



REPUBLIC OF SLOVENIA
COURT OF AUDIT

AUDIT REPORT

Regularity of a part of operations of the Municipality of Grosuplje

Regularity audit

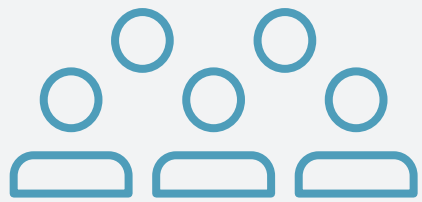
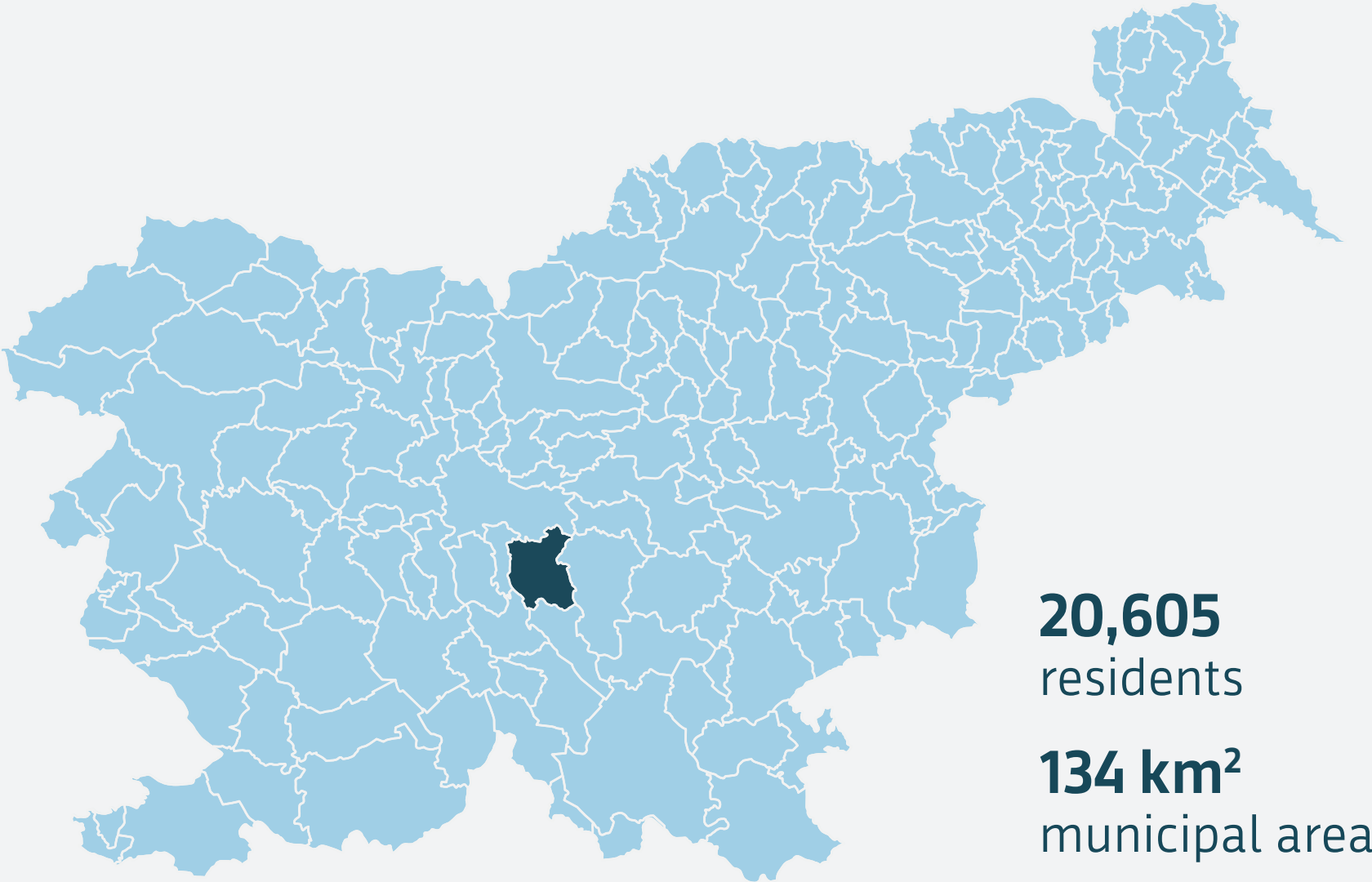
Audit period: 1 January to 31 December 2022

Municipality of Grosuplje

BASIC DATA

REVENUE	€ 22,931,396	EXPENDITURE	€ 19,394,514	DEBT	€ 5,262,669
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COMPARISON WITH OTHER MUNICIPALITIES



Municipal bodies

- mayor
- municipal council 25 members
- supervisory committee 5 members

OPINION OF THE COURT OF AUDIT



Adverse opinion



Appropriate measures implemented already during the audit



Proposed were 3 recommendations

Municipality of Grosuplje: identified material irregularities

Municipal budget and annual financial statement preparation and implementation of municipal budget



- **failed to ensure the implementation of an internal audit of operations** for the year 2022

Sale of immovable property and renting out premises



- **irregularities in the procedures of selling land and renting out premises** (real estate **exchange** was carried out on the basis of a direct contract although the condition therefore was not met, **appraisal** of property for sale was **older than 12 months** on the day of a legal transaction etc.)

Public procurement spending – investment expenditure



- in 17 cases **investment documentation was not prepared**
- in 8 cases when assuming liabilities **not enough funds were provided** in the budget
- in 3 cases **annexes were concluded after the completion of works**
- in 2 cases **it was not proven before concluding** in-house **contracts that all requirements** for concluding such contracts **were met**

Municipality of Grosuplje: identified material irregularities

Current transfers to non-profit bodies and organisations



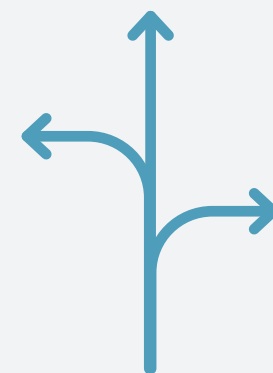
- **irregularities** in the funds **allocation procedure** (public calls failed to lay down all criteria or the manner of the application of some criteria, part of funds paid before launching public procurement, allocating and paying funds without public procurement invitation)
- **funding of association of societies** for implementing tasks of municipal administration **not based on public finance rules**
- **allocating and paying** funds **without a public call**

Indebtedness



- **not fully controlled borrowing** by legal entities of a public sector at municipal level
- **scope of borrowing by legal entities of a public sector at municipal level not determined** in the municipal budget for 2022

Other fields



- the mayor **failed to appoint the vice mayor and the secretary** of the municipality
- **payment** of funds **on the basis of travel orders** which do not represent authentic book-keeping documents
- **director** of municipal administration **unjustly received** additional **performance-related remuneration**
- detailed **sectoral programme and measures** for the exercise of special rights **of the Roma community** members **not adopted**