



**Aleanca Kosova e Re
(AKR)**

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

01 January 2020 - 31 December 2020



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Independent Auditors' Report

To the council of ALEANCA KOSOVA E RE

Report on Special Purpose Financial Statement

Opinion

We have audited the financial statements of the Political Entity "Aleanca Kosova e Re" (hereinafter referred to as "Political Entity" or "AKR" or "PE"), which comprise the statement of financial position as at December 31, 2020, the statement of income and expenses for the year then ended and other explanatory information on pages 7-14.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Political Entity as of 31 December 2020, and its income and expenses for the year then ended in accordance with the law No.03/L-174 on Financing of Political Entities and Law 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 opinion

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 Kosovo, 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

Without further qualifying our opinion we draw attention to the following findings:

- 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 requirement regarding the publication of annual financial reports and campaign financial disclosure reports as required by Law No.04/L-212 on amending and supplementing Law No.03/L-174 on Financing of Political Entities, amended and supplemented by Law No.04/L-058, Article 15 Financial Reporting, paragraph 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 skepticism 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


Mexhid Aliu
Statutory Auditor
06 October 2021



Statement of Financial Position

Assets		31 December 2020	31 December 2019
Long-term assets	Notes	Amount in Euros	Amount in Euros
Property, plant and equipment	5	900.00	1,670.00
Intangible Assets			
Other long-term assets			
Total long-term assets		900.00	1,670.00
Current assets			
Accounts receivable		0.00	0.00
Prepayments		5,000.00	
Cash and cash equivalents	3	72.85	519.68
Other current assets			
Total current assets		5,072.85	519.68
Total Assets		5,972.85	2,189.68
Equity			
Accumulated Fund		(4,025.17)	(2,852.46)
Surplus / (deficit) of the year		102.05	(1,172.71)
Total Equity		(3,923.12)	(4,025.17)
Liabilities			
Long-term liabilities			
Loans payable			
Deferred revenue	5	900.00	1,670.00
Total Long-term liabilities		900.00	1,670.00
Current liabilities			
Accounts payable and others	8	8,917.45	3,934.56
Loans payable			
Other current liabilities	9	78.52	610.29
Total current liabilities		8,995.97	4,544.85
Total Liabilities		9,895.97	6,214.85
Total equity and liabilities		5,972.85	2,189.68

Statement of income and expenses

	Notes	Year ending on 31 st December	
		2020	2019
Income			
Income from budget			
Income from membership			
Donations and cash contributions	3	17,685.00	78,600.00
Contributions in kind / goods and services	4		
Income from campaigns			32,000.00
Income released from deferred revenues	5	770.00	770.01
Other income			6,327.00
Total Income for the year		18,455.00	117,697.01
Expenses			
Wages and salaries	2	4,770.56	41,965.08
Transportation expenses	2	0.00	0.00
Advertising, representation and conferences	2	0.00	28,001.40
Campaign expenses	2	0.00	0.00
Purchase of goods	2	0.00	507.03
General expenses	2	7,206.18	41,175.05
Other expenses	2	6,376.21	7,221.16
Total expenses for the year		18,352.95	118,869.72
Surplus / (deficit) for the year		102.05	(1,172.71)

1. General Information

Name of Political Entity: Aleanca Kosova e Re

Acronym: AKR

Council: Behxhet Pacolli (Chairman)

Finance Representative: Hafize Pacolli

Address: Prishtina

The financial statements of the PE Aleanca Kosova e Re 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.

According to Article 19, Paragraph 2, Item 7 of Law no.04/L-212 on amending and supplementing Law Nr. 03/L-174 on Financing of Political Entities, amended and supplemented by Law Nr. 04/L-058, the registered political entity within five (5) business days from receiving the draft auditing reports has submitted the revised financial reports and explanations regarding errors and omissions identified by the auditors.

The Political entity maintains a main bank account in the Banka Ekonomike.

Note 2. Expenses

Expenses	Expenses in Euro	Payment in Euro	Outstanding amount in Euro
Wages and salaries			
Net wages and salaries	4,314.74	4,314.74	0.00
Pension contributions of the employee	144.01	131.51	12.50
Pension contributions of the employer	144.01	131.51	12.50
Personal Tax income	167.80	161.50	6.30
Other benefits			0.00
Total	4,770.56	4,739.26	31.30
Transportation expenses			
Borrowed motorized vehicles			0.00
Fuels			
Airplane/bus/train/taxi etc. tickets			
Car insurance and maintenance			
Any other transportation expenses			
Total transportation expenses			
Advertising, representation and conferences			
Premises			
Food			
Cultural and recreation activities			
Radio and TV advertisements			
Newsstands and newspaper advertisements			
Other advertising, representation and conferences expenses			
Total advertising, representation and conferences expenses			
Campaign Expenses			

Alenaca Kosova e Re

Notes on Financial Statements 01 January 2020 until 31 December 2020

Campaign expenses			
Total campaign expenses			
Purchase of goods			
Supply of office			
Small equipment			
Total purchase of goods			
General expenses			
Rent of office space	4,530.33	4,483.11	47.22
Telephone, internet and mail	586.63	586.63	0.00
Electricity and other utilities (water and waste)	1,319.22	1,308.33	10.89
Depreciation expenses of long-term assets	770.00	////////////////////////////////	////////////////////////////////
Expenses related to in-kind contributions / goods and services		////////////////////////////////	////////////////////////////////
Total general expenses	7,206.18	6,378.07	58.11
Other expenses			
Maintenance of office space and equipment			
Expenses not included in any other category	6,376.21	726.21	5,650.00
Total other expenses	6,376.21	726.21	5,650.00
Total expenses	18,352.95	11,843.54	5,739.41

Note 3: Donations and cash contributions

Accepted by				Amount	Accepted by:	
Contributors	Address	ID Number	Date of contributions	In Euros	Bank	Cash
Kreshnik Bytyqi	Prishtine	1231700460	13.01.2020	500.00 €	500.00 €	
Bekim Maxhuni	Prishtine	1015401105	03.02.2020	1,000.00 €	1,000.00 €	
Driton Pacolli	Prishtine	1005987705	03.02.2020	1,000.00 €	1,000.00 €	
Nafije Gashi	Prishtine	1014879435	03.02.2020	1,000.00 €	1,000.00 €	
Zijadin Miftari	Prishtine	1011592283	03.02.2020	1,000.00 €	1,000.00 €	
Alberta Pacolli	Hajvali	1231958971	04.03.2020	1,000.00 €	1,000.00 €	
Egzon Pacolli	Hajvali	1240216813	09.03.2020	1,000.00 €	1,000.00 €	
Albert Buzoku	Prishtine	1244097746	09.03.2020	1,000.00 €	1,000.00 €	
Behgjet Pacolli	Prishtine	1173754201	02.04.2020	1,000.00 €	1,000.00 €	
Nebih Gashi	Prishtine	1172775264	05.05.2020	900.00 €	900.00 €	
Betim Podrimqaku	Prishtine	1030290891	01.06.2020	900.00 €	900.00 €	
Majlinda Xhemshiti	Prishtine	2172900197	05.11.2020	1,000.00 €	1,000.00 €	
Hafize Pacolli	Prishtine	1005865391	05.11.2020	1,000.00 €	1,000.00 €	
Betim Podrimqaku	Prishtine	1030290891	05.11.2020	1,000.00 €	1,000.00 €	
Argjira Ramosaj	Prishtine	1170958507	05.11.2020	1,000.00 €	1,000.00 €	
Besarta Mustafa	Prishtine	1172647045	05.11.2020	1,000.00 €	1,000.00 €	
Dafina Makolli	Prishtine	1174977255	08.12.2020	750.00 €	750.00 €	
Majlinda Xhemshiti	Prishtine	2172900197	11.12.2020	235.00 €	235.00 €	
Shefqet Istogu	Prishtine	1004179893	30.12.2020	1,000.00 €	1,000.00 €	
Majlinda Xhemshiti	Prishtine	2172900197	31.12.2020	400.00 €	400.00 €	
Total donations and cash contributions				17,685.00	17,685.00	

Note 4: Contributions in kind / goods and services

Description of goods/services	Paid by			Date of contribution	Amount
	Contributor	Address	ID Number		in Euro
Total contributions in kind / goods and services					0.00

Note 5: Property, plant and equipment

	Balance at the beginning of the year (historical costs)	Purchases during the year	Accumulated depreciation	Depreciation during the year	Balance at the end of the year (NET value)
Land					
Buildings					
Vehicles	12,990.00		12,990.00		0.00
Office Equipment	14,537.06		14,146.06	391.00	0.00
Information technology equipment	14,119.46		12,840.46	379.00	900.00
Other Equipment					0.00
Total Property, plant and equipment	41,646.52	0.00	39,976.52	770.00	900.00

Other notes

Note 6. Accounts Receivable	31 December 2020 Amount in Euros	31 December 2019 Amount in Euros
Total Accounts Receivable and Others	0.00	0.00

Note 7. Cash and cash equivalents	31 December 2020 Amount in Euros	31 December 2019 Amount in Euros
Cash in bank	72.85	519.68
Cash in hand		
Total cash and cash equivalents	72.85	519.68

Note 8. Accounts payable and others	31 December 2020 Amount in Euros	31 December 2019 Amount in Euros
SH.3 / Dasma Tv, Europrinty	10.89	1,106.00
SH.7 / Komtel, SH6	5,650.00	1,327.02
/ SH.7		73.00
Other accounts payable	3,256.56	1,428.54
Total accounts payable and others	8,917.45	3,934.56

Note 9. Other current liabilities	31 December 2020 Amount in Euros	31 December 2019 Amount in Euros
Liabilities for salaries and taxes	31.30	313.43
Liabilities for rent	47.22	296.86
Liabilities for fines and punishment		
Other current liabilities		
Total other current liabilities	78.52	610.29

Note 10: Payment over 5,000.00 Euros

Purpose of payment	Paid to:			Date of Payment	Amount
	Natural/Legal Person	Address	ID Number		
Deposition Guarantee	Basic Court	Prizren		01.11.2020	5,000.00
Total payments over 5,000.00 Euro					5,000.00