



REPUBLIC OF KENYA

MAKUENI COUNTY

**BUDGET REVIEW AND
OUTLOOK PAPER**

SEPTEMBER, 2013

Legal Basis for the Publication of the County Budget Review and Outlook Paper

The Budget Review and Outlook Paper (BROP) is prepared in accordance with the provisions of Section 118 of the Public Finance Management Act (PFMA), 2012. The said provisions state as follows:

- 1) The County Treasury shall:
 - (a) prepare a County Budget Review and Outlook Paper in respect of the county for each financial year; and
 - b) submit the paper to the County Executive Committee by the 30th September of that year.

- 2) In preparing its county Budget Review and Outlook Paper, the County Treasury shall specify—
 - a) the details of the actual fiscal performance in the previous year compared to the budget appropriation for that year;
 - b) the updated economic and financial forecasts with sufficient information to show changes from the forecasts in the most recent County Fiscal Strategy Paper;
 - (c) information on-
 - (i) any changes in the forecasts compared with the County Fiscal Strategy Paper; or
 - (ii) how actual financial performance for the previous financial year may have affected compliance with the fiscal responsibility principles, or the financial objectives in the County Fiscal Strategy Paper for that financial year; and
 - (d) reasons for any deviation from the financial objectives in the County Fiscal Strategy Paper together with proposals to address the deviation and the time estimated for doing so.

- 3) The County Executive Committee shall consider the County Budget Review and Outlook Paper with a view to approving it, with or without amendments, within fourteen days after its submission.

- 4) Not later than seven days after the County Budget Review and Outlook Paper is approved by the County Executive Committee, the County Treasury shall:
 - a) arrange for the Paper to be laid before the County Assembly; and
 - b) as soon as practicable after having done so, publish and publicise the Paper.

I. INTRODUCTION

Background

This Budget Review and Outlook Paper (BROP) is the first one to be prepared under the County Government of Makueni since the formation of the County Government following the March, 2013 General Elections based on the Constitution of Kenya, 2010. Under the Public Finance Management Act, 2012 Section 118 each County Government is required to prepare and publish the BROP for the purposes of guidance on budget preparation, fiscal planning and monitoring and evaluation. According to the PFMA 2012, the BROP should contain a review of the fiscal performance of the previous financial year (2012/13), updated economic and financial forecast, and deviations from the county fiscal strategy paper.

However, this BROP September, 2013 being the first policy document to be prepared and published since the promulgation and operationalization of the Constitution of Kenya, 2010 the review and comparison aspect will not be applicable. The jurisdiction area of the Makueni County Government comprises of the defunct County Council of Makueni, Town Council of Wote and Town Council of Mtito-Andei which used to plan each distinctively. Further complexity arises from the fact that the National Government used to plan and execute plans and programs within the said defunct local authorities.

Objectives of the Budget Review Outlook Paper

The objective of the BROP is to provide a review of the previous fiscal performance and how this impacts on the financial objectives and fiscal responsibility principles as set out in the last County Budget Statement. This, together with the updated macro-economic outlook provides a basis for revision of the current budget in the context of Supplementary Estimates and the broad fiscal parameters underpinning the next budget in the medium term.

The Makueni County BROP will be a key blueprint document linking policy, planning and budgeting. The Makueni County Government has already prepared its first County Integrated Development Plan (CIDP), 2013-2017 which feeds into the Second National Medium Term Plan 2013 – 2017 and Vision 2030.

II REVIEW OF PREVIOUS FISCAL PERFORMANCE (2012/2013)

Makueni County as stipulated in the Kenya Constitution, 2010 came into being after the March 4th, 2013 General Elections. As such the previous financial year was not under the County Government and hence the fiscal performance review cannot be done as outlined in the PFMA. This implies that the earliest review will be next year, 2014/2015.

III. RECENT ECONOMIC DEVELOPMENTS AND OUTLOOK

Nationally the macroeconomic environment has continued to improve after the shocks in the first half of 2013 due to the general elections. Economic Outlook

The economy experienced moderate growth of 4.4% in 2011 and 4.2% in 2012 and is expected to reach 4.5% in 2013 and 5.2% in 2014. Having witnessed drastic currency depreciation and rapid inflation in 2011, the economy experienced stability for both indicators in 2012. This stability is expected to continue in 2013.

Kenya's economy continued to record slow growth in 2012, primarily driven by financial intermediation, tourism, construction and agriculture. The first half-year GDP growth rate in 2012 was an estimated 3.4 %, compared to an annual real GDP growth rate of 4.4% in 2011 and 5.8% in 2010. The estimated growth of 4.2% in 2012 was mainly curtailed by a slowdown in most economic sectors. Agriculture – the mainstay of Kenya's economy – recorded suppressed activity (mainly in the industrial crops sub-sector) and was further affected by slowed demand for Kenyan horticultural exports in the European market. Similarly, the tourism, manufacturing and construction sectors did not reach the anticipated growth levels.

Real GDP growth is expected to increase to 4.5% in 2013 and 5.2% in 2014. Similarly, consumer price index inflation is expected to remain in the single-digit range over the same period.

A. Recent Economic Developments

The key macro-economic indicators are not available at the county or any other lower level other than the national level, making it difficult to provide macro-economic statistics for Makueni as a county.

B. Macroeconomic Outlook and Policies

Growth prospects

The County Government of Makueni has started its operations with most key institutions being established. The executive committee is in place and regular meetings are being held to position the county on the take-off path.

The Makueni County has already set the development agenda for the next year by preparing the budget and also a long term plan- the county integrated development plan. The two processes were highly consultative through public hearings held at the ward, sub-county, county levels and the Makueni 'diaspora' in Nairobi and Mombasa. This has helped the County Government to set up its list of key priority areas that are important in the growth of the county and also in line with peoples' aspirations.

Mechanisms are being put in place to ensure there is sustainable exploitation of resources available in the county such as sustainable sand harvesting, value addition on agricultural products, mining prospects, solar and wind energy, irrigated agriculture as opposed to rain-fed agriculture which has been erratic. The construction of the Thwake Dam will play a major role in the change of the livelihoods of the people of Makueni by not only providing water for irrigation but also providing safe water for domestic use. The Konza Technocity and the proposed construction of the standard railway gauge from Mombasa to Malaba through Makueni County will also offer significant growth prospects. These growth prospects will enhance not only the revenue base but also the sustainability of the resources in the county.

The county integrated development plan has outlined development priority that will be undertaken to improve the investment climate in the county in the next five years. This includes the improvement of roads, water, electricity and other infrastructure.

Improvement in the investment climate, coupled with further structural and legal reforms as we implementation of the new Constitution are expected to improve investment opportunities in the county. The county assembly is prepared to enact legislations that will ensure the growth and development of the county.

Youth will be encouraged to participate in the county development agendas as a way of reducing unemployment. Some of the interventions that the county government will use to reduce unemployment of the youth and women will include business empowerment programs, financial support for establishment of small and medium enterprises, support of artists and the boda boda transport which are mainly dominated by the youth.

A high level of partnership and collaboration with development partners will be embraced with a view of improving resources mobilization in the county. It is expected that the development partners will utilize the CIDP projects and programs to decide where to apply their resources for the benefit of the people of Makueni.

Value-addition for the local products will be encouraged. The county government will help in industrialization by creating the necessary infrastructure and support. Some of the immediate projects to be established include among others Fruit processing and Milk Cooling plants.

C. Medium Term Fiscal Framework

The county will pursue prudent fiscal policy to ensure economic and financial stability. The activities in the county will be implemented within sustainable public finances.

With respect to revenue collection, the Makueni County Government will create and maintain effective revenue collection and accounting system from the revenue sources available. Measures to achieve this will include improved surveillance, public awareness and broadened revenue sources.

On the expenditure side, the Makueni County Government will continue with rationalization of expenditure to improve efficiency and reduce wastage. Expenditure management strategies will be strengthened with introduction of the Integrated Financial Management Information System (IFMIS) across the county. Financial management in the county will be done in accordance with the provisions of The Public Finance Management Act, 2012 The Public Procurement and Disposal Act, 2005 and all other applicable regulatory statutes.

Due to the historical economic marginalization of the county, high poverty index at 64.1%, persistent drought in the county and other adverse effects. The Makueni County Government will continue to pursue to a share in the Equalization fund from the national government.

Any borrowing by the county, if at all, will be done in accordance with the Constitution of Kenya 2010 and the PFMA.

The county government will create the appropriate political and economic environment to attract private investors and create the possibility of public private partnerships in the financing of key development projects which will have positive economic impact and multiplier effect to accelerate development in the county.

The county government will exploit intergovernmental relationships on projects of mutual interest and benefits to stir social economic development.

The county government will continue to pursue the upgrading of at least one hospital to level 5 status to enhance health service delivery to the people of Makueni.

D. Risks to the BRDP

Unfavorable weather conditions will be a major threat. Should there be any drought in 2014 and years ahead it will affect the agricultural sector which is the main economic activity.

Teething problems in implementation of the devolved government structure will also be a source of risk which can affect investors' confidence in the county.

IV. RESOURCE ALLOCATION FRAMEWORK

A. Adjustment to 2013/14 Budget

The phenomena that County Governments came into operation after elections in March 2013 and there was no adequate time for Counties to develop the required plans and budgets for 2013/14 is a risk that the said budgets did not go through the full cycle of a budget process. It is therefore potential that such budgets may have some excesses and hence it is expected that as the reality unfolds many of the counties will have to correct these excesses through a supplementary budgets. This will definitely affect service delivery and development.

Adjustments to the 2013/14 budget will take into account actual performance of expenditure so far and absorption capacity in the remainder of the financial year. Expenditure in non-priority areas will be cut by slowing down or reprioritizing development expenditures in order for the county Government to live within its means. Wage bill will be a major challenge in the implementation of the budget alongside timely release of funds by the national government.

B. Medium-Term Expenditure Framework

The county integrated development plan will guide the planning and budgeting process for the next five years.

The priority social sectors namely, education, health, youth and gender will receive adequate attention and resources.

The economic sectors including agriculture and livestock will receive an increased share of resources to boost agricultural productivity with a view to dealing with threats in food security and improve economic activities in the county.

With the National Government's commitment to improving infrastructure countrywide, the share of resources going to priority physical infrastructure sector, such as roads, energy, water and irrigation will rise over the medium term. This will help the sector provide reliable and affordable energy, as well as increased access to water and development of irrigation projects in the county.

Annex Table 4: Total Expenditure Ceilings for the MTEF Period 2013/2014 (Kshs.)

	TOTAL EXPENDITURE				PERCENTAGE SHARE OF TOTAL EXPENDITURE			
	2013/2014	2014/2015	2015/2016	2016/2017	2013/2014	2014/2015	2015/2016	2016/2017
HEALTH SERVICES	1,305,549,639	1,436,104,602.79	1,579,715,063.07	1,737,686,569.37	25.74	25.74	25.74	25.74
ASSEMBLY	484,506,377	532,957,014.22	586,252,715.64	644,877,987.20	9.55	9.55	9.55	9.55
TRANSPORT & INFRASTRUCTURE	401,836,825	442,020,507.67	486,222,558.44	534,844,814.28	7.92	7.92	7.92	7.92
COUNTY PUBLIC SERVICE & FORMER LG	371,145,833	408,260,415.76	449,086,457.34	493,995,103.07	7.32	7.32	7.32	7.32
COUNTY EDUCATION & CIVIC EDUCATION	364,991,724	401,490,896.13	441,639,985.75	485,803,984.32	7.20	7.20	7.20	7.20
WATER & IRRIGATION SERVICES	356,622,684	392,284,952.43	431,513,447.67	474,664,792.44	7.03	7.03	7.03	7.03
Donor Funded	354,912,725	390,403,997.50	429,444,397.25	472,388,836.98	7.00	7.00	7.00	7.00
AGRICULTURE, LIVESTOCK & FOOD SECURITY	342,211,431	376,432,573.80	414,075,831.18	455,483,414.30	6.75	6.75	6.75	6.75
GENDER ISSUES, YOUTH & COMTY DVT	223,027,768	245,330,544.97	269,863,599.47	296,849,959.42	4.40	4.40	4.40	4.40
LANDS, URBAN & ENVIRO. MGT	222,348,595	244,583,454.40	269,041,799.84	295,945,979.82	4.38	4.38	4.38	4.38
TRADE, INDUSTRY & INVESTMENT	204,676,197	225,143,817.04	247,658,198.74	272,424,018.62	4.04	4.04	4.04	4.04
FINANCE & SOCIAL-ECONOMIC PLANNING	146,655,782	161,321,360.40	177,453,496.44	195,198,846.08	2.89	2.89	2.89	2.89
ICT DVT & SPECIAL PROGRAMMES	135,979,954	149,577,949.84	164,535,744.82	180,989,319.31	2.68	2.68	2.68	2.68
EXECUTIVE	115,803,890	127,384,278.48	140,122,706.32	154,134,976.96	2.28	2.28	2.28	2.28
CPSB	29,275,971	32,203,568.12	35,423,924.93	38,966,317.43	0.58	0.58	0.58	0.58
LEGAL	11,656,537	12,822,190.70	14,104,409.77	15,514,850.75	0.23	0.23	0.23	0.23
TOTALS	5,071,201,931	5,578,322,124	6,136,154,337	6,749,769,770	100	100	100	100

NB: 1. A ten percent (10%) growth has been assumed in the projections

2. The National allocation to the County for 2014/2015 will be subject to change upon determination by the National Government

C. County Budgets and the Transfer of Functions

Allocation of funds and transfer of service from the national government during this transition to devolved system is a major challenge. So far the County Governments came into operation after elections in March 2013 and there was no adequate time for County to develop the required plans and budgets for 2013/14 and have them approved by the county assembly without disrupting service delivery.

D. 2014/15 Budget framework

The 2014/15 budget framework will be guided by the county integrated development plan. The projections assume normal weather pattern during the year and improved

private sector investors' confidence in the county. There is anticipated stable national macro-economic conditions which will directly affect the county performance. This includes low and stable inflation and interest rates and low oil prices.

Revenue projections

The FY 2014/2015 budget will target increased revenue collection in the county from Kshs.5,071,201,931 in the FY2013/2014 budget to Kshs.5,187,918,127

Expenditure Forecasts

In FY 2014/15, overall expenditures are projected at Kshs. 5,187,918,127, up from the estimated Kshs.5,071,201,931 in FY 2013/14 budget due to increased recurrent expenditures.

Recurrent expenditures

The recurrent expenditure in FY 2014/2015 is expected to be 50% of the total budget a decline from 55% in 2013/2014 budget.

The wage bill is expected to stabilize at 30% of GDP in the FY 2014/2015.

Expenditure ceilings on goods and services for sectors/ministries are based on funding allocation in the FY 2013/2014 budget as the starting point. Then an adjustment factor is applied to take into account the general increase in prices.

Development expenditures

The ceiling for development expenditures including donor funded projects will be Kshs. 2,083,284,691 FY 2014/2015 from 2,248,807,899 FY 2013/2014.

V. CONCLUSION AND NEXT STEPS

The National Budget Review Outlook will have a key input into the Makueni county BROP due to the macro-economic dynamics in the country and it is expected that it will give an elaboration of the County Government budgeting system and BROP.

The policies and sector ceilings annexed herewith will guide the county in preparation of the 2014/15 budget.

Main macroeconomic indicators, 2013/14- 2017/18

See annex

Annex Table 1: Makueni County Government Operations 2013/14 - 2016/17 (in Kenya Shillings)								
	2011/12	2013/14		2014/15	2015/16	2016/17	2017/18	
		<i>Budget Bgt</i>	<i>Rev. Prov.</i>	<i>BPS'12 Budget BROP'12</i>	<i>BPS'12 BROP'12</i>	<i>BPS'12 BROP'12</i>	<i>BPS'12 BROP'12</i>	
TOTAL REVENUE								
National Transfers		4,366,289,206		4,802,918,127	5,283,209,939	5,811,530,933	6,392,684,027	
Local Collections		350,000,000		385,000,000	423,500,000	465,850,000	512,435,000	
Donor Funds		354,912,725		390,403,998	429,444,397	472,388,837	519,627,721	
TOTAL		5,071,201,931		5,578,322,124	6,136,154,337	6,749,769,770	7,424,746,747	
EXPENDITURE								
Personnel		1,647,390,613		1,812,129,674	1,993,342,642	2,192,676,906	2,411,944,596	
Operations & Maintenance		1,175,003,419		1,292,503,761	1,421,754,137	1,563,929,551	1,720,322,506	
Development		2,248,807,899		2,473,688,689	2,721,057,558	2,993,163,314	3,292,479,645	
TOTAL		5,071,201,931		5,578,322,124	6,136,154,337	6,749,769,770	7,424,746,747	
<i>The sectoral to provide details on the different source and the projections.</i>								

Annex Table 6: Recurrent Sector Ceilings for thr MTEF Period 2013/2014 - 2016/2017 (Kshs.)

COUNTY ASSEMBLY	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018
TOTAL	394,506,377	433,957,014	477,352,716	525,087,987	577,596,786
A-I-A	-	-	-	-	-
NET	394,506,377	433,957,014	477,352,716	525,087,987	577,596,786
PERSONNEL	103,561,428	113,917,571	125,309,328	137,840,261	151,624,287
OPERATIONS	290,944,949	320,039,443	352,043,388	387,247,727	425,972,499
COUNTY EXECUTIVE					
TOTAL	115,803,890	127,384,279	140,122,707	154,134,978	169,548,475
A-I-A	-	-	-	-	-
NET	115,803,890	127,384,279	140,122,707	154,134,978	169,548,475
PERSONNEL	74,592,068	82,051,275	90,256,402	99,282,043	109,210,247
OPERATIONS	41,211,822	45,333,004	49,866,305	54,852,935	60,338,229
CPSB	-	-	-	-	-
TOTAL	29,275,971	32,203,568	35,423,925	38,966,317	42,862,949
A-I-A	-	-	-	-	-
NET	29,275,971	32,203,568	35,423,925	38,966,317	42,862,949
PERSONNEL	19,674,650	21,642,115	23,806,327	26,186,959	28,805,655
OPERATIONS	9,601,321	10,561,453	11,617,598	12,779,358	14,057,294
CP SERVICE	-	-	-	-	-
TOTAL	371,145,833	408,260,416	449,086,458	493,995,104	543,394,614
A-I-A	-	-	-	-	-
NET	371,145,833	408,260,416	449,086,458	493,995,104	543,394,614
PERSONNEL	270,801,908	297,882,099	327,670,309	360,437,340	396,481,074
OPERATIONS	100,343,925	110,378,318	121,416,149	133,557,764	146,913,541
FINANCE & PLANNING					
TOTAL	96,655,782	106,321,360	116,953,496	128,648,846	141,513,730
A-I-A	-	-	-	-	-
NET	96,655,782	106,321,360	116,953,496	128,648,846	141,513,730
PERSONNEL	36,203,332	39,823,665	43,806,032	48,186,635	53,005,298
OPERATIONS	60,452,450	66,497,695	73,147,465	80,462,211	88,508,432
AGRICULTURE					
TOTAL	190,211,431	209,232,574	230,155,832	253,171,415	278,488,556
A-I-A	-	-	-	-	-
NET	190,211,431	209,232,574	230,155,832	253,171,415	278,488,556
PERSONNEL	159,962,214	175,958,435	193,554,279	212,909,707	234,200,678
OPERATIONS	30,249,217	33,274,139	36,601,553	40,261,708	44,287,879
WATER					
TOTAL	77,672,684	85,439,952	93,983,948	103,382,342	113,720,577
A-I-A	-	-	-	-	-
NET	77,672,684	85,439,952	93,983,948	103,382,342	113,720,577
PERSONNEL	46,039,292	50,643,221	55,707,543	61,278,298	67,406,127
OPERATIONS	31,633,392	34,796,731	38,276,404	42,104,045	46,314,449
HEALTH					
TOTAL	1,084,749,639	1,193,224,603	1,312,547,063	1,443,801,770	1,588,181,946
A-I-A	-	-	-	-	-
NET	1,084,749,639	1,193,224,603	1,312,547,063	1,443,801,770	1,588,181,946
PERSONNEL	689,585,932	758,544,525	834,398,978	917,838,875	1,009,622,763
OPERATIONS	395,163,707	434,680,078	478,148,085	525,962,894	578,559,183
LANDS					
TOTAL	41,348,595	45,483,455	50,031,800	55,034,980	60,538,478
A-I-A	-	-	-	-	-
NET	41,348,595	45,483,455	50,031,800	55,034,980	60,538,478
PERSONNEL	11,346,348	12,480,983	13,729,081	15,101,989	16,612,188
OPERATIONS	30,002,247	33,002,472	36,302,719	39,932,991	43,926,290
GENDER					
TOTAL	39,627,768	43,590,545	47,949,599	52,744,559	58,019,015
A-I-A	-	-	-	-	-
NET	39,627,768	43,590,545	47,949,599	52,744,559	58,019,015
PERSONNEL	8,956,791	9,852,470	10,837,717	11,921,489	13,113,638
OPERATIONS	30,670,977	33,738,075	37,111,882	40,823,070	44,905,377
TRANSPORT					
TOTAL	72,336,825	79,570,508	87,527,558	96,280,314	105,908,345
A-I-A	-	-	-	-	-
NET	72,336,825	79,570,508	87,527,558	96,280,314	105,908,345
PERSONNEL	8,025,848	8,828,433	9,711,276	10,682,404	11,750,644
OPERATIONS	64,310,977	70,742,075	77,816,282	85,597,910	94,157,701
TRADE					
TOTAL	59,176,198	65,093,818	71,603,200	78,763,520	86,639,871
A-I-A	-	-	-	-	-
NET	59,176,198	65,093,818	71,603,200	78,763,520	86,639,871
PERSONNEL	22,975,315	25,272,847	27,800,131	30,580,144	33,638,159
OPERATIONS	36,200,883	39,820,971	43,803,068	48,183,375	53,001,713
EDUCATION					
TOTAL	198,941,724	218,835,896	240,719,486	264,791,435	291,270,578
A-I-A	-	-	-	-	-
NET	198,941,724	218,835,896	240,719,486	264,791,435	291,270,578
PERSONNEL	168,724,169	185,596,586	204,156,244	224,571,869	247,029,056
OPERATIONS	30,217,555	33,239,311	36,563,242	40,219,566	44,241,522
ICT & SP					
TOTAL	39,284,780	43,213,258	47,534,584	52,288,042	57,516,846
A-I-A	-	-	-	-	-
NET	39,284,780	43,213,258	47,534,584	52,288,042	57,516,846
PERSONNEL	15,284,780	16,813,258	18,494,584	20,344,042	22,378,446
OPERATIONS	24,000,000	26,400,000	29,040,000	31,944,000	35,138,400
LEGAL					
TOTAL	11,656,537	12,822,191	14,104,410	15,514,851	17,066,336
A-I-A	-	-	-	-	-
NET	11,656,537	12,822,191	14,104,410	15,514,851	17,066,336
PERSONNEL	11,656,537	12,822,191	14,104,410	15,514,851	17,066,336
OPERATIONS	-	-	-	-	-
TOTAL RECURRENT					
GROSS	2,822,394,034	3,104,633,437	3,415,096,781	3,756,606,459	4,132,267,105
A-I-A	-	-	-	-	-
NET	2,822,394,034	3,104,633,437	3,415,096,781	3,756,606,459	4,132,267,105
PERSONNEL	1,647,390,612	1,812,129,673	1,993,342,641	2,192,676,905	2,411,944,595
OPERATIONS	1,175,003,422	1,292,503,764	1,421,754,140	1,563,929,554	1,720,322,510

Annex Table 6: Development Sector Ceilings for thr MTEF Period 2013/2014 - 2016/2017 (Kshs.)

	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018
COUNTY ASSEMBLY (CA)					
GROSS	90,000,000	99,000,000	108,900,000	119,790,000	131,769,000
GOK	90,000,000	99,000,000	108,900,000	119,790,000	131,769,000
GRANT	-	-	-	-	-
COUNTY EXECUTIVE					
GROSS	-	-	-	-	-
GOK	-	-	-	-	-
GRANT	-	-	-	-	-
CPSB					
GROSS	-	-	-	-	-
GOK	-	-	-	-	-
GRANT	-	-	-	-	-
CP SERVICE					
GROSS	-	-	-	-	-
GOK	-	-	-	-	-
GRANT	-	-	-	-	-
FINANCE & PLANNING					
GROSS	50,000,000	55,000,000	60,500,000	66,550,000	73,205,000
GOK	50,000,000	55,000,000	60,500,000	66,550,000	73,205,000
GRANT	-	-	-	-	-
AGRICULTURE					
GROSS	152,000,000	167,200,000	183,920,000	202,312,000	222,543,200
GOK	152,000,000	167,200,000	183,920,000	202,312,000	222,543,200
GRANT	-	-	-	-	-
WATER					
GROSS	278,950,000	306,845,000	337,529,500	371,282,450	408,410,695
GOK	278,950,000	306,845,000	337,529,500	371,282,450	408,410,695
GRANT	-	-	-	-	-
HEALTH					
GROSS	220,800,000	242,880,000	267,168,000	293,884,800	323,273,280
GOK	220,800,000	242,880,000	267,168,000	293,884,800	323,273,280
GRANT	-	-	-	-	-
LANDS					
GROSS	181,000,000	199,100,000	219,010,000	240,911,000	265,002,100
GOK	181,000,000	199,100,000	219,010,000	240,911,000	265,002,100
GRANT	-	-	-	-	-
GENDER					
GROSS	183,400,000	201,740,000	221,914,000	244,105,400	268,515,940
GOK	183,400,000	201,740,000	221,914,000	244,105,400	268,515,940
GRANT	-	-	-	-	-
TRANSPORT					
GROSS	329,500,000	362,450,000	398,695,000	438,564,500	482,420,950
GOK	329,500,000	362,450,000	398,695,000	438,564,500	482,420,950
GRANT	-	-	-	-	-
TRADE					
GROSS	145,500,000	160,050,000	176,055,000	193,660,500	213,026,550
GOK	145,500,000	160,050,000	176,055,000	193,660,500	213,026,550
GRANT	-	-	-	-	-
EDUCATION					
GROSS	166,050,000	182,655,000	200,920,500	221,012,550	243,113,805
GOK	166,050,000	182,655,000	200,920,500	221,012,550	243,113,805
GRANT	-	-	-	-	-
ICT & SP					
GROSS	96,695,174	106,364,691	117,001,161	128,701,277	141,571,404
GOK	96,695,174	106,364,691	117,001,161	128,701,277	141,571,404
GRANT	-	-	-	-	-
LEGAL					
GROSS	-	-	-	-	-
GOK	-	-	-	-	-
GRANT	-	-	-	-	-
TOTAL DEVELOPMENT					
GROSS	1,893,895,174	2,083,284,691	2,291,613,160	2,520,774,477	2,772,851,924
GOK	1,893,895,174	2,083,284,691	2,291,613,160	2,520,774,477	2,772,851,924
GRANT	-	-	-	-	-

Annex 1. Budget Calendar for FY 2014/2015 MTF BUDGET

Activity	Responsibility	Timeframe/Deadline
Develop and issue circular on Budget Preparation and MTEF Guidelines	C.E.C Finance & Planning	30 th August, 2013
Finalization of County Integrated Development Plan	All departments/Finance & Planning to co-	1 st September, 2013
Development of County Budget Review and Outlook Paper(BROP)	County Treasury	By 20 th September, 2013
Presentation of County Budget Review and Outlook Paper(BROP) to County Executive	County Treasury	By 27 th September, 2013
Review/Discussion/ Agreement on Supplementary Budget Proposals	County Treasury/all Departments	By 27 th September, 2013
Submission of Supplementary Budget Proposals to County Executive	County Treasury	By 27 th September, 2013
Presentation of County Budget Review and Outlook Paper to County Budget and Economic	C.E.C Finance & Planning in consultation	By 30 th September, 2013
Submission of County Budget Review and Outlook Paper(BROP) to the County Assembly	County Treasury	By 30 th September, 2013
Submission of Supplementary Budget Proposals to County Assembly	C.E.C Finance & Planning	By 4 th October, 2013
Submission of BROP to the County Assembly	C.E.C Finance & Planning	21st October, 2013
Circulation of approved BROP to County Executives and Accounting Officers	County Treasury	By 30th October, 2013
Capacity building for MTEF and Programme Based Budget(PBB)	C.E.C Finance & Planning in collaboration	September- October 2013
Departmental sections to submit their inputs to relevant Department County Headquarters	Departmental sections in the sub-counties	By 30th October, 2013
Start of Sector Consultations	All Departments-Finance and planning to	By 1 st November, 2013
Submission of final sector reports	All C.E.Cs for their respective Departments	By end of January 2014
Development of County Fiscal Strategy Paper(CFSP)	County Treasury	By end of January 2014
Submission of County Fiscal Strategy Paper(CFSP) to County Executive Committee for	County Treasury	By mid-February 2014
Presentation of County Fiscal Strategy Paper to County Budget and Economic Forum(CBEC)	C.E.C Finance & Planning in consultation	By 25 th February, 2014
Submission of County Fiscal Strategy Paper(CFSP) to County Assembly	County Treasury	By 28 th February, 2014
Issue of circular for finalization of 2014/15-2016/17 MTEF estimates and PBB	County Treasury	By mid- March 2014
Circulate approved County Fiscal Strategy Paper(CFSP) to County Executive and	County Treasury	By mid- March 2014
Finalization of Departmental itemized and Programme Based Budgets(PBB)	All Departments	By end-March 2014
Review and Finalization of Departmental itemized and Programme Based Budgets	County Treasury	By mid-April 2014
Submission of Budget Estimates to County Executive for approval	County Treasury	By mid-April 2014
Publish Departmental itemized and Programme Based Budgets	County Treasury	By 20 th April 2014
Presentation of Budget to County Assembly	C.E.C Finance & Planning	By 30 th April 2014