

## AUDITOR`S REPORT

on the special purpose Audit engagement

related to Cooperation Agreement

*between* CCF (Children, Community, Family)

*and* Embassy of FINLAND in Bucharest

Project name: "Inclusion from birth"

Covering period: 15<sup>th</sup> February 2014 - 14<sup>th</sup> February 2015

## **AUDITOR`S REPORT**

### **on special purpose Audit engagement**

**To: Mrs. Liliana Rotaru**

**CCF Moldova - Children, Communities, Families, NGO  
16, A. Puskin Street, no 5-6, Chisinau,  
MD-2012, Republic of Moldova,**

**20.04.2015**

**Dear Mrs. Liliana Rotaru**

We have audited the compliance with the financial aspects of the Cooperation Agreement concerning "Inclusion from birth", the 'Grant Contract' concluded between CCF Moldova - Children, Communities, Families NGO ("the **Beneficiary**") and Embassy of Finland in Bucharest ("the **Embassy**"). The audit of the financial reports has been performed according to the provisions of the special purpose engagement, establishes by mutual agreement with the executive body of the Beneficiary.

#### **Management's Responsibility for the Financial Reports**

Management of the Beneficiary is responsible for the preparation and fair presentation of these financial reports in accordance with the financial reporting provisions of Appendix 2 of Grant Contract and for such internal control as management determines is necessary to enable the preparation of financial reports that are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to perform the necessary procedures related the verification of expenses of the Grant Contract concluded between the Embassy and the Beneficiary, as wells as to express an opinion on these financial reports 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 about whether the financial statements are free from material misstatement.

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

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 financial report of the Beneficiary are prepared in all material respects, in accordance with the provision of the Grant Contract to which we referred above.

## Basis of Accounting and Restriction on distribution and use


This report is prepared solely for your own confidential use and solely for the purpose of submission by you to the Embassy in connection with the requirements as set out in Grant Contract. This report may not be relied upon by you for any other purpose, nor may it be distributed to any other parties.

The Embassy is not a party to the agreement (the terms of reference) between you and us and therefore we do not owe or assume a duty of care to the Embassy who may rely upon this expenditure verification report at its own risk and discretion. The Embassy can assess for itself the procedures and findings reported by us and draw its own conclusions from the factual findings reported by us. The Embassy may only disclose this Report to others who have regulatory rights of access to it.

This Report relates only to the Financial statements specified above and does not extend to any of your financial statements.

Yours faithfully

**Asilex Consulting SRL**  
Drumul Viilor 28/6,  
Chisinau, Republic of Moldova  
Licence Series AMMII, No. 043748, dated May 23, 2008

  
**Natalia SUVEICA**  
Auditor, managing partner  
Certificate of audit qualification  
Series AG, No. 000251



April 20, 2015



## Information about the Grant Contract

The project “**Inclusion from birth**” is addressed to the group of children which were least benefited from the reform of the Child Care System implemented in 2007-2012 in Moldova.

This project contributes to the extension of the child care system reform in the Northern part of the Republic of Moldova, namely in Balti and in 13 northern and central counties.

*The main activities of the project are:*

- Build capacity of local child protection structures in order to prevent unnecessary separation of children under 3 years;
- Identify family solutions for children living in institutions;
- Develop new services to provide support to the Child Protection System;

*Beneficiary:* CCF Moldova - Children, Communities, Families

*Location of organisation`s management:* 16, A. Puskin Street, no 5-6, Chisinau, Republic of Moldova, postal code MD-2012.

*The total allocated budget for the project is: EUR 55,915, of which:*

Contribution of the Embassy of Finland in Bucharest: EUR 47,635

Contribution of the CCF Moldova: EUR 8,280

## Annex 1

## Financial Report

Grant contract "Inclusion from birth"

Covering period: 15<sup>th</sup> February 2014 - 14<sup>th</sup> February 2015

Bdg Line	Type of Expenditure	Original Budget	Expenditure Reported	Balance	Deviation vs Budget
1	2	3	4	5=3-4	6=4/3
		EUR	EUR	EUR	%
1	Salaries and allowances (Including taxes and insurances)	24,320	22,942	1,378	94.3%
2	Alternative services costs	10,000	9,998	2	100.0%
3	Trainings	4,935	2,660	2,275	53.9%
4	Transportation cost	4,320	4,310	10	99.8%
5	Capital cost	8,000	7,988	12	99.9%
6	Administrative Costs	4,340	3,250	1,090	74.9%
<b>GRAND Total</b>		<b>55,915</b>	<b>51,148</b>	<b>4,767</b>	<b>91.5%</b>
Revenue		-	-	-	-