

**COUNTY GOVERNMENT OF KIRINYAGA**



**DEPARTMENT OF FINANCE & ECONOMIC  
PLANNING**

**First Quarter Budget Implementation Review**

**Report (BIRR)**

**(July- September)**

**FY 2022/23**

**County Treasury**

Kirinyaga County

P.O. Box 260 – 10034

**KUTUS, KENYA**

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## **EXECUTIVE SUMMARY**

This report shows performance in budget implementation by County Government entities for first quarter of FY 2022-23. 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 quarter in the revenue streams and classifications. This part also indicates the current status of revenue collection target for the quarter. The second part analyses both the recurrent and development expenditure by the County Government entities during the first three months of FY 2022-23.

The County Government's total approved budget for FY 2022-23 amounts to KES. 6,551,484,771 Recurrent allocation of KES 4,650,262,727 and Development allocation of KES 1,901,222,044. In the period under review, recurrent expenditure amounted to KES. 452,653,741 which represents 9.7% of recurrent budget. Development expenditure for the period under review amounted to KES 248,100,228

Own Source Revenue target for Financial Year 2022/23 is KES. 500,000,000. Revenue collected in the first quarter amounted to KES. 58,734,841. This represents 12% of total revenue target.

## 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 FY 2022/23 Kirinyaga County Budget amounts to KES. 6,551,484,771 which will be financed as per Table 2.1 below.

Table 2.1 Resource Envelop

<b>DESCRIPTION</b>	<b>APPROVED BUDGET FY 2022-23</b>
Equitable Share	5,196,177,952
Own Source Revenue	500,000,000
IDA- (World Bank)Credit National Agricultural and Rural Inclusive Growth Project (NARIGP) FY 2021/22	344,612,512
IDA- (World Bank)Credit National Agricultural and Rural Inclusive Growth Project (NARIGP) FY 2020/21	199,748,243
IDA- (World Bank)Credit National Agricultural and Rural Inclusive Growth Project (NARIGP) FY2019/20	164,100,481
Rolled over Funds (County Assembly)	146,845,583
<b>TOTAL REVENUES</b>	<b>6,551,484,771</b>

Source: County Treasury

**OWN SOURCE REVENUE**

The County has a projected own source revenue target of KES 500 Million in the FY 2022/23 Budget. During the first quarter period July-September the actual Own Source Revenue collected was KES 58,734,841. This indicates a performance of 12% on annual own source revenue targets.

Table 2.2 Own Source Revenue by Stream

REVENUE SOURCE	ANNUAL TARGET	JULY	AUGUST	SEPTEMBER	1ST QUARTER
Single Business Permit	70,848,000	1,800,102	1,056,081	1,356,981	4,213,164
Market Gate Fee	35,541,660	2,501,300	2,502,450	2,378,620	7,382,370
Produce Cess	10,045,009	478,270	391,690	350,430	1,220,390
Weights & Measures	1,594,885	105,600	39,000	76,000	220,600
Market stalls	3,500,000	-	-		-
Bus Park	10,455,886	1,446,980	1,370,500	1,432,160	4,249,640
Street Parking	15,683,830	297,180	296,490	278,560	872,230
Land Administration	21,500,874	294,600	241,900	253,200	789,700
Property Rates	32,981,914	29,200	693,403	614,138	1,336,741
Building Plan Approvals	17,000,000	888,041	1,233,352	901,580	3,022,973
Advertisement	9,652,957	645,000	119,500	132,500	897,000
Sublet Fees	2,594,354	-	-		-
House rents	3,200,000	-	35,400	45,400	80,800
Conservancy Fee	10,182,181	245,830	138,670	191,720	576,220
Quarries	4,000,000	157,100	180,500	218,100	555,700
Cemetery	-	4,000	1,500	1,500	7,000
Group Registration	1,288,466	49,100	63,300	68,700	181,100
Liquor License	40,056,617	89,000	3,000	2,000	94,000
Veterinary Services	5,169,506	407,350	411,865	416,150	1,235,365
Kamweti ATC	1,512,600	1,323,600	140,700	130,730	1,595,030
Public Health Services	26,973,703	723,500	563,100	544,700	1,831,300
Kerugoya Referral Hospital	122,116,635	3,445,300	10,273,030	8,333,218	22,051,548
Kimbimbi Hospital	30,217,414	1,112,000	1,128,780	1,215,617	3,456,397

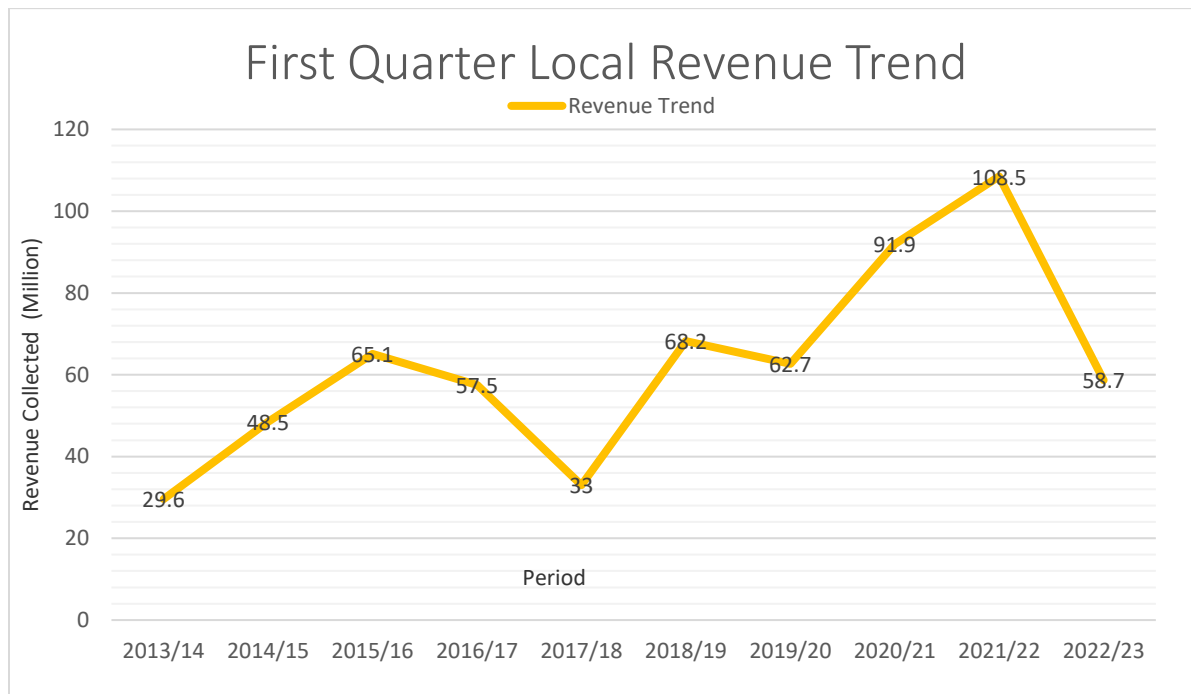
Quarterly Budget Execution Report **2022/23**

Kianyaga Hospital	13,811,742	495,700	410,610	579,724	1,486,034
Sagana Hospital	10,071,769	494,400	420,300	464,839	1,379,539
<b>TOTAL FY 2022/2023)</b>	<b>500,000,000</b>	<b>17,033,153</b>	<b>21,715,121</b>	<b>19,986,567</b>	<b>58,734,841</b>

Source: County Treasury



***First Quarter Own Source Revenue trend for previous Financial Years***



**3. EXPENDITURE ANALYSIS**

The County Government total approved FY 2022/23 budget amounts to KES. 6,551,484,771. This includes development allocation of KES. 1,901,222,044 and recurrent allocation of KES 4,650,262,727

**Table 3.1 Approved Budget Estimates 2022/23**

<b>VOTE</b>	<b>ENTITY</b>	<b>Approved Budget FY2022/22 Recurrent</b>	<b>Approved Budget FY2022/23 Development</b>	<b>TOTAL</b>
3961	County Assembly	580,207,279	146,845,583	727,052,862
3962	County Executive	517,808,124	205,393,333	723,201,457
3963	Finance and Economic Planning	561,745,241	15,000,000	576,745,241
3964	Agriculture, Livestock and Fisheries	220,077,656	778,461,236	998,538,892
3965	Environment, Water and Natural Resources	108,489,239	35,200,000	143,689,239
3966	Education	375,033,405	4,000,000	379,033,405
3967	County Health Services	2,064,199,802	344,339,473	2,408,539,275
3968	Lands, Housing and Urban Development	33,968,028	18,333,333	52,301,361
3969	Transport and Infrastructure	77,018,285	308,182,419	385,200,704
3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	42,839,441	5,666,667	48,506,108
3971	Gender and Youth	46,168,210	37,333,333	83,501,543
3972	Sports, Culture and Social Services	22,708,017	2,466,667	25,174,684
	<b>TOTAL</b>	<b>4,650,262,727</b>	<b>1,901,222,044</b>	<b>6,551,484,771</b>

Source: County Treasury

## **Recurrent Expenditure**

Total cumulative recurrent expenditure for Q1 of FY 2022/23 amounted to KES. 452,653,741 which represents 9.7% of the total recurrent budget estimates. The major contributor to the first quarter expenditure is the County Health services sector. Total Q1 recurrent expenditure for this sector amounts to KES. 193,499,952. This indicates a 42.7% of the total Q1 recurrent expenditure in the county. This also represents a 17.1% expenditure against total approved recurrent expenditure for this sector. Other high contributors to Q1 recurrent expenditure includes; County Assembly 26%, County Executive at 9%

The first quarter for FY 2022/23 has recorded a 286,218,416.00 (38%) decrease in recurrent expenditure compared to a similar period in FY 2021/22.

**Recurrent Q1 Expenditure per Department FY 2022/23**

**Table 3.2 Recurrent Expenditure for Quarter 1 2022/23**

<b>VOTE</b>	<b>ENTITY</b>	<b>Budget FY 2022/23 Recurrent</b>	<b>1st Quarter Expenditure FY 2022/23</b>
3961	County Assembly	580,207,279	120,902,026
3962	County Executive	517,808,124	43,095,179
3963	Finance and Economic Planning	561,745,241	19,038,149
3964	Agriculture, Livestock and Fisheries	220,077,656	15,594,149
3965	Environment, Water and Natural Resources	108,489,239	14,980,972
3966	Education	375,033,405	18,375,129
3967	County Health Services	2,064,199,802	193,499,952
3968	Lands, Housing and Urban Development	33,968,028	5,803,530
3969	Transport and Infrastructure	77,018,285	13,386,229
3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	42,839,441	3,109,812
3971	Gender and Youth	46,168,210	3,025,509
3972	Sports, Culture and Social Services	22,708,017	1,843,105
	<b>TOTAL</b>	<b>4,650,262,727</b>	<b>452,653,741</b>

Source: County Treasury

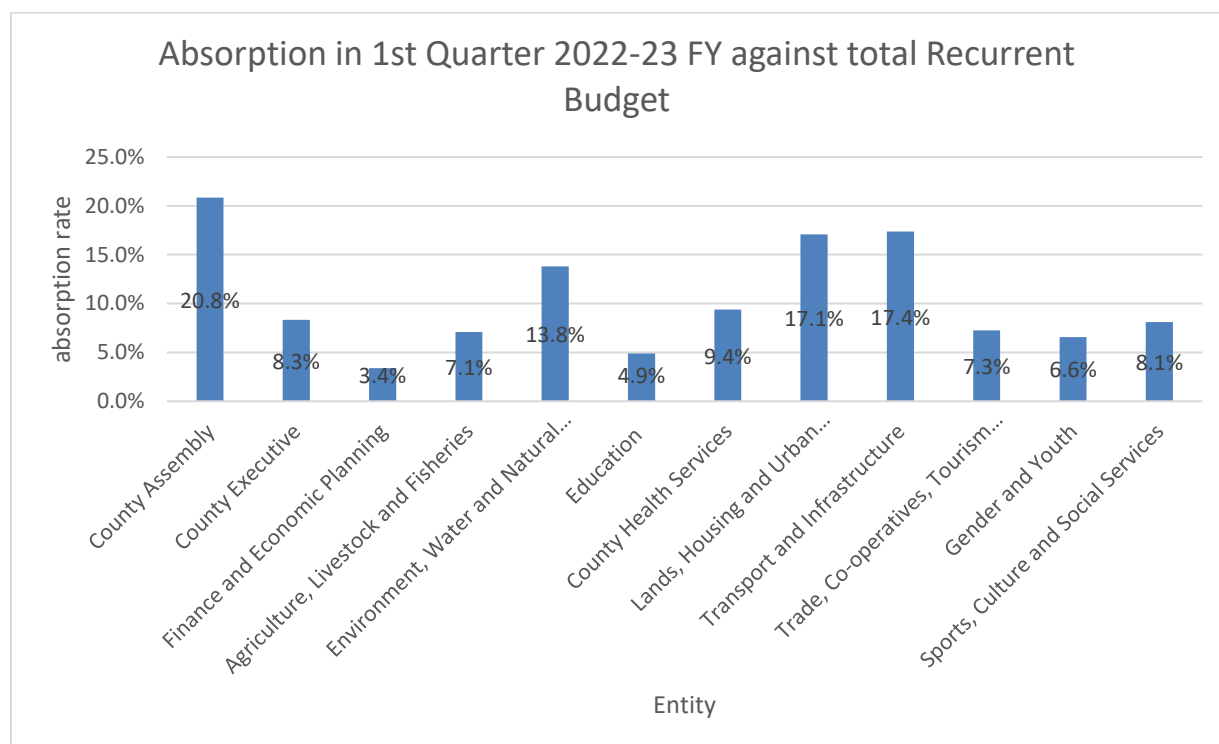


Figure 3.1 Recurrent Absorption Rates First Quarter 2022/23

### Comparison between expenditures in Q1 for 2021/22 FY and FY 2022/23

Table 3.3 Comparison Expenditure Q1 for 2021/22 and 2022/23

ENTITY	Q1 Recurrent Expenditure FY 2022-23	Q1 Recurrent Expenditure 2021-22
County Assembly	120,902,026	188,333,070
County Executive	43,095,179	67,490,362
Finance and Economic Planning	19,038,149	140,367,721
Agriculture, Livestock and Fisheries	15,594,149	24,324,245
Environment, Water and Natural Resources	14,980,972	21,356,202
Education	18,375,129	28,815,584
County Health Services	193,499,952	238,452,472
Lands, Housing and Urban Development	5,803,530	6,354,000
Transport and Infrastructure	13,386,229	10,452,527
Trade, Co-operatives, Tourism Industrialization and Enterprise Development	3,109,812	4,778,410
Gender and Youth	3,025,509	5,524,307
Sports, Culture and Social Services	1,843,105	2,623,257
<b>TOTAL</b>	<b>452,653,741</b>	<b>738,872,157</b>

Source: County Treasury

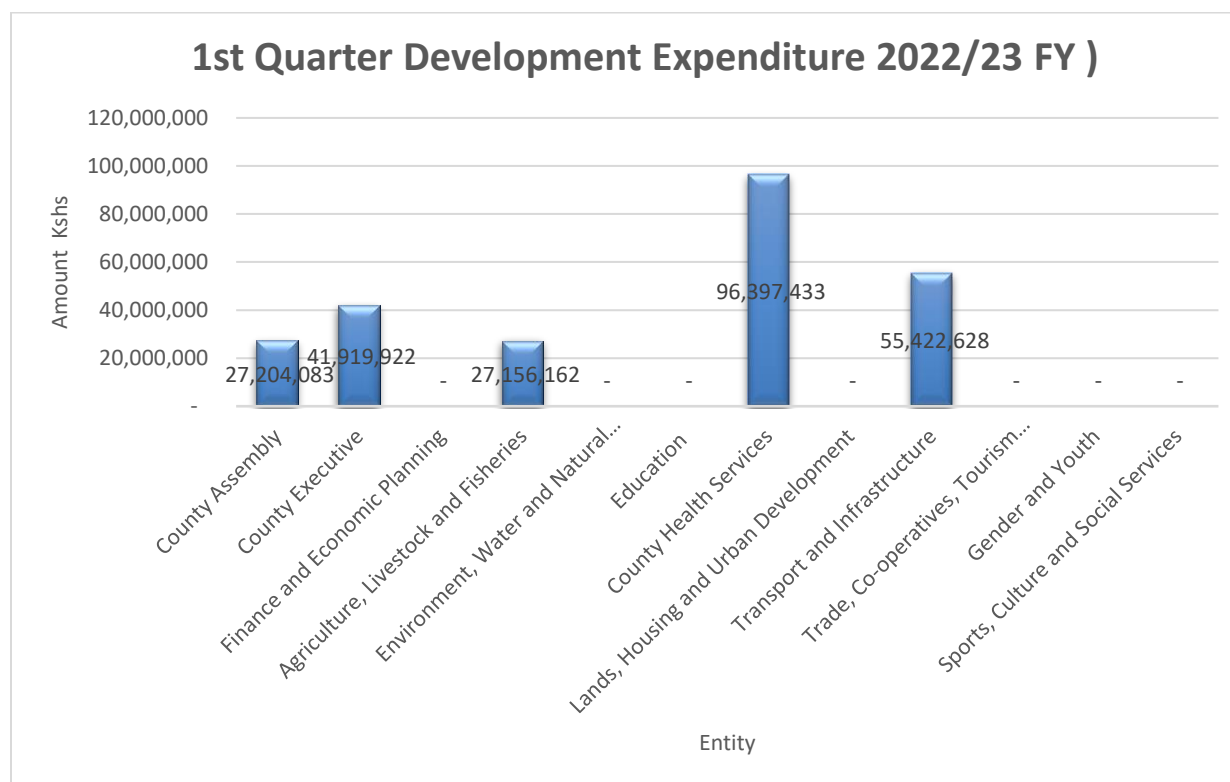
## Development Expenditure

Development expenditure for the period under review amounted to KES. 248,100,228. This is an increase in expenditure compared to a similar period in FY2021/22 which recorded development expenditure amounting to KES 124,807,254.

**Table 3.4 Development Expenditure by Department**

<b>VOTE</b>	<b>ENTITY</b>	<b>Approved Budget 2022/23FY Development</b>	<b>1st Quarter Expenditure FY 2022/23</b>
3961	County Assembly	146,845,583	27,204,083
3962	County Executive	205,393,333	41,919,922
3963	Finance and Economic Planning	15,000,000	-
3964	Agriculture, Livestock and Fisheries	778,461,236	27,156,162
3965	Environment, Water and Natural Resources	35,200,000	-
3966	Education	4,000,000	-
3967	County Health Services	344,339,473	96,397,433
3968	Lands, Housing and Urban Development	18,333,333	-
3969	Transport and Infrastructure	308,182,419	55,422,628
3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	5,666,667	-
3971	Gender and Youth	37,333,333	-
3972	Sports, Culture and Social Services	2,466,667	-
	<b>TOTAL</b>	<b>1,901,222,044</b>	<b>248,100,228</b>

Source: County Treasury



**Figure 3.2 First Quarter Development expenditure by Department**

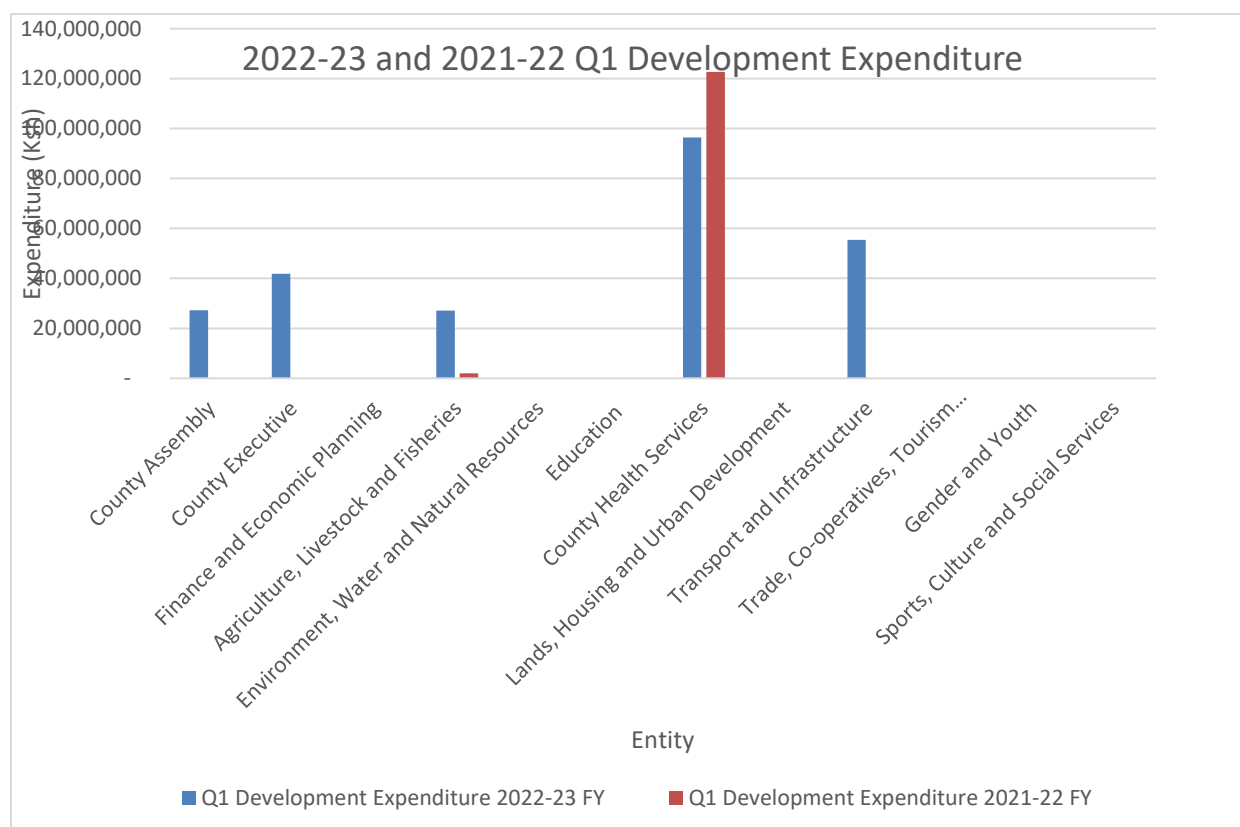
### Comparison on Development Expenditure for 2022-23 and 2021-22FY

**Table 3.5 Development Expenditure for 2022-23 and 2021-22**

VOTE	ENTITY	Q1 Development Expenditure FY 2022-23	Q1 Development Expenditure 2021-22 FY
3961	County Assembly	27,204,083	-
3962	County Executive	41,919,922	-
3963	Finance and Economic Planning	-	-
3964	Agriculture, Livestock and Fisheries	27,156,162	2,065,000
3965	Environment, Water and Natural Resources	-	-
3966	Education	-	-
3967	County Health Services	96,397,433	122,742,254
3968	Lands, Housing and Urban Development	-	-
3969	Transport and Infrastructure	55,422,628	-

3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	-	-
3971	Gender and Youth	-	-
3972	Sports, Culture and Social Services	-	-
	<b>TOTAL</b>	<b>248,100,228</b>	<b>124,807,254</b>

Source: County Treasury



**Figure 3.3 Development Expenditure for Quarter 1 2022-23 and 2021-22**