

**REPUBLIC OF KENYA**



**COUNTY GOVERNMENT OF KITUI**

**THE COUNTY ASSEMBLY**

**FIRST ASSEMBLY - (FOURTH SESSION)**

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**BUDGET AND APPROPRIATIONS COMMITTEE REPORT**

**ON**

**CONSIDERATION OF THE KITUI COUNTY FISCAL**

**STRATEGY PAPER**

**FOR FINANCIAL YEAR**

**2016/2017**

## **Preamble**

**Mr. Speaker Sir,**

**Section 117 of the Public Finance Management Act, 2012 (PFMA)** inter alia provides that;-

***“the County Executive Committee Member (CECM) for Finance shall submit the County Fiscal Strategy Paper (CFSP) as adapted by the County Executive Committee (CEC) to the County Assembly by 28<sup>th</sup> February of each year for approval”.***

In compliance with the provisions of this statute and in adherence to the provisions of **Standing Order 205 (1)**, the CECM for Finance and Economic Planning submitted to the County Assembly the Kitui CFSP for financial year 2016/17 on 26<sup>th</sup> February, 2016. In jump starting its approval process and ensuring compliance with **Section 117 (6) of PFMA, 2012**, the CFSP was laid on the Table of the Assembly on 2<sup>nd</sup> March, 2016 and subsequently committed to the Sectoral Committees pursuant to **Standing Order 205 (3)** who were able to submit their views to this Committee by 5<sup>th</sup> March, 2016.

**Mr. Speaker Sir,**

The role of consideration of the CFSP is an absolute mandate of the Committee on Budget and Appropriations as conferred by the County Assembly's **Standing Order 205 (3), (4) and (5)**.

The Budget and Appropriations Committee is a select Committee established under Standing Order 186 with specific mandate as to inter alia;

Investigate, inquire into and report on all matters related to coordination, control and monitoring of the county budget.

Examine the County Budget Policy Statement presented to the County Assembly.

It was therefore the full responsibility of the Budget and Appropriations Committee to consider and ensure a report is tabled for approval by the Assembly.

## **Composition of the Committee.**

**Mr. Speaker sir,**

The Budget and Appropriations committee as constituted comprises of the following Members as contained in **Annex I:-**

Hon. Antony K. Muthui -	Chairman
Hon. Beatrice V. Musyoka -	Vice Chairman
Hon. Felix K. Kauvi -	Member
Hon. Anastasia M. Mutunga -	Member
Hon. James M. Munuve -	Member
Hon. Jennifer N. Munuve -	Member
Hon. Mary P. Ndumbu -	Member
Hon. Deiys M. Mukala -	Member
Hon. Kalovo Musau -	Member

**Mr. Speaker Sir,**

In reviewing the CFSP 206/2017, the Budget and Appropriations committee had a total of three days retreat at Mwingi Cottage Hotels. During this, the Committee interrogated the Sectoral Committee recommendations which had been submitted to the Budget and Appropriations Committee pursuant to the provisions of ***Standing Order 205 (3)*** in order to compile up this report which carries the Committee recommendations for approval by the Assembly.

## **Acknowledgement**

**Mr. Speaker Sir**

At this juncture, allow me to thank the Office of the Hon. Speaker and that of the Clerk of Assembly for immediately facilitating this Committee to retreat in Mwingi for undertaking this noble function. I also thank the Sectoral Committees who worked tirelessly within three days weekend inclusive to come up with the sector

recommendations which were of much help to this Committee. I also wish to express our gratitude to the County Executive Committee Member for Finance and Economic Planning and the two Town Administrators who within a very short notice appeared before this Committee to give highlights on the CFSP amidst their tight schedule. Last but not least, I sincerely thank the members of this committee and the Staff of the Assembly who tirelessly worked amid a very tight schedule to compile this report in time to allow the Assembly adhere to the statutory deadline.

**Hon. Antony K. Muthui**  
**Chairman, Budget & Appropriations Committee**  
**January, 2016**

**Annexures**

- I.** Signed Committee Members List
- II.** County projected revenues for the period 2016/17 to 2018/19
- III.** Proposed County Budgetary allocations among ministries as submitted
- IV.** The County Broad sector priorities, strategies and proposed projects and programs

## **Overview of the County Fiscal Strategy Paper 2016/2017**

**Mr. Speaker Sir,**

The CFSP is a statutory document in respect to County Budget process as stipulated under the provisions of **Section 125** of the Public Finance Management Act, 2012. It is a Paper which mandatorily must have a relative reflection to the approved County Development Plan stating the broad priorities, broad strategic objectives and the proposed projects and programs.

This being the third CFSP to be prepared by the County Government of Kitui, it tries to address the challenges encountered in implementation of the previous Budget as was set out in the CFSP for 2015. This CFSP is anchored on the following pillars: -

**Pillar I: Creating a Conducive Business Environment for job creation;-** under this pillar, the County Government will implement structural reforms aimed at removing impediments in establishing/doing business with the County. Particularly, the County Government will;-

- Review business permits required to start and operate business within the county. This process is intended to bring in fairness, transparency and accountability in the licensing process. The review of licensing bundles will also help bring fairness to small scale traders.
- The implementation of community level infrastructure programme will continue which mainly targets local contractors.
- The County Government will provide incentives to establish and operate business such as land rates negotiation for new investors, power connection arrangement where investors will be assisted through rural electrification program funded by the county government.
- Expand and maintain existing road networks in the county, and install street lights in major towns and urban centers to improve security, access to markets as well as lower the cost of business operations.

- Expand and renovate various markets to improve sanitation as well as value addition initiatives for bee keepers, dairy and horticulture farming and fruit processing through provision of necessary equipment and processing machines.
- Install street lights in major towns and solar powered lights in urban centres and upcoming towns.
- The county government will also work closely with investors to ensure accessibility and utility services (water and electricity) to their business premises. This is intended to attract business enterprises anywhere investors feel opportunities exist.
- To harness the potential of ICT in improving business productivity and reducing cost, the County Government is investing in technology to ensure that services offered electronically such as licensing, revenue collection, financial management, topographic mapping etc. are available to citizens.

**Pillar II: Investing in Sectorial transformation to ensure broad based and sustainable economic growth;**- the County Government will invest in sector transformation such as;-

**Agricultural transformation** - The County is investing a sizeable share of its budget in crop and livestock production to address the food security concern. A number of initiatives have been implemented over the last two years to transform agriculture and increase farmers benefit from agricultural production. These initiatives will continue to be implemented in the medium term and include:

- Drip Kits for kitchen gardening and farm input support
- Equipping Agricultural Mechanization Services (AMS): procurement of Tractors, Crawlers and Low loader to enhance AMS service delivery and improve food production.
- Increase the area under irrigated agriculture, small dams and irrigation schemes within the county
- The ministry of agriculture has undertaken input subsidy program that is intended to increase yield per hectare, support by extension services to ensure

right crops are grown in various areas. The ministry is also undertaking a breed improvement programmes aimed at addressing livestock productivity.

- The ministry in collaboration with US government, Japanese government, European Union and other development agencies is implementing a food security and livelihood program in the County.
- Seed bulking project, where farmers will be selected and supplied with certified seed to produce for future seeds. The farmers will be trained and their farms kept under surveillance by the extension officers to ensure that required seed qualities are attained.

**Tourism, Sports, Culture and Arts** - The county government has undertaken a number of initiatives geared towards improving tourism, culture, arts and sports in the county. Some of projects initiated in these subsectors include:

- Sports improvement program targeting sports stadia all the wards in the county to facilitate games and sports
- Construction of heritage and cultural centre in Kyuso to promote Kamba culture and preserve Lower Eastern Cultural and Heritage Centre.
- Construction of four resource centres – currently being undertaken in Kitui town (Manyenyoni), Mutonguni, Kyoani and Mwingi.
- Wildlife conservation and management – construction of gates and roads in Mwingi and South Kitui game reserves to improve tourists experience.
- Nzambani Rock Ecotourism project
- Mutomo Snake Park

In order to improve the income from tourism sector, the county government has embarked on an exercise to activate the dormant tourists' circuit that runs from the southern part of the county to the northern part, through the county headquarter. In this regard, the tourism department has initiated a number of infrastructural projects in roads expansion and maintenance, site development promotion and tourism, which include construction of the George Adamson bridge revenue gate and Masyungwa

revenue gate, Rehabilitation of the Nzambani rock ecotourism centre and development of management plans for South Kitui game reserve and Mwingi game reserve.

**Supporting Value Addition for Growth and Employment Creation** - The county government has identified a number of areas with potential for mineral resources as well as other raw materials that require processing or change of form to increase their value. Even though mining policies and concession are left to the national government, the county government has made efforts to ensure that those interested in investing in the county are adequately supported.

To ensure the County benefits from its large deposits of various minerals, necessary process will be undertaken to ensure approvals required from the County Government by prospecting companies are granted within reasonable time. The county government will also fast track the process of land adjudication in mineral rich areas. The county government has formed liaison committees to work with the county and national governments on land adjudication and other land related issues that arise in mining areas.

### **Pillar III: Investing in infrastructure in areas such as roads, energy and water**

In order to achieve this goal of facilitating and sustaining economic growth, the County Government has over the medium term allocated a huge proportion of its budget to the development of roads, power distribution and water infrastructure. In order to enhance competitiveness for private sector investment, similar allocation has been made to continue the momentum on investment in infrastructure expansion and rehabilitation.

To increase access to electricity in the rural areas the county government embarked on the accelerated rural electrification programme. This projects is being implemented in collaboration with Rural Electrification Authority (REA) and is expected to continue over the medium term to ensure the rural population has access to electricity.

In order to address the perennial shortage of both domestic and water for agricultural production, there is need to develop and maintain water infrastructure adequate to

provide water to Kitui populace. In this regard, de-silting of dams and construction of new ones, sinking of boreholes to address domestic and livestock needs, as well as undertaking extensive water pipelines to ensure equitable distribution.

In this regard, county government is engaging University of Nairobi for a collaboration in urban planning for towns and urban centres in the county to ensure all urban developments are anchored on town plans as required by Urban Areas and Cities Act.

**Pillar IV: Investing in quality and accessible health care services and quality education as well as social safety nets to reduce the burden on the households to promote shared and equitable growth**

The county governments' role in education under the devolved structure is early childhood development and education and youth polytechnics. In this regard, the county government is required to construct and equip ECDE centres and Polytechnics; develop policies on the same and hire and manage the ECDE teachers and Youth polytechnics tutors and instructors.

The County Government will continue ensuring ECDE, home craft, childcare centres, and youth polytechnics are fully functional with teachers/ instructors, infrastructure and equipment. The County Government is well aware of the challenges the youth are facing and will create link between education and employment driven by knowledge and technology.

The health transformation agenda is hinged on the Kenya Health Policy (2014-2030) and Kenya Health Sector Strategic and Investment Plan (2014-2018). Key strategy in this policy is the upscaling of maternal and child health program; increase subsidies to the poor and vulnerable groups; modernise and equip facilities; and reduce health sector workers' burden and strengthen health research.

Access to quality and affordable health care services is vital for economic transformation. The need for well-equipped and adequately functioning health care facilities need not be over-emphasised. To achieve the Kenya Vision 2030 and

Sustainable Development Goals (SDGs) targets on maternal and infant mortality, it is important to improve service delivery in health facilities, reduce distance to the nearest facilities and substantially reduce health care professional to population ratio.

Looking forward, the County will structure its health care infrastructure around the identified economic zones forming a cluster of facilities around each level four facility. To support these level four facilities, the County plans to upgrade Kitui and Mwingi Hospitals to level 5 status to reduce referral cases to Machakos and Embu Hospitals and support referral services for all the facilities in the county.

The county will promote reproductive health, behaviour change and mental health. The ambulance services will be, overtime, available in each Sub County, operated and coordinated from a central command. Emphasis will be put to ensure completion of all on-going and reviving of stalled projects.

**Pillar V: Further consolidate the gains made in devolution in order to provide better service delivery and enhanced economic development**

In order to ensure the poor in the rural areas benefit from devolution, the County Government will continue to support the establishment and operationalization of sub county units that include sub county offices, ward and village offices. The county government will also constitute the necessary institutions to midwife devolution. The government is in the process of constructing 40 ward administration offices to take county services closer to the people.

The county government pursuant to its constitutional role as specified in schedule IV function 14 of the County Governments Act, has prepared eleven civic education templates and is rolling out the contents of the same to all the 247 villages of the county in order to broaden citizens appreciation on the issue covered on the templates to ensure effective local communities' participation in governance and the county's development agenda.

In order to achieve this noble agenda of delivering services down to the people, it has become necessary to; recruit, train and develop human resources and put county staff under performance contracting. This training and development is intended to enhance efficiency in services delivery, capacity to draft bills and policies necessary for county legislations.

### **Broad Sector Priorities for 2016/2017**

In the period 2015/2016, the County Government initiated and implemented various programs, some of which will continue to receive funding in the financial year 2016/2017.

The County Broad sector priorities, strategies and proposed projects and programs to be implemented in 2016/2017FY are analyzed in the matrix **(see annex IV)**. Specifically, the key county sector priorities are identified as follows:-

- i. Food Security
- ii. Water
- iii. Education
- iv. Infrastructure
- v. Health
- vi. Environmental Management and Conservation

### **Resource Envelop**

The county resource envelop for the FY 2016/17 is based on a revenue projection of Kshs 8,828,107,327 **(see annex II)** up from Kshs 8,158,993,473 revenue for the FY 2015/16. This amount comprise of funds expected from the national government, development partners (grants) and the County Government of Kitui own resources generated locally. The grants comprise of: (i) compensation for user fee foregone of Kshs 23,144,997 (ii) Free maternity services of Kshs 54,367,434 and (iii) Road maintenance fuel levy of Kshs 120,484,293. Also included in this projection is a total of Kshs 150,020,244 being grants from development partners (World Bank and DANIDA) for health sector support programme.

It is envisaged that the growth in revenue collection in 2016/17 financial year will be anchored on the following:-

- i. Revenue mapping planned for 2015/16 to establish the county optimal levels of revenue potentials rationalisation of revenue administration to seal off leakages.
- ii. Continuation of automation process – this process started in 2014/15 financial year with the aim of eliminating revenue leakages in improving efficient revenue management.
- iii. Capacity building of staff – the staff in revenue collection will be capacity build in order to foster attitude change towards revenue collection and public relation/ communication skills. It will serve as morale booster to the collectors
- iv. Operationalization of Finance Act – continuous review of the Finance Act to revenue administration cost effective and customer friendly. This is expected to increase the revenue generation over the period.
- v. Supervision and logistical support – in order to ensure continuous improvement in revenue collection, adequate supervision and necessary support to revenue staff is essential and shall be provided.

### **Expenditure Projections**

In the FY 2016/17, total expenditure is projected to be Kshs 8,828,107,327. This is 8.2 per cent above the previous year's budget of Kshs 8,158,993,473. Recurrent expenditure will be 62.1 per cent compared to 58.7 in 2015/16 FY.

In order to address the risks associated with wage bill and other operational expenses crowding out development, the proportion shall be managed in a manner that it should decrease or remain constant as the total expenditure increases. In this CFSP, the personnel cost has been capped at 35 per cent and operations and maintenance at 25 per cent.

The analysis of proposed budgetary allocations to County Government entities and ministries as submitted is provided in **annex III** attached.

### **Committees General Observations**

The committee scrutinized the CFSP and after doing intensive consultations made the following observations:-

Office of the Governor and the Ministry of Administration and Co-ordination of County Affairs.

- i. The Committee observed with a lot of concern that the CLIDP program has been of positive impact to the citizenry of Kitui. The idea by the Sectoral Committee to enhance the Kitty was highly appreciated by this Committee and that the guidelines to the program should be followed to the letter.
- ii. The CFSP had proposed construction of offices for village administrators. While appreciating the need to provide these offices, This Committee feels that there are already a lot of constructions ongoing within the County which need to be complete before embarking on new constructions. This matter can be revisited once recruitment and induction of village administrators is done.
- iii. The Committee greatly appreciated the implementation of pro poor program across the County. However, this Committee notes some gap in the beneficiary selection criteria which calls for review and improvement of the regulation before the kitty could be enhanced.
- iv. The Committee observed that year in year out, there has been allocation to the Emergency Relief Fund. Despite these allocations, the County lacks the requisite guidelines to operationalize this Fund.
- v. The Committee noted that the County had kick started the civic education exercise. This is a Constitutional mandate conferred to the Counties under Part II of the forth schedule of the Constitution of Kenya 2010 and Sec. 100 of the County Government Act 2012. Notwithstanding the above, the County lacks the necessary legal framework.

Ministry of Agriculture, Water and Irrigation

The Committee observed that this ministry was faced with challenges (such as El-nino rains and lack of technical staff eg. Geologists) in implementing the projects funded in

2015/16 financial year mostly the drilling of bore holes and construction of earth dams to an extent that they may not be able to accomplish these projects within the remaining period. It was thus unreasonable for the sector Committee to propose a higher number of such projects notwithstanding the existing challenges.

#### Ministry of Basic Education, Training and Skills Development

The Committee observed that this ministry was spending a substantial amount of money on non-devolved functions at the expense of its core mandate; which this Committee feels that this should be addressed in the subsequent budgets.

#### Ministry of Lands, Infrastructure and Urban Development

The Committee observed that this Ministry has got very good programs, reasonable funding and machinery, yet slow implementation of the County roads projects rendering them to be in a pathetic state. This is a clear indication of mismanagement on the part of the ministry and to some extent laxity by the over sighting Sector Committee.

#### Ministry of Health and Sanitation

The Ministry has got very good programs which once implemented will improve the quality of health care in the County. This Committee further appreciates the fact that medical staff are being recruited to address the staffing gap in the endeavor to comply with the World Health Organization (WHO) standards. However, this Committee notes that there is a gap in procurement of drugs and other medical equipment's during the first quarter of the year due to the end of year procedures.

#### Ministry of Trade, Industry, ICT and Co-operatives

The Committee noted that this Ministry was concentrating more on the hardware than on the software whereas the two should go hand in hand. Bearing in mind that some infrastructures are in place such as Market sheds and Honey processing plants, this Ministry should now embark on operationalization of these facilities.

### Ministry of Culture, Youth, Sports and Social Services

The Committee noted and appreciates the recommendations by the sector committee to have additional broader strategic objectives and programs to be included in the CFSP.

### Ministry of Environment, Energy and Mineral Investment Development

The committee observed that the ministry had performed well in some programs such as lighting the county which was achieved through enhanced collaboration with Rural Electrification Authority (REA). Through this most of the county institutions have been connected to power.

The committee also noted that the tree planting program is still included in this CFSP despite the failure noted in implementing the same in previous budgets. This committee appreciates the need to increase the forest cover within our county, however, the ministry must give this exercise a different approach to ensure successful implementation.

### Ministry of Tourism and Natural Resources

The committee appreciates the broad strategic objectives and the proposed projects and programs in the CFSP. However, the Nzambani Eco - Tourism projects should not be funded due to the legal tussle surrounding it.

### County Public Service Board

The Committee observed that the County Public Service Board (CPSB) had proposed to construct and equip an office block in this CFSP. It was the feeling of this Committee that the County Government should embrace coming up with a County Headquarters which should accommodate almost all the departments to avoid a carryover of independent scattered departmental offices from the former dispensation.

### Ministry of Finance and Economic Planning

This Committee observed that the CFSP seeks to fund projects which have had allocations in the preceding budgets in order to ensure sufficient funding. The ministry expressed some fears towards fully devolving the financial operations to the sub counties bearing in mind the risks thereto.

#### Kitui and Mwingi Town Administrations

There was an issue on the legitimacy of the two County administrative towns that arose during the consideration of the Annual Development Plan (ADP) 2016/17 to an extent that the two units were denied funding. The committee observed this omission with a lot of concern since the two Towns could not operate without funds in undertaking their mandate as conferred by the Law.

#### County Assembly

It was observed that although the CFSP had outlined the programs and projects for the County Assembly, no allocation of funds had been made for such in the year 2016/2017. Only funds for recurrent had been provided which also was below the previous ceiling set out by the Commission on revenue allocation (CRA).

### **Specific Committee Recommendations on the County Fiscal Strategy Paper 2016/2017**

To this end, this Committee hereby proposes the following recommendations to this House:-

1. The committee appreciates the proposed increase to CLIDP allocation by the sector committee to Kshs 800M. However, due to financial budget constraints, this committee recommends to retain the proposed allocation of Kshs 700M to be applied for the normal CLIDP activities by dropping the proposal to build the village administrators offices.
2. This committee recommends that the relevant county ministries develops the relevant legislations and policies to guide in operationalization of county emergency funds and civic education exercise.

3. This committee appreciates the sector committee recommendations to increase the number of bore holes and earth dams to be funded under this CFSP. However, due to the challenges highlighted above, this committee recommends to retain the numbers (80 bore holes and 40 earth dams) as were approved in the 2015/16 budget.
4. The Committee observed that this ministry was spending a substantial amount of money on non-devolved functions at the expense of its core mandate. Due to the fact that the ministry should concentrate on its core functions as devolved, this committee recommends reduction of Kshs 50M from the proposed non – core functions and the balance therefrom be utilized in construction and equipping of ECDE classrooms and polytechnics.
5. This Committee appreciates the gap in procurement of drugs and other medical equipment's during the first quarter of the year due to the end of year procedures. To address this therefore, this committee recommends creation of a strategic reserve to cater for the above challenge.
6. The county ministry of health should regulate the existing and upcoming health facilities within the county by through their registration and control to ensure the county moves to the direction of the WHO standards.
7. The committee while appreciating the efforts in lighting the county by the ministry of Environment, Energy and Mineral Investment Development, there was a concern on the increased cost of electricity. To overcome this challenge and fully utilize the potential of solar energy in Kitui, this committee strongly recommends use of renewable energy and LED bulbs for upcoming projects and replacement of the faulty bulbs.
8. The Committee observed that the County Public Service Board (CPSB) had proposed to construct and equip an office block in this CFSP. Due to the explanations contained in our observations above, this committee recommends that no allocation should be made in this respect.
9. The committee recommends an additional allocation of Kshs 235M to the County Assembly; this being Kshs 150M for completion of chamber, Kshs 20M for

speakers residence and Kshs 65M as an addition to recurrent expenditure to maintain the ceiling that was allocated by the CRA in the last financial year's budget.

10. That part of the amount allocated for Code 3723 for County Assembly Development, Kshs. 10M should be set aside for construction of County Assembly Office Block.

11. Provide branded sports equipment such as uniforms, balls, and nets to established sports teams countywide under the Ministry of Culture and Sports.

**Mr. Speaker Sir,**

In compliance to Standing Order number 205 (5) and (6), this Committee hereby recommends the following schedule of ceilings of resources for the County Government and County Assembly as contained in the table below:-

### Allocation between PE, O&M and Development

Code	Vote	Recurrent					Development				Totals	
		2016-17 Projection				2016-17 Conditional Allocations	2016-17 Projected Allocation	2016-17 Total Allocation	(%)	2016-17 Projection	(%)	
		PE	Grants	O&M	Total							(%)
3711	Office of the Governor	179,270,344		349,351,874	528,622,217	10		900,149,003	900,149,003	25	1,428,771,221	16
3712	Ministry of Administration and Coordination of County Affairs	397,713,167		121,624,803	519,337,970	10		170,111,507	170,111,507	5	689,449,477	8
3713	Ministry of Agriculture, Water and Irrigation	265,869,635		142,381,074	408,250,709	7		500,948,805	500,948,805	15	909,199,514	10
3714	Ministry of Basic Education, Training and Skills Development	332,443,717		54,077,055	386,520,772	7		104,224,035	104,224,035	3	490,744,807	6
3715	Ministry of Lands, Infrastructure and Urban Development	205,731,760		141,622,696	347,354,457	6	120,484,293	291,556,975	412,041,268	12	759,395,725	9
3716	Ministry of Health and Sanitation	1,031,564,284	77,512,431	574,818,573	1,683,895,287	31	150,020,224	261,625,656	411,645,880	12	2,095,541,168	24
3717	Ministry of Trade, Industry, ICT and Co-operatives	46,244,558		26,394,911	72,639,469	1		151,137,814	151,137,814	4	223,777,282	3
3718	Ministry of Culture, Youth, Sports and Social Services	32,622,770		39,044,993	71,667,763	1		143,271,191	143,271,191	4	214,938,954	2
3719	Ministry of Environment, Energy and Mineral Investment Development	23,252,038		26,440,172	49,692,210	1		170,084,474	170,084,474	5	219,776,684	2
3720	Ministry of Tourism and Natural Resources	28,994,184		24,543,493	53,537,678	1		38,841,760	38,841,760	1	92,379,438	1
3721	Ministry of Finance and Economic Planning	137,596,881		267,374,557	404,971,437	7		61,637,425	61,637,425	2	466,608,862	6
3722	County Public Service Board	28,365,165		38,347,718	66,712,882	1		0	0	0	66,712,882	1
3723	County Assembly	321,815,154		361,598,112	683,413,266	13		170,000,000	170,000,000	5	853,413,266	10
3724	Kitui Town Administration	37,511,410		50,712,734	88,224,145	2		116,405,042	116,405,042	3	204,629,186	2
3725	Mwingi Town Administration	23,305,227		36,234,362	59,539,588	1		53,229,273	53,229,273	1	112,768,862	1
	<b>Total</b>	<b>3,092,300,293</b>	<b>77,512,431</b>	<b>2,254,567,126</b>	<b>5,424,379,851</b>	<b>100</b>	<b>270,504,517</b>	<b>3,133,222,960</b>	<b>3,403,727,476</b>	<b>100</b>	<b>8,828,107,327</b>	<b>100</b>
		<b>35</b>	<b>1</b>	<b>26</b>	<b>61</b>		<b>3</b>	<b>35</b>	<b>39</b>		<b>100</b>	

While the total overall projected revenue remains as proposed in the submitted CFSP as shown in the table below:-

Projected Revenue 2016/17 – 2018/19

S/N o	Source	Actual Revenue 2014/15	Revenue Estimates 2015/16 (Kshs)	Revenue Estimates 2016/17 (Kshs)	Projected Revenue (Kshs)	
					2017/18	2018/19
1	<b>Equitable share</b>	6,340,498,549	7,267,273,063	7,841,480,359	8,781,408,886	9,659,549,774
2	<b>Grants</b>					
	Free Maternal Healthcare	-	63,610,400	54,367,434	70,004,000	77,004,400
	Compensation for User Fees Forgone	-	23,606,211	23,144,997	25,966,832	28,563,515
	Road Maintenance Fuel Levy	-	92,318,534	120,484,293	132,532,722	145,785,995
	Grants from UNDP	-	20,000,000	-	-	-
	HSSP/HSPS - (DANIDA/IDA)	34,610,000	83,985,266	150,020,244	165,022,268	181,524,495
	<b>Subtotal</b>	<b>34,610,000</b>	<b>283,520,411</b>	<b>348,016,968</b>	<b>393,525,823</b>	<b>432,878,405</b>
		<b>6,535,108,549</b>	<b>7,550,793,474</b>	<b>8,189,497,327</b>	<b>9,174,934,709</b>	<b>10,092,428,179</b>
3	<b>Own Revenue</b>			-	-	-
	<b>County Ministries/Entity</b>			-	-	-
	Governor's Office	10,154,130				
	Ministry of Administration and Coordination of County Affairs	379,687	128,666,410	135,099,731	141,854,717	148,947,453
	Ministry of Agriculture Water and Irrigation	10,473,105	26,000,000	27,300,000	28,665,000	30,098,250
	Basic Education Training and Skills Development	162,200	-	-	-	-
	Ministry of Land Infrastructure and Urban Development	4,001,502	57,243,581	60,105,760	63,111,048	66,266,600
	Ministry of Health and Sanitation	113,746,911	131,000,000	137,550,000	144,427,500	151,648,875
	Ministry of Trade, Industry IT and Cooperative Development	178,231	1,000,000	1,050,000	1,102,500	1,157,625
	Ministry of Culture, Youth, Sports & Social Services	12,000	1,000,000	1,050,000	1,102,500	1,157,625
	Ministry of Environment, Energy and Minerals Investment Development	74,000	1,000,000	1,050,000	1,102,500	1,157,625
	Ministry of Tourism and Natural Resources	140,900	200,000	210,000	220,500	231,525
	Ministry of Finance & Economic Planning	294,945,539	123,661,974	129,845,073	136,337,326	143,154,193
	Kitui Town Administration	-	97,111,415	101,966,986	107,065,335	112,418,602
	Mwingi Town Administration	-	41,316,620	43,382,451	45,551,573.55	47,829,152
	<b>Subtotal</b>	<b>434,268,205</b>	<b>608,200,000</b>	<b>638,610,000</b>	<b>670,540,500</b>	<b>704,067,525</b>
	<b>TOTAL</b>	<b>6,809,376,754</b>	<b>8,158,993,474</b>	<b>8,828,107,327</b>	<b>9,845,475,209</b>	<b>10,796,495,704</b>

**Committee on Budget and Appropriations**

Hon. Antony K. Muthui - Chairman \_\_\_\_\_

Hon. Beatrice V. Musyoka - Vice Chairman \_\_\_\_\_

Hon. Felix K. Kauvi - Member \_\_\_\_\_

Hon. Anastasia M. Mutunga - Member \_\_\_\_\_

Hon. James M. Munuve - Member \_\_\_\_\_

Hon. Jennifer N. Munuve - Member \_\_\_\_\_

Hon. Mary P. Ndumbu - Member \_\_\_\_\_

Hon. Deiys M. Mukala - Member \_\_\_\_\_

Hon. Kalovo Musau - Member \_\_\_\_\_