
SUMMARY

Summary of report 13/2016, relating to Sant Feliu de Llobregat City Council, General Account, year 2013

Barcelona, 13 July 2016

The Public Audit Office for Catalonia has issued Report 13/2016, relating to Sant Feliu de Llobregat City Council's General Account for financial year 2013, in accordance with its Annual Programme of Activities.

The report, which was presented by Board Member Mr Joan-Ignasi Puigdollers, was approved by the Audit Office Board at its meeting on 31 May 2016.

The purpose of the audit was a review of the annual accounts of Sant Feliu de Llobregat City Council for financial year 2013 to check whether they had been drawn up in accordance with the applicable financial reporting regulatory framework and, in particular, the accounting principles and criteria contained therein.

The Audit Office's opinion, as expressed in section 3.1 of the report, is that the annual accounts of the City Council for financial year 2013 do not represent a true and fair view of its assets and financial position as at 31 December 2013, or of its operating and financial results or its budget outturn for that year, because of the following matters:

- The possible effects of the limitations described in findings 1, 2, 3 and 4 of the opinion, which concern the following aspects:
 - The way earmarked funding deviations existing at the end of the financial year were quantified.
 - The way elements making up the end of year balance of some non-financial fixed asset items were identified and valued, and how elements making up Property Holdings of Public Land were classified.
 - The value calculated for the year-end balance of the item corresponding to accumulated depreciation of fixed assets.
 - The way fixed asset items transferred over to liabilities as items in Property Released on Loan and in Property Released for General Public Use were identified and valued.
- The very significant effects of the anomalies detected, for which there is an aggregate valuation in finding 5 of the opinion and a breakdown in appendix 4.3, anomalies which refer basically to the reporting criteria applied and, in particular, to the criterion for recognising income from transfers and grants.

In addition to the opinion, section 3.1 of the report includes the most significant findings arising from the audit work carried out.

In section 3.2 of the report, the Audit Office issues a series of recommendations on the need to undertake a review of the situation existing in respect of administrative procedures and accounting criteria used, from the point of view of complying with statutory requirements and correctly managing accounting data, and also of the internal control mechanisms in place.

This summary is solely for information purposes. The audit report (in Catalan and Spanish) can be consulted at www.sindicatura.cat.