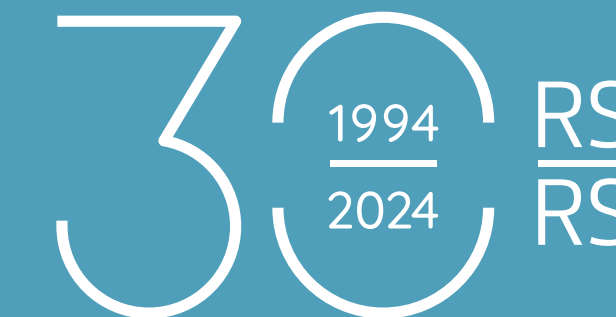




REPUBLIC OF SLOVENIA
COURT OF AUDIT



AUDIT REPORT

Regularity of a part of operations of the Municipality of Mirna Peč

Regularity audit

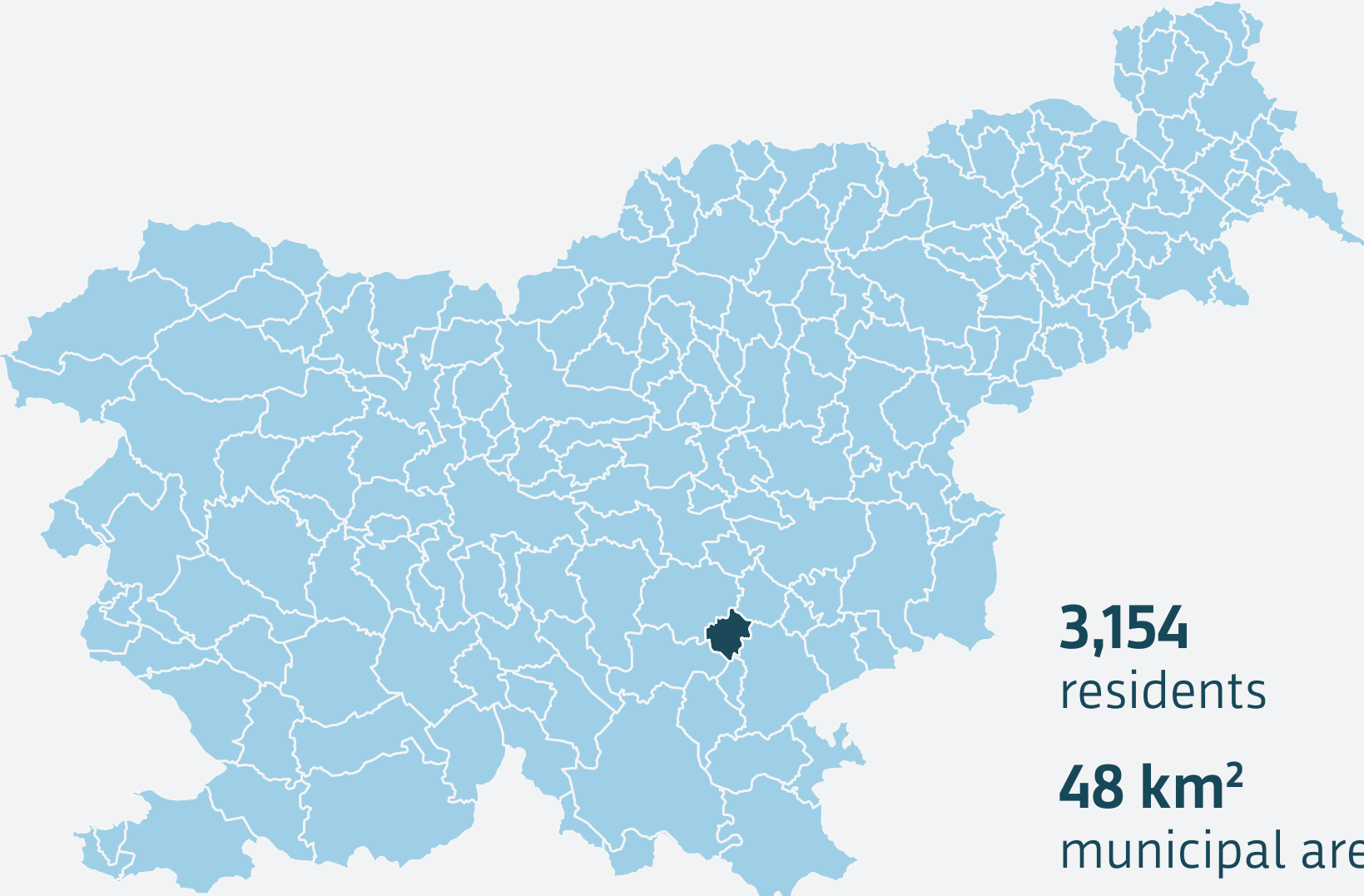
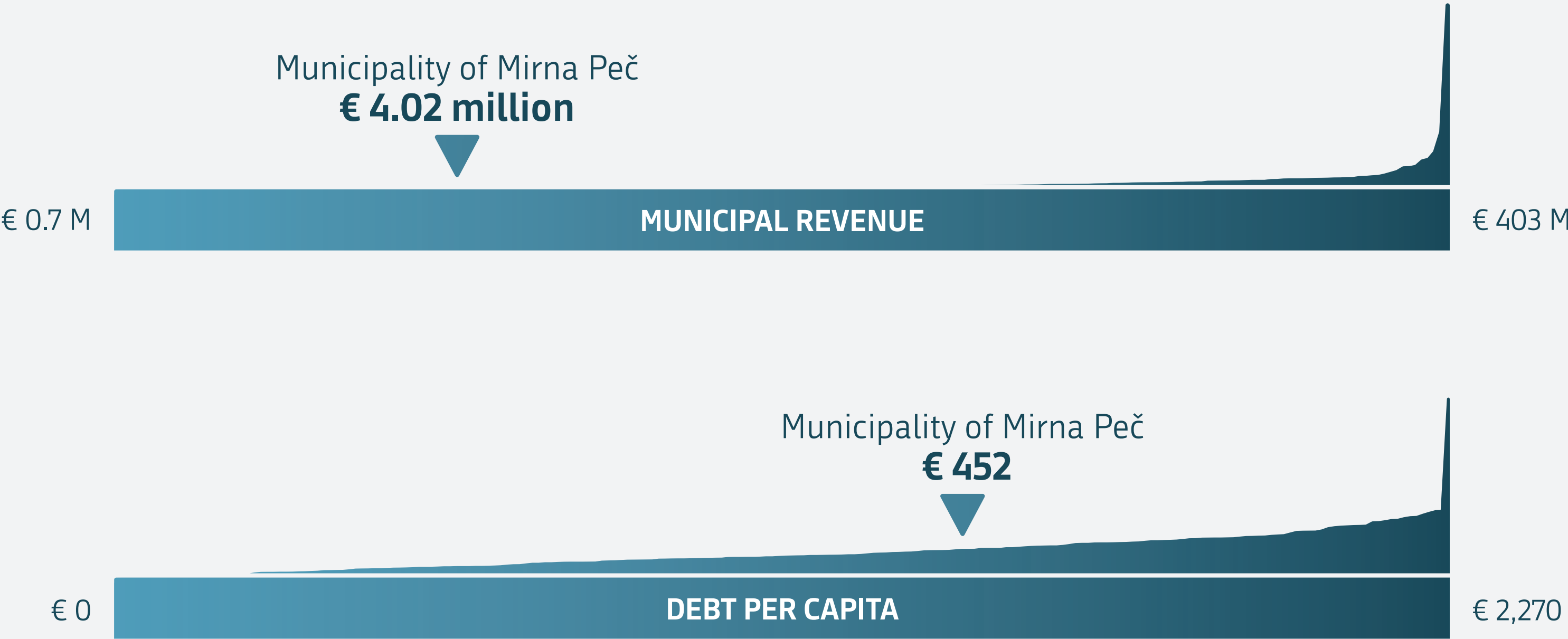
Audit period: 1 January to 31 December 2022

Municipality of Mirna Peč

BASIC DATA

REVENUE	€ 4,024,478	EXPENDITURE	€ 3,712,349	DEBT	€ 1,426,313
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COMPARISON WITH OTHER MUNICIPALITIES



Municipal bodies

- mayor
- municipal council 10 members
- supervisory committee 5 members

OPINION OF THE COURT OF AUDIT

- Adverse opinion**
- Demand: 1 corrective measure
- Proposed were 3 recommendations

Municipality of Mirna Peč: identified material irregularities

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



- when paying liabilities it **failed to comply with** legal **payment deadlines**

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 therefor was not met; 6 users were exempted from paying a user fee and municipality settled it instead of them; the invoice defined a deadline for settling a share of the purchase price which was longer than 30 days from the day of invoice issue ...)

Public procurement spending – investment expenditure



- in 5 cases when assuming last-year's liabilities **not enough funds were provided**
- in 3 cases it **failed to agree** in writing **on deadline extension** for the implementation of work
- when paying 12 invoices or progress payment or final payment it **failed to respect legally set payment deadline**

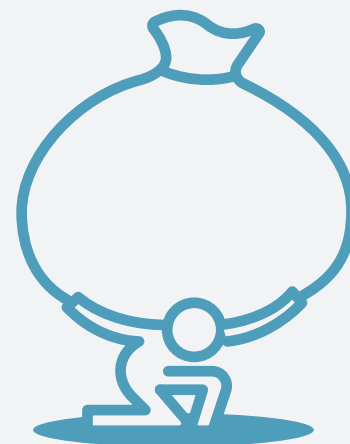
Municipality of Mirna Peč: identified material irregularities

Current transfers to non-profit bodies and organisations



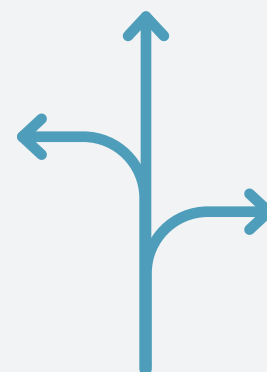
- local culture **programme not adopted**
 - irregularities **in the funds allocation procedure** (public calls failed to lay down all criteria or the manner of the application of some criteria; several public procurement procedures were not implemented in the current year but in the following year; expert committee failed to review completeness of applications in line with the criteria defined in the public call ...)
 - allocating and paying funds **without a public call or a concluded contract**
-

Indebtedness



- **data on debt level were not received in due time** from 2 legal entities of a public sector at municipal level
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Other fields



- it established a public institution without legal personality as an organisational unit of the municipality whereby it **acted contrary to public finance rules**
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