



# **Partia Rome e Bashkuar e Kosovës**

**Annual Financial Statements with Independent Auditors' Report  
thereon**

**01 January 2013 - 31 December 2013**



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# Independent Auditors' Report

To the council of Partia Rome e Bashkuar e Kosovës

## Report on Special Purpose Financial Statement

### Disclaimer of Opinion

We were engaged to audit the financial statements of the Political Entity “**Partia Rome e Bashkuar e Kosovës**” (hereinafter referred to as “Political Entity” or “PRBK” or “PE”), which comprise the statement of financial position as at December 31, 2013, and the statement of income and expenses for the year then ended and other explanatory information.

We do not express an opinion on the accompanying financial statements of the Political Entity “**Partia Rome e Bashkuar e 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

- As presented in the accompanying Financial Statements, the liabilities and funds of the Political Entity exceed the PE assets by 1,192.96 Euros, as a result there is a mismatch between the assets presented and the sources of financing, taking into account the nature of the records kept by PRBK we were unable to determine if the PE overestimated the sources of funding or underestimated the assets presented.
- The political entity has not presented the available cash balance in the bank in the amount of EUR 4,471.78 as at 31 December 2013 (EUR 12,143.76; December 2012) in the statement of financial position, thereby underestimating the cash position and cash equivalents as at 31 December 2013.
- As presented in the statement of income and expenses, the PE has declared income from the budget in the amount of 32,000.00 Euro for the year ended on 31st December 2013. During our audit we have ascertained that the Political Entity has overestimated the income reported for the year ending on 2013 for the amount of 500.00 Euro.
- As described in Note 2 "Expenses", the PE declared expenses in wages and salaries in the amount of 15,800.72 Euro for the year ended on 31 December

2013, in the absence of supporting documentation we were unable to determine whether the stated expenses are accurate.

- The Political Entity has not stated income and expenses for the previous year 2012 as required 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, despite the fact that the PE has carried out its activity throughout this year.
- The Political Entity has not reported income from cash donations 20<sup>th</sup> February 2013 by an individual in the amount of 1,000.00 Euros, thus underestimating the income from cash donations and not reporting them which is in violation of the legal requirements of the Law no. 03 / L-174 on Financing of Political Entities, amended and supplemented by Law No. 04 / L-058, Article 15 Financial Reporting.
- As described in Note 2 "Expenses", the PE declared expenses in the amount of 33,192.96 Euro for the year ended on 31 December 2013. During our auditing we have ascertained that the Political Entity has underestimated the stated annual expenses for the amount of 3,212.25 Euro for the year ended on 31<sup>st</sup> December 2013.

### **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 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

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Fatmir Mehmeti  
Statutory Auditor  
29 November 2017

**Statements of Financial Position**

<b>Assets</b>		<b>31 December 2013</b>	<b>31 December 2012</b>
<b>Long-term assets</b>	Notes	<b>Amount in Euros</b>	<b>Amount in Euros</b>
Property, plant and equipment			
Intangible Assets			
Other long-term assets			
<b>Total long-term assets</b>		<b>0.00</b>	<b>0.00</b>
<b>Current assets</b>			
Accounts receivable			
Prepayments			
Cash and cash equivalents			
Other current assets			
<b>Total current assets</b>		<b>0.00</b>	<b>0.00</b>
<b>Total Assets</b>		<b>0.00</b>	<b>0.00</b>
<b>Equity</b>			
Accumulated Fund			
Surplus / (deficit) of the year		(1,192.96)	
<b>Total Equity</b>		<b>(1,192.96)</b>	<b>0.00</b>
<b>Liabilities</b>			
<b>Long-term liabilities</b>			
Loans payable			
Deferred revenue			
<b>Total Long-term liabilities</b>		<b>0.00</b>	<b>0.00</b>
<b>Current liabilities</b>			
Accounts payable			
Other current liabilities			
<b>Total current liabilities</b>		<b>0.00</b>	<b>0.00</b>
<b>Total Liabilities</b>		<b>0.00</b>	<b>0.00</b>
<b>Total equity and liabilities</b>		<b>(1,192.96)</b>	<b>0.00</b>

**Statement of income and expenses**

	Notes	Year ending on 31 <sup>st</sup> December	
		2013	2012
<b>Income</b>			
Income from budget		32,000.00	
Income from membership		0.00	
Donations and cash contributions		0.00	
Contributions in kind / goods and services		0.00	
Income from campaigns		0.00	
Income released from deferred revenues		0.00	
Other income			
<b>Total Income for the year</b>		<b>32,000.00</b>	
<b>Expenses</b>			
Wages and salaries	2	15,800.72	
Transportation expenses	2	7,165.20	
Advertising, representation and conferences	2	6,627.04	
Campaign expenses	2	0.00	
Purchase of goods	2	2,700.00	
General expenses	2	0.00	
Other expenses	2	900.00	
<b>Total expenses for the year</b>		<b>33,192.96</b>	
<b>Surplus / (deficit) for the year</b>		<b>(1,192.96)</b>	

## **1. General Information**

Name: Partia Rome e Bashkuar e Kosovës

Acronym: PRBK

Council: Albert Kinolli (PE Chairman)

Finance Representative:

Establishment Date:

Address of political entity: Prizren

The financial statements of the Partia Rome e Bashkuar e 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 in the RBKO bank.

**Note 2: Expenses**

<b>Expenses</b>	<b>Expenses in Euro</b>	<b>Payment in Euro</b>	<b>Outstanding amount in Euro</b>
<b>Wages and salaries</b>			
Net wages and salaries	14,576.00	14,576.00	0.00
Pension contributions of the employee	393.24	393.24	0.00
Pension contributions of the employer	393.24	393.24	0.00
Personal Tax income	438.24	438.24	0.00
Other benefits			0.00
<b>Total</b>	<b>15,800.72</b>	<b>15,800.72</b>	<b>0.00</b>
<b>Transportation expenses</b>			
Borrowed motorized vehicles			0.00
Fuels	6,835.20	6,835.20	0.00
Airplane/bus/train/taxi etc. tickets	330.00	330.00	0.00
Car insurance and maintenance			0.00
Any other transportation expenses			0.00
<b>Total transportation expenses</b>	<b>7,165.20</b>	<b>7,165.20</b>	<b>0.00</b>
<b>Advertising, representation and conferences</b>			

**Partia Rome e Bashkuar e Kosovës**

*Notes on financial statements 01 January 2013 until 31 December 2013*

Premises			0.00
Food	4,917.04	4,917.04	0.00
Cultural and recreation activities			0.00
Radio and TV advertisements			0.00
Newsstands and newspaper advertisements			0.00
Other advertising, representation and conferences expenses	1,710.00	1,710.00	0.00
<b>Total advertising, representation and conferences expenses</b>	<b>6,627.04</b>	<b>6,627.04</b>	<b>0.00</b>
<b>Campaign expenses</b>			
Campaign expenses			0.00
<b>Total Campaign expenses</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Purchase of goods</b>			
Supply of office	2,700.00	2,700.00	0.00
Small equipment			0.00
<b>Total purchase of goods</b>	<b>2,700.00</b>	<b>2,700.00</b>	<b>0.00</b>
<b>General expenses</b>			
Rent of office space			0.00
Telephone, internet and mail			0.00

**Partia Rome e Bashkuar e Kosovës**

*Notes on financial statements 01 January 2013 until 31 December 2013*

Electricity and other utilities (water and waste)			0.00
Depreciation expenses of long-term assets	0.00	////////////////////	
Expenses related to in-kind contributions / goods and services		////////////////////	
<b>Total general expenses</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Other expenses</b>			
Maintenance of office space and equipment			0.00
Expenses not included in any other category	900.00	900.00	0.00
<b>Total other expenses</b>	<b>900.00</b>	<b>900.00</b>	<b>0.00</b>
<b>Total expenses</b>			
	<b>33,192.96</b>	<b>33,192.96</b>	<b>0.00</b>