

AUDIT REPORT

Independent Auditor's report for the Foundation
Of "SHKBSH – PFA- Prison Fellowship Albania"

For the year ended 31.12.2022

AUDITUES MBIOR
Armand HAKO
Nr. 111

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AUDITORS SENIOR
Armanah M. B. K. U
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Independent Auditors' Report

To: Board of Directors

Mr. Willem Carel Frederik Westerink
Executive Director

Honorable Gentlemen!

We have audited the accompanying Financial Position Statement, Activities Statement of the Foundation SHKBSH - PFA- Prison Fellowship Albania for the year ended December 31, 2022 and the related statements of sources and uses of funds.

We conducted our audit in accordance with the International Standards of Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement is free material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements.

An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall statement presentation. We believe our audit provide a reasonable basis for our opinion.

In our opinion, the Financial Statements presents fairly in all materials aspect, the funds received and expenses paid by the project until December 31, 2022, referring to the Project Budget 2022 of SHKBSH - PFA- Prison Fellowship Albania”

This report is intended only for the information and use of the project's management. The management of the SHKBSH-PFA- Prison Fellowship Albania” and is not intended and should not be used by anyone other than this specific part.

ARMAND HASKO

Certified Auditor



Tirana, 14 04 2023

Financial Position Statement

		31-Dec-22		31-Dec-21	
BALANCE SHEET 2022					
ASSETS	ALL	EURO	ALL	EURO	rate 114.7
Current Assets					
Bank accounts/cash on hand	18,377,321	160,221	11,258,599	98,157	
Account Receivables	13,240	115			
TOTAL ASSETS	18,390,561	160,336	11,258,599	98,157	
LIABILITES & FUNDS					
Current Liabilities					
Account Payable	2,477,784	21,602	753,952	6,573	
Total Liabilities	2,477,784	21,602	753,952	6,573	
Funds					
Accumulated Funding	10,504,647	91,584	12,440,667	108,463	
Changes in Net Assets	5,408,130	47,150	-1,936,020	-16,879	
Total Funds	15,912,777	138,734	10,504,647	91,584	
TOTAL LIABILITES & FUNDS	18,390,561	160,336	11,258,599	98,157	



Statement of Activities

JANUARY - DECEMBER 2022

	rate	114.7		121	
		2022	2021		
		ALL	EURO	ALL	EURO
INCOME					
Donations 2022		47,448,935	413,679	44,262,054	365,530
Total Income from Unrestricted Funds		47,448,935	413,679	44,262,054	365,530
Temporary Restricted Net Asset					
Released from Restriction		10,815,065	94,290	8,941,472	73,842
Total Income		58,264,000	507,969	53,203,526	439,372
EXPENDITURES					
"Church in Prison, Diakonia" Project		20,400,776	177,862	14,442,620	119,272
"Dream Academy" Project		4,527,491	39,472	3,551,951	29,333
"Secure Childhood" Project		9,567,673	83,415	8,156,977	67,363
"Winter" Project" 2022		10,204,350	88,966	8,941,472	73,842
Other Projects		2,264,877	19,746	4,501,524	37,175
General and Administration Expenses		10,004,692	87,225	17,794,653	146,954
Total Expenditures		56,969,859	496,686	57,389,197	473,938
Surplus/Deficit in Unrestricted Activities		1,294,141	11,283	(4,185,671)	(34,567)
Changes in Temporary Restricted Funds					
Restricted Fund		14,929,054	130,157	11,191,123	92,420
Released from Restriction/ Funds 2021/2022		(10,815,065)	(94,290)	(8,941,472)	(73,842)
Surplus/Deficit in Temporary Restricted Activities		4,113,989	35,867	2,249,651	18,578
Changes in Net Assets (A+B)		5,408,130	47,150	(1,936,020)	(15,988)
Net Asset Beginning Balance		10,504,647	91,584	12,440,667	102,739
Net Asset Ending Balance		15,912,777	138,734	10,504,647	86,751



Cash Flow Statement

Rate 114.7

Currency	ALL	EURO
Beginning Balance Jan 1 st 2022	11,258,599	98,157
Donations during 2022	62,377,989	543,836
Total Income	73,636,588	641,993
Total Outgoings	55,259,267	481,772
Fund Available Dec 31st 2022	18,377,321	160,221



NOTE

1. General

The foundation **SHKBSH - PFA**– Prison Fellowship Albania” is established in accordance with the provisions of the Civil Code of the Republic of Albania and the Law 8788, dated 07.05.2001 "For non-profit organizations", like a foundation and is registered into Tirana Court and Tirana Tax office. The Foundation has the short name and is a nonprofit organization, without membership. The Foundation has its logo.

The address of Foundation is Rruga "Selman Riza" Tirane.

1.2. The Object of the Activity

The foundation of the **SHKBSH - PFA**– Prison Fellowship Albania” has as its own object the humanitarian help without any profiting objective, for details you can referred to act of establishment and statute of Foundation.

2. Organization and Management

The staff list of the foundation's management is defined in its statute, which in general secures a duties and responsibilities division for all the levels, and links that manage and control up to down.

3. Operation Policy

The management of the foundation **SHKBSH - PFA**– Prison Fellowship Albania” in the period we audited, has operated in conformity with the object of the activity it was created for, and with the fixed duties from the high organisms from which it depends on.

4. The Bases of the Financial State Preparations and the Accounting Methods

4.1 General

The state was prepared for reporting purpose to the main organ for the taken sources and the way of their usage.

4.2 Accounting Methods

The methods of the financial state preparation and the accounting manners have no difference from the previous periods.

The opening of the period we are auditing responds to the assets state on 31 December 2021, and it is done in conformity with the request of the accounting standards, respecting the principle of the continuity.



4.3 Documentation

The basic documentation for the keeping and the preparation of the financial state the foundation has used are: the documents and registers of the cash - box, of the bank, wages, and other helping evidences, to reflect in a more transparent way the foundation's activity.

- The Foundation has only one bank account for all the projects expenses.
- The Foundation has contracts with other parties, rent contract, service contracts etc. Also has done contracts with its employments.
- The Foundation has paid regularly the Social and Health Insurance, taxes etc.

4.4 The Coin reported

The books and the registers generally are kept in ALL.

The statements are prepared in Euro, referring to the source of financing. From the sounding done we establish that the actions are correct exact accounted.

5. Income

5.1 Sources of Income

In the "Statement of Activities" Report for the period from 1 January until 31 December 2022, Income is reported into 2 categories:

- The first one is the "Unrestricted Income" of **413 679 EUR**, (47 448 935 ALL)
- Under Account "Temporary Restricted Funds", has been added various funds on specific projects of a total the value of **130 157 EUR** (14 929 054 ALL)

"The Income" represents the given donations from different source of donors such as "GZB", "Mensenkinderen", "FIDA International", "Coworkers", "3WFoundation" "The Antwoord Foundation" and individual Donors, with stipulated utilization of the fund during 2022.

The Total Received Donations during 2022 is a value of **543,836 EUR** (62,377,989 ALL)



Fund Received during 2022 worksheet below presents the analytical funds:

DONORS	INCOME		PROJECTS SUPPORTED
	ALL	EURO	
GZB	25,311,700	212 000	Chaplains, Management, Diakonia, Fundraiser support
The Answer Foundation	6,439,500	54,806	Dream Academy, Restorative Justice, Study Fund
FIDA	6,817,036	62,000	Secure Childhood and Dream Academy
FIDA	1,407,712	12,500	Microloan Project
GZA	3,233,493	32,381	Dream Academy, Diakonia, Chaplain, General use, Secure Childhood
Coworkers	348,933	2,990	TPJ
3WFoundation	1,020,600	8,992	Chaplain Support
Mensenkinderen	15,030,498	133,466	Summer Camp, Chaplain Support, Winter project 22-23, School Bags
PFI	958,524	9,012	TPJ
FH1	1,008,777	8,734	Chaplain Support
Other	801,217	6,985	General Use
TOTAL	62,377,989	543,836	

5.2 "Unrestricted and Restricted Net Asset"

Of this amount **543,836 EUR**, only **507 969 EUR** (58,264,000 ALL) is available to be used to make payments for active projects during 2022.

The other part, **35 867 EUR** (4,113,989 ALL), is rolled over to be used in 2023, and is considered as "Temporary Restricted Funds" for 2022

Income Received 2022	ALL	EURO	to be used
Unrestricted 2022	58,264,000	507,969	2022
Restricted 2022	4,113,989	35,867	2023
TOTAL	62,377,989	543,836	

5.3 Expenditures

The total Expenditures for the period from 1 January until 31 December 2022 of **496,686 EUR (56,969,859 ALL)** are supported in the documentation and are done responding to the object of foundation's mission and with the authorization of the management authorities of **SHKBSH - PFA - Prison Fellowship Albania**.

Some of the Expenditures are incurred and paid during 2022 and some are incurred and will be paid over 2023.



6 Cash Flow Statement

In 31st for Dec 2022, there are **160 221 EUR (18,377,321 ALL)** in bank accounts and cash on hand.

Rate 114.7

Currency	ALL	EURO
Beginning Balance Jan 1st 2022	11,258,599	98,157
Donations during 2022	62,377,989	543,836
Total Income	73,636,588	641,993
Total Outgoings	55,259,267	481,772
Fund Available Dec 31st 2022	18,377,321	160,221

7. Sources of Information

As information sources is used the basic documentation, books, the accounting diary, and other evidences kept by the foundation, for the information sources, for the applied costs, for the legal provisions, for the relations with the central authorities and other information taken from foundation's management.

For these documents, we think that are of a good level and reflect in the right way the foundation's state on 31 December 2022

