

COUNTY GOVERNMENT OF KIRINYAGA



DEPARTMENT OF FINANCE & ECONOMIC PLANNING

3rd Quarter Budget implementation Review Report (BIRR)

FY 2022/23

EXECUTIVE SUMMARY:

This report provides performance in budget implementation by County Government entities for the first nine months of FY 2022/23. The performance is presented in 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 of FY 2022/23 in the revenue streams and classifications. This part also indicates the current status of revenue collection target for the period under review. The second part analyses both the recurrent and development expenditure by the County Government entities during the first nine months of FY 2022/23

The County Government's total approved budget for FY 2022/23 Supplementary I was KES 7,122,548,430 with recurrent allocation of KES 4,926,920,299 and Development allocation of KES 2,195,628,131. In the nine months period July 2022 to March 2023, recurrent expenditure amounted to **KES 2,820,361,944** which represents 57% of recurrent budget. Development expenditure for the period under review amounted to **KES 660,644,174** which is 30% of development Budget.

Own Source Revenue target for Financial Year 2022/23 is KES550 Million. Revenue collected in the first nine months of FY 2022/23 amounted to KES 439,870,609. This represents 80% of total revenue target. This is also a 61% increase from a similar period in 2021/22.

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 KES7,122,548,430 which will be financed as per the below resource envelope.

DESCRIPTION	SUPPLEMENTARY BUDGET NO.1 FY 2022/23
	KES
Equitable Share	5,196,177,952
Transforming Healthcare Systems for Universal Care Project (THSUCP) Roll-Over from FY 2021/2022	22,272,716
Allocation Financed by Grant from DANIDA to finance Universal Healthcare in Devolved System	8,937,800
Local Revenues	550,000,000
IDA (World Bank)-Kenya Devolution Support Programme Grant (KDSP) Level 1 Grant (Roll-Over FY 2018/2019)	41,078,830
World Bank (Finance Locally-Led Climate Program (FLLoCA) for County Climate Resilience Investment (CCRI) Grant	22,000,000
IDA- (Kenya Urban Support Project (KUSP)-UIG	51,104,534
IDA- (World Bank)Credit National Agricultural and Rural Inclusive Growth Project (NARIGP) FY2022/23	344,612,512
Sweden- Agriculture Sector Development Support Programme (ASDSP II)	9,324,972
Rolled over Funds	877,039,114
TOTAL REVENUE	7,122,548,430

Source: County Treasury

OWN SOURCE REVENUE

The County has a projected revenue target of KES 550 Million in the FY 2022/23 Budget. During the first nine months of the year, July- March, the actual Own Source Revenue collected is KES 439,870,609. This indicates a performance of 80% on annual own source revenue targets. This collection is a 61% increase from a similar period in 2021/22 which was KES 273,954,260.

FINANCIAL YEAR 2022/2023 OWN SOURCE REVENUE COLLECTION					
REVENUE SOURCE	ANNUAL TARGET	1ST QUARTER	2ND QUARTER	3RD QUARTER	REVENUE COLLECTED
Single Business Permit	76,356,354	4,213,164	5,136,322	78,621,784	87,971,270
Market Gate Fee	40,524,261	7,382,370	9,350,928	10,969,171	27,702,469
Produce Cess	12,256,000	1,220,390	1,257,930	1,745,430	4,223,750
Weights & Measures	2,125,032	220,600	148,920	456,330	825,850
Bus Park	20,253,352	4,249,640	4,110,310	4,365,130	12,725,080
Street Parking	12,683,830	872,230	849,920	2,602,070	4,324,220
Land Administration	21,500,874	789,700	831,200	4,234,700	5,855,600
Property Rates	32,981,914	1,336,741	2,298,265	34,511,687	38,146,693
Building Plan Approvals	20,000,000	3,022,973	2,463,143	2,518,707	8,004,823
Advertisement	10,652,957	897,000	559,000	7,703,500	9,159,500
Sublet Fees	2,594,354	-	216,000	3,355,000	3,571,000
House rents/stalls	8,500,000	989,100	1,635,200	2,233,860	4,858,160
Conservancy Fee	10,182,181	583,220	567,860	9,203,250	10,354,330
Quarries Cess	5,000,000	555,700	487,100	659,300	1,702,100
Group Registration	1,288,466	181,100	223,300	242,400	646,800
Liquor License	40,056,617	94,000	1,485,880	48,603,400	50,183,280
Veterinary Services	5,169,506	1,235,365	1,315,120	2,007,450	4,557,935
Kamweti ATC	3,502,600	1,595,030	561,275	659,462	2,815,768
Public Health Services	26,673,703	1,831,300	1,764,470	31,681,050	35,276,820
cooperative audit	300,000	-	-	374,220	374,220
Check-off admin Commission	3,000,000	-	-	2,211,802	2,211,802
Kerugoya Referral Hospital	130,024,241	22,051,548	36,629,141	38,360,493	97,041,182
Kimbimbi Hospital	35,000,000	3,456,397	5,202,714	7,935,696	16,594,807
Kianyaga Hospital	15,811,275	1,486,034	1,481,118	2,316,456	5,283,608
Sagana Hospital	13,562,485	1,379,539	1,851,538	2,228,465	5,459,542
TOTAL	550,000,000	59,643,141	80,426,654	299,800,813	439,870,609

3. EXPENDITURE ANALYSIS

The County Government total approved FY 2022/23 budget amounts to KES7,122,548,430. This includes development allocation of KES 2,195,628,131 and recurrent allocation of KES 4,926,920,299.

FY 2022/23 Approved Budget Estimates

		Approved Budget 2022/23 Recurrent	Approved Budget 2022/23FY Development	TOTAL
	ENTITY	KES	KES	KES
3961	County Assembly	681,635,622	38,417,240	720,052,862
3962	County Executive	548,984,508	251,446,624	800,431,132
3963	Finance and Economic Planning	608,652,670	19,210,510	627,863,180
3964	Agriculture, Livestock and Fisheries	232,902,628	420,106,201	653,008,829
3965	Environment, Water and Natural Resources	130,489,239	72,836,666	203,325,905
3966	Education	388,233,405	4,300,000	392,533,405
3967	County Health Services	2,111,605,163	782,650,068	2,894,255,231
3968	Lands, Housing and Urban Development	33,968,028	78,079,534	112,047,562
3969	Transport and Infrastructure	74,733,368	464,481,288	539,214,656
3970	Trade, Co-op, Tourism Industrialization	42,839,441	13,500,000	56,339,441

	and Enterprise Development			
3971	Gender and Youth	51,668,210	42,133,334	93,801,544
3972	Sports, Culture and Social Services	21,208,017	8,466,666	29,674,683
	TOTAL	4,926,920,299	2,195,628,131	7,122,548,430

Source: County Treasury

Recurrent Expenditure

Total cumulative recurrent expenditure for nine months of FY 2022/23 was KES **2,820,361,944** which represents 57.2% of the total recurrent budget estimates. The major contributor to the first quarter expenditure is the County Health services sector. Total recurrent expenditure for this sector in the period under review was KES1,282,339,345. This indicates a 45.5% of the total recurrent expenditure in the county. The expenditure also represents a 60.7% absorption rate.

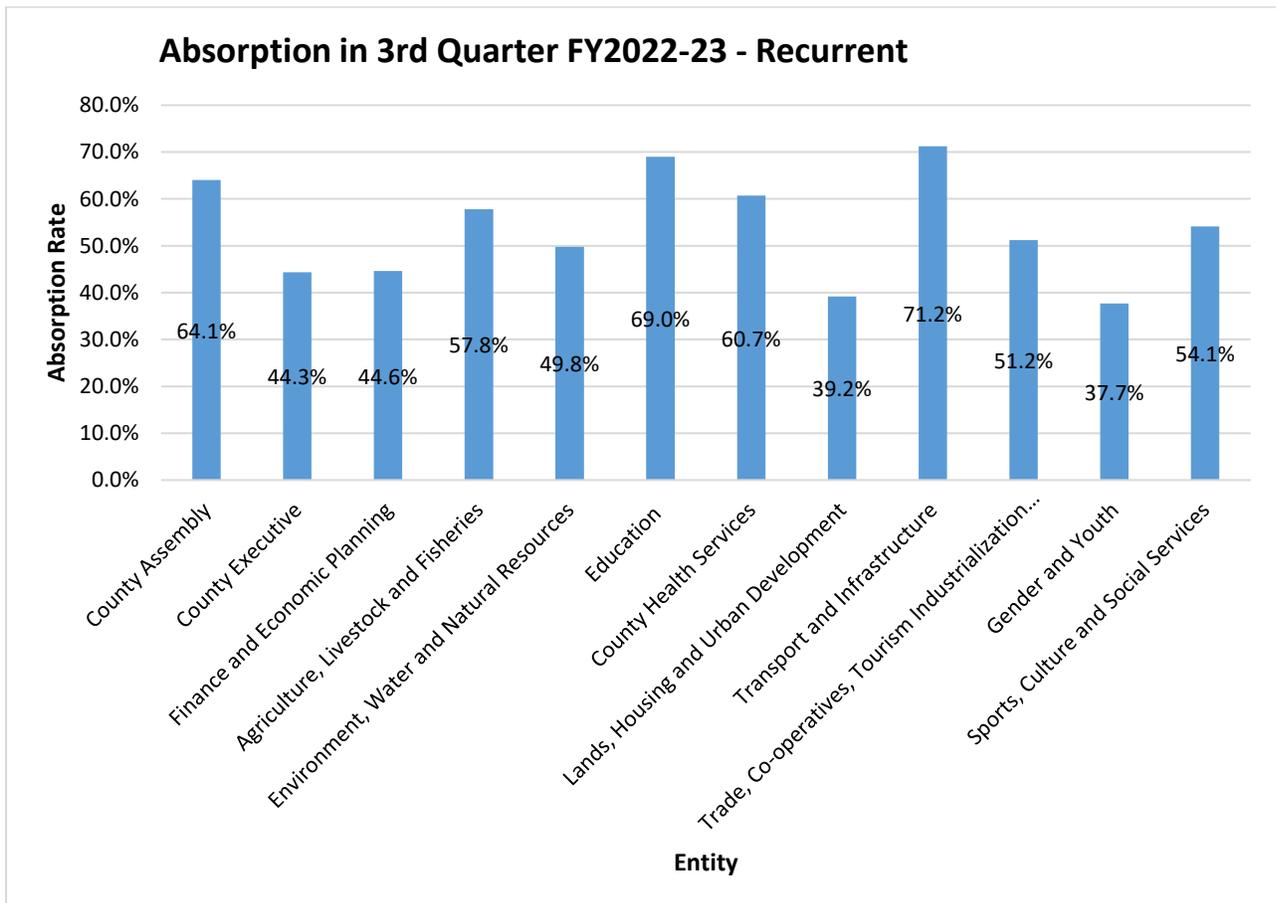
In the period under review, FY 2022/23 has recorded a KES 308,621,930.00 (9.9%) decrease in recurrent expenditure compared to a similar period in FY 2021/22.

Recurrent Expenditure per Department (July-March) FY 2022/23

		Budget FY 2022/23 Recurrent	3rd Quarter Expenditure FY 2022/23
	DEPARTMENT	KES	KES
3961	County Assembly	681,635,622	436,726,681
3962	County Executive	548,984,508	243,279,135
3963	Finance and Economic Planning	608,652,670	271,385,624
3964	Agriculture, Livestock and Fisheries	232,902,628	134,555,442

3965	Environment, Water and Natural Resources	130,489,239	64,934,824
3966	Education	388,233,405	267,740,241
3967	County Health Services	2,111,605,163	1,282,339,345
3968	Lands, Housing and Urban Development	33,968,028	13,312,691
3969	Transport and Infrastructure	74,733,368	53,220,277
3970	Trade, Co-operatives, Tourism Industrialization and Enterprise Development	42,839,441	21,926,699
3971	Gender and Youth	51,668,210	19,465,499
3972	Sports, Culture and Social Services	21,208,017	11,475,486
	TOTAL	4,926,920,299	2,820,361,944

Source: County Treasury



Comparative nine months Recurrent Expenditure for FY 2022/23 and FY 2021/22

ENTITY	Recurrent Expenditure 2022-23 FY	Recurrent Expenditure 2021-22 FY
County Assembly	436,726,681	498,340,975
County Executive	243,279,135	323,641,745
Finance & Economic Planning	271,385,624	337,824,464
Agriculture, Livestock & Fisheries	134,555,442	121,293,097
Environment, Water & Natural Resources	64,934,824	80,647,906
Education	267,740,241	269,768,873
County Health Services	1,282,339,345	1,357,681,022
Lands, Housing & Urban Development	13,312,691	18,490,140
Transport & Infrastructure	53,220,277	58,245,555
Trade, Co-op, Tourism Ind & Enterprise Devt	21,926,699	23,387,468
Gender and Youth	19,465,499	24,913,754
Sports, Culture and Social Services	11,475,486	14,748,875
TOTAL	2,820,361,944	3,128,983,874

Source: County Treasury

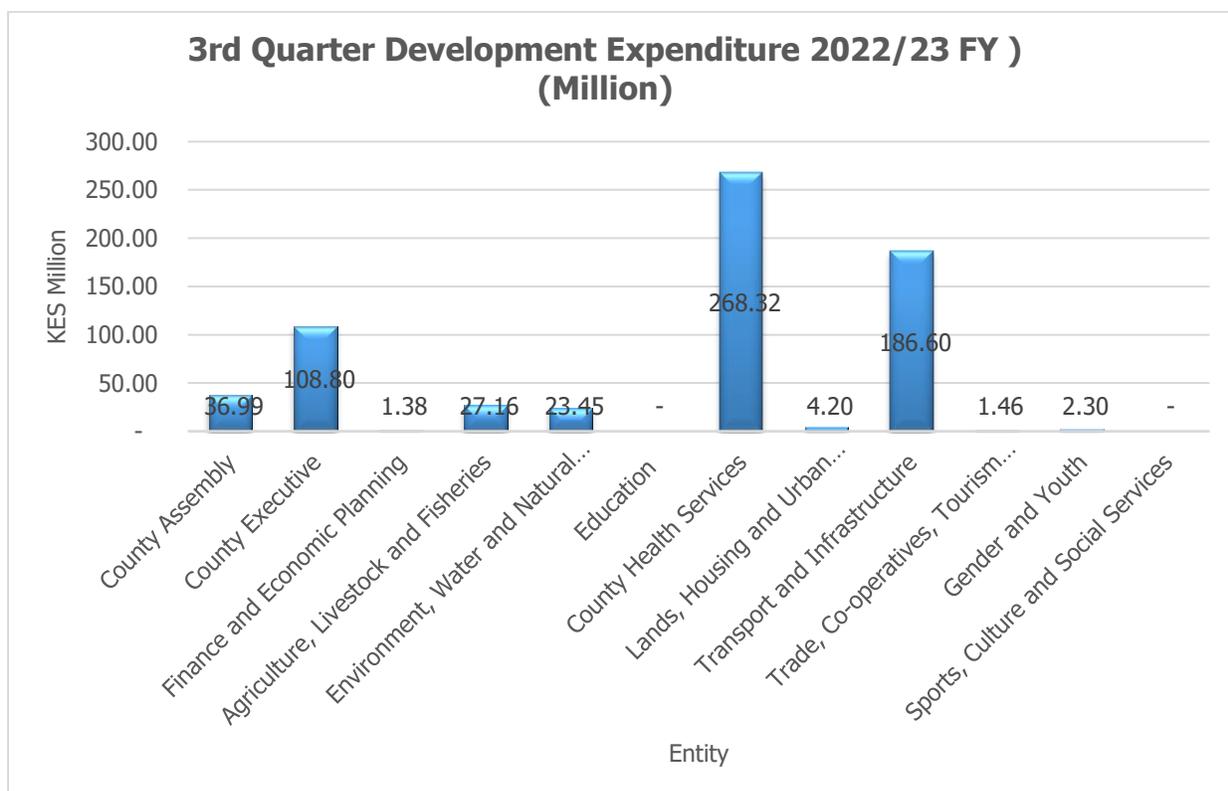
Development Expenditure

Development expenditure for the period under review amounted to **KES660,644,174.**

		Approved Budget FY 2022/23 Development	3rd Quarter Expenditure FY 2022/23
	ENTITY	KES	KES
3961	County Assembly	38,417,240	36,988,169
3962	County Executive	251,446,624	108,797,019
3963	Finance and Economic Planning	19,210,510	1,376,000
3964	Agriculture, Livestock & Fisheries	420,106,201	27,156,162
3965	Environment, Water & Natural Resources	72,836,666	23,453,679
3966	Education	4,300,000	-
3967	County Health Services	782,650,068	268,323,268
3968	Lands, Housing & Urban Development	78,079,534	4,200,000
3969	Transport & Infrastructure	464,481,288	186,595,763

3970	Trade, Co-operatives, Tourism Industrialization & Enterprise Development	13,500,000	1,455,350
3971	Gender & Youth	42,133,334	2,298,764
3972	Sports, Culture & Social Services	8,466,666	-
	TOTAL	2,195,628,131	660,644,174

Source: County Treasury

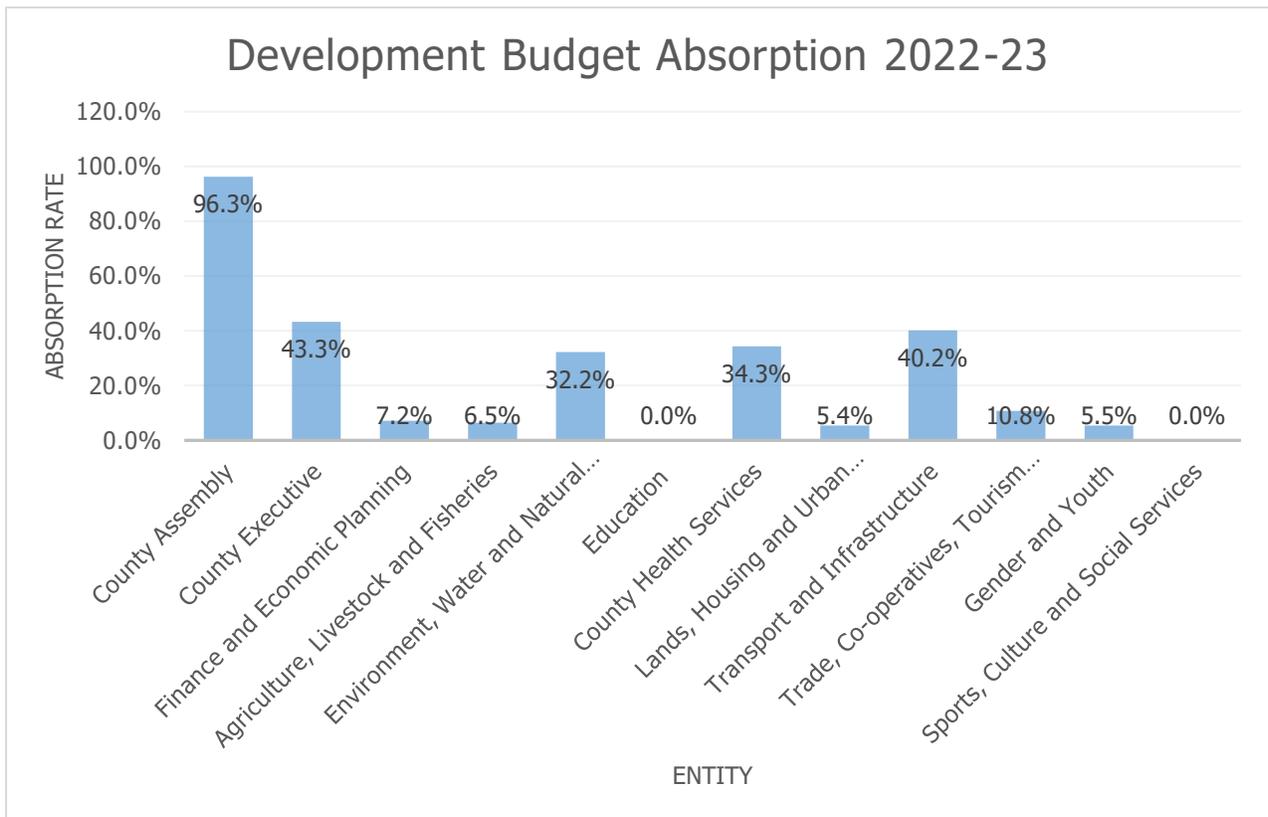


Comparative Development Expenditure for 2021-22 and 2022-23FY

		Nine Months Development Expenditure 2022-23 FY	Nine Months Development Expenditure 2021-22 FY
3961	County Assembly	36,988,169	249,926,725
3962	County Executive	108,797,019	36,539,059
3963	Finance & Economic Planning	1,376,000	-
3964	Agriculture, Livestock & Fisheries	27,156,162	68,499,438
3965	Environment, Water & Natural Resources	23,453,679	25,065,893
3966	Education	-	4,362,538
3967	County Health Services	268,323,268	242,121,118

3968	Lands, Housing & Urban Development	4,200,000	3,000,000
3969	Transport and Infrastructure	186,595,763	307,982,534
3970	Trade, Co-op, Tourism Ind. & Enterprise Devt.	1,455,350	1,814,218
3971	Gender and Youth	2,298,764	3,297,764
3972	Sports, Culture and Social Services	-	2,724,708
	TOTAL	660,644,174	945,333,995

Source: County Treasury



2022-23 and 2021-22 Nine Months Development Expenditure

