



Gradjanska Inisciativa "Srpska"

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

**Extraordinary local elections for Mayor of Gračanica
12 January 2015 – 16 January 2015**



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Independent Auditors' Report

To the council of Gradjanska Inicijativa "Srpska"

Report on Special Purpose Financial Statement

Qualified 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 January 16, 2015, the statement of income and expenses for the period 12 January 2015 until 16 January 2015 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 3,295.00 Euro for the period 12 January 2015 until 16 January 2015; 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 3,295.00 Euro for the period 12 January 2015 until 16 January 2015 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.
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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

Besa Berisha
Statutory Auditor
08 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			
Total Long-term liabilities		0.00	0.00
Current liabilities			
Accounts payable and others		0.00	0.00
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	12 January 2014 – 16 January 2014
Income		
Income from budget		
Income from membership		
Donations and cash contributions	2	3,295.00
Contributions in kind / goods and services		
Other income		
Total Income for the period		3,295.00
Expenses		
Wages and salaries	3	0.00
Transportation expenses	3	257.52
Advertising, representation and conferences	3	2,912.48
Purchase of goods	3	0.00
General expenses	3	125.00
Other expenses	3	0.00
Total expenses for the period		3,295.00
Surplus / (deficit) for the period		0.00

Srpska Lista

Notes on Campaign Financial Disclosure Report 12 January 2015 until 16 January 2015

Extraordinary Local Elections for the Mayor of Graçanica

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.

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Srpska Lista

Notes on Campaign Financial Disclosure Report 12 January 2015 until 16 January 2015
Extraordinary Local Elections for the Mayor of Gračanica

Note 2: Donations and cash contributions

Accepted by:			Date of Contributions	Amount in Euro	Accepted from	
Contributor	Address	ID number			Bank	Cash
VladetaKosric	Suvi Do Gracanica		22.12.2014	300.00		300.00
LubinkoKaradjic	LapleSeloGracanica		23.12.2014	200.00		200.00
NebosaMilovanovic	Gusterica- Gracanica		25.12.2014	200.00		200.00
ZoranDanilovic	Susica- Gracanica		25.12.2014	200.00		200.00
DejanJovanovic	Gracanica		25.12.2014	200.00		200.00
IvicaMicic	Gracanica		25.12.2014	200.00		200.00
MirjanaZivic	LapleSeloGracanica		80.01.2015	100.00		100.00
Milan Jovanovic	Gracanica		08.01.2015	100.00		100.00
Ivan Tomic	LapleSeloGracanica		08.01.2015	100.00		100.00
PredragKapetanovic	Gusterica- Gracanica		19.01.2015	100.00		100.00
NebojsaMaksimovic	Gracanica		09.01.2015	100.00		100.00
SreckoCvijic	Lepina -Gracanica		09.01.2015	100.00		100.00
IvicaDimic	Lepina -Gracanica		09.01.2015	100.00		100.00
AleksandarTomic	LapleSeloGracanica		09.01.2015	100.00		100.00
SinisaSimonovic	Batuse- Gracanica		12.01.2015	100.00		100.00
Ivan Micic	Gracanica		12.01.2015	100.00		100.00
MiroslavPopovic	Gracanica		12.01.015	100.00		100.00
ZoranMitrovic	Gusterica- Gracanica		12.01.2015	100.00		100.00
BogoljuIvic	Gracanica		12.01.2015	100.00		100.00
SnezanaJovanovic	Gracanica		12.01.2015	100.00		100.00
LiljanaKapetanovic	Gracanica		12.01.2015	100.00		100.00
JelenaTrajkovic	Gracanica		14.01.2015	100.00		100.00
Stefan Aleksic	Gracanica		14.01.2015	100.00		100.00
StevanDjordjevic	Gracanica		15.01.2015	100.00		100.00
DusanArsic	Gracanica		15.01.2015	100.00		100.00
MiljanRadic	Lepina -Gracanica		15.01.2015	95.00		95.00
Total donations and cash contributions				3,295.00		3,295.00

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	257.52	257.52	0.00
Airplane/bus/train/taxi etc. tickets			
Car insurance and maintenance			
Any other transportation expenses			
Total transportation expenses	257.52	257.52	0.00
Advertising, representation and conferences			
Premises			
Food	491.00	491.00	0.00
Cultural and recreation activities	0.00	0.00	0.00
Radio and TV advertisements	671.48	671.48	

Srpska Lista*Notes on Campaign Financial Disclosure Report 12 January 2015 until 16 January 2015**Extraordinary Local Elections for the Mayor of Gračanica*

Newsstands and newspaper advertisements	870.00	870.00	0.00
Other advertising, representation and conferences expenses	880.00	880.00	0.00
Total advertising, representation and conferences expenses	2,912.48	2,912.48	0.00
Purchase of goods			
Supply of office	0.00	0.00	0.00
Small equipment	0.00	0.00	0.00
Total purchase of goods	0.00	0.00	0.00
General expenses			
Telephone, internet and mail	125.00	125.00	0.00
Electricity and other utilities (water and waste)			
Fines and penalties			
Expenses related to in-kind contributions / goods and services			
Total general expenses	125.00	125.00	0.00
Other expenses			
Maintenance of office space and equipment			
Expenses not included in any other category	0.00	0.00	0.00
Total other expenses	0.00	0.00	0.00
Total expenses	3,295.00	3,295.00	0.00