ANNUAL REPORT



TRANSPARENCY INTERNATIONAL ANTICORRUPTION CENTER

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# **ABOUT THE ORGANIZATION**





## Mission

To promote good governance and democratic processes to contribute to strong statehood and a corruption-free Armenia.



# GOVERNANCE



### **Executive** Director



Sona Ayvazyan

#### **Board**



Arsen Kharatyan



Isabella Sargsyan



Armen Ohanyan



Inga



Zarafyan



Zaruhi Hovhannisyan

#### **Ethics Committee**



Lana Karlova



Artur Grigoryan



Mariam Hoveyan



**34** members



2 general meetings



3 board meetings

# **TEAM**



Aleksey
Petrosyan
Project Manager

Amalya Umurshadyan Grants Manager Anahit Hovakimyan Project Specialist Anush Hakobyan Lawyer Araqsya Khachatryan Financial Assistant **Aren Manukyan**Project Manager

Armen
Khudaverdyan
Public
Administration
Consultant

**Tokhmakhyan**Communication
Coordinator

Armine



Gayane
Baghdasaryan
Project Manager

Gohar Hayryan Chief Accountant Zhanet
Avetisyan
Fundraising
Manager

isyan
aising
ger

Lusine
Stepar
Events a
Adminis

Lusine
Stepanyan
Events and
Administrative
Coordinator

Hayk Davtyan Project Assistant Hayk Martorosyan Lawyer

Mariam Hoveyan Project Manager Mary Minasyan Project Assistant Narine Nushervanyan Office Manager Nvard Manasyan Project Manager Shushanik Avagyan Project Specialist Sona
Ayvazyan
Executive
Director

Varuzhan Hoktanyan Project Manager Varduhi Avanesyan Lawyer Tatevik
Margaryan
CSO expert/
Project Coordinator

**Tigran Mughnetsyan**Project Specialist

**Qristne Margaryan**Human Resources
and Organizational
Development
Manager

Flora
Mirzkhanyan
Project Specialist

# **AREA**

## **CORRUPTION PREVENTION**



## **Activity/Result**

Support an effective anticorruption policy, development of legislation preventing corruption risks and promote the establishment of integrity and mechanisms preventing corruption in the public sector

- Support RA 2023-2026 in anticorruption strategy development
- Monitoring of the Corruption Prevention Commission
- Assessing and advocating the implementation of international obligations OECD, GRECO, EITI, OGP

- Assessment of the Armenian Parliament's Oversight Function
- Assessment of External Accountability Mechanism on the Example of Public Education Programs





## LAW AND ENFORCEMENT



## **Activity/Result**

Pursue the law enforcement practices and assist citizens in the protection of the public interest, pursue the process of recovering illegal property and holding liable

Legislative recommendations in 9 areas were presented with partners

RA electoral code



RA criminal code



RA tax code





**State registration** 

of legal person



Integrity in the field of public education



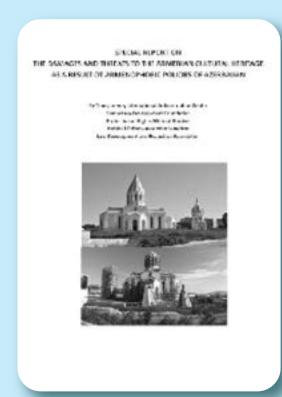
**Environmental information** 

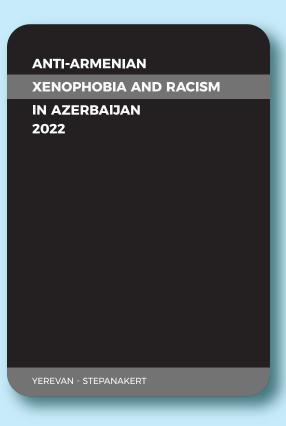


Fact-finding commission attached to the Public Council



- Special Report on the Damages and Threats to the Armenian Cultural Heritage as a Result of Armenphobic Policies of Azerbaijan
- Anti-Armenian Xenophobia and Racism in Azerbaijan 2022





## PUBLIC RESOURCES AND SERVICES



## **Activity/Result**

Promote effective, transparent and accountable management of public property and public finances and promote the improvement of the quality of public services and reduction of corruption risks

- Evaluation of Transparency and Accountability of Yerevan Municipality
- The Effectiveness of the Activities of the Health and Labor Inspection Body under the RA Government in the Field of Labor Legislation Control
- Teacher Accreditation and Training Monitoring Report







## POLITICAL SYSTEM AND ELECTIONS



## **Activity/Result**

Promote free and fair elections, formation of political parties and improve their transparency



## **Yerevan Municipal Elections 2023**



**70** observers



290 polling stations

### **International Observation Missions**



Kazakhstan
Parliamentary and
local elections



Turkey
Presidential
elections



Poland
Parliamentary
elections

Yerevan Municipal Election Final Report



## CIVIC SPACE AND ENGAGEMENT



## **Activity/Result**

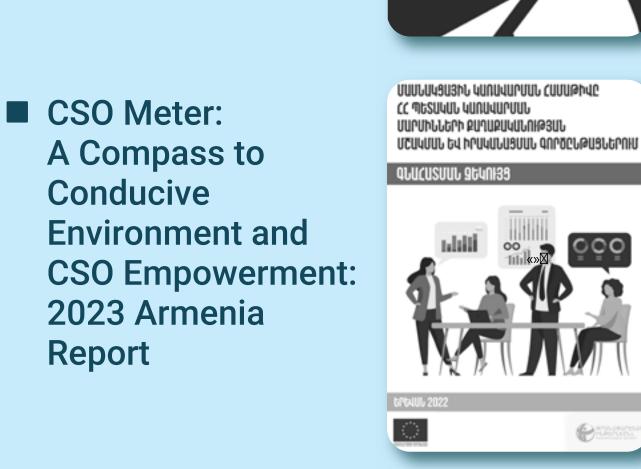
Contribute to the environment improvement of civil society organizations



կողմնացույց

■ CSO Meter: Regional Report 2022

Report



**CSO METER** 

A compass to conducive

environment and

COUNTRY REPORT

CSO empowerment

ARMENIA 2022

■ CSO Meter: A Compass to Conducive **Environment and CSO Empowerment:** 2022 Armenia Report



**Participatory** management index in the policy development and implementation processes of RA state administration bodies

## ANTICORRUPTION EDUCATION AND LEADERSHIP



## **Activity/Result**

Promote civic and anticorruption knowledge and formation of values

43
trainings

Anticorruption schools

Akanates observers

organized by Civic Hub\*

social studies teachers, journalists and civil society organizations

12 other







<sup>\*</sup> Partner NGO from Artsakh

# **AWARENESS**



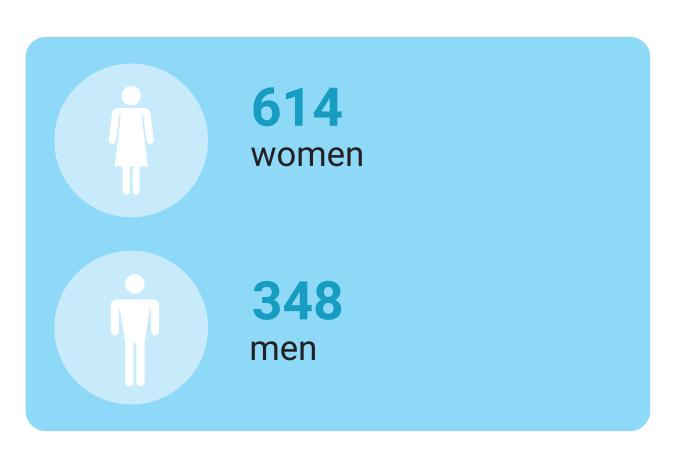
40 public discussions

30 TIAC

6 with partners

4 Civic Hub

962
participants





# SUBGRANT PROJECTS

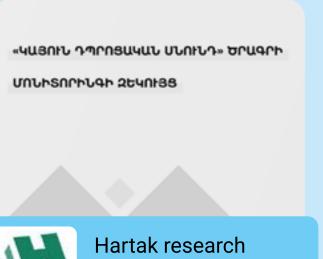




Youth Avangard



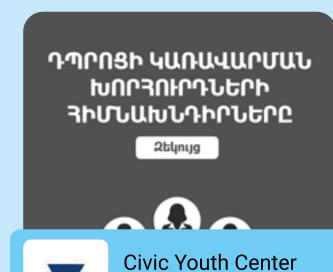




center



Children









Մարտունի համայնքի ավագանու 2022 թվականի գործունեության մոնիթորինգ

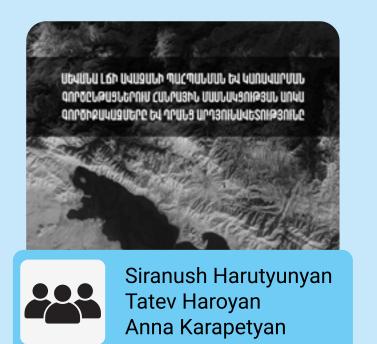
2640188



Martuni Women's **Community Council** 









# JOURNALISTIC INVESTIGATIONS AND YOUTH PROJECTS



Mkrtich Karapetyan

The Unknown Construction Developer of Firdus District



**Cut-down Yerevan: Nork Forests** 



Gevorg Tosunyan

Cut-down Yerevan: The Three Parks of Yerevan



Tirayr Muradyan

Journalistic Investigation - Taron Margaryan's Property



### **Andranik Papoyan**

Anticorruption school alumni

### Anticorruption art





# AMALYA KOSTANYAN AWARD



The award was given to the investigative journalists Tirayr Muradyan (Hetq) and Mkrtich Karapetyan (Civilnet) for their reporting efforts of corruption crimes in 2023, marking their outstanding contribution in the fight against corruption.











## **PARTNERS**





**Democracy Development Foundation** 



Law Development and Protection Foundation



**Protection of Rights Without Borders** 



Helsinki Citizens' Assembly-Vanadzor



"Asparez" Journalists' Club



Restart Foundation for Science and Education



Civic Hub



Transparency International Secretariat



Transparency International Russia



**European Center for Not-for-Profit Law** 

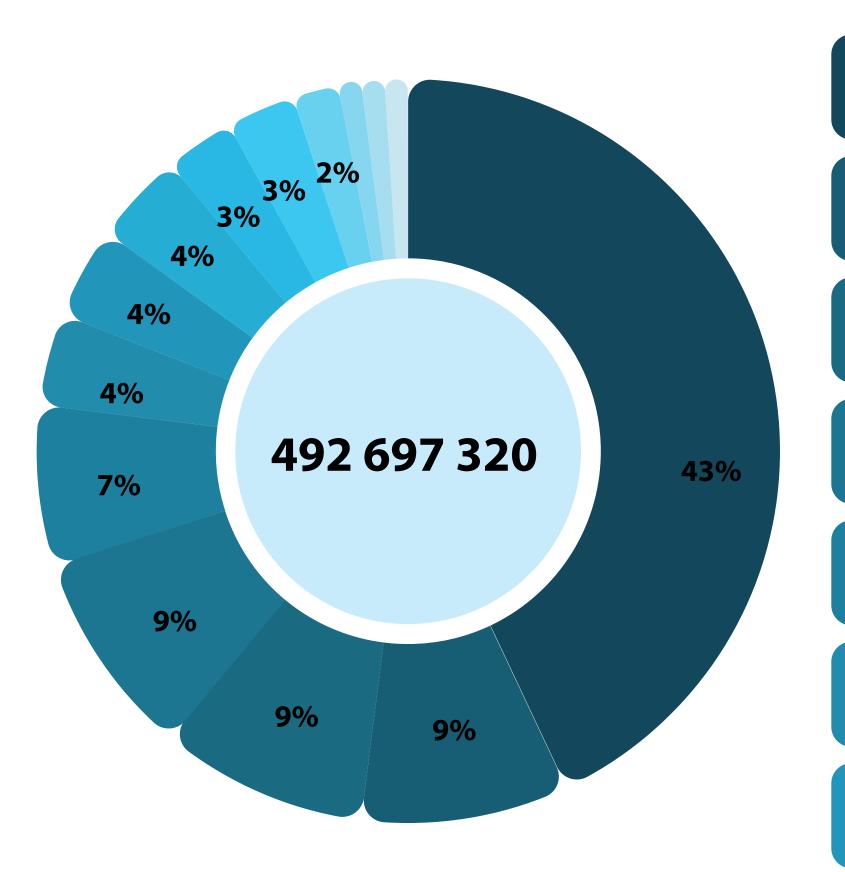


International Budget Partnership

## **EXPENDITURES AND REVENUES**

# REVENUES ACCORDING TO DONORS (AMD)





213 238 766

**Institutional Grant (SIDA)** 

46 040 575

Open Society Foundations-Armenia

44 202 429

**European Union (EU)** 

41 361 811

National Endowment for Democracy (NED)

32 516 169

**European Union through the TI Secretariat (EU)** 

20 749 377

United States Agency for International Developmen (USAID)

20 452 689

Income from foreign currency conversions and revaluations

20 140 559

Other revenues (exchange rate differences of grants)

14 783 445

**US Embassy to Armenia** 

14 008 418

Revenues from the provision of services

10 357 105

**Transparency International-Secretariat (TI-S)** 

7313233

European Union through the European Center for Non-Commercial Law (ECNL)

4855453

Income from grants on long-term assets

2512926

**Democracy Development Foundation (DDF)** 

105 624

Revenue from membership fees

37 560

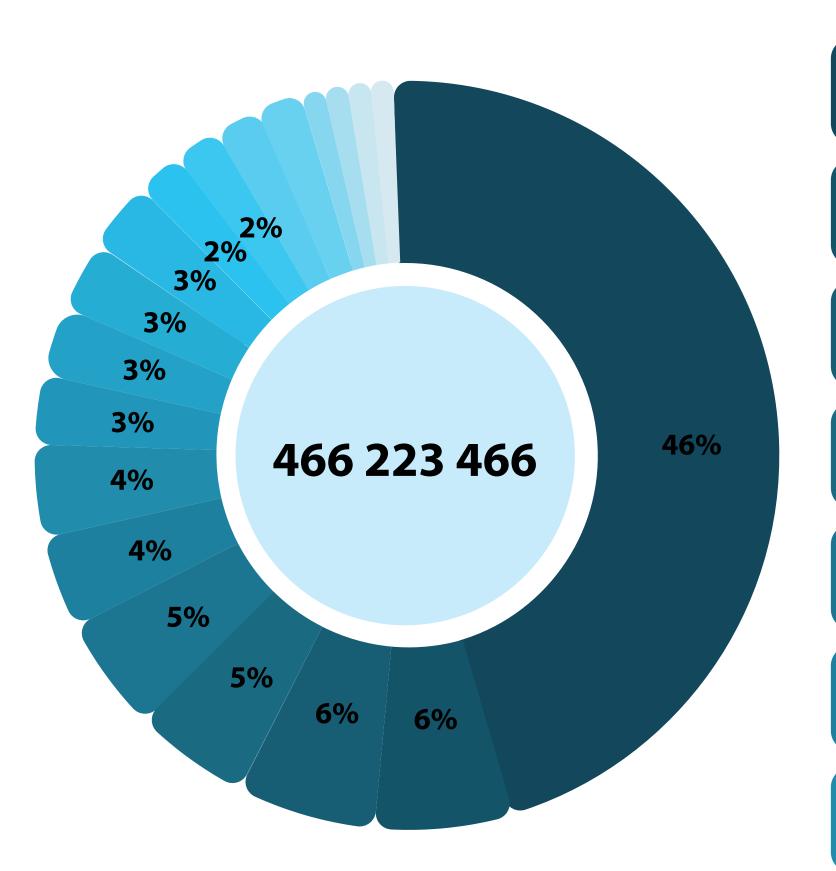
Revenue from deposit

21 181

Other revenues

# **EXPENDITURES ACCORDING TO PROJECTS (AMD)**





213 238 766

**Institutional Support Grant (SIDA)** 

28 559 769

SANCUS: Strengthening Accountability Networks among Civil Society (EU)

26 346 272

**Increasing Civil Society Capacity 2023-2024 (NED)** 

23 102 978

Support to the Research on Human Rights Violations and Corruption and to Communications and Outreach (OSF-Armenia)

21 732 006

Observation of the Yerevan City Council Elections 2023 (EU)

20 749 377

Enhancing Transparency and Accountability in Yerevan Municipality (USAID)

18 880 041

Currency conversion and revaluation expense

15 545 572

Participatory Democracy in Action (EU)

15 015 539

Increasing Civil Society Capacity 2019-2023 (NED)

14 783 445

Sparking Youth Civic Participation & Social Responsibility in Communities (US Embassy)

13 268 912

**Expenses from the provision of services** 

10 357 105

Promoting Transparency of Financial Flows in Armenia (TI-S)

9 787 839

Monitoring of the Implementation of Certain Aspects of Armenian Public Procurement Legislation and Advocacy (OSF-Armenia)

8 761 034

Monitoring and Advocacy to Improve Procurement Practices by Public Institutions of Armenia (OSF-Armenia)

7 307 234

CSO Meter: A Compass to Conducive Environment and CSO Empowerment (ECNL)

6 924 851

Decent Work Now (EU)

4855453

Income from grants relating to long-term assets

4 388 724

Electronic Monitoring of 2018 Early Parliamentary Elections in Armenia (OSF-Armenia)

2512926

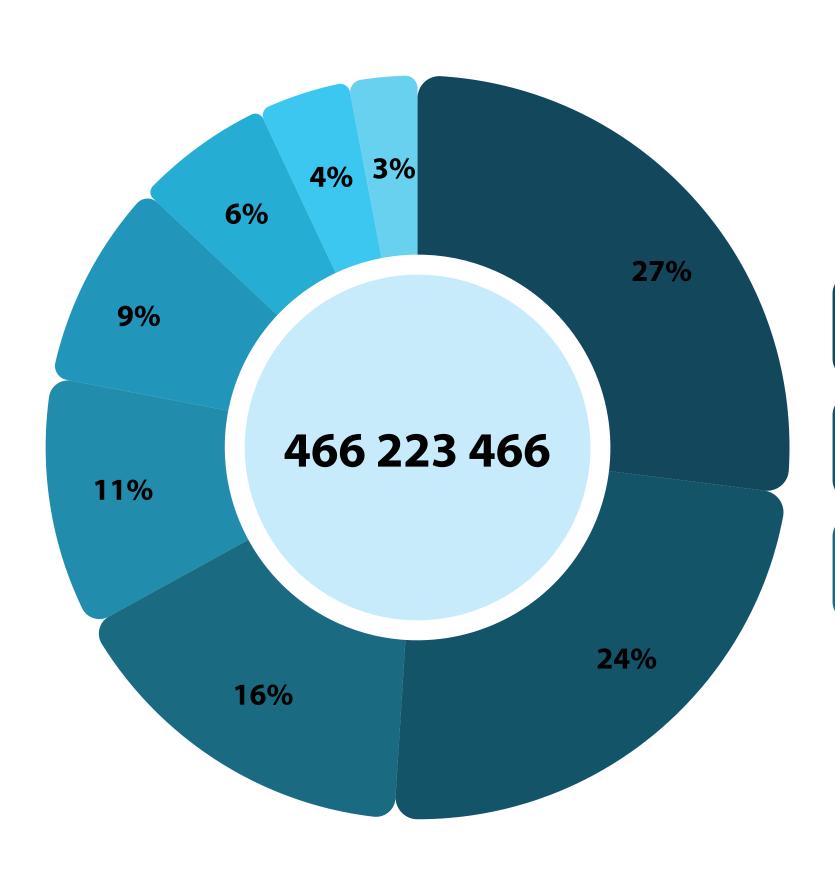
Shelter in my Community: We Come Together to Solve our Problems (DDF)

105 624

Revenue from membership fees

# STRUCTURE OF EXPENDITURES (AMD)





125 182 432

Gross salary of project staff

109 488 600

Payments made in the frameworks of service contracts

73 539 419

Gross salary of administrative staff

53 182 068

**Project expenditures** 

43 455 205

Admin expenditures

29 226 789

Project expenditures made by partners and subgrantees

18 880 041

Currency conversion and revaluation costs

13 268 912

Service provision costs







## Independent auditor's report

Romine Simpleoni 46/0 bytush "Sparje phyliku Ulturynia CC, p. tytusk 00/0 Rothann Linuxsinnyh 9 C. + 374 10 50 08 64/61

Grant Thomson CJSC Yestvan Plaza Business Center 9 Grigor Lusavorich Street. Yestvan 1015, Republic of Amerika T = 3T4 10 50 09-6481

To the General Meeting of "Transparency International Anti-Corruption Center" PO

#### Opinior

We have audited the financial statements of "Transparency International Anti-Comuption Center" PO (the "Organization"), which comprise the statement of financial position as of 31 December 2023, and the statement of activities, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Organization as of 31 December 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("FRSs").

#### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the international Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (the "IESBA Code") together with the ethical requirements that are relevant to our audit of the financial statements in the Republic of Armenia, and we have fulfilled our other ethical responsibilities in accordance with those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Other Informati

Management is responsible for the other information. The other information comprises the information included in the annual report of the Organization for the year ended 31 December 2023, but does not include the financial statements and our auditor's report thereon. The annual report is expected to be made evallable to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

#### ○ GrantThornton

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, 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.

In preparing the financial statements, management is responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Organization or to cease operations, or has no realistic alternative but to do so.

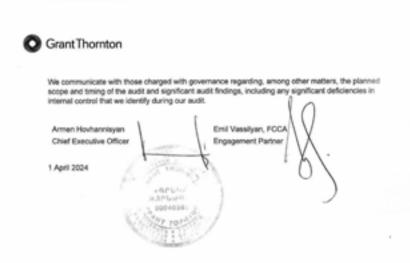
Those charged with governance are responsible for overseeing the Organization's financial reporting process.

#### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud
  or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that
  is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material
  misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve
  collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures
  that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the
  effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to event occupance of the conclusion of the conclusion of the conclusion of the conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.





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