



REPUBLIC OF SLOVENIA
COURT OF AUDIT

AUDIT REPORT

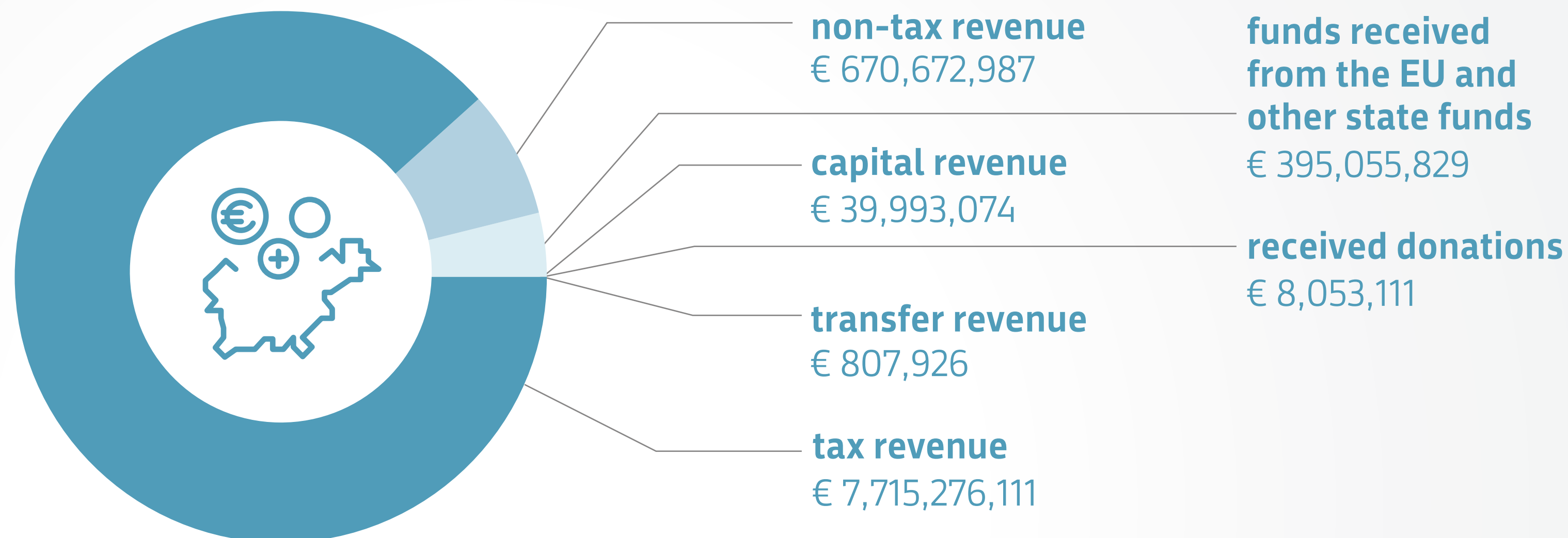
Audit of the Proposal of the annual financial statement of the budget of the Republic of Slovenia for the year 2017

Implementation of the budget of the Republic of Slovenia 2017 – after the audit

REVENUE

+ 6.2%

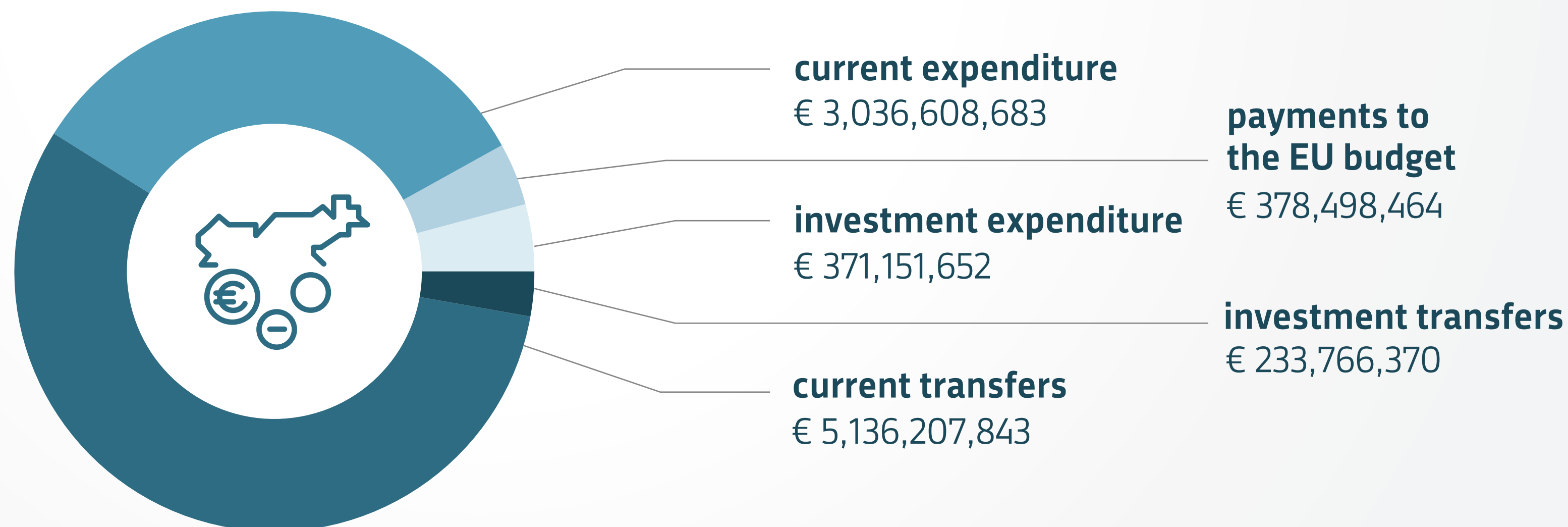
higher in 2017
compared to 2016



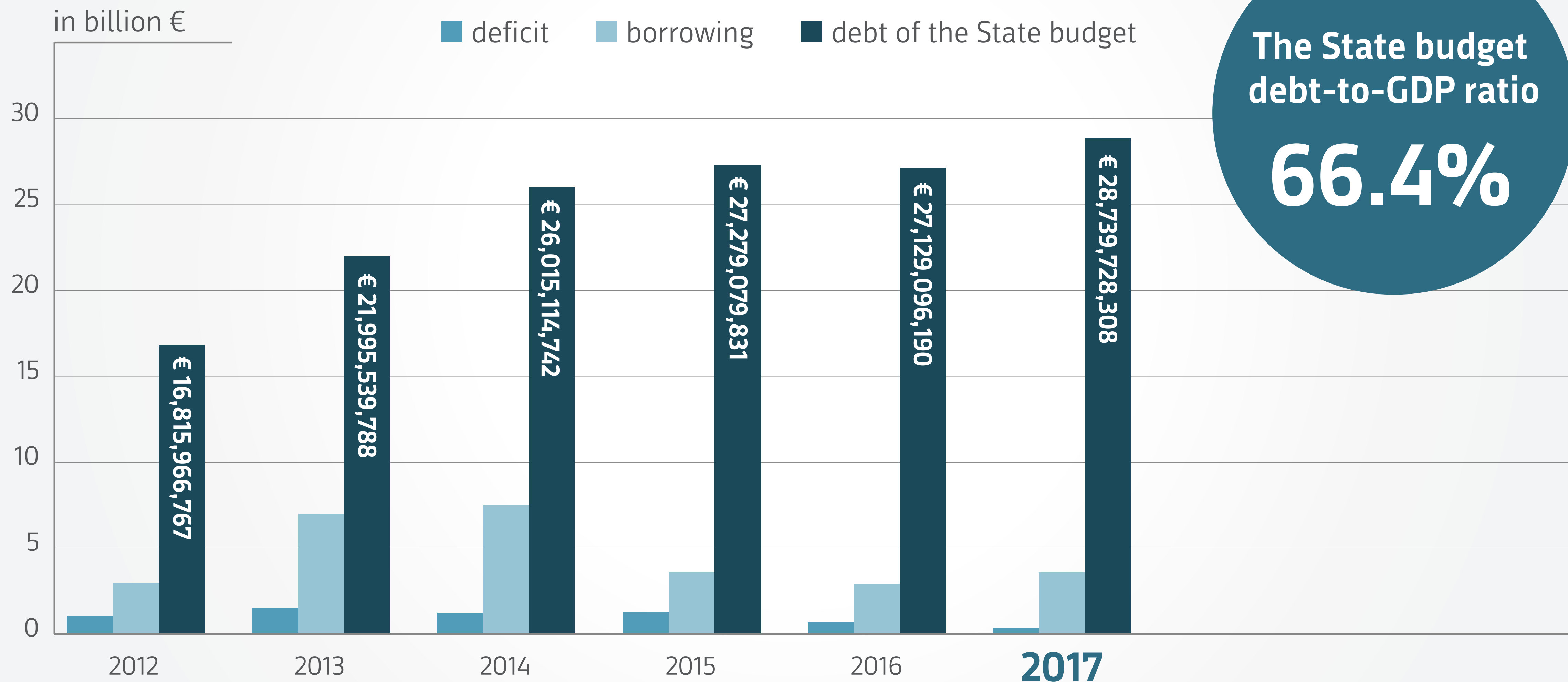
EXPENDITURE

+ 1.7%

higher in 2017
compared to 2016

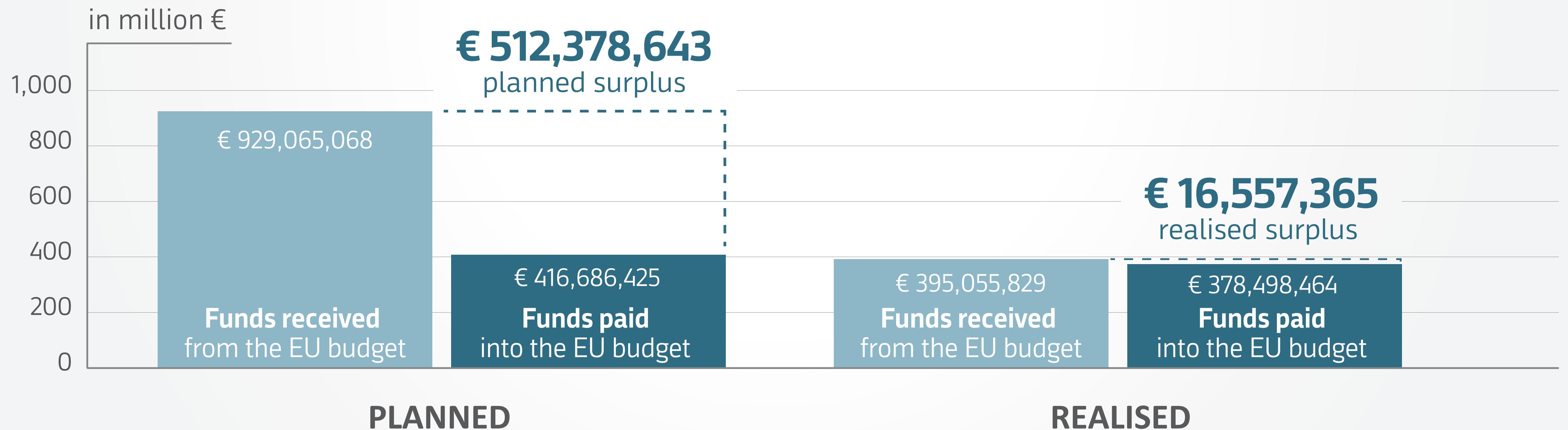


Deficit, borrowing and the debt of the State budget

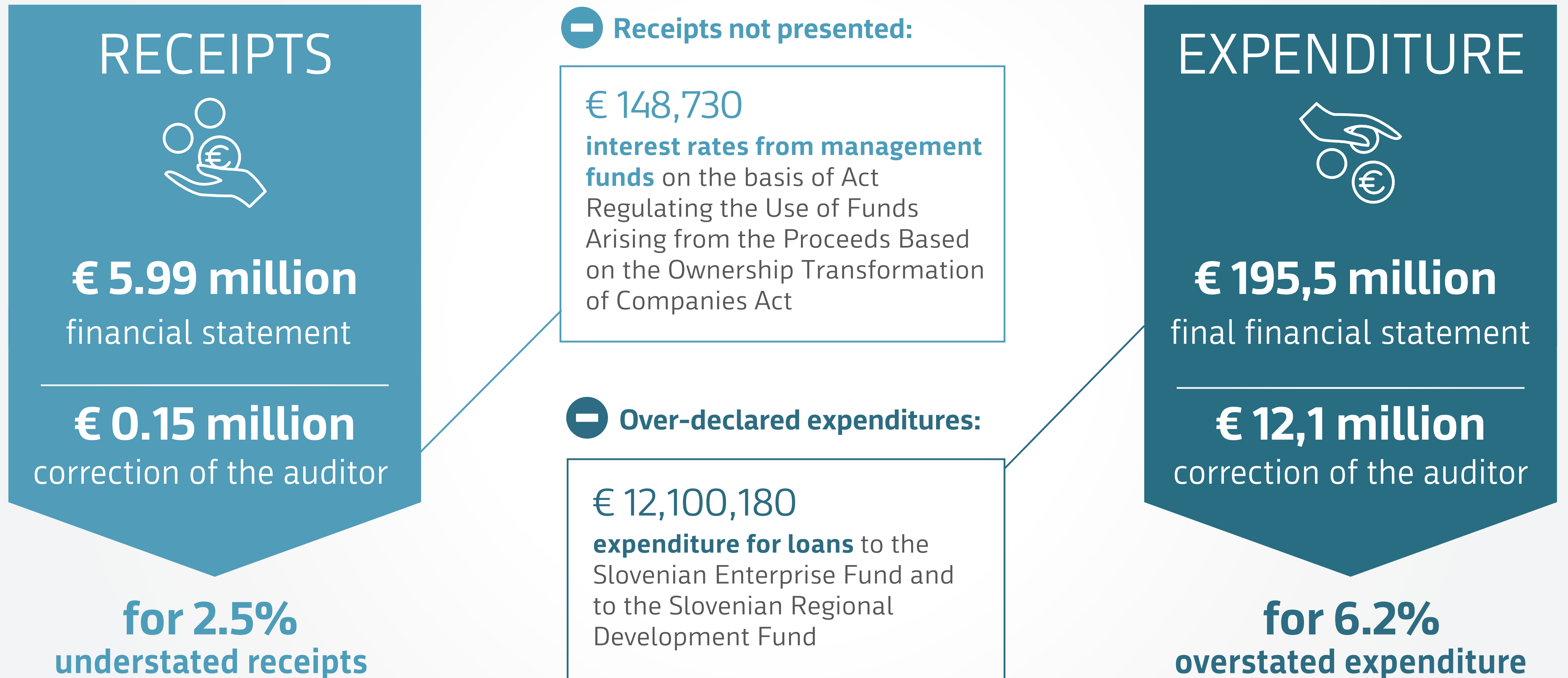


Funds received from the EU

– the difference between the planned and received funds



Errors occurring in the accounts payable and accounts receivable



Occurrence of irregularities in budget implementation

Irregularities most commonly occurred in the field of

TRANSFERS



SALARIES



EXPENDITURE



General budget reservation



Irregularities in budget implementation – expenditure



TRANSFERS

- not following provisions of the Public Finance Act and other public finance regulations
- legal provisions not adopted in due time
- irregularities in the procedures of public calls and public procurement
- using inappropriate bases for calculating transfers
- inappropriate payments in relation to the implementation of the mandatory commercial services



SALARIES

- allowances and overtime rates were incorrectly accounted for and paid
- contracts were made for limited period of time instead for unlimited period of time



EXPENDITURE

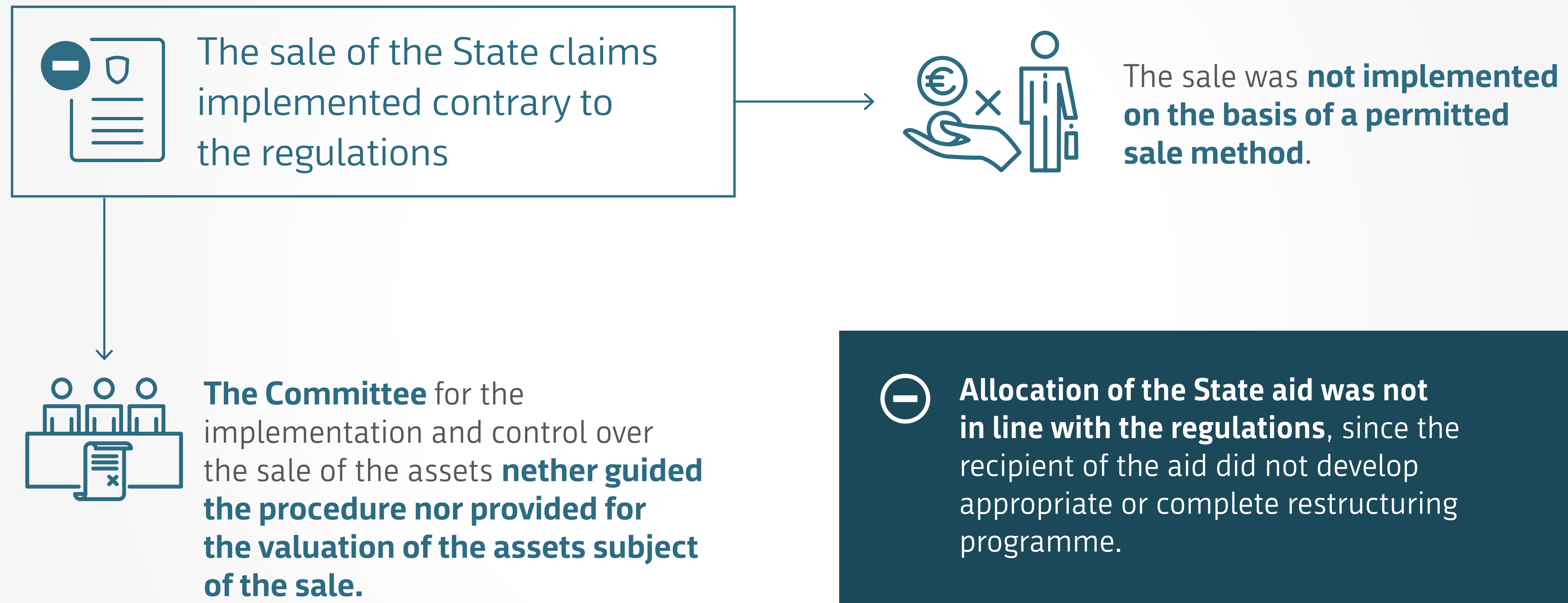
- not following provisions of the Public Finance Act
- irregularities relating to public procurement



General budget reservation

- funds from general budget reservation were allocated for purposes that could be planned in advance
- funds from general budget reservation were allocated for recovery after natural disasters, despite the funds were already provided therefor in the budget reservation

Irregularities in budget implementation – receipts and expenditures



OPINION OF THE COURT OF AUDIT

Qualified opinion →

GENERAL PART OF THE FINANCIAL STATEMENT

- **Except for the errors presented**, the Court of Audit expressed an opinion that audited general part of the financial statement of the Republic of Slovenia for 2017 correctly, **in line with the regulations presents receipts and expenditures of the budget for 2017.**

REGULARITY OF BUDGET IMPLEMENTATION

- **Except for the impact of the irregularities presented** on the regularity of operations, the Court of Audit considered that the Government respectively governmental budget users in all material aspects operated **in line with the regulations and guidelines.**

Some auditees already during the audit remedied irregularities.

The Court of Audit **demanded response reports from the auditees who failed** to remedy irregularities:

- Ministry of Education, Science and Sport
- Ministry of the Environment and Spatial Planning
- Ministry of Health.

The Court of Audit proposed amendments to the Proposal of the annual financial statement of the budget of the Republic of Slovenia for the year 2017 **and recommendations to improve operations.**