



Partia Demokratike e Ashkanlive të Kosoves

**Campaign Financial Disclosure Report with Independent Auditors'
Report thereon**

**Local Elections
03 October 2013 – 02 November 2013**



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Independent Auditors' Report

To the council of **Partia Demokratike e Ashkanlive të Kosovës**

Report on Special Purpose Financial Statement

Disclaimer of Opinion

We were engaged to audit the Campaign Financial Disclosure Report of the Political Entity "**Partia Demokratike e Ashkanlive të Kosovës**" (hereinafter referred to as "Political Entity" or "PDAK" or "PE"), which comprise the statement of financial position as at November 02, 2013, and the statement of income and expenses for the period 3 October 2013 until 2 November 2013 and other explanatory information.

We do not express an opinion on the accompanying financial statements of the Political Entity "**Partia Demokratike e Ashkanlive të Kosovës**". Because of the significance of the matter described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of opinion

- Financial statements are imbalanced and not suitable to reporting requirements.
- Stated expenses in the amount of 4,002 Euro are not supported by accounting evidence and other supporting documentation and during our auditing we were unable to apply accounting procedures as required by the International Standards on Auditing (ISA)
- During our auditing we have noticed that the PE has not presented the state of cash and cash equivalents at the beginning and the end of the reporting period therefore indicating an incorrect presentation of the PE assets and financial state for the same period.

Emphasis of matter

We draw attention to the following findings:

- The Political Entity has not maintained proper accounting to enable the recording of financial transactions and the preparation of financial statements according to the applicable accounting standards in Kosovo.
- The Political Entity has not defined in its Statute the possibility of exercising internal financial control and the right for its members to be informed of all revenues and expenses of political entities as well as the responsibly of

relevant body for financial transaction as required by the law no. 04 / L-212 on amending and supplementing the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 17 Internal Control.

- The Political Entity has not respected the legal requirements regarding the publication of annual and campaign financial disclosure reports as required by the law no. 04 / L-212 on amending and supplementing the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 15 Financial Reporting, paragraphs 5.1 and 5.2.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Law No. 04/L-212 on amending and supplementing the Law no. 03/L-174 on the financing of Political Parties, amended and supplemented by law no. 04/L-058 and the law no.03/L-257 on amending and supplementing the law no.03/L-073 on General Elections in the Republic of Kosovo, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management either intends to liquidate the Political Party or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the 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 the aggregate, they could reasonably be expected to influence the economic 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 scepticism 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 for 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 Company'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 our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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 identify during our audit.

Audit & Conto sh.p.k

Njazi Jakupi
Statutory Auditor
29 November 2017

Statements of financial position

Assets	Notes	Balance at the end of the period	Balance at the start of the period
Property, plant and equipment	2		
Intangible Assets			
Other long-term assets			
Total long-term assets			-
Current assets		0.00	0.00
Accounts receivable			
Prepayments			
Cash and cash equivalents			
Other current assets			-
Total current assets			-
Total Assets			-
Equity			
Accumulated Fund			
Surplus / (deficit) of the year			
Total Equity		-	-
Long-term liabilities			
Loans payable			
Deferred revenue			
Total Long-term liabilities		-	-
Current liabilities			
Accounts payable			
Other current liabilities		250	
Total current liabilities		-	-
Total Liabilities		-	-
Total equity and liabilities		250	-

Statement of income and expenses

	Notes	03 October 2013 – 02 November 2013
Income		
Income from budget		4,002
Income from membership		
Donations and cash contributions		
Contributions in kind / goods and services		
Income released from deferred revenue		0.00
Other income		-
Total Income for the period		4,002
Expenses		
Wages and salaries	3	900
Transportation expenses	3	451
Advertising, representation and conferences	3	1,083
Campaign Expenses	3	-
Purchase of goods	3	100
General expenses	3	263
Other expenses	3	1,200
Total expenses for the period		4,002
Surplus / (deficit) for the period		-

1. General Information

Name: Partia Demokratike e Ashkanlive të Kosovës
Acronym: PDAK
Council: Danush Adem (Chairman)
Finance Representative: Besim Limani
Address: Street Vudrov Wilson nn. Ferizaj

The financial statements of Partia Demokratike e Ashkanlive të Kosovës have been prepared in accordance with the requirements of Law no. 04 / L-212 on Amending and Supplementing the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 15 Financial Reporting.

The Political Entity maintains a single bank account at ProCredit Bank Kosovo.

Note 2. Property, plant and equipment

Description	Balance at the beginning of the year (historical costs)	Purchases during the year	Accumulated depreciation	Depreciation during the year	Balance at the end of the year (NET value)
Land					
Buildings					
Vehicles					
Office Equipment		2,742			
Information technology equipment					
Other Equipment					
Total Property, plant and equipment		2,742			

Note 3: Expenses

	Expenses	Payment	Outstanding amount
Expenses	in Euro	in Euro	in Euro
Wages and salaries			
Net wages and salaries	900	900	

Partia Demokratike e Ashkanlive të Kosovës

Notes on Campaign Financial Disclosure Report

Local Elections 03 October 2013 until 2 November, 2013

Payments to observers			
Pension contributions of the employee			
Pension contributions of the employer			
Personal Tax income			
Other benefits			
Total	900	900	
Transportation expenses			
Borrowed motorized vehicles			
Fuels	451	451	
Airplane/bus/train/taxi etc. tickets			
Car insurance and maintenance			
Any other transportation expenses			
Total transportation expenses	451	451	
Advertising, representation and conferences			
Premises	660	660	
Food	228	228	
Cultural and recreation activities			
Radio and TV advertisements	200	200	
Newsstands and newspaper advertisements			

Partia Demokratike e Ashkanlive të Kosovës

Notes on Campaign Financial Disclosure Report

Local Elections 03 October 2013 until 2 November, 2013

Other advertising, representation and conferences expenses			
Total advertising, representation and conferences expenses	1,088	1,088	
Purchase of goods			
Supply of office	100	100	
Small equipment			
Total purchase of goods	100	100	
General expenses			
Rent of office space			
Telephone, internet and mail	263	263	
Electricity and other utilities (water and waste)			
Expenses related to in-kind contributions / goods and services			
Total general expenses			
Other expenses			
Maintenance of office space and equipment	1,200	1,200	
Expenses not included in any other category			
Total other expenses	1,200	1,200	
Total expenses	4,002	4,002	