



REPUBLIC OF SLOVENIA
COURT OF AUDIT

AUDIT REPORT

Regularity of a part of operations of the Municipality of Kranj

Regularity audit

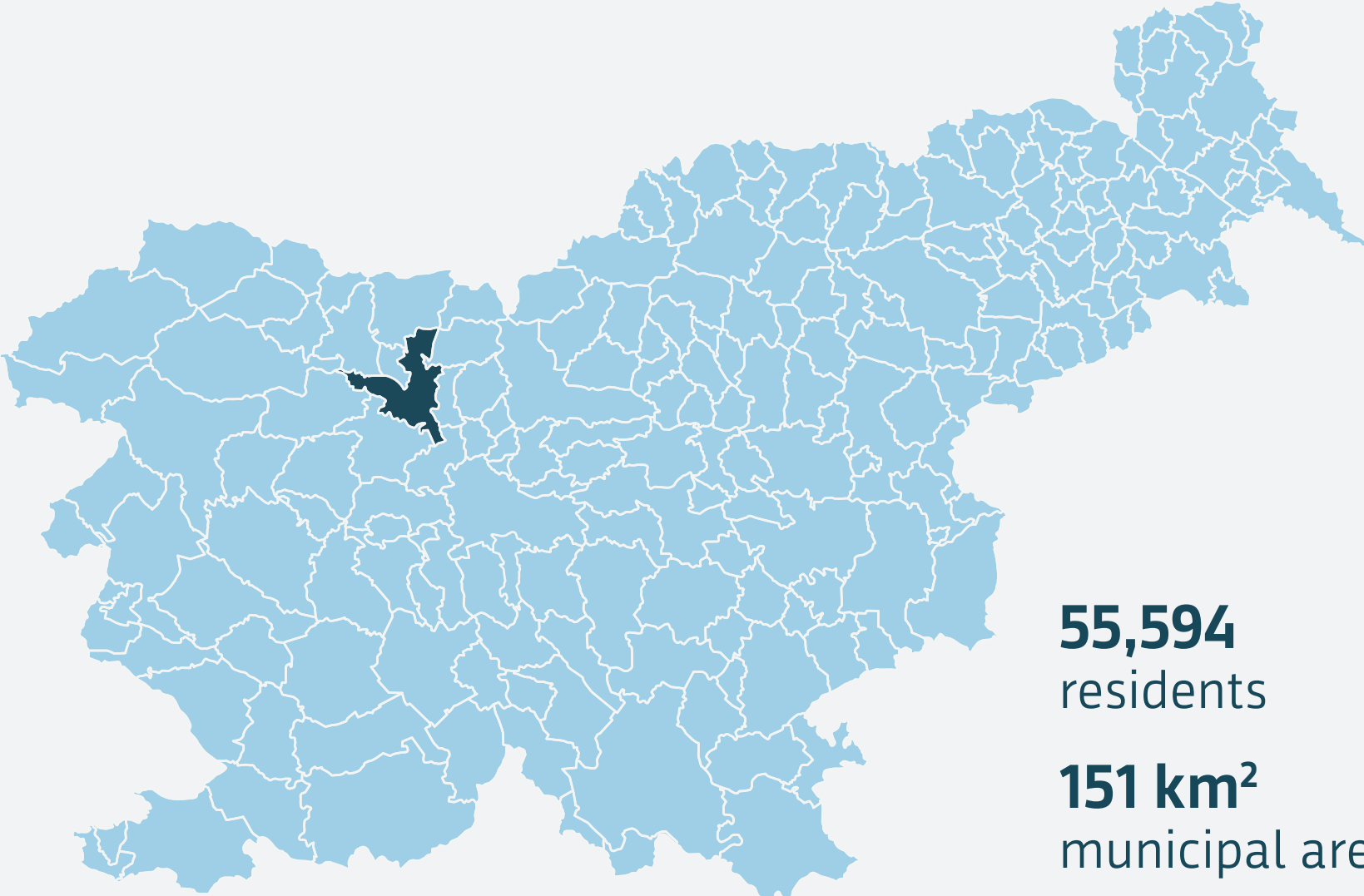
Audit period: 1 January to 31 December 2024

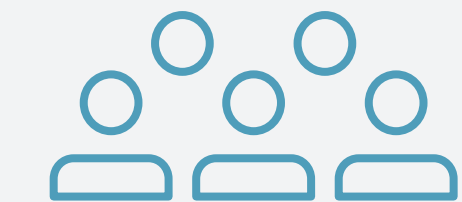
Municipality of Kranj

BASIC DATA

REVENUE	€ 65,338,386	EXPENDITURE	€ 74,009,385	DEBT	€ 38,440,001
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COMPARISON WITH OTHER MUNICIPALITIES



 **Municipal bodies**

- mayor • council 33 members
- supervisory committee 5 members

OPINION OF THE COURT OF AUDIT

-  **Qualified opinion**
-  Appropriate measures implemented already during the audit
-  Proposed were 2 recommendations

Municipality of Kranj: identified material irregularities

Salaries and other payments to staff



- in 1 case **grade-related allowance** was paid **in the amount too low**
- in 2 cases **severance pay upon retirement** was paid **in the amount too high**
- 3 **contracts** for further education were concluded **without an internal competition**
- performance-related pay was **not determined on the basis of appropriate criteria**

Maintenance of municipal roads



- **an annual plan** of municipal road maintenance **not prepared**

Public procurement spending – investment expenditure



- **it paid liabilities** arising from clearances rendered by contractors **without obtaining and examining the specification** of completed works
- in 2 cases it **assumed and paid liabilities for unforeseen works** in the amount higher than agreed by the contract
- in 1 case **by concluding a contract**, it **incurred more liabilities than available** for that purpose in the established budget
- in 1 case **the tender exceeding available funds** was **not excluded** as inadmissible
- tender documentation for implementing project design competition did **not precisely define the manner of applying the measures**, awarding of the contract did **not include comparison of feasibility studies**
- in 3 cases **investment documentation was prepared insufficiently**

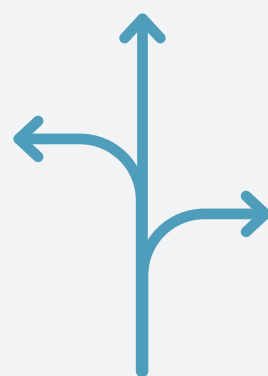
Municipality of Kranj: identified material irregularities

Current transfers
to non-profit bodies
and organisations



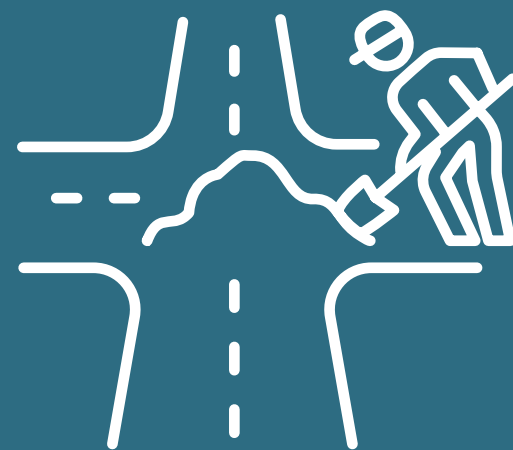
- **public calls for tenders** did **not define the manner of applying the measures** for evaluating the programmes and projects in the field of sports and culture

Other fields

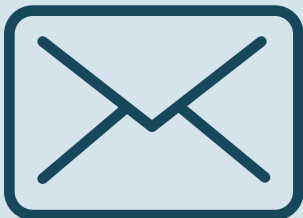


- **it failed to determine the purpose** for which the funds planned in the municipal budget under representation expenses could be used, **it did not limit** or set **the amount of funds** that can be used for a specific purpose, and **did not define the manner of monitoring** their use

ABSENCE OF
CLEAR LEGAL
BASES



Ambiguity of methodology
and manner of reviewing
the prices of obligatory public
utility service of **municipal**
roads maintenance



LETTER TO:

- **Ministry of Public Administration**
- **Ministry of Finance**
- **Ministry of Infrastructure**