

İstanbul Metropolitan Municipality

Court of Accounts Report 2018



İstanbul Metropolitan Municipality *Court of Accounts Report 2018*

164
million ₺

164.107.570 TL of mesne profits in exchange for the irregular occupation of 2738 public immovables occupied by natural or legal persons were not collected and in some cases the occupation was made continuous by the admission of some amount of mesne profits as rent.

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266
million ₺

266.536.272,26 TL of dividend of the municipal corporation KİPTAŞ was not transferred to municipal accounts contrary to the legislative obligation.

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147
million ₺

Improper practices occurred in determining the contacted companies for shopping with Istanbulkart as part of social assistance. There were neither clear criteria designated and shared, nor open bidding procedures followed for this allocation.

Supermarket chains were privileged without having to pay any price to the Istanbul Metropolitan Municipality or to give any discount to the beneficiaries. In 2017 only, 147,670,821,94 TL of purchases were made at 9 supermarket chains.

#3

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24
million ₺

Highly profitable centrally-placed billboards are being operated by municipal corporations contrary to legislation. The total yield of a portion of these billboards whose contract values are enumerated in the audit report of the Court of Accounts amounts to 24.124.137 TL as per the 2017 exchange rate. İSPARK operates the advertisement units of parking lots, Metro İstanbul Inc. operates those of rail systems and Otobüs Inc. operates those in buses. Besides this, in 2017, 2164 privately owned commercial vehicles were given advertisement permits free of charge.

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307
property

The managerial rights of the immovables which had been transferred to the municipal corporation Ağaç Inc., were transferred to third persons by the corporation without a tender. 307 immovables that have been transferred without a tender were detected.

#5

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3,3
million ₺

Ispark have illegally provided free parking to MPs, mukhtars, provincial and district council members and press card holders. The loss incurred within one year was determined as TL 3.340.203.

Only 52 of the 225 parking spaces under İSPARK management were licensed.

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Despite the expiration of the lease period of the immovables rented by the IMM, the tenancy relationship that legally converted to 'occupation', was pursued by the IMM without a tender on the basis of former contracts.

#7

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'Sađlık A.Ş.', which has been managing several immovables of the Istanbul Metropolitan Municipality, has only incorporated the insignificant amount 'entry fee' when calculating the 5% annual revenue share and the amount of value-added tax. Both items are to be transferred to the Municipality due to the fact that Sađlık A.Ş is a municipality-owned enterprise.

#8

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Legal persons, who have rented real estates, signed contracts and failed to pay the rent, were not prohibited from taking part in later biddings after the termination of the contract in violation of State Procurement Law.

#9

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Procurement of goods and services of the district municipalities were given to the companies of the Metropolitan Municipality without conducting open tender processes. The IMM (Istanbul Metropolitan Municipality) companies have issued invoices to the district municipalities and the district municipalities have reported the invoices to the IMM. Through this mechanism, IMM has made payments to its own companies within the scope of assistance to district municipalities.

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Public immovables are allocated in violation of the legislation; free of charge, to privatized electricity distribution companies.