


**Kosova Rehabilitation Centre for Torture Victims (KRCT)**


**Financial Statements as of and for the year ended on  
December 31, 2019**

## Statement of Financial Position

	Note	31 December 2019	31 December 2018
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	3	236,893	123,819
Grants receivable			
Advances and prepayments			
		<b>236,893</b>	<b>123,819</b>
<b>Noncurrent assets</b>			
Vehicles and equipment	4	4,057	7,167
<b>Total noncurrent assets</b>		<b>4,057</b>	<b>7,167</b>
		<b>240,950</b>	<b>130,985</b>
<b>Liabilities</b>			
<b>Short term liabilities</b>			
Accounts payable	5	12,099	7,309
Grants payable			
Deferred revenue from grants	6	164,701	62,661
<b>Total liabilities</b>		<b>176,800</b>	<b>69,970</b>
<b>Equity</b>			
Retained earnings		61,015	60,512
Surplus of the year		3,135	503
<b>Total Equity</b>		<b>64,150</b>	<b>61,015</b>
<b>Total Equity &amp; Liabilities</b>		<b>240,950</b>	<b>130,985</b>

Approved by the Management of the Organization on February 14, 2020:

Executive Director  
  
 Feride Rushiti

Finance Manager  
  
 Besa Berisha

## Statement of Operation

		Year ended on December 31,	
	Note	2019	2018
<b>Income</b>			
Income from Donors	7	707,184	408,267
		4,320	4,584
<b>Total Income</b>		<b>711,504</b>	<b>412,851</b>
<b>Expenses</b>			
Program expenses	8	(565,226)	(314,603)
General and administrative expenses	9	(143,142)	(97,745)
<b>Total expenses</b>		<b>(708,368)</b>	<b>412,348</b>
<b>Surplus / (Deficit) of the year</b>		<b>3,135</b>	<b>503</b>

## Cash Flow Statement

		Year ended on December 31,	
		2019	2018
<b>Operating activities</b>			
Cash received			
Total cash received			
<b>Cash paid</b>			
Staff cost		(63,136)	(49,819)
Fuel and maintenance of vehicles		(8,318)	(3,257)
Utility		(2,005)	(2,817)
Rent		(26,313)	(20,987)
Communication		(2,856)	(2,130)
Office supply		(6,682)	(6,122)
Project staff costs		(164,216)	(140,481)
Capacity building		(19,962)	(20,312)
Experts and consultants fee		(12,865)	(4,835)
Research activities		(64,208)	
Campaign		(24,851)	
Contributions to implementing partner		(63,043)	(30,500)
Other administrative payments		(28,905)	(6,495)
Other project expenditure payments		(121,118)	(118,475)
Total payments		<b>(608,479)</b>	<b>(406,229)</b>
<b>Cash flow from operating activities</b>		<b>(608,479)</b>	<b>(406,229)</b>
<b>Investing activities</b>			
Purchase of property plant and equipment	4		
<b>Cash flow from investing activities</b>			
<b>Financing activities</b>			
Grants received in cash		721,555	393,702
<b>Cash flow from financing activities</b>		<b>721,555</b>	<b>393,702</b>
Net cash flow during the year		<b>113,075</b>	<b>(12,526)</b>
Cash at the beginning of the year		123,818	136,346
Cash at the end of the year	3	<b>236,893</b>	<b>123,818</b>

## Statement of Changes in Funds

	Year ended on December 31,	
	2019	2018
<b>Equity at the beginning of the year</b>	<b>61,015</b>	<b>60,512</b>
Surplus for the year	3,135	503
Deficit for the year		
<b>Equity at the end of the year</b>	<b>64,150</b>	<b>61,015</b>

## **1. General Information**

The Kosova Rehabilitation Centre for Torture Victims (KRCT) is an independent, non-governmental and non-profit organization that was founded in 1999 with the mission to provide treatment and rehabilitation for Kosovar torture victims. KRCT continuously works to expand its staff's and the public sector's capacity to provide services on trauma and torture related issues. KRCT is also engaged in promoting the respect of human rights for all of Kosova's ethnicities and in the prevention and eradication of torture and any form of ill-treatment.

The Kosova Rehabilitation Centre for Torture Victims has the mission to raise the psychosocial welfare of torture victims and to improve their status through rehabilitation, reintegration and resocialization.

## **2. Basis of preparation and significant accounting policies**

### **2.1 Significant accounting policies**

#### **a) Statement of compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

#### **b) Basis of Preparation**

The financial statements are presented in Euro. They have been prepared in accordance with the historical cost convention. The accounting policies have been consistently applied, and except where otherwise indicated, are consistent with those adopted for the previous financial year.

The reporting period of the Organization is twelve months ending 31 December of each year. Financial statements are prepared on a comparative basis reflecting balances for the current year and previous year.

#### **c) Cash and cash equivalents**

Cash and cash equivalents comprise cash balances on hand and cash deposited with local banks.

#### **d) Receivables**

Receivables are recorded in the balance sheet when the amounts are due from debtors. Receivables are initially measured at cost and subsequently at cost less impairment.

The impairment calculation compares the carrying amount of the financial asset with the discounted present value of the currently estimated amounts and timings of payments. Any impairment loss is charged to net profit or loss for the period.

**e) Plant and equipment**

Items included in this category represent vehicles, office supply and IT equipment and are recognized as assets when it is probable that:

- the future economic benefits associated with the asset will flow to the entity; and
- the cost of the asset can be measured reliably.

They are initially recorded at cost. Cost includes all costs necessary to bring the asset to working condition for its intended use.

The Organization carries the assets at cost less accumulated depreciation and impairment losses, if any. Depreciation of assets is recorded annually using the Straight Line method and taking into consideration their estimated useful life. The following rates are applied:

- Vehicles - 20 %
- Other equipment – 20 %

An item of plant and equipment is removed from the balance sheet on disposal or when it is withdrawn from use and no future economic benefits are expected from its disposal.

**f) Grants**

Grants are recognized only when there is reasonable assurance that:

- The Organization will comply with the conditions attaching to them, and
- The grants will be received.

Operating grants are recognized as income over the period necessary to match them with the related costs, for which they are intended to compensate, on a systematic basis. Grants earmarked for asset acquisitions are deferred and recognized as income over the useful life of the underlying asset.

**g) Accounts payable**

Accounts payable are recognized when the amount is determinable and the obligation to settle the amount exists as a result of the Organization's operations. They are stated at cost.

**h) Expense**

Expenses are recognized as incurred.

**i) Foreign currency**

Foreign currency transactions are translated using the exchange rate valid on the date of the transaction. Any gains and losses arising on settlement of amounts payable or receivable are recognized in the statement of operations.

At the end of a period, outstanding foreign currency monetary items are reported using the exchange rate valid on the last day of the period. Any resulting gains or losses are recognized in the statement of operations.

**j) Tax on profit**

The Organization is exempt from tax on profit.

**k) Revenues & Expenses**

During the current period, the Organization received grants to sustain its operations and to finance the costs of the Projects. The grants are provided on the basis of specific projects and/or budgets submitted to and approved by the donors.



### 3. Cash and cash equivalents

	As at 31st December, 2019	As at 31st December, 2018
Cash in hand	260	588
Cash in bank	236,633	123,230
<b>Total cash and cash equivalents</b>	<b>236,893</b>	<b>123,818</b>

### 4. Vehicles and Equipment

	Vehicles and Equipment
Cost	
Net Value at January 1st, 2019	17,127
Additions during the year	
Disposals during the year	
<b>As at December 31<sup>st</sup>, 2019</b>	<b>17,127</b>
<b>Accumulated Depreciation</b>	
As at January 1st, 2019	(9,960)
Depreciation for the year	(3,110)
<b>As at December 31<sup>st</sup>, 2019</b>	<b>(13,070)</b>
Net book value	
<b>As at January 1<sup>st</sup>, 2019</b>	<b>7,167</b>
<b>As at December 31<sup>st</sup>, 2019</b>	<b>4,057</b>

### 5. Accounts payables

	As at 31st December, 2019	As at 31st December, 2018
Taxes and contributions	4,928	5,048
Trade accounts payable	7,136	2,261
Other	36	
<b>Total accounts payable</b>	<b>12,099</b>	<b>7,309</b>

## 6. Deferred revenues from grants

	As at 31st December, 2019	As at 31st December, 2018
Deferred revenues for operation expenditure	164,701	61,094
Deferred revenues for fixed assets		1,567
<b>Total deferred revenues</b>	<b>164,701</b>	<b>62,661</b>

### List of deferred Revenue at the year end:

	As at 31st December, 2019	As at 31st December, 2018
Caritas	18,991	19,020
US Embassy	32,439	
NHC		6,089
EC	19,560	
AF 2020	4,468	
Sigrid Trust fund	46,733	
BMZ	9,899	
Swiss	16,436	
OSI		11,319
Other	16,176	24,666
<b>Total deferred revenue from grants</b>	<b>164,701</b>	<b>61,094</b>

## 7. Income from DONORS

	Year ended on December 31st	
	2019	2018
Antares Foundation	13,835	21,601
Great Britain Embassy	249,910	157,109
OSI	11,313	65,357
UNHCR	40,562	
Medica Mondiale	32,840	42,301
Civil right defender		13,778
Sigrid Trust Fund	47,288	
European Commission	24,180	
UNVFVT	35,040	
Swiss Embassy	43,552	
Caritas	118,992	35,980
MPMS	24,300	24,200
Other Donors	65,373	47,941
<b>Total income from donors</b>	<b>707,184</b>	<b>408,267</b>

## 8. Program Expenses

	Year ended on December 31st	
	2019	2018
Project staff cost	164,216	140,481
Capacity building	19,962	20,312
Experts and consultants	12,865	4,835
Publication and Promotion materials	9,954	7,055
Contributions to implementing partner	63,043	30,500
Rehabilitation costs	22,807	17,326
Workshops, training, seminars and related activities	23,796	8,597
Campaign	24,851	
Research activities	64,208	
Medicaments	5,846	3,582
Project Activities	109,303	68,261
Other project expenditure	44,374	13,653
<b>Total program expenses</b>	<b>565,226</b>	<b>314,603</b>

## 9. General and Administrative Expenses

	Year ended on December 31st	
	2019	2018
Staff costs	68,063	54,867
Fuel and maintenance of vehicle	8,318	3,257
Utilities	2,005	2,817
Rent	26,313	20,987
Communication	2,856	2,130
Office Supply	6,682	6,122
Other	28,905	7,566
<b>Total program expenses</b>	<b>143,142</b>	<b>97,745</b>