



Jedinstvena Goranska Partija

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

**Extraordinary national elections
11 May 2017 - 11 June 2017**



Table of Contents:

<u>Independent Auditors' report.....</u>	3
Statement of financial position.....	7
Statement of income and expenses.....	8
Notes on financial statements	9-12



Independent Auditors' Report

To the council of Jedinstvena Goranska Partija

Report on Special Purpose Financial Statement

Qualified Opinion

We have audited the Campaign Financial Disclosure Report of the Political Entity "Jedinstvena Goranska Partija" (hereinafter referred to as "Political Entity" or "JGP" or "PE"), which comprise the statement of financial position as at June 11, 2017, the statement of income and expenses for the period 11 May 2017 until 11 June 2017 and other explanatory information on pages 9-12.

In our opinion, except for the effects of the matters described in Basis for qualified opinion section, the campaign financial disclosure report presents fairly, in all material respects, the financial position of the Political Entity as of 11 June 2017, and its income and expenses for the period from 11 May 2017 until 11 June 2017 in accordance with 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.

Basis for qualified opinion

- During our audit we found out that the political entity has underestimated the assets and liabilities in the Statement of Financial Position at the beginning of the period of the campaign on the amount of 1,238.00 Euro. Moreover, the cash and cash equivalent stated at the end of the period are underestimated by 1,776.00 Euro.
- As presented in the Statement of Income and Expenses, the PE has stated total expenses on the amount of 18,447.90 Euro. Given the nature of the records kept by the political entity and in absence of supporting documentation we were unable, while applying standard and alternative procedures of auditing, to verify whether the expense on the amount of 9,207 euro were accurate and belonged to the reporting period
- In absence of confirmations from banks we were unable to verify whether the PE maintains only one bank account as required by law No.04/L-212 on amending and supplementing Law No.04/L-058, Article 11, Paragraph 3.

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 Political Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Kosova, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Codes. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 disclosed notes on the purchases made on the amount of over 5,000.00 to a single recipient during one day as required by Law Nr. 04/L-212 on amending and supplementing the Law Nr. 03/L-174 on Financing of Political Entities, amended and supplemented by Law Nr. 04/L-058, Article 15, Financial Reporting. There are two transactions in violation of the above law.
- 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 for the conducted purchases did not apply any procurement procedures which would enable a more efficient, cost-effective, transparent and fair use of political entity funds
- The Political Entity has not published or maintained for at least one (1) year the Annual Financial Report of the previous year and Campaign Financial Disclosure Report of the previous elections and publish one of their short version in one of the national newspapers.

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:

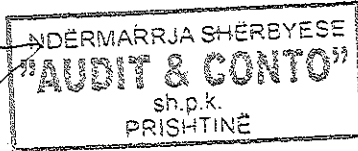
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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 L.L.C

Nijazi Jakupi
Statutory Auditor
12 April 2019



Jedinstvena Goranska Partija

Campaign Financial Disclosure Report

Extraordinary National Elections 11 May 2017 Until 11 June 2017

Statement of Financial Position

Assets		Balance at the end of the period	Balance at the start of the period
Long-term assets	Notes	Amount in Euros	Amount in Euros
Property, plant and equipment	5	2,791.25	2,791.25
Intangible Assets			
Other long-term assets			
Total long-term assets		2,791.25	2,791.25
Current assets			
Accounts receivable			
Prepayments		0.00	0.00
Cash and cash equivalents		1,542.96	1,303.36
Other current assets			
Total current assets		1,542.96	1,303.36
Total Assets		4,334.21	4,094.61
Equity			
Accumulated Fund		0.00	0.00
Surplus / (deficit) of the year		1,542.96	
Total Equity		1,542.96	0.00
Liabilities			
Long-term liabilities			
Loans payable			
Deferred revenue		2,791.25	0.00
Total Long-term liabilities		2,791.25	0.00
Current liabilities			
Accounts payable		0.00	0.00
Loans payable			
Other current liabilities		0.00	2,856.60
Total current liabilities		0.00	2,856.60
Total Liabilities		2,791.25	2,856.60
Total equity and liabilities		4,334.21	2,856.60

Jedinstvena Goranska Partija
 Campaign Financial Disclosure Report
 Extraordinary National Elections 11 May 2017 Until 11 June 2017

Statement of Income and Expenses

	Notes	11 June 2017 – 11 July 2017
Income		
Income from budget		0.00
Income from membership		
Donations and cash contributions	3	19,990.86
Contributions in kind / goods and services		
Other income		
Total Income for the period		19,990.86
Expenses		
Wages and salaries	2	7,240.90
Transportation expenses	2	3,917.00
Advertising, representation and conferences	2	4,497.00
Purchase of goods	2	0.00
General expenses	2	793.00
Other expenses	2	2,000.00
Total expenses for the period		18,447.90
Surplus / (deficit) for the period		1,542.96

Jedinstvena Goranska Partija

Notes on Campaign Financial Disclosure Report

Extraordinary National Elections 11 May 2017 Until 11 June 2017

1. General Information

Name: Jedinstvena Goranska Partija

Acronym: JGP

Council: Adem Hoxha (Chairman)

Finance Representative: Adem Hoxha

Date of Establishment:

Address of political entity: Dragash

The financial statements of Partia e Ashkanlinjëve për Integrim 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 BPB.

Note 2. Expenses

Expenses	Expenses in Euro	Payment in Euro	Outstanding amount in Euro
Wages and salaries			
Net wages and salaries	4.800.00	4.800.00	0.00
Payment to observers	1.993.00	1.993.00	0.00
Pension contributions of the employee	190.00	190.00	0.00
Pension contributions of the employer	190.00	190.00	0.00
Personal Tax income	67.90	67.90	0.00
Other benefits	0.00	0.00	0.00
Total	7.240.900	7.240.900	0.00
Transportation expenses			
Borrowed motorized vehicles	3.000.00	3.000.00	0.00
Fuels			0.00
Airplane/bus/train/taxi etc. tickets	717.00	717.00	0.00
Car insurance and maintenance	200.00	200.00	0.00
Any other transportation expenses			0

Jedinstvena Goranska Partija
Notes on Campaign Financial Disclosure Report
Extraordinary National Elections 11 May 2017 Until 11 June 2017

Total transportation expenses		3.917.00	3.917.00	0.00
Advertising, representation and conferences				
Premises		500.00	500.00	0.00
Food		1.367.30	1.367.30	0.00
Cultural and recreation activities				0.00
Radio and TV advertisements		100.00	100.00	0.00
Newsstands and newspaper advertisements		2.470.40	2.470.40	0.00
Other advertising, representation and conferences expenses		59.30	59.30	0.000
Total advertising, representation and conferences expenses		4.497.00	4.497.00	0.00
Purchase of goods				
Supply of office				0
Small equipment				0
Total purchase of goods		0.00	0.00	0.00
General expenses				
Rent of office space		748.00	748.00	0.00

Jedinstvena Goranska Partija
Notes on Campaign Financial Disclosure Report
Extraordinary National Elections 11 May 2017 Until 11 June 2017

Telephone, internet and mail	0.0	0.0	0.00
Electricity and other utilities (water and waste)	45.00	45.00	0.00
Depreciation expenses of long-term assets			0.00
Expenses related to in-kind contributions / goods and services			0.00
Total general expenses	793.00	793.00	0.00
Other expenses			
Maintenance of office space and equipment	0.00	0.00	0.00
Expenses not included in any other category	2,000.00	2,000.00	0.00
Total other expenses	2,000.00	2,000.00	0.00
Total expenses	18,447.90	18,447.90	0.00