



**REPUBLIC OF KENYA**  
**COUNTY GOVERNMENT OF NYANDARUA**  
**THE COUNTY TREASURY**

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**NYANDARUA COUNTY GOVERNMENT**

**FY 2019/20 CITIZEN BUDGET**

**THEME**

*Actualizing Nyandarua County socio-economic Transformative Agenda*

## **ABBREVIATIONS**

CIDP: County Integrated Development Plan.

ADP: Annual Development Plan.

CECM: County Executive County Member.

ICT: Information and Communication Technology.

ECDE: Early Childhood Development Education.

IFMIS: Integrated Financial Management Information System.

PFM: Public Finance Management.

CRA: Commission on Revenue Allocation.

CBROP: County Budget Review and Outlook Paper.

CFSP: County Fiscal Strategic Paper.

CARA: County Allocation Revenue Act.

DORA: Division of Revenue Act.

O&M: Operation and Maintenance.

M: Million.

B: Billion.

PE: Personal Emolument. (Compensation to Employees)

DANIDA: Danish International Development Agency.

EU: European Union.

KSh: Kenya Shillings.

M&E: Monitoring and Evaluation.

## **1.0 COUNTY GOVERNMENT STRUCTURE**

### **1.1 OVERVIEW**

Nyandarua County is one of the County Governments in Kenya created under the new two-tier governance system, i.e. national and county systems created by the Constitution enacted in 2010. The County Government started implementing its mandates in March 2013 as per the provisions of the Fourth Schedule of the Constitution which came into effect in August 2010. The county has operationalized these constitutional requirements and other legal provisions including the Public Finance Management, Act 2012, County Government Act, 2012, Urban areas and Cities Act, 2012 amongst other legislations. These provisions requires periodic preparation of various planning documents; County Integrated Development Plan (CIDPs), Spatial Plans, Urban Areas and Cities Plan, Sectoral Plans, Annual Development Plans (ADPs) and Budget Estimates.

The county government is composed of two arms; the Legislature and the Executive. The Legislature is composed of the Speaker, one elected member from each of the county's twenty five Wards, nominated members representing special interest groups and staff led by the County Assembly Clerk. The Legislature's roles are; representation, oversight, and legislation. The role of the Executive arm is to implement laws, policies and plans relating to the county mandates, with the aim of achieving county development targets.

The Executive is organized into ten departments based on their mandates. They are headed by County Executive Committee Members (CECMs) with an exception of the County Public Service Board. For appropriate planning approaches, budget considerations, harmony in coordination and synergy in resource mobilization strategies, departments have visions, missions and a set of programmes to deliver on their mandates and development objectives.

## 1.2 DEPARTMENTS AND DIRECTORATES

Department	Directorate	
Office of the Governor	Governor's administration and support services	
	Governor's Advisory Services	
	Liaison and Inter Governmental Relations	
	Governor's Press Service	
	Governor's service Delivery Unit	
	County Administrative and Support Services	
	Human Resources Management	
	County Executive Committee Affairs	
	Communication	
	Public Participation and Civic Education	
	Legal Affairs	
	Youth, Sports & the Arts	Youth Affairs and the Arts
		Sports
Public Administration & ICT	Information Communication & Technology	
	Public Administration	
	Enforcement	
Transport, Energy & Public Works	Transport, Mechanical & Safety	
	Energy	
	Public Works	
Agriculture, Livestock and Fisheries	Agriculture	
	Vertinary Services	
	Fisheries& Livestock	
Water, Environment, Tourism & Natural Resources	Environment	
	Natural Resources	
	Tourism	
	Water	
Trade, Cooperatives & Industrialization	Trade and Cooperatives	
	Industrialization	
Lands, Housing and Physical Planning	Lands	
	Housing	
	Physical planning	
Health Services	Preventive and Promotive Services	
	Curative Services	
Finance and Economic Development	Public Finance Management	
	Internal Audit	
	Economic Planning and Development	
The County Assembly	The County Assembly	
The County Public Service Board	The County Public Service Board	

### 1.3 GUIDING NOTES TO MWANANCHI

A. Commission on Revenue Allocation (CRA) on an annual basis recommends;

i. Funds to be divided between National Government and County Government contained in the Division of Revenue Act (DORA) as guided by The Constitution.

ii. Funds to be allocated between counties contained in the County Allocation Revenue Act (CARA) as informed by the CRA's criteria (formula) revised every 3 years.

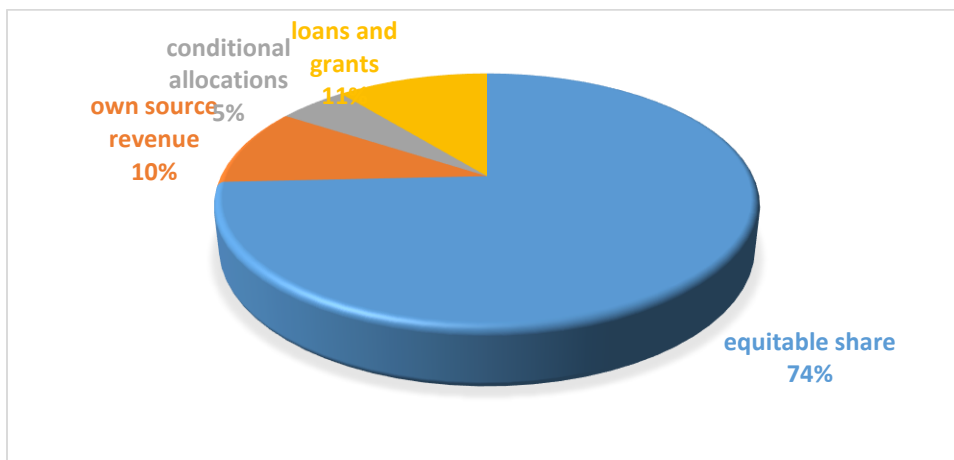
B. Funds allocated to Nyandarua county as per the CARA is divided into two parts Recurrent and Development. Recurrent has two parts; Personal Emoluments (PE) and Operations and maintenance (O&M).

C. Development funds are allocated based on the priorities as approved in the County Integrated Development Plan (CIDP) which covers a period of 5 years but prioritized every year through Annual Development Plan (ADP).

### 2.0 COUNTY REVENUE AND SOURCES FOR FY 2019/20

#### 2.1 2019/20 FY Resource Envelope

The FY 2019/20 Budget is funded from four main sources; this includes; equitable share 75%, loans and grants 11%, own source revenue 10% and conditional allocations 5%



The total resource framework for FY 2019/20 amounts to kshs 6,521,891,236.

## 2.3 External Sources of Revenue

Nyandarua County uses a balanced budget where revenue is equal to expenditure. Therefore the county government is expecting to receive revenue from donors as well as grants to help facilitate its development agenda. The equitable share from the national government is kshs. 4,867,000,000, conditional allocations kshs. 331,069,843 and lastly loans and grants kshs. 693,821,393. Detailed revenues per source is as follows,

**Table; FY 2019/20 Resource Envelope**

	<b>Source</b>	<b>Amount</b>	<b>% average</b>
<b>A</b>	<b>Equitable Share</b>		<b>75</b>
	Equitable Share Transfers	4,867,000,000	
<b>B</b>	<b>Own Source Revenue</b>		<b>10</b>
	County generated Revenue	600,000,000	
	Linda mama (A-I-A)	30,000,000	
<b>C</b>	<b>Conditional Allocations</b>		<b>5</b>
	conditional allocations for road maintenance levy fund	141,049,781.00	
	conditional allocations for compensation of user fees foregone	12,735,922.00	
	conditional allocations for rehabilitation of village polytechnics	39,700,000.00	
	conditional allocations for rehabilitation of village polytechnics FY 2017/18	5,669,246.00	
	conditional allocations for leasing of medical Equipment	131,914,894.00	
<b>D</b>	<b>loans and grants</b>		<b>11</b>
	World Bank (IDA) Loan for Transforming Health Systems	50,000,000	
	EU grant for potato Tissue Culture Lab (IDEAS)	-	
	Sweden- Agricultural Sector Development Support Programme (ASDP) Level II		
	DANIDA Grant For Universal Healthcare for Devolved System Programme	15,997,500	
	Supplement for construction of County headquarters	121,000,000	
	World Bank Grant for Kenya Urban Support Programme (KUSP) Level 1	-	
	World Bank Grant for Kenya Urban Support Programme (KUSP) Level 2	135,543,400	
	World Bank Grant for Climate Smart Agriculture Programme (KCSAP)	117,000,000	
	World Bank Grant for KDSP - Level 1	-	
	World Bank Grant for KDSP - Level II	254,280,493	
	<b>Grand Total</b>	<b>6,521,891,236</b>	

## 2.1 Own Source Revenue

This is the amount of money that the county collects locally from various sources to boost the amount allocated from the national government and other donors. The county government is intending to raise kshs. 630,000,000 for the financial year 2019/20. The revenue streams are as follows:

<b>Nyandarua County Government</b>	
<b>Own Source Revenue FY 2019/20</b>	
Single Business Permits	103,000,000
SBP Penalties	4,000,000
Sale of Application/Renewal	2,000,000
Plot Rates	20,000,000
Impounded Fees	5,000,000
Land Rates	15,000,000
Cattle Dips	200,000
Open Air Market Fees	15,000,000
Market Stall Rent	3,000,000
Ground Rent/Kiosk Rent	3,000,000
Produce Cess Royal Ties	55,000,000
Slaughter Fees	1,500,000
Bus And Matatu Fees	15,000,000
Reg.And Renewal Of Groups	150,000
Hire Of Machines(Agriculture)	5,000,000
House/Office Rent	1,200,000
Sub-Division Of Land	6,500,000
Building Plan Inspection Fee	500,000
Site Indication	150,000
Change Of User	3,000,000
Change Of Business	30,000
Land/Plot Reg.Fees	2,500,000
Public Health Fees	7,000,000
Dev.(PPA Forms)	3,000,000
APP.Of Building Plans	10,000,000
Conservancy	500,000
Storage Fees	15,000
Exhauster And EXH. Milage	1,200,000
Transfer Fees	3,500,000
Motor Cycle Fees (Parking)	15,000,000
Motor Cycle Penalty	2,000,000

Town Parking Fee	1,500,000
Clearance Certificate	5,500,000
Weights And Measures	1,000,000
Water Fee	500,000
Hire Of Halls/Chairs	50,000
Sign Board	200,000
Meat Inspection	5,500,000
Grave Fees	50,000
Vet Department(AI Services)	4,200,000
Vaccination	8,500,000
Survey Fees	250,000
J.M. Hospital	90,000,000
Engineer Hospital	22,000,000
Hire Of Water Tanker	250,000
Liquor Licence/Inspection/APP	25,000,000
Branding	1,200,000
Promotion	3,500,000
C.O.T	100,000
Lease Extension	250,000
Betting	30,000
Stadium Hire	100,000
Movement Permit	100,000
Medical Certificate Fees	1,200,000
Search Fee	50,000
ATC Njabini	500,000
ATC Oljoro Orok	600,000
Certificate Of Compliance	1,200,000
Cooperative Audit Fees	600,000
Residential Houses Permits	200,000
Milk Cess	50,000,000
Advertisement	3,500,000
Fisheries	100,000
Motorcycle Mortgage Fees	750,000
Subsidized Fertilizer Sale	15,000,000
Linda Mama	30,000,000
Project Management Fee	50,000,000
Dumping Fee	75,000
Other Revenue Sources	3,500,000
<b>TOTALS</b>	<b>630,000,000</b>



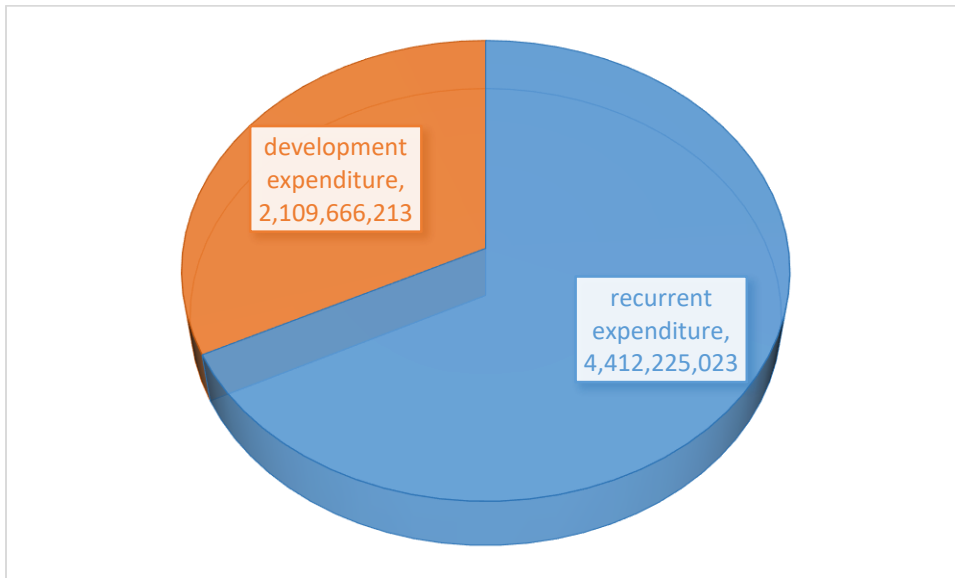
## 2.2 Revenue Generation Measures

The county government is strengthening its policies to ensure that they raise revenue that will help in building the nation.

1. Empowering the youth to start businesses
2. Supporting SMEs
3. Providing the youth with equipment and machinery to run businesses
4. Introduction of project management fee
5. Continued use of revenue automated system

## 3.0 2019/20 FY COUNTY GOVERNMENT EXPENDITURE

The 2019/20 financial year has a total budget of kshs. 6,521,891,236. Out of this amount kshs. 4,412,225,023 (67.65%) has been allocated to recurrent expenditure while 2,109,666,213 (32.35%) has been allocated to development expenditure.



## 3.1 Priorities in allocation and spending

In order to achieve its objective the county government has its priorities which would require more capital. Development expenditure carries a large amount of allocation at kshs.

1,927,666,213. Departments such as that of roads, water and education are among the major departments that carry out development activities in the county and therefore require a lot of capital to achieve their development agenda. The compensation to employees is second in allocation with kshs. 1,903,000,000. Operations and maintenance has an allocation of kshs.

948,355,160 to facilitate in the running of all offices in the county as well as service delivery and lastly the county assembly has an allocation of kshs. 782,899,801.

### Summary of Expenditure by Economic Classification

Item	Amount (Kshs)
Compensation to employees	1,903,000,000
Use of Goods and Services	948,355,160
Current Transfers	360,017,562
County Funds (Recurrent)	203,400,000
Acquisition of Non -Financial Assets	339,552,500
Development expenditure	1,927,666,213
County Funds (Development)	57,000,000
County Assembly	782,899,801
<b>TOTAL</b>	<b>6,521,891,236</b>

### 3.2 Sector/departmental expenditure allocation

PROPOSED BUDGET BY PROGRAMME	FY 2019/20 BUDGET ESTIMATES AS SUBMITTED	FY 2019/20 BUDGET ESTIMATES AS APPROVED	
Programme	2019/20 Approved CFSP Ceilings	FY 2019/20 Budget Estimates as Submitted	FY 2019/20 Budget Estimates as Approved
COUNTY PUBLIC SERVICE BOARD			
County Public Service Board	11,338,114	11,338,114	12,550,000
<b>Sub Total</b>	<b>11,338,114</b>	<b>11,338,114</b>	<b>12,550,000</b>
GOVERNORS OFFICE			
Service Delivery Unit	15,000,000	14,000,000	12,480,000
Governor's Office & Investment Promotion	82,000,000	80,000,000	76,432,000
Liaison and Intergovernmental Relations	20,535,189	25,035,189	23,203,558
Civic Education and Public Participation	10,000,000	8,500,000	8,000,000
<b>Sub total</b>	<b>127,535,189</b>	<b>127,535,189</b>	<b>120,115,558</b>
OFFICE OF THE COUNTY SECRETARY			
County Secretary-Administration (Including General insurance)	34,418,205	34,418,205	7,788,205

Cabinet Affairs	1,100,000	1,100,000	724,000
Payroll (Including Compensation to employees)	1,929,500,000	1,904,500,000	1,904,310,000
Human Resource Management (Including employee gratuity, pension and medical insurance)	119,150,100	119,150,100	108,650,100
Communication and Public Relations	12,838,144	12,838,144	11,388,144
<b>Sub Total</b>	<b>2,097,006,449</b>	<b>2,072,006,449</b>	<b>2,032,860,449</b>
COUNTY ATTORNEY			
County Attorney Services	16,783,893	16,783,893	15,280,000
<b>Sub Total</b>	<b>16,783,893</b>	<b>16,783,893</b>	<b>15,280,000</b>
FINANCE AND ECONOMIC DEVELOPMENT			
County Funds	366,000,000	476,000,000	220,400,000
County Pending Bills	100,000,000	100,000,000	40,000,000
Public Finance Management	16,000,000	12,590,560	295,891,970
Financial reporting		3,409,440	3,225,000
County Budgeting	13,000,000	13,000,000	10,300,000
County Statistics and Data Bank	6,000,000	6,000,000	4,950,000
Monitoring and Evaluation	4,400,000	4,400,000	3,650,000
Economic Modelling and Research	4,000,000	4,000,000	4,900,000
Economic Development Planning (Including CEKEB)	13,000,000	13,000,000	10,400,000
Revenue Collection and Administration (Including automation)	26,500,000	26,500,000	27,000,000
Revenue Enhancement and Monitoring	15,653,000	15,653,000	12,203,825
Supply Chain Management	6,500,000	6,500,000	5,750,000
Internal Audit and Risk Management	15,000,000	15,000,000	11,620,000
<b>Sub Total</b>	<b>586,053,000</b>	<b>696,053,000</b>	<b>650,290,795</b>
PUBLIC ADMINISTRATION AND ICT			
Public Administration	9,436,000	9,436,000	6,955,700
sub-county and ward administration	27,870,920	27,870,920	31,614,394
ICT and E-government Services	15,000,000	15,000,000	15,000,000
Enforcement and Compliance	5,800,000	5,800,000	4,410,000

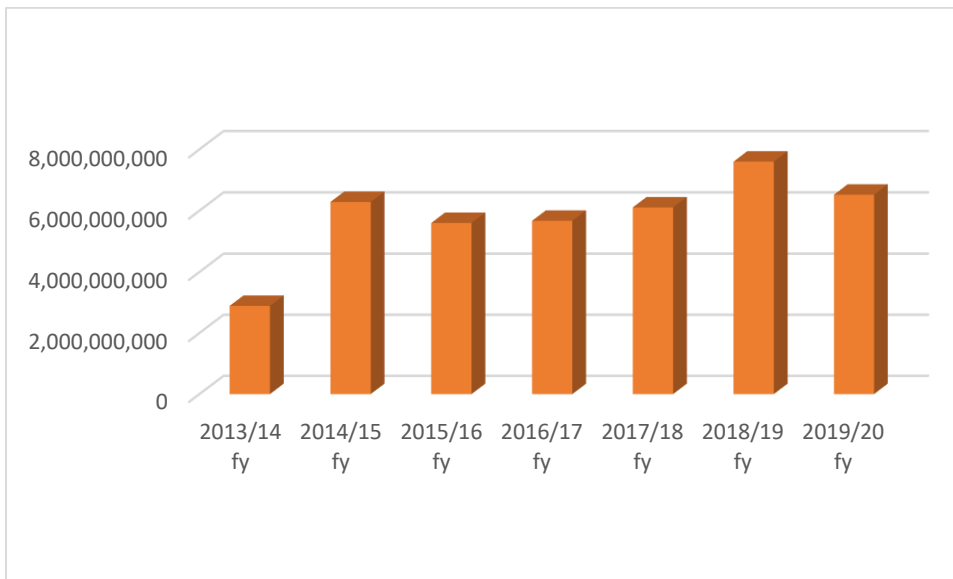
<b>Sub Total</b>	<b>58,106,920</b>	<b>58,106,920</b>	<b>57,980,094</b>
LANDS, HOUSING AND PHYSICAL PLANNING			
Housing & Urban Development (Kenya Urban Support Programme)	152,000,000	163,127,000	159,845,900
Physical Planning	24,750,000	29,306,000	27,893,000
Survey and Mapping	25,000,000	17,300,000	15,272,760
Land Administration and Management	50,000,000	42,017,000	34,915,000
<b>Sub Total</b>	<b>251,750,000</b>	<b>251,750,000</b>	<b>237,926,660</b>
TRANSPORT, PUBLIC WORKS AND ENERGY			
Transport (Including fuel level, General Administration & Support Services)	611,320,298	478,726,298	559,169,781
Energy	20,000,000	20,594,000	33,944,000
Emergency Response & Preparedness	5,000,000	5,000,000	5,000,000
Public Works	153,000,000	160,000,000	161,677,400
<b>Sub Total</b>	<b>789,320,298</b>	<b>664,320,298</b>	<b>759,791,181</b>
EDUCATION, CULTURE AND SOCIAL SERVICES			
ECDE	126,000,000	118,200,000	104,264,000
Alcohol Drinks Control and Civic Education	2,000,000	2,000,000	3,436,306
Youth Training (including University & education standards)	45,523,866	51,003,112	52,723,112
Gender Affairs and Social Services	13,086,000	17,376,000	25,666,000
Culture	3,500,000	7,200,000	5,830,000
<b>Sub Total</b>	<b>190,109,866</b>	<b>195,779,112</b>	<b>191,919,418</b>
HEALTH SERVICES			
Infrastructure and Equipment	110,000,000	110,000,000	110,000,000
Preventive and Promotive Services	7,650,000	7,650,000	7,650,000
Solid Waste and Cemeteries	8,003,000	8,003,000	7,603,000
Curative Services (including universal health care and grants)	416,811,895	476,811,895	475,755,836
<b>Sub total</b>	<b>542,464,895</b>	<b>602,464,895</b>	<b>601,008,836</b>
AGRICULTURE, LIVESTOCK AND FISHERIES			
Crop Production (Inclusive of Kenya Climate Smart Agriculture Programme and other grants)	146,146,346	171,616,372	175,366,372

Livestock Production	27,610,000	13,260,000	10,110,000
Veterinary Services	19,915,000	17,485,000	13,115,000
Fisheries Development	7,372,500	6,572,500	4,500,000
Institution Support (ATCs)	7,764,500	61,464,500	10,014,500
Agriculture Mechanization Services	7,550,000	7,080,000	7,080,000
General administration and Extension Services	31,752,820	25,682,794	18,097,971
Subsidized Artificial Insemination	10,200,000	9,150,000	8,050,000
<b>Sub Total</b>	<b>258,311,166</b>	<b>312,311,166</b>	<b>246,333,843</b>
INDUSTRIALIZATION, TRADE AND COOPERATIVES			
Financial and Trade Services (excluding CEKEB, county corporation & Micro-Finance fund)	25,331,906	24,709,749	32,613,401
Industrial and Enterprise Development (Inclusive of KDSP )	337,280,493	284,630,000	338,210,000
Cooperative Development	26,500,000	25,522,650	16,770,000
Weights & Measures	2,500,000	2,750,000	1,820,000
<b>Sub Total</b>	<b>391,612,399</b>	<b>337,612,399</b>	<b>389,413,401</b>
SPORTS YOUTH AND ARTS			
Sports Development	100,500,000	101,585,540	99,046,200
Youth Affairs	13,500,000	18,814,460	16,125,000
Arts & Theater	7,000,000	5,600,000	6,322,000
<b>Sub Total</b>	<b>121,000,000</b>	<b>126,000,000</b>	<b>121,493,200</b>
WATER, ENVIRONMENT, TOURISM AND NATURAL RESOURCES			
Water Resource Development.	220,000,000	223,690,000	245,870,000
Environment	19,000,000	17,450,000	27,600,000
Tourism and Natural Resources	12,290,000	12,650,000	11,918,000
Irrigation and Drainage	15,640,000	13,140,000	16,640,000
<b>Sub Total</b>	<b>266,930,000</b>	<b>266,930,000</b>	<b>302,028,000</b>
COUNTY ASSEMBLY			
County Assembly	782,899,801	782,899,801	782,899,801
<b>Grand Total</b>	<b>6,491,221,990</b>	<b>6,521,891,236</b>	<b>6,521,891,236</b>

#### 4. BUDGET HIGHLIGHTS

<b>FINANCIAL YEAR</b>	<b>ALLOCATION</b>
2013/14 fy	2,889,765,287
2014/15 fy	6,282,798,327
2015/16 fy	5,597,056,814
2016/17 fy	5,668,123,647
2017/18 fy	6,105,382,733
2018/19 fy	7,600,000,000
2019/20 fy	6,521,891,236

The county allocation budgets from 2013 to date has continued to increase over the years apart from the financial year 2015/16 which showed a decline in the amounts allocated from the previous year. The financial year 2018/19 had the highest allocation of money due to pending bills that accumulated in the previous financial year that were not paid and therefore included in subsequent budget. The chart below shows the comparisons.



## 5. COMMUNICATION AND ACCESS TO PUBLIC INFORMATION

The county prepares its documents and posts them on its website which can be accessed by all citizens and other interested parties through the following: [www.nyandarua.go.ke](http://www.nyandarua.go.ke). Other channels of communication include social media as well as public fora that are conducted by departments as well as His Excellency the Governor.

## IV COUNTY BUDGET CALENDER (SUMMARIZED)

TIME LINE	BUDGET ACTIVITY AND CONTENTS
30th August	County Executive Committee member for Finance issues <b>budget circular</b> to all county entities as per S.128 of PFM Act, 2012. The circular contains limits (ceilings) of each department/entity as recommended, key policy areas and issues to be taken into consideration when preparing the budgets. 1st
1st September	County Executive Member for Planning submits <b>Annual Development Plan</b> (ADP) to County Assembly for approval, with copy to the CRA and National Treasury as per s.126 (3) of PFM Act, 2012. The ADP contains long term and medium term plans as per s. <b>125(1) (a) of PFM Act, 2012.</b>
30th September	<b>County Budget Review and Outlook Paper</b> (CBROP) prepared and submitted by county treasury to County Assembly. CBROP covers: (a) Details of actual fiscal performance in the previous year compared to the budget appropriation. (b) Updated fiscal and economic forecasts. (c) Changes in forecasts from the county fiscal strategy paper. (d) How actual fiscal performance affected compliance with fiscal responsibility principles and Budget Policy Statement.
28th February	County Treasury prepares and submits <b>County Fiscal Strategy Paper</b> (CFSP) to the County Assembly. The CFSP must be aligned to national objectives in the Budget Policy Statement as per s. <b>117(1) &amp; (2) of PFM Act, 2012.</b> In preparing the CFSP, the County Treasury seeks the views of the CRA, the public, interested persons or groups and any forum that is established by legislation.
30th April	County CEC Finance prepares and submits <b>budget estimates</b> to county assembly. Budget estimates must be based on the approved CFSP by County Assembly as per s. <b>129(2) of PFM Act, 2012.</b>
30th June	County assembly considers the submitted Budget Estimates with a view to approving with or without amendments as per s. <b>131 s. 131(2) of PFM Act, 2012.</b>
30th June	After county assembly has approved estimates, County treasury prepares and submits <b>a County Appropriation Bill</b> to the county assembly as per s. <b>129(7) of PFM Act, 2012</b>
30th June	Appropriation Bill passed by the County Assembly as per s. <b>131(1) of PFM Act, 2012</b>

By 30th September

CEC Finance will make a pronouncement on revenue raising measures and submits a **Finance Bill** to County Assembly as per s.132(1) of PFM Act, 2012