

Organization for democracy, anticorruption and dignity- Çohu

FINANCIAL STATEMENTS WITH INDEPENDENT AUDITOR'S REPORT

For the year ended 31 December 2013

**Prishtine
May, 2014**

Agron Mustafa
Licenced Auditor
Rr."Selim Berisha" nr.5
10000,Prishtine
Tel:+377 44 163 452

Independent Auditors' Opinion

26 May 2014

To the management of Çohu

We have audited financial statements, revenue and budget expenses of Organization for democracy, anticorruption and dignity-Çohu in Prishtina, Kosova for the year ended 31 December 2013 expressed in EUR. These financial statements and supplementary financial data are the responsibility of the organization's management. Our responsibility is to express an opinion on the aforementioned financial information based on our audit.

We conducted our audit in accordance with International Standards on Auditing (ISA). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the reporting forms are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the reporting forms. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the proper accounting and reporting of the data on the financial statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial information present fairly, in all material respects, the financial position of the Organization as at 31 December 2013, and the results of operations for the year then ended in accordance with contractual agreements signed with donors and relevant laws of Kosovo.

Agron Mustafa
Licensed Auditor

Prishtina



Organization for democracy, anticorruption and dignity- Çohu

BALANCE SHEET
As at 31 December 2013

Assets

Cash	50.734.17
Account Receivable	
Note Receivable	
Inventory	
Investments	
Securities	
Land, buildings and equipment	

50.734.17

Total assets

Liabilities and Funds Balance

Accounts Payable	3.015.89
Grants Payable	
Deferred Income	35.117.60
Mortgages and other notes payable	
Other Liabilities	

Total liabilities 38.133.49

Fund Balance

Fund Balance as of

01.01.2013 14.271.97

Excess(from Income statement) (1.671.29)

Total Balance 12.600.68

Total liabilities and funds balance 50.734.17

Organization for democracy, anticorruption and dignity- Çohu

INCOME STATEMENT
For the period ended 31 December 2013

Revenue

Contribution, gifts, or grants	113.010.93
Fees and revenues from economic activities	
Dues	
Dividends and interest	
Rents	
Other Investment income	
Sale of assets(less costs of sale)	
Special Event Revenue	
Gross sales of inventory(less cost of goods sold)	
Other revenue	

Total Revenue **113.010.93**

Program Services	97.479.22
Management and	
Administration	11.468.22
Other expenses	5.734.11

Total Expenses **114.682.22**

Net Income from Operations

Taxes

Net Income **(1.671.29)**

Organization for democracy, anticorruption and dignity- Çohu

1. Introduction

Organization for democracy, anticorruption and dignity-Çohu is registered as a non-governmental and non-profit Organization under the UNMIK regulation 1999/22, number 5200131-5 with head office in Prishtina.

2. Specific objectives of the organization

- Raiding awareness for anti-corruption through media campaign
- Improvement of implementation of the law on access in official documents in Kosovo
- Strengthening of cooperation with Anti-corruption Agency
- Capacity building of the Organization and strengthening of anti corruption coalition

3. Confirmation of costs

The costs have been accounted for and documented sufficiently according to donor requirements and applicable regulations of Kosovo.

The account of the Organizations are kept following the accounts principle; taxes and other incurring payment obligations have been calculated along with payments and are included in the above figure, regardless of whether payment has taken place within the time interval specified above. All such calculations have been made whenever required by local legislation.

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2. Statement of Significant Accounting Policies

A) General Accounting Principle

For the purposes of financial recording, the Organization uses the combined accrual and cash method of accounting for the reporting the receipt and disbursement of funds. Under this method of reporting of financial transactions, the Organization record most of its transactions on a cash basis of accounting.

B) Summary of Accounting Policies

Foreign Currency Transactions

Reimbursements to the NGO are made in Euros. All financial reports issued by Çohu are expressed in Euros.

Deferred Income

Deferred Income is that income/donation for which the cash has been collected by the organization, but have been yet spent. Consequently this liability occurs when the Organization receives payment in advance for a project to be implemented in future.

Program Expenses

Activities related to specific projects have been specified as program expenses in the income statement.

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Taxation

Organization for democracy, anticorruption and dignity – Çohu is a NGO with public benefit status and all received donations in the reporting year have been implemented into humanitarian purposes. According to “UNMIK Regulation No.2004/51 on Corporate Income Tax “ , NGO’s with public status whose total income was used for their public benefit purposes will have a 0 rate of taxable profit.

Organization for democracy, anticorruption and dignity- Çohu

Notes to the Financial Statements

1.Cash		In Euro
		As at 31.12.2013
	Cash box -Prishtina office	189.73
	Cash at bank	<u>50.544.44</u>
	Total of the Cash Accounts	50.734.17

The Organization funds are disbursed in the bank account in Prishtina and they follow the policy that each donor has separate bank account.

2.Land, Building and Equipment

Fixed assets	Cars	El.equip.IT	Furniture	Total
<u>Acquisitions 2008</u>	<u>8,015.50</u>	<u>939.61</u>	<u>430.38</u>	<u>9,385.49</u>
Depreciation 2008	1,202.32	188.00	86.08	1,476.40
Depreciation 2009	1,202.32	188.00	86.08	1,475.40
Depreciation 2010	1,202.32	188.00	86.08	1,475.40
Depreciation 2011	1,202.32	188.00	86.08	1,475.40
Depreciation 2012	1,603.10	140.94	64.56	1,808.60
<u>Depreciation 2013</u>	<u>1,603.12</u>	<u>46.67</u>	<u>21.50</u>	<u>1,671.29</u>
Net book value 2013	0	0	0	0

The value of fixed assets at the end of period was 1,671.29. It is the policy of the organization to charge depreciation for fixed assets at the rate of 15% straight line method for cars and 20% for equipment and furniture.

3.Deferred Income

	In Euro
	<u>As at 31.12.2013</u>
Deferred Income	<u>35.117.60</u>

Deferred Income relates to the amount of net fixed assets and funds which were received by the Organization for specific projects but were not spent yet.

4. Contribution , Gifts and Grants

OSI	26.715.00
CRD	33.676.00
KFOS	25.000.00
FPD	2.092.72
KCSF	20.000.00
CRD1	30.075.00

Total: **137.558.72**

The income from donations and contributions represents only income recognized as revenue on the statement The balance of 35.117.60 € is recoded as deferred income.

5. Expenses by project -for the period ending 31.12.2013

CRD12-CRDQ-CRDI

7.1 Audit	800.00
6.1 Bank provisions	3.10
7.1 Audit	700.00
6.1 Bank provision	3.30
TOTAL:	1,506.40

DSP

1.1 Project Manager	6,600.00
1.2. Project assistant	6,000.00
1.3 Researcher	6,000.00
1.4 Researcher	6,000.00

2.1.2 Design and graphics	52.20
3.0 Administration	1,894.42
TOTAL:	26,546.62

KFOS13

Journalist 1	3,500.00
Journalist 2	4,000.00
Journalist 3	4,000.00
Office and utilities expenses	203.32
Mobile phone expenses	350.00
Travel	151.03
Bank provisions	27.30
TOTAL:	12,231.65

KFOSCULT

Journalist 1	2,000.00
Journalist 2	2,000.00
TOTAL:	4,000.00

CRDI3

1.1 Project Officer	12,000.00
1.2 Taxes for Project Officer	400.00
1.3 Project assistant (Legal advisor)	8,400.00
1.4 Taxes for Project Assistant	332.90
2.1 Local traveling within Kosova	482.25
4.1 Rent	3,399.00
4.2 Internet	192.00

4.3 Office Supplies	497.06
4.4 Office telephone	300.00
4.5 Mobile phone	600.00
4.6 Utilities	600.00
5.3 Conference/ Roundtable	600.00
5.5 Translation services	600.00
5.6 Office maintenance	240.00
6.1 Bank provisions	92.00
TOTAL:	28,735.21

CRD13

1.1. Journalist 1	3,600.00
1.2. Journalist 2	3,600.00
1.3 Journalist 3	3,600.00
2.1 Local Travel	562.32
4.1 Rent	3,399.00
4.3 Office Supplies	387.05
4.4 Office telephone	50.00
4.5 Mobile phone	600.00
4.6 Utilities	175.00
5.1 Translation	1,998.00
5.2 Web maintenance	1,500.01
5.2 Picture/graphics	600.00
5.3 Office maintenance	330.00
6.1 Bank provisions	77.00
TOTAL:	20,478.38

CRDI13

1.1 Video, Photo and Voice Editing	2,500.00
1.2 Research methodologies and tools (RCIJ)	2,900.00
1.3. Writing, Ethics and Human Rights	1,500.00
2.1 Travel and accommodation	1,619.00
3.1 Video Camera	750.00
3.2 Tripod	250.00
3.3. Dictaphones	200.00
3.4. Battery pack	140.00
5.1. Training room and refreshments	1,265.00
6.1. Bank provisions	62.00
TOTAL:	11,186.00

OSI

Project Manager	1,223.60
Project Coordinator	1,101.24
Researcher	978.88
Financial Officer	978.88
Administrative	595.70
TOTAL:	4,878.30

Salaries	1,950.00
Printing	260.00
Bank provisions	19.30
TOTAL:	2,229.30

Other exspenses

Tax Penalties	939.44
Bank provisions	79.63
Audit	200.00
TOTAL:	1,219.07