

COUNTY GOVERNMENT OF KITUI



THE COUNTY ASSEMBLY

THIRD ASSEMBLY – (SECOND SESSION)

THE COUNTY BUDGET AND APPROPRIATIONS COMMITTEE

REPORT ON CONSIDERATION OF  
THE KITUI COUNTY BUDGET ESTIMATES FOR  
THE FINANCIAL YEAR  
2023/2024

*Clerk  
Approved.  
  
12/06/2023*

CLERK OF ASSEMBLY CHAMBERS

P. O BOX 694

KITUI

JUNE, 2023

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## ABBREVIATIONS AND ACRONYMS

ADP	Annual Development Plan
ASDSP	Agriculture Sector Development Support Programm
BPS	Budget Policy Statement
CARA	County Allocation of Revenue Act
CARB	County Allocation of Revenue Bill
CASB	County Assembly Services Board
CECM	County Executive Committee Member
CFSP	County Fiscal Strategy Paper
CGA	County Governments Act
CGAA	County Governments Additional Allocation
CHVs	Community Health Volunteers
CIDP	County Integrated Development Plan
CLIDP	Community Level Infrastructure Development Programme
CoK	Constitution of Kenya
DTCs	Drought Tolerant Crop Seeds
ECDE	Early Childhood Development
ELRP	Emergency Locust Response Program
FLLoCA	Finance locally – Led Climate Action
FY	Financial Year
ICT	Information Communication Technology
ICT	Information Communication Technology
IDA	International Development Association
IHMIS	Integrated Health Information Management System
KCRH	Kitui County Referral Hospital
KICOSCA	Kenya Inter-Counties Sports and Cultural Association

<b>KYISA</b>	Kenya Youth Inter-County Sports Association
<b>NARIGP</b>	National Agricultural and Rural Inclusive Growth Project
<b>NAVCDP</b>	National Agricultural Value Chain Development Project
<b>OSR</b>	Own Source Revenue
<b>PELUM</b>	Participatory Ecological Land Use Management
<b>PFM</b>	Public Finance Management
<b>PLWDs</b>	Persons Living with Disabilities
<b>SEKEB</b>	South Eastern Kenya Economic Bloc
<b>SHEP</b>	Smallholder Horticulture Empowerment & Promotion
<b>VTC</b>	Vocational Training Centres

## **1.0 PREAMBLE**

**Mr. Speaker,**

The County Budget Estimates for the financial year (FY) 2023/2024 is the eleventh estimates of revenue and expenditure for the County since devolution was ushered under the new Constitution of Kenya (CoK), 2010. It is the first main budget under the current administration. Unlike the budget for the FY 2022/2023 which was submitted a bit earlier due to the general elections that were held last year, August, 2022, the Budget under consideration was submitted in line with Section 129 (2)(a) of the Public Finance Management (PFM) Act, 2012 on 28<sup>th</sup> April, 2023. It is a budget that is being prepared after the full reopening of the Country's economy with anticipated gradual recovery from different sectors.

**Mr. Speaker,**

A budget is a primary and a fundamental financial tool that is key in providing controls over revenues and expenditures in Government institutions. Budgets are integral measures of preserving controls of government's finances and are means of attaining the financial reporting objectives and accountability. It is an instrument that determines the total expenditure of an organization as well as ensuring such expenditures are consistent with the total revenues thus leading to a balanced budget as envisaged in Regulation 31 (c) of the PFM (County Government) Regulations, 2015.

**Mr. Speaker,**

The main purposes for budgeting are for resource allocation, planning, coordination, control and motivation. It is also an important tool for decision making, monitoring business performance and forecasting income

and expenditure. Article 224 of the CoK, 2010 envisions such state of affairs that each county government shall prepare and adopt its own annual budget and Appropriation Bill in the form, and according to the procedure, prescribed in an Act of Parliament. It is however unfortunate that most of the County Governments raise very little finances through the Own Source Revenue (OSR) against the amount required to finance their annual budgets. To a greater extent the Counties over rely on the National Government through equitable share and grants that are disbursed in every financial year through the County Allocation of Revenue Act (CARA).

**Mr. Speaker,**

The CoK, 2010 envisages decent principles in public resource mobilization, planning and management. Consequently, and in adherence to the above provisions of the law, the County Governments are guided by the PFM Act, 2012, specifically in Part 4 (four) of the Act that touches on the County Governments' responsibilities with respect to Management and Control of Public Finances. It is a process that is also guided by PFM (County Government Regulations), 2015 among other regulations, prudence and good financial norms that are practiced in government institutions.

**Mr. Speaker,**

It is important further to note that the CoK, 2010 and the PFM Act, 2012 both places significant responsibilities on the County Assemblies as relates to financial management in particular regarding to resource mobilization, allocation, monitoring and control. The County Assembly is bestowed with the responsibility for approval of both financial and non-financial plans and as suggested by the law should thus provide strategic leadership and intent for judicious resource application at the County disposal. Consequently, expenditures should be channeled to address the socio-



economic deficiencies and expeditious improvement in service delivery to the Kitui citizenry.

**Mr. Speaker,**

Section 130 and 131 of the PFM Act, 2012 bestows the fundamental responsibility of the County Budget approval and the relevant appropriations law to the County Assemblies.

Specifically, Section 131 (1 and 2) of PFM Act, 2012 inter alia provides that;

- (i) *“the County Assembly shall consider the County Government Budget Estimates with a view to approving them, with or without amendments in time for the relevant appropriation law and any other laws required to implement the budget to be passed by the 30<sup>th</sup> June, in each year.*
- (ii) *before the County Assembly considers the estimates of revenue and expenditure, the relevant Committee of the County Assembly shall discuss and review the estimates and make recommendations to the County Assembly”*

It is in adherence to the above provisions therefore; the County Annual Budget Estimates are usually submitted to the County Assemblies for approval and timely enough to allow such approvals within the timelines set above by the Law.

**Mr. Speaker,**

From the foregoing, the submitted County budget estimates, 2023/2024 were submitted to the County Assembly on 28<sup>th</sup> April, 2023 and laid on the Table of the Assembly on the 9<sup>th</sup> May, 2023 during the afternoon sitting. The estimates were deemed to have been committed to each Sectoral Committee without question put to deliberate upon according to their

respective mandate and report to the County Budget and Appropriations Committee pursuant to the provisions of Standing Order 206 (3) and (4).

**Mr. Speaker,**

Section 131 (2) of the PFM Act, 2012 and Standing Order 206 (5) further provides that, County Budget and Appropriations Committee shall discuss and review the Estimates and make recommendations to the County Assembly, taking into account the recommendations of the Sectoral Committees, the views of the County Executive Committee Member (CECM) for Finance and members of the public. Therefore, to consider these estimates, the Committee was guided by the above submissions in making her recommendations to the Assembly for adoption.

**Mr. Speaker,**

In compliance with Article 196 and 201 of the CoK, 2010, Section 131 (2) of the PFM Act, 2012 and the Standing Orders, the proposed budget estimates were subjected to public participation exercise. An advert was placed in the Kitui County Assembly website on 22<sup>nd</sup> May, 2023 inviting the public for a physical public participation on 29<sup>th</sup> and 30<sup>th</sup> May, 2023 for all the eight Sub-Counties at the following centers: -

- i. Monday, 29<sup>th</sup> May, 2023
  - Kitui Multi-purpose Training Institute – Hall for Kitui Central, West, and Rural South Sub-Counties,
  - Mutomo Chiefs Camp (Mutomo Town) – for Kitui South Sub County
  - Zombe AIC Church (Zombe Town) – for Kitui East Sub -County
- ii. Tuesday, 30<sup>th</sup> May, 2023
  - Mwingi Resource Centre – for Mwingi Central and West Sub Counties, and

- Kyuso Market – for Mwingi North Sub County.

**Mr. Speaker,**

The advert had also requested for interested Members of the public and institutions to submit written memoranda with views on the submitted budget to the Office of the Clerk of Assembly via the email address [kituiassembly@gmail.com](mailto:kituiassembly@gmail.com) on or before 30<sup>th</sup> May, 2023. The exercise was fruitful as representatives from across the eight sub-counties attended and written memoranda to that effect were received from Participatory Ecological Land Use Management (PELUM) Association -Kenya and Kitui County Disability Network both dated 30<sup>th</sup> May, 2023.

**Mr. Speaker,**

The exercise was marked by robust interactive sessions between Members of the County Budget and Appropriations Committee, Members of the County Assembly and members of the public. This saw the members of the public give their input and proposals for consideration by the Assembly which ultimately culminated to this report by the County Budget and Appropriations Committee for adoption by the Assembly.

## **2.0 ESTABLISHMENT AND COMPOSITION OF THE COMMITTEE**

### **2.1 Committee Composition**

**Mr. Speaker,**

The County Budget and Appropriations Committee is established under the provisions of Standing Order 186 which as well spells the mandate and the functions of the Committee. As currently constituted, the Committee comprises of the following Members;

1. Hon. Zacchaeus Ivutha Syengo	-Chairperson
2. Hon. Jacquelyne Cate Kalenga	-Vice Chairperson
3. Hon. Alex Mutambu Nganga	-Member
4. Hon. Boniface Mukwate Katula	-Member
5. Hon. Sylvester Kitheka Munyalo	-Member
6. Hon. Malinga Munyao	-Member
7. Hon. Kyalo Kimuli	-Member
8. Hon. Mary Mwendu Mutune	-Member
9. Hon. Mercy Muliwa Muema	-Member

## 2.2 The Committee's Mandate

**Mr. Speaker,**

Standing Order 186 (3) outlines the roles of the County Budget and Appropriations Committee as to inter alia: -

- i. Investigate, inquire into and report on all matters related to coordination, control and monitoring of the county budget.*
- ii. Discuss and review the estimates and make recommendations to the Assembly.*

Arising therefrom and pursuant to the provisions of Section 131 (2) of the PFM Act, 2012, the Committee considered the Kitui County Budget Estimates, 2023/2024 in pursuit of her mandate as articulated above by the law.

## 3.0 METHODOLOGY

**Mr. Speaker,**

In conducting this exercise, the Committee engaged representatives from both the County Executive and the Assembly in a rigorous interactive

sessions taking into account the relevant provisions of the law. The exercise involved the following activities: -

- i. Direct engagement into discussions with invitees from both the Executive and the Assembly,
- ii. Reviewing Sectoral considerations reports and submissions by the respective Chairpersons,
- iii. Interrogation of budget documents availed to the Committee,
- iv. Reviewing budget performance for FY 2022/2023,
- v. Reviewing and consideration of memorandum submitted to the office of the Clerk of Assembly by the CECM Finance, and
- vi. Consideration of public participation reports from the five designate centers as well as the two memoranda from the aforementioned institutions.

**Mr. Speaker,**

It is worth noting that the submitted budget had explanation notes as required under regulation 39 of the PFM (County Governments) Regulations 2015. Nonetheless, the notes did not in any way explain the details of the proposed allocations to comprehension by the Committee since most of it was lifting the budget item line name as the respective notes. It was also evident that projects to be undertaken in the proposed budget had not been identified as to the name, location and cost, thus making it very difficult for the Committee to understand and make an attempt to have a balanced County development. The budget allocations should be explicit in nature; indicating all the project details for accountability and effective oversight by the Assembly Committees. The situation thus necessitated the Committee to make a deliberate move to

seek for more information as relates to the submitted budget to ensure a full understanding of the statutory document.

**Mr. Speaker,**

It is important to appreciate the critical role undertaken by the Sectoral Committees in this budget approval process. The consideration exercise by the Sectoral Committees took place at Mwingi Cottage Hotel with effect from 31<sup>st</sup> May to 4<sup>th</sup> June, 2023. During this exercise, the Committees intensively interacted with the CECMs from all the County Ministries on the proposed sector budget allocations. The exercise was undertaken pursuant to the provisions of Section 131 (2) of the PFM Act, 2012 and Standing Order 206 which provides that;

*“Each Sectoral Committee shall consider, discuss and review the Estimates according to its mandate and submit its report and recommendations to the Budget and Appropriations Committee within twenty-one days, after being laid before the County Assembly”.*

**Mr. Speaker,**

It is worth noting that the Sectoral reports submitted by the various Committees' Chairpersons were a reflection that an intensive interrogation had been undertaken by the Committees. Indeed, their recommendations thus forms part of the final submissions made in this report for adoption by the Assembly. Nevertheless, some of the reports still lacked very crucial details as relates to budget implementation status, history on County rolling projects and material data for projects to be implemented in with the proposed budget, 2023/2024.

Further, some recommendations to have additional funding for some programmes and budget lines lacked corresponding reductions within the departments for balancing purposes and vice versa. Justifications for

proposed reallocations were neither recorded to support such decisions in their reports. Thus, owing to these facts, it was prudent for the County Budget and Appropriations Committee to further seek for more insights on the proposed allocations in order to make a decision from an informed background.

#### **4.0 BACKGROUND**

**Mr. Speaker,**

Section 129 (2) of the PFM Act, 2012 inter alia provides that;

*“Following approval by the County Executive Committee, the County Executive Committee Member for Finance shall-*

*Submit to the County Assembly the budget estimates, supporting documents, and any other Bills required to implement the budget except the Finance Bill, by the 30th April in that year ...’*

The Kitui County Budget for the FY, 2023/2024 was submitted within timelines as highlighted above in this report. It is however unfortunate that the same was done when the County Government had no approved County Integrated Development Plan (CIDP). The current CIDP (2017-2022) is coming to an end at the end of this FY June, 2023. Informed by the above, it will ultimately imply that the County has to work in a retrogressive manner to ensure the budget for the FY 2023/2024 forms the activities for the first year of implementation for the third generation CIDP (2023- 2027).

**Mr. Speaker,**

The budget estimates were prepared in line with the approved Budget Policy Statement (BPS), 2023 due to the fact that the CARA, 2023 law was yet to be approved by the National Parliament. The submitted total

estimated expenditure for the both arms of the Government totaled to Kshs. 11,680,428,432. This includes Kshs. 10,770,738,475 and Kshs. 909,689,957 for both the County Executive and the County Assembly budgets respectively. It is important noting that the submitted budget did not include revote from the current financial year as it would be too early to estimate with certainty the revote figures.

**Mr. Speaker,**

Section 125 of the PFM Act, 2012 outlines the statutory procedure to be observed by the County Governments in processing budgets to include approval of statutory planning documents in the following order;

- i. The CIDP
- ii. The Annual Development Plan (ADP)
- iii. The County Fiscal Strategy Paper (CFSP)
- iv. The Budget Estimates and
- v. The Appropriation Law.

As indicated above, the ADP and the Annual Budget Estimates were prepared outside an approved CIDP. The exercise thus was not fully compliant to the above provision of the law. Nevertheless, the County is at the moment working round the clock to ensure that the third generation CIDP (2023-2027) is approved at the earliest time not to affect the uploading of the budget under consideration.

**Mr. Speaker,**

This is the County Budget in the Assembly history that has been given the utmost attention. Before the scrutiny by the Sectoral Committees, the Members of the County Budget and Appropriations Committee and the Members of the Assembly were rigorously taken through the submitted budget from 22<sup>nd</sup> to 27<sup>th</sup> May, 2023. This was intended for them to



familiarize with the budget and have a full understanding of the proposed allocations contained therein. This being the first annual budget to be considered by the Third Assembly, it was important for the Members to sufficiently interact with the document before the consideration exercise began.

## **5.0 ACKNOWLEDGEMENT**

**Mr. Speaker,**

On behalf of the Committee, I extend my gratitude to the Offices of the Speaker and that of the Clerk of the Assembly for the guidance and the necessary logistical support in this exercise. I also appreciate the Members of the Committee for the dedication and commitment in ensuring that the budget consideration process was successfully done during the retreat period of 5<sup>th</sup> to 11<sup>th</sup> June, 2023 at Pride Inn Azure, Nairobi. Completing the exercise within the set time was a great score in adhering to the Assembly Calendar to finalize with the budget process before 30<sup>th</sup> June as statutorily set by the law.

**Mr. Speaker,**

The Members of the County Assembly and the Sectoral Committees have played a very critical role in this budget approval process. Their consideration and recommendations on the Sector budgets were a true guide in making the final recommendations to the Assembly.

The Committee is indebted to the Members of County Assembly Service Board (CASB), the CECMs for various County Ministries and the CECM for Finance, Economic Planning and Revenue Management for the invaluable input during the Sectoral Committees considerations and the final submissions on the budget. The views by the members of the public and

private institutions through public participation were of significant role in making recommendations on the submitted budget.

Finally, I acknowledge the invaluable technical support offered by the staff from the County Assembly. Their input in successfully compiling this report was a great milestone in the entire budget approval process.

**Mr. Speaker,**

It is therefore my pleasant duty and pleasure and on behalf of the County Budget and Appropriations Committee to table this report and the recommendations for adoption by the Assembly.

A handwritten signature in blue ink, appearing to read 'Zacchaeus', with a stylized flourish at the end.

**Hon. Zacchaeus Ivutha Syengo, MCA**  
**Chairperson, County Budget and Appropriations Committee**  
**June, 2023**

## **6.0 THE COUNTY BUDGET ESTIMATES FOR FINANCIAL YEAR 2023/2024**

**Mr. Speaker,**

The submitted County Budget totaled to Kshs. 11,680,428,432 as indicated above in this report. However, the budget was revised upwards to Kshs. 11,891,575,395 owing to increase in equitable share by County Allocation of Revenue Bill (CARB), 2023 with Kshs. 7,288,325 and increase in Conditional grants by the County Governments Additional Allocations (CGAA) Bill, 2023 with Kshs. 203,858,637. It is however important noting that the two Bills are still under consideration by the National Parliament.

The CECM Finance, Economic Planning and Revenue Management further had written a memorandum to the County Assembly on the submitted budget. This was done vide a letter referenced CGKTI/CT/FIN/1/ (2023-2024)/43 dated 7<sup>th</sup> June, 2023 which had responses to some issues raised by the County Budget and Appropriations Committee for clarifications **see annex ix**. The memorandum had also analyzed the Conditional Grants which had been revised upwards by Kshs. 203,858,637 as indicated above. The Committee in considering the submitted budget will thus be addressing itself to a total County budget of Kshs. 11,891,575,395.

**Mr. Speaker,**

The subject budget is incremental from the submitted budget for the FY 2022/2023 of Kshs. 11,659,195,524 by Kshs. 232,379,871. Though the CARB is yet to be approved, the County budgets over the period have a clear incremental trend with gradual growth as indicated below in this report. However, this amount is expected to increase after inclusion of the Actual revote at the end of the FY 2022/2023 which will be factored in

the subsequent supplementary budget. The overall submitted budget figures over the period have been tabulated as shown below: -

**(Without re-vote)**

2013/2014 – Kshs. 6,548,244,241  
2014/2015 – Kshs. 7,635,960,523  
2015/2016 – Kshs. 8,089,575,084  
2016/2017 – Kshs. 8,889,828,722  
2017/2018 – Kshs. 9, 873,405,731  
2018/2019 – Kshs. 11,775,231,412  
2019/2020 – Kshs. 11,378,500,249  
2020/2021 – Kshs. 11,241,866,317  
2021/2022 – Kshs. 11,699,195,524  
2022/2023 – Kshs. 11,659,195,524  
2023/2024 – Kshs. 11,891,575,395 (As revised).

**Mr. Speaker,**

The proposed County budget Estimates, 2023/2024 were separately submitted on 28<sup>th</sup> April, 2023, from both Arms of the Government by the CECM, County Treasury and the Clerk of Assembly respectively. The County budget submitted by the CECM - Finance, Economic Planning and Revenue Management comprised of a gross allocation of Kshs. 8,178,152,214 and Kshs. 3,502,276,218 for both recurrent and development expenditures respectively, the increment of Kshs. 232,379,871 not included. It is important to note that the budget submitted by the CECM- Finance, Economic Planning and Revenue Management for the County Assembly had an allocation of Kshs. 909,689,957 which tallied with that submitted by the Clerk of Assembly.

**Mr. Speaker,**

Section 107 of the PFM Act, 2012 provides that the budget revenue and expenditure appropriations shall be balanced. The submitted budget was equally balanced at a total allocation of Kshs. 11,891,575,395. The budget had also complied with Regulation 31 (c) of the PFM (County Government) Regulations, 2015 with 70% recurrent and 30% development expenditures. It was however revealed upon a close scrutiny of the budget that there were some expenditures estimated to Kshs. 157,524,674 which are recurrent in nature but placed as development expenditure. The memorandum by the CECM to the Committee however may improve the development ratio with increased grants. The submitted budget still indicates a diminishing trend in development expenditure which may put the County service delivery at jeopardy.

**Mr. Speaker,**

The submitted budget estimates for the FY, 2023/2024 is proposed to be financed through the following: -

Equitable share	Kshs. 10,829,486,936
Grants	Kshs. 562,088,459
OSR	Kshs. 500,000,000
<b><u>TOTAL</u></b>	<b><u>Kshs. 11,891,575,395</u></b>

The CARB, 2023 has indicated that the County's equitable share allocation for this FY 2023/2024 to be Kshs. 10,829,486,936.

The grants are as contained in the County Governments Additional Allocations (CGAA) Bill, 2023 which is under the consideration by the National Parliament;

i.	Sweden-Agricultural Sector Development Support Programme (ASDSP) -	Kshs. 1,292,965
ii.	World Bank Credit to Finance locally – Led Climate Action Program (FLLoCA) -	Kshs. 11,000,000
iii.	World Bank Agricultural - Rural Growth NARIGP –	Kshs. 150,000,000
iv.	World Bank (Emergency Locust Response Project (ELRP) –	Kshs. 133,683,243
v.	IDA (World Bank) credit (National Agricultural Value Chain Development Project (NAVCDP)	Kshs. 250,000,000
vi.	<u>HSSP/HSPS – (DANIDA/IDA) –</u>	<u>Kshs. 16,112,250</u>
	<b><u>TOTAL</u></b>	<b><u>Kshs. 562,088,458.</u></b>

It is important to note that the Actual grants will be ascertained once the subject Bill is enacted.

**Mr. Speaker,**

The OSR in the submitted budget is Kshs. 500M which is higher than the target approved in the CFSP of Kshs. 450M. This is an increase of Kshs. 50M, a deviation from the CFSP, 2023/2024 and Kshs. 80M from the Second Supplementary budget 2022/2023 this being a very lean increment. It is unfortunate to note that the County over the period has never attained her target for OSR even after retaining the same not above Kshs. 500M. This is an issue the County requires to dearly look into with a deliberate attempt to improve on. It is in the common domain that the County has a high revenue potential that requires strategic revenue mobilization, administration and management.

**Mr. Speaker,**

The deviation from the approved CFSP, 2023/2024 by the County spending entities is as analyzed in the table below: -

Table 1. (Deviations from the approved CFSP)

County Ministry	Total Budget Estimates FY 2023-24 (A)	Approved CFSP Ceilings (B)	Variance (A-B)
Office of the Governor	1,986,624,387	1,924,644,129	61,980,258
Office of the Deputy Governor	225,941,558	200,357,186	25,584,372
Ministry of Water & Irrigation	590,502,956	585,959,519	4,543,437
Ministry of Basic Education, Training & Skills Development	1,026,656,037	898,981,726	127,674,311
Ministry of Roads, Public Works & Transport	663,936,099	722,559,699	-58,623,600
Ministry of Health & Sanitation	3,603,301,820	3,621,709,875	-18,408,055
Ministry of Trade, Industry, MSMEs Innovations & Cooperatives	396,261,452	415,902,998	-19,641,546
Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	251,929,125	248,649,157	3,279,968
Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	186,216,242	193,203,936	-6,987,694
Finance, Economic Planning and Revenue Management	514,184,750	581,122,273	-66,937,523
County Public Service Board	75,502,133	81,252,043	-5,749,910
County Assembly Service Board	909,689,957	909,689,957	0
Kitui Municipality	170,350,511	193,448,399	-23,097,888
Mwingi Town Administration	88,228,113	87,362,469	865,644
Ministry of Agriculture & Livestock	824,400,505	803,447,720	20,952,785
Ministry of Lands, Housing and Urban Development	166,702,787	177,988,034	-11,285,247
<b>TOTALS</b>	<b>11,680,428,432</b>	<b>11,646,279,120</b>	<b>34,149,312</b>

## 7.0 COMPLIANCE WITH THE LEGAL PROVISIONS

**Mr. Speaker,**

County budget making is a legal process as contemplated in our laws viz; The CoK, 2010, the PFM Act, 2012 and the County Government Act (CGA), 2012, the PFM (County Governments) Regulations 2015 and the County Assembly Standing Orders etc. Further, the process is guided by other statutory tools such as budget guidelines as issued through circulars from the National and County Treasury and the BPS issued by the principal Secretary, National Treasury.

The above pieces of legislation are commonly relied on in any government budgeting process. The County budget under consideration was subjected to and to some extent passed the legal test. This notwithstanding, there were some concerns that the budget did not adhere to the CFSP expenditure ceilings. The increase in resource envelope through the Conditional grants was expected to raise the affected Ministerial expenditure ceilings without reduction of some Ministries as witnessed above. The expenditure on personnel emoluments was beyond the statutory threshold and also some recurrent expenditure items were captured as development which is against the general accounting principles.

As contemplated in Article 224, the County Governments like any other public institution majorly relies on the PFM Act, 2012 which provides for all the necessary statutory procedures and requirements in the budget making process. This includes formulation and adoption of statutory documents such as the CIDP, ADP, CFSP and lastly the County Budget Estimates as indicated above in the sequence of budget processing.

**Mr. Speaker,**

Section 107 of the PFM Act, 2012 further sets out the fiscal responsibility principles/objectives to be observed when making a County budget as listed hereunder: -

- a) the county government's recurrent expenditure shall not exceed the county government's total revenue;*
- b) over the medium term a minimum of thirty percent of the county government's budget shall be allocated to the development expenditure;*
- c) the county government's expenditure on wages and benefits for its public officers shall not exceed a percentage of the county*



*government's total revenue as prescribed by the County Executive member for finance in regulations and approved by the County Assembly;*

- d) over the medium term, the government's borrowings shall be used only for the purpose of financing development expenditure and not for recurrent expenditure;*
- e) the county debt shall be maintained at a sustainable level as approved by county assembly;*
- f) the fiscal risks shall be managed prudently; and*
- g) A reasonable degree of predictability with respect to the level of tax rates and tax bases shall be maintained, taking into account any tax reforms that may be made in the future.*

**Mr. Speaker,**

Though the submitted budget complies to most of the provisions stated above, it is however noticeable that the County Government's expenditure on wages and personnel benefits is at 47%. This exceeds the percentage as set out in regulation 25(1)(b) of the PFM (County Governments) Regulations, 2015. The CECM Finance, Economic Planning and Revenue Management for that matter is required to have submitted a responsibility statement to the Assembly on how to address this pursuant to the provisions of Section 107 of the PFM Act, 2012.

The Committee further noted instances of misplacement of priorities, huge allocations to activities which can be undertaken at lesser sums and vice versa, replication of services across departments, and introduction of programmes which were not contained in the approved CFSP, 2023/2024. Informed by these instances, the Committee has undertaken critical

examination to these budget items and has made some recommendations in an attempt to mitigate the highlighted inconsistencies.

## **8.0 REVIEW OF SUBMISSIONS BY MEMBERS OF THE PUBLIC AND SECTORAL COMMITTEES' RECOMMENDATIONS ON THE SUBMITTED COUNTY BUDGET 2023/2024.**

### **8.1 Public participation**

**Mr. Speaker,**

Public participation was conducted on the budget estimates for the financial 2023/2024 on 29<sup>th</sup> and 30<sup>th</sup> May, 2023 for the eight sub-counties as indicated above in this report. The cross cutting major issues that arose during this exercise included and not limited to the following: -

- i. The allocation for Community Level Infrastructure Development Programme (CLIDP) should be increased. The cumulative benefits of projects under this program have direct positive impact across the County.
- ii. That the allocation for certified crop seeds should be increased so as to benefit more farmers. The line Ministry should conceptualize a fair and structured criteria for selecting beneficiaries.
- iii. That increase the allocation for water harvesting, structures and extensions. This is an essential service as water is a scarce resource across the County.
- iv. That sufficiently address the needs in the Early Childhood Development Education (ECDE) centres by;
  - Increasing the allocation for ECDE centres to construct at least two new classrooms in every centre.

- Providing an allocation for repairs and maintenance of the old ECDE classrooms.
  - Providing an allocation to support the feeding programme in all the ECDE centres.
  - Improving the facilities to the right capacity to handle the new competency-based curriculum.
- v. That enhance allocations under the Ministry of Health to ensure the following: -
- Hiring of adequate medical personnel,
  - Completion and operationalization of stalled health facilities across the County, and
  - Acquiring additional specialized medical equipment and establishment of Intensive Care Units in the County referral hospitals to reduce cost of treatment to affordable levels and as well reduce premature demises occasioned by lack of specialized treatment.
- vi. That the County should consider increasing stipends for the Community Health Volunteers (CHVs) who offer very essential services in the community.
- vii. That the allocation related to sports and talent searching in various sporting activities should be increased. In addition, the same will enhance catering for support of County tournaments, improvement of sport facilities and equipment such as trophies, uniforms, balls and playing boots among other equipment.
- viii. The members of the public also emphasized on the need to have itemized projects in the budget for all departments, stated in an explicit and precise manner to avoid replication and vague allocations. The same will go along with effective oversight and

monitoring and evaluation by the Assembly Committees and the public at large.

- ix. That pro-poor allocation should be increased to cover more beneficiaries.
- x. That there should be prudence in resource applications by the County. Right priorities should take lead and ensure equitable distribution of projects across the forty wards.
- xi. The allocation earmarked for Persons Living with Disabilities (PLWDs) should be enhanced to provide more aiding equipment to this special group. The County should make a positive stride in addressing the special needs of PLWDs as part of our dear community.
- xii. That the County should enhance allocations made for rural electrification and solar powered lighting in our town centers. This will increase safety and hours of trade in our market centers, and
- xiii. That the allocations made for new road opening, grading and sport murraming should be increased to enhance County road network.

## **8.2 Sectoral Committee reports**

### **Mr. Speaker,**

The Sectoral Committees compiled their respective sector reports and submitted to the Committee on 4<sup>th</sup> June, 2023. This was paramount in giving the sectors' input for consideration. The Committees amply interrogated and considered their Sector budgets and made key recommendations on some of the proposed budget Activities. Nevertheless, some of the proposed additions and reductions recommended by the Committees were not justified and supported by any statistical information from the trend of certain expenditures nor the status

of implementation of projects with previous budget allocations. Some of the proposed additional allocations to some budget items did not as well indicate the corresponding reductions. This left the budget Committee with no alternative other than to address the same during her recommendations to the Assembly for adoption. This was paramount in ensuring a balanced budget as envisaged by law.

**Mr. Speaker,**

The recommendations in this report will therefore borrow a lot from the contribution and concerns raised above by the general public and sectoral Committees. The Committee will endeavor to align the budget and accommodate the concerns raised within the available resource envelop, adhere to the fiscal responsibility as well as the resolutions adopted by the County Assembly on the CFSP, and ensure fairness and equitable allocation of resources.

**Mr. Speaker,**

The Committee took ample time to interact with CECM Finance, Economic Planning and Revenue Management as required of it by Section 131 (2) of the PFM Act, 2012, the technical staff from his Ministry and the Members of CASB. During these sessions, an intensive interrogation to the submitted budget together with the memorandum was done during which clarifications on most of the allocations was made to a satisfactory level. This gave the Committee an opportunity to make justified decisions on the subject budget.

## 9.0 COMMITTEE OBSERVATIONS.

Mr. Speaker,

The Committee on undertaking an examination and analysis of the submitted budget made the following observations;

### 1. Total submitted budget

The total submitted budget by the CECM – Ministry of Finance, Economic Planning and Revenue Management was Kshs. 11,680,428,432 which later was revised upwards to Kshs. 11,891,575,395. The increment was attributed to increase in grants and equitable share in the proposed Bills; CGAA, Bill and CARB, 2023 under consideration by the National Parliament.

### 2. The resource envelope

The budget has a proposed resource envelope of Kshs. 11,891,575,395.

This comprises of;

Equitable share	Kshs. 10,829,486,936
Grants	Kshs. 562,088,459
OSR	Kshs. 500,000,000
<b><u>TOTAL</u></b>	<b><u>Kshs. 11,891,575,395</u></b>

The proposed OSR in the submitted budget totaled to Kshs. 500M. This is higher by Kshs. 50M from the revenue target in the approved CFSP, 2023/2024 amount of Kshs. 450M.

### 3. Grants

That there is an allocation of Kshs. 562,088,459 for Grants. These are as contained in the CGAA Bill, 2023. It is imperative to note that the submitted budget lacks the specific listing of the projects/programmes to be undertaken by different grants allocations across the Ministries.

**4. Comparative analysis of proposed allocations.**

That the submitted budget had a development budget of Kshs. 3,502,276,218 and a recurrent of Kshs. 8,178,152,215 which translates to 30% and 70% respectively. However, the same may vary once the Committee makes her recommendations in this report. This had gone down from 31% and 69% as contained in the approved CFSP respectively.

**5. Compliance with the Approved County Fiscal Strategy Paper.**

That in preparing the budget estimates 2023/2024, the Ministry of Finance, Economic Planning and Revenue Management had not complied with the ceilings approved in the CFSP. It was notable that key components like OSR and expenditure ceilings across the Ministries were not observed.

**6. Allocations proposed for salaries for permanent employees.**

The submitted budget had a personnel ratio of 47% which offends regulation 25(1)(b) of the PFM (County Government) Regulations, 2015.

**7. The budget explanation notes.**

That the submitted budget estimates had explanation notes as required under regulation 39 of the PFM (County Governments) Regulations 2015. However, the notes for the executive budget lacked very crucial information to elaborate on the proposed expenditure allocations. This has been the case year in year out with similar recommendations to have the same enhanced but in vain.

**8. During the Sectoral Committee interactions with the CECMs from various County Ministries, information shared on the proposed projects revealed an inequitable distribution of projects across the County. The**

Committee will thus seek to rationalize the same in an endeavor to achieve fairness in all the wards.

**9. Items that are recurrent but included in the development budget.**

That the submitted budget has classified some budget items which are recurrent in nature as development expenditures totaling to Kshs. 157,524,674 as contained in table 2 below;

**Table 2: List of recurrent expenditures factored under development**

S. NO.	MINISTRY	ITEM DESCRIPTION	AMOUNT
1	Ministry of Education, Training & Skills Development	Pre-Feasibility, Feasibility and Appraisal Studies (policy on ECDE feeder schools)	5,000,000
2	Ministry of Roads, Public Works & Transport	Pre-feasibility, Feasibility and Appraisal Studies - Training / Capacity Building of Contractors - 50No. Per Ward	15,000,000
		Purchase of Motor Vehicles - Purchase of 3 Pool vehicles for the Ministry	26,000,000
		Pre-feasibility, Feasibility and Appraisal Studies - Training of <i>Boda Boda</i> Operators and Issuance of Licenses	15,000,000
3	Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives	Pre-feasibility, Feasibility and Appraisal Studies (Organize Investors Conference)	20,800,000
4	Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	Research (Develop solid waste management policy and strategy for Kitui County)	3,000,000
		Research (Kitui County sustainable charcoal management policy)	2,000,000
		Research (Formulation and implementation of sustainable mineral management policy)	2,000,000
		Research, (Formulation and implementation of sustainable sand harvesting management policy and bill)	2,000,000
		Research (Geological assessment of mineral resources in Nguni, Ngomeni and Nuu Wards in Kitui County)	2,000,000



S. NO.	MINISTRY	ITEM DESCRIPTION	AMOUNT
5	Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	Prefeasibility - Conduct Baseline Survey to profile youth alongside skills (To identify skills available among youth for planning purposes on employability and training, to plan with locally available human resources in mind)	3,000,000
		Other Infrastructure and Civil Works - Centralization of ICT systems and network	3,000,000
		Acquisition of Other - Asset register and tagging report	1,500,000
6	Ministry of Agriculture & Livestock	Development Of Guaranteed Minimum Return Policy and Bill	5,500,000
		Research, Feasibility Studies (seed distribution and supervision)	2,000,000
		Purchase of Computers, Printers and other IT Equipment (Procure 15 assorted Extension ICT equipment)	1,500,000
		Research, Feasibility Studies (Extension and Advisory services programme - 100,000 farmers trained on TIMPs)	5,000,000
		Research, Feasibility Studies (logistical support during AI, distribution of Sahiwal bulls, beehives, capacity building of farmers during pasture seed distribution and establishment)	2,000,000
		Pre-feasibility, Feasibility and Appraisal Studies (logistical support during vaccinations and distribution of motorized spray pumps)	1,000,000
7	Kitui Municipality	Formulation and facilitation of approval and adoption of Municipal policies on: Solid waste management and Kitui Municipality land subdivision policy	2,500,000
8	Mwingi Town Administration	Pre-feasibility, Feasibility and Appraisal Studies (Preparation of Mwingi Municipality Integrated Development Plan)	5,000,000
9	Ministry of Lands, Housing and Urban Development	Pre-feasibility, Feasibility and Appraisal Studies (Collection of more data and storage into the existing geodatabase)	1,000,000

S. NO.	MINISTRY	ITEM DESCRIPTION	AMOUNT
	Ministry of Lands, Housing and Urban Development	Pre-feasibility, Feasibility and Appraisal Studies-(Formulation of a Policy on alternative building technology within the county)	1,620,000
		Preliminary training and capacity building of staff	4,000,000
		Valuation of County Assets	1,000,000
		Data register for the county houses for book purposes	700,000
		Land clinics and policy for eight sub counties - Public Sensitization in liaison with the county assembly-educate the public on the role of the ministry of lands in land management in the county.	2,000,000
		Prefeasibility studies (Data collection, preparation of a base map, advertisement, survey works and approval)- County Spatial plan	5,000,000
		Market stakeholders meeting, delineation of market boundaries and ground picking of data in respective markets followed by validation exercise	2,750,000
		Preparation of land use bills and policies	1,700,000
		Preliminary training and capacity building of staff	4,500,000
		Formulation of Kitui County Risk/ disaster management policy for the 8 sub counties urban areas	2,500,674
		Public Participation on Establishment of new Municipalities	2,000,000
		To prepare a data register for the urban areas in the county for ranking purposes.	3,954,000
		<b>TOTAL</b>	

**Mr. Speaker,**

This anomaly will be rationalized during recommendations to the Assembly in this report.

#### 10.Full disclosure of projects' information

That the submitted budget and the corresponding budget notes does not explicitly provide information on most of the projects, related activities and specific geographic locations. This is denying the public vital

information regarding development matters contrary to provisions of Article 201 of the CoK, 2010 which advocates for openness and accountability.

11. Some proposed projects have been receiving allocations in the previous budgets unfortunately with poor implementation over the period despite a commitment to complete such activities/projects. Some of these include: -
  - i. Purchase of Software (Completion of Installation of Integrated Health Management Information System (IHMIS) in KCRH and Mwingi), with a proposed allocation of Kshs. 5M,
  - ii. Other Infrastructure and Civil Works (Development phase 2 of Kalundu Eco- Park (Swimming pool, Orphanage, Zipline, Quick Shops, Benches, Nature trails, Landscaping), with a proposed allocation of Kshs. 2M.
  - iii. Other Infrastructure and Civil Works (Establishment of Mutomo Reptile Park: Construction of snake house and operationalization of Mutomo reptile park (Snake cages installation and stoking), with a proposed allocation of Kshs. 7.5M,
  - iv. Other Infrastructure and Civil Works- (Development of Ikoo Valley (Bazaar View Point) and Development of Yanzuu Rock Retreat centre), with a proposed allocation of Kshs. 2M, and
  - v. Other Infrastructure and Civil Works - Develop Kitui Stadium – Perimeter wall, Construction of changing rooms, spectator terraces, flood lights, packing area and toilets to attain international standards, with a proposed allocation of Kshs. 6M.
12. That there are proposals to purchase motor vehicles across most of the Ministries at a total cost of Kshs. 98.6M.
13. That the budget as submitted lacks an allocation for pending bills.

14. The budget does not have an allocation to address emergencies that may arise within the County.
15. The budget as submitted proposes an allocation of Kshs. 60M for construction of buildings (Completion of construction of 5 Police stations along the Borderline each @ Kshs 20M. Konakaliti / Katumba /Twambui /Mandongoi/ Imumba. It is worth noting that the Assembly approved this as a multi- year project with an initial allocation of Kshs, 50M in the Supplementary budget II, 2022/2023.
16. That there are two allocations under the Ministry of Agriculture for certified seeds namely; purchase of certified Seeds - (promote horticulture production through SHEP approach) - Kshs.5.8M, purchase of certified crop seeds (drought tolerant crop seeds - DTCs) - Kshs. 30M. The public applauded these activities during public participation and requested for them to be enhanced.
17. That there is a proposed allocation of Kshs. 32.5M for purchase of four farm tractors. It is worth noting that the County has forty (40) farm tractors though some are not in good working condition and need to be repaired.
18. The budget proposes an allocation of Kshs. 237M for other infrastructure and civil works (Construction of Water Structures) across the County. The works to be undertaken include construction of dams, borehole drilling, drilling of sump wells, pipelines extensions and solar power water pumping. There is a further proposed allocation of Kshs. 39,351,615 for other infrastructure and civil works (Repairs & Rehabilitations). This is aimed at enhancing water provision in the County.

19. The budget proposes an allocation of Kshs. 19,907,486 for other infrastructure and civil works (Solar powered irrigation) along main rivers and Dams.
20. To enhance operational status of the Vocational Training Centres (VTCs) in the County as resolved during the CFSP approval and further as raised during public participation, the submitted budget has to a large extent made various allocations towards the same as shown below: -
- i. Kshs. 4.5M for recruitment of casual laborers - 15 VTC trainers
  - ii. Kshs. 18.36M for grade test - VTC examinations
  - iii. Kshs. 1.914M for pre-feasibility, feasibility and appraisal studies (Monitoring and evaluation of VTC centers for status/staffing assessment),
  - iv. Kshs. 1,491,180 for pre-feasibility, feasibility and appraisal studies (Co-Curricular Activities for VTCs),
  - v. Kshs. 6M for establishment of 10 new VTCs/operationalizing VTCs,
  - vi. Kshs. 4M for establishment of ICT centres in VTCs,
  - vii. Kshs. 13M for other infrastructure and civil works- face lifting of the existing 9 VTCs,
  - viii. Kshs. 5M for equipping of ICT centers in VTCs,
  - ix. Kshs. 12M for provision of start- up tool kits to VTC graduates, and
  - x. Kshs. 13M for supply of training tools and equipment to VTCs.
21. There are allocations made in the budget towards enhanced lighting of the County towns and institutions. These include;
- i. Kshs. 20M for other infrastructure and civil works (Rural Electrification, Power Transmission and Distribution),
  - ii. Various allocations towards provision of solar powered security lighting;

- Other infrastructure and civil works (Installation of solar security lights at Ward level) at Kshs. 23M under the Ministry of Energy, Minerals and Natural Resources,
  - Installation of 160 no. poles of solar powered security/streetlights with concrete poles -from Mumoni to Konani kwa Kalondu Junction, Kalondu market to Kaveta Junction, law court junction along hospital road at Kshs. 28M under Kitui Municipality,
  - Installation of street lights along the roads of eight (8) urban areas at Kshs. 25M under the Ministry of Lands, Housing and Urban Development, and
  - An allocation of Kshs. 15M for Other Infrastructure and Civil Works (Maintenance of Solar security lights at the Ward level) under the Ministry of Energy, Minerals and Natural Resources.
22. An allocation of Kshs. 249,249,652 for Major Roads (Road construction works and maintenance of box culverts, drifts, gravelling, concrete slabs, gabions). This was an issue repeatedly raised during public participation across the County that the road network should be improved.
23. An allocation of Kshs. 25M for Construction of Roads - (Road widening and Dozing works) - New - 5kms per Ward translating to 200kms in the County.
24. An allocation of Kshs. 18M for Other Infrastructure and Civil Works (Construction of *Boda Boda* sheds and associated civil works - Construction of 40No. *Boda Boda* sheds - one per Ward).
25. A proposed allocation of Kshs. 80.04M for Market infrastructure development. Kshs. 2M is proposed for every Ward for construction

of market sheds, market toilets, modern markets, fencing and electrification of markets.

26. There is a proposed allocation of Kshs. 10M for Construction of 1No new slaughter house outside Kitui town at Isaangwa - to relocate the existing slaughter in the town center.
27. That the submitted Assembly budget totals to Kshs. 909,689,957 in compliance with the approved CFSP ceiling.
28. Most of the budget lines within the Assembly budget have insufficient allocations based on expenditure trends over the past budget periods and explanations made by the CASB. Some of these are; Domestic travel allowance, foreign travel allowance, rent and rates, catering services, Committees' conferences and Seminars, purchase of motor vehicles, and medical insurance.
29. That there are plans underway to construct the office block to avail enough office space for Members of Assembly and those of the Service. To this effect, there is a proposed allocation of Kshs. 1M in the Assembly budget for hiring of offices for some members of the Service who might be affected in the event that the construction works commences.

**Mr. Speaker,**

The Committee in her recommendations will seek to address some of these concerns as observed above while respecting the relevant provisions of the law, and expenditure priority against the available resources to avoid any deficits.

## **10.0 COMMITTEE'S SPECIFIC RECOMMENDATIONS**

**Mr. Speaker,**

The Committee took ample time to ensure that every aspect and contribution to the exercises was taken into consideration. Careful consultations were done as the Members adequately deliberated on emerging issues of concern while taking into account the available budget resource envelop. As guided by Section 131 (2) of the PFM Act, 2012 and the County Assembly Standing Order 206 (5), the Committee to this end makes the following recommendations while taking into account the need for fairness and equitability in resource distribution within the County: -

### **A. THE PROPOSED RESOURCE ENVELOP**

**Mr. Speaker,**

As observed above in this report, the proposed resource envelope to finance the County Budget Estimates 2023/2024 has been recommended at Kshs. **11,891,575,395**. This comprises of the following revenue components;

- i. Equitable share of Kshs. 10,829,486,936
- ii. Conditional Grants of Kshs. 562,088,459
- iii. Own source revenue of Kshs. 500,000,000

Thus, the resource envelope will now appear as contained in **annex ii** attached to the report.

### **B. RECURRENT ITEMS FACTORED AS DEVELOPMENT EXPENDITURE**

That the recurrent expenditure items totaling to Kshs. 157,524,674 factored as development expenditures as contained in Table 2 (*List of recurrent expenditures factored under development*) be moved from development to recurrent in the respective Ministries.



## C. THE PROPOSED EXPENDITURES

**Mr. Speaker,**

Owing to the increase in revenues as recommended above, adjustments to the proposed expenditures are inevitable in observance of the cardinal rule of a balanced budget as envisaged in Regulation 31 (c) of the PFM (County Government) Regulations, 2015. Thus, some proposed expenditures across the Ministries have been affected in a rationalization exercise to confine the expenditures within the available resource envelop. To effect these changes therefore, the Committee has made the following recommendations: -

### **Office of the Governor**

1. That reduce budget item, Other Operating Expenses-Other (Facilitation for Governor's movements) with Kshs. 5M as recommended in the memorandum by the CECM Finance, Economic Planning and Revenue Management, under General Administration, Planning, Support Services to cater for budget deficit.
2. That reduce budget item, Legal Dues/ Fees, Arbitration and Compensation Payments (including on-going cases) with Kshs. 5M as recommended in the memorandum by the CECM Finance, Economic Planning and Revenue Management, under Legal and Head of Public Service Administration (Office of the County Secretary) to cater for budget deficit.
3. That reduce budget item, Refined Fuels and Lubricants for Transport (To cater for 40 Motorbikes for Ward Administrators' offices and 10 motor vehicles (HQ and Sub- County) with Kshs. 3M, under County Government Administration and Field Services to cater for budget shortfalls.

4. That reduce budget item, Construction of Buildings (Completion of construction of 5 Police stations along the Borderline with Kshs. 10M under County Government Administration and Field Services @ Kshs 20M. Konakaliti/ Katumba/Twambui/Mandongoi/Imumba. The approved Supplementary Budget II for FY 2022/2023 had an allocation of Kshs. 50M towards the same. The additional allocation of Kshs. 50M will result to a total of Kshs. 100M translating to Kshs. 20M for each of the five stations as was the initial plan.
5. That move the budget item, Other Operating Expenses-Other (Council of Governors Activities, Intergovernmental, SEKEB, intra and intercounty Activities) from County Government Administration and Field Services to Governor's Service Unit and Public Communication in observance of the request by the CECM Finance, Economic Planning and Revenue Management in his memorandum, and further provide an additional allocation of Kshs. 15M million to ensure adequate funding to this budget item.

#### **Office of the Deputy Governor**

1. That the allocation of Kshs. 7.5M for budget item, Other Infrastructure and Civil Works (Establishment of ICT infrastructure for emergency response centre) under Disaster and Emergency Services be utilized to undertake the construction and equipping of the emergency response centre.
2. That move in entirety the allocation of Kshs. 6M for budget item, Other Infrastructure and Civil Works (Construction of Emergency Response Center, Equipping the Response Center, 24/7 Call center operation) to budget item, Emergency Fund to address emergencies which may arise in the County.

## **Ministry of Water and Irrigation**

1. That provide an additional allocation of Kshs. 30.986M to budget item, Construction of 16 cluster irrigation projects under Irrigation and drainage infrastructure (Farm water resource development and irrigation to bring the total allocation to Kshs. 73.586M. The initial allocation of 42.6M be utilized as was intended by the Ministry in the sixteen (16) cluster irrigation projects. The additional allocation is recommended to be utilized for ten (10) more cluster irrigation projects in the following wards: Athi, Ikanga/kyatune, Mwingi Central, Nuu, Mutonguni, Mbitini, Nzambani, Endau/Malalani, Kyome/Thaana and Tharaka.
2. The Kshs. 237M for budget item; Other Infrastructure and Civil Works (Construction of Water Structures) to undertake the projects per Ward as contained in **annex iii**.

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

1. That drop in its entirety the allocation of Kshs. 5M for budget item, Pre-feasibility, Feasibility, and appraisal studies (policy on ECDE feeder schools) under Primary education. The Ministry to use experts in the County to formulate such policies.
2. That drop in its entirety the allocation of Kshs. 3M for budget item, ECDE Deworming programme under Primary education. This should be a public health event.
3. That drop in its entirety the allocation of Kshs. 6M for budget item, Establishment of 10 new VTCs/Operationalizing VTCs under Training and Development. The Ministry should prioritize operationalizing the existing non-functional VTCs.

4. That provide an additional allocation of Kshs. 3.6M to budget item, Training Expenses-Training of ECDE teachers on CBC curriculum under Primary education. The training is very key to verse the teachers with the evolving CBC curriculum.
5. That increase the allocation for budget item, other infrastructure and civil works- Face lifting of existing VTCs under Training and Development by 10.4M to Kshs. 23.4M. The same efforts towards supporting and operationalizing the ECDE centres should also be applied to the VTCs in the County.

#### **Ministry of Roads, Public Works and Transport**

1. That drop the entire allocation of Kshs. 2M for budget item Non-Residential Buildings/ Construction of Offices (Storm water drainage and associated civil works at Public Works Headquarters' Block under stalled and new government projects. This project can be done under the Kitui Municipality budget.
2. That reduce budget item, Pre-feasibility, Feasibility and Appraisal Studies - Training / Capacity Building of Contractors - 50No. Per Ward, under stalled and new government projects, with Kshs. 10M. The remaining allocation of Kshs. 5M to be utilized to train seventeen (17) contractors Per Ward.
3. That drop in its entirety the allocation of Kshs. 50M to budget item, Major Roads (support to dustless town programme-) - Tarmacking of 1.5km Kyusyani Sub County Headquarters, under Construction of Roads and Bridges. It would be unfair to allocate such a huge sum of money to a single project in one Ward in the first year of the new administration. Such allocations can be considered in the subsequent budgets.

4. That reduce the budget item, Purchase of three (3) pool vehicles for the Ministry with Kshs. 8.5M, under Department of Transport and Mechanical Services. The remaining allocation of Kshs. 17.5M to be utilized to Purchase of two (2) pool vehicles for the Ministry.
5. That drop in its entirety the allocation of Kshs. 15M for budget item, Pre-feasibility, Feasibility and Appraisal Studies - Training of *Boda Boda* Operators and Issuance of Licenses, under Department of Transport and Mechanical Services. This is a personal responsibility and the County should not incur expenditure on such matters.
6. That provide an additional allocation of Kshs. 25M to budget item, Construction of Roads - (Road widening and Dozing works) - New - 5kms per Ward translating to 200kms in the County, under construction of Roads. The total allocation of Kshs. 50M to be utilized to increase the road coverage to 10Kms per ward translating to 400kms in the County.
7. That provide an additional allocation of Kshs. 10M to budget item, Lease/ Hire of Tractors and Other Equipment (Hire of equipment) and a further additional allocation of Kshs. 15M to budget item, Access Roads (Fuel, maintenance of plant and machinery and culverts). The total allocation of Kshs. 100M for both budget items to be utilized to increase the kilometers to be graded from 70kms to 85Kms per Ward.
8. That provide an additional allocation of Kshs. 35.5M to budget item, Major Roads (Roads construction works and maintenance of box culverts, drifts, gravelling, concrete slabs, gabions), under Construction of Roads and Bridges. The total allocation of Kshs. 284,749,652 to undertake road works as per the attached schedule (**see annex iv**)

## Ministry of Health and Sanitation

1. That provide an allocation of Kshs. 5.5M for Purchase of a Van to transport Oxygen cylinders to hospitals across the County under budget item, purchase of vehicle under the programme; Drugs and Medical Supplies Management.
2. That provide an allocation of Kshs. 2,088,325 for purchase of nozzles for the KCRH under budget line purchase of medical and dental equipment, under the programme; Drugs and Medical Supplies Management.
3. That provide an additional allocation of Kshs. 4M to budget item, Expansion of 3 hospitals to enable them attain Level IV status (completion of Tseikuru x-ray department, completion of Kauwi x-ray block, completion of Mutitu theatre) under the programme; Health Policy, Planning & Financing.
4. That provide an allocation of Kshs. 0.5M for completion and operationalization of Kanyangi Level IV theatre.
5. That the allocation of Kshs. 66,063,736 for Construction of Model health centres at Kanguu in Chuluni, Kyamatu in Voo and Nguni Wards as well as completion/renovation, equipping and operationalization of Kakithya dispensary in Kanziko ward, Miambani health centre, Kaai dispensary in Nuu ward and Kitoo dispensary in mutomo/kibwea ward, upgrading of facilities (Endau dispensary, waita health centre, kanziko health centre, Tiva dispensary, Mutomo hospital, Yatta Health centre).
6. That the allocation of Kshs. 20M for construction of Nzamba Kitonga Memorial Hospital be utilized to undertake the initial intended works of fencing, construction of a gate and sentry, installation of elevated

water tank, as well as starting the structural construction works of the facility. The allocation is too high to just undertake the proposed works.

### **Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives**

1. That reduce budget item, Establishment of aggregation and industrial park at the economic and investment zone with Kshs. 50M under P2: Trade Development and Promotion. This was earmarked as a counterpart funding programme between the National Government and the County government (Shilling for shilling). Since the National Government has provided Kshs. 100M, then the County government can only allocate a corresponding figure.
2. That reduce budget item, Pre-feasibility, feasibility and Appraisal Studies (organize investors conference) with Kshs. 6M, under P2: Trade Development and Promotion to cater for budget deficit.
3. That provide an additional allocation of Kshs. 32M for budget item, Market infrastructure development, under P2: Trade Development and Promotion. This brings the total allocation to Kshs. 112.04M to be utilized to put up a decent market shed at an allocation of Kshs. 2.8M per ward. Further, provide an allocation of Kshs. 24M for installation of three (3) market solar lights per ward or for repairs of market solar lights depending on the wards' priorities at a cost of Kshs. 0.6M.

### **Ministry of Energy, Environment, Forestry, Natural and Mineral Resources**

1. That reduce budget item; Develop solid waste management policy and strategy, under SP1.1: Sustainable Waste Management, with Kshs. 1.5M to cater for budget shortfalls. The Ministry to use experts in the County to formulate such policies.

2. That reduce budget item, Purchase of Tree Seeds, Seedlings and Tree Nursery materials for reforestation with Kshs. 2M, under P1: Natural Resources Conservation and management, to cater for budget shortfalls.
3. That reduce budget item, Charcoal Management Policy with Kshs. 1.5M, under SP1.1: Alternative Energy Technologies, to cater for budget shortfalls. The Ministry to use experts in the County to formulate such policies.
4. That reduce budget item, Purchase of Educational Aids and Related Equipment (Tools and equipment for awareness creation and capacity building) with Kshs. 1.5M, under SP1.1: Alternative Energy Technologies to cater for budget shortfalls.
5. That reduce budget item, Promotion of woodlots of fast maturing trees for wood with Kshs. 0.5M, under SP1.1: Alternative Energy Technologies to cater for budget deficit.
6. That reduce budget item, Formulation and implementation of sustainable mineral management Policy with Kshs. 0.5M, under Mining Policy Development and Coordination. The Ministry to use experts in the County to formulate such policies.
7. That reduce budget item, Formulation and implementation of sustainable sand harvesting management Policy with Kshs. 0.5M, under Mining Policy Development and Coordination, The Ministry to use experts in the County to formulate such policies.
8. That reduce budget item, Construction of Buildings (Construction of Gemology centre, mineral testing lab and offices at the County Headquarters) with Kshs. 1M, under Mineral Resources Development,



9. That reduce budget item, Purchase of Laboratory Equipment (Gemstone and mineral testing laboratory equipment) with Kshs. 1M, under Mineral Resources Development.
10. That reduce budget item, Research (Geological assessment of mineral resources in Nguni, Ngomeni and Nuu Wards in Kitui County) with Kshs. 1M, under Mineral Resources Development.
11. That provide an additional allocation of Kshs. 3M to budget item Other Infrastructure and Civil Works (Maintenance of Solar security lights at the Ward level), under P1: Power Transmission and Distribution. The total allocation of Kshs. 18M to be utilized to undertake repair works as per the attached schedule (see annex v) as provided by the Ministry.
12. That provide an additional allocation of Kshs. 8.5M to budget item Other Infrastructure and Civil Works (Installation of solar security lights at Ward level), under P1: Power Transmission and Distribution to a total of Kshs. 31.5M to be utilized to install four (4) solar lights in all the wards, save for Kitui Township which has an allocation under Kitui Municipality.

#### **Ministry of Culture, Gender, Youth, ICT, Sports & Social Services**

1. That drop in its entirety the allocation of Kshs. 3.45M for the budget item, Counselling Services - Organize one County forum on youth peace, national integration to sensitize youth on positive values, patriotism and peaceful coexistence under Youth, Sports, ICT & Innovations.
2. That reduce the budget item, Micro Finance Institutions - Identify youth for training, secure placement to existing enterprises, monitor

- training, support post training to employment with Kshs. 4M, under Youth, Sports, ICT & Innovations.
3. That reduce by Kshs. 6.3M the allocation for budget item, Purchase of ICT networking and Communications Equipment -Equipping of an inclusive Youth Empowerment / talent Centres under Youth, Sports, ICT & Innovations to cater for budget shortfalls.
  4. That reduce by Kshs. 2.5M the allocation for budget item, Prefeasibility - Conduct Baseline Survey to profile youth alongside skills (To identify skills available among youth for planning purposes on employability and training, to plan with locally available human resources in mind) under youth, Sports, ICT and Innovations. The village and ward administrators have this information at their disposal and it can be shared with the Ministry instead of incurring extra costs to gather the same.
  5. That reduce by Kshs. 1M the allocation for budget item, Other Infrastructure and Civil Works - Centralization of ICT systems and network under ICT infrastructure Connectivity.
  6. That reduce by Kshs. 2.5M the allocation for budget item, Other Infrastructure and Civil Works - Establish a facility for mentorship, coaching and development of innovative talents in the ICT sector under ICT infrastructure Connectivity.
  7. That drop in its entirety the allocation of Kshs. 3M for the budget item, Purchase of ICT networking and Communications Equipment - ICT Equipment Acquisition under ICT infrastructure Connectivity.
  8. That reduce by Kshs. 4.5M the allocation for budget item, Other Infrastructure and Civil Works - Chainlink fencing and earthworks of Kivou stadium in Kivou Village in Kivou ward of Mwingi Central Sub/county (Fencing and levelling - earth works) under P.5: Sports.

- The balance of Kshs. 2.5M be used for levelling and grading works, and installation of goal posts.
9. That reduce by Kshs. 4M the allocation for budget item Other Civil Works - Chainlink fencing and earthworks of Kyoani stadium in Kyoani Village in Ikutha ward in Kitui South Sub/county (Fencing and levelling - earth works) under P.5: Sports. The balance of Kshs. 3M be used for levelling and grading works, and installation of goal posts.
  10. That provide an additional allocation of Kshs. 4.6M to budget item, Project Allowance- County competitions and tournaments in popular sports disciplines to nurture, develop and expose sports talent (including Kenya Youth Inter- County Sports Association – KYISA and Kenya Inter-County Sports and Cultural Association – KICOSCA) under P.5: Sports. The total allocation of Kshs. 10.4M be utilized for Ward level games at Kshs. 0.2M per ward and Sub-County level games at Kshs. 0.3M per Sub-County after advancing from the ward level games.
  11. That provide an additional allocation of Kshs. 3M to budget item, Advertising, Awareness and Publicity Campaigns - County tournament in football, volleyball, athletics, and basketball from Village level culminating into Governor’s Road race and Governor’s cup) under P.5: Sports to conduct tournaments at the County level.
  12. That provide an additional allocation of Kshs. 4.65M to budget item, Specialized Materials -(Procure and Supply sports equipment such as uniforms, balls, nets and playing boots to all Active Sports clubs in the County.) under P.5: Sports to a total allocation of 7.39M.
  13. That provide an additional allocation of Kshs. 16M to budget item Other Infrastructure and Civil Works (Development of 9 play

grounds) under P.5: Sports. The total allocation of Kshs. 46M to be utilized to develop 20 play grounds as contained in **annex vi** at a cost of Kshs. 2.3M each to undertake levelling, grading and installation of goal and volleyball posts.

14. That provide an additional allocation of Kshs. 3M to the budget item, Purchase of Safety Gears (Purchase of PLWDs assistive devices e.g Wheelchairs and white canes).

### **Kitui Municipality**

1. That drop in its entirety the allocation of Kshs. 4M for budget item, construction of parking bay at Kitui Municipality office block to cater for budget shortfalls.
2. That reduce budget item, potholes patching and recarpeting of tarmacked roads within Kitui Municipality with Kshs. 4M to cater for budget deficit.
3. That reduce budget item, 4km installation of cabro paved walkways and parking slots in Kitui CBD with Kshs.4M to cater for budget shortfalls.
4. That reduce budget item, Formulation and facilitation of approval and adoption of Municipal policies with Kshs. 1M to cater for budget deficit.
5. That these reductions totaling to Kshs. 13M be distributed to projects across the other five Wards within the Municipality (Nzambani, Mulango, Matinyani, Kyangwithya East, Kyangwithya West. It has been noted that over the years, most of the projects undertaken by Kitui Municipality have been centralized to Kitui Township Ward.

### **Mwingi Town Administration**

1. That provide an additional allocation of Kshs. 3.2M to budget item, Other Infrastructure /Civil Works (Construction of open storm water drainage and culverts from Mutunga diagnostic clinic to Mavoko stream) under SP.3.3: Urban Markets Development.

### **Ministry of Agriculture and Livestock**

1. That drop in its entirety the allocation of Kshs. 6.5M for budget item, Agricultural materials and other equipment (Establishment 1,800 kitchen gardens and materials for production of fortified foods) under P2: Crops Development and management. This is not a priority area at the moment since the Committee has allocated substantial funding for clustered irrigation.
2. That drop in its entirety the allocation of Kshs. 5.5M for budget item, Development of Guaranteed Minimum Return Policy and Bill under P2: Crops Development and management. The County should embrace use of the available experts within the County human resource to formulate Policies and Bills.
3. That drop in its entirety the allocation of Kshs. 32.5M for budget item, Purchase of 4 farm Tractors under P3: Agribusiness and Information Management. It is worth noting that the County has forty (40) farm tractors though some are not in good working condition and need to be repaired. The Committee has provided adequate allocation for repairs and maintenance to ensure each ward gets a functional tractor.
4. That drop in its entirety the allocation of Kshs. 4.698M for budget item, Other Infrastructure and Civil Works (construct 12 climate smart fish ponds and stock 12 Dams) under P5: Fisheries

Development and Management as there has been no success in the previous attempts.

5. That drop in its entirety the allocation of Kshs. 3.288M for budget item, Livestock Breed improvement (Purchase 10 Sahiwal bulls, 3000 doses of semen and 1000L of Liquid nitrogen) under P6: Livestock Resources Management and Development to cater for budget shortfalls.
6. That reduce budget item, Certified Crop Seed & Range development (provision of Pasture seeds, rehabilitation & conservation of Rangelands) with Kshs. 8M under P6: Livestock Resources Management and Development. The balance of Kshs. 2M to the budget item to be utilized for putting up demonstration farms in every Sub-County.
7. That reduce budget item, Research, Feasibility Studies (logistical support during AI, distribution of Sahiwal bulls, beehives, capacity building of farmers during pasture seed distribution and establishment) with Kshs. 0.5M under P6: Livestock Resources Management and Development. Most of the activities to be facilitated under this budget line have been dropped.
8. That drop in its entirety the allocation of Kshs. 1.5M for budget item, Purchase of Computers, Printers and other IT Equipment (Procure 15 assorted Extension ICT equipment). The same had been omitted in the sub-totals of SP 3.2: Agricultural Information Management (Extension services) in the submitted budget.
9. That provide an additional allocation of Kshs. 20M to budget item, Maintenance of Plant machinery & Equipment under P3: Agribusiness and Information Management. The total allocation of Kshs. 26,773,431 to be utilized for repairs and maintenance of the twenty-

two (22) non-functional tractors and servicing of the eighteen (18) to ensure each ward gets an operational tractor.

10. That provide an additional allocation of Kshs. 10M to budget item, Certified Crop Seeds (drought tolerant crop seeds - DTCs) under, P2: Crops Development and management. The total allocation to be used to distribute crop seeds for two the rain seasons – April and October, each at Kshs. 20M.

### **Ministry of Lands, Housing and Urban Development**

1. That reduce by Kshs. 1.5M the allocation for budget item, Preliminary training and capacity building of staff under department of housing development.
2. That reduce by Kshs. 1.5M the allocation for budget item, Preliminary training and capacity building of staff under the Department of Physical Planning.
3. That drop in its entirety the proposed allocation of Kshs. 3.8M for budget item, Construction of 2 Dump sites and fencing in Kitui and Mwingi under Department of urban development. This is a double allocation since funds for the stated dumpsites have been provided for in the Kitui Municipality and Mwingi Town budgets.
4. That provide an additional allocation of Kshs. 3M to budget item, Land clinics and policy for the eight Sub-Counties - Public Sensitization in liaison with the County Assembly-educate the public on the role of the Ministry of Lands in land management in the county under Department of lands and housing to hasten land titling.
5. That provide an additional allocation of Kshs. 3.8M to budget item, Establishment of Mutomo and Kyuso Town Administrations.

## County Assembly Service Board

The Committee made the following recommendations: -

1. That the total County Assembly budget is recommended at Kshs. 909,689,957 for recurrent expenditure (Salaries and operations and maintenance) as recommended in the CARB, 2023.
2. That move the allocation of Kshs. 2.28M for budget item, Other operating expenses for Fringe benefits taxes to the budget line, General withholding tax. The allocation is not a procurement item and having it in the initial budget line exposes it to all the normal procurement procedures which should not be the case.
3. That reduce the allocation for budget item, Legal fees with Kshs. 1M.
4. That reduce the allocation for budget item, tribunal Costs (Audit Committee Allowances) with Kshs. 1M.
5. That the above savings of Kshs. 2M be provided as additional allocation to budget item; Medical insurance to bring the total allocation to Kshs. 40M to sufficiently cater for the same based on the current market rates.

### **11.0 OTHER SPECIFIC RECOMMENDATIONS**

1. That there is need to consolidate the solar security lights to one specific Ministry. It has been noted that currently, at least three Ministries are carrying out this exercise. This has resulted to duplication of projects and lack of accountability.
2. That the County provides a listing of the motor vehicles in the respective Ministries clearly indicating their serviceability and the projected cost of such servicing for budgeting in the subsequent budget as well as well as disposing the unserviceable ones in line with the Public Procurement and Asset Disposal Act, 2015.



3. It is an exercise in futility for the County Budget and Appropriations Committee to burn midnight oil to ensure a fairly balanced budget which is never implemented as intended. For this reason, **Mr. Speaker** I implore the Chairpersons of the Sectoral Committees to ensure that they carry out objective and effective budget implementation oversight to ensure projects allocated within their sectors are implemented to the latter.

## 12.0 CONCLUSION

**Mr. Speaker,**

These adjustments made above maintains the budget balanced with neither a surplus nor a deficit at a total of Kshs. **11,891,575,395.** being Kshs. **10,981,885,438** and Kshs. **909,689,957** for County Executive and the County Assembly budgets respectively.

The summary of recommended expenditure for the FY 2023/2024 by program therefore appears as contained in **annex vii** to this report.

**Mr. Speaker,**

The Committee therefore requests this House to resolve as follows;

That: -

- a) The House adopts this report;
- b) The proposed amendments to the budget estimates 2023/2024 as contained in this report be **adopted**; and
- c) The recommended budget summary in **annex vii** becomes the basis for the appropriations for the FY 2023/2024.

*Report Compiled by **Mr. Charles N. Nyaga** (Snr. Fiscal Analyst I), **Mr. Mulandi Kavali** (First Clerk Assistant), **Mr. Chris Mwangangi** (Second Clerk Assistant), **Mr. Alfred Maluu** (Snr. Hansard Reporter), and **Ms. Margaret Muthami** (Fiscal Analyst II)*



ANNEX I

SIGNED LIST OF MEMBERS OF THE COUNTY BUDGET AND APPROPRIATION COMMITTEE ON ADOPTION OF THE REPORT ON CONSIDERATION OF THE COUNTY BUDGET ESTIMATES FOR THE FINANACIAL YEAR 2023/2024.

We, the Honourable Members of the County Budget and Appropriations Committee, do hereby affix our signatures to this report to affirm its accuracy, validity and authenticity; -

- |                                   |                   |   |
|-----------------------------------|-------------------|---|
| 1. Hon. Zacchaeus Ivutha Syengo   | -Chairperson      |    |
| 2. Hon. Jacquelyne Cate Kalenga   | -Vice Chairperson |    |
| 3. Hon. Alex Mutambu Nganga       | -Member           |   |
| 4. Hon. Boniface Mukwate Katula   | -Member           |  |
| 5. Hon. Sylvester Kitheka Munyalo | -Member           |  |
| 6. Hon. Malinga Munyao            | -Member           |  |
| 7. Hon. Kyalo Kimuli              | -Member           |  |
| 8. Hon. Mary Mwende Mutune        | -Member           |  |
| 9. Hon. Mercy Muliwa Muema        | -Member           |  |





S/No	Source	Actual Revenue		Projected		Projected Revenue			Projected Estimates	
		2020/21	2022/23	2022/23	Estimates 2023/24	2024/25 (Kshs)	2025/26 (Kshs)	2024/25 (Kshs)	2025/26 (Kshs)	
	Ministry of Finance, Economic Planning & Revenue Management	Kshs 83,755,939	Kshs 79,390,967.05	Kshs 99,238,709		104,200,644		109,410,677		
	Ministry of Health and Sanitation	111,901,160	220,367,880.77	250,459,851		262,982,844		276,131,986		
	Ministry of Education, Training & Skills Development	5,395,440	6,676,524.04	8,345,656		8,762,938		9,201,085		
	Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives	1,284,195	4,388,122.21	5,485,152		5,759,410		6,047,380		
	Ministry of Roads, Public Works & Transport	40,536,210	2,011,551.75	2,514,440		2,640,162		2,772,170		
	Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	26,000	79,718.47	99,648		104,630		109,862		
	Ministry of Water and Irrigation	11,152,488	4,281,726.84	5,352,159		5,619,767		5,900,755		
	Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	1,505,065	2,183,167.91	2,728,960		2,865,408		3,008,678		
	Kitui Municipality	37,785,490	40,578,966.28	50,723,708		53,259,893		55,922,888		
	Mwingi Town Administration	21,137,774	23,099,509.52	28,874,387		30,318,106		31,834,011		
	Ministry of Agriculture & Livestock		1,638,808.10	2,048,510		2,150,936		2,258,482		
	Ministry of Lands, Housing & Urban Development		25,196,415.39	31,495,519		33,070,295		34,723,810		
	<b>Subtotal</b>	<b>326,450,311</b>	<b>420,000,000</b>	<b>500,000,000</b>		<b>525,000,000</b>		<b>551,250,000</b>		
	<b>TOTAL</b>	<b>9,971,893,164</b>	<b>11,188,050,922</b>	<b>11,891,575,395</b>		<b>13,044,491,165</b>		<b>14,310,549,171</b>		
	% of Equitable Share	89	93	91		91		92		
	% of Own Resources	3	4	4		4		4		
	% of Grants	8	3	5		5		5		
		100	100	100		100		100		
	Revote from previous budget	1,578,584,301	1,118,001,643	-		-		-		
	<b>Total Resource Envelope</b>	<b>11,550,477,465</b>	<b>12,306,052,565</b>	<b>11,891,575,395</b>		<b>13,044,491,165</b>		<b>14,310,549,172</b>		

## ANNEX III

### 2.1. Sump well water supply schemes

	<b>River</b>	<b>Name of water supply</b>	<b>Ward</b>	<b>Estimated Cost Ksh.</b>	<b>Sub-County</b>
1.	Thunguthu	Kalwa Sump well	Ngomeni	12,000,000	Mwingi North
2.	Tyaa	Tyaa sump well	Mwingi Central (Town)	12,000,000	Mwingi Central
3.	Ndiang'u	Ndiang'u-Katheuni	Matinyani	12,000,000	Kitui West
4.	Thua	Imuumba sump well	Voo-Kyamatu	12,000,000	Kitui East
5.	Thua	Kwa Wewa-Maaya sump well	Chuluni	12,000,000	Kitui East
6.	Tiva	Tiva-Kwakaliti-Kalulini	Kyangi	12,000,000	Kitui Rural
7.	Mwilini	Yambuu sump well	Mulango	12,000,000	Kitui Central
8.	Thua	Kalambani sump well	Mutha	13,000,000	Kitui South
			<b>TOTAL AMOUNT</b>	<b>97,000,000</b>	

### 2.2. Bore holes drilling and/or equipping

	<b>Ward</b>	<b>Name of Borehole</b>	<b>Sub-County</b>	<b>Estimated Cost (Ksh).</b>
1.	Ngomeni	Syanoni (Ikime) borehole	Mwingi North	3,500,000
2.	Tseikuru	Ituva boarehole	Mwingi North	3,500,000
3.	Mumoni	Kamathitu boarehole	Mwingi North	3,500,000
4.	Tharaka	Gatoroni borehole	Mwingi North	3,500,000
5.	Kyuso	Mandara borehole	Mwingi North	3,500,000
6.	Nuu	Kavindu borehole	Mwingi Central	3,500,000
7.	Waita	Katuluni borehole	Mwingi Central	3,500,000

8.	Nguni	Kwa-Mwathi Mbuthi - Ivuusya borehole	Mwingi Central	3,500,000
9.	Kivou	Kanzoka	Mwingi Central	3,500,000
10.	Mui	Nduvani	Mwingi Central	3,500,000
11.	Mwingi Central	Rock-catchment	Mwingi Central	3,500,000
12.	Kyome-thaana	Ndaluni-KwaKithome	Mwingi West	3,500,000
13.	Nguutani	Mavuni	Mwingi West	3,500,000
14.	Kiomo/Kyethani	Kakongo	Mwingi West	3,500,000
15.	Migwani	Mumbuni/Katalwa	Mwingi West	3,500,000
16.	Matinyani	Kwa-mutava kyembeni dam de-silting	Kitui West	3,500,000
17.	Kithumula-Kwa/Mutonga	Kithumula borehole	Kitui West	3,500,000
18.	Mutonguni	Kangii borehole	Kitui West	3,500,000
19.	Kauwi	St.Peters Ngengekani borehole	Kitui West	3,500,000
20.	Kisasi	Kwa-Sendi borehole	Kitui Rural	3,500,000
21.	Kyangi	Kilumya borehole	Kitui Rural	3,500,000
22.	Mbitini	Kilamba borehole	Kitui Rural	3,500,000
23.	Yatta-Kwa Vonza	Kitukuni borehole	Kitui Rural	3,500,000
24.	Township	Manyenyoni borehole	Kitui Central	3,500,000
25.	Kyangwithya East	Kyemwengi borehole	Kitui Central	3,500,000
26.	Kyangwithya West	Kisyoka borehole/Ndumoni borehole	Kitui Central	3,500,000
27.	Miambani	Ngaa borehole	Kitui Central	3,500,000
28.	Mulango	Nzunguni borehole	Kitui Central	3,500,000
29.	Mutitu/Kaliku	Ikoo-Imwatine-Kaliku-Mukanga	Kitui East	3,500,000
30.	Endau/Malalani	Kakame-Kyeni confluence borehole	Kitui East	3,500,000
31.	Nzombe/Mwitika	Kwa Mbithuka borehole	Kitui East	3,500,000
32.	Chuluni	Kaluva borehole(hybridization)	Kitui East	3,500,000
33.	Voo-Kyamatu	Kaluasi borehole	Kitui East	3,500,000
34.	Nzambani	Kilonzo-Mathulini borehole	Kitui East	3,500,000
35.	Athi	Senda borehole	Kitui South	3,500,000
36.	Ikanga/Kyatune	Kathithu borehole	Kitui South	3,500,000
37.	Ikutha	Kwa-Mukai Mutunga borehole	Kitui South	3,500,000
38.	Kanziko	Kanziku Market borehole	Kitui South	3,500,000
39.	Mutha	Kwa-Nguma	Kitui South	3,500,000
40.	Mutomo/Kibwea	Syomithumo borehole	Kitui South	3,500,000
			<b>Total</b>	<b>140,000,000</b>



**ANNEX IV****i. Major Roads (Road Maintenance, Improvement and Upgrade Works) Kshs. 284,749,653**

The following are the proposed roads in each ward. The projects were mainly picked from CIDP 2022-2027.

<b>Ward</b>	<b>Name of Road</b>	<b>Approximate Cost (Kshs)</b>	<b>Remarks</b>
Kyangwithya East	Road Installation of culverts, drifts and slabs at Kwa Kasina-Mutulukuni-Kyamwangi road	5,500,000	CIDP
Kyangwithya West	Construction of Kwa Victor Nzilu drift from Kwa Kasoli to Iseveni shopping centre	5,800,400	CIDP
Township	Construction of box culvert at resort area on lower side	4,000,000	CIDP
Miambani	Construction of Kwa Kisulu-Maekanisye-malili rd	7,329,433	CIDP
Mulango	Musyau Rock-Kilukuya Jnct-Kyangunga Road Jnct	4,200,000	CIDP
Mulango/ Kyangwithya west	Manyenyoni (bypass) - syilumani-Kyandui-Wii	4,000,000	CIDP
Yatta/Kwa Vonza Ward	Road improvement of Kamale-Kiwuni Primary-Athi River(6KM Road and 300m slub)	11,872,300	CIDP
Mbitini Ward	Kanzau – yandili dam – katiliku, kwa kululu with all structures	4,090,966.50	CIDP
Mbitini Ward	Construction of culvert drift at matavika stream and road opening	4,090,966.50	CIDP
Kisasi Ward	Construction of drifts from mosa to mukameni at nzeeu river	3,500,000	CIDP
Kisasi Ward	Heavy grading of Nguuni junction-Mukameni dispensary-culverts at kwa nduku-kwa sila and nthenge	3,622,766	CIDP
Kyangangi Ward	Repair and maintenance of road from Kanyongonyo to mumbe through kiunduani	3,500,000	CIDP
Kyangangi Ward	Soweto - Mulambi Ngomo drift	3,700,000	CIDP
Mutitu/Kaliku	Makutano-kawala-kaliku-mutitu Ndooa road	6,000,000	CIDP
Endau/malalani	Endau-katumbi-Koi	4,000,000	CIDP
Voo/Kyamatu	Peter Muema-Katuta-Itikie-Ikwatisyo and structures	4,500,000	CIDP
Voo/Kyamatu	Kyamatu-Muthungue road repairs with gabions at Kyamatu town	1,100,000	CIDP
Zombe	Zombe Market-stockyard-Canteen-Kathande-Kaumu Road	6,200,000	CIDP
Nzambani	Ginnery-Kunguluni-Junction to Ngengi/Kavalula-B7 ROAD	4,500,000	CIDP
Chuluni	Maintenance of Katumbu-Mbangulo-Nzilani-Kwaombe mkt-Mbangulo	4,100,000	CIDP
Chuluni	Katumbu-Ngelesani-Kamulu	2,030,000	CIDP

Mutomo / Kibwea	Uae shopping centre – Wingethi primary school – Vote shopping centre	4,000,000	CIDP
Mutomo/Athi	Mutomo-Kamutei spot improvement	2,000,000	CIDP
Ikanga / Kyatune	Ikanga Market – Tutu – Kithuki shopping centre – Yongela	4,000,000	CIDP
Mutha	Kawambemba – Ilamba shopping centre – Kaluluini shopping centre – Imuthumua Shopping centre – Syamatani shopping centre.	4,100,000	CIDP
Kanziku / Simisi	Muthue – Mwangala shopping centre – Kanziku Market	7,595,206	CIDP
Ikutha / Kasaala	Ikutha Market – Ngawuni primary school – Ndandi stream	5,000,000	CIDP
Athi	Munandani shopping centre – Mbui ndune shopping centre – Mwanyani.	10,918,699	CIDP
Matinyani	Improvement kanyeyeoni- musosya via matuu- kyeni- maseki road	5,615,715	CIDP
Kithumula/Kwa Mutonga	Road improvement Kwa muthama - maanzo-kwa muthui kitheka- Kwa kitui road	4,372,490	CIDP
Kauwi	Road upgrading sangala shopping - Kwa kavisu_ Kwa kitheka- Kwa kamile connect katutu/ Kwa vonza road	4,743,220	CIDP
Mutonguni	Road opening & Drainage installation in Kyamutimba – Nzinia – Kwa Ndisau – Kwa Kitiva –Kwa Ngundu –Kalambya/Kisenga jctn	6,848,599	CIDP
Kyuso	Kyuso - Kimangao- Katse junction (14kms)	4,100,000	CIDP
Ngomeni	Kamusilio- Ndatani 5kms, 40mts drift 6kms grading and bush clearing & Culverts	4,600,000	CIDP
Mumoni	Kwa Vilita junction - nguutani - nguuku town with (30m kathiini drift ) 10km	5,900,000	CIDP
Tseikuru	Kwakamuru centre-kamali- kanningo market road, 12km grading 12km, drift at kwa karandu (30m) & Culverts installations, Gravel patching 300mts	5,800,000	CIDP
Tharaka	Gacigongo-Kanyengya-Nthangani-Miramba ya Mitugu 10KM long	7,331,933	CIDP
Waita	Road improvement kwa kilonzi -mutwawewa along ndithi road	4,400,000	CIDP
Mwingi central	itheesya- mwendaka kimanzi nguu syungii sec sch	2,000,000	CIDP
Mwingi central	Improvement of kiseveni mthiakani -mulanga road	4,400,000	CIDP
Nuu	Improvement of mutyangome-mbaa mutwii-kisio-main road	3,000,000	CIDP
Nuu	Mutwang'ombe-Kisiio	2,400,000	CIDP
Kivou	Improvement of kithiini-kanzambo-kanzoka-kisama- kyanundu-kasovoni-kanzui	4,400,000	CIDP
Nguni	Improvement of ukase - miuni - Ngooni road with a drift at Nzawani matia river.	4,100,000	CIDP
Mui	Improvement of kataiko kalikoni with drift at kateiko river	8,081,933	CIDP

Migwani	Gravelling of mumbuni-kwawangwe mutwaathi Road with a slab at nzinduni stream	4,300,000	CIDP
Nguutani	Improvement with murrum; Kathita-Kavoloi Ngongoni-Nguutani road. Dodoma-Kavoloi-Massoni-Nzawa road. Kanyaa-Makalani-Kavoloi road	8,365,266	CIDP
Kyome/Thaana	(Nzuku-Muli Mbindi-LavaSyanda-Kinyambu, Kwa TiyaMbavu - Mathyakani-MbitiniCattle Dip, Makutano-Masaku Mwita - Kavingo-MungalaNzengu. -Vele Kiyaya-Kitumbi, Kakotoni-Mbuvi Kavira-Kasea, Kwa Muteti-KanyangyaKathuku-Mwamali-MwasyaNdambu-Ngunga-Kasoyo Iwia	5,171,933	CIDP
Kiomo/Kyethani	Opening and grading of Kavoke-Wasoro-Kituu	4,160,000	CIDP
Township/Kyang withya West	Signal Hotel – Isaangwa	3,459,335	CIDP
Township	Upgrade to Bitumen standards of BLI-SEKU-Kitui Bypass Manyenyoni Phase 1 – 1000m	41,948,492	CIDP
<b>TOTAL</b>		<b>284,749,653</b>	

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**ANNEX V: Repair and Maintenance of Solar Lights**

S/n	Sub county	Ward	Market/Village	No. of Faulty lights	Recommendation	Cost Estimates
1	Kitui south	Ikanga /kyatune	Ikanga	3	Batteries are dead	105,000.00
					2	Vandalized,panels, batteries, charge controller
			Kyatune	5	removed during Kibwezi-Kitui road construction	1,075,000.00
			Enzou	1 vandalized	repair	70,000.00
			Makele	2 vandalised	repair	140,000.00
		Mutomo/Kibwea	Syunguni	2 Vandalised	2 Batteries stolen	70,000.00
			Kisayani	4	Batteries dead	280,000.00
		Kanziko/Simisi	Ekani	4	Batteries dead	140,000.00
			Vutu	3	Batteries dead	210,000.00
			Kituvwi	1	Batteries dead	70,000.00
			Kanziko	3	Batteries dead - 1no.solar stolen	230,000.00
2	Mwingi Central	Mwingi Township ward	Mwingi Central BI	1 vandalized	Vandalized,panels, batteries, charge controller	70,000.00
			Mulanga	2	Vandalized,panels, batteries, charge controller	140,000.00
			Musukini	5	Batteries are dead	350,000.00
			Kitinga	2	Batteries are dead	140,000.00
			Yanyonge	2	Batteries are dead	140,000.00
			Makutano	2	Batteries are dead	140,000.00
			Kauswini	2	Batteries are dead	140,000.00
			Kwa Mbungu	2	Batteries are dead	140,000.00
					Batteries are dead	
			Mwingi KMTC	5	Batteries are dead	225,000.00
		Kivou wards	kwa mbungu shopping centre	2	Batteries are dead	140,000.00
			syomikuku	3	Batteries are dead	210,000.00
			thitha	1	Batteries are dead	50,000.00
			karunga shopping	3	Batteries are dead	150,000.00
			kasovoni	3	Batteries are dead	150,000.00
			kanzui	1	Batteries are dead	50,000.00
			kwa nzili	1	Batteries are dead	50,000.00
		Mui ward	Kamulewa	3	Batteries are dead	150,000.00
			Kalitini	3	Batteries are dead	150,000.00
			Mathuki	3	Batteries are dead	150,000.00
			Miambani	5	Batteries are dead	250,000.00
			lundi	5	Batteries are dead	250,000.00
			Kyume	5	Batteries are dead	250,000.00
			Kairungu	3	Batteries are dead	150,000.00
		Nquni ward	Nquni Town	5	Batteries are dead	250,000.00
			Kithumula	3	Batteries are dead	150,000.00
		Nuu	Nuu town	5	Batteries are dead	250,000.00
			Kaai	5	Batteries are dead	250,000.00
			Mutwangombe	3	Batteries are dead	150,000.00
			Mwangeni	3	Batteries are dead	150,000.00

		Waita	Waita markaet	5	Batteries are dead	250,000.00
			Muunguu	3 vandalized	Batteries stolen	210,000.00
			Mutwangombe	5	Batteries are dead	250,000.00
3	Mwingi North	Tharaka ward	Ciampiu	4	Batteries are dead	200,000.00
			Nthangani	3	Batteries are dead	150,000.00
			Konyu	2	Batteries are dead	100,000.00
			Kamayagi	2	Batteries are dead	100,000.00
			Mangara(Mwararangi)	1	Battery is dead	50,000.00
			Kamwerini	1	Battery is dead	500,000.00
		Kyuso ward	kimangao	1	Battery is dead	50,000.00
			kandwia	5 vandalized	Battery, solar modules vandalized	350,000.00
			kamuwongo	5	Batteries are dead	250,000.00
			mivukoni	5	Batteries are dead	250,000.00
			maseki	5	Batteries are dead	250,000.00
			ngaie	3	Batteries are dead	150,000.00
			kyuso market	3	Batteries are dead	150,000.00
			katakani	2 vandalized		140,000.00
		Ngomeni ward	Ngomeni town	5	Batteries are dead	250,000.00
			Masyungwa	3	Batteries are dead	150,000.00
4	Mwingi West	Kyome/Thaana	Ndaluni	1 no.Solar panel stolen,2 No. not working	Replacement	210,000.00
			Kyome	2 no. flood lights not working	Batteries are dead	100,000.00
			Thokoa	Solar lights work only for few hours and then go off	Replacement	250,000.00
			Kanyaa	1no. solar flood not functional at market centre	Replacement	50,000.00
			Kaunduani	3no. flood lights including one at administration office go off within a shorter time	Batteries are dead	150,000.00
		Nguutani Ward	Nguutani	1 no. not working	Repair	50,000.00
			Kakululo	1no. not working	Replacement	50,000.00
				2no vandalised		140,000.00
			Nzawa	5 not working	repair	250,000.00
			Kwa-siku	3no. vandalised	Replacement	210,000.00
			Kea	3	Batteries are dead	150,000.00
			Katoteni	3no. not working	Batteries are dead	150,000.00
5	Kitui Rural	Kyangi ward	Kyangi town	5	Batteries are dead	250,000.00
			Kavisuni	5	Batteries are dead	250,000.00
		yatta/kwa vonza	Kwa vonza town	5	Batteries are dead	250,000.00
		Mbitini Ward	Mbitini town	5	Batteries are dead	250,000.00
		Kisasi	Ungatu	3	Batteries are dead	210,000.00
			Mukameni	2	Batteries are dead	140,000.00
6	Kitui Central	Miambani Township	Miambani	5	Batteries are dead	250,000.00
			Manyenyoni	5	Batteries are dead	250,000.00

			Kiluilu	5	Batteries are dead	250,000.00
7	Kitui west	Kauwi	Kabati town	5	Batteries are dead	250,000.00
			Katutu mkt	5	Batteries are dead	250,000.00
		Mutonguni	Tulia town	5	Batteries are dead	250,000.00
		Kwa Mutonga	Kathivo	2	Batteries are dead	100,000.00
			kivaani	1	Batteries are dead	50,000.00
			kwa mboya	3	Batteries are dead	150,000.00
			kithuyani	3	Batteries are dead	150,000.00
			mithikwani	3	Batteries are dead	150,000.00
			kwa mulungu	3	Batteries are dead	150,000.00
			Kithumulani	5	Batteries are dead	250,000.00
			kyaani	3	Batteries are dead	150,000.00
8	Kitui East	Endau /malalani	Endau town	5	Batteries are dead	250,000.00
			Malalani town	5	Batteries are dead	250,000.00
		Zombe /Mwitika	Zombe town	5	Batteries are dead	250,000.00
			Kikuu	5	Batteries are dead	250,000.00
		Mutitu/kaliku	Mutitu town	5	Batteries are dead	250,000.00
			Kaliku town	5	Batteries are dead	250,000.00
		Chuluni	kwa Kinyai	5	Batteries are dead	250,000.00
<b>Grand Total</b>						<b>18,821,000.00</b>

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**ANNEX VI****PLAYGROUNDS ALLOCATIONS FOR F/Y 2023/2024**

S/N	NAME	WARD	SUBCOUNTY
1.	Semea Primary School	Ikanga/Kyatune	Kitui South
2.	Kamutei Chief Camp Playground	Athi	Kitui South
3.	Kiati Primary School	Mutha	Kitui South
4.	Kaumu Primary School	Zombe/Mwitika	Kitui East
5.	Ndulikye Community Sports Centre	Voo/Kyamatu	Kitui East
6.	Kavalula Primary School	Nzambani	Kitui East
7.	Ciampiu Community Playground	Tharaka	Mwingi North
8.	Kathumulani Primary School	Mumoni	Mwingi North
9.	Kitundumo Playground	Mutonguni	Kitui West
10.	Kauma Playground	Matinyani	Kitui West
11.	Kathivo Primary School	Kithumula/Kwa Mutonga	Kitui West
12.	Kyethani Playground	Kiomo/Kyethani	Mwingi West
13.	Yenzuva Primary School	Kyome/Thaana	Mwingi West
14.	Nzouni Primary School	Nguni	Mwingi Central
15.	Mutyangome Primary School	Nuu	Mwingi Central
16.	Vinda Playground	Miambani	Kitui Central
17.	Ithimani Primary School	Kyangwithya West	Kitui Central
18.	Mwanyani Primary School	Mbitini	Kitui Rural
19.	Mavindini Primary School	Kisasi	Kitui Rural
20.	Kavoo Primary School	Kanyangi	Kitui Rural

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## ANNEX VII

## COUNTY GOVERNMENT OF KITUI

## SUMMARY OF RECOMMENDED EXPENDITURE BY PROGRAMME FOR FY 2023/2023

VOTE CODE TITLE	PROGRAMME CODE AND TITLE	RECURRENT ESTIMATES	DEVELOPMENT ESTIMATES	TOTAL
		Kshs	Kshs	Kshs
Office of The Governor	<b>Total</b>	<b>1,177,883,705</b>	<b>800,740,682</b>	<b>1,978,624,387</b>
	0701003710 P1: General Administration Planning and Support Services	823,930,587	681,300,000	1,505,230,587
	0702003710 P2: National Social Safety Net	98,990,000	30,000,000	128,990,000
	0703003710 P3: Enforcement Unit	53,965,520	-	53,965,520
	0704003710 SP 4.1 Public Communication	53,204,524	-	53,204,524
	0705003710 P4: Cabinet Affairs, Public Affairs and Human Resource Management	8,468,000	-	8,468,000
	0705003710 P6: County Government Administration and Field Services	49,528,168	89,440,682	138,968,850
	0706003710 P7: Devolution Services	20,882,445	-	20,882,445
	0707003710 P8: Monitoring and Evaluation	17,686,460	-	17,686,460
	Office of the Chief of Staff	9,802,000	-	9,802,000
	Office of the County Attorney	41,426,000	-	41,426,000
Office of The Deputy Governor	<b>Total</b>	<b>181,241,558</b>	<b>44,700,000</b>	<b>225,941,558</b>
	0701003710 P1: General Administration Planning and Support Services	38,663,692	-	38,663,692
	0305003710 P2: Tourism Development and Promotion	76,390,150	31,200,000	107,590,150
	Performance Contracting, Disaster and Emergency Services	66,187,716	13,500,000	79,687,716
Agriculture, Water & Irrigation	<b>Total</b>	<b>101,643,856</b>	<b>519,845,501</b>	<b>621,489,356</b>
	0101003710 P1: General Administration Planning and Support Services	62,128,225	-	62,128,225
	0104003710 P5: Irrigation and Drainage Infrastructure	13,979,756	213,493,886	227,473,642
	0111003710 P8: Water Resources Management	25,535,875	306,351,615	331,887,490
Education, Training & Skills Development	<b>Total</b>	<b>851,228,120</b>	<b>175,427,917</b>	<b>1,026,656,037</b>
	0501003710 P1: General Administration, Planning and Support Services	118,923,531	-	118,923,531
	0502003710 P2: Primary Education	696,647,877	105,823,917	802,471,794
	0507003710 P4: Youth Training and Development	35,656,712	67,400,000	103,056,712
	0503003710 P5: Quality Assurance and Standards	-	2,204,000	2,204,000
Roads, Public Works & Transport	<b>Total</b>	<b>171,186,447</b>	<b>492,749,652</b>	<b>663,936,099</b>
	0101003710 P1: General Administration Planning and Support Services	132,467,797	-	132,467,797
	0109003710 P4: Government Buildings	10,111,650	8,000,000	18,111,650
	0110003710 P5: Road Transport	28,607,000	484,749,652	513,356,652
Health & Sanitation	<b>Total</b>	<b>3,409,340,010</b>	<b>209,607,385</b>	<b>3,618,947,395</b>
	0401003710 P1: General Administration, Planning & Support Services	903,896,706	150,149,560	1,054,046,266
	0404003710 P2: Maternal and Child Health	965,881,179	24,669,500	990,550,679
	0403003710 P3: Preventive & Promotive Health Services	2,740,657	-	2,740,657
	0402003710 P4: Curative Health Services	1,536,821,468	34,788,325	1,571,609,793
Trade, Industry, MSMEs, Innovations & Cooperatives	<b>Total</b>	<b>160,221,452</b>	<b>236,040,000</b>	<b>396,261,452</b>
	0301003710 P1: General administration and support-H/Qs	102,353,026	-	102,353,026
	0303003710 P2: Trade development and Promotion	26,399,124	236,040,000	262,439,124
	0304003710 P3: Cooperative development and Management	31,469,302	-	31,469,302
Energy, Environment, Forestry, Natural & Mineral Resources	<b>Total</b>	<b>86,191,197</b>	<b>154,737,928</b>	<b>240,929,125</b>
	1001003710 P1 General Administration, Planning and Support Services	32,155,909	-	32,155,909
	1002003710 P2 Environment Management and Protection	24,169,986	69,012,700	93,182,686
	1005003710 P3 Power Transmission and Distribution	11,972,819	20,000,000	31,972,819
	1006003710 P4 Alternative Energy Technologies	3,448,627	55,500,000	58,948,627

VOTE CODE TITLE	PROGRAMME CODE AND TITLE	RECURRENT ESTIMATES	DEVELOPMENT ESTIMATES	TOTAL
		Kshs	Kshs	Kshs
	1008003710 P5 Mineral Resources Management	14,443,855	10,225,228	24,669,083
	<b>Total</b>	<b>103,716,242</b>	<b>82,500,000</b>	<b>186,216,242</b>
Culture, Gender, Youth, ICT, Sports and Social Services	0301003710 P1: General Administration, Planning and Support Services	36,501,365	-	36,501,365
	0902003710 P2: Gender	17,084,993	5,000,000	22,084,993
	0903003710 P3: Sports	25,627,200	57,500,000	83,127,200
	0904003710 P4: Culture	6,150,196	8,800,000	14,950,196
	021000 P5 ICT Infrastructure Development	6,959,700	10,500,000	17,459,700
	0504003710 P6: Youth Training and Development	8,939,389	700,000	9,639,389
	0905003710 P7: Social Development and Children Services	2,453,400	-	2,453,400
	<b>Total</b>	<b>514,184,750</b>	<b>-</b>	<b>514,184,750</b>
Finance, Economic Planning & Revenue Management	0701003710 P1: General Administration, Planning and Support Services	390,869,631	-	390,869,631
	0710003710 P2: Economic Policy and County Planning	36,905,900	-	36,905,900
	0711003710 P3: Monitoring and Evaluation Services	8,294,000	-	8,294,000
	0712003710 P4: Public Financial Management	78,115,219	-	78,115,219
	<b>Total</b>	<b>60,502,133</b>	<b>15,000,000</b>	<b>75,502,133</b>
County Public Service Board	0701003710 P1: General Administration, Planning and Support Services	46,297,237	-	46,297,237
	0713003710 P2: Human Resource Management and Development	10,864,096	-	10,864,096
	0714003710 P3: Governance and County Values	3,340,800	15,000,000	18,340,800
	<b>Total</b>	<b>909,689,957</b>	<b>-</b>	<b>909,689,957</b>
County Assembly Service Board	0701013710 P1: General Administration, Planning and Support Services	314,866,877	-	314,866,877
	0715013710 P2: Legislation, Representation and Oversight	594,823,080	-	594,823,080
	<b>Total</b>	<b>77,748,885</b>	<b>90,261,711</b>	<b>168,010,596</b>
Kitui Municipality	0201003710 P1: General Administration Planning and Support Services	45,187,701	3,000,000	48,187,701
	0202003710 P2: Road Transport	8,286,000	54,500,000	62,786,000
	0307003710 P 3: Trade Development and Promotion	3,480,000	12,500,000	15,980,000
	0730003710 P.4 Control and Management of Public finances	5,111,184	-	5,111,184
	0900003710 P .5 Social Protection, Culture and Recreation	15,684,000	20,261,711	35,945,711
	26405033710 P .6 Kenya Urban Support Programme	-	-	-
	<b>Total</b>	<b>53,328,113</b>	<b>38,100,000</b>	<b>91,428,113</b>
Mwingi Town Administration	0201003710 P1: General Administration Planning and Support Services	38,221,896	3,500,000	41,721,896
	1001000000 P2: Environmental Policy Management	698,900	13,500,000	14,198,900
	0109003710 P3: Government Buildings	4,206,946	3,500,000	7,706,946
	0207003710 P4: Urban and Metropolitan Development	9,766,504	15,700,000	25,466,504
	0706003710 P5: Devolution Services	433,867	1,900,000	2,333,867
	<b>Total</b>	<b>356,665,755</b>	<b>650,389,653</b>	<b>1,007,055,408</b>
Agriculture & Livestock	0101003710 P1: General Administration Planning and Support Services	62,619,308	-	62,619,308
	0102003710 P5: Crop Development and Management	5,670,497	330,483,244	336,153,741
	0103003710 P6: Agribusiness and Information Management	34,967,524	274,063,444	309,030,968
	0101020000 P7: Agricultural Extension Services and Training	24,303,930	30,342,965	54,646,895
	0105003710 P2: Fisheries Development and Management	1,040,677	-	1,040,677
	0106003710 P3: Livestock Resources Management and Development	228,063,819	15,500,000	243,563,819
	<b>Total</b>	<b>92,804,709</b>	<b>73,898,078</b>	<b>166,702,787</b>
Lands, Housing &	<b>Total</b>			

VOTE CODE TITLE	PROGRAMME CODE AND TITLE	RECURRENT ESTIMATES	DEVELOPMENT ESTIMATES	TOTAL
		Kshs	Kshs	Kshs
Urban Development	0101003710 P1: General Administration Planning and Support Services	54,297,435	-	54,297,435
	0108003710 P2: Land Policy and Planning	20,564,600	28,598,078	49,162,678
	0107003710 P3: Housing Development and Human Settlement	17,942,674	45,300,000	63,242,674
<b>Total Voted Expenditure Kshs</b>		<b>8,307,576,888</b>	<b>3,583,998,507</b>	<b>11,891,575,395</b>

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## ANNEX VIII

### COUNTY ASSEMBLY OF KITUI

#### MINUTES OF THE COMMITTEE ON BUDGET AND APPROPRIATIONS MEETING HELD AT PRIDEINN AZURE NAIROBI ON 11<sup>TH</sup> JUNE, 2023 AT 6.00PM.

#### MEMBERS PRESENT

- |                                   |                   |
|-----------------------------------|-------------------|
| 1. Hon. Zacchaeus Ivutha Syengo   | -Chairperson      |
| 2. Hon. Jacquelyne Cate Kalenga   | -Vice Chairperson |
| 3. Hon. Alex Mutambu Nganga       | -Member           |
| 4. Hon. Boniface Mukwate Katula   | -Member           |
| 5. Hon. Sylvester Kitheka Munyalo | -Member           |
| 6. Hon. Malinga Munyao            | -Member           |
| 7. Hon. Kyalo Kimuli              | -Member           |
| 8. Hon. Mary Mwendu Mutune        | -Member           |
| 9. Hon. Mercy Muliwa Muema        | -Member           |

#### IN ATTENDANCE:

- |                      |                         |
|----------------------|-------------------------|
| 1. Charles Nyaga -   | Senior Fiscal Analyst   |
| 2. Mulandi Kavali-   | First Clerk Assistant   |
| 3. Chris Mwangangi-  | Second Clerk Assistant  |
| 4. Margaret Muthami- | Fiscal Analyst II       |
| 5. Alfred Maluu      | Senior Hansard Reporter |

#### AGENDA

- 1) Prayer
- 2) Communication from the chair
- 3) Adoption of Committee report on consideration of the Kitui County Budget Estimates for the Financial Year 2023/2024.

MIN (BAC) 020/2023: COMMUNICATION FROM THE CHAIR

The Chairperson thanked and welcomed the Members for the effort they had shown in delivery of their mandate. He explained to the Committee that the meeting convened was for the purpose of adopting the Committee report on consideration of the Kitui County Budget Estimates for the Financial Year 2023/2024. The adoption exercise was as provided for under the provisions of Standing Order 179(4) and (6).

MIN (BAC) 021/2023: ADOPTION OF THE COMMITTEE REPORT ON CONSIDERATION OF THE KITUI COUNTY BUDGET ESTIMATES FOR THE FINANCIAL YEAR 2023/2024.

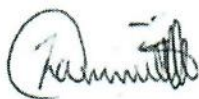
The Members were taken through the draft report, deliberated and adopted the same as the final copy for onward transmission to the Office of Speaker for approval. They also resolved that after the approval of this budget report on Wednesday, 14<sup>th</sup> June, 2023, the Committee to retreat for consideration of the Appropriation so as to fast-track its approval before 30<sup>th</sup> June, 2023.

MIN (BAC) 021/2023: ADJOURNMENT

There being no other business, the meeting was adjourned at 7.30PM



CHRIS MWANGANGI  
For: CLERK OF ASSEMBLY  
COUNTY ASSEMBLY OF KITUI.



CONFIRMED BY:  
(HON. ZACCHAEUS IVUTHA SYENGO)  
CHAIRPERSON, COMMITTEE ON BUDGET AND APPROPRIATIONS.  
COUNTY ASSEMBLY OF KITUI.



ANNEX IX

COUNTY GOVERNMENT OF KITUI

TEL: 044-4422041, 4422304  
Email: finance@kitui.go.ke.



P.O. BOX 33 - 90200  
KITUI

08 JUN 2023

COUNTY TREASURY

When replying please quote  
Ref No. CGKTI/CT/FIN/1/(2023-2024)/43

7<sup>TH</sup> JUNE, 2023

Chair  
Budget & Appropriations Committee  
County Assembly of Kitui

Through  
Clerk  
County Assembly of Kitui

*P.C.M  
Push this to the  
chair budget-Committee  
at 2/6/2023*

**RE: MEMORANDUM BY THE COUNTY EXECUTIVE COMMITTEE MEMBER FOR COUNTY TREASURY ON THE 2023/24 FY COUNTY ANNUAL BUDGET ESTIMATES**

Mr. Chairman, the County Executive submitted FY 2023/24 County Annual Budget Estimates to County Assembly on <sup>21(2)</sup>28<sup>th</sup> April 2023.

Further, Section 130 (1) (a) (iii) of the Public Finance Management Act, 2012 that requires the County Executive Committee member for Finance to submit a memorandum to the County Assembly explaining how the resolutions adopted by the County Assembly on the budget estimates have been taken into account while finalizing the budget for a given financial year.

Mr. Chairman, the purpose of this Memorandum is:

**1. To explain the variance between the Approved CFSP and Submitted Budget Estimates**

The Table below shows analysis of variation between approved CFSP and Submitted Budget with explanations.

County Ministry	Total Budget Estimates - Submitted to CA (A)	Approved CFSP Ceiling (B)	Variance (A-B)	% Variance	Remarks
Office of the Governor	1,986,624,387	1,984,644,129.45	1,980,257	0.1	Within 1% threshold.
Office of the Deputy Governor	225,941,558	190,357,185.64	35,584,372	18.69	The Salary for Tourism Department amounting to: <b>Kshs 29,235,803.56</b> was moved from

County Ministry	Total Budget Estimates – Submitted to CA (A)	Approved CFSP Ceiling (B)	Variance (A-B)	% Variance	Remarks
					Environment to Office of Deputy Governor. This has not been factored during the approval of the CFSP
Ministry of Water & Irrigation	590,502,956	585,959,519.37	4,543,437	0.78	Within 1% threshold
Ministry of Education, Training & Skills Development	1,026,656,037	898,981,725.68	127,674,312	14.2	The Ministry of Education converted ECDE teachers to P&P terms. As a result, their PE increased by Kshs - <b>182,044,341.99</b> from Kshs <b>612,571,217.51</b> – Approved CFSP to Kshs <b>794,615,560</b> – Submitted Budget.
Ministry of Roads, Public Works & Transport	663,936,099	722,559,699.17	-58,623,600	-8.11	To cater for budget shortfall
Ministry of Health & Sanitation	3,603,301,820	3,621,709,874.62	-18,408,055	-0.51	Within 1% threshold
Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives	396,261,452	415,902,998.10	-19,641,546	-4.72	To cater for budget shortfall
Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	251,929,125	248,649,157.50	3,279,967	1.32	To provide for budgetary allocation for Rural Electrification, Power Transmission and Distribution – <b>Kshs 20 Million</b>

County Ministry	Total Budget Estimates – Submitted to CA (A)	Approved CFSP Ceiling (B)	Variance (A-B)	% Variance	Remarks
Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	186,216,242	193,203,936.31	-6,987,694	-3.62	To cater for budget shortfall
Ministry of Finance, Economic Planning & Revenue Management	514,184,750	571,122,272.55	-56,937,523	-9.97	To cater for budget shortfall
County Public Service Board	75,502,133	81,252,042.90	-5,749,910	-7.08	To cater for budget shortfall
County Assembly Service Board	909,689,957	909,689,957.00	-	-	Within 1% threshold
Kitui Municipality	170,350,511	178,448,398.84	-8,097,887	-4.54	To cater for budget shortfall
Mwingi Town Administration	88,228,113	87,362,468.50	865,644	0.99	Within 1% threshold
Ministry of Agriculture & Livestock	824,400,505	803,447,719.65	20,952,785	2.61	To provide for adequate allocation for Kitui Agricultural Show – <b>Kshs 23M</b>
Ministry of Lands, Housing and Urban Development	166,702,787	152,988,034.36	13,714,753	8.96	To provide for adequate allocation for installation of street lights along the roads of 8 the urban areas – (Increased from Kshs 20M to Kshs 25M) and Land Banking (Increased from Kshs 5M to 13M).
<b>TOTALS</b>	<b>11,680,428,432</b>	<b>11,646,279,119.64</b>	<b>34,149,312.36</b>	<b>0.29</b>	Within 1% threshold

Note: The overall variation between approved CFSP and submitted Budget is Kshs 34.1M which is 0.29% of the Total Budget and therefore within 1% threshold as per

Section 37 (1) of PFM Regulations, 2015 (Counties) and Section 131 (1) of the PFM Act 2012.

2. To update the allocation of Conditional Grants with the latest County Governments Additional Allocations Bill, 2023 dated 24<sup>th</sup> May, 2023 and submitted to the National Assembly on 30<sup>th</sup> May 2023.

Part I: Conditional Allocations from proceeds of loans or grants from Development Partners for Financial Year 2023/2024 (Figures in Kenya Shillings)

Name of the Grant	Submitted Budget	Allocation - County Governments Additional Allocations Bill, 2023	Variance
World Bank (Agriculture - Rural Growth)	169,475,223.00	150,000,000.00	-19,475,223.00
World Bank (Emergency Locust Response Project (ELRP))	70,223,000.00	133,683,243.61	63,460,243.61
IDA (World Bank) credit (National Agricultural Value Chain Development Project (NAVCDP))	70,000,000.00	250,000,000.00	180,000,000.00
HSSP/HSPS - (DANIDA/IDA)	12,555,000.00	16,112,250.00	3,557,250.00
World Bank Credit to Finance Locally - Led Climate Action Program (FLLoCA)	22,000,000.00	11,000,000.00	-11,000,000.00
Kenya Urban Support Project - World Bank	2,339,915.00	-	-2,339,915.00
Sweden - Agricultural Sector Development Support Programme (ASDSP) II	11,636,683.00	1,292,965.00	-10,343,718.00
<b>Sub - Total</b>	<b>358,229,821.00</b>	<b>562,088,458.61</b>	<b>203,858,637.61</b>

**Note:** We recommend the Assembly to capture the above changes in finalizing the FY 2023/2024 Budget estimates.

\*\*\*Part II: National Government's Expenditure on Devolved Functions to be converted

Livestock Value Chain Support Project	14,323,680.00
De-Risking and Value Enhancement (DRIVE)	63,341,980.00
<b>Total</b>	<b>77,665,660.00</b>

**Note:** This is just for information and not to be captured on our County Budget since the allocation has been factored under the National Government Budget.

**\*\*\*Part III: Conditional Allocations to County Governments from National Government Revenue in FY 2023/2024**

Conditional Grant for Leasing of Medical Equipment	124,723,404.30
Conditional Grant for Aggregation and Industrial Parks Programme	100,000,000.00
Conditional Grant for Provision of Fertilizer Subsidy Programme	179,499,580.00
<b>Total Conditional Grants from the National Government Revenue</b>	<b>404,222,984.30</b>

**Note:** This is just for information and not to be captured on our County Budget since the allocation has been factored under the National Government Budget.

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3. To propose the following additional adjustments on the submitted FY 2023/24 Annual Budget Estimates:

Ministry	Department	Programme	Item Description	Proposed Reductions	Proposed Additions
Ministry of Health and Sanitation	Medical Services	0401023710 SP. 1.2 Health Policy, Planning & Financing	3110701: Purchase of 2 Vans to carry Oxygen Plants to neighboring Hospitals @ Kshs 5.5M Plus Kshs 2M for purchase of nozzles		13,000,000.00
			3110202: Model health centres at Kanguu in Chuluni, Voo and Nguni Wards as well as completion, equipping and operationalization of Kakithya dispensary in Kanziko ward and Kitoo dispensary in Mutomo/ Kibwea ward ,upgrading of facilities (Endau	13,000,000.00	

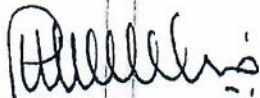
Ministry	Department	Programme	Item Description	Proposed Reductions	Proposed Additions
			dispensary, Waita health centre, Kanziko health centre, Tiva dispensary, Mutomo hospital, Yatta Health centre)		
Office of the Governor	Decentralized Units Service Delivery Coordination	0705003710 P2: County Government Administration and Field Services	2211399: Other Operating Expenses-Other (Council of Governors Activities, Intergovernmental, SEKEB, intra and inter-county activities)-5M- Contribution to SEKEB Secretariat contribution, M-COG Annual Contribution, 1M- Summit general assembly, Technical teams and Governing Councils	8,000,000.00	
			2211201 Refined Fuels and Lubricants for Transport( To cater for 40 Motorbikes for Ward Admns offices and 10 motor vehicles(HQ and Sub-county))	2,000,000.00	
	<b>Governor's Service Unit and Public Communication</b>	Public Communication and Protocol	2211399: Other Operating Expenses-Other (Council of Governors Activities, Intergovernmental, SEKEB, intra and inter-county activities)-5M- Contribution to SEKEB Secretariat contribution, 2M-COG Annual Contribution, 1M- Summit general assembly, Technical teams and Governing Councils, Furnishing SEKEB Office – 12M as agreed during SEKEB summit meeting held in Kitui by May, 2023.		20,000,000.00
		County Attorney	2211308 Legal Dues/ Fees, Arbitration and Compensation Payments(including on-going cases)	5,000,000.00	

Ministry	Department	Programme	Item Description	Proposed Reductions	Proposed Additions
	Public Service Management & General Administration	0701013710 SP 1.1 General Administration, Human Resources, Protocol, Monitoring and Research and Support Services	2210805 National Celebrations: Jamhuri, Mashujaa, Huduma and Madaraka each @ 6M 12,000,000	2,000,000.00	
2211399 Other Operating Expenses- Other (Facilitation for Governor's movements)			5,000,000.00		
2211320 Temporary Committee Expenses - Committee/ Task force				2,000,000.00	
	<b>Total</b>			<b>35,000,000.00</b>	<b>35,000,000.00</b>

**Note:** We recommend the Assembly to capture the above changes in finalizing the FY 2023/2024 Budget estimates.

**Mr. Chairman,** based on the above adjustments I will be ready to discuss the issues you will raise, if any, and provide more information in line with the above provisions as required in law. These consultations are therefore not only important but a legal process important in the budget making process.

Thank you.



Peter Mwikya Kilonzo  
**County Executive Committee Member**  
**County Treasury**

**Copy to:**

H.E. the Governor  
 Speaker, County Assembly of Kitui

