



# **Bošnjacka Stranka Demokratske Akcije Kosova**

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

**01 January 2014 - 31 December 2014**



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# Independent Auditors' Report

To the council of Bošnjacka Stranka Demokratske Akcije Kosova

## Report on Special Purpose Financial Statement

### Disclaimer of Opinion

We were engaged to audit the financial statements of the Political Entity “**Bošnjacka Stranka Demokratske Akcije Kosova**” (hereinafter referred to as “Political Entity” or “BSDK” or “PE”), which comprise the statement of financial position as at December 31, 2014, 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 “**Bošnjacka Stranka Demokratske Akcije Kosova**”. 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

- During our auditing we found out that the Political Entity has not carried out the surplus from the previous year in the Statement of Financial Position from the statement of income and expenses.
- As presented in Note 2, Donations and cash contributions the PE has stated donation in the amount of 25,000.00 Euro for the year ended on 31 December 2014, the Political Entity has accepted donations through bank in the amount of 25,000.00 Euro which is in violation of the law Nr. 04/L-212 on amending and supplementing of Law Nr.04/L-058, Article 4 Financial and Material Sources. Furthermore, the PE has accepted donation in cash from natural persons in the amount of over 1000,00 Euro during one day which is in violation of the law Nr.03/L-196, Article 25, paragraph 1 of this law.
- As presented in Note 3 of Financial Statements, the Political Entity has declared expenses on the amount of 42,757.72 Euro for year ending on 31 December 2014, in absence of supporting documentation we were unable to state whether the stated expenses are accurate.
- During our auditing we found out that the PE has not presented comparative notes from the previous year despite the fact that the PE has carried out its activity throughout the year.

## **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 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

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Fatmir Mehmeti  
Statutory Auditor  
29 November 2017

**Statements of Financial Position**

		<b>31 December 2014</b>	<b>31 December 2013</b>
<b>Assets</b>		<b>Amount in Euros</b>	<b>Amount in Euros</b>
<b>Long-term assets</b>			
Property, plant and equipment		0.00	0.00
Intangible Assets			
Other long-term assets			
<b>Total long-term assets</b>		-	-
<b>Current assets</b>		0.00	0.00
Accounts receivable			
Prepayments		0.00	0.00
Cash and cash equivalents			
Other current assets		-	-
<b>Total current assets</b>		-	-
<b>Total Assets</b>		<b>0.00</b>	<b>0.00</b>
<b>Equity</b>			
Accumulated Fund		0.00	0.00
Surplus / (deficit) of the year		0.00	0.00
<b>Total Equity</b>		-	-
<b>Liabilities</b>			
<b>Long-term liabilities</b>			
Loans payable			
Deferred revenue		0.00	0.00
<b>Total Long-term liabilities</b>		-	-
<b>Current liabilities</b>			
Accounts payable		0.00	0.00
Other current liabilities		0.00	0.00
<b>Total current liabilities</b>		-	-
<b>Total Liabilities</b>		-	-
<b>Total equity and liabilities</b>		<b>0.00</b>	<b>0.00</b>

## Statement of income and expenses

	Notes	Year ending on 31 <sup>st</sup> December	
		2014	2013
<b>Income</b>			
Income from budget		17,697.73	
Income from membership		0.00	
Donations and cash contributions	<b>2</b>	25,500.00	
Contributions in kind / goods and services		0.00	
Income from campaigns		0.00	
Income released from deferred revenues		0.00	
Other income		-	
<b>Total Income for the year</b>		<b>43,197.73</b>	<b>-</b>
<b>Expenses</b>			
Wages and salaries	<b>3</b>	0.00	
Transportation expenses	<b>3</b>	15,550.00	
Advertising, representation and conferences	<b>3</b>	6,459.37	
Campaign expenses	<b>3</b>	13,957.45	
Purchase of goods	<b>3</b>	1,528.47	
General expenses	<b>3</b>	2,574.93	
Other expenses	<b>3</b>	2,687.50	
<b>Total expenses for the year</b>		<b>42,757.72</b>	<b>-</b>
<b>Surplus / (deficit) for the year</b>		<b>440.01</b>	

## **1. General Information**

Name of Political Entity: Bošnjacka Stranka Demokratske Akcije Kosova

Acronym: BSDK

Council:

Finance Representative:

Date of Establishment:

Address:

The financial statements of the PE Bošnjacka Stranka Demokratske Akcije Kosova 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 in RBKO Bank Kosovo.



**Note 2: Donations and cash contributions**

Accepted by				Amount	Accepted from:	
Contributors	Address	ID Number	Date of contributions	In Euro	Bank	Cash
Hilmo Kandic	Bulevar Narodni Heroja 10		10.05.2014	8,000.00		8,000.00
Gzim Spahiju	Juzna Mitrovica		12.05.2014	7,000.00		7,000.00
Hatija Kandic	Bulevar Narodni Heroja 10		02.06.2014	5,000.00		5,000.00
Hakija Kandic	Imzot Nik Prela 9		05.06.2014	5,500.00		5,500.00
<b>Total donations and cash contributions</b>				<b>25,000.00</b>	<b>0.00</b>	<b>25,000.00</b>

**Note 3: Expenses**

Expenses	Expenses in Euro	Payment in Euro	Outstanding amount in Euro
<b>Wages and salaries</b>			
Net wages and salaries			0.00
Pension contributions of the employee			0.00
Pension contributions of the employer			0.00
Personal Tax income			0.00

Other benefits			0.00
<b>Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Transportation expenses</b>			
Borrowed motorized vehicles			0.00
Fuels	11,222.35	11,222.35	0.00
Airplane/bus/train/taxi etc. tickets	1,158.11	1,158.11	0.00
Car insurance and maintenance	674.85	674.85	0.00
Any other transportation expenses	548.13	548.13	0.00
<b>Total transportation expenses</b>	<b>13,603.44</b>	<b>13,603.44</b>	<b>0.00</b>
<b>Advertising, representation and conferences</b>			
Premises			0.00
Food	4,378.25	4,378.25	0.00
Cultural and recreation activities	548.00	548.00	0.00
Radio and TV advertisements	-	-	0.00
Newsstands and newspaper advertisements	3,157.46	3,157.46	0.00
Other advertising, representation and conferences expenses	-	-	0.00
<b>Total advertising, representation and conferences expenses</b>	<b>8,083.71</b>	<b>8,083.71</b>	<b>0.00</b>
<b>Campaign expenses</b>			
Campaign expenses	15,555.00	15,555.00	0.00

<b>Total Campaign expenses</b>	<b>15,555.00</b>	<b>15,555.00</b>	<b>0.00</b>
<b>Purchase of goods</b>			
Supply of office	879.54	879.54	0.00
Small equipment	657.11	657.11	0.00
<b>Total purchase of goods</b>	<b>1,536.65</b>	<b>1,536.65</b>	<b>0.00</b>
<b>General expenses</b>			
Rent of office space			0.00
Telephone, internet and mail	1,759.25	1,759.25	0.00
Electricity and other utilities (water and waste)	756.15	756.15	0.00
Depreciation expenses of long-term assets	-		
Expenses related to in-kind contributions / goods and services	-		
<b>Total general expenses</b>	<b>2,515.40</b>	<b>2,515.40</b>	<b>0.00</b>
<b>Other expenses</b>			
Maintenance of office space and equipment	857.52	857.52	0.00
Expenses not included in any other category	606.00	606.00	0.00
<b>Total other expenses</b>	<b>1,463.52</b>	<b>1,463.52</b>	<b>0.00</b>
<b>Total expenses</b>	<b>42,757.72</b>	<b>42,757.72</b>	<b>0.00</b>