

KOSOVAR CIVIL SOCIETY FOUNDATION

(KCSF)
Prishtina - Kosovo

Statement of Sources and Uses of Funds
for the period 01 January 2012 up to 31 December 2012

(with independent auditor's report thereon)
Prishtina, March 27th, 2013

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Abbreviations

NGO	Non Governmental Organisation
KCSF	Kosovar Civil Society Foundation
BTD	Balkan Trust for Democracy
CSF	Civil Society Facility
EUOK	European Union Office in Kosovo
EUROPEUM	EUROPEUM Institute for European Policy
EUICC	EU Information and Cultural Centre
EC	European Commission
KFOS	Kosovo Foundation for Open Society
NOR	Norwegian Embassy in Kosovo
PAI	Public Administration International
SCO-K	Swiss Cooperation Office in Kosovo (SCO-K)
UNDEF	United Nation Democracy Fund





1. Identification

1.1 Audit Assignment

Client: **Kosovar Civil Society Foundation (KCSF)**
Venera Hajrullahu, Executive Director
Fazli Grajqevci, 4/a Street
10000 Prishtina, Kosovo
Phone: +381/ 38/ 248 636 248 643
Fax: +381/ 38/248 636 248 643
E-mail: www.kcsfoundation.org

Contractor: Balluku&Zhaveli, General Partnership
Tomorr Zhaveli, Partner
Agim Ramadani 36/13
10000 Prishtina, Kosovo
Phone: + 44 500 421
E-mail: tzhaveli@Yahoo.com

Assignment: **Audit of the financial statements of the KCSF as of 31 December 2012**

1.3. Audit Team (Auditor) in Charge

Tomorr Zhaveli, Lead Auditor

1.14. Persons Contacted

at the KCSF: Venera Hajrullahu, Executive Director
Vjollca Sllamniku, Finance Manager

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Independent Auditor's Report

**To the Executive Director of
Kosovar Civil Society Foundation (KCSF)
Prishtina - Kosova**

We have conducted an audit of the accompanying Statement of Sources and Uses of Funds of the Kosovar Civil Society Foundation (hereinafter: the "KCSF") Prishtina - Kosovo, for the period 1 January 2012 to 31 December 2012.

Management's Responsibility for the Financial Report

These statements are the responsibility of the KCSF management. Our responsibility is to express an opinion on these statements based on our audit. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. The Organization's policy is to prepare the accompanying statement of cash receipts and disbursement on the modify cash basis. Based on this, revenues are recognized when received rather than earned, and expenses are recognized when paid rather than when incurred.

Auditor's Responsibility

Our responsibility is to express an opinion on this Financial Report based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

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

Basis of qualification

Opinion

In our opinion, we have been able to satisfy ourselves on the accompanying Statement of Sources and Uses of Funds. These statements present fairly, in all material respects, the total income and expenditures received and paid by the organization during the period from 01 January 2012 to 31 December 2012, and are in accordance with the cash receipt and disbursement basis as described above.

**Balluku & Zhaveli
Prishtina, Kosovo**

Tomorr Zhaveli

Legal Auditor



Prishtina, March 27, 2013

Kosovar Civil Society Foundation ("KCSF")

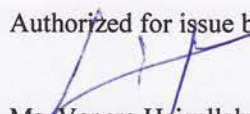
Notes to the Statement of Sources and Uses of Funds for the period
ended 31 December 2012


(amounts in Euro)

BALANCE SHEET AS AT 31 DECEMBER 2012

	Notes	<u>31-Dec-12</u>	<u>31-Dec-11</u>
Current assets			
Cash and bank	4	325,725.02	589,392.09
VAT reimbursement claims	5	0.00	1,701.75
		<u>325,725.02</u>	<u>591,093.84</u>
Fixed Assets			
Tangible fixed assets	6	70,753.98	108,184.71
		<u>70,753.98</u>	<u>108,184.71</u>
Total Assets		<u><u>396,479.00</u></u>	<u><u>698,938.50</u></u>
Liabilities and fund balance			
Creditors / Payables	7	5,985.27	2,192.97
Permanent Restricted Funds - Assets	6	70,753.98	108,184.71
Fund balance	11	319,739.75	588,900.87
		<u>396,479.00</u>	<u>699,278.55</u>
Total liabilities and fund balance		<u><u>396,479.00</u></u>	<u><u>699,277.55</u></u>

Authorized for issue by the management on 27.03.2013


Ms. Venera Hajrullahu
Executive Director


Ms. Vjollca Sllamniku
Finance Manager

The accompanying notes form an integral part of these Statements

Kosovar Civil Society Foundation ("KCSF")Notes to the Statement of Sources and Uses of Funds for the period
ended 31 December 2012*(amounts in Euro)***STATEMENT OF INCOME AND EXPENDITURE AS AT 31 DECEMBER 2012**

	Notes	<u>31-Dec-12</u>	<u>31-Dec-11</u>
Revenue			
Project grants	8	638,754.21	841,041.28
Other Funds	9	<u>29,509.83</u>	<u>21,896.12</u>
		<u>668,264.04</u>	<u>862,937.40</u>
Expenses			
Projects expenses	11	199,268.03	314,970.28
Projects expenses-Granting	11	601,373.71	111,877.16
Administrative expenses	11	<u>122,818.38</u>	<u>128,460.68</u>
		<u>923,460.12</u>	<u>555,308.12</u>
Other Expenses	11	<u>51,395.77</u>	<u>46,986.07</u>
Total of Expenses		<u>51,395.77</u>	<u>602,294.19</u>
Excess of funds over expenditures		<u>(306,591.85)</u>	<u>260,643.21</u>

Kosovar Civil Society Foundation ("KCSF")Notes to the Statement of Sources and Uses of Funds for the period
ended 31 December 2012*(amounts in Euro)***CHANGES IN FUND BALANCE FOR THE PERIOD ENDED 31 DECEMBER 2012**

	Notes	<u>31-Dec-12</u>	<u>31-Dec-11</u>
Funds received:			
Contributions	9,10	668,264.04	862,937.40
		<u>668,264.04</u>	<u>862,937.41</u>
Expenses:			
Project expenses	11	199,268.03	314,970.28
Projects expenses-Granting	11	601,373.71	111,877.16
Administrative expenses	11	122,818.38	128,460.68
Other expenses	11	51,214.61	46,986.07
		<u>974,674.73</u>	<u>602,294.19</u>
Surplus/(deficit) of the period		<u>(306,410.69)</u>	<u>260,643.21</u>
Changes in fund balance			
Fund balance beginning of the year		697,085.58	436,442.37
Fund balance at the end of the year		<u>390,493.73</u>	<u>697,085.58</u>
Excess of funds over expenditure for the year		<u>(306,591.85)</u>	<u>260,643.21</u>