



Gradjanska Inisciativa "Srpska"

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

**Extraordinary local elections for Mayor of North Mitrovica
10 February 2014 – 22 February 2014**



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Independent Auditors' Report

To the council of Gradjanska Inicijativa "Srpska

Report on Special Purpose Financial Statement

Disclaimer of Opinion

We were engaged to audit the Campaign Financial Disclosure Report of the Political Entity **Gradjanska Inicijativa "Srpska** (hereinafter referred to as "Political Entity" or "Srpska" or "PE"), which comprise the statement of financial position as at February 22, 2014, the statement of income and expenses for the period 10 February 2014 until 22 February 2014 and other explanatory information.

We do not express an opinion on the accompanying financial statements of the Political Entity **Gradjanska Inicijativa "Srpska"**. 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 Note 3 of Financial Statements – Expenses, the Political Entity has stated expenses for the Campaign Financial Disclosure report on the amount of 535.00 Euro for the period 10 February 2014 until 22 February 2014, in absence of supporting documentation we were unable to verify whether the stated expenses were fully accurate.
- During our auditing we found out that the PE has received cash donations in hand on the amount of 535.00 Euro for the period 10 February 2014 until 22 February 2014 which is in violation of 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, Article 5 Contributions of Political Entities, which allows receiving of cash donations only through bank transactions.

Emphasis of matter

We draw attention to the following findings:

- 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

Qerim Qerimi
Statutory Auditor
8 December 2017

Statements of Financial Position

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

Statement of income and expenses

	Notes	10 February 2014 – 22 February 2014
Income		
Income from budget		
Income from membership		
Donations and cash contributions	2	535.00
Contributions in kind / goods and services		
Other income		
Total Income for the period		535.00
Expenses		
Wages and salaries	3	0.00
Transportation expenses	3	90.00
Advertising, representation and conferences	3	245.00
Purchase of goods	3	70.00
General expenses	3	90.00
Other expenses	3	40.00
Total expenses for the period		535.00
Surplus / (deficit) for the period		0.00

Srpska Lista

Notes on Campaign Financial Disclosure Report 10 February 2014 until 22 February 2014

Extraordinary Local Elections for the Mayor of North Mitrovica

1. General Information

Name of Political Entity: Srpska Lista

Acronym: GISL

Council: Aleksander Jabllanovic

Finance Representative: Sergjan Mitrovic

Date of Establishment:

Address:

The financial statements of the Srpska Lista 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 on TEB Bank Kosovo.

Note 2: Donations and cash contributions

Accepted by:			Date of Contributions	Amount in Euro	Accepted from	
Contributor	Address	ID number			Bank	Cash
Goran Rakic			16.02.2014	535.00		535.00
Total donations and cash contributions				535.00		535.00

Note 3: Expenses

	Expenses	Payment	Outstanding amount
Expenses	in Euro	in Euro	in Euro
Wages and salaries			
Net wages and salaries			
Payments to observers			
Pension contributions of the employee			
Pension contributions of the employer			
Personal Tax income			
Other benefits			
Total	0.00	0.00	0.00
Transportation expenses			
Borrowed motorized vehicles			
Fuels	90.00	90.00	0.00
Airplane/bus/train/taxi etc. tickets			
Car insurance and maintenance			

Srpska Lista*Notes on Campaign Financial Disclosure Report 10 February 2014 until 22 February 2014**Extraordinary Local Elections for the Mayor of North Mitrovica*

Any other transportation expenses			
Total transportation expenses	90.00	90.00	0.00
Advertising, representation and conferences			
Premises			
Food	85.00	85.00	0.00
Cultural and recreation activities	50.00	50.00	0.00
Radio and TV advertisements			
Newsstands and newspaper advertisements	90.00	90.00	0.00
Other advertising, representation and conferences expenses	20.00	20.00	0.00
Total advertising, representation and conferences expenses	245.00	245.00	0.00
Purchase of goods			
Supply of office	40.00	40.00	0.00
Small equipment	30.00	30.00	0.00
Total purchase of goods	70.00	70.00	0.00
General expenses			
Rent of office space	90.00	90.00	0.00
Telephone, internet and mail			
Electricity and other utilities (water and waste)			
Expenses related to in-kind contributions / goods and services			
Total general expenses	90.00	90.00	0.00
Other expenses			

Srpska Lista

Notes on Campaign Financial Disclosure Report 10 February 2014 until 22 February 2014

Extraordinary Local Elections for the Mayor of North Mitrovica

Maintenance of office space and equipment			
Expenses not included in any other category	40.00	40.00	0.00
Total other expenses	40.00	40.0	0.00
Total expenses	535.00	535.00	0.00