			
Capital Fund	6	729,989	475,711
Surplus Fund		368,302	195,196
		<u>1,098,291</u>	<u>670,907</u>
<b>REPRESENTED BY:</b>			
<b>Non-Current Assets:</b>			
Furniture & Equipment	2	<u>729,989</u>	<u>475,711</u>
<b>Current Assets:</b>			
Cash & Cash Equivalents	3	218,712	178,096
Accounts Receivable	5	<u>169,590</u>	<u>37,100</u>
		<u>388,302</u>	<u>215,196</u>
<b>Current Liabilities:</b>			
Accounts Payable	4	<u>20,000</u>	<u>20,000</u>
<b>Net Current Assets:</b>		<u>368,302</u>	<u>195,196</u>
<b>Total Net Assets</b>		<u>1,098,291</u>	<u>670,907</u>

The Financial Statements were approved by the Board of Directors on.....2020 and signed on their behalf by:

Position:

Signature:

Chairman \_\_\_\_\_

\_\_\_\_\_

Secretary \_\_\_\_\_

\_\_\_\_\_

Treasurer \_\_\_\_\_

\_\_\_\_\_

**INTERNATIONAL TRANSFORMATION FOUNDATION**
**STATEMENT OF CHANGES IN FUNDS  
FOR THE YEAR ENDED 31 DECEMBER 2019**
Year ended 31 December 2019:

	Surplus Fund Kshs.	Capital Fund Kshs.	Total Kshs.
At 1 January 2019	195,196	475,711	670,907
Fixed Assets Addition	-	545,800	545,800
Disposal	-	(115,000)	(115,000)
Surplus for the Year	173,106	-	173,106
Depreciation Charge	-	(176,522)	(176,522)
At 31 December 2019	<u>368,302</u>	<u>729,989</u>	<u>1,098,291</u>

Year ended 31 December 2018:

	Surplus Fund Kshs.	Capital Fund Kshs.	Total Kshs.
At 1 January 2018	273,823	628,439	902,262
Fixed Assets Addition	-	85,500	85,500
Deficit for the Year	(78,627)	-	(78,627)
Depreciation Charge	-	(238,228)	(238,228)
At 31 December 2018	<u>195,196</u>	<u>475,711</u>	<u>670,907</u>

**INTERNATIONAL TRANSFORMATION FOUNDATION**
**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Notes	2019 Kshs.	2018 Kshs.
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Surplus/(Deficit) for the year		173,106	(78,627)
Increase in Accounts Receivable		(132,490)	(37,100)
Cash Generated from Operating Activities		<u>40,616</u>	<u>(115,727)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<u>40,616</u>	<u>(115,727)</u>
<b>CASH AND CASH EQUIVALENTS AT THE START</b>		<u>178,096</u>	<u>293,823</u>
<b>CASH AND CASH EQUIVALENTS AT THE END</b>	3	<u>218,712</u>	<u>178,096</u>

**INTERNATIONAL TRANSFORMATION FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Financial Statements are prepared in accordance with International Financial Reporting Standards (IFRS).

The principal accounting policies adopted in the preparation of these Financial Statements are set out below:

**(a) Basis of Preparation:**

The Financial Statements are prepared under the historical cost convention in accordance with generally accepted non-profit accounting principles and applicable International Financial Reporting Standards for Small and Medium Entities.

**(b) Income:**

Income is recognised when received or if confirmed to have been in transit at the Balance Sheet date.

**(c) Cash and Cash Equivalents:**

For the purposes of the Cash Flow Statement, Cash and Cash Equivalents comprise cash in hand and cash at bank less any overdrafts.

**(d) Accounts Receivable:**

Receivables are initially recognised at the transaction amount. At the end of the reporting period, the carrying amounts of receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable.

**(e) Fixed Assets:**

Fixed Assets purchased are expensed on acquisition. Memorandum accounts, through the Capital Fund and Fixed Assets account are maintained to track the Fixed Assets through the Balance Sheet.

**(f) Depreciation:**

Fixed Assets are stated at cost less accumulated depreciation. Depreciation is charged using the straight line method to write down the cost of assets to their residual values over their estimated useful lives using the following rates:

<u>Assets Category</u>	<u>Annual Rate (%)</u>
Electronic Equipments	30
Furniture & Fittings	12.5
Motor Vehicle	25

**(g) Comparatives:**

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current year.

**(h) Taxation:**

No provision for corporate tax has been made in these Financial Statements. Being a charitable entity, the organization qualifies for exemption from Kenyan Corporate Tax under provisions of paragraph ten (10) of the first schedule to the Income Tax Act, Cap 470 (Laws of Kenya).

**(i) Presentation Currency:**

The Financial Statements are presented in Kenya Shillings as the functional currency.

**(j) Capital Commitments:**

As at 31 December 2018 International Transformation Foundation had no capital commitments.

**(k) Transaction of Foreign Currencies:**

Transactions in United States Dollar were converted at rates ruling on the transaction dates. Assets and Liabilities at the end of the reporting period which were in United States Dollar were translated at the ruling on the Balance Sheet dates. The resulting difference from conversion and translation were dealt with in the Statement of Income and Expenditure for the period.

# INTERNATIONAL TRANSFORMATION FOUNDATION

## NOTES TO THE FINANCIAL STATEMENTS (Cont.)

FOR THE YEAR ENDED 31 DECEMBER 2019

### 2. FURNITURE AND EQUIPMENT

	Electronic & Equipment Kshs.	Office Furniture & Equipment Kshs.	Bicycle Kshs.	Motor Vehicle Kshs.	Total Kshs.
At 1 Jan. 2019					
Cost or Valuation	474,034	300,650	7,500	230,000	1,012,184
Accumulated Depreciation	336,030	84,506	937	115,000	536,473
Net Carrying Amount	138,004	216,144	6,563	115,000	475,711
Year ended 31 December 2019					
Opening Carrying Amounts	138,004	216,144	6,563	115,000	475,711
Disposal	-	-	-	115,000	115,000
Additions	200,000	345,800	-	-	545,800
Charge for the Year	138,004	37,581	937	-	176,522
Closing Carrying Amount	200,000	524,363	5,626	-	729,989
At 31 December 2019					
Cost or Valuation	674,034	646,450	7,500	230,000	1,557,984
Disposal	-	-	-	115,000	115,000
Accumulated Depreciation	474,034	122,087	1,874	115,000	712,995
Net Carrying Amount	200,000	524,363	5,626	-	729,989
At 1 Jan. 2018					
Cost or Valuation	404,034	292,650	-	230,000	926,684
Accumulated Depreciation	193,820	46,925	-	57,500	298,245
Net Carrying Amount	210,214	245,725	-	172,500	628,439
Year ended 31 December 2018					
Opening Carrying Amounts	210,214	245,725	-	172,500	628,439
Additions	70,000	8,000	7,500	-	85,500
Charge for the Year	142,210	37,581	937	57,500	238,228
Closing Carrying Amount	138,004	216,144	6,563	115,000	475,711
At 31 December 2018					
Cost or Valuation	474,034	300,650	7,500	230,000	1,012,184
Accumulated Depreciation	336,030	84,506	937.00	115,000	536,473
Net Carrying Amount	138,004	216,144	6,563	115,000	475,711

### 3. CASH AND CASH EQUIVALENTS

	2019 Kshs.	2018 Kshs.
Bank of Africa Current Account	215,065	145,261
Cash Balance	3,647	15,835
Mpesa Balance	-	17,000
	<u>218,712</u>	<u>178,096</u>

### 4. ACCOUNTS PAYABLE

Audit Fees	<u>20,000</u>	<u>20,000</u>
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### 5. ACCOUNTS RECEIVABLE

Staff Loans	<u>169,590</u>	<u>37,100</u>
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### 6. CAPITAL FUND

Capital Funds represents the cost of Fixed Assets brought into the Books less Accumulated Depreciation.

# RECOMMENDATIONS

1. The water kiosk at school repayment method from the school for should move from being done manually to an automated system.
2. A solution should be developed as a means for dealing with schools that do not honor the pledge to repay ITF.

This 2019 Annual Report was prepared and published in July 2020 by:



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