

**TRANSPARENCY INTERNATIONAL
CAMBODIA**

**STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
AND
REPORT OF INDEPENDENT AUDITORS
FOR THE YEAR ENDED 30 SEPTEMBER 2014**

**TRANSPARENCY INTERNATIONAL CAMBODIA
FOR THE YEAR ENDED 30 SEPTEMBER 2014**

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STATEMENT BY THE BOARD OF MANAGEMENT

I, do hereby state that in our opinion, the accompanying Statement of Fund Receipts and Disbursements together with the notes thereto are properly drawn up so as to give a true and fair view of the fund receipts and disbursements of Transparency International Cambodia for the year ended 30 September 2014, in accordance with the accounting policies set out in note 2 to the Statement of Fund Receipts and Disbursements.

Signed on behalf of the Board of Management

Mr. Preap Kol
Executive Director

Date: 15 December 2014



REPORT OF INDEPENDENT AUDITORS TO THE MANAGEMENT OF TRANSPARENCY INTERNATIONAL CAMBODIA

We have audited the accompanying Statement of Fund Receipts and Disbursements ("the financial statement") and a summary of significant accounting policies and other explanatory notes of Transparency International Cambodia ("the Organisation" or "TIC") for the year ended 30 September 2014.

Board of Management's responsibility for the financial statement

The Organisation's board of management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash receipts and disbursements basis of accounting and for such internal control as the board of management determines is necessary to enable the preparation of financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with Cambodian International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statement is free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statement 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 statement. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

As stated in note 2, the financial statement was prepared in accordance with the cash receipts and disbursements basis of accounting modified to include certain receivables and payables, which is a comprehensive basis of accounting other than the Cambodian International Financial Reporting Standards.

(Continued)



**REPORT OF INDEPENDENT AUDITORS TO THE MANAGEMENT OF
TRANSPARENCY INTERNATIONAL CAMBODIA (continued)**

Opinion

In our opinion, the accompanying Statement of Fund Receipts and Disbursements of the Organisation for the year ended 30 September 2014 is prepared, in all material respects, in accordance with the accounting policies set out in note 2 to the Statement of Fund Receipts and Disbursements.

Morison Kak & Associés
Certified Public Accountants
Statutory Auditors

Saksom Meas
Managing Partner



Date: 15 December 2014

**STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2014**

	Note	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
FUND RECEIPTS			
Grants received from donors	3	790,341	901,262
Other income	4	4,618	11,801
Total fund receipts		794,959	913,063
DISBURSEMENTS			
Together against Corruption	5	830,761	672,303
Election Monitoring	6	2,078	140,763
Cambodia Governance & NC Exchange	7	11,344	12,073
Reserve fund		4,160	2,759
DAI	8	1,747	-
Speak Up Asia Pacific workshop	9	11,395	-
Business Integrity Program		28	-
ED and his family's evacuation		2,542	-
Evaluating and Monitoring Anti-Corruption efforts - Workshop	10	8,076	-
Youth Empowerment for Transparency and Integrity		-	32,534
Research and Publish "Integrity Indicators"		-	9,488
Engaging the Private Sector in Anti-Corruption Initiative		-	5,173
People Engagement Program		-	2,957
Regional Program Meeting		-	48,414
Youth Forum		-	6,861
Time to Wake Up		-	7,347
UN Coalition against Corruption		-	1,499
Seed Funding		-	-
Total disbursements		872,131	942,171
Receipts (under)/over disbursements		(77,172)	(29,108)
Fund balance brought forward		154,526	183,634
Fund returned to donors		(9,798)	-
FUND BALANCE AT END OF THE YEAR		67,556	154,526

(Continued)

STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS (Continued)
FOR THE YEAR ENDED 30 SEPTEMBER 2014

	Note	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Represented by:			
Cash on hand		26,805	52,459
Cash at banks	11	117,424	119,554
Deposits and prepayments	12	12,124	13,374
Receivables	13	19,034	28,446
Payables	14	(107,831)	(59,307)
		<u>67,556</u>	<u>154,526</u>

Signed on behalf of the Board of Management



Mr. Preap Kol
Executive Director

Date: 15 December 2014

The accompanying notes form an integral part of this statement of fund receipts and disbursements.

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2014

1. Background

Transparency International is the global civil society organization leading the fight against corruption. It brings people together in a powerful worldwide coalition to end the devastating impact of corruption on men, women, and children around the world. TI's mission is to create change towards a world free of corruption.

Transparency International Cambodia (TI Cambodia) was founded in July 5, 2010 and was officially registered with the Royal Government of Cambodia in July 2011. It is a National Chapter of Transparency International. The mission of TI Cambodia is to work together with individuals and institutions at all levels to promote integrity and reduce corruption in Cambodia.

Transparency International Cambodia's strategic activities are in line with the United Nations Convention against Corruption (UNCAC)'s core chapters on preventive measures, law enforcement, international cooperation and implementing mechanism to promote and strengthen measures to prevent and combat corruption and to promote integrity and social accountability.

TI Cambodia's strategic activities are also complementary to the efforts and commitments being made by the Anti-Corruption Unit (ACU) of the Royal Government of Cambodia set forth in the Anti-Corruption Strategic Foundation which requires a three-headed arrow to promote and fight corruption in Cambodia namely (1) public education, (2) prevention, and (3) enforcement of anti-corruption law.

TI Cambodia receives core funding for the main strategic program from the Swedish International Development Cooperation Agency (SIDA) and Department of Foreign Affairs and Trade (DFAT) for the period of April 2012 - September 2015. In addition, TI Cambodia also receives specific short projects funds from TI-Secretariat (TI-S) and other donors.

2. Significant accounting policies

2.1 Basis of preparation

The statement of fund receipts and disbursements is prepared in United States Dollar (USD) in accordance with the cash receipts and disbursements basis of accounting modified to include the recognition of certain receivables and payables. This is a comprehensive basis of accounting which does not produce financial statements which are compatible with Cambodian International Financial Reporting Standards. Under the cash basis of accounting, grants and revenue are recognised when received rather than when earned and expenses are recognised when paid rather than when incurred.

2.2 Non-expendable items

All non-expendable assets are expended upon acquisition. This treatment is in accordance with the cash basis of accounting.

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS (Continued)
For the year ended 30 September 2014

2. Significant accounting policies (continued)

2.3 Foreign currency transactions

The statement of fund receipts and disbursements is expressed in United States Dollar (USD). Transactions not transacted in USD are converted to USD at the rate of exchange ruling at the transaction dates. Exchange differences are dealt with through the statement of fund receipts and disbursements.

3. Grants received from donors

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13
DFAT	584,960	-
SIDA	151,190	642,491
SIDA-U4 Project	8,076	-
TIS-Youth forum	6,861	-
TIS-RPM	5,414	43,000
TIS-Time to wake up	7,347	-
TIS-Capacity building 2014	11,344	-
TIS-Evacuation	2,542	-
TIS-Speak up workshop	12,607	-
National Democratic Institute	-	144,862
Canadian fund for local initiative	-	32,534
Global integrity	-	10,394
TIS-Private sector	-	8,182
TIS-People engagement programme	-	7,726
TIS-National chapter exchanges and governance	-	12,073
	<u>790,341</u>	<u>901,262</u>

4. Other income

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Membership fees	-	3,849
General donation	-	4,000
Bank interest	871	782
Exchange gain	373	123
Miscellaneous	1,874	3,047
Consultancy	1,500	-
	<u>4,618</u>	<u>11,801</u>

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS (Continued)
For the year ended 30 September 2014

5. Together against Corruption

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Diagnosing corruption issues and use findings as reference to stimulate more informed debates and to formulate more projects on anti-corruption		
Personnel cost	52,775	42,873
Cost for National Integrity System Assessment	39,202	45,704
Cost related to assessment	11,422	1,924
Publication	16,615	452
Advocacy for National Integrity System Assessment & Youth Integrity Survey	15,637	15
Building and support partnership and coalition of civil society organizations to fight corruption more effectively		
Personnel cost	93,475	75,943
Anti-corruption networking	3,175	1,009
Cost for join project	45,354	19,109
National Anti-Corruption Conference cost for states and non-states actors	5,659	-
Engaging citizens and the youth in promoting integrity more actively		
Personnel cost	114,784	92,791
Partner selection	50	69
Activities in partnership	72,670	39,016
Activities cost for youth	65,584	39,163
Cost for joint project implementation with the Anti-Corruption Unit	69,374	71,817
Building governance foundations and operational structures and process for the establishment of TI National Chapter in Cambodia		
Personnel cost	60,256	45,792
Trainer cost	1,407	4,548
Staff capacity building	18,258	24,609
Office rental	28,750	28,587
Utilities	6,244	5,425
Communication	15,628	16,933
Office supplies	5,546	7,667
Gasoline and maintenance	4,709	5,197
Repair and maintenance	1,505	658
Office furniture	755	1,083
Office equipment	11,732	9,878
Vehicle	-	27,663
Bank charge	850	1,302
Financial oversights		
Auditing fee	8,983	5,940
Other operation cost	60,362	57,136
	830,761	672,303

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS (Continued)

For the year ended 30 September 2014

6. Election Monitoring

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Salaries		
Project manager	-	3,830
Election monitoring consultant	-	7,200
Accountant	-	308
Finance manager	-	479
Project assistant	-	2,219
Project intern	55	1,125
Communication service	-	2,400
Executive director	-	4,203
Director of programs	-	1,092
M&E coordinator	-	992
Contractual services		
Translation service	-	801
CISA coordinator 50%	-	1,700
CISA field supervisors	-	10,125
Vehicle	-	33
Office rent and utilities		
Office rent	-	1,800
Car fuel	-	345
Office supplies and equipment		
Office supplies	-	480
Office equipment	-	2,765
Desks and chairs	-	744
Communication		
Phone card for observers	-	4,500
Phone card for CISA coordinator	-	100
Phone card field supervisor	143	1,222
Phone card for project team	75	320
Printing and photocopying		
T-shirt and cap	-	3,268
Observer name tag	-	342
Printing materials	-	621
Report printing	1,805	555
Travel and per diem		
Per diem for TIC staffs	-	908
Accommodation for TIC staffs	-	328
Per diem for observer	-	9,844
Travel cost	-	2,951
Travel for field supervisor	-	4,580

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS (Continued)
For the year ended 30 September 2014

6. Election Monitoring (continued)

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Training of trainers		
Food, venue, snack for training	-	2,063
Transportation (round trips)	-	549
Stationery	-	395
Accommodation	-	1,125
Training to field supervisors		
Food, venue, snack for training	-	990
Per diem	-	496
Transportation (two ways)	-	534
Accommodation	-	330
Supplies for participants	-	183
Training of observer in province		
Food during training of observer	-	19,688
Coffee and snack	-	3,484
Hall rent	-	5,260
Stationery	-	921
Supplies for participants	-	1,340
Transportation	-	14,852
Accommodation	-	12,285
Other direct costs		
Press conference	-	2,213
National workshop	-	1,875
	2,078	140,763

7. Cambodia Governance & NC Exchange

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Good governance within organisation:		
Costs for transportation, material, venue, snacks and meal	-	684
Exchange visit:		
Learning experience - Vietnam	-	838
Best Practise sharing - Malaysia	-	387
Exposure visit (Operations Team) - Bangladesh	-	2,139
International anti-corruption training - UK	-	3,828
Regional conference - Indonesia	-	2,462
Operacy training	-	1,735
Travel	6,386	-
Conference and workshop	3,968	-
Audit cost	990	-
	11,344	12,073

TRANSPARENCY INTERNATIONAL CAMBODIA

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS (Continued)
For the year ended 30 September 2014

8. DAI

	01/10/13 to 30/09/14	01/10/12 to 30/09/13
	USD	USD
T- Shirt	1,430	-
Back drop and banner	50	-
Modem	267	-
	<u>1,747</u>	<u>-</u>

9. Speak Up Asia Pacific workshop

	01/10/13 to 30/09/14	01/10/12 to 30/09/13
	USD	USD
General expenses	7,165	-
Day 1 expenses	1,968	-
Day 2 expenses	636	-
Day 3 expenses	626	-
Admin cost for TI Cambodia	1,000	-
	<u>11,395</u>	<u>-</u>

10. Evaluating and Monitoring Anti-Corruption efforts - Workshop

	01/10/13 to 30/09/14	01/10/12 to 30/09/13
	USD	USD
Venue	4,650	-
Workshop related and printing materials	3,426	-
	<u>8,076</u>	<u>-</u>

11. Cash at banks

	01/10/13 to 30/09/14	01/10/12 to 30/09/13
	USD	USD
ANZ Royal Bank	117,755	69,780
Acleda Bank	500	47,798
Canadia Bank	5,169	1,976
	<u>117,424</u>	<u>119,554</u>

NOTES TO THE STATEMENT OF FUND RECEIPTS AND DISBURSEMENTS (Continued)
For the year ended 30 September 2014

12. Deposits and prepayments

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Guarantee deposit	7,424	7,424
Prepayments	4,700	5,950
	12,124	13,374

13. Receivables

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Sub-grant advance	9,332	26,636
Business advance	26	138
Joint initiative advance	7,660	-
Others	2,016	1,672
	19,034	28,446

11. Payables

	01/10/13 to 30/09/14 USD	01/10/12 to 30/09/13 USD
Accrued withholding tax	4,561	3,871
Accrued pension fund	86,729	48,581
Others	16,541	6,855
	107,831	59,307

APPENDIX

Transparency International Cambodia
Schedule of income and expenditure
For the period from 1 October 2013 - 30 September 2014

Appendix A

Donor	Opening balance 1 October 2013	Donor funding income	Other/Bank interest income	Expenses	Elimination	Balance as at 30 September 2014
	US\$	US\$		US\$		US\$
Swedish International Development Cooperation Agency (SIDA) & Department of Foreign Affairs and Trade (DFAT)	152,748	736,150	487	830,761		58,624
Global Intergrity	2,588	-		-		2,588
TI-Cambodia Reserve	4,586	2,631		4,160	2,350	5,407
TIS-UNCAC	2,350	-		-	(2,350)	(0)
TIS-PEP	4,769	(4,769)		-		-
TIS-Private Sector	3,009	(3,009)		-		(0)
TIS-RPM	(5,414)	5,414		-		(0)
TIS-Youth Forum	(6,861)	6,861		-		-
National Democratic Institute	4,098	(2,021)		2,078		(0)
TIS-Time to wake up	(7,347)	7,347		-		-
SIDA/U4	-	8,076		8,076		-
TIS-Governance & NC exchange	-	11,344		11,344		-
TI Cambodia-Business Integrity Project (BIP)	-	1,500		28		1,472
TIS-ED and his family's evacuation	-	2,542		2,542		-
Development Innovations (DAI)	-	-		1,747		(1,747)
TIS-Speak Up Workshop	-	12,607		11,395		1,212
	154,526	784,674	487	872,131		67,556