

**FINANCIAL STATEMENTS WITH INDEPENDENT AUDITORS' REPORT**

**FOL MOVEMENT / LËVIZJA FOL**

For the year ended 31 December 2015

**Prishtina  
March 2016**



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## **Independent Auditors' Report**

To: The management of FOL Movement

We have audited the accompanying financial statements of FOL Movement in Prishtine, Kosovo ('organization'), for the year ended 31 December 2015 and a summary of significant accounting policies and other explanatory information. Financial statements have been prepared by management of FOL Movement based on the financial reporting requirements of the donor and relevant laws in Kosovo.

### **Management's Responsibility for the financial report**

Management is responsible for the preparation of financial statements in accordance with the financial reporting requirements, and for such internal control as management determines is necessary to enable the preparation of financial report that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on financial statements 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 about whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial considers internal control relevant to the entity's preparation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

**Opinion**

In our opinion, the financial statements of FOL Movement, for the year ended 31 December 2015 are prepared, in all material respects, in accordance with the financial reporting requirement of donor and relevant laws in Kosovo.

Lulzim Zeka  
Statutory Auditor

Baker Tilly Kosovo  
17 March 2016



**BAKER TILLY**  
**KOSOVO**  
Prishtinë

**FOL Movement**  
**Statement of Comprehensive Income**  
For the year ended 31 December 2015  
*(All amounts in Euro)*

	Notes	<u>31-Dec-15</u>	<u>31-Dec-14</u>
<b>Income</b>			
Income from Donations	4	191,884	177,908
<b>Total Income</b>		<u><b>191,884</b></u>	<u><b>177,908</b></u>
<b>Expenses</b>			
<b>Expenses</b>	5		
Personnel		50,326	48,502
Program Specific Costs		82,911	78,822
Consultants		12,892	17,416
Travel		4,262	5,823
Supplies		2,716	2,483
Equipment		4,374	1,879
Website		9,065	5,854
Communication		2,642	2,226
Other Direct costs		22,696	14,903
<b>Total Expenses</b>		<u><b>191,884</b></u>	<u><b>177,908</b></u>
<b>Net Surplus</b>		<u><b>-</b></u>	<u><b>-</b></u>

**FOL Movement**  
**Statement of Financial Position**  
**As at 31 December 2015**  
*(All amounts in Euro)*

<b>Assets</b>	<i>Notes</i>	<u>31-Dec-15</u>	<u>31-Dec-14</u>
<b>Non-current assets</b>			
Fixed Assets		-	-
<b>Total Non-current assets</b>		<u>-</u>	<u>-</u>
<b>Current assets</b>			
Cash & cash equivalents	3	106,709	19,988
Accounts Receivable	6	3,336	-
<b>Total current assets</b>		<u>110,045</u>	<u>19,988</u>
<b>Total Assets</b>		<u><u>110,045</u></u>	<u><u>19,988</u></u>
<b>Liabilities</b>			
<b>Short term liabilities</b>			
Accounts payable		929	448
Tax and Payroll Liabilities		2,056	-
Deferred Revenues	4	106,568	19,540
Other liabilities		359	-
<b>Total short term liabilities</b>		<u>109,913</u>	<u>19,988</u>
<b>Total Liabilities</b>		<u>109,913</u>	<u>19,988</u>
<b>Equity</b>			
Opening Balance		-	-
Unrestricted Funds		132	-
<b>Total Equity</b>		<u>132</u>	<u>-</u>
<b>Total Liabilities and Equity</b>		<u><u>110,045</u></u>	<u><u>19,988</u></u>

These financial statements have been approved and signed on behalf of the management on 05 March 2016 by

**Petrit Zogaj, Executive Director**



**FOL Movement**  
**Cash Flow Statement**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

	<u>2015</u>	<u>2014</u>
	EUR	EUR
<b>Cash flow from operating activities</b>		
Net surplus/(deficit) for the year	-	-
<i>Changes in operating assets and liabilities</i>		
Depreciation	-	-
(Increase)/Decrease in receivables	(3,336)	-
(Increase)/Decrease in other advances	-	-
Increase/(Decrease) in payables	481.49	(304.20)
Increase/(Decrease) in payroll liabilities	2,056.20	(2,179.27)
Increase/(Decrease) in other liabilities	87,518.54	(40,932.00)
<b>Net cash flow from operating activities</b>	<b>86,720</b>	<b>(43,415)</b>
<b>Cash flow from investing activities</b>		
Additions in fixed assets	-	-
<b>Net cash flow from investing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease)</b>	<b>-</b>	<b>-</b>
Cash and cash equivalents at the beginning of the year	19,988	63,404
<b>Cash and cash equivalent at the end of the year</b>	<b>106,709</b>	<b>19,988</b>



**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**1. Introduction**

FOL Movement is registered as a non-governmental and non-profit Organization under the Law No. 03/L-134 on Freedom of Associations in Non-Governmental Organizations, number 5112424-3 on 25 June 2009 with head office in Pristina, and started to operate from 01 September 2009.

The organization is established to contribute in the transparency and accountability of the public institutions of Republic of Kosovo. To achieve these goals organization will undertake these activities:

- Debates and Trainings
- Conferences, seminars and round tables
- Publications and Research
- Avocation and technical support
- Monitoring of public institutions
- Mobilizing and networking

FOL Movement's donors for the year 2015 are:

- Royal Netherlands Embassy
- Canadian Embassy
- National Endowment for Democracy
- Folke Bernadotte Academy
- Advocacy Training and Resource Center (ATRC) - USAID
- Kosovo Foundation for Open Society
- Foreign and Commonwealth Office - British Embassy
- FOL Movement
- Civil Rights Defenders
- The Charles Stewart Mott Foundation
- US Embassy Pristina
- Kosovo Democratic Institute

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**2. Statement of Significant Accounting Policies**

**A) General Accounting Principle**

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

The financial statements have been prepared in accordance with the Kosovo Accounting Standards under historical cost convention as modified by the revaluation of financial assets and liabilities.

**B) Summary of Accounting Policies**

**Reporting Currency**

The FOL Movement accounting records are maintained in EURO and all financial statements are prepared and presented in EURO

**Deferred Revenues**

Deferred Revenues are that revenues/donation for which the cash has been collected by the organization, but have not been yet spent. Consequently this liability occurs when FOL Movement payment in advance for a project to be implemented in future.

**Taxation**

FOL Movement is a NGO whose received donations in the reporting year have been implemented into humanitarian purposes. According to law L162 on Corporate Income Tax, international NGO's whose total income was used for their public benefit purposes are tax exempted.

**Cash and cash equivalents**

Cash and cash equivalents comprise of cash in hand and bank balances.



**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**3. Cash and cash equivalents**

<b>Procredit Bank</b>	<b>2015</b>	<b>2014</b>
1110310629000107	282	156
1110310629010195	92,860	2,302
1110310629020186	-	-
1110310629030177	2,398	1,758
1110310629040168	514	-
1110310629050159	4,301	10,228
1110310629060150	5,211	4,867
1110310629070141	1,103	346
1110310629080132	-	65
Petty cash	40	265
<b>Total</b>	<b>106,709</b>	<b>19,988</b>

**4. Donations/Deferred revenues**

<b>Donor</b>	<b>Deferred revenues in 2015</b>	<b>Transferred in 2015</b>	<b>Expenses 2015</b>	<b>Returned to Donors</b>	<b>Deferred revenues for the next period</b>
Royal Netherlands Embassy		77,168	7,585.50		69,582
Canadian Embassy		14,943	3,005.56		11,937
National Endowment for Democracy		6,332	2,219.46		4,113
Folke Bernadotte Academy		10,038	5,623.16		4,415
Advocacy Training and Resource Center (ATRC) - USAID		11,286	10,822.00		464
Kosovo Foundation for Open Society	9,929	9,930	19,859.00		0
Foreign and Common Wealth Office - British Embassy	(11,860)	63,794	51,933.74		0
Levizja FOL	102	-131	2,924.07		-2,953
Civil Rights Defenders	0	37,950	37,950.00		0
The Charles Stewart Mott Foundation	16,682	26,172	28,946.66		13,907
US Embassy Pristina	4,687	19,432	19,015.11		5,104
Kosovo Democratic Institute		2,000	2,000.00		0
<b>Total</b>	<b>19,540</b>	<b>278,913</b>	<b>191,884.26</b>		<b>106,568</b>

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses**

Report of expenses for the projects implemented in 2015

**Kingdom of the Netherlands**

Establishing Anti-Corruption Education Centre in Kosovo  
 PRI/15/MATRA/38 - 28187

	<b>Expenses</b>
Executive Director	200.00
Financial Officer	200.00
Program Director	200.00
Office Rent	400.00
Utilities	431.50
Branding of the AEC	354.00
Splitting space, construction of current premises and renovation for AEC	4,500.00
Equipment (Tables, bookshelf, Desk, Wall Banner, Printing)	470.00
Cocktail (50 persons x 10)	430.00
<b>Total</b>	<b>7,185.50</b>

**Kingdom of the Netherlands**

Establishing the Kosovo Anti-Corruption Index through conducting the Corruption SCAN and  
 Public Integrity SCAN research  
 PRI/15/MATRA/37 - 28186

	<b>Expenses</b>
Executive Director	200.00
Financial Officer	200.00
<b>Total</b>	<b>400.00</b>

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**Canadian Embassy**

Strengthening public scrutiny over the performance of anti-corruption institutions  
 CFLI-2015-KSOVO-066

	<b>Expenses</b>
Bank Charges	22.41
Establishing Anti-corruption Education Centre (Designing of the space and Maintenance) Online Platform	416.70
Preparing Education materials	299.00
Conducting one (1) round of survey	1,200.00
Project Manager - (will devote 70% of his time to this project)	573.75
Project Researcher - (will devote 100% of his time to this project)	493.70
<b>Total</b>	<b>3,005.56</b>

**National Endowment for Democracy**

Fostering Open Debate through New Media  
 2015 - 1148

	<b>Expenses</b>
Editorial board member #1	407.07
Office maintenance and utilities,	134.38
Rent,	542.75
Phone & internet,	42.09
Travel (gas & taxi),	29.03
Editorial board member	814.14
Design and photo editing	250.00
<b>Total</b>	<b>2,219.46</b>



**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**Folke Bernadotte Academy**

Measuring RoL in PA in Kosovo  
202100-5380

	<b>Expenses</b>
Adjusting questionnaire and deciding on specific entry-points for the assessment	290.00
Completing the interviews and the in-desk research	2,569.44
Adjustment of the questionnaire and finalization of the sample size and methodology	435.00
Pre-testing questionnaires using a focus group	200.00
Data collection	800.00
Adjustment of the questionnaire and finalization of the sample size and methodology -2	358.18
Translation of the questionnaire	-
Pre-testing questionnaires using a focus group -2	200.00
Data analysis and report writing	496.72
Transportation	150.00
Communication	123.82
<b>Total</b>	<b>5,623.16</b>

**Advocacy Training and Resource Center**

Youth involvement in promoting fight against corruption in education system in Kosovo  
AID-167-A-15-00001

	<b>Expenses</b>
Project Manager	2,398.49
Executive Director	999.38
Finance Officer	799.50
Employee Contribution	209.87
Office Supplies	177.38
Travel Expenses	193.74
Communication Expenses	250.61
Bank Fees	4.00
Project Researcher	1,599.01
Administration Panel of the online Platform	891.66
Developing of the online tools	1,783.33
Website integration	286.78
Office Rent	1,228.25
<b>Total</b>	<b>10,822.00</b>

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

<b>Kosovo Foundation for Open Society</b>	
Truth-o-meter	
C-10-14	
	<b>Expenses</b>
Executive Director	2,400.00
Monitoring Officer	4,000.00
Project Researcher	4,000.00
Analyst	1,500.00
Office Rent Costs	3,199.69
Utilities	872.70
Administration Panel of Truthometer	2,999.76
Conference (Space rental and sound system)	429.00
Printing Costs	297.68
Social Media Promote	160.17
<b>Total</b>	<b>19,859.00</b>

<b>FOL Movement</b>	
Program Costs	
	<b>Expenses</b>
Administrative Costs	500.07
Program Specific Costs	2,424.00
<b>Total</b>	<b>2,924.07</b>

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**Foreign and Common Wealth Office**

The process of membership in the OGP

	<b>Expenses</b>
Executive Director	1,792.40
Project Manager	3,943.29
Finance Manager	1,792.40
Tax fee @ 5% contributions from the employee	376.41
Costs for general office supplies	382.30
Conducting research and analyses regarding transparency and accountability in the government	438.17
Developing a "Lessons Learned from the Balkan countries in the process of membership in the OGP	967.71
Project Officer	4,216.41
Organizing consultations with the civil society organizations to establish a forum that would monitor the implementation of the Kosovo National Action Plan for membership in the OGP	1,200.89
Publishing periodical progress reports on the implementation of the Kosovo National Action Plan for membership in the OGP	717.58
Provide technical support for 5 municipalities and 3 central institutions	4,021.57
Develop five monitoring and policy reports in five areas	1,667.92
Updating and promoting FOL's online platform for monitoring the Wealth and Assets	788.80
Organizing a conference in Kosovo with civil society members from the five Balkan states and UK	5,998.70
Office Rent	4,003.00
Heating Cost	212.63
Utilities	489.08
Audit Cost	667.00
Technical Supplies	90.17
<b>Total</b>	<b>33,766.43</b>



**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**Foreign and Common Wealth Office**

Increasing Kosovo Government Efficiency on Implementing OGP National Action Plan  
 PEU SRE 150405

	<b>Expenses</b>
Executive Director	2,621.21
Project Manager	6,553.03
Finance Manager	2,442.78
Tax fee @ 5% contributions from the employee	580.85
Office utilities,	53.21
Heating Cost	369.50
Costs for general office supplies	575.00
Scratch Crads	690.00
Staff domestic travel, 10 months @ £100	765.90
Analyses to identify the existing gaps within the Whistleblowers Protection Law	589.23
Legal Adviser	685.61
Draft-regulation on Regulations on Transparency and Regulation on Conflicts of Interest within Public Procurement.	81.00
Measuring municipality transparency and civic participation in budget-making process	500.00
38 public consultations 247.21£ X 38 public consultations (space rent, refreshments, printing cost for materials, advertisement for calling citizens to participate in these public consultations, preparing and publishing 38 fact finding reports)	329.62
FOL and Gov. will conduct and prepare National Action Plan 2 for 2016-2018	625.31
Technical Supplies ((Maintenance of 10 laptops, 4 printers and other technical and logistical means within the office)	705.07
<b>Total</b>	<b>18,167.31</b>

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**Civil Rights Defenders**

Supporting Anti-Corruption Policy  
151410

	<b>Expenses</b>
Executive Director	4,800.00
Project Manager	5,400.00
Finance Manager	4,800.00
Office Rent	3,994.00
Monitoring Officer	3,200.00
Web Editor	5,400.00
Internship (2x3month)	1,200.00
Developing and maintaining online platform	3,999.00
Individual posts in S'bunker	916.00
Initiating and publishing regular Debates	1,707.00
Round Table	1,356.00
Conference	500.00
Printing Costs	250.00
Bank Fee	128.00
Auditing Costs	300.00
<b>Total</b>	<b>37,950.00</b>

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**The Charless Stewart Mott Foundation**

Strengthening Capacity and Outreach

2011-00236.01

	<b>Expenses</b>
Project Manager	1,246.56
Finance Manager	720.70
Local Transportation	202.10
Office Rent	4,807.15
Telephone/fax	1,167.60
Heating costs	611.78
Office Supplies	144.32
Municipality Coordinators	304.00
Resource Center Designee	106.90
Public Lectures, Trainings (Trainer Fee)	441.53
Contracting a company to create and develop the online platform	283.70
Transportation for Summer Camp	732.15
Accommodation for Summer Camp	1,487.60
Food for Summer Camp	756.12
Organizing the Speak Out openly Forum (Rent of Sound and Translation Equipment)	235.00
Encourage, support and acknowledge citizen courage (Space rentals for event)	95.75
Encourage, support and acknowledge citizen courage (Refreshments)	295.70
Encourage, support and acknowledge citizen courage (Printing Costs, Invitations, Materials)	359.69
Printing Costs	1,209.24
Round tables, 4 per municipality (Space Rentals)	446.28
MOTT II: Round tables, 4 per municipality (Refreshments and Food)	1,028.02
<b>Total</b>	<b>16,681.89</b>

**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**The Charless Stewart Mott Foundation**

Strengthening capacity and outreach

2011-00236.02

	<b>Expenses</b>
Executive Director	1,595.63
Project Manager	2,127.52
Program Manager	1,595.64
Finance Manager	1,063.75
Local Transportation	284.63
Office Rent	30.00
Furniture, computer equipment	610.68
Telephone/fax	553.98
Heating costs	260.54
Office supplies	404.37
Office maintenance	730.51
Municipality Coordinators	910.15
Refreshments and meals for volunteers	96.50
Refreshments for participants	658.45
Sound System Equipment	100.00
Room Lighting and Scenography	470.00
Hiring a consultant to draft the organization strategy	654.30
Printing Costs	118.12
<b>Total</b>	<b>12,264.77</b>



**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**5. Expenses (continued)**

**US Embassy Prishtina**

Confiscation of illegal wealth and assets  
S-KV420-14-GR-121

	<b>Expenses</b>
Project Officer	2,668.53
Executive Director	1,557.04
Staff domestic travel	358.65
Costs for general office supplies	307.11
Organizing four (4) quarterly round tables	641.68
Organizing two (2) working meetings	81.50
7 public meeting in 7 main regions of Kosovo	1,783.32
General conference	241.65
Sound System Translation	245.00
Production of short documentary	2,241.25
Redesign online Platform of Anti-Corruption Statistics	407.16
Project Researcher	2,372.03
Finance Manager	1,297.54
Printing Costs	489.95
Scratch Cards	324.38
<b>Total</b>	<b>15,016.79</b>

**US Embassy**

Sbunker blog  
S-KV420-15-GR-093

	<b>Expenses</b>
Production of 124 op-eds	1,053.53
Production of 400 short comments	265.19
Production of 72 essays/creative works	1,108.30
Production of 133 days of news summaries	1,266.00
Payment to boost following in social media (Facebook)	305.30
<b>Total</b>	<b>3,998.32</b>

**Kosovo Democratic Institute**

Research Paper

	<b>Expenses</b>
Researcher	2,000.00
<b>Total</b>	<b>2,000.00</b>

<b>TOTAL EXPENSES</b>	<b>191,884.26</b>
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**FOL MOVEMENT**  
**Notes of the Financial Statements**  
**For the year ended 31 December 2015**  
*(All amounts in Euro)*

**6. Accounts Receivable**

<b>As at 31 December</b>	<b>2015</b>	<b>2014</b>
Folke Bernadotte Academy	3,336	-
<b>Total</b>	<b>3,336</b>	-