



REPUBLIC OF SLOVENIA
COURT OF AUDIT

AUDIT REPORT

Regularity of a part of operations of the Municipality of Naklo

Regularity audit

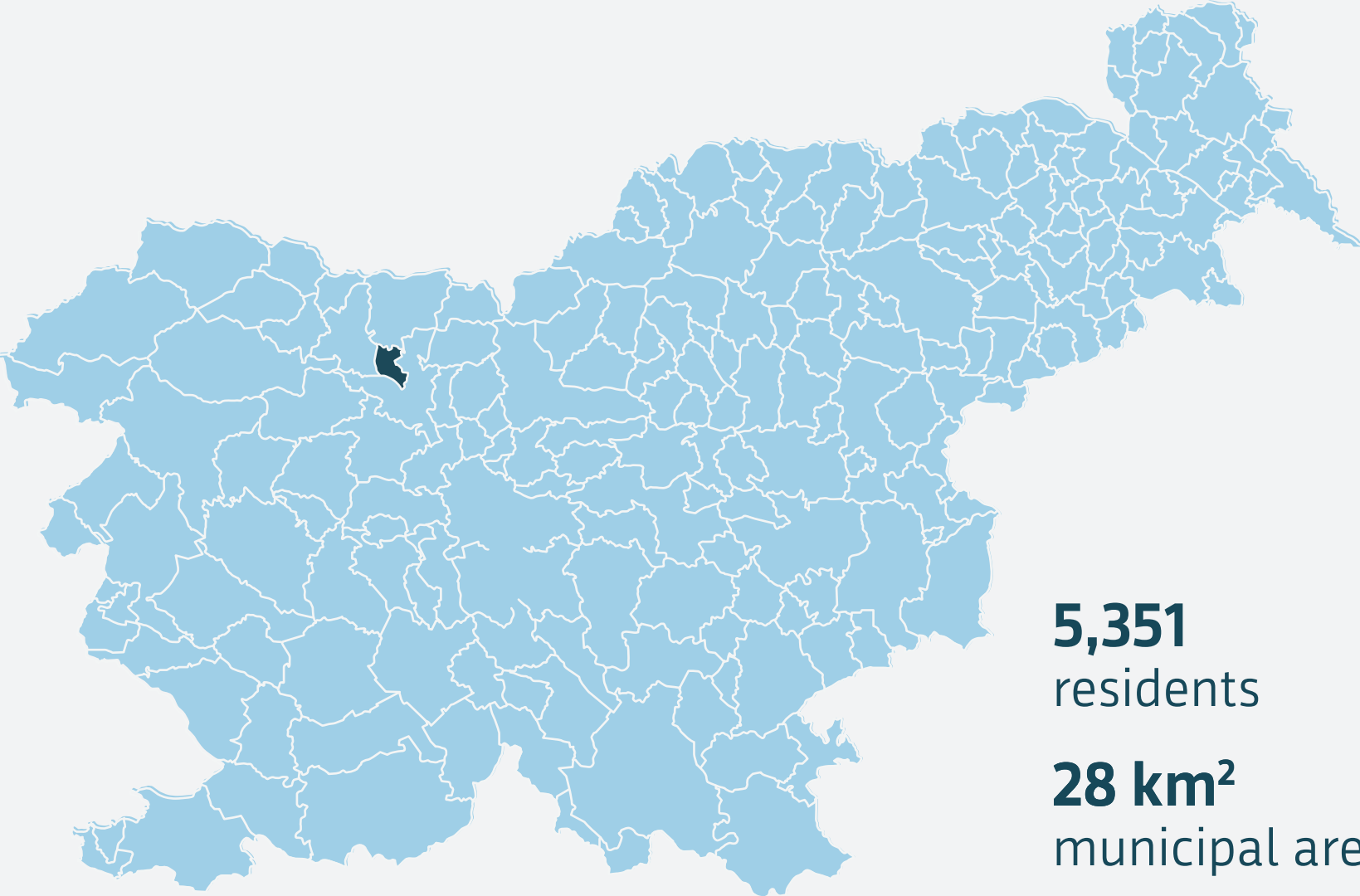
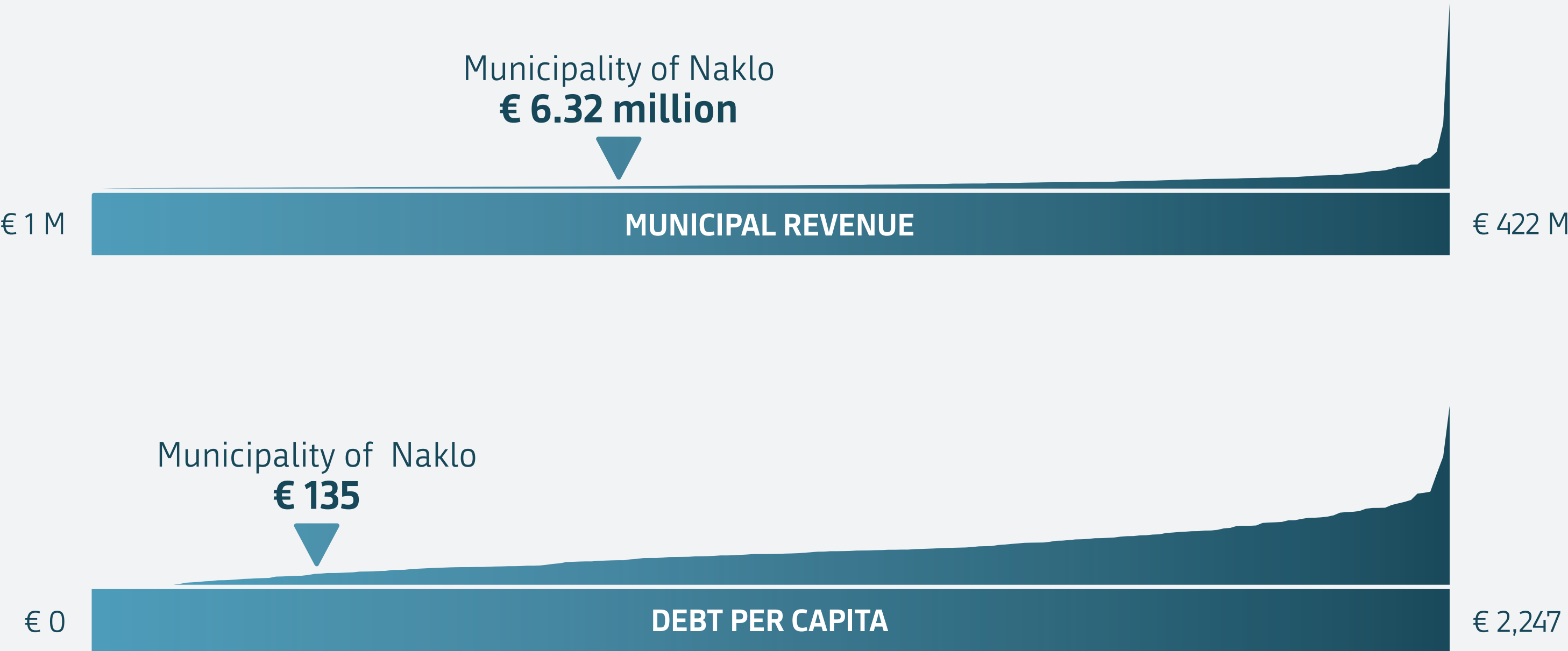
Audit period: 1 January to 31 December 2023

Municipality of Naklo

BASIC DATA

REVENUE	€ 6,315,878	EXPENDITURE	€ 7,425,549	DEBT	€ 724,775
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COMPARISON WITH OTHER MUNICIPALITIES



Municipal bodies

- mayor
- municipal council 15 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 Naklo: identified material irregularities

Salaries and other payments to staff



- in 1 case **seniority bonus** was paid **in the amount too high**
- in 1 case **proportional share** of holiday **allowance was not paid**
- in 1 case **severance pay** upon retirement was paid **in the amount too low**
- 2 **training contracts** for obtaining additional education were concluded **without open competition**
- by concluding a training contract, it **has incurred more liabilities than available** for the purpose
- **part of the salary** for performance-related pay was **not determined on the basis of appropriate criteria**

Maintenance of municipal roads



- road inspection service was **not provided** in the form as laid down in municipal regulations
- long-term or annual planning of road maintenance **not based on prescribed or agreed acts**
- **it paid liabilities** for work performed **before an order form was issued or a contract signed**
- it assumed and paid **liabilities without** an appropriate **legal basis**

Municipality of Naklo: identified material irregularities

Public procurement spending – investment expenditure



- in 3 cases **investment documentation was not prepared** and in 10 cases it was **insufficient**
- **the contractor was permitted not to carry out the commissioned works**, instead liabilities were assumed and paid for works **not foreseen in the tender**
- **an addendum to a contract** for the implementation of unforeseen or additional work was concluded **after the completion of works**
- financial **collateral was obtained too late** or **in the amount too low**

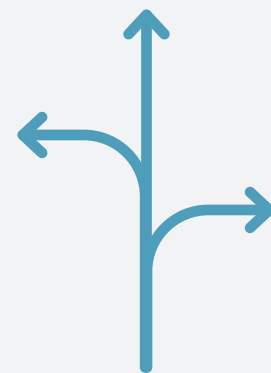
Current transfers to non-profit bodies and organisations



- **a decree** specifying conditions and criteria **for co-financing sport programmes was not adopted**
- irregularities in **the funds allocation procedure** (certain amount of funds allocated and paid before adopting a decision on the selection of contractors and prior to concluding a contract, criteria inadequately applied or established, co-financing contracts lacked integral parts of the contract)
- it allocated and paid funds **without a public call**

Municipality of Naklo: identified material irregularities

Other fields



- **by establishing an institute** for the provision of a public service of institutional care of the elderly, which is under the responsibility of the State, the municipality **exceeded its compulsory functions** and its promotional function in the field of social security as laid down by the Local Self-Government Act
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a letter to the Government and the Ministry of Solidarity-Based Future regarding the issue of providing institutional care of the elderly
