



REPUBLIC OF SLOVENIA
COURT OF AUDIT

AUDIT REPORT

**Regularity of a part of operations
of the Municipality of Semič**

Regularity audit

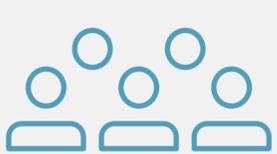
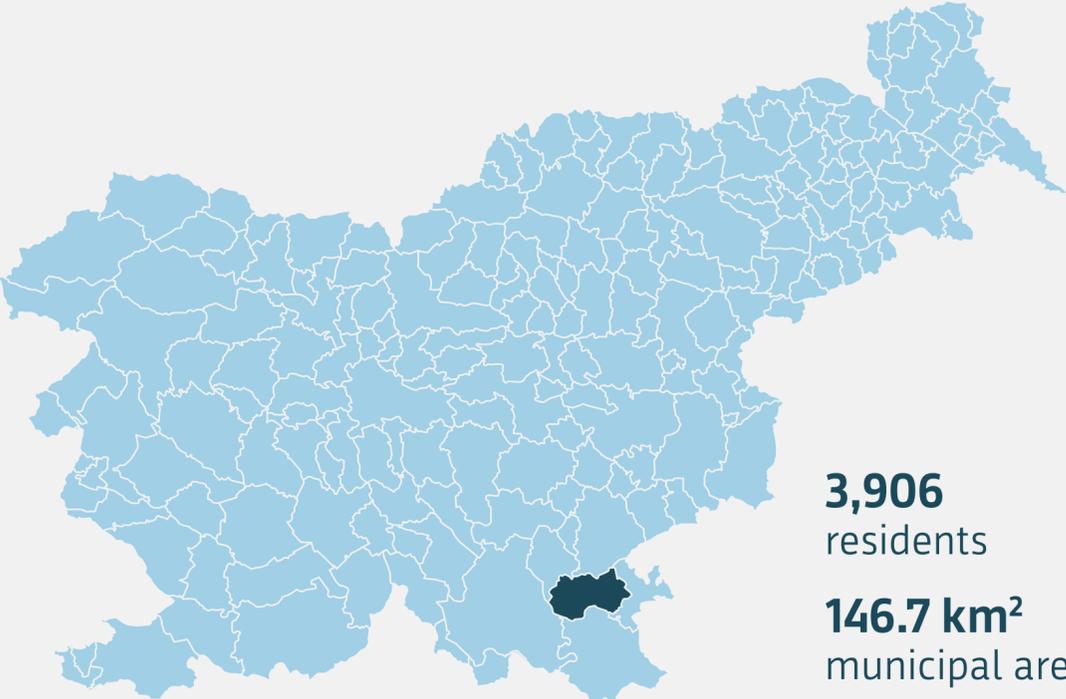
Audit period: 1 January to 31 December 2022

Municipality of Semič

BASIC DATA

REVENUE	€ 5,238,531	EXPENDITURE	€ 5,374,953	DEBT	€ 847,226
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COMPARISON WITH OTHER MUNICIPALITIES



- Municipal bodies**
- mayor
 - municipal council 14 members
 - supervisory committee 3 members

OPINION OF THE COURT OF AUDIT

- Qualified opinion**
- Appropriate measures implemented already during the audit
- Proposed were 3 recommendations

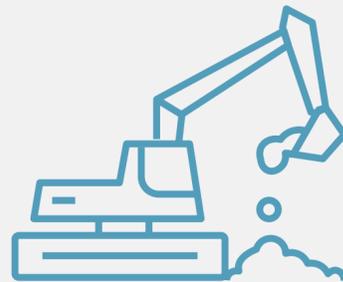
Municipality of Semič: identified material irregularities

Sale of immovable property and renting out premises



- **irregularities in the procedures** of renting out premises and letting of premises for use free of charge (a legal transaction trustee was not appointed, contracts do not include all the essential elements, letting of premises for free-of-charge use not complied with applicable legal conditions or for undefined period of time)

Public procurement spending – investment expenditure



- **annex** concluded **after the completion of works**
- **inadequate** financial collateral obtained
- **construction permit** for works obtained **after the completion** of works

Current transfers



- local culture programme **not adopted**
- supplemented applications were received too late, but were **not discarded**, thus public funds were not correctly distributed
- providing free-of-charge use of sports areas and allocating and paying funds **without public procurement invitation or public call or contract**

Indebtedness



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