



REPUBLIC OF KENYA

COUNTY GOVERNMENT OF NYANDARUA



FINANCE AND ECONOMIC DEVELOPMENT

RE; ANALYSIS AND HIGHLIGHT FROM FINANCE ACT 2018

The Public Finance Management Act 2012 Section 132 provides that each financial year, the County Executive Member for Finance shall with the approval of the County Executive Committee make a pronouncement revenue raising measures for the County Government.

The Finance Act 2018 which was approved by The County Assembly and assented by H.E The Governor has five schedules which expound various fees and changes as shown below;

First Schedule

The First schedule capture Permits and Licenses Fees for various businesses. The charges are differentiated by codes which ranges from code 101 to 898.

Second Schedule

The Second Schedule the coding starts from 1001 to 1065. The schedule includes General fees and Charges for Produce Cess and Royalties, Market fee, Advertisements, Promotion and Branding.

Third Schedule

The third schedule includes charges emanating from Land and Plots rates, Land subdivision Market stall and House Rent, Land Survey fee, Building Approval fees, Grave fee, Parking fee, Boda Boda and Matatu stickers, Hire of

the County Machinery, Application fee of Various County Licenses. The Schedule's codes start from code 1067 to 1283

Fourth Schedule

The Fourth schedule is for the Penalties and Fines. This capture the charges for the offences. The non-compliance with County Laws such as illegal construction, non-payment of fees and charges and Court Fines are imposed under code 1284-1311.

Fifth schedule

Under this Schedule, it capture all charges from the Devolved Functions as stipulated in the Kenya Constitution. This Schedule has six parts.

Part I- This covers all Fees and Charges from the Department of Agriculture, Livestock and Fisheries.

Part II – This covers Fees Charges from the Department of Water, Environment and Natural Resources and Tourism.

Part III- It covers the Charges from the Department of Industrialization, Co-Operative, and Trade Development.

Part IV- This covers all Fee and Charges from the Tourism

Part V- This cover the Fees and Charges from the department of Education, Gender and Social services

Part VI- This cover all fees and Charges from the Department of Health.

Analysis of changes in Fees and Charges from the Finance Act 2018

Nyandarua County Finance Act 2018, proposed increase of Fees and Charges from Business Permit and Licenses. These are expounded in the First and Fifth Schedule Part V of Finance Act 2018. The Town under Zone A Which is the County Headquarter (Ol Kalou) was increased by 15% while Areas under Zone C were Increased by 10%. A new Zone B was curved from Zone C. The towns under Zone B are Njabini, Engineer, Oljoroorok, Ndaragwa, Miharati, Mirangine, Mairo-Inya, Gwa Kung'u, Shamata, Kasuku, Ndunyu- Njeru and Magumu.

The analysis of changes from Finance Act 2018 has been summarized as below;

Permit and Licenses For Various Business

Code	Business Activity	Current Rate (KShs.) 2017/2018	Proposed Rate (Kshs) 2018/2019	Increase	% Increase
102	Hyper Supermarket, Over 20 Employees or Premises Over, 400 m ²	50,000	57,500	7,500	15%
103	Supermarket and Large Wholesaler, 10 – 20 Employees Or Premises, 150m ² to 399 m ² .	30,000	34,500	4,500	15%
104	Mini Supermarkets, 3-9 Employees or Premises 100 m ² -149 m ²	15,000	17,250	2,250	15%
105	Large Trader, Shop, Retail Store, Distributor or Personal Service - Up To 3 Employees /or Premises 51m ²	12,000	13,800	1,800	15%
	a) Zone A	5,500	6,325	825	15%
	c) Zone C	3,500	3,850	350	10%
	a) Zone A	3,000	3,450	450	15%
	c) Zone C	2,200	2,420	220	10%
	a) Zone A	7,000	8,050	1,050	15%
	c)Zone C	5,350	5,885	535	10%
113	Banks ATMS Points	40,000	46,000	6,000	15%
	a) Zone A	17,000	19,550	2,550	15%
	c)Zone C	10,000	11,000	1,000	10%
	a) Zone A	3,400	3,910	510	15%
	c)Zone C	2,200	2,420	220	10%
	a) Zone A	11,000	12,650	1,650	15%
	c)Zone C	7,000	7,700	700	10%
	a) Zone A	8,000	9,200	1,200	15%
	c)Zone C	6,000	6,600	600	10%
118	Wholesalers- Hardware	30,000	34,500	4,500	15%
215	Small Informal Sector Trader / Service Provider - Shoeshine, Shoe Repair, clothe repair, Street	850	978	128	15%

	Vendor(Newspapers, Sweets, Soda, Cigarettes)				
220	Semi- Permanent Informal Sector Trader - Up To 2 Persons Operating In Veranda	1,300	1,495	195	15%
305	Transportation PSV Company - Over 40 Vehicles	43,000	49,450	6,450	15%
306	Transportation PSV Company - 20-39 Vehicles	25,000	28,750	3,750	15%
310	Transport PSV Company - From 6 To 19 Vehicles	16,000	18,400	2,400	15%
315	Transport PSV Company - From 2 To 5 Vehicles	5,100	5,865	765	15%
320	Independent PSV Transport Operator - 1 Vehicle	2,500	2,875	375	15%
321	Commercial Parking Bay	8,000	9,200	1,200	15%
322	Break Down Services	10,000	11,500	1,500	15%
325	Large Petrol Filling Station - 5 and above Dispensing Arms/Nozzles	30,000	34,500	4,500	15%
330	Medium Petrol Filling Station - From 3 to 4 Dispensing Arms/Nozzles	20,000	23,000	3,000	15%
335	Small Petrol Filling Station - Up to 2 Dispensing Arms/Nozzles	7,000	8,050	1,050	15%
336	Fuel Drum Operators	5,500	6,325	825	15%
337	Shops/Paraffin (Jerican)	2,700	3,105	405	15%
340	Large Cold Storage Facility - Over 300 m ² , Insulated Walls, Cold Production Equipment	33,500	38,525	5,025	15%
345	Medium Cold Storage Facility - Between 100-299 m ²	17,000	19,550	2,550	15%
350	Small Cold Storage Facility - Up To 100m ²	8,100	9,315	1,215	15%
355	Large Storage Facility -	32,600	37,490	4,890	15%

	Over 300 m ² . Go Down, Warehouse. Liquid Storage Tanks Complex				
360	Medium Storage Facility - From 100 m ² to 299 m ² .	16,000	18,400	2,400	15%
365	Small Storage Facility - Up to 99	5,600	6,440	840	15%
370	Large Communications Co - Over 20 Employees &/or Premises Over 300 m ²	50,000	57,500	7,500	15%
375	Medium Communications Co - From 5 to 19 Employees &/or Premises from 100 m ² to 299 m ²	34,000	39,100	5,100	15%
380	Small Communications Co - Up to 4 Employees &/or Premises Up to 99 m ²	15,000	17,250	2,250	15%
	Zone A	5,500	6,325	825	15%
	Zone C	3500	3,850	350	10%
405	Large Horticulture Producer, Processor, Dealer, Exporter - Over 20 Employees	55,000	63,250	8,250	15%
406	Medium Horticulture Producer/Processor- From 11-19 Employees	40,000	46,000	6,000	15%
407	Agricultural Horticulture/Processor- from 4-10 Employees	20,000	23,000	3,000	15%
415	Small Horticulture producer / Processor / Dealers/slaughter House - up to 3 employees	8,000	9,200	1,200	15%
416	Large Agricultural Dealer Inclusive Of Agro Vets, Vet Shops Etc.- Over 20 Employees	17,000	19,550	2,550	15%
417	Medium Agricultural Dealer Inclusive Of Agro Vets, Vet Shops Etc.- From 5-19 Employees	9,000	10,350	1,350	15%
	a) Zone A	4,800	5,520	720	15%

	c)Zone C	3,400	3,740	340	10%
	a) Zone A	5,000	5,750	750	15%
	c)Zone C	3,200	3,520	320	10%
420	Large Mining Or Natural Resources Extraction Operation, - Over 50 Employees, Borehole Drillers	45,000	51,750	6,750	15%
429	Stone Cutting Machine / mechanised quarry operations	70,000	80,500	10,500	15%
430	Small Mining or Natural Resources Extraction Operation - Up to 3 Employees. Includes Quarries & Small Mining Operations	7,500	8,625	1,125	15%
	a) Dealer in Recyclable Materials, Yards	20,000	23,000	3,000	15%
	b) Dealers With Motorbikes, Bicycles, Hand Carts (Mobiles)	10,000	11,500	1,500	15%
495	a) Power Saw Machines	2,100	2,415	315	15%
	b) Timber Yard	6,000	6,900	900	15%
496	Cereal Shops, Charcoal Dealers/Hides & Skin Banda	4,200	4,830	630	15%
497	Ploughing Tractors on Business/Combined Harvesters	5,600	6,440	840	15%
498	Private Water Service Providers	5,000	5,750	750	15%
499	Saw Millers on Business	26,000	29,900	3,900	15%
500	Mobile Lumbering Bench	8,000	9,200	1,200	15%
501	Maize Sheller	2,500	2,875	375	15%
503	Large-High Standard Lodging House / Hotel - D Class. Over 30 Rooms	57,000	65,550	8,550	15%
506	Medium-High Standard Lodging House / Hotel - D Class. From 16 to 29 Rooms	39,000	44,850	5,850	15%
509	Small-High Standard Lodging House / Hotel - D Class. Up to 15	27,500	31,625	4,125	15%

	Rooms				
512	Large Lodging House with Restaurant - B / C Class. Basic Standard. Over 10 Rooms	20,000	23,000	3,000	15%
	a) Zone A	14,000	16,100	2,100	15%
	c) Zone C	8,000	8,800	800	10%
518	Small Lodging House with Restaurant - B / C Class. Basic Standard. Up to 5 Rooms	9,200	10,580	1,380	15%
521	Large Lodging House - B / C Class. Basic Standard. Over 15 Rooms	17,600	20,240	2,640	15%
524	Medium Lodging House - B / C Class. Basic standard. From 6 to 15 rooms	11,500	13,225	1,725	15%
527	Small Lodging House. Basic Standard - B / C Class. Up To 5 Rooms	7,500	8,625	1,125	15%
	a) Non-Storey Buildings	3,000	3,450	450	15%
	b) Apartments	3,000	3,450	450	15%
	c) Hostels	3,000	3,450	450	15%
	d) Estates	5000	5,750	750	15%
540	Large Restaurant with Membership Club - Over 20 Sitting Capacity	17,000	19,550	2,550	15%
543	Medium Restaurant with Membership Club - From 11 to 19 Sitting Capacity	8,500	9,775	1,275	15%
549	Large Eating House; Snack Bar; Tea House -, No Lodging. No Alcohol Served. 100 m ²	6,100	7,015	915	15%
552	Medium Eating House; Snack Bar; Tea House, Milk Bar - No Lodging. No Alcohol Served. From 50-99m ²	4,800	5,520	720	15%
	a) Zone A	4,000	4,600	600	15%
	c) Zone C	2,650	2,915	265	10%
556	Milk- Dispensing Machine M.D. M	6,000	6,900	900	15%

558	Butchery with Roasted Meat and / or Soup Kitchen - any Size				
	a) Zone A	5,000	5,750	750	15%
	c) Zone C	3,100	3,410	310	10%
605	Large Professional Services Firm Except Health & Education Services- Over 3 Practitioners & /Or International Affiliation	45,000	51,750	6,750	15%
610	Medium Professional Services Firm Except Health & Education Services - From 2 to 3 Practitioners	22,500	25,875	3,375	15%
615	Small Professional Services Firm Except Health & Education Services - 1 Practitioners/ Commercial Agencies/Auctioneers	11,500	13,225	1,725	15%
620	PSV Booking Office	3,500	4,025	525	15%
625	Large Financial Services - Over 10 Employees Or Premises Over 150	55,000	63,250	8,250	15%
630	Medium Financial Services - From 6 to 9 Employees	48,000	55,200	7,200	15%
635	Small Financial Services - Up to 5 Employees	26,000	29,900	3,900	15%
695	a) Microfinance Services or SACCO Without FOSA	15,000	17,250	2,250	15%
	b) Youth Microfinance Services or Sacco Without FOSA	5,000	5,750	750	15%
705	Large Private Higher Education Institution - A) Any type of Private University, B) Tertiary College or Higher Education Institution. (Over 30 Students)	32,500	37,375	4,875	15%

706	Medium Private Higher Education Institution – A)Any Type of Private University, B)Tertiary College or Higher Education Institution (21-30 Students)	25,000	28,750	3,750	15%
707	Small Private Higher Education Institution – A)Any Type of Private University, B)Tertiary College or Higher Education Institution .(up to 20 Students)	15,000	17,250	2,250	15%
708	Small Training Institutions (Driving School E.T.C.)	12,000	13,800	1,800	15%
	a) Computer College Up to 9 Students	4,000	4,600	600	15%
	b) Computer College Over 10 Students	6,000	6,900	900	15%
	c) Youths Computer Colleges	3,000	3,450	450	15%
710	Private Secondary Education Institution - Over 250 Students	23,000	26,450	3,450	15%
711	Private Secondary Education Institution - From 201-250 Students	20,000	23,000	3,000	15%
712	Private Secondary Educational Institution - 151-200 Students	18,000	20,700	2,700	15%
713	Private Secondary Educational Institution – 101-150 Students	15,000	17,250	2,250	15%
714	Private Secondary Educational Institution – 51-100 Students	12,000	13,800	1,800	15%
715	Private Secondary Educational Institution – 21-50 Students	8,000	9,200	1,200	15%
716	Private Secondary Educational Institution Up to 20 Students	5,000	5,750	750	15%
717	Private Primary Education Institution - Over 250 Pupils	23,000	26,450	3,450	15%

718	Private Primary Education Institution - From 201-250 Pupils	20,000	23,000	3,000	15%
719	Private Primary Educational Institution - 151-200 Pupils	18,000	20,700	2,700	15%
720	Private Primary Educational Institution - 101-150 Pupils	15,000	17,250	2,250	15%
721	Private Primary Educational Institution - 51-100 Pupils	12,000	13,800	1,800	15%
722	Private Primary Educational Institution - 21-50 Pupils	8,000	9,200	1,200	15%
723	Private Primary Educational Institution - Up to 20 Pupils	5,000	5,750	750	15%
724	Private ECDS Centre	2,500	2,875	375	15%
725	Large Private Health Facility - Hospital, Clinic, nursing home, providing overnight Accommodation , over 30 Beds , Funeral Home	50,000	57,500	7,500	15%
730	Medium Private Health Facility - From 11 to 30 Beds - Funeral Home	25,000	28,750	3,750	15%
735	Small Private Health Facility - Up to 10 Beds	16,000	18,400	2,400	15%
	a) Zone A	5,500	6,325	825	15%
	c)Zone C	4,000	4,400	400	10%
743	Funeral Parlour Stand Alone	5,000	5,750	750	15%
744	Funeral Hearse	5,000	5,750	750	15%
745	Traditional Health Services - Herbalist, Traditional Healer, Etc.	4,600	5,290	690	15%
750	Large Entertainment Facility - Cinema-Theatre-Video Show :Over 50 Seats Amusement-Juke Box Games Machines Arcades : Over 5 Machines ,Sports Club -	26,000	29,900	3,900	15%

	Gym- over 20 Members				
755	Medium Entertainment Facility - From 21 to 49 Seats / From 2 to 4 Machines / From 11 to 19 Members	13,000	14,950	1,950	15%
	a) Zone A	8,000	9,200	1,200	15%
	c)Zone C	5,000	5,500	500	10%
761	Arcades/Token Betting Machines	50,000	57,500	7,500	15%
795	a) Pool Tables, Darts, Video Shows	5,300	6,095	795	15%
	b) Youths Pool Tables, Darts, Video Shows	4,000	4,600	600	15%
805	Large Industrial Plant - Over 20 Employees or Premises Over 300	58,000	66,700	8,700	15%
810	Medium Industrial Plant - From 11 to 19 Employees or Premises From 100 m ² to 299 m ²	41,000	47,150	6,150	15%
815	Small Industrial Plant - Up to 10 Employees Or Premises Up to 99 m ²	20,000	23,000	3,000	15%
820	Large Workshop / Service-Repair Contractor - Over 20 Employees or Premises Over 300 m ²	34,000	39,100	5,100	15%
825	Medium Workshop, Service-Repair Contractor - From 3 to 20 Employees or Premises From 20m ² to 300 m ²	10,000	11,500	1,500	15%
	a) Zone A	3,850	4,428	578	15%
	c)Zone C	3,100	3,410	310	10%
895	Commercial Excavators, Loaders	20,000	23,000	3,000	15%
896	Spare Parts Shop	5,500	6,325	825	15%
897	Car Wash	3,500	4,025	525	15%
898	Car Wash (Youth Group)	2,000	2,300	300	15%

Liquor licenses

Code	Alcoholic Drinks Control License					
	Item Distribution		Current rate	Proposed	Increase	% Increase
1403	Large lodging house with restaurant & / or bar - B / C class. Basic standard. Over 10 rooms					
	a) Zone A	Per Business	50,000	57,750	7,750	15%
	c) Zone C	Per Business	40,000	44,000	4,000	10%
1404	Medium Lodging House With Restaurant & / or Bar - B / C Class. Basic Standard. From 6 To 10 Rooms					
	a) Zone A	Per Business	44,000	50,600	6,600	15%
	c) Zone C	Per Business	31,000	34,100	3,100	10%
1405	Large Lodging House with Restaurant & / or Bar - B / C Class. Basic Standard. Over 10 Rooms					
	a) Zone A	Per Business	50,000	57,500	7,500	15%
	c) Zone C	Per Business	40,000	44,000	4,000	10%
1406	Medium Lodging House with Restaurant & / or Bar - B / C Class. Basic Standard. from 6 to 10 Rooms					
	a) Zone A	Per Business	44,000	50,600	6,600	15%
	c) Zone C	Per	31,000	34,100	3,100	10%

		Business				
1407	Small Lodging House with Restaurant & / or Bar - B / C Class. Basic Standard. Up To 5 Rooms					
	a) Zone A	Per Business	39,200	45,080	5,880	15%
	c) Zone C	Per Business	29,200	32,120	2,920	10%
1408	Large Restaurant With Bar / Membership Club - Over 20 Sitting Capacity	Per Business	117,000	134,550	17,550	15%
1409	Medium Restaurant With Bar / Membership Club -	Per Business	88,500	101,775	13,275	15%
	From 11 To 19 Sitting Capacity					
1410	Large Bar – 100m2 and Above.					
	a) Zone A	Per Business	27,900	32,085	4,185	15%
	c) Zone C	Per Business	22,900	25,190	2,290	10%
1411	Medium Bar - from 50-99m2.					
	a) Zone A	Per Business	26,500	30,475	3,975	15%
	c) Zone C	Per Business	21,500	23,650	2,150	10%
1412	Wines and Spirits, Distributors of First Generation	Per Business	82,000	90,200	8,200	10%
1413	Wholesale and Retail 1st Generation Wines and Spirit	Per Business	60,000	66,000	6,000	10%

1414	Hyper Supermarket, Over 20 Employees or Premises Over 400m2 with Alcohol	Per Business	150,000	165,000	15,000	10%
1415	Supermarket and Large Wholesaler, 10 - 20 Employees or Premises, 150m2 to 399m2 with Alcohol	Per Business	110,000	121,000	11,000	10%
1416	Mini Supermarket, 3 - 9 Employees or Premises 100m2 - 149m2 with Alcohol	Per Business	65,000	71,500	6,500	10%
1417	Large-High Standard Lodging House / Hotel - D Class. Over 30 Rooms with Alcohol	Per Business	107,000	117,700	10,700	10%
1418	Medium-High Standard Lodging House / Hotel - D Class. From 16 to 29 Rooms With Alcohol	Per Business	89,000	97,900	8,900	10%
1419	Small-High Standard Lodging House / Hotel - D Class. Up to 15 Rooms With Alcohol	Per Business	77,500	85,250	7,750	10%
1420	Night Clubs -Bar					
	a) Zone A	Per Business	119,000	136,850	17,850	15%
	b) Zone B	Per Business	NEW	97,900		
1421	Manufacturer Alcoholic License					

	a) Over 1 Million Litres	Per Business	1,100,000	1,210,000	110,000	10%
	b) Between 500,000-999,999 Litres	Per Business	580,000	638,000	58,000	10%
	c) Up to 499,999 Litres	Per Business	300,000	330,000	30,000	10%

Conclusion

The increment of Licenses and Permit is between 10-15%. Other charges in Schedule Two, Three, Four and Five Part I,II, III IV and VI remain unchanged.