

LĒVIZJA FOL (“FOL”)

FINANCIAL STATEMENTS WITH INDEPENDENT AUDITORS’ REPORT

As at and for the year ended 31 December 2023

Contents

SPECIAL PURPOSE INDEPENDENT AUDITOR’S REPORT 3

STATEMENT OF FINANCIAL POSITION 5

STATEMENT OF COMPREHENSIVE INCOME 6

STATEMENT OF FUNDS BALANCE 7

CASH FLOW STATEMENT 8

1. Organization 9

2. Basis of preparation 9

3. Summary of significant accounting policies 10

4. Cash and cash equivalents 10

5. Deferred revenues 11

6. Accounts payable 12

7. Administrative and program Expenses 12

8. Events after the reporting date 12

SPECIAL PURPOSE INDEPENDENT AUDITOR'S REPORT

To: LËVIZJA FOL ("FOL") management

Opinion

We have audited financial statements of FOL which comprises the statement of financial position as at 31 December 2023, and the income statement for the year then ended, and notes to financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Organization as at December 31, 2023 and its financial performance and its cash flows for the year then ended in accordance with the basis of preparation as described in Note 2 and the requirements of Law No. 06/L-043 on Freedom of Association in Non-Governmental Organizations.

Basis for 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 Organization in accordance with the ethical requirements that are relevant to our audit of the financial statements in Kosovo, and we 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Organization 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 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 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 skepticism throughout 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 Organization'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 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 Organization's ability to continue as 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 auditor's report. However, future events or conditions may cause the Organization 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.

Lulzim Krasniqi
Statutory Auditor

Quatra Audit Int L.L.C.
22 March 2024



LĒVIZJA FOL

STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

(All amounts in Euro)

As at 31 December	<i>Notes</i>	2023	2022
Fixed assets			
Property Plant and Equipment			-
Total			-
Current assets			
Cash at bank and in hand	4	143,735	82,111
Receivables		-	-
Total		143,735	82,111
Total assets		143,735	82,111
Liabilities			
Deferred Revenues	5	133,727	80,070
Payroll Payables	6	10,008	2,041
Total		143,735	82,111
Fund balance			
Total opening fund			
Surplus/(deficit) for the period			
Total		-	-
Total liabilities and fund		143,735	82,111

Approved by:

Mexhide Demolli-Nimani, Director



Granit Zhubi, Finance Manager



The accompanying notes from 1 to 9 of the financial statements are an integral part of them.

LĒVIZJA FOL

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2023

(All amounts in Euro)

For the year ended 31 December		2023	2022
	<i>Notes</i>		
Incomes			
Grants and Donations	5	272,383	223,760
Total incomes		272,383	223,760
Expenses			
Program and administrative expenses	7	(272,383)	(223,760)
Total Expenses		(272,383)	(223,760)
Net Surplus of Expense over Income		-	-

The accompanying notes from 1 to 9 of the financial statements are an integral part of them.

LĒVIZJA FOL

STATEMENT OF FUNDS BALANCE

For the year ended 31 December 2023

(All amounts in Euro)

	Funds balance	Total
As at 31 December 2021	-	-
Net Surplus/(Deficit)	-	-
As at 31 December 2022	-	-
Net Surplus / (Deficit)	-	-
As at 31 December 2023	-	-

LĒVIZJA FOL

CASH FLOW STATEMENT

For the year ended 31 December 2023

(All amounts in Euro)

For the year ended 31 December

Cash flow from operating activities

	<u>2023</u>	<u>2022</u>
Net surplus/(deficit) for the year	-	-
<i>Changes in operating assets and liabilities</i>		
Depreciation		
(Increase)/Decrease in receivables	-	5,937
(Increase)/Decrease in prepayments		
Increase/(Decrease) in liabilities	7,967	(1,036)
Increase/(Decrease) in other liabilities	53,657	(18,497)
Net cash flow from operating activities	<u>61,624</u>	<u>(13,596)</u>

Cash flow from investment activities

Investment in equipment	-	-
Net cash flow from investment activities	<u>-</u>	<u>-</u>

Net increase/(decrease)

	<u>61,624</u>	<u>(13,596)</u>
--	----------------------	------------------------

Cash and cash equivalents at the beginning of the year	82,111	95,707
--	--------	--------

Cash and cash equivalent at the end of the year	<u>143,735</u>	<u>82,111</u>
--	-----------------------	----------------------

LËVIZJA FOL

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

(All amounts in Euro)

1. Organization

The FOL movement is registered as a non-governmental organization according to Law No. 06 / L43 "On freedom of association in non-governmental institutions" with Register No. 5112424-3 from 25.06.2009, and possesses NF 600186862.

The full name is "Levizja FOL" short name "FOL".

The Statute of the Organization defines this governance structure:

1. The Assembly of Members is the highest governing body of the organization and consists of all members of the organization.
2. The Advisory Board is established to contribute and support the organization in the decision-making process.
3. The Executive Director elected by the Assembly of Members is a representative of the organization and acts on behalf of the organization.

The objective of the organization is:

Supporting citizens, increasing transparency and accountability of public institutions in order to enable good governance without corruption.

Transparency and accountability of public institutions in Kosovo is the main goal and commitment of the FOL Movement.

The main activities in achieving the objective are in the form of:

- Conferences, seminars, roundtables and meetings;
- Workshops and trainings;
- Publications, research and translation of materials;
- Advocacy and technical support;
- Monitoring;

2. Basis of preparation

The financial statements have been prepared in accordance with the requirements of Law no. 06/L-043 on Freedom of Association in Non-Governmental Organizations for the purpose of reporting to the NGO Regulatory Office.

Financial statements are prepared on modified cash basis, based which revenues and expenses are recognized at the time when either received and paid. The organization uses Quick Books for keeping its financial records and for financial statements preparation.

LËVIZJA FOL

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

(All amounts in Euro)

3. Summary of significant accounting policies

3.1 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and unrestricted cash held with banks or term deposits with maturity of less than three months.

3.2 Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and represents solely amount receivable from donors with regard to the payroll, operating, and other expenses incurred.

3.3 Foreign currency transactions

Transactions in currencies other than the functional currency (foreign currencies) are recorded at the rates of exchange prevailing on the dates of the transactions. At each reporting date, monetary items denominated in foreign currencies are retranslated at the rates prevailing on the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated. Exchange differences arising on monetary items, are included in the profit and loss of the period in which they arise.

3.4 Employee benefits

The Organization makes no provision for and has no obligation for employee pensions over and above the contributions paid into the Kosovo Pension Savings Trust.

3.5 Contingencies and provisions

Contingent liabilities are not recognized in the financial statements. They are disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is not recognized in the financial statements but disclosed when an inflow of economic benefits is probable. A provision is recognized if the Organization has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and a reliable estimate can be made of the amount of the obligation.

3.6 Critical judgments and key sources of estimation uncertainty

In the process of applying the Organization's accounting policies, which are described above, management has made no judgments that have significant effects on the amounts recognized in the financial statements.

4. Cash and cash equivalents

	As at December 31, 2023	As at December 31, 2022
Cash at bank	143,587	81,801
Cash on hand	148	310
Total	143,735	82,111

LĒVIZJA FOL

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

(All amounts in Euro)

5. Deferred revenues

Donor	Deferred revenues from 2022	Transferred in 2023	Expenditures 2023	Deferred revenues for the next period
Independent Journalists 19-2021	(475)	475	-	-
UNMIK - 2021	30	-	30	-
Rockefeller Brothers Fund 2022	34,371	35,816	36,355	33,831
Open Contracting	2,686	-	2,627	58
FES - Elections 2021	30	-	-	30
KAS Prishtina	2,876	-	-	2,876
CSD - LEGA PROJECT	691	-	-	691
Debate Center - 2019	1,663	1,966	-	3,628
ATRC	200	-	-	200
CDF	-	5,999	5,999	-
Monitorimi i konsultimeve publike	27	-	-	27
UNDP	-	12,500	12,500	-
D4D-NDI	-	2,449	2,356	93
World Bank BGF	-	29,985	24,022	5,964
Smart Balkans 2023	-	3,927	6,300	(2,373)
Internews	-	11,013	3,344	7,669
Balkan Tender Watch	-	16,185	3,579	12,606
ATRC EU (17-2023)	-	9,000	9,000	-
ROYAL NETHERLANDS EMBASSY - MATRA	-	10,764	8,351	2,412
TEAM DAI - Whistleblowing 2023	-	5,458	3,541	1,917
EU-EIDHR	-	56,690	41,391	15,299
Predstavništvo World Learning Karadjordje	100	-	-	100
Sbunker	730	-	-	730
Open Procurement Transparency Portal 4.0	1,337	-	268	1,069
Open Procurement Transparency Portal 3.0	1,868	-	-	1,868
Open Procurement Transparency Portal	7,567	-	-	7,567
Open Procurement Transparency Portal 2.0	5,197	-	-	5,196
PERFORMANCE 2018	(193)	-	-	(193)
IFES 2022	4,750	-	4,750	-
IFES 2023	-	54,167	13,820	40,347
US Embassy - INL - 2023	-	-	7,884	(7,884)
US Embassy - INL - 2022	16,618	69,646	86,264	-
Total	80,070	326,039	272,383	133,727

LĒVIZJA FOL

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2023

(All amounts in Euro)

6. Accounts payable

	As at December 31, 2023	As at December 31, 2022
Accounts Payable	5,376	303
Payroll Liabilities	4,632	1,738
Total	10,008	2,041

7. Administrative and program Expenses

	For the year ended 31 December 2023	For the year ended 31 December 2022
Personnel	101,377	71,980
Consultants	20,811	21,108
Travel, Transport, Per Diem	40,124	39,423
Facilities and Equipment	5,295	4,132
Supplies	4,201	3,236
Other Direct Costs	15,024	36,046
Operations	80,775	46,662
Grants	4,775	1,174
Total	272,383	223,760

8. Events after the reporting date

There are no events subsequent to the reporting date that require disclosure in the financial statements of Organization.