



COUNTY GOVERNMENT OF KIRINYAGA

DEPARTMENT OF FINANCE & ECONOMIC PLANNING

**3rd Quarter Budget Implementation Review Report
(BIRR)**

FY 2020/21

County Treasury

Kirinyaga County

P.O. Box 260 – 10034

KUTUS, KENYA

EXECUTIVE SUMMARY:

This report covers the budget implementation for the first nine months of 2020-21FY. The report covers two major sections; the revenue analysis section and the expenditure analysis part. In the revenue, the report details the total revenue collected for the first nine months in the revenue streams and classifications. This part also indicates the current status of revenue collection target for the period. The second part analyses both the recurrent and development expenditure by the County Government entities during the period under review.

The County Government's total approved budget in the Supplementary 2 Budget for 2020-21 FY amounts to KShs 6,795,605,668.

Recurrent allocation of Kshs 4,212,498,736 and Development allocation of Ksh 2,583,106,932.

In the period under review, recurrent expenditure amounted to KShs. 2,619,566,556. Development expenditure for the period under review amounted to KShs 516,958,485.

Own Source Revenue target for Financial Year 2020/21 is Kshs 405,000,000. Own Source Revenue collected in the period under review amounts to Kshs. 307,737,805. This indicates a performance of 76%.

1. INTRODUCTION

Legal basis for preparation of quarterly reports

This report is prepared in accordance with section 166 (1) and 166 (4) of the Public Finance Management Act 2012. The act requires that, “An accounting officer for a county government entity shall prepare a report for each quarter of the financial year in respect of the entity”. Further, “not later than one month after the end of each quarter, the County Treasury shall—

- (a) Consolidate the quarterly reports and submit them to the county assembly;
- (b) Deliver copies to the Controller of Budget, National Treasury and the Commission on Revenue Allocation; and
- (c) Publish and publicize them.

2. REVENUE ANALYSIS

The approved resource envelope for Approved 2020/21 FY Kirinyaga County Budget amounts to KShs. 6,795,605,668 which will be financed as per the below resource envelope.

DESCRIPTION	APPROVED SUPPLEMENTARY BUDGET 1	APPROVED SUPPLEMENTARY BUDGET 2
Equitable Share	4,241,100,000	4,241,100,000
Allocation - User Fees Foregone	11,282,570	11,282,570
Conditional Allocation financed by a Grant from National Government for COVID-19 Emergency Response	116,356,000	116,356,000
Transforming Healthcare Systems for Universal Care Project (THSUCP)	26,720,000	26,720,000
Allocation of Roads Maintenance Fuel Levy Fund for Repair and Maintenance of County Roads	127,349,086	127,349,086
Savings from Roads Maintenance Levy Fund for FY 2018-2019	24,400,000	24,400,000
Delayed Exchequer May/June 2020	364,734,600	364,734,600
Allocation Financed by Grant from Government of Denmark to Supplement Financing of County Health facilities (DANIDA)	12,060,000	12,060,000
Additional Allocation Financed by Grant from Government of Denmark to Supplement Financing of County Health facilities (DANIDA)	4,585,000	4,585,000
Local Revenues	405,000,000	405,000,000
IDA (World Bank)-Kenya Devolution Support Programme Grant (KDSP) Level 1 Grant (Roll-Over FY 2018/2019)	41,078,830	41,078,830

IDA (World Bank)-Kenya Devolution Support Programme Grant (KDSP) Level 1 Grant (Roll-Over FY 2019/2020)	30,000,000	30,000,000
IDA (World Bank)-Kenya Devolution Support Programme Grant (KDSP) Level 1 Grant	45,000,000	45,000,000
IDA-(World Bank) Kenya Devolution Support Programme Grant (KDSP) Level 2 Grant	146,608,512	146,608,512
Receipt from National Government's Ministry of Health for allowances to be paid to frontline health care workers for COVID-19	43,740,000	43,740,000
National Government- Grant for Youth Polytechnics	26,899,894	26,899,894
Grant for Youth Polytechnics (Carried forward from FY 2018/2019)	-	-
IDA-(World Bank) Kenya Urban Support Project (KUSP) UDG	71,302,200	71,302,200
IDA- (Kenya Urban Support Project (KUSP)-UIG	8,800,000	8,800,000
IDA- (World Bank)Credit National Agricultural and Rural Inclusive Growth Project (NARIGP)	199,748,243	199,748,243
KRB Savings - for 2018/19 and 2019/20 FYs	-	27,335,647
Sweden- Agriculture Sector Development Support Programme (ASDSP II)	11,509,004	11,509,004
Rolled over Funds	809,996,082	809,996,082
TOTAL REVENUES	6,768,270,021	6,795,605,668

Source: County Treasury

OWN SOURCE REVENUE

The County has a projected revenue target of KShs. **405,000,000** in the FY 2020/21 Budget and during the period under review the actual Own Source Revenue collected amounts to Kshs. **307,737,805**. This indicates a performance of 76%.

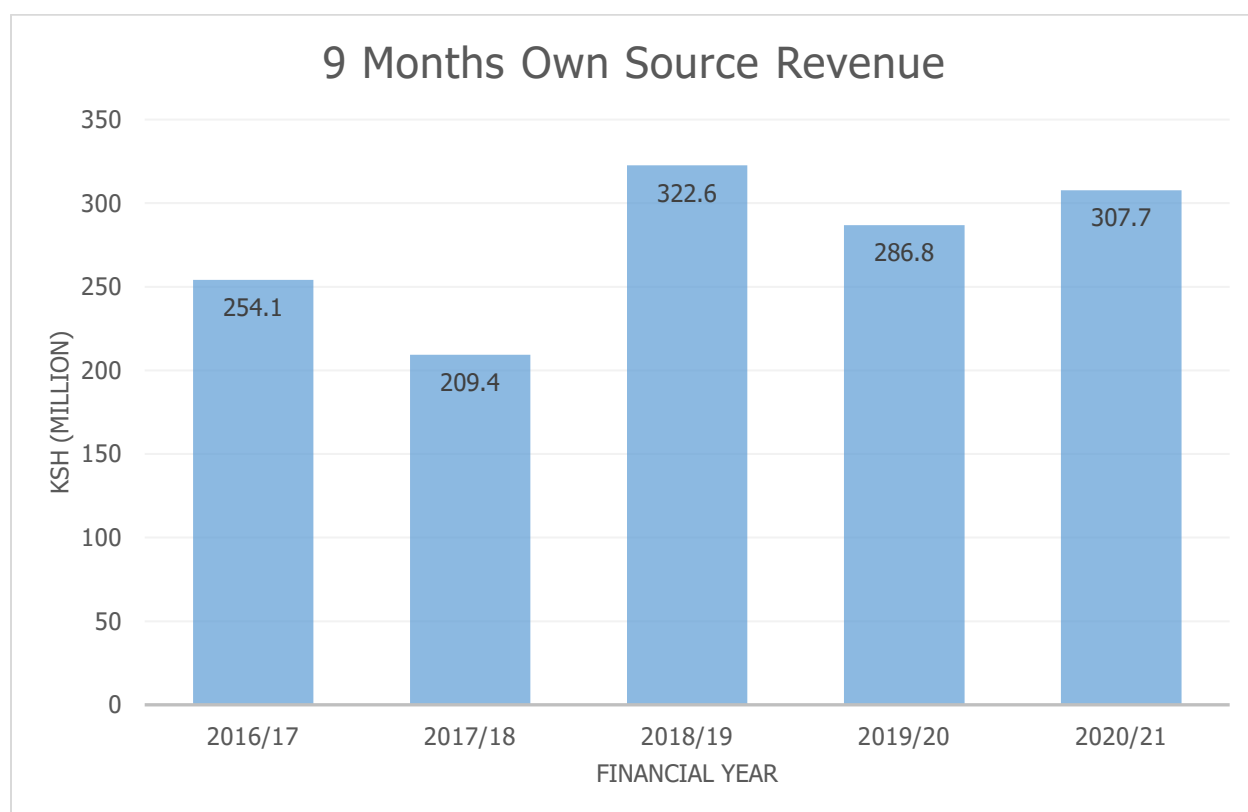
OWN SOURCE REVENUE COLLECTION

REVENUE SOURCE	ANNUAL TARGET	1ST QUARTER	2ND QUARTER	3RD QUARTER	TOTAL
Business Permits	69,998,560	11,869,944	2,639,628	69,226,396	83,735,968
Market Entrance/Gate Fee	35,000,000	9,532,680	9,777,320	8,623,953	27,933,953
Quarry Cess/Fee	3,000,000	758,000	579,600	656,527	1,994,127
Parking Fee	22,000,000	4,976,790	5,416,480	6,317,292	16,710,562
Land, Ground Rates & Arrears	25,484,928	2,957,994	1,666,274	11,584,605	16,208,873
Liquor License	24,000,000	3,213,000	859,000	6,394,999	10,466,999
Health(Hospitals)	140,000,000	44,315,132	39,065,375	23,487,359	106,867,866
Veterinary Services	5,141,255	1,309,450	492,300	1,330,230	3,131,980
Buildings Plans	12,120,200	3,072,582	1,150,730	2,989,098	7,212,410
Public Health	24,000,000	1,045,100	484,400	1,440,896	2,970,396
Sub Division Fee	1,000,000	46,100	70,800	177,274	294,174
Transfer Fee	1,350,226	412,900	162,800	198,599	774,299
House Rents	2,649,600	594,500	640,600	740,625	1,975,725
Market Stall	2,500,000	582,300	443,150	909,864	1,935,314
Survey Fee	1,000,000	79,800	16,000	28,163	123,963
Sale Of Minutes	1,178,763	266,600	113,200	224,085	603,885
Advertisement	9,500,000	1,207,645	360,800	3,793,716	5,362,161

Produce Cess	6,000,000	1,332,320	242,400	1,267,958	2,842,678
Trade-Weights	980,000	143,180	294,390	222,826	660,396
Coop Audit	600,000	-	-	156,588	156,588
Group Registration	1,400,000	408,900	178,300	329,407	916,607
Refuse Collection	8,485,151	1,158,623	125,240	4,110,885	5,394,748
Kamweti	3,801,935	326,854	1,034,111	316,749	1,677,715
Administrative Charges	3,809,383	2,342,532	4,889,093	554,791	7,786,416
TOTAL (FY 2020/2021)	405,000,000	91,952,926	70,701,991	145,082,888	307,737,805
TOTAL (FY 2019/2020)	374,738,723	62,745,434	58,818,169	165,335,575	286,899,177

Source: County Treasury

Nine Months Own Source Revenue trend in previous Financial Years



3. EXPENDITURE ANALYSIS

The County Government total approved 2020/21 FY in Supplementary 2 budget amounts to KShs. 6,795,605,668. This includes development allocation of KShs. 2,583,106,932 and recurrent allocation of Kshs 4,212,498,736

2020/21 FY Approved Budget Estimates

		Approved Supplementary 2 Budget 2020/21FY Recurrent	Approved Supplementary 2 Budget 2020/21FY Development	TOTAL
	ENTITY	KSHS	KSHS	KSHS
3961	County Assembly	637,393,333	432,860,717	1,070,254,050
3962	County Executive	481,790,441	149,097,638	630,888,079
3963	Finance and Economic Planning	572,615,230	152,672,520	725,287,750
3964	Agriculture, Livestock and Fisheries	235,701,097	546,599,715	782,300,812
3965	Environment, Water and Natural Resources	102,589,239	80,850,000	183,439,239
3966	Education	246,044,623	54,038,344	300,082,967
3967	County Health Services	1,711,902,792	556,054,955	2,267,957,747
3968	Lands, Housing and Urban Development	37,768,028	162,999,831	200,767,859
3969	Transport and Infrastructure	77,078,285	365,600,724	442,679,009
3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	42,839,441	40,136,868	82,976,309
3971	Gender and Youth	46,168,210	11,355,621	57,523,831
3972	Sports, Culture and Social Services	20,608,017	30,840,000	51,448,017
	TOTAL	4,212,498,736	2,583,106,932	6,795,605,668

Source: County Treasury

Recurrent Expenditure

Total cumulative recurrent expenditure for first nine months of 2020/21 FY amounted to KShs. 2,619,566,556 which represents 62% of the total recurrent budget estimates. The major contributor to the Nine months recurrent expenditure is the County Health services department. Total recurrent expenditure for this sector amounts to KShs. 1,034,968,455. This indicates a 39.5% of the total recurrent expenditure in the county for the period under review. This also represents a 60% expenditure against total approved recurrent expenditure for this department.

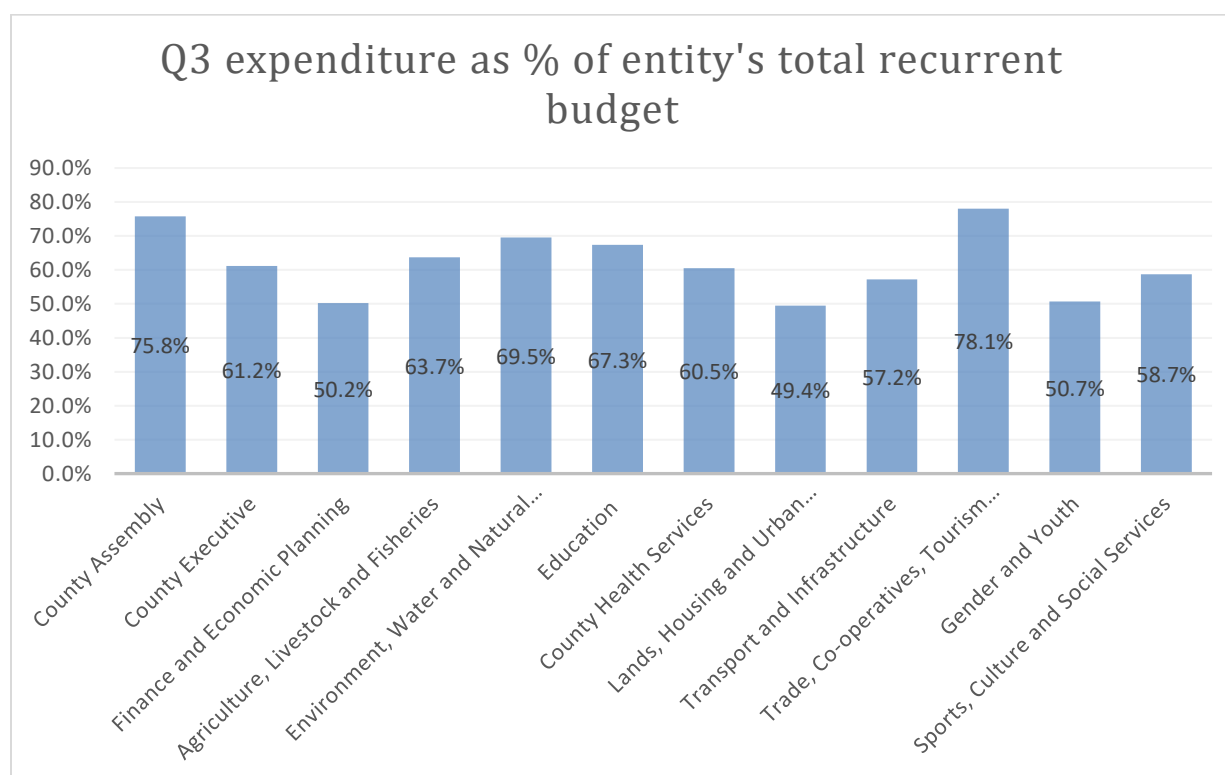
The first nine months recurrent expenditure for 2020/21 FY has recorded a 565,458,224.00 (28%) growth compared to a similar period in 2019/20FY.

First Nine Months Recurrent Expenditure per Department 2020/21 FY

		<i>Approved Recurrent Budget 2020/21 FY</i>	<i>Approved Supplementary 1 Budget 2020/21FY Recurrent</i>	<i>Approved Supplementary 2 Budget 2020/21FY Recurrent</i>	<i>Nine Months Cumulative Expenditure</i>
	ENTITY	KSHS	KSHS	KSHS	KSHS
3961	County Assembly	569,393,333	569,393,333	637,393,333	483,205,558
3962	County Executive	333,680,850	481,790,441	481,790,441	294,757,374
3963	Finance and Economic Planning	400,294,539	572,615,230	572,615,230	287,650,642
3964	Agriculture, Livestock and Fisheries	182,003,939	235,701,097	235,701,097	150,209,564
3965	Environment, Water and Natural Resources	91,089,239	102,589,239	102,589,239	71,328,246
3966	Education	281,944,729	245,744,623	246,044,623	165,698,735
3967	County Health Services	1,677,282,757	1,711,902,792	1,711,902,792	1,034,968,455
3968	Lands, Housing and Urban Development	27,968,028	37,768,028	37,768,028	18,675,966
3969	Transport and Infrastructure	71,666,285	77,078,285	77,078,285	44,100,977

3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	27,353,627	42,839,441	42,839,441	33,446,808
3971	Gender and Youth	35,752,210	46,168,210	46,168,210	23,428,159
3972	Sports, Culture and Social Services	30,608,017	20,608,017	20,608,017	12,096,072
	TOTAL	3,729,037,553	4,144,198,736	4,212,498,736	2,619,566,556

Source: County Treasury



Comparison between expenditures in Q3 for 2020/21FY and 2019/20 FY

ENTITY	3rd Quarter Recurrent Expenditure 2019-20FY	3rd Quarter Recurrent Expenditure 2020-21 FY
County Assembly	428,721,099.00	483,205,558.00
County Executive	247,507,550.00	294,757,374.00
Finance and Economic Planning	180,194,811.00	287,650,642.00

Agriculture, Livestock and Fisheries	84,495,075.00	150,209,564.00
Environment, Water and Natural Resources	57,904,934.00	71,328,246.00
Education	59,174,438.00	165,698,735.00
County Health Services	902,060,791.00	1,034,968,455.00
Lands, Housing and Urban Development	8,348,826.00	18,675,966.00
Transport and Infrastructure	29,719,500.00	44,100,977.00
Trade, Co-operatives, Tourism Industrialization and Enterprise Development	20,585,655.00	33,446,808.00
Gender and Youth	17,099,007.00	23,428,159.00
Sports, Culture and Social Services	18,296,646.00	12,096,072.00
TOTAL	2,054,108,332.00	2,619,566,556.00

Source: County Treasury

Development Expenditure

Development expenditure for the period under review amounted to Kshs. 516,958,485. This is a slight slowdown in expenditure (10%) compared to a similar period in 2019/20FY which recorded development expenditure amounting to Kshs 570,068,057

Health Services department has the largest share in development expenditure for the first nine months amounting to Kshs. 283,167,412 (54.8% of total development expenditure)

		Approved Supplementary 1 Budget 2020/21FY Development	Approved Supplementary 2 Budget 2020/21FY Development	3rd Quarter Cumulative Expenditure
	ENTITY	KSHS	KSHS	KSHS
3961	County Assembly	500,860,717	432,860,717	21,512,600
3962	County Executive	149,097,638	149,097,638	40,000,000
3963	Finance and Economic Planning	152,672,520	152,672,520	17,853,506

3964	Agriculture, Livestock and Fisheries	546,599,715	546,599,715	92,213,514
3965	Environment, Water and Natural Resources	92,050,000	80,850,000	3,383,892
3966	Education	54,038,344	54,038,344	13,449,947
3967	County Health Services	557,554,955	556,054,955	283,167,412
3968	Lands, Housing and Urban Development	164,999,831	162,999,831	20,304,100
3969	Transport and Infrastructure	324,760,698	365,600,724	12,313,672
3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	40,336,868	40,136,868	5,375,412
3971	Gender and Youth	7,000,000	11,355,621	999,500
3972	Sports, Culture and Social Services	34,100,000	30,840,000	6,384,930
	TOTAL	2,624,071,285	2,583,106,932	516,958,485

Source: County Treasury

