



# **ALEANCA PËR ARDHMËRINË E KOSOVËS**

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

**01 January 2015 - 31 December 2015**



Table of Contents:

<u>Independent Auditors' report.....</u>	3
Statement of financial position.....	7
Statement of income and expenses.....	8
Notes on financial statements .....	9-19



# Independent Auditors' Report

To the council of Aleanca për Ardhmërinë e Kosovës

## Report on Special Purpose Financial Statement

### Qualified Opinion

We have audited the financial statements of the Political Entity “Aleanca për Ardhmërinë e Kosovës” (hereinafter referred to as “Political Entity” or “AAK” or “PE”), which comprise the statement of financial position as at December 31, 2015, the statement of income and expenses for the year then ended and other explanatory information.

In our opinion, except for the effects of the matters described in Basis for qualified opinion section, the financial statements presents fairly, in all material respects, the financial position of the Political Entity as of 31 December 2015, and its income and expenses for the year then ended 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

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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

- As presented in Note 5 of Financial Statements, other Current Liabilities are stated in the amount of 56,026.41 Euro as of 31 December 2015 (37,682.09 euro; 31 December 2014). In absence of confirmations from third parties, while applying standard and alternative auditing procedures, we were unable to verify whether current liabilities on the amount of 23,650.00 Euro as of 31 December 2015 were fully accurate.
- The Political Entity during 2015 has operated with one (1) main bank account and 27 subaccounts in Raiffeisen Bank in Kosovo which is in violation of Law Nr. 04/L-212 amended and supplemented by law Nr. 04/L-058 Article 3, Paragraph 3 which obliges Political Entities to operate with a single bank account.

- During our auditing we found out that within other benefits, the Political Entity has compensated a non-resident of Kosovo on monthly basis for services on the amount of 25,004.00 euro for which the PE did not account and pay for taxes as required by tax Legislation of the Republic of Kosovo.
- During our auditing we found out that out of total expenses stated on the amount of 382,590.76 Euro for the year ended on 31 December 2015, 30,000.00 Euro are funds transferred in cash to its branches without being supported by documentation for the occurred expenses..

### **Emphasis of matter**

On our qualified opinion for the PE we draw attention to the following findings:

- The Political Entity has not disclosed notes on the purchases made on the amount of over 5,000.00 to a single recipient during the 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.
- 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 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.
- For payments to rented spaces, the PE has not responded to legal requirement of Law Nr. 05/L-028 for Withholding Tax on Rent, Article 39.
- 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

### **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:

- 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

---

Muhamet Feka  
Statutory Auditor  
5 December 2017

**Statements of Financial Position**

<b>Assets</b>		<b>31 December 2015</b>	<b>31 December 2014</b>
<b>Long-term assets</b>	Notes	<b>Amount in Euros</b>	<b>Amount in Euros</b>
Property, plant and equipment	2	15,660.86	9,083.35
Intangible Assets			
Other long-term assets			
<b>Total long-term assets</b>		<b>15,660.86</b>	<b>9,083.35</b>
<b>Current assets</b>			
Accounts receivable		0.00	0.00
Prepayments			1,420.75
Cash and cash equivalents	3	3,460.11	273.88
Other current assets			
<b>Total current assets</b>		<b>3,460.11</b>	<b>1,694.63</b>
<b>Total Assets</b>		<b>19,120.97</b>	<b>10,777.98</b>
<b>Equity</b>			
Accumulated Fund		(72,516.15)	(101,836.64)
Surplus / (deficit) of the year		(41,580.76)	29,320.49
<b>Total Equity</b>		<b>(114,096.91)</b>	<b>(72,516.15)</b>
<b>Liabilities</b>			
<b>Long-term liabilities</b>			
Loans payable		-	-
Deferred revenue	2	15,660.86	9,083.35
<b>Total Long-term liabilities</b>		<b>15,660.86</b>	<b>9,083.35</b>
<b>Current liabilities</b>			
Accounts payable and others	4	41,530.61	36,528.69
Loans payable		20,000.00	
Other current liabilities	5	56,026.41	37,682.09
<b>Total current liabilities</b>		<b>117,557.02</b>	<b>74,210.78</b>
<b>Total Liabilities</b>		<b>133,217.88</b>	<b>83,294.13</b>
<b>Total equity and liabilities</b>		<b>19,120.97</b>	<b>10,777.98</b>

## Statement of income and expenses

	Notes	Year ending on 31 <sup>st</sup> December	
		2015	2014
<b>Income</b>			
Income from budget		<b>329,383.10</b>	372,750.00
Income from membership			
Donations and cash contributions	6	<b>4,990.00</b>	0.00
Contributions in kind / goods and services			
Income from campaigns		<b>0.00</b>	129,350.00
Income released from deferred revenues	2	<b>6,636.90</b>	3,994.02
Other income			
<b>Total Income for the year</b>		<b>341,010.00</b>	<b>506,094.02</b>
<b>Expenses</b>			
Wages and salaries	7	268,619.75	271,909.80
Transportation expenses	7	4,731.16	6,326.58
Advertising, representation and conferences	7	19,722.86	14,751.90
Campaign expenses	7	0.00	95,200.00
Purchase of goods	7	9,343.39	9,273.80
General expenses	7	32,170.50	34,207.10
Other expenses	7	48,003.10	45,104.35
<b>Total expenses for the year</b>		<b>382,590.76</b>	<b>476,773.53</b>
<b>Surplus / (deficit) for the year</b>		<b>(41,580.76)</b>	<b>29,320.49</b>



## **1. General Information**

Name of Political Entity: Aleanca për Ardhmërinë e Kosovës

Acronym: AAK

Council: Ramush Haradinaj (Chairman)

Finance Representative:

Date of Establishment:

Address:

The financial statements of the PE Aleanca për Ardhmërinë e Kosovës 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 single bank account in RBKO Bank Kosovo.

**Note 2. Property, plant and equipment**

	<b>Balance at the beginning of the year (historical costs)</b>	<b>Purchases during the year</b>	<b>Accumulated depreciation</b>	<b>Depreciation during the year</b>	<b>Balance at the end of the year (NET value)</b>
Land					<b>0.00</b>
Buildings					<b>0.00</b>
Vehicles	0.00	6,000.00		1,200.00	<b>4,800.00</b>
Office Equipment	5,976.10	2,734.00	3,947.74	1,742.02	<b>3,020.34</b>
Information technology equipment	11,706.93	2,830.40	5,545.56	2,907.47	<b>6,084.31</b>
Other Equipment	2,287.05	1,650.00	1,393.43	787.41	<b>1,756.21</b>
<b>Total Property, plant and equipment</b>	<b>19,970.08</b>	<b>13,214.40</b>	<b>10,886.73</b>	<b>6,636.90</b>	<b>15,660.86</b>

**Note 3. Cash and cash equivalents**

	<b>31 December 2015 Amount in Euros</b>	<b>31 December 2014 Amount in Euros</b>
Cash in bank	1,137.45	22.24
Cash in hand	2,322.66	251.64
<b>Total cash and cash equivalents</b>	<b>3,460.11</b>	<b>273.88</b>

**Note 4. Accounts payable and others**

	<b>31 December 2015 Amount in Euros</b>	<b>31 December 2014 Amount in Euros</b>
KESCO	2,650.90	0.00
Kompania e Ujësjetësimit Rajonal Prishtina S.H.A. "Prishtina"	4,577.55	0.00
Kompania Rajonale për Mbeturina "Pastrimi"	2,178.00	0.00
Payable to media	32,124.16	36,528.69
Other accounts payable		0.00
<b>Total accounts payable and others</b>	<b>41,530.61</b>	<b>36,528.69</b>

**Note 5. Other current liabilities**

	<b>31 December 2015 Amount in Euros</b>	<b>31 December 2014 Amount in Euros</b>
Liabilities for salaries and taxes	45,786.41	37,682.09
Liabilities for rent	10,240.00	
Liabilities for fines and penalties		
Other current liabilities		
<b>Total other current liabilities</b>	<b>56,026.41</b>	<b>37,682.09</b>

**Note 6: Donations and cash contributions**

Accepted by				Amount	Accepted from	
Contributors	Address	ID Number	Date of contributions	In Euros	Bank	Cash
ADMIR HASANAJ				20.00	20.00	
AFRIM BALAJ				10.00	10.00	
AFRIM DERVISHI				30.00	30.00	
AFRIM KASTRATI				40.00	40.00	
AFRIM SELIMAJ				10.00	10.00	
AGIM LOKAJ				50.00	50.00	
AGIM NITAJ				100.00	100.00	
AGRON DEMUKAJ				60.00	60.00	
AGRON NIKQI				30.00	30.00	
AGRON SELMONAJ				10.00	10.00	
AGUSTIN SHALA				60.00	60.00	
ALBANE JAKA				10.00	10.00	
ALI BERISHA				50.00	50.00	
ALI TAHIRSYLAJ				10.00	10.00	
ARBEN BAKALLI				30.00	30.00	
ARBEN GRABOVCI				30.00	30.00	
ARGJEND ZEJNAJ				10.00	10.00	
ARIANIT DEMAJ				10.00	10.00	
ARSIM QERIMAJ				20.00	20.00	
ASLLAN ASLLANI				20.00	20.00	
AVDULLAH HOXHA				30.00	30.00	

**Aleanca per Ardherinë e e Kosovës**

*Notes on Financial Statements 01 January 2015 until 31 December 2015*

BASHKIM PRELVUKAJ				40.00	40.00	
BASHKIM RAMOSAJ				30.00	30.00	
BEQIR MUHARREM KAJTAZI				20.00	20.00	
BESIM SELMANAJ				20.00	20.00	
BESMIR ZEQRRAJ				10.00	10.00	
BESNIK DESKU				30.00	30.00	
BETIM MATAJ				60.00	60.00	
BINAK VISHAJ				60.00	60.00	
BLERIM NIKÇI				20.00	20.00	
BLERIM SELMONAJ				10.00	10.00	
BLERIM TURKAJ				50.00	50.00	
BURBUQE DEVA				30.00	30.00	
DARDAN HASKAJ				10.00	10.00	
DAUT HARADINAJ				150.00	150.00	
DAUT RRUSTAJ				5.00	5.00	
DEME ABAZI				40.00	40.00	
DERVISH TAHIRI				30.00	30.00	
DRIN VESELAJ				40.00	40.00	
DURIM HALILAJ				10.00	10.00	
ELVER LIKAJ				10.00	10.00	
FADIL MALOKU				10.00	10.00	
FATMIRE THAQI				10.00	10.00	
FATON LOKAJ				20.00	20.00	
FEIM ADEMAJ				30.00	30.00	
FLAMUR FETAHAJ				60.00	60.00	
FLORIM MATAJ				10.00	10.00	
GALDIM KRASNIQI				20.00	20.00	
HAJDAR SUTAJ				10.00	10.00	

**Aleanca per Ardherinë e e Kosovës**

*Notes on Financial Statements 01 January 2015 until 31 December 2015*

HAKI SHEHAJ				10.00	10.00	
HAKI VISHAJ				10.00	10.00	
HALIL CACAJ				10.00	10.00	
HALIL GASHI				100.00	100.00	
HALIL TOLAJ				60.00	60.00	
HANE BERISHA				20.00	20.00	
HATE SHEHU				10.00	10.00	
HYSNI IBRAHIMI				15.00	15.00	
IBRAHIM REXHAJ				10.00	10.00	
IDEAL IBERHYSAJ				40.00	40.00	
ILIR BATUSHAJ				10.00	10.00	
ILIRJANE GAFURI				40.00	40.00	
ISMAIL SADIKU				30.00	30.00	
ISMET BARDHOSHI				20.00	20.00	
IZET ZENUNI				60.00	60.00	
JASHAR DOBRAJ				60.00	60.00	
KRIST?? DEDA				40.00	40.00	
KUJTIM NAZMI SELMANAJ				300.00	300.00	
KUSHTRIM LOSHAJ				10.00	10.00	
LABINOT SMAJAJ				10.00	10.00	
LAHI BRAHIMAJ				100.00	100.00	
LORIK MUÇAJ				200.00	200.00	
MEHMET OSAJ				20.00	20.00	
MUHAMET BOJKAJ				20.00	20.00	
MUHARREM NITAJ				60.00	60.00	
MUSTAF?? HASANAJ				60.00	60.00	
NAIM SAHITI				40.00	40.00	
NAZMI KRASNIQI				40.00	40.00	

**Aleanca per Ardherinë e e Kosovës**

*Notes on Financial Statements 01 January 2015 until 31 December 2015*

NAZMI SELMANAJ				20.00	20.00	
NERIMANE BEGOLLI				15.00	15.00	
NEZAFET CENA				15.00	15.00	
NEZIR LUSHAJ				10.00	10.00	
NIKOLLË LLESHI				10.00	10.00	
NURIE CACAJ				20.00	20.00	
PAL LEKAJ				100.00	100.00	
QAZIM MALOKU				30.00	30.00	
RAMË MELAJ				30.00	30.00	
RAMIZ IBERHYSAJ				10.00	10.00	
RASIM SELMANAJ				100.00	100.00	
REXHE VESELAJ				150.00	150.00	
RIFAT SELMONAJ				10.00	10.00	
RIZA CACAJ				20.00	20.00	
SADIK ??EKU				10.00	10.00	
SANIJE THAQI				10.00	10.00	
SARANDA HYSENI				30.00	30.00	
SEJD TOLAJ				30.00	30.00	
SEJDI SEJDIU				30.00	30.00	
SELIM MEHMETI				20.00	20.00	
SELMON BERISHA				40.00	40.00	
SEVDIJE LOSHAJ				20.00	20.00	
SHKELZEN GO??I				10.00	10.00	
SHKELZEN KULLASHI				100.00	100.00	
SHKENDIJE HASANAJ				10.00	10.00	
SHPETIM SELMANAJ				60.00	60.00	
SHPRESA GJONBALAJ				20.00	20.00	
SKËNDER AHMETAJ				10.00	10.00	

Aleanca per Ardherinë e e Kosovës

Notes on Financial Statements 01 January 2015 until 31 December 2015

SKENDER DRESHAJ				20.00	20.00	
SYZANA MUSTAJ				10.00	10.00	
TALANT GJINOLLI				300.00	300.00	
TEUTA HAXHIU				300.00	300.00	
TIME KADRIJAJ				150.00	150.00	
VALDRIN RAMOSAJ				10.00	10.00	
VALON TOLAJ				60.00	60.00	
VALON VULA				30.00	30.00	
VASILKA ZOTAJ-ASLLANI				60.00	60.00	
VETON SADRIJA				30.00	30.00	
VIOLETA DEMA				20.00	20.00	
VIOLETA KUKALAJ				20.00	20.00	
VLLAZNIM SINANI				10.00	10.00	
XHAFER DEMA				30.00	30.00	
XHELADIN MALAJ				60.00	60.00	
XHEVAT BOZHDARAJ				20.00	20.00	
XHEVAT IBERHYSAJ				10.00	10.00	
ZYMBER BERISHA				20.00	20.00	
<b>Total donations and cash contributions</b>				<b>4,990.00</b>	<b>4,990.00</b>	<b>0.00</b>



**Note 7: Expenses**

<b>Expenses</b>	<b>Expenses in Euro</b>	<b>Payment in Euro</b>	<b>Outstanding amount in Euro</b>
<b>Wages and salaries</b>			
Net wages and salaries	210,712.38	208,066.90	2,645.48
Pension contributions of the employee	11,600.75	2,600.75	9,000.00
Pension contributions of the employer	11,600.75	2,600.75	9,000.00
Personal Tax income	25,004.00	25,004.00	7,609.51
Other benefits			
<b>Total</b>	<b>268,619.75</b>	<b>240,364.76</b>	<b>28,254.99</b>
<b>Transportation expenses</b>			
Borrowed motorized vehicles	0.00	0.00	0.00
Fuels	816.56	816.56	0.00
Airplane/bus/train/taxi etc. tickets	3,182.00	3,182.00	0.00
Car insurance and maintenance	532.60	532.60	0.00
Any other transportation expenses	200.00	200.00	0.00
<b>Total transportation expenses</b>	<b>4,731.16</b>	<b>4,731.16</b>	<b>0.00</b>
<b>Advertising, representation and conferences</b>			

**Aleanca per Ardherinë e e Kosovës**

*Notes on Financial Statements 01 January 2015 until 31 December 2015*

Premises	0.00	0.00	0.00
Food	238.50	238.50	0.00
Cultural and recreation activities	700.00	700.00	0.00
Radio and TV advertisements	0.00	0.00	0.00
Newsstands and newspaper advertisements	7,577.29	7,577.29	0.00
Other advertising, representation and conferences expenses	11,307.07	11,307.07	0.00
<b>Total advertising, representation and conferences expenses</b>	<b>19,722.86</b>	<b>19,722.86</b>	<b>0.00</b>
<b>Campaign Expenses</b>			
Campaign expenses			
<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	7,266.18	7,266.18	0.00
Small equipment	2,077.21	2,077.21	0.00
<b>Total purchase of goods</b>	<b>9,343.39</b>	<b>9,343.39</b>	<b>0.00</b>
<b>General expenses</b>			
Rent of office space	12,220.00	10,360.00	1,860.00
Telephone, internet and mail	2,121.00	1,700.00	421.00
Electricity and other utilities (water and waste)	11,192.60	10,051.01	1,141.59

**Aleanca per Ardherinë e e Kosovës**

*Notes on Financial Statements 01 January 2015 until 31 December 2015*

Depreciation expenses of long-term assets	6,636.90	////////////////////	////////////////////
Expenses related to in-kind contributions / goods and services		////////////////////	////////////////////
<b>Total general expenses</b>	<b>32,170.50</b>	<b>22,111.01</b>	<b>3,422.59</b>
<b>Other expenses</b>			
Maintenance of office space and equipment	382.50	382.50	0.00
Expenses not included in any other category	47,620.60	47,620.60	0.00
<b>Total other expenses</b>	<b>48,003.10</b>	<b>48,003.10</b>	<b>0.00</b>
<b>Total expenses</b>			
	<b>382,590.76</b>	<b>344,276.28</b>	<b>31,677.58</b>