



REPUBLIC OF SLOVENIA
COURT OF AUDIT

AUDIT REPORTS

Classification of programmes and projects into the development programme plan

Performance audit

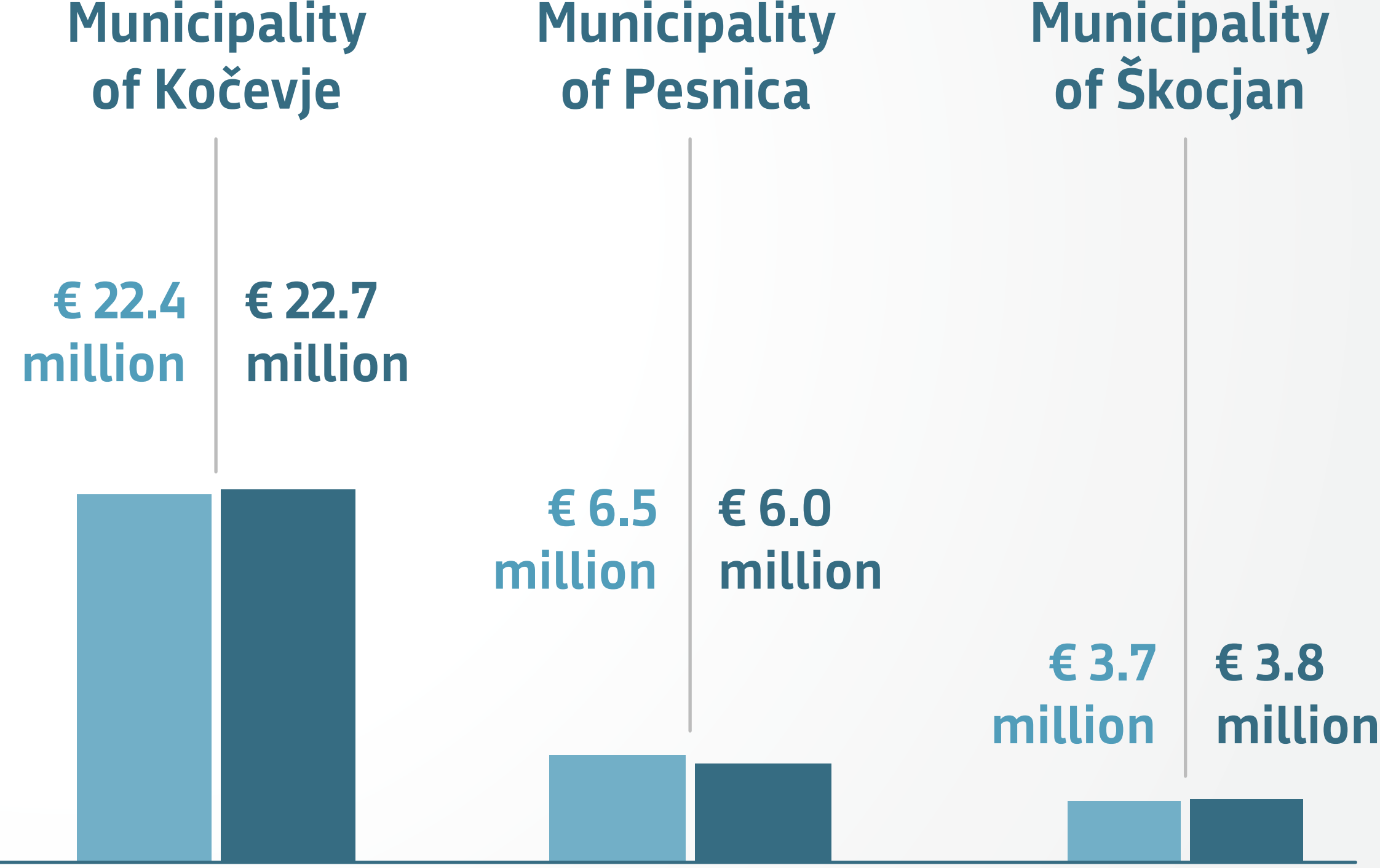
Audit period: from the commencement of activities relating to the classification of programmes and projects into the development programme plan for the period 2017-2020, which is part of the budget for the year 2017, until 31.12.2017

Audits reviewed

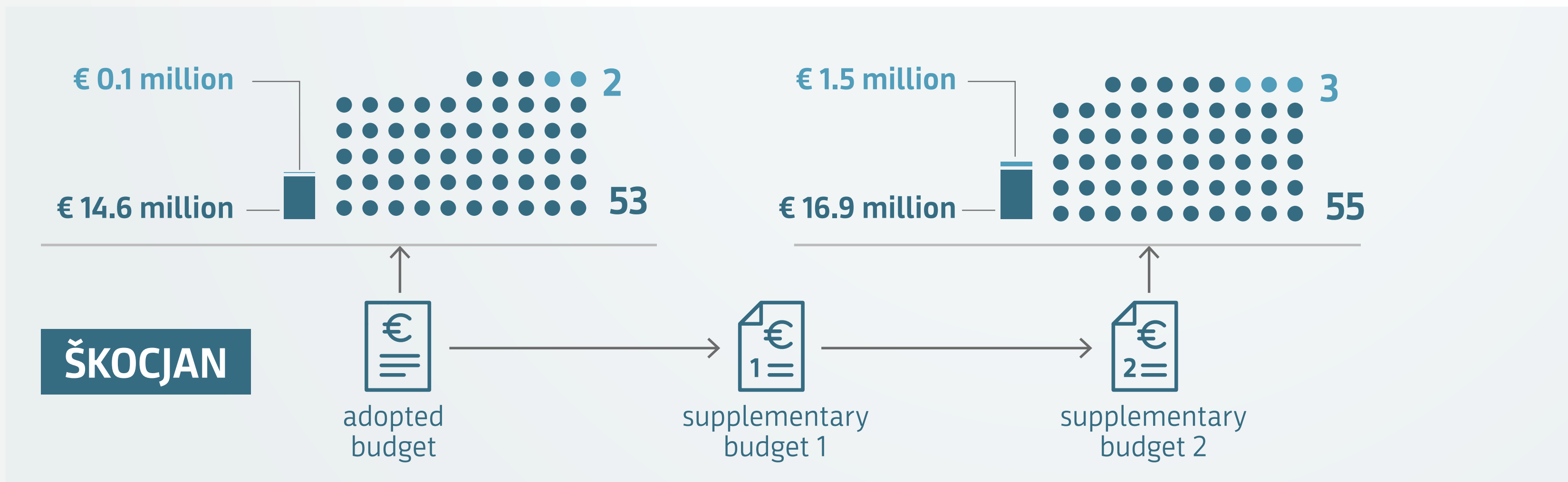
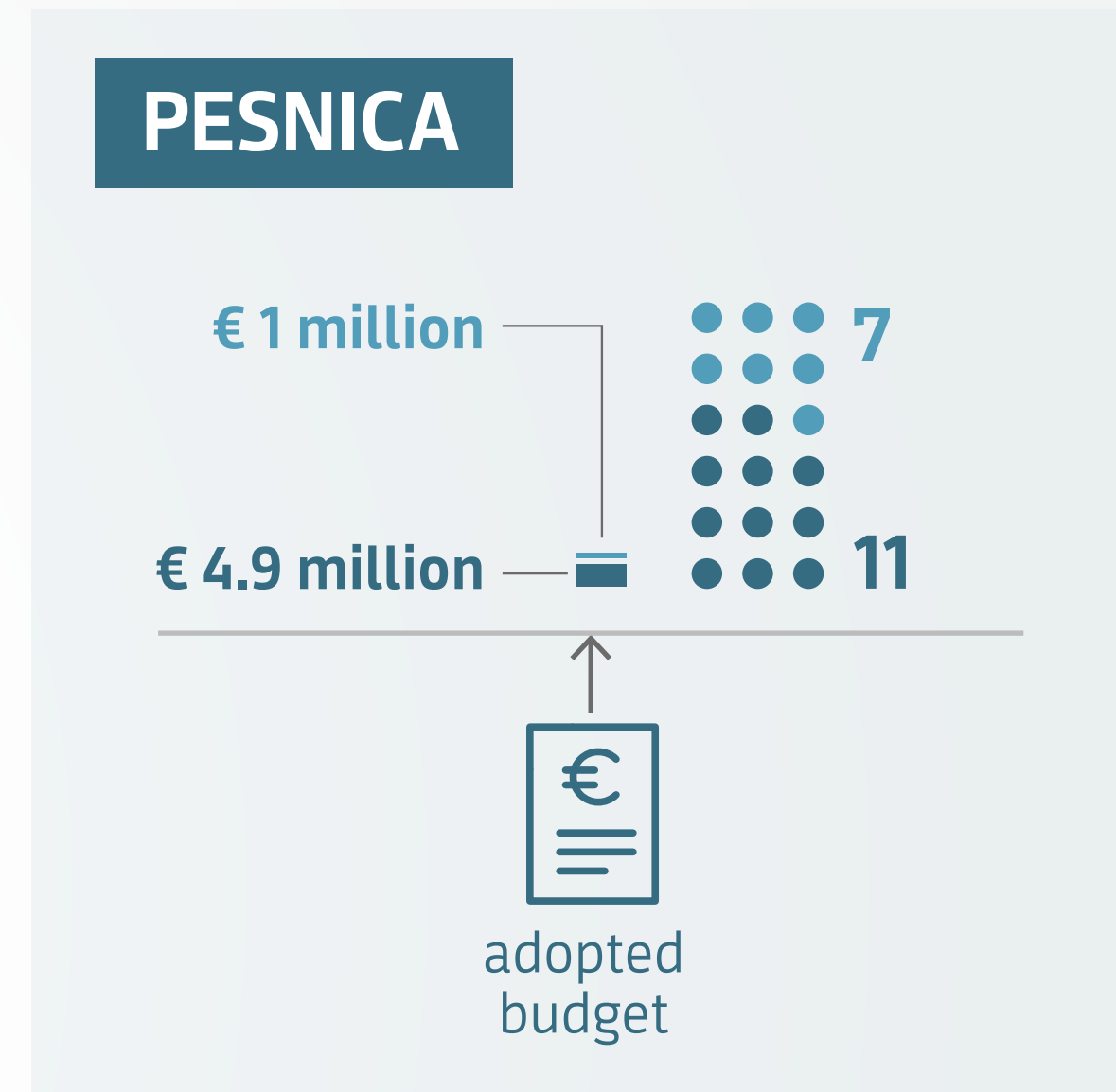
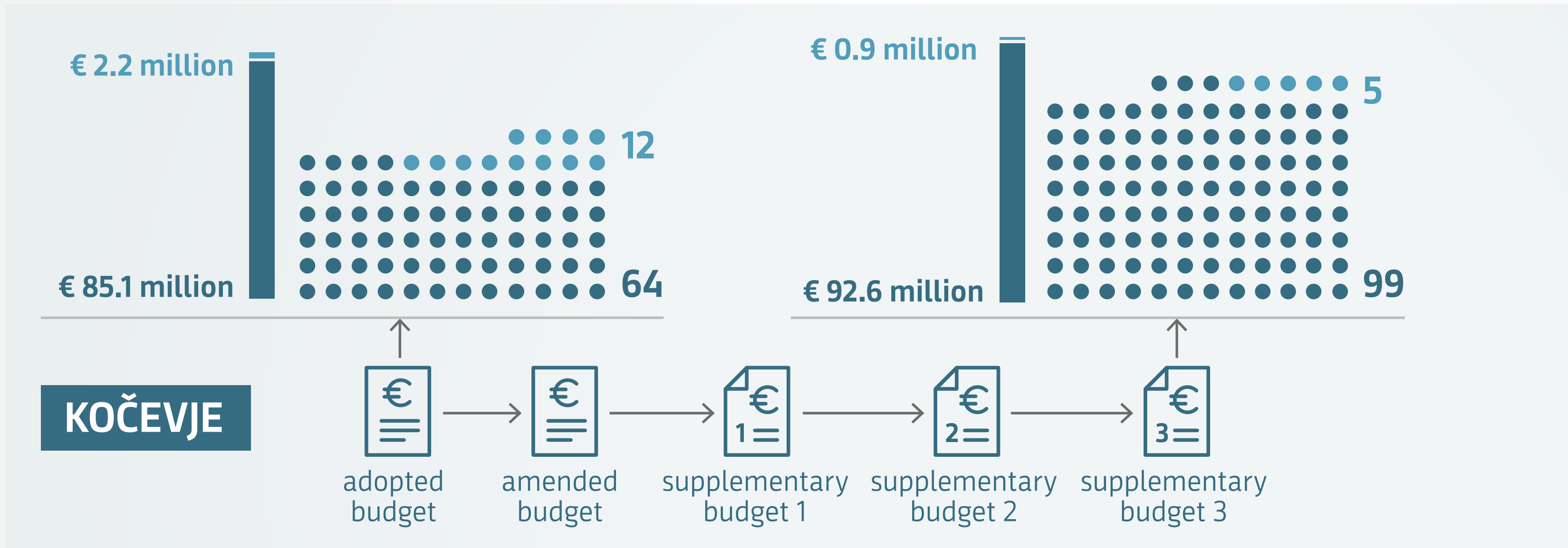
whether the municipalities were efficient in classifying programmes and projects into the development programme plan, namely:

- 1 whether the municipalities set up the conditions for efficient classification of programmes and projects into the development programme plan
- 2 whether the municipalities efficiently implemented the classification procedures of programmes and projects into the development programme plan
- 3 whether the municipalities efficiently delivered the development programme plan

Revenue and expenditures of audited municipalities in 2017

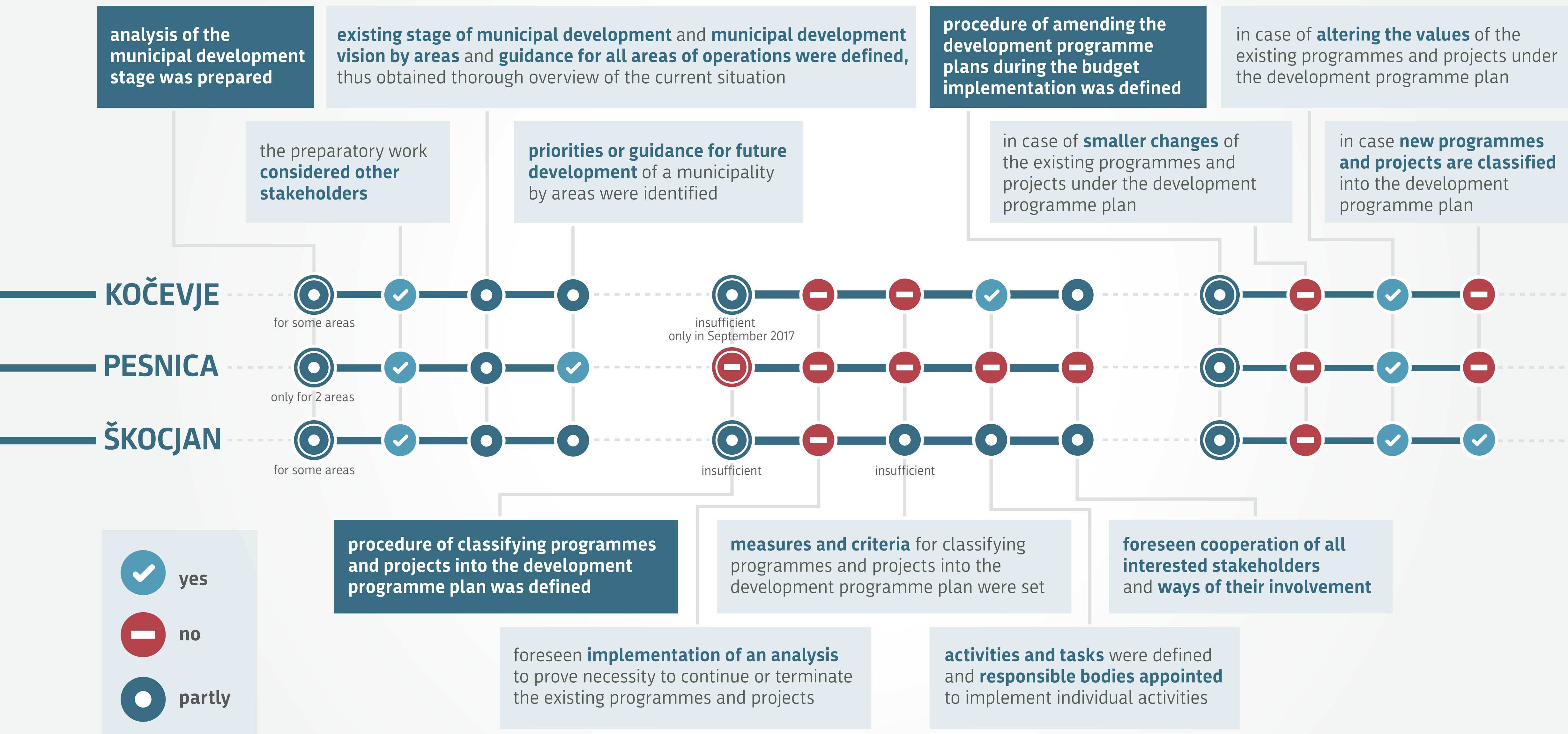


The number of existing and new projects classified into the development programme plan 2017-2020 in individual budgetary documents of a municipality pertaining to the year 2017



- new projects
- existing projects

Setting up conditions for efficient classification of programmes and projects into the development programme plan



Implementing the procedure of classifying programmes and projects into the development programme plan

✓ yes — no
● partly ✗ municipality does not have documentation to prove it

projects that were classified into the development programme plan were already completed, terminated or temporarily stopped and for them funds were not planned

projects were classified into the development programme plan, even though funds for them were planned only for 2017, but they should be planned also for future years

projects were classified into the development programme plan, even though funds were not planned for them respectively the data on planned funds were not harmonised with the planned financial period

data on the existing projects into the development programme plan were harmonised with the current situation

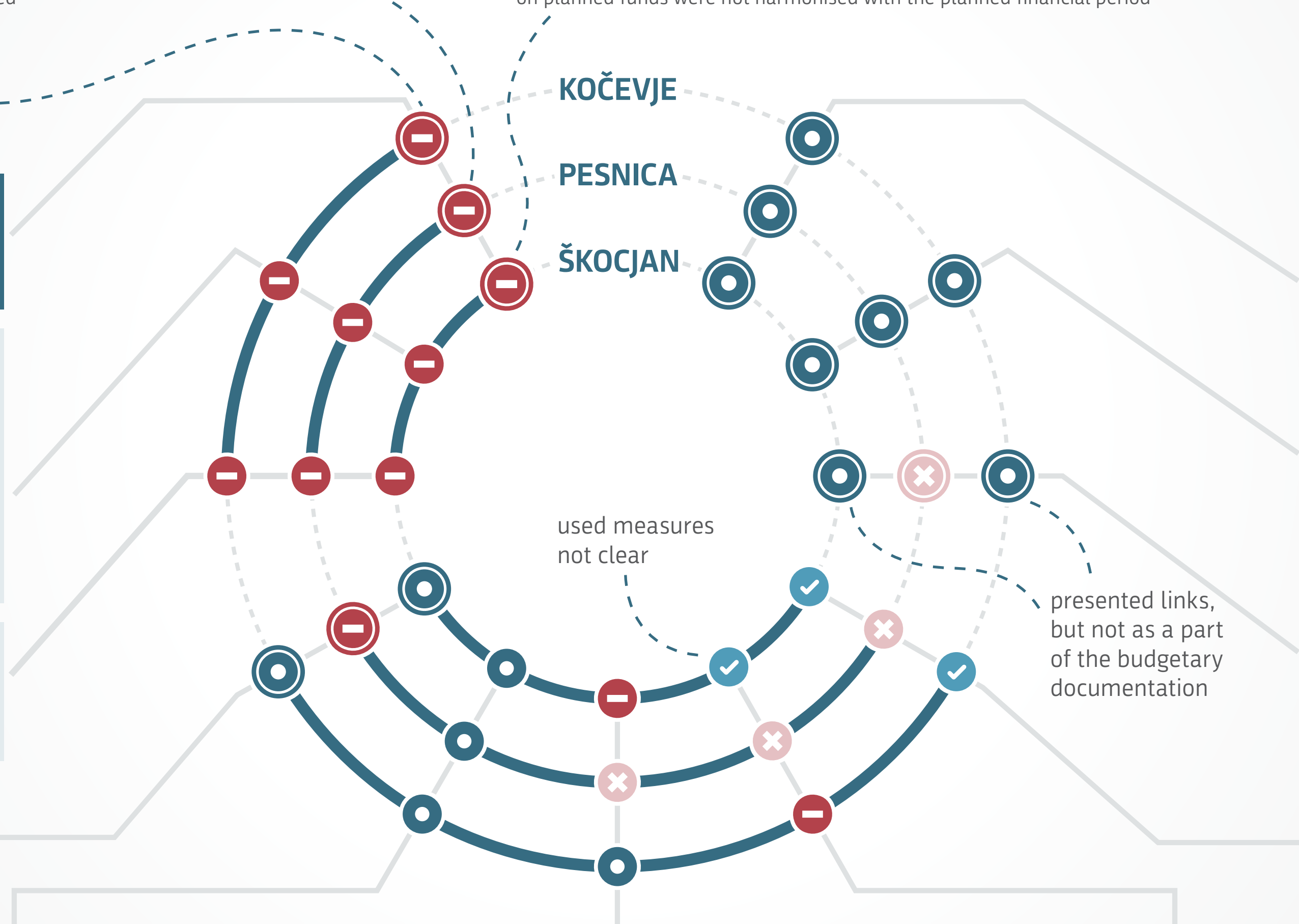
an analysis of existing projects was developed, thus representing the basis for the municipality to make a decision which one of the existing projects should be **terminated, prolonged or undertaken** in accordance with the plan of the annual budget

projects under the implementation were adjusted to new budgetary frameworks

prepared or obtained appropriate investment documentation for projects under the development programme plan

projects harmonised with investment documentation

projects under the development programme plan were harmonised and linked to special part of the budget which was demonstrated



used measures not clear

presented links, but not as a part of the budgetary documentation

appropriate procedures carried out

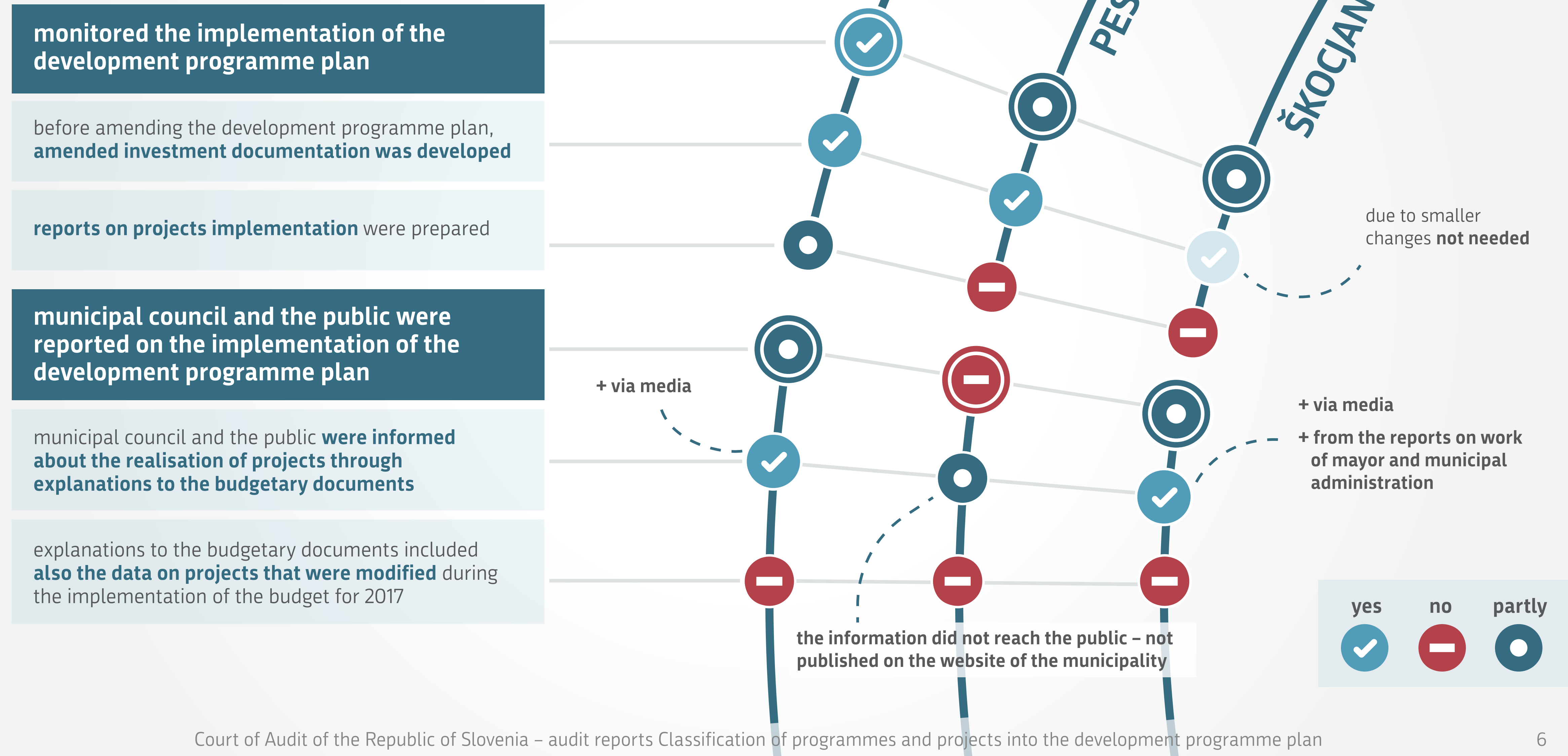
followed long-term vision of the municipality

defined responsible persons for the implementation of activities related to classification of projects into the development programme plans



followed measures and criteria for classification of projects into the development programme plan

interested stakeholders included in the project selection process

Implementation of the development programme plan






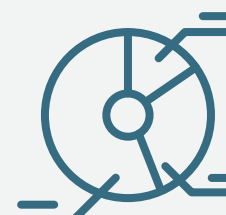

OPINION OF THE COURT OF AUDIT

-  The Court of Audit established that **the Municipality of Kočevje** and **the Municipality of Škocjan** were **partially efficient** when classifying programmes and projects into the development programme plan
-  **The Municipality of Pesnica** was **inefficient** when classifying programmes and projects into the development programme plan

DEMANDS

The Court of Audit did not demand the submission of response reports from **the Municipality of Kočevje** and the **Municipality of Škocjan**, since they, where possible, adopted appropriate corrective measures to remedy disclosed inefficiencies during the audit procedure.

The Municipality of Pesnica was demanded to submit the response report where it must among others present that:

-  **it defined measures and criteria** in an internal document **when selecting** programmes or projects among competitive ones to be classified into the development programme plan, thereby regarding different areas as well as an individual area, while ensuring they follow a long-term vision of the municipal development
-  in an internal document **it defined programmes and projects manners of involving other stakeholders** who can propose initiatives to be classified into the development programme plan
-  in an internal document **it defined preparation of an analysis of existing programmes and projects** and its content in the procedure of classifying programmes and projects into the development programme plan
-  before the classification of programmes and projects into the development programme plan, it developed an analysis of the existing programmes and projects that **presents which programmes and projects were terminated, prolonged** and **which continue in line with the plan**
-  **it reported** on the implementation of projects classified into the development programme plan

RECOMMENDATIONS

The Court of Audit recommended to all municipalities among others to:

-  pay special attention to the **preparation of investment documentation** necessary for classification of projects into the development programme plan and their content
-  before every change of a project into the development programme plan, appropriately explain and **decide whether the amendment of the investment documentation is necessary**
-  pay special attention to the **harmonisation of the data** in the development programme plan with the data from the investment documentation
-  **present programmes and projects** into the development programme plan **on their websites** in a simplified, clear and easily understandable way to the citizens
-  start with the **reviews of citizens' satisfaction with providing information** on the implementation of projects and their condition