

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI  
REPUBLIC OF MACEDONIA, SKOPJE**

Financial statements for the year ended on 31 December 2014 and Independent  
Auditors' Report

Skopje, November 2015

## CONTENT

	<b>page</b>
- Independent Auditors' Report to the FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE	3-4
- Financial statements	
- Statement of Income and Expenditure	5
- Balance Sheet	6
- Notes to the Financial statements	8-23
<b>Appendixes</b>	
<b>Appendix 1</b>	
- Legal obligation for making annual accounts and annual performance report	
<b>Appendix 2</b>	
- Annual account (balance of income and expenditures and balance sheet)	
<b>Appendix 3</b>	
- Annual performance report for 2014	

## **MSFI AUDIT TP – SKOPJE**

**11 October, 1A, 2floor, Macedonia Square BB, Skopje**

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### **INDEPENDENT AUDITOR’S REPORT TO THE MANAGEMENT OF THE FIRST CHILDREN’S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

We have audited the accompanying financial statements (page 5-23) of the First Children’s Embassy in the World Megjashi Association, the Republic of Macedonia, Skopje (hereinafter “the Association”) which comprises the Balance Sheet as of 31 December 2014, and related Statement of Income and Expenditure for the year then ended and the summary of significant accounting policies and other explanatory notes.

#### **Management Responsibility for the Financial Statements**

The Association’s management is responsible for the preparation and fair presentation of these financial statements in accordance with the Accounting Law of Non-profit Organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditors’ Responsibility**

Our responsibility is to express our opinion on these financial statements based on our audit. We conducted our audit in accordance with the International Standards on Auditing and the Audit Law of the Republic of Macedonia. 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 misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosure in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatements of the financial statements whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Association’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 to express an opinion on the effectiveness of the Association’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the 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.

## MSFI AUDIT TP – SKOPJE

11 October, 1A, 2floor, Macedonia Square BB, Skopje

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### REPORT OF THE INDEPENDENT AUDIT (continues)

#### TO THE MANAGEMENT OF THE FIRST CHILDREN'S EMBASSY IN THE WORLD – MEGJASHI ASSOCIATION REPUBLIC OF MACEDONIA SKOPJE

#### Opinion

In our opinion, the financial statements present fairly in all material respect, the financial position of the First Children's Embassy in the World Megjashi Republic of Macedonia Skopje till 31 December 2014 and its financial performance for the year then ended, according to the Law on Accounting for Non-profit Organizations.

#### Report for other legal and regulatory requests

The management of the Association is responsible to make an annual report (appendix 3 to the financial statements) and the balance sheet (appendix 2 to the financial statements) in accordance with the Law on Accounting of Non- profit Organizations and the same were accepted and approved by the Association's management on 23 February, 2015. Our responsibility is to give opinion regarding the consistence of the annual report with the balance sheet and the financial statements of the Association. We conducted our procedures in accordance with the Audit Law of the Republic of Macedonia and the International Audit Standard 720 – Responsibilities of the auditor regarding the other information in documents which consist audited financial statements. According to our opinion the historical financial information disclosed in the annual report are consistent with the balance sheet and the submitted audited financial statements of the Association for the year ending on 31 December, 2014.

Skopje, 16 November, 2015

MSFI Audit TP-

Skopje

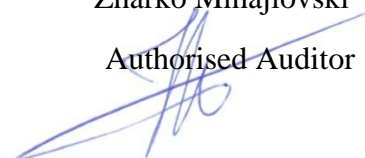
Zharko Mihajlovski

Manager



Zharko Mihajlovski

Authorised Auditor



**STATEMENT OF INCOME AND EXPENDITURES**

**For the year ending on**

**31 December, 2014**

(in 000 Denars)

	<b>Note</b>	<b>31 December, 2014</b>	<b>31 December 2013</b>
Total income	4	13.541	12.841
Total expenditures	5	(12.531)	(12.905)
Transferred part of the income excess from the previous year	4	1.064	1.131
		<hr/>	<hr/>
<b>Income excess – profit before taxation</b>		2.074	1.067
Income tax		(5)	(3)
<b>INCOME EXCESS OVER EXPENDITURES AFTER TAXATION</b>		<b>2.069</b>	<b>1.064</b>
		<hr/>	<hr/>

**The notes are an integral part of the financial statements**

**The enclosed financial statements have been approved for publishing by the Association's management on 28<sup>th</sup> February 2015 and have been signed on its behalf by**

\_\_\_\_\_  
Responsible for preparing  
the financial statements

Ana Ikonomova

\_\_\_\_\_  
Executive Director  
Dragi Zmijanac

**BALANCE SHEET**

**on 31 December 2014**

(in 000 Denars)

	Note	31 December, 2014	31 December, 2013
<b>A) ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Real estate, facilities and equipment	6	<u>947</u>	<u>1.217</u>
<i>Total non-current assets</i>		<u>947</u>	<u>1.217</u>
<b>CURRENT ASSETS</b>			
Funds	7	1.991	918
Claims from operations	8	557	597
Other claims	9	81	114
Accruals and deferrals	10	468	468
Supplies	11	37	38
<i>Total current assets</i>		<u>3.134</u>	<u>2.135</u>
<b>TOTAL ASSETS</b>		<b><u>4.081</u></b>	<b><u>3.352</u></b>
<b>B) SOURCES OF BUSINESS ASSETS</b>			
Business fund	12	984	1.217
Excess of income over expenditures after taxation			
		<u>2.069</u>	<u>1.064</u>
<i>Total sources of business assets</i>		<u>3.053</u>	<u>2.281</u>
<b>C) LIABILITIES</b>			
Short-term liabilities	13	476	479
Deferrals	14	<u>552</u>	<u>592</u>
<i>Total current liabilities</i>		<u>1.028</u>	<u>1.071</u>
<b>TOTAL SOURCES OF BUSINESS ASSETS AND LIABILITIES</b>		<b><u>4.081</u></b>	<b><u>3.352</u></b>

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Responsible for preparing of  
the financial statements

Ana Ikonomova

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Executive Director  
Dragi Zmijanac

## **THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER, 2014

### **1. GENERAL INFORMATION ABOUT THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

The First Children's Embassy in the World Megjashi, Republic of Macedonia, Skopje, with short name Megjashi, further on Association, was established on 29.04.1992 and registered on 25.05. 1992 as non-profit organization according the Law for Citizen Association and Foundation and is in the register of the Associations and Foundations under the register number 1.443.

Address: Kosta Novakovic, br. 22a Skopje

Tax number (code): 4030995179890

CRN: 4377249

The activity of the Association is: Other activities of social protection without housing, not mentioned elsewhere;

Goals and tasks of the Association are

- building and keeping the peace;
- protecting the children from war conflicts and other conflicts;
- protecting the children from abuse for political, economic, war and sexual goals, as well as protecting them from all forms of child's labour abuse;
- protecting, helping and supporting children with parents in crises, children with disabilities, children with low social status, children in the street, children without parents.

### **2. BASIS FOR PREPARATION OF FINANCIAL STATEMENTS**

#### **2.1 Basis for preparation**

The Association prepares the financial statements in accordance with the legal regulations applicable in the Republic of Macedonia and are related to the performance of the non-profit organizations, firstly the Law on Accounting for non-profit organizations ("Official Gazette of RM" number 24/03...17/11) and the corresponding under legal regulations passed on the basis of the same.

These financial statements show the assets and liabilities, the income and expenditures relating to the work of the Association.

The reliability is supported by the fact that the Association will continue to work in the future.



### **3. ACCOUNTING POLICIES**

Below is presented a summary of the significant accounting policies which were used in preparing the Association's financial statements for the year ending on 31<sup>st</sup> December 2013.

#### **3.1 Income and Expenditure**

The recognition of the income and expenditures in the Association is implemented in accordance with the article 13 of the Law on Accounting for non-profit organizations ("Official Gazette of RM" number 24/03...17/11) and the article 18 of the Rulebook on Accounting for non-profit organizations ("Official Gazette of RM" number 42/03, 08/09, 175/11), i.e. according to the accounting principle for modified occurrence of business changes, i.e. transactions.

According to the accounting principle for modified occurrence of business changes, i.e. transactions, the income is recognized in the accounting period when they appeared according to the criteria of measurement and availability. The income is measurable when it can be shown in value. The income is available when they are realized in the accounting period or within 30 days after the end of the accounting period, provided that the income refers to the accounting period and serve to cover the liabilities of that accounting period.

According to the accounting principle for modified occurrence of business changes, i.e. transactions, the expenditures are recognized in the accounting period when they occurred or within 30 days after the end of the accounting period provided that the liability of payment occurred in that accounting period.

#### **3.2 Tangible assets**

##### *3.2.1 Initial valuation*

The tangible assets (facilities and the equipment) are valued initially in accordance with the article 14 of the Low on Accounting for non-profit organizations by which the treatment of long-term assets have the assets whose duration is longer than one year and whose individual value in the moment of purchase is higher than 300 euros in Denars. The Association valuate the long-term assets initially by purchase value lowered for the total amount of the accounted amortization. The purchase value of the long-term assets is the purchase price increased for import customs, value added tax, transportation expenses and all other expenses that can be added directly on the purchase value, i.e. the purchase expenses.

##### *3.2.2. Subsequent costs*

The costs made to replace a component of the tangible assets are recorded separately and are capitalized only if some future economic benefits are probable that will represent inflows in the Association.

31 DECEMBER 2014

### *3.2.3. Amortization*

The amortization is implemented with a straight-line method of description that is consistently applied from accounting period to accounting period with changing of the annual rates that are integral part of the Rulebook on Accounting for non-profit organizations. The amortization is accounted individually for each asset in the framework of the groups regulated with the Rulebook until the value of the long-term assets is compensated completely. The useful life of service, i.e. the writing-off deadline of the long-term assets is determined in accordance with the regulated rates. The annual rates for amortization of the tangible assets are given below, applied to some more significant items:

Buildings	1%
Equipment	14%
Computer equipment and software	20%
Furniture	12%
Vehicles	15%

### *3.2.4. Revaluation*

The calculation of revaluation of the long-term assets (tangible and intangible assets) the Association performs under the article 15 of the Law on Accounting for non-profit organizations and articles 29 and 29-a of the Rulebook for accounting for non-profit organizations. According to the cited legal provisions, the calculation of revaluation is performed in the following cases:

- 1) in withdrawing of usage or alienating or
- 2) due to revaluation, with the rate of increase in producer prices of industrial products published by the State Statistical Office.

The basis for revaluation of the long-term assets is the purchase value of the assets and their accounting expressed accumulated amortization (impairment). The revaluation of the tangible and intangible assets (their purchase value and impairment), which were purchased in the past years (until 31<sup>st</sup> December 2013) and not alienated during the 2014, i.e. the same are stated in the inventory of 31<sup>st</sup> December 2014 and represent the elements of the balance sheet drawn by the same date (for which the Form REV-1 is applied), is not accounted because the only coefficient for revaluation for 2014 was negative -0,038.

### **3.3 Claims**

The claims are recognized according to the amounts agreed in the contract.

### **3.4. Supplies**

The supplies of inventory are recognized in accordance with the article 14, paragraph 7 from the Law on Accounting for non-profit organizations, according to which the long-term assets, whose individual value in the moment of purchasing is lower than 300 euros in Denars, is qualified as small inventory.

The merchandise supplies are recognized in accordance with the article 14, paragraph 3 from the Law on Accounting for non-profit organizations, according to which the short-term assets are shown in purchase value. The purchase value of the supplies comprises the purchase price increased for import customs, VAT, the costs for transport and all other costs that can be added directly on the purchase value, i.e. purchase expenses.

### **3.5 Cash and cash equivalents**

Cash and cash equivalents consist of cash in the cash register, transaction accounts, and deposits in banks and highly liquid investments that can be quickly converted to cash. The cash in the cash register and on the accounts in domestic currency are shown at nominal value, and in foreign currency according to the exchange rate of the National Bank of the Republic of Macedonia at the balance date.

### **3.6 Liabilities**

The liabilities are recognized according to the agreed amounts in the contract.

### **3.7 Tax liabilities**

Taxes are accounted and paid in accordance with the legal regulations in the Republic of Macedonia. The main activities performed by the Association do not represent sales according to the Law on Value Added Tax and are not subject to VAT taxation. The income tax is calculated and paid on tax non-deductible expenses in the tax balance.

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

**4. TOTAL INCOME**

The total income consists of the following:  
(in 000 Denars)

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Income from donations, grants and membership fees	12.290	11.887
Income from interests and exchange rate difference	2	1
Other income	<u>1.249</u>	<u>953</u>
	13.541	12.841
Portable part of the surplus of the income from the previous year	<u>1.064</u>	<u>1.131</u>
<i>Total income</i>	<u>14.605</u>	<u>13.972</u>

The Association achieves its income from donations and grants. According to the purposes, the donations are unrestricted, i.e. for realizing the program activities of the Association or earmarked for implementation of a specific project. Apart from the income from donations, the Association realizes income from the sale of Christmas cards, donations from citizens in cash-boxes placed at various locations in the country, membership fees and other income.

**4.1. Income from donations**

The income from donations for the year ended 31 December, 2014 refer to paid assets on the account of the Association for realization of its project activities. The income from donations are from the following donors (in 000 Denars):

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
CIRa (Civita Mobilitas)	296	2.664
Business entities	668	-
The Ministry of Economic Development and Cooperation of Germany	5.850	4.906
The Ministry of Labour and Social Politics	-	150
European Commission	3.313	2.978
UNICEF	439	297

Mesecina	355	-
Income from membership fees	-	313
Income from donations by individuals	<u>1.369</u>	<u>579</u>
<i>Total income</i>	<b><u>12.290</u></b>	<b><u>11.887</u></b>

#### 4.2. Other income

The other income consist of the following:

(in 000 Denars)	31 December, 2014	31 December, 2013
Income from the sale of Christmas (New Year's) cards	886	624
Income from cash boxes	310	173
Income from sale of tangible assets	-	91
Other income	<u>53</u>	<u>65</u>
<i>Total other income</i>	<b><u>1.249</u></b>	<b><u>953</u></b>

#### 4.3 Presentation of income on projects

The income presented for projects consist of the following

(in 000 Denars)	31 December, 2014	31 December, 2013
Peace Education Program	6.065	4.965
Partnership for Reconciliation through Early Childhood Development and Education in Europe	3.878	2.003
Institutional grant	296	2.664
Support of vulnerable group of children, SOS helpline and daily centre for children	608	883
AID Program (DAP)	-	245
Monitoring of the children's rights	439	368
Youth into action	515	789
We learn together-Mesecina	355	-
Donations and other income of the Association	1.563	1.431
New Year's cards Fund	886	624
<i>Total income on projects</i>	<b><u>14.605</u></b>	<b><u>13.972</u></b>

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

**5. TOTAL EXPENDITURES**

The total expenditures consist of the following:  
(in 000 Denars)

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Expenditures for materials	175	493
Consumed energy	49	98
Expenditures for maintenance of the assets	54	90
Other tangible expenditures	45	108
Utilities	17	23
Post services, telephone, internet	231	198
Transport services (travel expenses) with accounted personal tax	518	549
Printing services	22	174
Non-production services	304	170
Advertising expenses (for projects)	23	57
Catering services for projects	1.314	1.161
Cost of goods sold	160	72
Expenses for temporary engaged employees and royalty fees	2.927	2.073
Gross salaries	5.782	5.000
Other expenditures	910	2.639
<i>Total expenditures</i>	<b><u>12.531</u></b>	<b><u>12.905</u></b>

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

**5.1. Total expenditures for 2014 by types of expenditures are the following:**

<b>Description</b>	<b>Amount in 000 Denars</b>
<b>1. Expenditures for materials</b>	
-Office materials	130
-Auxiliary materials	19
-Means for hygiene	4
-Small Inventory	22
<b>Total:</b>	<b>175</b>
<b>2. Energy consumption</b>	
- Expenditures for electricity	8
-Fuel	41
<b>Total</b>	<b>49</b>
<b>Expenditures for maintenance of the assets</b>	
-Repairs and services of the assets	16
-Maintenance of the vehicles	34
-Washing the vehicles	4
<b>Total</b>	<b>54</b>
<b>4. Other material expenditures</b>	
-Judicial and administrative fees	3
- Vehicle registration	14
- Banking services	2
- Other material expenditures	26
<b>Total</b>	<b>45</b>
<b>5. Utilities</b>	
-Water costs	17
<b>Total</b>	<b>17</b>

## **6. Postal services, telephone and internet**

-Landline telephones	25
-Mobile telephones	151
-Internet	4
-Postal expenditures	51
<b>Total</b>	<b>231</b>

## **7. Transport services**

-Travel costs (with accounted personal tax)	444
- Transport by Taxi	74
<b>Total</b>	<b>518</b>

## **8. Printing services**

-Printing services	22
<b>Total</b>	<b>22</b>

## **9. Non-production services**

- Renting halls	87
-Renting flats	121
-Audit services	38
- Notary services	2
-Legal services	26
-Photocopying	10
-Other expenditures	20
<b>Total:</b>	<b>304</b>

## **10. Expenditures for advertising (for projects)**

- Project advertising	15
-E-mail services	8
<b>Total:</b>	<b>23</b>

## **11. Catering services for projects**

-Catering services for projects	1.314
<b>Total:</b>	<b>1.314</b>



**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

<b>DESCRIPTION</b>	<b>Amount in 000 Denars</b>
<b>12. Purchase value of sold merchandise</b>	
- Purchase value of sold merchandise	160
<b>Total:</b>	<b>160</b>
<b>13. Work contract and royalties</b>	
- Work contracts	1.955
- Royalties	972
<b>Total:</b>	<b>2.927</b>
<b>14. Gross salaries</b>	
- Net salary	3.886
-Personal tax of salary	335
-Contributions	1.561
<b>Total:</b>	<b>5.782</b>
<b>13. Other expenses</b>	
- Negative exchange rate differences	22
-Payments provision	74
- Reimbursement of employees for business trips	247
-Membership fees	54
- Insurance premiums	62
-Other intangible expenditures	56
- Transferred assets to other entities	47
- Additional expenditures from previous years	203
- Shortfall (theft)	35
- Interest for late tax payments	54
-Equipment	56
<b>Total:</b>	<b><u>910</u></b>
<b>OVERALL TOTAL:</b>	<b><u>12.531</u></b>

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

**5.1. Expenditures on projects**

The expenditures on projects consist of the following (in 000 Denars)

	<b>31 December 2014</b>	<b>31 December, 2013</b>
Free SOS helpline	608	-
Peace Education Program	4.512	4.954
Partnership for Reconciliation through Early Child Education and Development in Europe	4.162	1.439
Institutional grant	40	2.920
Support of vulnerable group of children, SOS helpline and daily centre for children	518	369
AID Program (DAP)	-	245
Youth in action	-	785
We learn together	355	-
Monitoring of the children's rights	242	368
Fund for New Year's cards	886	352
General expenditures of the Association	<u>1.208</u>	<u>1.473</u>
<i>Total expenditures on projects</i>	<b><u>12.531</u></b>	<b><u>12.905</u></b>

**6. REAL ESTATES, FACILITIES AND EQUIPMENT**

The real estates, facilities and equipment consists of the following (in 000 Denars):

<b>2014</b>	<b>Facilities and equipment</b>	<b>Nontangible assets</b>	<b>TOTAL</b>
<b>Revalued purchase value</b>			
<i>Balance on 1 January 2014</i>	2.059	22	2.081
New purchases	56	-	56
Expenditure	(19)	-	(19)
Revaluation	-	-	-
Other assets	<u>(23)</u>	-	<u>(23)</u>
<i>Balance on 31 December 2014</i>	<u>2.073</u>	<u>22</u>	<u>2.095</u>
<b>Revalued impairment</b>			
<i>Balance on 1 January 2014</i>	861	3	864
Amortization for 2014	303	4	307
Revaluation of the impairment			
Expenditure			
Other changes	<u>(23)</u>		<u>(23)</u>
Balance on 31 December 2014	<u>1.141</u>	<u>7</u>	<u>1.148</u>
<i>Net accounting value on 31 December 2014</i>	<u>931</u>	<u>15</u>	<u>947</u>
<i>Net accounting value on 1 January 2014</i>	<u>1.198</u>	<u>19</u>	<u>1.217</u>

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

<b>2013</b>	<b>Facilities and equipment</b>	<b>Intangible assets</b>	<b>TOTAL</b>
<b>Revalued impairment</b>			
<i>Balance on 1 January 2013</i>	1.134	-	1.134
New purchases	1.061	22	1.083
Expenditure	(136)	-	(136)
Revaluation	-	-	-
Other assets	-	-	-
<i>Balance on 31 December 2013</i>	<u>2.059</u>	<u>22</u>	<u>2.081</u>
<b>Revalued impairment</b>			
<i>Balance on 1 January 2013</i>	586	-	586
Amortization for 2013	275	3	278
Revaluation of the impairment	-	-	-
Expenditure	-	-	-
Other changes	-	-	-
<i>Balance on 31 December 2013</i>	<u>861</u>	<u>3</u>	<u>864</u>
<b><i>Net accounting value on 31 December 2013</i></b>	<b><u>1.198</u></b>	<b><u>19</u></b>	<b><u>1.217</u></b>
<b><i>Net accounting value on 1 January 2013</i></b>	<b><u>548</u></b>	<b><u>-</u></b>	<b><u>548</u></b>

## **7. FUNDS**

The funds consist of the following (in 000 Denars):

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Denar gyro accounts	1.981	911
Denar cash register	10	7
<i>Total funds</i>	<u><b>1.991</b></u>	<u><b>918</b></u>

## **8. RECEIVABLES FROM OPERATIONS**

	<b>31 December 2014</b>	<b>31 December 2013</b>
Receivables from buyers	269	301
Receivables from donors	288	296
<i>Total receivables from operations</i>	<b><u>557</u></b>	<b><u>597</u></b>

The receivables from the customers in amount of 269 thousand Denars on 31 December, 2014 (31 December, 2013: 301 thousand Denars) refer to the receivables of sold New Year's cards.

The receivables from donors in amount of 288 thousand Denars on 31 December, 2014 (31 December, 2013) refer to expenses made for projects for which the inflow of funds will be completed in the subsequent period of time, i.e. with the final approvals of the projects.

## **9. OTHER RECEIVABLES**

The other receivables from the operations consist of the following (in 000 Denars):

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Receivables for given advances	4	46
Receivables for overpaid income tax	77	68
<i>Total other receivables</i>	<b><u>81</u></b>	<b><u>114</u></b>

## **10. ACCRUALS AND DEFERRALS**

The accruals and deferrals consist of the following (in 000 Denars):

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Suppliers from the country	468	468
<i>Total active time limitations</i>	<b><u>468</u></b>	<b><u>468</u></b>

## **11. SUPPLIES**

The supplies consist of the following (in 000 Denars):

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Supply of merchandise		
– New Year's cards	37	38
<i>Total supplies</i>	<b><u>37</u></b>	<b><u>38</u></b>

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

**13. SOURCES OF ASSETS**

The sources of assets consist of the following (in 000 Denars)

<b>2014</b>	<b>Business fund- general assets</b>	<b>Business fund- supplies</b>	<b>TOTAL</b>
<i>Balance on 1 January, 2014</i>	1.217	-	1.217
New purchases	56	-	56
Sales	(19)	-	(19)
Amortization	(307)	-	(307)
Change of the supplies	-	37	37
<i>Balance on 31 December, 2014</i>	<b>947</b>	<b>37</b>	<b>984</b>
<b>2013</b>			
<i>Balance on 1 January, 2013</i>	548	-	548
New purchases	1.083	-	1.083
Sales	(136)	-	(136)
Amortization	(278)	-	(278)
<i>Balance on 31 December, 2013</i>	<b>1.217</b>	<b>-</b>	<b>(1.217)</b>

**13. SHORT-TERM LIABILITIES**

The short-time liabilities consist of the following (in 000 Denars):

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Suppliers in the country	469	471
Liabilities to donors	6	7
Liabilities for contributions	1	1
<i>Total liabilities</i>	<b>476</b>	<b>479</b>

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI, REPUBLIC OF MACEDONIA, SKOPJE**

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2014

**14. DEFERRALS**

The deferrals consist of the following (in 000 Denars):

	<b>31 December, 2014</b>	<b>31 December, 2013</b>
Undisbursed funds from donors	288	296
Undisbursed income from cards sale	264	296
<i>Total passive time limitations</i>	<b><u>552</u></b>	<b><u>592</u></b>

## **Appendix 1**

### **Legal responsibility for preparation of annual accounts and annual report on operations**

In accordance with the article 17 of the Law on accounting of non-profit organizations the Annual account includes balance of the situation and balance of the income and expenditures.

The annual account and the financial statement, that refer to the same business year and that are prepared in the accordance with the regulations of the Law and the accounting provisions, have to consist identical details for the situation of the assets, liabilities, income, expenditures, the capital and the realized income excess over expenditures of the Association for the business year.

The management body of the Association, in addition to the annual account, i.e. financial statements, is obliged under the Law on associations and foundations, after completion of each business year to prepare a report on the work of the Association in the previous year.

Due to the differences in the manner of presentation of the items in the forms for the annual accounts and these financial statements prepared under the Rulebook on accounting of non-profit organizations, there are possibilities for emergence of some differences in the manner of presentation of the items. If there are significant differences, they are disclosed in the Appendix.

The annual accounts of the Association and the annual performance report is presented in Appendices 2 and 3.

The management body of the Association has reviewed and approved the Annual performance report.

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Executive Director  
Dragi Zmijanac



**Annual report for 2014**

- Balance of income and expenditures**
- Balance sheet**

Name of the non-profit organization: **The First Children's Embassy in the World – Megjashi, R. Macedonia, Skopje**, Address: ul Kosta Novakovic, br. 22A Skopje

**INCOME AND EXPENDITURES ACCOUNT**

**In the period from 01.01. 2014 to 31.12.2014**

**(in Denars)**

No.	Position	Tag of EDP	Amount	
			Previous year	Current year
1	2	3	4	5
	I.EXPENDITURES	201	3130437	2845599
	Material expenditures, services and amortization (202 to 210)			
1.	Spent materials	202	492800	174681
2.	Spent energy	203	120389	65508
3.	Other services	204	1538007	1432415
4.	Transport services	205	745310	744724
5.	Advertising, propaganda and presentation costs	206	8557	15400
6.	Amortisation	207		
7.	Purchase value of the sold materials, goods and services	208	72074	160403
8.	Rents	209	45140	207784
9.	Other material expenditures	210	108156	44584
	OTHER EXPENDITURES (212 to 221)	211	3678174	3592099
10.	Commission for payment operation	212	74037	73551
11.	Interests on loans and borrowings	213		
12.	Insurance premiums	214	36377	61964
13.	Diem for official travel and travel expenses	215	57689	246981
14.	Fees the cost of workers and citizens	216		
15.	Negative exchange rate differences	217	5959	22010
16.	Membership fees	218	34222	53963
17.	Other expenditures	219	3352080	3063477
18.	Expenses for international cooperation	220		
19.	Transferred assets	221	117810	47124
	CAPITAL AND OTHER ASSETS	222	1082387	56225

	(223+224+225)			
20.	a) Assets for buildings	223		
21.	b) Assets for equipment	224	155387	56225
22.	c) Other capital assets	225	927000	
	PAYMENTS, DONATIONS AND OTHER CHARGES (227+228+229)	226		
23	a) Payments, donations and other benefits of legal entities	227		
24.	b) Compensations and payments to individuals	228		
25.	c) Other payments and benefits	229		
	SALARY AND SALARY COMPENSATION (231+232)	230	5000385	5782240
26.	a) Calculated salaries	231	5000385	5782240
27.	b) Calculated compensations	232		
28.	Taxes and contributions not depending of the result	233		254340
29.	Extramural expenditures	234	13844	
	TOTAL EXPENDITURES (201+211+222+226+230+233+234)	235	12905227	12530503
30	Realized surplus of income – profit before taxation (250 minus 235) if 250>235	236	1067245	2074903
31	Taxes and other payments from the profit	237	2671	5487
32.	Realized net surplus - profit after taxation	238	1064574	2069416
33.	Total (235+236) or (235-237) if 237 is bigger than 236=252	239	139724728	14505406
	INCOME FROM SALES OF PRODUCTS, GOODS AND SERVICES (241+242)	240		
34.	Income from sales of products and goods	241		
35.	Income from services	242		
36.	Income from interests and positive exchange rate difference	243	721	2307
37.	Income from membership fees, gifts, donations and income from other sources	244	11887423	12289717
38.	Income from rents	245		
39.	Own income	246	797580	1195196

40	Other income	247		44282
41.	Transferred part of the excess of the previous year	248	1131009	1064574
42.	Extramural income	249	155739	9350
	TOTAL INCOME (240+243+244+245+246+247+248+249)	250	13972472	14805406
43.	Uncovered expenditures (235 minus 250)	251		
	TOTAL (250+251) = 239	252	13972472	14605408

Accountant: first name and surname: Ana Ikonomova

PIN: 2412964455094

Accountant: name of the firm \_\_\_\_\_

CRN: /

In Skopje Person responsible for IS Manager  
 On 23 February, 2015 the balance

0501 – 87

23 February, 2015

NAME OF THE NON-PROFIT ORGANIZATION: **The First Children's Embassy in the World – Megjashi, R. Macedonia, Skopje**

**BALANCE SHEET**

ADDRESS: **ul. Kosta Novakovikc, br. 22A, Skopje** \_\_\_\_\_ on 31 December 2014

(in Denars)

No.	Position	Tag for EDP	Amount			
			Previous year	Current year		
				Gross	Correction of the value	Net (5-6)
1	2	3	4	5	6	7
	ASETSS A.PERMANENT ASSETS (002+003+008+009)	001	1217330	2094801	1147718	947083
1.	I. INTANGIBLE ASSETE	002	18715	21594	7198	14396
	TANGIBLE ASSETS (from 004 to 007)	003	1198615	2073207	1140520	932687
2.	Lands and forests	004				
3.	Buildings	005				
4.	Equipment	006	1198615	2073207	1140520	932687
5.	Other tangible assets	007				
	II. Tangible and intangible investments in preparations	008				
6.	III. Log-term financial investments	009				

(in Denars)

No.	Position	Tag for EDP	Amount			
			Previous year	Current year		
				Gross	Correction of the value	Net (5-6)
1	2	3	4	5	6	7
	FUNS, SHORT-TERMS RECEIVABLES AND ACTIVE FISCAL ACCOUNTS (011+018+019+020+021+02 2-023+024	010	2097386	3096833		3096833
	I.FUNDS	011	917806	1990881		1990881
7.	Gyro account	012	911078	1980872		1980872
8.	Cash desk	013	6666	9941		9941
9.	Foreign currency account	014	62	68		68
10.	Segregated funds and letters of credit	015				
11.	Non-resident foreign currency account	016				
12.	Other funds	017				
13.	II.SECURITIES	018				
14.	III.BUYERS	019	300885	268940		268940
15.	IV.CLAIMS FOR ADVANCES, DEPOSITES AND BAILS	020	45647	4331		4331
16.	V.SHORT-TERM FINANCIAL CLAIMS	021	296007	287377		287377
17.	VI.OTHER SHORT-TERM CLAIMS	022				
18.	VII.CLAIMS FOR OVERPAID TAXES AND CONTRIBUTIONS	023	68590	76853		76853
	VIII.ACTIVE TIME LIMITATIONS (025+026+027)	024	468451	468451		468451
19.	Prepaid distinguished expenses	025				

20.	Transferred excess of income from the previous year	026				
21.	Other active time limitations	027	468451	468451		468451
	B.MATERIALS, SPARE PART, SMALL INVENTORY, PRODUCTION, PRODUCTS AND GOODS (from 029 to 034)	028	37894	1209623	1173003	36620

22.	Materials in stock	029				
23.	Spare parts	030				
24.	Small inventory	031	0	1173003	1173003	0
25.	Production	032				
26.	Products	033				
27.	Goods	034	37894	36620		36620
	D.UNCOVERED EXPENDITURES (036 +037)	035				
28.	Uncovered expenditures – loss from previous years	036				
29.	Uncovered expenditures-loss from the current year	037				
	E.RESERVE ASSETS (039+040)	038				
30.	Cash reserves	039				
31.	Placements and claims from the reserved fund	040				
	F.ASSETS FOR OTHER PURPOSES	041				
32.	TOTAL ASSETS (001+010+028+035+038+041)	042	3352610	6401257	2320721	4080536
33.	OFF-BALANCE ASSETS	043				

No.	Position	Tag of EDP	Amount	
			Previous year (initial state)	Amount on the balance day (current state)
1	2	3	4	5
	PASSIVE		1217330	983703
	I.SOURCES OF THE BUSINESS ASSETS	044		
34.	a) Business fund	045	1217330	983708
35.	II. REVALUED RESERVE	046		
	III. LONG-TERM LIABILITIES (048 to 050)	047		
36.	Long-term loans from domestic banks	048		
37.	Long-term loans from abroad	049		
38.	Other long-term liabilities	050		
	IV. SHORT-TERM LIABILITIES AND OASSIVE FISCAL ACCOUNTS (052 to 061)	051	478574	475860
39.	Securities	052		
40.	Suppliers	053	471021	468450
41.	Liabilities towards the state and other institutions and contributions and other liabilities	054	1266	1266
42.	Short-term financial liabilities	055		
43.	Other short-term liabilities	056		
44.	Short-term liabilities to international organizations	057		
45.	Liabilities for received donations in cash by international organizations	058	6287	6144
46.	Liabilities for received donations in kind from international organizations	059		
47.	Other liabilities to international organizations	060		
48.	Liabilities for salaries	061		
	V. PASSIVE TIME LIMITATIONS (063 to 065)	062	1656706	2620973
49.	Passive time limitations – calculated and prepaid income	063		



Name of the non-profit organization: **The First Children's Embassy in the World – Megjashi, R. Macedonia, Skopje**, Address: ul Kosta Novakovic, br. 22A Skopje

**NOTE FOR DEPLYING THE RESULT**

**For the period from 01.January, 2014 to 31.December, 2014**

**(in Denars)**

No.	POSITION	Tag of EDP	Amount	
			Previous year	Current year
1	2	3	4	5
1.	A. REALIZES NET SURPLUS - PROFIT	351	1064574	2069416
2.	a) Part of the surplus-profit for covering of loss from the previous years	352		
3.	B. RESIDUE FROM THE NET PROFIT FOR CLASSIFICATION (351 minus 352)	353	1064574	2069416
4.	a) Part for the reserve fund	354		
5.	b) Part for the business fund	355		
6.	c) Part for salaries	356		
7.	d) Part for other purposes	357		
8.	e) part for transfer for the following year	358	1064574	2069416
9.	f) Not allocated part from the surplus of the income - profit	359		
10.	A. UNCOVERED EXPENDITURES –LOSS IN THE CURRENT YEAR	360		
11.	B. UNCOVERED EXPENDITURES –LOSS FORM PREVIOUS YEARS	361		
12.	C. TOTAL LOSS FOR COVERING (360+361)=(363+364+365+366)	362		
13.	a) Covering of the loss with donations	363		
14.	b) Covering the loss by writing	364		

	off the claims of the constituents			
15.	c) Covering the loss by increasing the reserves	365		
16.	d) Uncovered expenditures- loss	366		

Accountant: first name and surname: Ana Ikonomova

PIN: 2412964455094

Accountant: name of the firm \_\_\_\_\_

In: Skopje Person responsible for the balance IS Manager

On: 23 February, 2015

**Annual report for 2014**

**THE FIRST CHILDREN'S EMBASSY IN THE WORLD MEGJASHI  
REPUBLIC OF MACEDONIA**

Address: ul. Kosta Novakovic 22a, 1000 Skopje

Tel/fax: (02)2465-316,

[info@childrensembassy.org.mk](mailto:info@childrensembassy.org.mk) [www.childrensembassy.org.mk](http://www.childrensembassy.org.mk)

**ANNUAL REPORT FOR 2014**

## **MISSION**

The First Children's Embassy in the World Megjashi is an international non-governmental organization whose goal is protection of the children and their rights as well as strengthening of the NGO movement for the rights of the children. Since its establishment on 29 April, 1992, Megjashi have been advocating for respecting the children's personality through protection of their rights, negotiating for their best interests, connecting the children from different origin and making their lives richer with events that make the childhood secure and creative. They have been strengthening the NGO movement for protection of the rights of the children in the Republic of Macedonia through developing volunteer approach and exercising the care about the Convention of the rights of the child.

The social movements, institutions and organizations have a task to facilitate the injustice through creating a new chance for each child and providing safe, positive and encouraging environment for the children during their early childhood. As one of the leading organizations for the children's rights in the Republic of Macedonia, the First Children's Embassy in the World Megjashi have been contributing for realizing these goals.

Megjashi is the first registered non-governmental organization for protection of the rights of the children in the Republic of Macedonia in the transition period. With its activities it has contributed in the development and strengthening the citizen's awareness for the children's rights, break the silence of the children's suffering revealing many cases of child abuse in the public in which they are directly engaged in establishing more efficient mechanisms for protection of the children.

## **ANNUAL REPORT**

During 2014, the First Children's Embassy in the World Megjashi completed numerous activities directed to the implementation of the Convention for the rights of the child in the Republic of Macedonia from which we single out the following:

### **FREE SOS HELPLINE FOR CHILDREN AND YOUTH**

The SOS helpline for children and youth of the First Children's Embassy in the World Megjashi is the first free telephone line in the country that has already been working actively for 22 years (since 1993). So far more than 20 thousand children and youth have called to talk about problems connected with the violence (physical, sexual or psychic), about problems with the family, friends, love, personal problems and others. From the beginning more than 200 volunteers, psychologists, pedagogues and social workers, have been included in the SOS helpline. The children and youths can call and talk about their problems every day from 8 a.m. to 5 p.m. In the period of 1 January, 2014 to 31 December, 2014 there have been registered 102 calls on the free SOS helpline for children and youth (0800 1 2222).

### **General information for the work of the SOS helpline in 2014**

The information that have been selected are on the basis of the information we have got for possible breaking of the children's rights, every contact is marked as one separate case.

The contact can be made in the following ways: by calling the free SOS helpline for children and youth 0800 1 2222, calling the fixed telephone of the First Children's Embassy in the World Megjashi: 2465-316, our e-mail address: [sos@childrensembassy.org.mk](mailto:sos@childrensembassy.org.mk) , [info@childrensembassy.org.mk](mailto:info@childrensembassy.org.mk) , Facebook profile of the First Children's Embassy in the World Megjashi, by mail and by coming to the premises of the Children's Embassy Megjashi.

In the period from January to December 2014, 102 callers, including 2 children and 100 adults, have contacted with the First Children's Embassy in the World Megjashi. Of the adults who reported a case, four were anonymous, one case was brought by certain media information and in two cases the caller was a legal entity.

In this annual report a small number of children callers can be noticed and because of this it is necessary to work more intensively in order children and youth to be encouraged to call and be informed or to report breaking their rights.

As the most characteristic information that can be emphasized for children who were included in the reported cases registered in the First Children's Embassy in the World Megjashi are:

**Poverty** - From the total number of children covered by the cases reported in the First Children's Embassy in the World, 55 children live on the edge of existence. This information shows that the financial and social situation in the country is significantly difficult and requires more attention and support by the competent organs in order to prevent further breaking the children's rights.

**Family violence** - From the total number of children potential victims 16 children were unprotected and exposed to violence in his/her family. These children are exposed on humiliation, insults, beating or unsatisfying their existential needs, as measures for education which, unfortunately, were used by their parents. All these influence on their optimal psycho-physical development.

**Divorces** – 15 children were potential victims of breaking the right of the child in divorce proceedings. In divorce proceedings, which are getting more common, most of the victims are children who suffer because of the problems of their parents and that is mostly the communication between them. During the divorce proceedings the opinion of the child is not taken into consideration so that the children are forced to make contact with the parent even it is against their will. Also they are the victims in these situations because there are parents who consciously or unconsciously use their child as a mean in their mutual proving and demonstrating power towards the other parent and with that they neglect the interests of their child.

**Doubt of sexual abuse** – Three children were victims of sexual abuse or doubt for sexual abuse by someone close or acquaintance of the child – victim.

### Information about the gender of the callers

In the period from January to December 2014, 48 women and 44 men called. From the table we can notice that unlike the previous years, the number of men and women who have reported problems or wanted to get some information about the children's rights is almost the same. These information show that the men are getting more open for discussion and to be informed in order to act in the best interest of their children.

Callers	Gender	Total
Children		
	Men	2
	Women	
Adults	Anonymous	
	Men	44
	Women	48
	Anonymous	4
Unknown callers		1
Legal entities		2
Medium		1
<b>Total</b>		<b>102</b>

### Information according the ethnicity of the callers

Regarding the ethnicity, there are not any information about the ethnicity of 15 callers. Most of them are Macedonians – 51, 19 Roma, 13 Albanians and 4 belong to other ethnic communities.

Macedonians	Albanians	Roma	Others	Unknown	Total
51	13	19	4	15	102

According to these information we can notice that we need a greater popularization of the SOS helpline among the different ethnic communities and their encouraging to report and not to stay silent about the breaking the children's rights, as physical and psychological violence over children in the family and out of it, abuse of the children's labour (begging, child prostitution) and large number of other offences of the children's rights that influence the proper growth and development of the child.

### PSYCHO-SOCIAL COUNCELLING

In the period from January to December 2014 there have been 35 meetings held on request of concerned parents, children and youths. Of the total number of held meetings, 17 meetings were about the problems in the communication with the parents or other persons; 9 meetings were result of problems with the children's health and their treatment. Some of these

meetings, i.e. 9 were in negotiation with a psychologist in order to give them advice knowing that they were listened to with full attention and accepted without prejudice and persuasions.

### **Free legal service**

Apart the SOS helpline for children and youth in the framework of the activities of the First Children's Embassy in the World Megjashi there is a free legal service. This year the free legal service treated all the reported cases in a form of information and advice regarding the children's rights.

### **BUILDING THE CAPACITY OF NGOs IN MONITORING THE CHILDREN'S RIGHTS**

The goal of the project "Building the Capacity of NGOs in Monitoring the Children's Rights" is to contribute in strengthening the role of the citizen sector in monitoring of children's rights in Macedonia. As signer of many international agreements and conventions, including the Convention of the rights of the child (CRC), our country has a duty to perform systematic monitoring and reposting about the children's rights. This project has focused on the support of the informal Coalition of civil organizations for monitoring the children's rights through support of activities for collecting information about the children's rights as well for preparing and publishing of annual reports that will be presented in the public and will be used as a foundation for final report that will be submitted to the Committee for children's rights in Geneva.

### **Completed activities and time framework**

In order to achieve the planned goal, there were several activities:

#### *-Collecting information by the members of the Coalition*

All the members of the Coalition collected the information in accordance with the agreed plan. Some surveys were conducted regarding the inclusion of the Roma children in the education process, inclusion and treatment of children with specific educational needs in the education and the participation of the secondary school students in making decisions on the level of secondary schools and secondary school organizations.

#### *-Analysis of the collected information and preparation of a report about the situation with the rights of the child in the Republic of Macedonia*

After getting the information the Children's Embassy Megjashi made additional analysis and all obtained information were starting point in preparing the Report about the situation with the rights of the child in the Republic of Macedonia. The report was prepared in accordance with the methodology that has been developed in a mutual workshop of the organizations members of the informal coalition of non-governmental organizations. The report presents the results from the surveys whose goal was to investigate and analyse how the provisions of the Convention of the rights of the child have been implementing in the Republic of Macedonia.

For the purposes of this report the following areas have been analysed: - Including the Roma children in the education; - Children with special educational needs in the educational system; - participation of the children as one of the basic principles in the foundation of the

Convention of the rights of the child; - Children's health protection; - Children who use drugs; - New-borns/breastfeeding; - Children victims of trafficking; - Juvenile justice

*- Press conference where the Report for the situation of the children's rights was presented*

After announcing the Report for the situation of the children's rights in the Republic of Macedonia, there was a press conference where the key findings and conclusions were promoted as one of the forms with which it is planned to influence the increasing of awareness about the children's rights in Macedonia.

This project was financially supported by the UNICEF office in Skopje.

### **PARTNERSHIP FOR RECONCILIATION THROUGH EARLY CHILDHOOD EDUCATION AND DEVELOPMENT IN EUROPE – PRECEDE**

The Partnership for Reconciliation through Early Childhood Education and Development in Europe is a partnership of organizations of the civil society from Serbia, Kosovo, Albania, Macedonia, Croatia, Montenegro and Northern Ireland. Its goal is to support the influence of the civil society on the process of reconciliation and unity through education in the early years in the region of the Balkans and in Europe. This program is financed by the European Commission, Instrument for Pre-accession Assistance (IPA) Civil Society Facility.

The program will contribute for development of sustainable network of the organizations of the civil society from the Balkans which work with pre-school children and promote acceptance of others and respect for diversity; development of sustainable networks of the civil organizations on national level which promote acceptance of others and respect for diversity through education in the early childhood in the countries of the Western Balkans and connection of the networks of the national networks and the PRECEDE network of the civil organizations with the International network for young children in conflict and post conflict countries.

***Main goal of the program is:*** to support the influence of the civil society on the process of reconciliation and cohesion through education and development of the pre-school children on the Balkan and in Europe.

***The tasks of the program are:***

-Developing a sustainable regional network of NGOs that work with pre-school children and which will promote acceptance of others and respect for diversity;

-Developing sustainable national network of NGOs that promote acceptance of others and respect for diversity through pre-school upbringing and education in the countries of the Western Balkans;

-Creating a connection among the national NGOs networks and the PRECEDE networks with the International network for pre-school children in conflict and post-conflict countries.

***Expected results and achievements:***

-Strengthening the capacities of the NGOs to implement a research;



- Strengthening the NGOs to follow the implementation of the laws, the international instruments and the other documents;
- Strengthening the NGOs for promoting the goals;
- Developing regional program guides for NGOs and themes connected to peace building;
- Organizational strengthening of the capacities of the civil organizations.

More information about the implemented activities in 2014 in the framework of PRECEDE are available on <http://childresembassy.org.mk/aktivnosi-precede.nspix>

### ***Component 1 and 2 – Researching, monitoring and evaluation***

#### ***Workshop for Study of a case for research, 7 March 2014, Skopje***

On 7 March 2014 in Skopje, in the premises of the hotel “Tomche Sofka” there was a workshop for Study a case. In the workshop there were representatives from the Ministry of Labour and Social Policy of RM, representatives from non-governmental organizations, representatives from kindergartens and universities in the Republic of Macedonia. The workshop was led by Professor Dr. Lena Damovska. The workshop participants were introduced to the method Study a case, its tools and advantages, as well as with the new international trends in pre-school education in Europe. Also the workshop participants were more introduced with the five leading principles of the Charter on the Welfare of the Children 2030 prepared by the Foundation for Universal Education and EUROCHILD where the Children’s Embassy Megjashi is a full member. These five principles of the Charter were discussed in the Macedonian context as well as their application in the kindergartens in Macedonia.

#### ***Workshop on the subject “Action Research” 21-22 May 2014, Skopje***

From 21 to 22 May 2014, in the premises of the Viktorija Hotel in Skopje, there was a workshop on the subject “Action Research”. The workshop was attended by representatives of the partner non-governmental organizations, director and educator from the kindergartens where the toolkits have been piloting. The main goal of this workshop was to deepen the knowledge and abilities for action research as the most significant and proper for usage in the early childhood development and education, as well as to exchange the experiences from direct implementation of this research in practise. During the workshop the participants presented the results of the action researches on the subjects: “Importance of the preschool education in the overall education of the children” and “Influence of the violence contents of the cartoons on the children’s development”. The participants elaborated the methodologies, technics and the final results from the researches and shared their personal experiences in the researches.

#### ***Meeting of the PRECEDE Network and the Workshop for monitoring, 11 June 2014, Skopje***

On 11 June 2014 in the premises of the Viktorija Hotel there was a meeting of the PRECEDE network and a Workshop for monitoring of the National action plan for the children’s rights in the Republic of Macedonia (2012 – 2015) with a particular reference to the Charter on the Welfare of the Children. This meeting and workshop attended 35 participants: representatives of the non-governmental organizations – partners in the PRECEDE network, representatives

from the Ministry of Labour and Social Policy of RM, representatives of the kindergartens included in the program and representatives of several municipalities. The subject of this meeting were the principles of the Charter for learning on the Welfare of the children, its meaning, definition and correlation with the situation with the welfare of the children in Macedonia.

### ***Component 3 – Advocacy and Lobbying***

#### ***Workshop on the subject “Advocacy and Lobbying”, 29-30 May 2014, Skopje***

From 29 to 30 May 2014, in the premises of the Viktorija Hotel, there was a workshop on the subject “Advocacy and Lobbying”. This workshop was attended by 20 participants and representatives from the Ministry of Education and Science of RM, representatives of the partner non-governmental organizations, directors and educators from kindergartens where the toolkits have been piloting. During the workshop detailed information were given about the actual meaning of the advocacy and lobbying and were identified the main problem that the early childhood development and education in Macedonia faces with. During the workshop the participants identified the insufficient number of the children in the kindergartens as the main problem in the field of the early childhood development and education in Macedonia. In order to advocate and lobby for solution of the above mentioned problem, the participants identified the target groups and created several messages that should be used in the process of advocacy and lobbying for solving the problem with the insufficient number of children in the kindergartens, especially in the rural areas.

#### **Workshop for Advocacy and Lobbying, 14 November 2014**

On 14 November 2014 in the premises of the Chamber of Commerce of Macedonia there was a workshop for advocacy and lobbying. The workshop attended 20 participants, representatives from the Ministry of Labour and Social Policy, the Ministry of Education, from the media, educators and directors of the kindergartens included in the program. At this workshop the emphasis was on identifying of the key points of the advocacy and lobbying process, the manner of developing and transferring the key message, as well as the establishing and maintaining the relations with the media.

### ***Component 4 – Program toolkits for work with preschool children in the field of building peace and respect for the diversities***

#### **Meeting of the working group about the program toolkits about the *Respect for the diversities*, 4-5 April 2014, Skopje**

The meeting of the fourth working group about the toolkit *Respect for the diversities* was held on 4-5 April 2014 in Skopje in the premises of the Viktorija Hotel, led by Professor Dr. Zora Jacova and Professor Dr. Lena Damovska. The subject of this meeting was the toolkit *Respect for the diversities*, as a guide for changing of the attitudes and approaches in the inclusion on subjects related to diversities in the everyday activities of the children in the preschool education. The main goal of the meeting was to deepen the knowledge, skills and competence for respecting the diversities, their positive promotion in the daily activities of the children and parents. One more goal was deepening the knowledge and understanding the diversities we face with in the Macedonian society and the way these diversities are identified and interpreted.

## **Possibilities for promoting the toolkits as International toolkit for work with children from conflict and post-conflict environment, 10 May 2014, Skopje**

On 10 May 2014 there was a meeting in the premises of the Viktorija Hotel in Skopje, where the participants discussed the possibilities for further promotion of the necessary for inclusion of the program for diversities with an accent on the International toolkit for work with children from conflict and post-conflict environments. The meeting was led by Professor Dr. Lena Dimovska and Ljiljana Vasic – director of Help for children (Pomoc deci). The meeting was attended by representatives from the Ministry of labour and Social Policy, directors and educators of kindergartens where the toolkits have been piloting.

### ***Component 5 – Quality in NGOs and ISO 9001 Certificate***

#### **Certificate for management of quality ISO 9001:2008**

The First Children's Embassy in the World Megjashi in July 2014 gained a certificate for management with quality ISO 9001:2008, issued by JUQS and IQNet. The volume of the certification refers to: *Advocacy and protection of the children's rights through promoting a quality care for the children, quality education of the children and commitment for responsible parenthood and respect for the child's personality regardless their religious, ethnic or any other affiliation; through promoting peace activism, cherishing the diversities and commitment for equal opportunities for all with help of the SOS helpline for children and youth, the free legal service and the other activities in best interest of the child.*

The validity of the certificate lasts from 23 July 2014 to 22 July 2017.

#### **Training for management the quality in the civil organizations – ISO 9001, 19 to 21 November 2014**

The training for quality management system ISO 9001:2008 intended for civil organizations in Macedonia was held from 19 to 21 November 2014 in Molika Hotel in Bitola. The subject of the training was dedicated to the quality management system in the civil organizations, with a special emphasis on ISO 9001:2008, an international standard for quality management. During the training the representatives of the Children's Embassy Megjashi shared their experiences in preparing the organization for gaining the ISO 9001 certificate and the procedure for gaining it. Apart for the mutual meeting of the participants of ISO 9001 the goal of the training was to discuss about the importance of the quality management system for the civil organizations.

#### **Training for ISO 9001, 23 to 25 December 2014**

From 23 to 25 December 2014 there was a training for ISO 9001. The training was dedicated to the concept of ISO 9001, request for this standard and the necessary adjustments of an organization in accordance of the requirements of this standard. Also the method of inner evaluation, the process of preparation for ISO and the process of applying and gaining the same was presented. The agenda of the first two days was dedicated to the theoretical aspects of ISO 9001 while the third day was dedicated to discussing and analysing the concrete documents of the Children's Embassy Megjashi which had already gained this certificate in July 2014.

## **LET'S LEARN TOGETHER PROJECT**

FCEW Megjashi in a partnership with the Humanitarian and voluntary Association Mesecina was implementing the project "Let's Learn Together" during 2014 and it directly referred to the protection of the human rights with a special focus on the vulnerable people and the support of the activities in the framework of the Decade for including the Roma 2015 – 2015 and the National Strategy for Roma people. The implemented activities were in the direction of increasing the educational quality of the Roma children, their better achievements in the schools, inciting active participation of the parents of the Roma children in the educational process. This project, focused on indiscrimination, led by Mesecina, and in partnership with FCEW Megjashi, enabled correct and best approach to the children in order to protect their rights.

Specific goals of the project – improving the approach to the education of the youth, especially the Roma and mediating in the process of providing personal documents for the people in R. Macedonia who do not have them.

Expected results of the project

- Increased interest of relevant doers and families for providing approach for youth/children who are excluded because of various reasons at the moment,
- Collected information and established cooperation with the institutions for solving the problem,
- Initiated policy and change in the legislative on national and local level.

## **PEACE EDUCATION PROGRAM**

The main goal is to contribute for development of coherent educational program for peace education in the Macedonian schools. However, according to the experiences and learned lessons so far, in 2014, the following changes were made:

Increased number of PEP training for the teachers in the secondary schools, as well as the total number of the participants. In 2014, PEP held 5 trainings (24 days all together). The participants in the trainings were mainly teachers from 6 secondary schools.

After the recommendation of the evaluation for the children's rights they are further included as a content in the trainings whenever it is possible.

After a long time of discussion the PEP team decided to engage into the program a new school – HS Vlado Tasevski from Skopje. It is ethnic mixed school where the Macedonians and Albanians are situated in two separated school buildings, with record of violence, conflicts and incidents among the Macedonians and Albanians school students in the past.

Also the PEP team decided to take advantage of the possibility for starting a pilot- project in the primary school Jan Amos Komenski because of their interest in the education for peace program.

In a direction of strengthening the relations with the school professional services and school directors the PEP team worked towards their active participation in trainings. So far, 1 school director, 2 deputy directors and 5 persons from the school have been included in the training.

The developing of a coherent concept and educational material referring the peace education moves forward, several articles and a toolkit for peace education have already been made and some efforts for cooperation with the Ministry of Education for toolkit for peace education have been determined.

When there were not any educators for peace education, more emancipation and work with the teachers were done in the direction of implementing the peace activities by themselves. Activities were planned to be done in the framework of the educational process and their duties, as well as in the additional activities and curricula. In November and December two trainings were implemented for facilitating the workshops on subjects related to peace education.

The school Peace Club continued to work only in the high school SUGS Nikola Karev. Teachers from other schools implemented peace activities during their regular classes and additional activities of the Program for Life Skills and Peace, Tolerance and Protection.

The activity level varied from school to school. Regardless how hard the PEP team tried to incite initiative among the teachers, the experience showed that the peace activities in the schools still needed a lot of coordination and consultation with PEP team. The teachers were used to previously set activities that they mainly implemented, but the freedom to create activities by themselves sometimes instead to stimulate them, it blocked them even more.

In order to facilitate this process the PEP team initiated creating a Toolkit for peace education for the teachers.

Overall context and situation (capacities/motivation of the teachers, administration, political affiliation and ethnicity) were different in every school and therefore a solution has to be found.

This program is financed by the German Federal Ministry for Economic cooperation and Development.

### **DAILY CENTRE FOR CHILDREN WHO DO NOT GO TO SCHOOL EVS PROJECT**

In the period of 1 May 2013 to 30 November 2014 the First Children's Embassy in the World Megjashi implemented the EVS project "Daily Centre – children who do not go to school". It is a mutual project of the Children's embassy Megjashi, as a host organization and the organization "Teatar Arken" from Sweden as an organization-sender of volunteers. During the project two volunteers from Sweden were involved in the activities of the Children's Embassy Megjashi for 10 months, 2013-2014.

During the volunteering, both of them were included in the activities of the Daily Centre for children who do not go to school, then in other activities out of the daily centre and were introduced with the ways of collecting funds in FCEWM.

The project was financially supported by the National Agency for European educational programs and mobility through Youths in Action program.

## **PROMOTION AND SUSTAINABILITY SECTOR**

The sector for promotion and sustainability was established in order to provide other sources of financing the organization and its activities, apart from the projects, such as providing donations, carrying out economic activities and promoting the work of the Children's Embassy Megjashi.

The work of the Department of promotion and sustainability in 2014 is presented below and the collected funds are divided in: funds collected from donations by citizens in boxes; collected funds for economic activities or selling New Year's cards and provided donations from business companies.

**Box for donations** – In 2014 the fund collected from the boxes for donation was 344, 970 MKD

**New Year's cards** – The fund collected from the New Year's cards in 2014 was 853,749 MKD

**Donations** – Beside the provided funds, there were some donations from business companies: EBRD donated 6 lap tops which significantly improved the technical equipment in Megjashi. Slagana Vlakovic, a single mother, got a donation from Megjashi for three months, through donation from Promes, an amount of 3,000 MKD a month or 9,000 MKD for three months. Together with the coordinator of the SOS helpline we continued to help this family in finding permanent solution of the employment and housing problem. Several times we visited the family and the local community for improving the conditions to solve the problems that this family faces. The monthly donation from Promes continued – 3,000 MKD with its products and weekly donations: bakery products from Vatasha bakery for the children in the Daily Centre.