

29/12/2021  
P 162302



**Financial Attest Audit Report on the  
Accounts of  
Khyber Pakhtunkhwa Revenue Mobilization and  
Public Resource Management Program  
Credit No. 6421-PK, Financed by  
World Bank (IDA) and  
Government of Khyber Pakhtunkhwa  
Finance Department  
for the Financial Year 2020-21**

**Auditor General of Pakistan Islamabad**

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## **Abbreviations and Acronyms**

AFS	Annual Financial Statements
AID	Associates in Development
BPR	Business Process Review
CDWP	Central Development Working Party
DAC	Departmental Accounts Committee
DLI	Disbursement Linked Indicator
DPR	Disabled Person Relief
FAP	Foreign Aided Project
EOI	Expression of Interest
FAT	Field Audit Team
GCC	General Conditions of Contract
GDRC	Grant Disbursement & Review Committee
GFR	General Financial Rules
GRC	Grant Review Committee
IDA	International Development Agency
IFMIS	Integrated Financial Management Information System
IPSAS	International Public Sector Accounting Standards
ISSAI	International Standards of Supreme Audit Institutions
IT	Information Technology
KP	Khyber Pakhtunkhwa
MIS	Management Information System
MIT	Master of Information Technology
NIT	Notice Inviting Tender
PAK	Pakistan
PAO	Principal Accounting Office
PC-I	Planning Commission Proforma-I
PFM	Public Financial Management
PMU	Program Monitoring Unit
SCC	Special Conditions of Contract
SSU	Shared Services Unit
TMA <sub>s</sub>	Tehsil Municipal Administrations
TPVA	Third Party Verification Agent
UIPT	Urban Immovable Property Tax

## Preface

The Auditor-General conducts audits subject to Article 169 and 170 of the Constitution of the Islamic Republic of Pakistan 1973, read with Sections 8 and 12 of the Auditor-General's (Functions, Powers and Terms and Conditions of Service) Ordinance, 2001. The audit of "Khyber Pakhtunkhwa Revenue Mobilization and Public Resource Management Program", financed by the World Bank (IDA) and Government of Khyber Pakhtunkhwa, Credit No.6421-PK, for the financial year 2020-21 was carried out accordingly.

The Directorate General Audit Khyber Pakhtunkhwa conducted audit of "Khyber Pakhtunkhwa Revenue Mobilization and Public Resource Management Program" during September 2021 for the period 2020-21 with a view to reporting significant findings to stakeholders. Audit examined the economy, efficiency, and effectiveness aspects of the Program. In addition, Audit also assessed, on a test check basis, whether the management complied with the applicable laws, rules, and regulations in managing the Program. The Audit Report indicates specific actions that, if taken, will help the management realize the objectives of the Program.

The Report was finalized in light of written replies/ discussion with the Program Management. The PAO through Management Letter was also requested to convene DAC meeting. However, no DAC meeting was convened till finalization of this report.

The Report consists of two parts. Part-I contains Auditor's Report (Audit Opinion) and Financial Statements. Part-II contains Executive Summary, Management Letter and Audit Findings.

The Report has been prepared for submission to the World Bank in terms of its Credit Agreement with the Government of Islamic Republic of Pakistan

Dated: 10/12/2021  
Peshawar

  
(Israr ul Haq)  
Director General Audit  
Khyber Pakhtunkhwa

**PART-I**

1. **PROGRAM OVERVIEW**
2. **AUDITOR'S REPORT TO THE MANAGEMENT**
3. **FINANCIAL STATEMENTS**

## PROGRAM OVERVIEW

Name of Program	:	Khyber Pakhtunkhwa Revenue Mobilization and Public Resource Management Program
Sponsoring Authority	:	World Bank (IDA) and Government of Khyber Pakhtunkhwa
Executing Authority	:	Finance Department, Government of Khyber Pakhtunkhwa
Credit No.	:	6421-PK
<b>PC-I Cost</b>	:	<b>Rs. 2,829.000 million</b>
Donor Share	:	USD 100.000 million
GoKP Share	:	USD 18.000 million
Date of Commencement	:	17 <sup>th</sup> June, 2019
Actual Date of Commencement	:	1 <sup>st</sup> July, 2019
Date of Completion (As per PC-I)	:	30 <sup>th</sup> June, 2025
Date of Approval by CDWP	:	27 <sup>th</sup> December 2019
Loan Closing Date	:	30 <sup>th</sup> June, 2025
Loan Utilization Status in F.Y 2020-21	:	Rs. 87.354 million
Progressive Expenditure upto last F.Y i.e, 2019-20	:	Rs. 72.142 million



**OFFICE OF THE  
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**Auditor's Report to the Management (Audit Opinion)**

**Auditor's Report on the Financial Statements**

We have audited the accompanying financial statements of "Khyber Pakhtunkhwa Revenue Mobilization and Public Resource Management Program", financed by the World Bank (IDA) and Government of Khyber Pakhtunkhwa, Credit No.6421-PK, that comprises of Statement of Receipts and Payments, Statement of Comparison of Budget and Actual Amounts together with the notes forming part thereof for the year ended 30<sup>th</sup> June, 2021.

**Management Responsibility**

It is the responsibility of Program Management to establish and maintain a system of internal control, and prepare and present the Statement of Receipts and Payments in conformity with the requirements of Cash Basis IPSAS, Financial Reporting under the Cash Basis of Accounting Standard.

**Auditor's Responsibility**

The responsibility of the auditor is to express an opinion on the financial statements based on the audit conducted. We conducted our audit in accordance with the International Standards of Supreme Audit Institutions. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. The audit process includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. It also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis for our opinion.

**Opinion**

**In our opinion:**

- a) The financial statements present fairly, in all material respects, the cash receipts and payments by the program for the year ended 30<sup>th</sup> June, 2021 in accordance with Cash Basis IPSAS, Financial Reporting under the Cash Basis of Accounting Standard.
- b) The expenditure has been incurred in accordance with the requirements of legal agreements.

Dated: 10/12/2021  
Peshawar

(Israr-ul-Haq)  
Director General Audit  
Khyber Pakhtunkhwa

**FINANCIAL STATEMENTS**  
**KHYBER PAKHTUNKHWA REVENUE MOBILIZATION AND**  
**PUBLIC RESOURCE MANAGEMENT PROGRAM**  
**WORLD BANK/IDACREDIT NO.6421-PK**  
**FOR THE YEAR ENDED ON 30<sup>th</sup> JUNE, 2021**

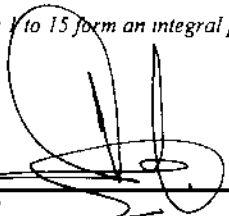
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**KP Revenue Mobilization and Public Resource Management Program (PforR)  
Statement of Cash Receipts and Payments  
For the Year Ended 30 June 2021**

		2020-21	2019-20
		Amounts in Pak Rupees	
	<i>Note</i>	Receipts/ Payments	Receipts/ Payments
<b>RECEIPTS</b>			
External Assistance	5.	3,299,221,997	5,907,227,074
Counterpart Funds - GoKP	6.	83,993,741,783	66,317,229,350
<b>TOTAL RECEIPTS</b>		<b>87,292,963,780</b>	<b>72,224,456,424</b>
<b>PAYMENTS/EXPENDITURE</b>			
<i>Program Expenditures</i>			
Pay and Allowances	7.	3,012,012,764	2,601,979,394
Operating Expenses	8.	1,110,563,826	511,106,049
Employees Retirement Benefits		83,064,191,042	68,963,886,374
Repair & Maintenance		63,354,476	40,541,689
		<b>87,250,122,108</b>	<b>72,117,513,506</b>
<i>Operation Expenditures from Designated Account</i>			
Goods	9.	1,771,130	11,493,573
Consultancy Services	10.	51,151,239	10,632,386
Incremental Operating Costs	11.	27,695,903	2,519,221
Training and Workshops	12.	6,736,142	-
	15.3	<b>87,354,414</b>	<b>24,645,180</b>
<b>TOTAL PAYMENTS</b>		<b>87,337,476,522</b>	<b>72,142,158,686</b>
<b>NET INCREASE / (DECREASE) IN CASH DURING THE YEAR</b>		<b>(44,512,742)</b>	<b>82,297,738</b>
<b>CASH AT THE BEGINNING OF THE YEAR</b>		<b>82,297,738</b>	-
<b>CASH AT THE END OF THE YEAR</b>	13.	<b>37,784,996</b>	<b>82,297,738</b>

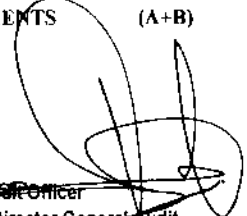
*The annexed notes 7 to 15 form an integral part of these financial statements.*

  
\_\_\_\_\_  
Audit Officer  
Office of the Director General Audit  
Government of Khyber Pakhtunkhwa

  
\_\_\_\_\_  
Project Director  
KPRM/PRMP  
Government of Khyber Pakhtunkhwa

**KP Revenue Mobilization and Public Resource Management Program (PforR)**  
**Statement of Comparison of Budgeted and Actual Expenditure By Departments**  
**For the year ended June 30, 2021**

Departments	Note	2020-21 (Amounts in Pak Rupee)			2019-20 (Amounts in Pak Rupee)		
		Original Budget	Revised Budget	Actual Expenditure	Original Budget	Revised Budget	Actual Expenditure
<b>DESIGNATED ACCOUNT</b>							
Consultancy Costs		127,840,000	127,840,000	38,377,945	20,000,000	20,000,000	10,632,386
Goods - (Assets)		15,186,427	15,186,427	1,771,130	62,300,000	62,300,000	11,493,573
Incremental Operating Costs		86,508,800	86,508,800	27,695,903	21,000,000	21,000,000	2,519,221
Training & Workshops		30,000,000	30,000,000	19,509,436	5,000,000	5,000,000	-
<b>Total DA Payments (A)</b>		<b>259,535,227</b>	<b>259,535,227</b>	<b>87,354,414</b>	<b>108,300,000</b>	<b>108,300,000</b>	<b>24,645,180</b>
<b>PROGRAM EXPENDITURE</b>							
<b>Excise Taxation &amp; Narcotics Control Department</b>							
Pay & Allowances		634,044,000	716,032,807	716,001,973	617,772,000	600,456,340	600,487,988
Operating Expenses		79,890,000	11,854,381	12,954,306	118,841,000	70,879,774	65,315,391
Pension Payments		-	15,127,163	15,127,163	16,261,000	4,669,095	4,669,095
Repair & Maintenance		-	249,400	249,400	4,877,000	3,009,911	3,009,911
<b>Sub Total</b>		<b>713,934,000</b>	<b>743,263,751</b>	<b>744,332,842</b>	<b>757,751,000</b>	<b>679,015,120</b>	<b>673,482,385</b>
<b>Finance Department</b>							
Pay & Allowances		1,205,971,000	1,066,593,020	1,064,711,434	1,428,192,000	934,495,613	931,158,866
Operating Expenses		20,382,690,000	5,581,483,119	716,658,293	17,869,434,000	2,080,094,142	194,475,894
Pension Payments		76,921,196,000	82,892,279,574	83,021,477,308	59,940,774,000	68,914,275,354	68,943,722,510
Repair & Maintenance		24,629,000	37,568,290	34,108,452	21,962,000	23,765,070	21,670,335
<b>Sub Total</b>		<b>98,534,486,000</b>	<b>89,577,924,003</b>	<b>84,836,955,487</b>	<b>79,260,362,000</b>	<b>71,952,630,179</b>	<b>70,091,027,605</b>
<b>Planning &amp; Development Department</b>							
Pay & Allowances		384,308,000	475,512,835	483,609,696	476,005,000	383,238,141	389,375,153
Operating Expenses		81,415,000	41,756,518	41,743,921	112,879,000	37,546,731	37,287,245
Pension Payments		6,185,000	11,226,683	11,226,043	11,781,000	7,563,137	7,562,137
Repair & Maintenance		3,843,000	6,161,113	6,153,413	7,120,000	4,932,562	4,832,562
<b>Sub Total</b>		<b>475,751,000</b>	<b>534,657,149</b>	<b>542,733,073</b>	<b>607,785,000</b>	<b>433,280,571</b>	<b>439,057,097</b>
<b>Revenue Department</b>							
Pay & Allowances		536,137,000	677,589,646	677,413,353	629,335,000	702,142,388	614,222,201
Operating Expenses		422,261,000	289,807,915	289,064,724	603,900,000	468,902,735	189,352,091
Pension Payments		3,262,000	16,185,200	15,333,688	12,202,000	7,441,012	5,623,232
Repair & Maintenance		2,228,000	13,104,631	11,074,631	12,674,000	15,348,763	9,887,299
<b>Sub Total</b>		<b>963,888,000</b>	<b>996,687,392</b>	<b>992,886,396</b>	<b>1,258,111,000</b>	<b>1,193,834,898</b>	<b>819,084,823</b>
<b>Science Technology &amp; Information Technology</b>							
Pay & Allowances		68,893,000	70,289,696	70,276,308	88,788,000	66,738,306	66,735,186
Operating Expenses		46,210,000	50,142,582	50,142,582	20,828,000	24,675,428	24,675,428
Pension Payments		1,081,000	1,026,840	1,026,840	1,001,000	2,309,400	2,309,400
Repair & Maintenance		11,296,000	11,768,580	11,768,580	573,000	1,141,582	1,141,582
<b>Sub Total</b>		<b>127,480,000</b>	<b>133,227,698</b>	<b>133,214,310</b>	<b>111,190,000</b>	<b>94,864,716</b>	<b>94,861,596</b>
<b>Total EEP (B)</b>		<b>100,815,539,000</b>	<b>91,985,759,993</b>	<b>87,250,122,108</b>	<b>81,995,199,000</b>	<b>74,353,625,484</b>	<b>72,117,513,506</b>
<b>TOTAL PAYMENTS (A+B)</b>		<b>101,075,074,227</b>	<b>92,245,295,220</b>	<b>87,337,476,522</b>	<b>82,103,499,000</b>	<b>74,461,925,484</b>	<b>72,142,158,686</b>

  
A.S.P. Officer  
Office of the Director General Audit  
Government of Khyber Pakhtunkhwa

  
Project Director  
KPRM&PRMP  
Government of Khyber Pakhtunkhwa

**KP Revenue Mobilization and Public Resource Management Program (PforR)**  
**Statement of Comparison of Budgeted and Actual amounts by Function**  
**For the year ended June 30, 2021**

Function	Note	2020-21 (Amounts in Pak Rupees)			2019-20 (Amounts in Pak Rupees)		
		Budgeted Amounts		Actual Expenditure	Budgeted Amounts		Actual Expenditure
		Original Budget	Revised Budget		Original Budget	Revised Budget	
<b>PAYMENTS</b>							
IPF Component - DA Payments		259,535,227	259,535,227	87,354,414	108,300,000	108,300,000	24,645,180
Sub Total		259,535,227	259,535,227	87,354,414	108,300,000	108,300,000	24,645,180
<b>PROGRAM EXPENDITURE</b>							
Administration of Financial Affairs		1,860,392,000	1,251,480,578	1,249,598,992	8,898,631,000	2,474,716,156	559,729,605
Tax Management (Customs, I Tax, Excise)		1,665,833,000	1,691,912,616	1,692,238,223	1,840,138,000	1,573,466,278	1,399,694,285
Accounting and Auditing Services		96,645,565,000	87,678,925,135	82,666,228,027	848,711,000	588,213,506	591,863,199
Pension-Civil		28,529,000	647,518,290	921,128,468	69,513,020,000	68,889,700,517	68,814,687,623
Planning		459,015,000	508,969,503	517,066,364	546,240,000	388,293,385	394,636,293
Statistics		16,736,000	25,687,646	25,666,709	61,545,000	44,987,186	44,420,804
Centralized Data Processing Services		135,607,000	165,354,554	164,313,654	113,547,000	97,217,716	94,861,596
Land management		3,862,000	15,911,671	13,881,671	173,367,000	297,030,740	217,620,101
Sub Total		100,815,539,000	91,985,759,993	87,250,122,108	81,995,199,000	74,353,625,484	72,117,513,506
<b>TOTAL PAYMENTS</b>		<b>101,075,074,227</b>	<b>92,245,295,220</b>	<b>87,337,476,522</b>	<b>82,103,499,000</b>	<b>74,461,925,484</b>	<b>72,142,158,686</b>

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Office of the Director General Audit  
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Project Director  
KPR/MPRMP  
Government of Khyber Pakhtunkhwa

# **KP Revenue Mobilization and Public Resource Management Program (PforR)**

## **Notes to the Financial Statements**

### **For the year ended June 30, 2021**

#### **1. REPORTING ENTITY**

The Khyber Pakhtunkhwa Revenue Mobilization and Public Resource Management Program is a Program of the Government of Khyber Pakhtunkhwa. The objective of the Program is to support the implementation of PFM reforms. The project is financed through a credit arrangement (US \$ 118 million equivalent) between Government of Pakistan and the World Bank under Program for Results (PforR) mode of financing. The Financing Agreement comprising two components: i- Program-for-Results (PforR) for US \$ 100 million equivalent and part ii- Investment Project Financing (IPF) for US \$ 18 million equivalent was signed on 17th of June, 2019.

The implementing agencies are:

1. Finance Department (FD)
2. Planning and Development Department (P&DD)
3. Excise, Taxation and Narcotice Control Department (ET&NCD)
4. Board of Revenue (BOR)
5. Science Technology and Information Technology (ST&IT)

The project has Six Disbursement Link Indicators (DLIs), The IDA funds of the Program will be channeled to the GoKP Non-Food Account-1 through the State Bank of Pakistan (SBP). Disbursement of Program funds will be made twice a year, only upon achievement of the DLIs. Once the DLI targets are met, a withdrawal application in accordance with the financing agreements is made. The evidence to support the DLIs achievements is provided to the World Bank. The World Bank allows the withdrawal on the basis of achievements, verified by a third party.

These financial statement presents the items of expenditures of PforR program incurred in the above mentioned departments and the expenditure under IPF component.

The financing is made in the form of Credit based on Standard World Bank (IDA) terms. The Financing Agreement No is 6421-PK.

#### **2. STATEMENT OF COMPLIANCE**

These financial statements have been prepared in accordance with the New Accounting Model (NAM). In December 2000, Auditor General of Pakistan prescribed NAM with the approval of the President of Pakistan under Article 170 of the Constitution of Islamic Republic of Pakistan.

#### **3. ACCOUNTING CONVENTION AND BASIS OF CONSOLIDATION**

These financial statements have been prepared under the cash basis of accounting which recognizes transactions and events only when cash is received or paid by the entity. Assets and liabilities in the disclosed notes are on a historical cost basis.

These financial statements have been prepared as per the requirements of NAM that supports international best practices. The statement of cash receipts and payments, statement of comparison of budget and actual amounts by function, statement of comparison of budget and actual expenditure by department and notes forming parts thereof have been prepared on Cash Basis IPSAS - Financial Reporting under the Cash Basis of Accounting.

The Financial Statements for the financial year 2020-21 have been prepared and presented in order to make a fair presentation of all the relevant financial information without making any change in the fundamentals applied.

The reporting and budget period of these financial statements is the financial year 2020-21 (from 1 July, 2020 to 30 June 2021). These financial statements have been prepared on the basis of data obtained from IFMIS for the regular grant numbers of above mentioned executing entities. The DLIs of these entities and the relevant spending made in order to achieve these DLIs, from the recurrent budget, is separately reported to present the overall picture of this program.

**KP Revenue Mobilization and Public Resource Management Program (PforR)**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2021**

**4. SIGNIFICANT ACCOUNTING POLICIES**

**4.1**

**Foreign Currency Transaction**

Cash receipts and payments arising from transactions in US \$ are recorded in Pak Rupees by applying the US \$ amount the exchange rate between the Pak Rupee and US \$ at the date of receipts and payments. Exchange differences arising at the settlement of these transactions are recognized in the Statement of Receipts and Payments

**4.2 Reporting Currency**

The reporting currency of these consolidated financial statements is Pak Rupees.

**4.3 Recognition of revenue**

Revenue is recognized on the date of receipt of money by bank or clearance of cheque. Revenue is recognized on gross basis and any related costs are recorded separately

**4.4 Recognition of expenditure**

Expenditure is recognized on the date when payment is made or cheque is issued. Financial year to which the payments pertain is determined by the date on which a cheque or payment advice is issued.

**4.5 Eligible Expenditure of Program**

The recurrent expenditure incurred by the five implementing departments, in the following heads of chart of accounts is financed by the World Bank and in these financial statements reported as Eligible Expenditure of the Programme (EEP)

a) **Employee related expenses**

This include expenditure in object code A01 for pay and allowances to the officers and staff.

b) **Operating expenses**

This includes expenditure in object code A03 for various operating purposes i.e fees, communication, utilities, rents, operating leases, motor vehicles fuel, travel & transportation and general expenses.

c) **Employee retirement benefits**

The government employees after their retirement from service are entitled to pension. The commutation and monthly pension to the retired employees or to their families are paid by the Accountant General KP and recorded in object code A04.

d) **Repair and Maintenance**

Expenditure in object code A13 on account of repair and maintenance is also recognized as eligible expenditure for the program

**4.6 Cash balance**

For the purpose of statement of receipts and payments, cash balance comprise cash with National Bank of Pakistan designated / revolving fund account.

**KP Revenue Mobilization and Public Resource Management Program (PforR)**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2021**

	<i>Note</i>	2020-21	2019-20
		Amounts in Pak Rupees	
<b>5. EXTERNAL ASSISTANCE</b>			
Designated Account Receipts	5.1	42,841,672	106,942,918
Provincial Consolidated Fund	5.2	<u>3,256,380,325</u>	<u>5,800,284,156</u>
		<u><b>3,299,221,997</b></u>	<u><b>5,907,227,074</b></u>

5.1 This represents US \$ 259,169 @ Rs.165.304 per \$ transferred by the International Development Association to the Designated / Revolving Fund Account No. A 119 of the project maintained in NBP Peshawar Cantt Branch, on the basis of withdrawal application submitted by the project.

	<i>Note</i>	2020-21	2019-20
		Amounts in Pak Rupees	
<b>5.2 External Assistance in Provincial Consolidated Fund</b>			
1st Tranche USD 8,229,484.80 @ Rs. 156.5783		1,288,558,740	1,930,637,614
2nd Tranche USD 12,567,652.00 @ Rs 156.5783		1,967,821,585	1,743,869,310
3rd Tranche		-	2,125,777,232
	5.2.1	<u><b>3,256,380,325</b></u>	<u><b>5,800,284,156</b></u>

5.2.1 US \$ 20,797,137.00 at average rate of Rs.156.5783 per \$ were received from the World Bank in the Provincial Consolidated Fund Non-Food Account-I of the Govt. of Khyber Pakhtunkhwa maintained in State Bank of Pakistan Karachi

	2020-21	2019-20
	Amounts in Pak Rupees	
<b>6. COUNTERPART FUNDS- GoKP</b>		
Excise and Taxation Department	744,332,842	673,482,385
Finance Department	84,836,955,487	70,091,027,605
Planning & Development Department	542,733,073	439,057,097
Revenue Department	992,886,396	819,084,823
Science Technology & Information Technology	133,214,310	94,861,596
	<u><b>87,250,122,108</b></u>	<u><b>72,117,513,506</b></u>
Less: DLI Receipts	(3,256,380,325)	(5,800,284,156)
	<u><b>83,993,741,783</b></u>	<u><b>66,317,229,350</b></u>

<b>7. PAY AND ALLOWANCES - EEP</b>		
Pay of Officers & Staff	1,353,282,628	1,317,779,459
Allowances	1,658,730,136	1,284,199,935
	<u><b>3,012,012,764</b></u>	<u><b>2,601,979,394</b></u>

**KP Revenue Mobilization and Public Resource Management Program (PforR)**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2021**

2020-21                      2019-20  
Amounts in Pak Rupees

**8. OPERATING EXPENSES- EEP**

Communications	57,130,163	38,037,343
Utilities	76,591,549	59,469,186
Occupancy Costs	77,105,317	113,997,492
Motor Vehicles	850,701	595,663
Travel & Transportation	152,520,655	123,807,738
General Operating	746,365,441	175,198,627
	<u>1,110,563,826</u>	<u>511,106,049</u>

**9. GOODS - (ASSETS)**

IT Equipments	837,231	7,413,579
Machinery and Equipment	459,348	1,125,249
Furniture and Fixture	474,551	2,954,745
	<u>1,771,130</u>	<u>11,493,573</u>

**10. CONSULTANCY COSTS**

Consultants - Individuals	10.1	22,197,235	3,841,075
Consultants - Firms	10.2	28,954,004	6,791,311
		<u>51,151,239</u>	<u>10,632,386</u>

**10.1 Consultants - Individuals**

Coordinator PMU	5,748,000	2,467,742
Financial Management Specialist	4,271,080	360,000
Procurement Specialist	4,907,870	240,000
Social Safeguard Specialist	4,957,333	773,333
Environmental Specialist	452,952	-
MIS Specialist	1,860,000	-
	<u>22,197,235</u>	<u>3,841,075</u>

**10.2 Consultants - Firms**

Third Party Verification (TPV) Firm	3,407,416	2,533,546
Business Process Review Firm	25,546,588	4,257,765
	<u>28,954,004</u>	<u>6,791,311</u>

**11. INCREMENTAL OPERATING COSTS**

General Operating Expenses	11.1	12,082,696	760,020
Remunerations and Salaries	11.2	15,613,207	1,759,201
		<u>27,695,903</u>	<u>2,519,221</u>

**KP Revenue Mobilization and Public Resource Management Program (PforR)**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2021**

2020-21                      2019-20  
Amounts in Pak Rupees

**11.1 General Operating Expenses**

Telephone Charges	271,244	16,549
Electronic Communication	798,330	-
Courier Charges	2,070	970
Rent for Office Building	2,939,640	-
Electricity	1,034,934	41,207
Water Charges	53,670	-
Security charges	261,360	-
POI Charges for Official Vehicles	433,071	85,200
Travelling Charges	1,468,669	-
Stationery	894,265	11,610
Hire of Vehicles	2,507,900	157,500
Newspapers, Periodicals and Books	5,800	2,125
Advertising & Publicity	157,587	269,941
Repairs of Machinery & Equipment	205,303	58,490
Repairs of Furniture & Fixtures	45,396	-
Unforeseen / Miscellaneous	1,003,457	116,428
	<u>12,082,696</u>	<u>760,020</u>

**11.2 Remunerations and Salaries**

Project Office Manager	1,504,005	428,571
Sr. Finance Officer	1,575,000	54,167
Sr. Procurement Officer	1,586,704	358,871
M&E Officer	938,387	243,871
Accountants	2,067,224	78,000
Admin Assistants	1,523,000	147,935
Associates	3,206,011	169,720
Young Professional Officers	2,173,064	225,808
Support Staff	1,039,812	52,258
	<u>15,613,207</u>	<u>1,759,201</u>

**12. Training & Workshop**

Training/ Workshop/ Seminars	<u>6,736,142</u>	-
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**13. CASH AT BANK**

Designated Account Balance	37,784,996	82,297,738
	<u>37,784,996</u>	<u>82,297,738</u>

13.1 This represents closing bank balance in Designated/Revolving Fund Account maintained in NBP Peshawar Cantt Branch.

**14. AUTHORIZATION FOR ISSUE**

Under section 7 of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Act, 2012, read with Article 171 of the Constitution of Islamic Republic of Pakistan, the Auditor-General submits the certified Financial Statements of the World Bank funded Program for Results together with the audit reports on these Financial Statements. These financial statements have been authorized for issue on November 30, 2021.



**KP Revenue Mobilization and Public Resource Management Program (PforR)**  
**Notes to the Financial Statements**  
**For the year ended June 30, 2021**

**15. GENERAL**

**15.1 Level of Precision**

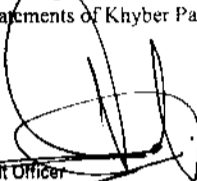
Figures in these Financial Statements have been rounded off to the nearest million rupees, unless otherwise stated.

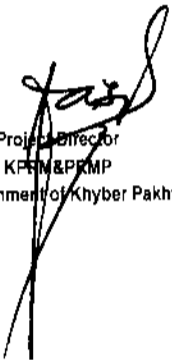
**15.2 Corresponding Figures**

Corresponding figures have not been presented as the entity is established recently and presenting its Financial Statements for the first time.

**15.3 Record Certification**

Payments of 87.4 million incurred by PMU KPRMP are certified by Field Audit Team and payments of 87,250 million (being part of Provincial Consolidated Fund) of five executing departments were incurred under voted current expenditure through the Accountant General KP, which will be separately certified by the Audit in the Annual Financial Statements of Khyber Pakhtunkhwa.

  
Audit Officer  
Office of the Director General Audit  
Government of Khyber Pakhtunkhwa

  
Project Director  
KPRM&PRMP  
Government of Khyber Pakhtunkhwa

**BANK RECONCILIATION STATEMENT**

**KHYBER PAKHTUNKHWA REVENUE MOBILIZATION & PUBLIC RESOURCE MANAGEMENT PROGRAM (KPRM&PRMP) IDA 64210**

**REVOLVING FUND ACCOUNT- (FOREIGN CURRENCY) NO. 4164767040**

**As on 30th June, 2021**

<b>Balance as per Bank Statement as on 30th June, 2021</b>	<b>PKR 38,345,970</b>	<b>\$231,972.43</b>
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**Less: UNPRESENTED CHEQUES/CHEQUE ISSUED BUT NOT YET PRESENTED**

Cheque Dated	Voucher No.	Particulars	Cheque No.	Amount in PKR	Conversion Rate	Amount in USD
08.06.2021	236	Asim Jamshed	209372997	4,000	165.304	\$ 24.20
28.06.2021	250	Institute of Chartered Accountant	209373012	556,974	165.304	\$ 3,369.39
				<b>PKR 560,974</b>		<b>\$ 3,393.59</b>
<b>Balance as per Cash Book, as on 30th June, 2021</b>				<b>PKR 37,784,996</b>		<b>\$ 228,578.84</b>

**PREPARED BY**

  
 \_\_\_\_\_  
 Account Officer  
 KPRM & PRMP

**Checked BY**

  
 \_\_\_\_\_  
 Senior Finance Officer  
 KPRM & PRMP

**APPROVED BY**

  
 \_\_\_\_\_  
 Project Director  
 KPRM & PRMP

**NATIONAL BANK OF PAKISTAN  
PESHAWAR CANTT. (0386)**

STATEMENT PERIOD:  
IDA LOAN NO: 6421-PK  
NAME OF PROJECT:  
REVOLVING FUND ACCOUNT NO:

Jul-20  
KP REVENUE MOBILIZATION AND PUBLIC RESOURCE MANAGEMENT PROGRAMME  
A-119

0.00

DATE	CHEQUE / SBP BSC LETTER NO:	DEPOSIT / RECEIPT			PAYMENT / WITHDRAWAL			BALANCE	
		PKR (ACTUAL)	EXCHANGE RATE	USD EQUIVT: (NOTIONAL)	PKR (ACTUAL)	EXCHANGE RATE	USD EQUIVT:	PKR (ACTUAL)	USD EQUIVT: (NOTIONAL)
25.06.2020	BALNACE							97,853,001.00	635,222.65
29.06.2020	185138160				3,629,237.00	154.0452	23,559.56	94,223,764.00	611,663.09
29.06.2020	185138177				94,876.00	154.0452	615.90	94,128,888.00	611,047.19
29.06.2020	185138180				32,831.00	154.0452	213.13	94,096,057.00	610,834.07
29.06.2020	185138174				1,155,000.00	154.0452	7,497.80	92,941,057.00	603,336.27
29.06.2020	185138181				147,737.00	154.0452	959.05	92,793,320.00	602,377.22
30.06.2020	185138170				167,268.00	154.0452	1,085.84	92,626,052.00	601,291.38
30.06.2020	185138172				1,693,823.00	154.0452	10,995.62	90,932,229.00	590,295.75
30.06.2020	185138175				292,512.00	154.0452	1,898.87	90,639,717.00	588,396.89
03.07.2020	185138171				4,938,129.00	154.0452	32,056.36	85,701,588.00	556,340.52
16.07.2020	185138187				2,810.00	154.0452	18.24	85,698,778.00	556,322.28
16.07.2020	185138182				111,624.00	154.0452	724.62	85,587,154.00	555,597.66
16.07.2020	185138176				126,094.00	154.0452	818.55	85,461,060.00	554,779.11
16.07.2020	185138169				462,149.00	154.0452	3,000.09	84,998,911.00	551,779.02
16.07.2020	185138173				41,430.00	154.0452	268.95	84,957,481.00	551,510.08
17.07.2020	185138183				113,160.00	154.0452	734.59	84,844,321.00	550,775.49
17.07.2020	185138185				147,430.00	154.0452	957.06	84,696,891.00	549,818.43
17.07.2020	185138188				3,425.00	154.0452	22.23	84,693,466.00	549,796.20
17.07.2020	185138189				10,894.00	154.0452	70.72	84,682,572.00	549,726.48
20.07.2020	185138193				100,000.00	154.0452	649.16	84,582,572.00	549,076.32
20.07.2020	185138191				1,270,856.00	154.0452	8,249.89	83,311,716.00	540,826.43
22.07.2020	185138192				35,366.00	154.0452	229.58	83,276,350.00	540,596.85
23.07.2020	185138195				7,971.00	154.0452	51.74	83,268,379.00	540,545.10
23.07.2020	185138184				9,235.00	154.0452	59.95	83,259,144.00	540,485.15
24.07.2020	185138194				2,563,425.00	154.0452	16,640.73	80,695,719.00	523,844.42

(Authorized Signature NBP)

(Authorized Signature SBP)

Official Seal  
State Bank of Pakistan  
BSC (BANK) Peshawar

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**NATIONAL BANK OF PAKISTAN**  
**PESHAWAR CANTT: (0386)**

STATEMENT PERIOD:  
IDA LOAN NO: 6421-PK  
NAME OF PROJECT:  
REVOLVING FUND ACCOUNT NO:

Jun-21

KP REVENUE MOBILIZATION AND PUBLIC RESOURCE MANAGEMENT PROGRAMME  
A-119

0.00                      0.00                      8,122,999.00                      50,743.54

DATE	CHEQUE / SBP BSC LETTER NO:	DEPOSIT / RECEIPT			PAYMENT / WITHDRAWAL			BALANCE	
		PKR (ACTUAL)	EXCHANGE RATE	USD EQUIVT: (NOTIONAL)	PKR (ACTUAL)	EXCHANGE RATE	USD EQUIVT:	PKR (ACTUAL)	USD EQUIVT: (NOTIONAL)
31.05.2021	BALNACE							46,468,969.00	282,715.97
04.06.2021	209372985 ✓				70,000.00	154.0452	454.41	46,398,969.00	282,261.56
07.06.2021	209372992 ✓				25,187.00	154.0452	163.50	46,373,782.00	282,098.05
07.06.2021	209372990 ✓				5,756.00	154.0452	37.37	46,368,026.00	282,060.69
07.06.2021	209372989 ✓				180,233.00	154.0452	1,170.00	46,187,793.00	280,890.69
07.06.2021	209372988 ✓				16,475.00	154.0452	106.95	46,171,318.00	280,783.74
07.06.2021	209372986 ✓				74,406.00	154.0452	483.01	46,096,912.00	280,300.72
09.06.2021	209372991 ✓				29,204.00	154.0452	189.58	46,067,708.00	280,111.14
10.06.2021	209372984 ✓				19,147.00	154.0452	124.29	46,048,561.00	279,986.85
10.06.2021	209372999 ✓				236,840.00	154.0452	1,537.47	45,811,721.00	278,449.38
10.06.2021	209373000 ✓				24,716.00	154.0452	160.45	45,787,005.00	278,288.93
11.06.2021	209372993 ✓				51,800.00	154.0452	336.26	45,735,205.00	277,952.67
14.06.2021	209372995 ✓				15,400.00	154.0452	99.97	45,719,805.00	277,852.70
14.06.2021	209372998 ✓				15,000.00	154.0452	97.37	45,704,805.00	277,755.32
15.06.2021	209372889 ✓				4,000.00	154.0452	25.97	45,700,805.00	277,729.36
16.06.2021	209372994 ✓				4,000.00	154.0452	25.97	45,696,805.00	277,703.39
17.06.2021	209372987 ✓				8,687.00	154.0452	56.39	45,688,118.00	277,647.00
17.06.2021	209373001 ✓				3,400.00	154.0452	22.07	45,684,718.00	277,624.93
18.06.2021	209373003 ✓				27,426.00	154.0452	178.04	45,657,292.00	277,446.89
21.06.2021	209373004 ✓				142,500.00	154.0452	925.05	45,514,792.00	276,521.83
23.06.2021	209372996 ✓				11,900.00	154.0452	77.25	45,502,892.00	276,444.58
24.06.2021	209373005 ✓				6,926.00	154.0452	44.96	45,495,966.00	276,399.62
25.06.2021	209373010 ✓				11,255.00	154.0452	73.06	45,484,711.00	276,326.56
25.06.2021	209373009 ✓				95,263.00	154.0452	618.41	45,389,448.00	275,708.15
25.06.2021	209373008 ✓				424,676.00	154.0452	2,756.83	44,964,772.00	272,951.32
25.06.2021	209373002 ✓				1,420,853.00	154.0452	9,223.61	43,543,919.00	263,727.71
25.06.2021	209373007 ✓				702,247.00	154.0452	4,558.71	42,841,672.00	259,169.00
25.06.2021	209373007 ✓				3,678,225.00	165.304	22,251.28	39,163,447.00	236,917.73
28.06.2021	209373011 ✓				798,330.00	165.304	4,829.47	38,365,117.00	232,088.26
29.06.2021	209373006 ✓				19,147.00	165.304	115.83	38,345,970.00	231,972.43

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