



KOSOVO LAW INSTITUTE  
INSTITUTI I KOSOVES PER DREJTESI  
KOSOVSKI INSTITUT PRAVDE

## **KOSOVO LAW INSTITUTE - KLI**

Independent Auditor's Report and financial statements  
for the year ended December 31, 2019

## KOSOVO LAW INSTITUTE - KLI

TABLE OF CONTENTS	PAGE
AUDITORS' REPORT	
BALANCE SHEET	1
STATEMENT OF REVENUE AND EXPENDITURE	2
STATEMENT OF CHANGES IN NET ASSETS	3
STATEMENT OF CASH FLOWS	4
NOTES TO THE FINANCIAL STATEMENTS	5 - 16



## **INDEPENDENT AUDITORS' REPORT**

**To the Management of Kosovo Law Institute - KLI**

### ***Opinion***

We have audited the accompanying financial statements of Kosovo Law Institute - KLI, which comprise the statement of financial position as at December 31, 2019, and the statement of profit or loss, statement of changes in fund balances and statement of cash flow for the year then ended, and other explanatory notes.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Kosovo Law Institute - KLI as of December 31, 2019, results of its operation and the cash flow for the years then ended in conformity with International Financial Reporting Standards.

### ***Responsibilities of Management and those charged with Governance for the financial statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard and the internal controls that the management deems necessary to enable the preparation of financial statements without material misstatement due to fraud or error. For the financial statements preparation, management is responsible for assessing the company's ability to sustainability in the future, disclosing, as necessary, future sustainability issues and using the accounting continuity principle unless management intends to liquidate the Company or Interrupt the operation, or there is no other possible alternative than to do it. Those charged with governance are responsible for overseeing the Organization's financial reporting process.

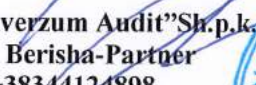
### ***Auditor's Responsibilities for the Audit of the financial statements***

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 total, 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 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 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 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 Organization'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 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.

  
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March 30, 2020




**KOSOVO LAW INSTITUTE - KLI**  
**Balance Sheet**  
**For the year ended December 31, 2019**

	Notes	December 31, 2019 (in EUR)	December 31, 2018 (in EUR)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property and equipment		-	-
Total non-current assets		-	-
<b>Current assets</b>			
Accounts Receivable	3	-	61,596
Other Receivables		-	-
Cash and bank balances	4	118,433	82,961
Total current assets		118,433	144,556
<b>TOTAL ASSETS</b>		<b>118,433</b>	<b>144,556</b>
<b>LIABILITIES AND RESERVES</b>			
<b>Current liabilities</b>			
Liabilities toward donator		-	-
Accounts payable and accrued expenses	5	17,821	26,407
Deferred Revenue	6	100,612	118,149
Total current liabilities		118,433	144,556
<b>Reserves</b>			
Retained surplus		-	-
Net (deficit)/surplus for the year		-	-
Total reserves		-	-
<b>TOTAL LIABILITIES AND RESERVES</b>		<b>118,433</b>	<b>144,556</b>

The financial statements have been signed on March 30, 2020 by:

  
**Ehat Miftaraj**  
*Executive Director*



  
**Xheladin Bytyqi**  
*Financial officer*

The accompanying notes from 1 to 12 form an integral part of these financial statements

**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements**  
**For the year ended December 31, 2019**

		Year ended December 31, 2019 (in EUR)	Year ended December 31, 2018 (in EUR)
	Notes		
<b>Income</b>			
Grant Incomes	7	481,924	325,564
<b>Total income</b>		<b>481,924</b>	<b>325,564</b>
<b>Expenditure</b>			
Salaries - Management and Administration	8	66,393	56,531
Salaries - Staff on Projects Activity	8	234,129	169,944
Production expense		19,747	32,259
Other Operating Expenses	9	161,655	66,830
<b>Total expenditure</b>		<b>481,924</b>	<b>325,564</b>
<b>Excess of incomes over expenses</b>		<b>-</b>	<b>-</b>

The financial statements have been signed on March 30, 2020 by:

  
**Ehat Miftaraj**  
*Executive Director*



  
**Xheladin Bytyqi**  
*Financial officer*

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**KOSOVO LAW INSTITUTE - KLI**  
**Statement of Changes in Net Assets**  
**For the year ended December 31, 2019**

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	<b>Retained surplus</b>	<b>Total Reserves</b>
	<b>(in EUR)</b>	<b>(in EUR)</b>
<b>Balance as at December 31, 2017</b>	<u>-</u>	<u>-</u>
Net deficit/surplus for the year ended December 31, 2018	-	-
	<u>-</u>	<u>-</u>
<b>Balance as at December 31, 2018</b>	<u>-</u>	<u>-</u>
Net deficit/surplus for the year ended December 31, 2019	-	-
	<u>-</u>	<u>-</u>
<b>Balance as at December 31, 2019</b>	<u>-</u>	<u>-</u>

The accompanying notes from 1 to 12 form an integral part of these financial statements

**KOSOVO LAW INSTITUTE - KLI**  
**Statement of Cash Flows**  
**For the year ended December 31, 2019**

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	<b>Year ended December 31, 2019 (in EUR)</b>	<b>Year ended December 31, 2018 (in EUR)</b>
<b>Cash flows from operating activities</b>		
(Deficit)/surplus for the period	-	-
Adjustment for:		
Depreciation	-	-
Liabilities toward donator	-	(11,662)
Change in receivables	61,596	(61,596)
Change in payables	(8,586)	22,581
Change in other current liabilities	(17,537)	82,971
<b>Net cash from operating activities</b>	<b>35,472</b>	<b>32,294</b>
<b>Cash flows from investing activities</b>		
Acquisition of property and equipment	-	-
<b>Net cash used in investing activities</b>	<b>-</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>35,472</b>	<b>32,294</b>
Cash and cash equivalents at 1 January	82,961	50,667
<b>Cash and cash equivalents at 31 December</b>	<b>118,433</b>	<b>82,961</b>

The accompanying notes from 1 to 12 form an integral part of these financial statements



**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements**  
**For the year ended December 31, 2019**

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**1. INTRODUCTION**

Kosovo Law Institute (KLI) is non-governmental organization and non-profit of public policy, and specialized ideal in the justice sector which with the advancement of the law. Established on 4 February 2009, the institute functions as a professional association registered at the Ministry of Public Administration with the number 5112193-7 at the head of which stands the Assembly of Members. Activity of the KLI is led by the Executive Director, advised by the Advisory Board of the organization.

Mission of KLI is to strengthen the rule of law and improving access to justice for citizens.

Vision of KLI is consolidation of the society with democratic values that respects and promotes the principles of rule of law and good governance.

Goal of KLI is continuous advancement of law in Kosovo. We intend to reach this goal through our research, publishing and advocacy activities, which we organize in six programs that enable us a comprehensive approach of intervention, from making of law to their implementation by the responsible institutions.

Its activity, institute develops through the programmatic structure. 1) Making of law; 2) Rule of Law; 3) Anticorruption; 4) Justice in elections; 5) Education; 6) Media and 7) Access to Justice.

**Access and principles**

Ensuring that domestic law is done through a transparent and inclusive process and is implemented through an efficient system responsibility and accountability of justice institutions, KLI builds the basis of its actions towards the institutional goal. Through specific programs for justice in elections and anti-corruption, these activities are synthesized in a comprehensive approach toward advancing justice in Kosovo, an approach that we complete through our educational and awareness activities.

KLI constantly publishes reports that arise from our investigative and monitoring work, the nature of which extends throughout the spectrum of justice, from the appointment and reappointment of judges and prosecutors, to justice reforms, and to accountability within this system.

**Principles** that lead our activity are **accuracy, transparency and accountability.**

**Activities**

The Kosovo Law Institute in its activity undertakes these activities:

Legal research, including, inter alia, public policy research related to the rule of law, qualitative and comparative analysis of laws and public policies, comparative analysis between Kosovo, the region and Europe.

Journalistic research, including the identification of flaws, bad practices, disrespect of rules and procedures as well as other investigations of particular cases that are of interest to the public.

Analysis and legal expertise, including legal and technical support for the institutions of rule of law.

Advocacy, including direct advocacy to the institutions, advocacy through the media, mobilization of the legal and civil society sector on matters of particular interest.

**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

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Reporting, including television and online reporting, for the progress and functioning of the rule of law system, informing citizens about this system, functioning and reforming it, with a particular focus on improving access to justice.

Systematic monitoring of the work of the rule of law institutions, including police, prosecution, courts and the Bar Association, as well as issuing periodic and special reports that arise from the monitoring process.

Continuous technical and substantive support of the institutions of the Republic of Kosovo, through active participation in working groups for the initiation and amendment of legislation, as well as other professional groups, starting from the phase of concept documents to the revision of laws in the Assembly.

Representing the community of lawyers and civil society in legislative process and playing the role of the liaison bridge between the system of rule of law and society.

Continuous promotion of the principles of separation of powers, promotion of human rights and freedom with a special focus on rights along the proceedings in the justice system.

Promoting the role of the judiciary with a particular focus on informing the role of prosecutors and judges as well as institutions of judicial power as KJC and KPC.

Encouraging the functioning of rule of law institutions, including inducement for transparency, functional system of accountability and holding them responsible, as well as cooperation between institutions of rule of law.

Assessment of implementation of the policies and laws, including laws, strategies, action plans and other policy documents regarding the rule of law.

Organizing debates, whether internal debates between institutions and stakeholders, public debates or TV debates for important matters in the area of rule of law, fight against corruption and the functioning of judicial power.

**KLI products**

Kosovo Law Institute, besides ad-hoc and occasional products, produces the following products:

- Periodic reports of court monitoring
- Periodic reports of prosecutions monitoring
- Periodic reports of police monitoring
- Detailed reports of the proceeding of corruption cases
- Detailed reports of the proceeding of cases of characteristic criminal offenses
- Detailed reports of the proceeding of civil cases
- Detailed reports of the proceeding of administrative cases
- Research and analysis of public policies regarding the rule of law, specifically the justice system and the fight against corruption.
- Quick public reactions on certain matters
- Analysis of laws and their compliance with EU and UN standards
- Construction of a platform of information sources, statistics and other data, arising as a result of the work of the KLI (and not only) which are published on a special internet page and serves as a primary source for researchers and journalists.
- Daily journalistic reports on court hearings.
- Daily news about the rule of law system
- News analysis on weekly basis



**KOSOVO LAW INSTITUTE - KLI**

**Notes to the Financial Statements (continued)**

**For the year ended December 31, 2019**

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- Research reports, journalistic, regarding the rule of law
- The TV show specialized in the rule of law “Oath for Justice”

KLI staff has great experience in various capacities in the justice sector in Kosovo, including the development of research and legal analysis, reporting and journalistic research, raising awareness, and involvement in advocacy activities. This includes close work with local and international authorities in Kosovo to ensure independence, impartiality, and increasing public confidence in the justice system.

**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

**2. ADOPTION OF NEW AND REVISED INTERNATIONAL FINANCIAL REPORTING STANDARDS**

**2.1 Standards and Interpretations effective in the current period**

Below are presented the amendments to the existing standards issued by the International Accounting Standards Board and interpretations issued by the International Financial Reporting Interpretations Committee which are effective for the current period:

Standard	Description	Effective date
IFRS 1	Annual Improvements to IFRS 2014–2016 Cycle	Beginning on or after January 2018
IAS 28	Annual Improvements to IFRS 2014–2016 Cycle	Beginning on or after January 2018
IFRS 15	Revenue from Contracts with Customers	Beginning on or after January 2018
IFRS 9	Financial Instruments	Beginning on or after January 2018
IAS 40	Transfers of Investment Property (Amendments to IAS 40)	Beginning on or after January 2018
IFRS 4	Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts (Amendments to IFRS 4)	Beginning on or after January 2018
IFRS 2	Classification and Measurement of Share-based Payment Transactions (Amendments to IFRS 2)	Beginning on or after January 2018
IFRS 16	Leases	Beginning on or after January 2019
IFRS 9	Prepayment Features with Negative Compensation (Amendments to IFRS 9)	Beginning on or after January 2019
IAS 28	Long-term Interests in Associates and Joint Ventures (Amendments to IAS 28)	Beginning on or after January 2019
IAS 12, IAS 23, IFRS 3 and IFRS 11	Annual Improvements to IFRS 2015-2017 Cycle	Beginning on or after January 2019
IAS 19	Plan Amendment, Curtailment or Settlement (Amendments to IAS 19)	Beginning on or after January 2019



**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

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**2.2 Standards and interpretations in issue not yet effective**

In these financial statements the following standards, revisions and interpretations were in issue but not yet effective:

Standard	Description	Effective date
CF	Conceptual Framework for Financial Reporting	Beginning on or after January 2020
IFRS 3	Definition of a Business (Amendments to IFRS 3)	Beginning on or after January 2020
IAS 1 and IAS 8	Definition of Material (Amendments to IAS 1 and IAS 8)	Beginning on or after January 2020
IFRS 9, IAS 39 and IFRS 7	Interest Rate Benchmark Reform	Beginning on or after January 2020
IFRS 17	Insurance Contracts	Beginning on or after January 2021
Practice Statement 2	Making Materiality Judgements	No effective date as non-mandatory guidance

The organization has elected not to adopt these standards, revisions and interpretations in advance of their effective dates. The entity anticipates that the adoption of these standards, revisions and interpretations will have no material impact on the financial statements of the entity in the period of initial application.

**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

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**3. BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES**

**3.1 Basis of preparation**

Financial Statements are prepared for reporting purposes in accordance with applicable laws of Kosovo, and represent the entire picture of economic events that occurred in Kosovo Law Institute - KLI for the period 1<sup>st</sup> January 2019 till 31<sup>st</sup> December 2019.

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

**3.2 Currency of presentation**

The reporting currency of Kosovo Law Institute - KLI is the European Union currency unit Euro ("EUR").

**3.3 Significant accounting policies**

A summary of the most significant accounting policies adopted in the preparation of the financial statements is presented below:

**3.3.1 Cash and cash equivalents**

For the purpose of the statement of cash flows, cash and cash equivalents are considered to be cash on hand and at banks and in operating accounts at banks with an original maturity of three months or less.

**3.3.2 Revenue recognition**

Revenues from grants are recognized as income on the period when received. At the end of the year the excess amount of revenues over expenses is treated as deferred revenue.

**3.3.3 Expenses recognition**

Expenses incurred for generation incomes are recognized in that period with the historical costs.

**3.3.4 Taxation**

The Kosovo Law Institute - KLI was established as a non-profit organization with beneficiary status under applicable laws and regulations in Kosovo, therefore is exempted from Corporate Taxation on excess of income from donations over expenses.

**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

**4. ACCOUNTS RECEIVABLES**

	<b>December 31, 2019 (in EUR)</b>	<b>December 31, 2018 (in EUR)</b>
British Embassy	-	12,366
American Embassy - INL	-	49,229
<b>Total Account Receivables</b>	<b>-</b>	<b>61,596</b>

**5. CASH AND BANK BALANCES**

	<b>December 31, 2019 (in EUR)</b>	<b>December 31, 2018 (in EUR)</b>
Cash in hand	-	-
Cash at banks	118,433	82,961
<b>Total Cash and Bank Balances</b>	<b>118,433</b>	<b>82,961</b>

Kosovo Law Institute – KLI operates in EUR currency with nine (9) bank accounts opened in Banka per Biznes – BpB and one (1) bank account that operates in USD which is used only for receiving USD cash inflow from donators.

**6. ACCOUNTS PAYABLE AND ACCRUED EXPENSES**

	<b>December 31, 2019 (in EUR)</b>	<b>December 31, 2018 (in EUR)</b>
Withheld Tax and Contributions	4,246	3,499
Salary	13,387	16,788
Rent Expenses	-	550
Other services	39	-
PTK	-	340
BPB	-	64
HIB Petrol	-	427
NSH Fonia	-	1,133
Golden Taxi	-	1,075
Norwegian PX Kosovo Shpk	-	89
IPKO - internet	75	-
Rikon NTSH	-	25
Anymate	-	2,019
Kutia	-	82
Utilities - Electricity	65	304
Utilities - Water	9	13
<b>Total accounts payable and accrued expenses</b>	<b>17,821</b>	<b>26,407</b>



**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

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**7. DEFERRED REVENUES**

	December 31, 2019 (in EUR)	December 31, 2018 (in EUR)
Kosovo Radio Television - RTK	18,706	19,307
Week Against Corruption 2019	-	4,435
NED	5,647	6,291
UN - Legal Aid Support Center	27,624	-
EULEX	3,019	-
KCSF	2,531	5,000
MATRA	36,272	43,166
FOL	-	407
INL USA	6,814	39,543
<b>Total Deferred Revenues</b>	<b>100,612</b>	<b>118,149</b>

**8. INCOME**

	December 31, 2019 (in EUR)	December 31, 2018 (in EUR)
British Embassy - Anticorruption project I	-	50,763
British Embassy - Anticorruption project II	40,752	109,300
Kosovo Radio television - RTK	39,306	33,633
UNOPS	25,600	28,088
Kosovo Democratic Institute - KDI	-	1,640
NED	41,729	32,784
Week Against Corruption	4,435	41,908
CLARD - Ex Officio Monitoring	2,126	-
EU Support to Ombudsperson Institution in Kosovo	3,964	-
UN - Legal Aid Support Center	115,555	-
EULEX	6,400	-
INL US EMBASSY	210,298	49,229
FOL	407	1,000
KCSF	8,727	45,368
MATRA	83,236	50,000
Deferred Revenues	(100,612)	(118,149)
<b>Total Grant Incomes</b>	<b>481,924</b>	<b>325,564</b>



**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

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**9. SALARIES AND BENEFITS**

Salaries for staff that have been engaged on Management and Administration for 2019 are presented below:

	<b>December 31, 2019 (in EUR)</b>	<b>December 31, 2018 (in EUR)</b>
Gross salaries	63,232	53,839
Pension Contribution	3,162	2,692
<b>Total Salaries - Management and Administration</b>	<b>66,393</b>	<b>56,531</b>

While the salaries for staffs that have been engaged on Projects Activity during 2019 are presented below:

	<b>December 31, 2019 (in EUR)</b>	<b>December 31, 2018 (in EUR)</b>
Gross salaries	222,989	161,851
Pension Contribution	11,140	8,093
<b>Total Salaries - Staff on Projects Activity</b>	<b>234,129</b>	<b>169,944</b>

**10. PRODUCTION EXPENSE**

NGO Kosovo Law Institute – KLI runs once a week in Kosovo Radio Television – RTK TV programme “Oath for Justice”. For that purpose organization has contracted company “Anymate” for doing the productions of the TV programme in order the TV programme to be ready for TV broadcast. Also during this year, the company Anymate has been contracted to perform other services for different design products and media products within other projects such as promo and documentary.

	<b>December 31, 2019 (in EUR)</b>	<b>December 31, 2018 (in EUR)</b>
Production Expense	19,747	32,259
<b>Total Production Expense</b>	<b>19,747</b>	<b>32,259</b>

**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements (continued)**  
**For the year ended December 31, 2019**

**11. OTHER OPERATING EXPENSES**

	<b>December 31, 2019 (in EUR)</b>	<b>December 31, 2018 (in EUR)</b>
Web site expenses	2,700	-
Consulting	5,000	697
Roundtables and Conferences	13,486	14,344
Rent	13,852	6,600
Audit expenses	900	800
Local travel	16,618	10,209
Communication expenses (phone, internet)	6,906	5,339
Utilities (electricity, water, waste)	2,063	1,793
Office equipment	13,719	2,601
NGO	75,652	16,218
Translate	-	3,605
Office Supplies and other	9,104	4,625
Bank Charge	1,655	-
<b>Total Other Operating expenses</b>	<b>161,655</b>	<b>66,830</b>

**Explanatory Notes on RTK Revenues, for the "Oath for Justice" project.**

<b>Description</b>	<b>Value in EUR</b>
Total debt of RTK as of 01 January 2019	73,400.00
Value of KLI bills toward RTK during 2019	15,950.00
Payments from RTK during 2019	20,000.00
Exceed of payment on bills	4,050.00
<b>Total debt of RTK as of 31 December 2019</b>	<b>69,350.00</b>
Payments from RTK during 2019	20,000.00
Deferred Income as of 31 December 2018	19,306.38
Total amount of fund from RTK payments	39,306.38
Expenses for producing the program "Oath for Justice" on 2019	20,599.88
<b>Deferred Income as of 31 December 2019</b>	<b>18,706.50</b>

Based on the table above, it turns out that KLI has billed RTK for 15,950 eur. RTK, has paid 20,000.00 eur.

KLI does not recognize this debt as income, but only identifies it as billing, only when RTK payments are made then it is recognized as revenue.

**KOSOVO LAW INSTITUTE - KLI**  
**Notes to the Financial Statements**  
**For the year ended December 31, 2019**

**12. PROFIT AND LOSS BY DONORS**

	British Embassy Anticorruption	CLARD	EU	EULEX	INL US Embassy	Week Against Corruption	UN - Legal Aid 1	UN - Legal Aid 2	RTK	NED 2018- 2019	NED 2019- 2020	FOL	UNOPS	KCSF	MATRA	Other	Total
Income																	
Deferred income from previous year	40,752	2,126	3,964	6,400	1,70,755	-	51,740	63,815	20,000	13,167	22,271	-	25,600	3,727	40,070	-	464,387
Deferred income	-	-	-	-	39,543	4,435	-	-	19,306	6,291	-	407	-	5,000	43,167	-	118,149
	-	-	-	(3,019)	(6,814)	-	-	(27,624)	(18,706)	-	(5,647)	-	-	(2,531)	(36,777)	-	(100,512)
<b>Total Income</b>	<b>40,752</b>	<b>2,126</b>	<b>3,964</b>	<b>3,381</b>	<b>203,484</b>	<b>4,435</b>	<b>51,740</b>	<b>36,191</b>	<b>20,600</b>	<b>19,458</b>	<b>16,624</b>	<b>407</b>	<b>25,600</b>	<b>6,196</b>	<b>46,965</b>	<b>-</b>	<b>481,924</b>
Expenditure																	
Staff salaries and benefits	28,254	2,084	-	3,265	132,915	-	22,289	30,040	15,803	13,877	14,857	-	25,467	720	10,950	-	300,512
Production expense	6,164	-	-	-	1,755	4,360	985	720	1,000	3,619	1,143	-	-	-	-	-	19,747
Web Expense	-	-	-	-	-	-	2,250	450	-	-	-	-	-	-	-	-	2,700
Roundtables and Conferences	3,822	-	-	-	3,594	-	1,577	-	-	-	-	-	-	-	4,493	-	13,486
Consultancy	-	-	-	-	-	-	5,000	-	-	-	-	-	-	-	-	-	5,000
Rent	-	-	-	-	3,912	-	3,297	3,956	2,687	-	-	-	-	-	-	-	13,852
Audit expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	900	-	-	900
Local travel	1,302	-	-	-	12,940	-	1,496	120	-	502	258	-	-	-	-	-	16,618
Communication expenses (phone, internet)	1,010	-	-	-	4,282	-	500	374	-	460	280	-	-	-	-	-	6,906
Utilities (electricity, water, waste)	-	-	-	-	1,407	-	173	301	-	182	-	-	-	-	-	-	2,063
Office equipment	-	-	-	-	-	-	13,719	-	-	-	-	-	-	-	-	-	13,719
NGO	-	-	3,950	-	40,300	-	-	-	-	-	-	-	-	-	31,402	-	75,652
Office Supplies and other	-	-	-	100	2,160	-	214	-	1,059	649	-	397	-	4,525	-	-	9,104
Bank Charge	200	42	14	15	219	75	240	229	50	169	86	10	133	51	121	-	1,655
<b>Total Expenditure</b>	<b>40,752</b>	<b>2,126</b>	<b>3,964</b>	<b>3,381</b>	<b>203,484</b>	<b>4,435</b>	<b>51,740</b>	<b>36,191</b>	<b>20,600</b>	<b>19,458</b>	<b>16,624</b>	<b>407</b>	<b>25,600</b>	<b>6,196</b>	<b>46,965</b>	<b>-</b>	<b>481,924</b>
Exceed of income over Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-



### **13. RELATED PARTY DISCLOSURE**

For the purposes of these financial statements, parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions as defined by IAS 24 "Related Party Disclosures". In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

### **14. RISK MANAGEMENT**

#### ***Credit risk***

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Kosovo Law Institute - KLI is exposed to credit risk in respect of Grant receivable from its Donors.

#### ***Interest rate risk***

The Kosovo Law Institute - KLI currently is not exposed to the interest rate risk.

#### ***Foreign exchange risk***

The Kosovo Law Institute - KLI is exposed to foreign exchange risk as transactions are undertaken both in local and foreign currency. Management monitors, sets limits and constantly communicates with donors such as British Embassy and US Embassy, on the level of such exposure by currency and in total.

#### ***Liquidity risk***

Liquidity risk is defined as the risk when the maturity of assets and liabilities does not match. The Kosovo Law Institute - KLI is committed monitor its liquidity on a periodic basis in order to manage its obligations as and when they shall become due.