



NGO and Business Audit doo. Sarajevo Društvo za reviziju i konsalting usluge

Independent Assurance Report – Financial Audit

Regional Anti-corruption Initiative (RAI) Steering Group

The Regional Anti-corruption Initiative Secretariat

Bistrik 5, 71000

71000 Sarajevo

Bosnia and Herzegovina

We have audited the financial statements of the Regional Anti-corruption Initiative (RAI) Secretariat's activities funded by Regional Anti-corruption Initiative (RAI) Member Countries. Audited funds relate to the grants for the period from October 01, 2007 – December 31, 2008. Our responsibility is to express an opinion on the Financial Report based on our audit, which is a financial audit performed in the context of compliance with the Memorandum of Understanding concerning Cooperation in fighting corruption through the South Eastern European Anti-corruption Initiative, with the applicable SPAI Steering Group Decisions related to RAI activities and the core documents of the RAI Secretariat. The financial reporting is the responsibility of RAI Secretariat. Our responsibility is to express an opinion on the Financial Reports based on our audit.

We have audited the Financial Reports for the period from October 01, 2007 to December 31, 2008, as follows:

All amounts are in EUR

Budget Item	Approved Budget 1 October - 31 December 2007	Approved Budget 1 January - 31 December, 2008	Total Approved Budget	Expenditures 1 October – 31 December 2007	Expenditures 1 January - 31 December 2008	Total Expenditures	Total Eligible Expenditures
Personnel	7.415	118.320	125.735	6.515	106.322	112.837	112.837
Travel and transportation		24.250	24.250	0	7.479	7.479	7.479
Equipment		4.000	4.000	0	761	761	761
Supplies		900	900	0	813	813	813
Other Costs	11.000	12.540	23.540	3.585	3.081	6.666	6.666
Resource center/promotion		6.700	6.700	0	3.126	3.126	3.126
Resource center- web site	1.050		1.050	45	0	45	45
Programmatic costs	150		150	139	0	139	139
Programmatic activities		95.000	95.000	0	40.292	40.292	40.292
Contingency reserve		40.000	40.000	0	0	0	0
TOTALS	19.615	301.710	321.325	10.284	161.874	172.158	172.158



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We conducted our audit in accordance with the International Auditing Standards and in accordance with the basic principles and concepts of the International Framework for Assurance Engagements established by the IFAC for the performance of this audit insofar these standards can be usefully applied in this financial audit and in its specific compliance context. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Reports are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the above mentioned Financial Reports. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the Financial Report. This audit also involved evaluating RAI Secretariat's compliance with the Memorandum of Understanding concerning Cooperation in fighting corruption through the South Eastern European Anti-corruption Initiative, with the applicable SPAI Steering Group Decisions related to RAI activities, and the core documents of the RAI Secretariat. We believe that our audit provides a reasonable basis for our opinion.

In our opinion:

- The Financial Reports of the RAI Secretariats' activities for the period from October 01, 2007 to December 31, 2008 present, in all material respects, accurately the expenditure actually incurred for the activities in conformity with the Memorandum of Understanding concerning Cooperation in fighting corruption through the South Eastern European Anti-corruption Initiative and with the applicable SPAI Steering Group Decisions; and
- the RAI Secretariat's funds provided by the RAI Member Countries have, in all material respects, been used in conformity with the Memorandum of Understanding concerning Cooperation in fighting corruption through the South Eastern European Anti-corruption Initiative, with the applicable SPAI Steering Group Decisions and the core documents of the RAI Secretariat.

This report is intended solely for the information and use of the RAI.

Sarajevo, February 13, 2009

Signed



Ismeta Čardaković, Auditor



Azra Krajšek, Auditor

