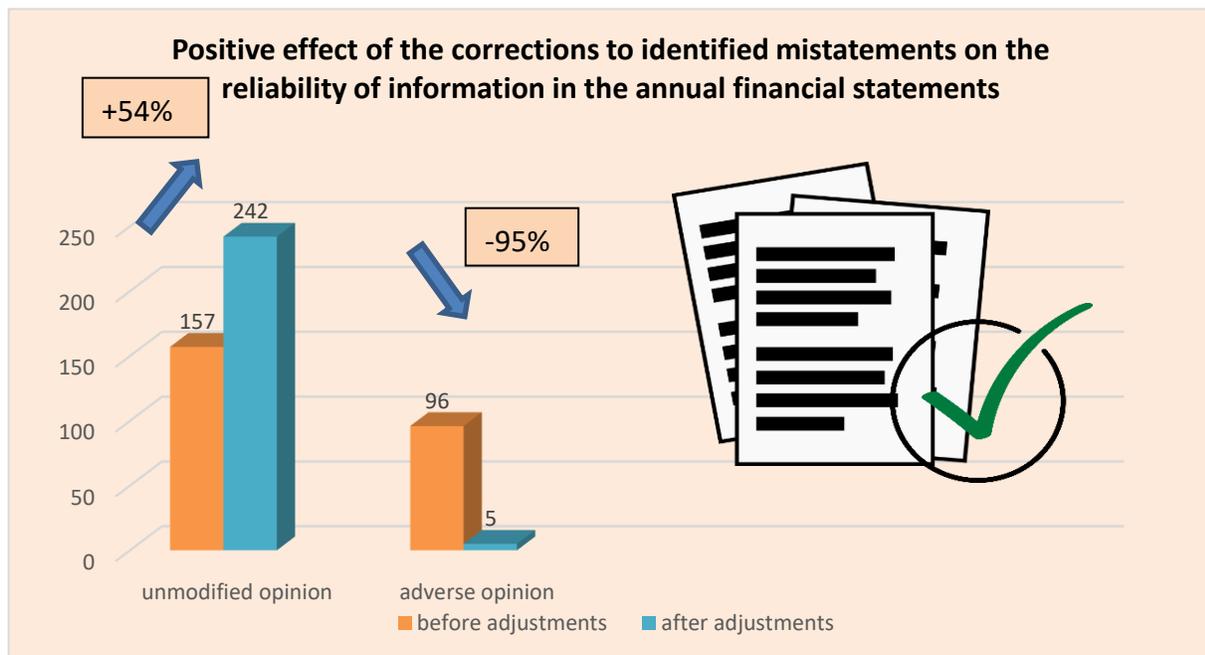
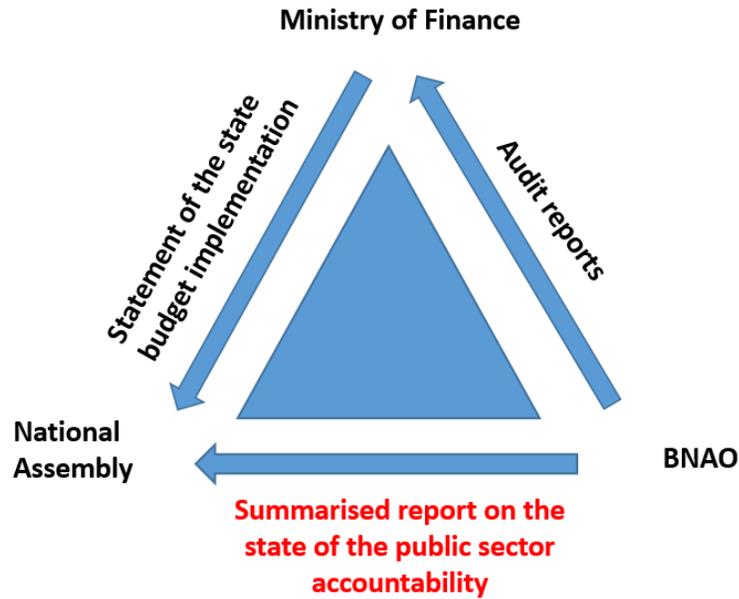


RESULTS OF THE BNAO ACTIVITY 2021. TYPES OF AUDITS - INFOGRAPHICS

Financial audits:

TRIANGLE OF FINANCIAL REPORTING



Reasons for the identified weaknesses



The requirements for financial accountability of public entities are developed based on accounting standards applied in private sector

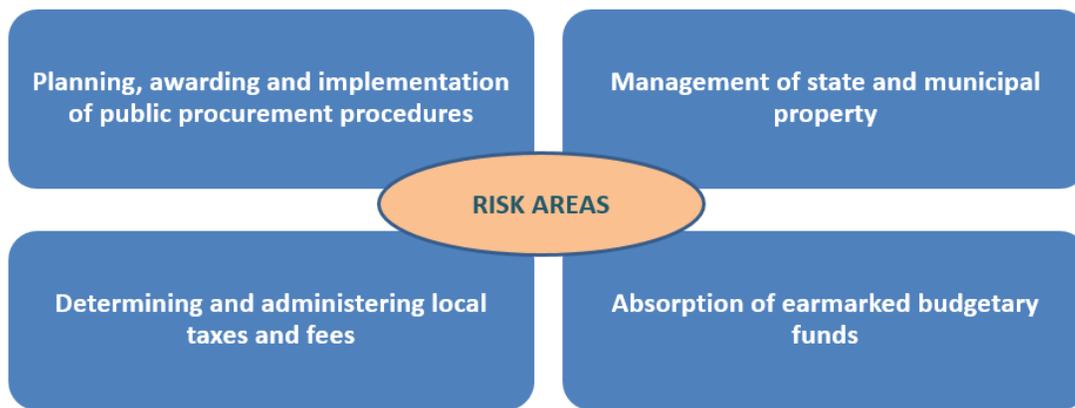


Lack of a consolidated financial reporting framework, which is instead replaced by a number of general and individual reporting guidelines.



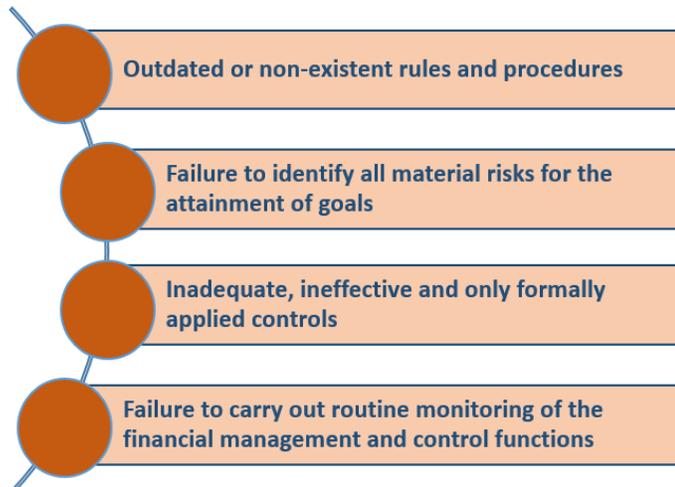
Frequent change of regulatory requirements and insufficiently detailed instructions from the Ministry of Finance regarding their implementation

Compliance audits:



Performance audits:

Main groups of weaknesses in the financial management and control systems



Vocational education of adults for the period 2017-2019

Career orientation and training of adults are not effective enough in the context of lifelong learning



The interest and motivation of adults and employers to develop skills lifelong has not increased significantly

Plastic Waste Management for the period 2017 - 2019

The activities are focused mainly on the generated waste in the phase of its decommissioning and less on the reduction and prevention of its generation



As of the end of 2020, the process of introducing the requirements of the legislative package "Waste" part of the EC "Circular Economy" is not yet completed

Effectiveness of the system for psychiatric services for the period 2017 -2019

Ineffective psychiatric services in the health

The necessary staff and financial resources for the effective functioning of the system have not been provided



The process following the provision of health services is not linked to the monitoring of the treatment, ensuring continuing medical care and social services

Effective organization and controls of the maintenance and storage of the Registry Agency databases for the period 2017 - 2019

The actions of the Registry Agency are not effective and efficient in:

Ensuring the protection of personal data

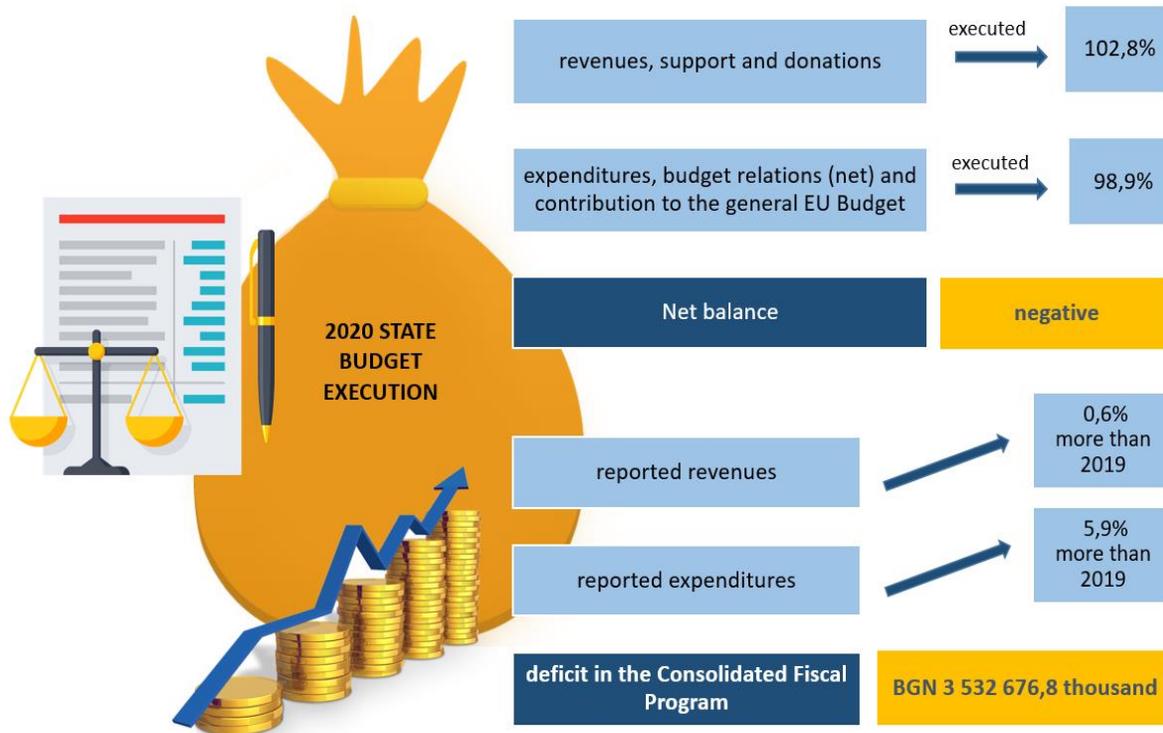
Developing a property register

Development of electronic public register of the special pledges

Maintaining the archive records of the registers



Specific audits:



Audit of the activity of the Minister of Economy in exercising the rights of the state in the companies with state participation in the capital for the period from 2018 to 2019




A strategy is needed for the participation of the state in the capital of public enterprises with the Minister of Economy as the principle

Initiation of amendments to the Law on the Bulgarian Development Bank regarding lending to large enterprises

Assessment of the public benefit effect of the activities of individual companies is needed

Control of the management of the subsidiaries by the holding companies is needed

Compliance audit of the implementation of public procurement awarded to Avtomagistrali State Company for the period 2016 – 2020




Avtomagistrali SC reassigned to third parties 87 % (BGN 411 million without VAT) of the price of the execution of a main contract, without any legal ground

More than BGN 180 million with VAT have been paid in advance by Avtomagistrali SC, even for sites for which there are no design assignments from RIA

The set business goals have not been achieved: reduction of losses of water by improving the characteristics of the facilities; optimizing staff costs by restructuring the company



The company is in poor financial condition, low liquidity and financial stability

For 29 % of the real estate (897 lands and buildings) and for 60 % of the dams (88) the company does not have ownership documents

OVERSIGHT OF POLITICAL PARTIES FINANCES

The BNAO carries out financial control over the activity of political parties and the management of their property

