



ДРЖАВЕН ЗАВОД ЗА РЕВИЗИЈА
ENTI SHTETËROR I REVIZIONIT
STATE AUDIT OFFICE

Final Audit Report Abstract

Key Entities Covered by the Audit Report

National Philharmonic Orchestra of North Macedonia

Audit Subject

Audit of financial statements together with compliance audit on the Core budget account (603) for 2020

Audit Objective

To obtain reasonable assurance about whether financial statements are free from material misstatement

Key Conditions Identified

- oversights in realization of activities for new employments and not adopted act for re-audition of employees in the institution;
- incomplete inventory of assets available to the institution and unrecorded equipment;
- deficiencies in the supporting documentation in recognizing merits of some received invoices for goods and services;
- identified weaknesses in some public procurement procedures.

Key Recommendations

- to improve the level of transparency in new employments and re-audition procedure;
- to carry out complete inventory and recording of all equipment;
- to improve the level of competition in the implementation of public procurement procedures.

Comments on Draft Audit Report

Comments have been received on the Draft Audit Report by the current and the former director of the institution.

Audit Opinion*

We expressed adverse opinion on the reality and objectivity of financial statements and the results of financial activities, and adverse opinion on the compliance of financial transactions with legal regulations, guidelines and policies in place for 2020.

Key Systemic Weaknesses

- weaknesses in financing institutions in the field of culture,
- intensifying activities for setting up WG of Ministry of Culture, Macedonian Opera and Ballet and Macedonian Philharmonic Orchestra in cooperation with MRTV for implementation of the action plan for cultural development by analyzing necessary and available HR capacities for full realization of the National Strategy for Cultural Development in RNM
- weaknesses in the employment of category A artists in national institutions, which has affects the quality of work.

Response on Draft Audit Report Comments

Two of the comments concerning measures taken have been accepted and disclosed in the Final Report of the Authorized State Auditor. The other comments are related to ascertained state of affairs.

*



unqualified



qualified



adverse



disclaimer of opinion