



REPUBLIC OF SLOVENIA  
COURT OF AUDIT

# AUDIT REPORT

## **Regularity of a part of operations of the Municipality of Loška dolina**

**Regularity audit**

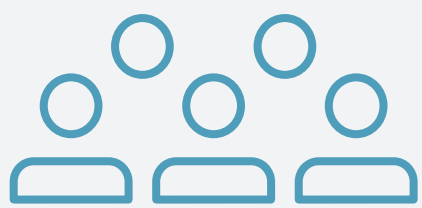
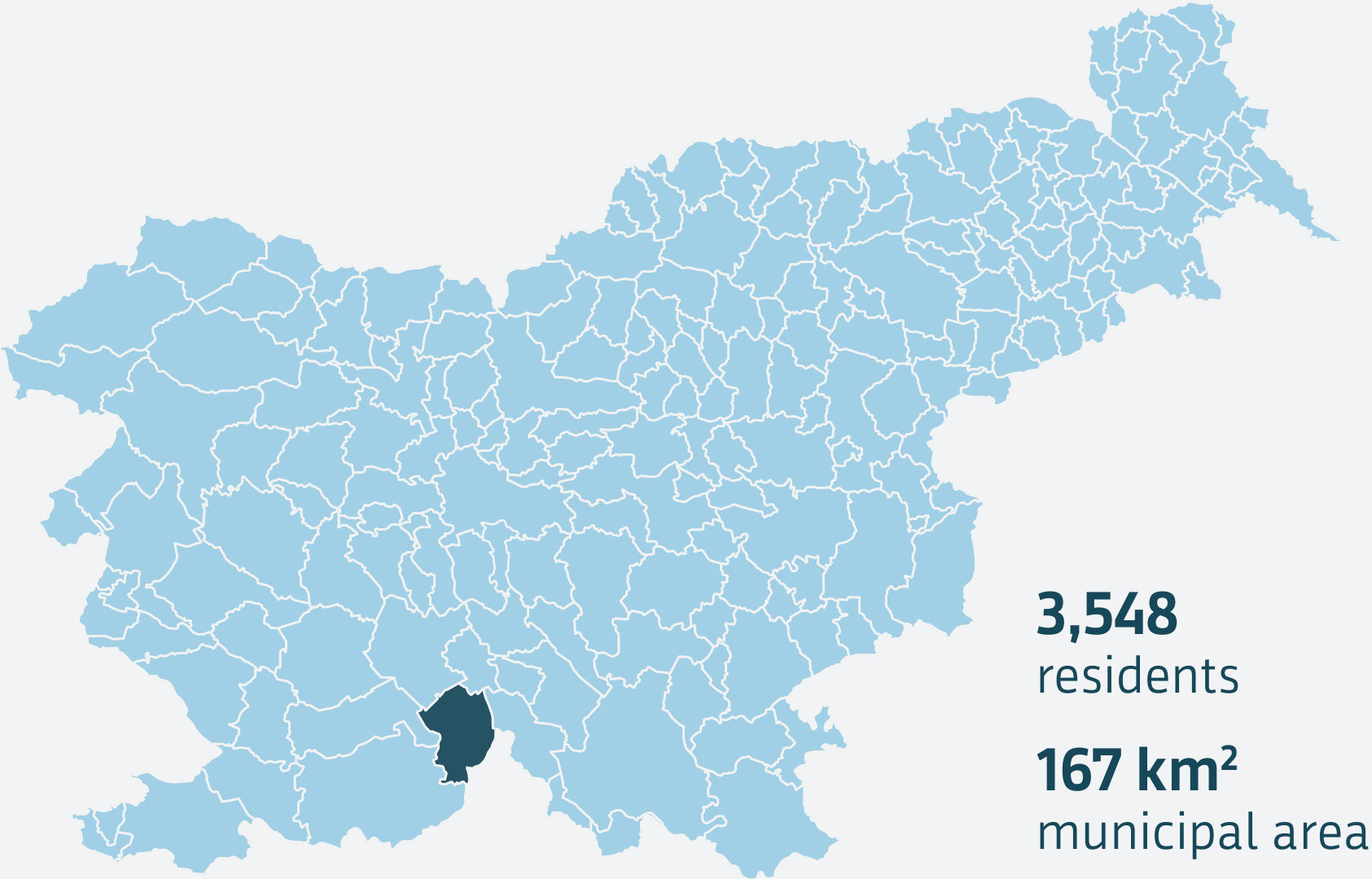
Audit period: 1 January to 31 December 2023

# Municipality of Loška dolina

## BASIC DATA

REVENUE	€ 5,005,782	EXPENDITURE	€ 4,051,881	DEBT	€ 29,042
---------	-------------	-------------	-------------	------	----------

## COMPARISON WITH OTHER MUNICIPALITIES



### Municipal bodies

- mayor • council 7 members
- supervisory committee 5 members

## OPINION OF THE COURT OF AUDIT

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

# Municipality of Loška dolina: identified material irregularities

---

## Salaries and other payments to staff



- **it failed to agree in writing** on financial compensation instead of resignation notice period

## Maintenance of municipal roads



- annual or monthly planning of road maintenance **not based on prescribed or agreed acts**

## Public procurement spending – investment expenditure



- assuming and paying liabilities for work **not agreed upon by a contract**
- by carrying out 4 separate procedures of public procurement for equal type of work **it avoided prescribed procedure of public procurement**
- in 1 case when assuming liabilities **there were not enough funds available** in the development programme plan, in 1 case when assuming liabilities it **did not plan funds** in the development programme plan
- in 9 cases **investment documentation was not prepared**
- before issuing an order form it failed **to review prices on the market**

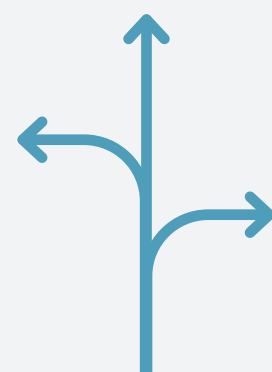
# Municipality of Loška dolina: identified material irregularities

Current transfers to non-profit bodies and organisations



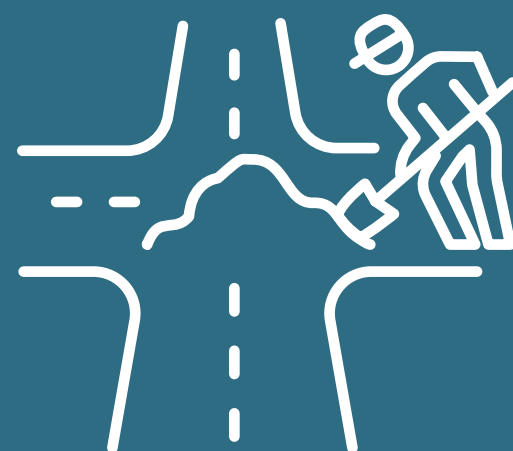
- **failed to adopt** a 4-year local **programme for culture**
- irregularities in **the process of allocating the funds** (public procurement notice and documentation did not include all necessary elements)

Other fields

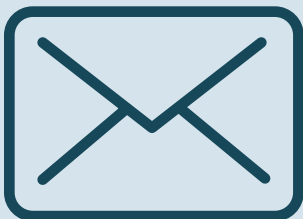


- internal audit was **not provided**

**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**