

**Foundation “Caucasus institute for
Peace, Democracy and Development”**

Statement of cash receipts and disbursements of
the project #20140207

With accompanied Independent auditor’s report

For the period from 1 February 2016 to 31 July
2016

Foundation “Caucasus Institute for Peace, Democracy and Development”

Statement of Cash Receipts and Disbursements

Project Number and Title: Project # 20140207 "Local Initiatives for Local Development"

For the period from 1 February 2016 to 31 July 2016

(In GEL)

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INDEPENDENT AUDITOR'S REPORT

To the management of Foundation "Caucasus Institute for Peace, Democracy and Development"

We have audited the accompanying Statement of Cash Receipts and disbursements of **Caucasus Institute for Peace, Democracy and Development's** (hereinafter - Organization) **Project # 20140207 "Local Initiatives for Local Development"** for the period from 1 February 2016 to 31 July 2016. The project is in accordance with the **Agreement of Cooperation** (Hereinafter - Agreement) enter into the Organization and bread for The World - Protestant Development Service (hereinafter - Brot) and summary of significant accounting policies and other explanatory information. The statement of cash receipts and disbursements has been prepared by management according to the policies disclosed in the note 5.2 (Accounting Policies).

Management's responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this statement of cash receipts and disbursements in accordance with the cash receipts and disbursements basis of accounting; This includes determining that the cash receipts and disbursements basis of accounting is an acceptable basis for the preparation of the statement of cash receipts and disbursements under the circumstances, and for the such internal control as management determines is necessary to enable the preparation of the statement of cash receipts and disbursements that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on the statement of cash receipts and disbursements 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 whether the statement of cash receipts and disbursements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement of cash receipts and disbursements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement of cash receipts and disbursements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization's preparation and fair presentation of the statement of cash receipts and disbursements 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. 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 statement of cash receipts and disbursements.

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 Project #20140207 pertaining to the Agreement has been adhered to. The Project Funds have been used exclusively for the purpose of the Project in accordance with the Agreement (including Letter of Approval, the Schedules of Budgeted expenses and Sources of Income) on promoting the above mentioned Project. The statement of cash receipts and disbursements for the period from 1 February 2016 to 31 July 2016 is prepared, in all material respects, in accordance with Accounting Policies disclosed in the note 5.2.

Basis of Accounting

Without modifying our opinion, we draw attention to the cash receipts and disbursements basis of accounting of the Organization. The statement of cash receipts and disbursements are prepared to provide information to Donors. As a result, the statement may not be suitable for another purpose.

25 October 2016

Tbilisi, Georgia



Foundation "Caucasus Institute for Peace, Democracy and Development"

Statement of Cash Receipts and Disbursements

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For the period from 1 February 2016 to 31 July 2016

(In GEL)

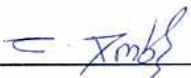
1. RECEIVED FUNDS IN THE PERIOD

	Budgeted Income (Receipts)		Actual Income (Receipts)		
	€ (EURO)	NC (GEL)	During reporting period NC	Prior period income NC	Total to date NC
Sources of Income	1	2	3	4	5
1. Non-EED funds:					
a) Partner's contribution	40,000	91,200	50,997	15,912	66,909
2. EED funds:					
a) Transfers	310,000	706,800	550,585	76,356	626,941
Total	350,000	798,000	601,582	92,268	693,850

Statement of cash receipts and disbursement including the notes are signed by:

26 October 2016

/Date/



Avto Jokhadze
Executive Director



Lili Tetunashvili
Chief Accountant

This statement is to be read in conjunction with the notes to and forming part of Cash receipts and disbursements statements set out on page 7.

Foundation "Caucasus Institute for Peace, Democracy and Development"

Statement of Cash Receipts and Disbursements

Project Number and Title: Project # 20140207 "Local Initiatives for Local Development"



For the period from 1 February 2016 to 31 July 2016

(In GEL)

2. EXPENDITURES FOR THE PERIOD

	Budgeted Expenditure		Actual Expenditure (Payments)			Total to date NC	
	€ (EURO)	NC (GEL)	During reporting period NC		Prior period expenditure NC		
			By financing partner	By other resources			
	1	2	3	4	5	6	7
Budget heads							
1. Personnel	207,000	471,960	316,961	3,777	99,255	-	419,993
1.1 Project Personnel	135,000	307,800	206,236		64,653	-	270,889
1.2 Administrative and Support Staff	72,000	164,160	110,725	3,777	34,602	-	149,104
2. Programme costs	84,000	191,520	95,328	2,118	25,226	7,784	130,456
2.1 Building capacity of local actors	35,000	79,800	78,364	2,118	-	-	80,482
2.2 Implementing projects for improved livelihood	26,000	59,280	14,264		23,887	7,103	45,254
2.3 Documentation of best practices in local communities	23,000	52,440	2,700		1,339	681	4,720
3. Administrative Costs	45,000	102,600	36,507	45,102	5,188	8,128	94,925
Reserve	14,000	31,920			-	-	-
Total	336,000	766,080	448,796	50,997	129,669	15,912	645,374

Statement of cash receipts and disbursement including the notes are signed by:

 /Date/ 
 Avto Jokhadze Executive Director
 Lili Tetunashvili Chief Accountant

This statement is to be read in conjunction with the notes to and forming part of Cash receipts and disbursements statements set out on page 7.

Foundation "Caucasus Institute for Peace, Democracy and Development"

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(In GEL)

3. BALANCE OF PROJECT FUNDS

	In GEL
1. Balance of Project Funds at start of reporting period	101,791
2. Add: Total income during the reporting period	92,268
3. Less: Total expenditure during the reporting period	(145,581)
4. Balance of Project Funds at the end of the period	48,478

4. CASH STATUS

	In GEL
Cash at hand	-
Cash at bank	32,919
Total cash balance*	32,919

Note:

*Difference between balance of project funds at the end of the period and total cash balance (GEL15,559) was caused by payment which made for other project expenses from BROT bank account and which returned after fourth reporting period in October 2016.

Statement of cash receipts and disbursement including the notes are signed by:

26 October 2016
/Date/


Avto Jokhadze
Executive Director


Lili Tetunashvili
Chief Accountant

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5. NOTES TO FINANCIAL STATEMENT

5.1 Organization

The Foundation “Caucasus Institute for Peace, Democracy and Development” - public union of citizens is registered by the Ministry of Justice of Georgia on August 7, 1992. On November 6, 1998 the Union was re-registered by the Ministry of Justice and granted the status of fund. The basic principle of the Foundation is to introduce, support and develop democratic values in Georgia. The Foundation implements its activity through the grants received from international donor organizations.

5.2 Accounting policies

Operating and Presentation Currency

For the Foundation “Caucasus Institute for Peace, Democracy and Development” the presentation currency is Georgian official currency (GEL). Transactions generally are presented in GEL. Funds received from the donor are in EURO and are converted in GEL under the exchange rate of service bank at the date of transactions.

Revenues and expenditures

The project is funded under the donor’s contributions. Grant funds are recognized as income in compliance with transfers made by the donor.

Expenditures incurred by the Organization in the framework of the project are recognized on the cash basis.