



# **Partia e Ashkalinjëve për Integrim**

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

**01 January 2017 - 31 December 2017**



Table of Contents:

<u>Independent Auditors' report.....</u>	<u>3</u>
Statement of financial position.....	6
Statement of income and expenses.....	7
Notes on financial statements .....	8-12



- 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 responsibility 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:



# Independent Auditors' Report

To the council of Partia e Ashkanlinjëve për Integrim

## Report on Special Purpose Financial Statement

### Disclaimer of Opinion

We were engaged to audit the financial statements of the Political Entity “**Partia e Ashkanlinjëve për Integrim**” (hereinafter referred to as “Political Entity” or “PAI” or “PE”), which comprise the statement of financial position as at December 31, 2017 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 e Ashkanlinjëve për Integrim**”. 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

- In absence of supporting documentation we were unable to verify whether the stated assets, liabilities and equity represent accurately the state of the PE.
- The political entity has not submitted the requested documentation. In absence of supporting documentation, we were unable to verify whether the stated expenses were accurate.
- 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.
- The PE has not filled the required information in the Statement of Income and Expenditure for the previous comparative year, 2016.

### Emphasis of matter

We draw attention to the following findings:

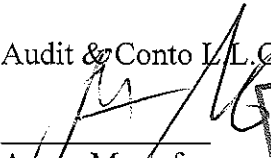
- The Political Entity has not maintained proper accounting to enable the recording of financial transactions and the preparation of financial statements according to the applicable accounting standards in Kosovo.



- 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

  
Agron Mustafa  
Statutory Auditor  
12 April 2019



**Statement of Financial Position**

Assets		31 December 2017	31 December 2016
Long-term assets	Notes	Amount in Euros	Amount in Euros
Property, plant and equipment	5		
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	6	0.00	0.00
Prepayments			
Cash and cash equivalents	7	2.69	0.25
Other current assets			
<b>Total current assets</b>		<b>2.69</b>	<b>0.25</b>
<b>Total Assets</b>		<b>2.69</b>	<b>0.25</b>
<b>Equity</b>			
Accumulated Fund		0.25	31.29
Surplus / (deficit) of the year		2.44	(31.04)
<b>Total Equity</b>		<b>2.69</b>	<b>0.25</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	8	0.00	0.00
Loans payable			
Other current liabilities	9	0.00	0.00
<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>2.69</b>	<b>0.25</b>

## Statement of Income and Expenses

	Notes	Year ending on 31 <sup>st</sup> December	
		2017	2016
<b>Income</b>			
Income from budget		32,500.00	
Income from membership			
Donations and cash contributions	3	0	
Contributions in kind / goods and services	4		
Income from campaigns			
Income released from deferred revenues	5	0	
Other income		-	
<b>Total Income for the year</b>		<b>32,500.00</b>	
<b>Expenses</b>			
Wages and salaries	2	16,104.00	
Transportation expenses	2	203.19	
Advertising, representation and conferences	2	598.78	
Campaign expenses	2	0	
Purchase of goods	2	700.00	
General expenses	2	2,530.00	
Other expenses	2	12,361.59	
<b>Total expenses for the year</b>		<b>32,497.56</b>	
<b>Surplus / (deficit) for the year</b>		<b>2.44</b>	

## **1. General Information**

Name: Partia e Ashkanlinjëve për Integrim

Acronym: PAI

Council: Etem Arifi (Chairman)

Finance Representative: Jakup Haliti

Date of Establishment:

Address of political entity: Street "Shqipëria" - Lipjan

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.

In absence of confirmations by the banks we were unable to verify how many bank accounts the PE was using for their activities .



**Note 7. Cash and cash equivalents**

	31 December 2017 Amount in Euros	31 December 2016 Amount in Euros
Cash in bank	2.69	0.25
Cash in hand		
<b>Total cash and cash equivalents</b>	<b>2.69</b>	<b>0.25</b>

**Note 2. Expenses**

Expenses	Expenses in Euro	Payment in Euro	Outstanding amount in Euro
<b>Wages and salaries</b>			
Net wages and salaries	15,904.00	15,904.00	
Pension contributions of the employee			
Pension contributions of the employer			
Personal Tax income			

Other benefits	200.00	200.00	200.00
<b>Total</b>	<b>16,104.00</b>	<b>16,104.00</b>	<b>16,104.00</b>
<b>Transportation expenses</b>			
Borrowed motorized vehicles			
Fuels	203.19	203.19	203.19
Airplane/bus/train/taxi etc. tickets			
Car insurance and maintenance			
Any other transportation expenses			
<b>Total transportation expenses</b>	<b>203.19</b>	<b>203.19</b>	<b>203.19</b>
<b>Advertising, representation and conferences</b>			
Premises			
Food	598.78	598.78	598.78
Cultural and recreation activities			
Radio and TV advertisements			
Newsstands and newspaper advertisements			
Other advertising, representation and conferences expenses			
<b>Total advertising, representation and conferences expenses</b>	<b>598.78</b>	<b>598.78</b>	<b>598.78</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	700.00		700	
Small equipment				-
<b>Total purchase of goods</b>	<b>700</b>		<b>700</b>	
<b>General expenses</b>				
Rent of office space	2,060.00		2,060.00	
Telephone, internet and mail	150.00		150	
Electricity and other utilities (water and waste)	320.00		320	
Depreciation expenses of long-term assets	0		0.00	
Expenses related to in-kind contributions / goods and services				
<b>Total general expenses</b>	<b>2,530.00</b>		<b>2,530.00</b>	

<b>Other expenses</b>			
Maintenance of office space and equipment			
Expenses not included in any other category	12,361.59	12,361.59	12,361.59
<b>Total other expenses</b>	<b>12,361.59</b>	<b>12,361.59</b>	<b>12,361.59</b>
<b>Total expenses</b>	<b>32,497.56</b>	<b>32,497.56</b>	<b>32,497.56</b>