



Partia e Ashkalinjëve për Integrim

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

**Local Elections
24 July 2017 – 22 October 2017**



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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 Campaign Financial Disclosure Report 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 October 22, 2017, and the statement of income and expenses for the period 24 July 2017 until 22 October 2017 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

- The political entity, in the Statement of Income and Expenses, has stated income from budget on the amount of 2,000.00 euro. This amount does not correspond with the bank account of the PE.
- From the stated expenses on the amount of 2,000.00 Euro in Note 2, we were unable to verify expenses on the amount of 1,300.00 due to the lack of supporting documentation and accounting evidence – the PE only provided fiscal coupons.
- During our audit, we found out that the PE has not present the state of cash and cash equivalents at the beginning and the ending of the reporting period. This means that the assets and the financial status of the political entity are incorrectly presented.
- As stated in Note 2, the PE has wrongly filled the information where they only presented payments which are declared as liabilities, without providing receipts.
- In the absence of confirmations by the bank, we were unable to verify if the PE had only one bank account as required by 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 11, paragraph 3.



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 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 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


Agron Mustafa
Statutory Auditor
12 April 2019



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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		
Intangible Assets			
Other long-term assets			
Total long-term assets		0.00	0.00
Current assets			
Accounts receivable	6		
Prepayments			
Cash and cash equivalents	7		
Other current assets			
Total current assets		0.00	0.00
Total Assets		0.00	0.00
Equity			
Accumulated Fund			
Surplus / (deficit) of the year			
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	8	0.00	0.00
Loans payable			
Other current liabilities	9	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	24 July 2017 – 22 October 2017
Income		
Income from budget		2,000.00
Income from membership		
Donations and cash contributions	3	
Contributions in kind / goods and services	4	
Other income		-
Total Income for the period		2,000.00
Expenses		
Wages and salaries	2	
Transportation expenses	2	200.00
Advertising, representation and conferences	2	700.00
Purchase of goods	2	300.00
General expenses	2	
Other expenses	2	800.00
Total expenses for the period		2000.00
Surplus / (deficit) for the period		

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Notes on Campaign Financial Disclosure Report

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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 2. Expenses

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

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Advertising, representation and conferences			
Premises			
Food	800.00		800.00
Cultural and recreation activities			
Radio and TV advertisements			
Newsstands and newspaper advertisements			
Other advertising, representation and conferences expenses	700.00		700.00
Total advertising, representation and conferences expenses	1500.00		1500.00
Purchase of goods			
Supply of office	300.00		300.00
Small equipment			
Total purchase of goods	300.00		300.00
General expenses			
Rent of office space			
Telephone, internet and mail			
Electricity and other utilities (water and waste)			

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Depreciation expenses of long-term assets			
Expenses related to in-kind contributions / goods and services			
Total general expenses			
Other expenses			
Maintenance of office space and equipment			
Expenses not included in any other category			
Total other expenses			
Total expenses		0	2000
			2000