THE REPUBLIC OF KENYA
COUNTY GOVERNMENT OF NYANDARUA
THE COUNTY TREASURY

THE MWANANCHI BUDGET

APPROVED BUDGET 2026/2027

"CHANGE AGENDA FOR SOCIO-ECONOMIC DEVELOPMENT AND WEALTH CREATION"

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KENYA

OVERVIEW OF THE 2026/27 FY MWANANCHI BUDGET GUIDE

The Budget Mwananchi guide is a popular version publication of the annual budget estimates for a given FY. It explains in a simplified manner the approved budget proposals to be implemented in a given year. The language used in the Mwananchi Budget is citizen friendly to help all claim holders be able to comprehend contents of the approved budget estimates.

It provides a global highlight of the approved budget estimates; both the revenues and expenditures. It is aimed at helping Mwananchi get a summarized and simplified understanding of the budget contains.

The 2026/27 Budget has total revenues amounting to Ksh. 9,855,732,039. The total expenditures amount to Ksh. 9,855,732,039 since the County adopted a balanced budget principle. This resources will be used to implement various transformative projects across the ten technical departments and the coordinating entities namely the Governor’s office, and County Public Service Board.

The reader of this publication will be able to conceptualize what the county government will implement and how the various programs will be funded. With this information, the claim holders will be empowered to seek for accountability from the duty bearers. It is a commitment by the County Government to transform and bring development to the citizenry in the various implementing entities transparently.

HON. MARY W. KAMANDE.
COUNTY EXECUTIVE COMMITTEE MEMBER
FINANCE, ECONOMIC PLANNING, ICT & REVENUE

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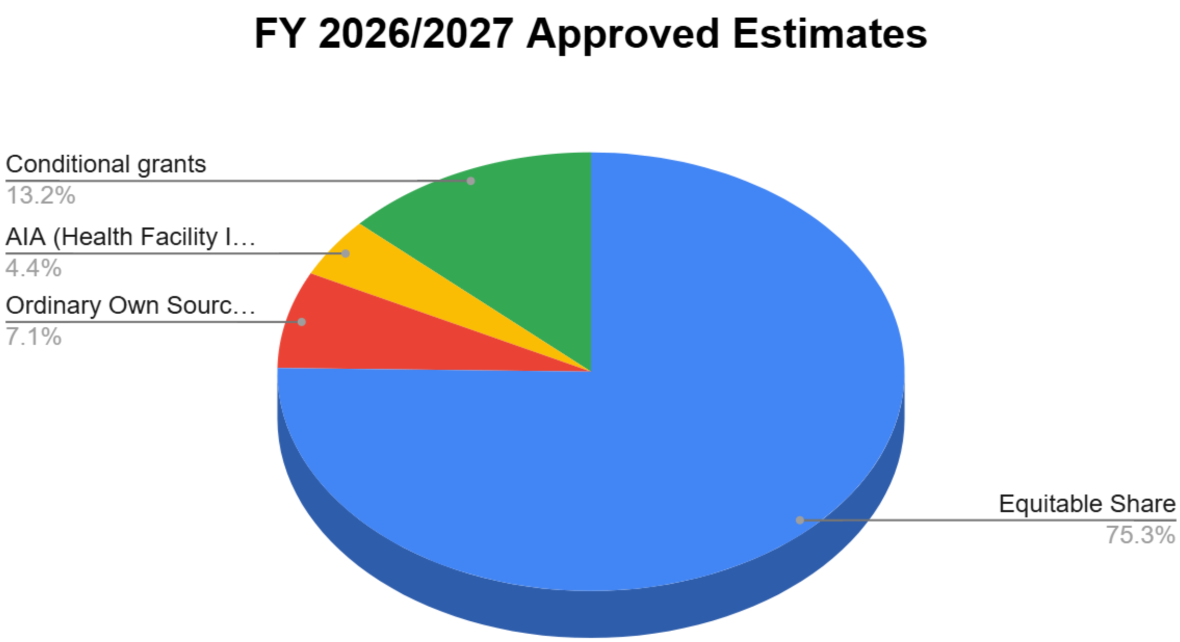
1. COUNTY RESOURCE ENVELOPE

The County's total revenue projection for FY 2026/27 is **KES. 9,855,732,039** which will be composed of **KES. 6,862,041,197** from Equitable Share, **KES. 650,000,000** as county own source revenue, **KES. 500,000,000** as AIA (Facility Improvement Financing), and **KES.1,843,690,842 as** conditional grants from the national government & other development partners.



Summary of Resource Envelope by Source

Table 1: Summary of Resource Envelope by Source-Ksh.

Description of Revenue Source	FY 2025/2026 Approved Estimates (Baseline)	FY 2026/2027 Approved Estimates	Variance	FY 2027/2028 projections
REVENUES				
Equitable Share	6,662,675,631	6,862,041,197	199,365,566	7,067,372,329
Local Collections	675,000,000	650,000,000	(25,000,000)	625,925,926
AIA - Health Facility Improvement Financing (FIF)	300,000,000	500,000,000	200,000,000	833,333,333

Description of Revenue Source	FY 2025/2026 Approved Estimates (Baseline)	FY 2026/2027 Approved Estimates	Variance	FY 2027/2028 projections
			0	
Conditional Grants from National Government			0	
Supplement for Construction of County Headquarters	121,000,000	166,750,000	45,750,000	229,798,037
Development of County Aggregation and Industrial Park (CAIP) Grant	-			
Fertilizer Subsidy Program	121,620,000	-		
Livestock Value Chains Support Project	135,210,000		(135,210,000)	
Road Maintenance Levy Fund	222,822,888	277,750,000	54,927,112	346,216,958
Road Maintenance Levy Fund FY 2024-25	222,822,888		(222,822,888)	
Community Health Promoters Project	41,200,000	41,610,000	410,000	42,024,080
Allocations for 0.5% of the Housing Levy Fund to the Rural and Urban Affordable Housing Committees		7,787,057	7,787,057	
Primary healthcare programs		7,860,000	7,860,000	
Transition of Universal Health Coverage (UHC) Worker's Salary to Permanent and Pensionable terms		175,006,063	175,006,063	
Conditional Grants from Development Partners			0	
IDA (World Bank) - National Agricultural Value Chain Development Project (NAVCDP)	151,520,000	105,000,000	(46,520,000)	72,762,672
Sweden- Kenya Agricultural Business Development Project (KABDP)	10,920,000	-		
DANIDA - Primary Health Care in Devolved Context	10,972,500	-		
World Bank- Financing	136,000,000	-		

Description of Revenue Source	FY 2025/2026 Approved Estimates (Baseline)	FY 2026/2027 Approved Estimates	Variance	FY 2027/2028 projections
Locally Led Climate Action Program (FLLOCA)- County Climate Resilience Investment Grant Bal b/f FY 2024-25				
World Bank- Financing Locally Led Climate Action Program (FLLOCA)- County Climate Resilience Investment Grant	104,000,000	-		
World Bank- Financing Locally Led Climate Action Program (FLLOCA)- County Climate Resilience Investment Grant- Bal B/f FY 2025-26		147,293,716	147,293,716	
World Bank- Financing Locally Led Climate Action Program (FLLOCA)- County Climate Resilience Investment Grant- FY 2026-27		94,736,681	94,736,681	
Kenya Devolution Support Programme Phase 1 Level 1- FY 2021-22 Bal b/f	83,211,329	65,791,529	(17,419,800)	52,018,461
Kenya Development Support Program (KDSP) Phase 2- Level 1- Institution grant	37,500,000	37,400,090	(99,910)	37,300,446
Kenya Development Support Program (KDSP) Phase 2- Level 1- Institution grants B/f FY 2024-25	37,500,000	-		
Kenya Development Support Program (KDSP) Phase 2- Level 1- Institution grants B/f FY 2025-26		51,350,823	51,350,823	
Kenya Devolution Support Programme (KDSP) Phase 2- Level 2- Development	352,500,000	111,371,907	(241,128,093)	35,187,806
IDA (World Bank Credit)	-	35,000,000		

Description of Revenue Source	FY 2025/2026 Approved Estimates (Baseline)	FY 2026/2027 Approved Estimates	Variance	FY 2027/2028 projections
Kenya Urban Support Project (KUSP)-Urban Institutional Grant (IUG)				
IDA (World Bank Credit/Grant) BREHS-Building Resilient & Responsive Health Systems		23,739,840	23,739,840	
Balances b/f FY 2025/26			0	
Unspent balances		20,931,115	20,931,115	
DANIDA - Primary Health Care in Devolved Context		586,473	586,473	
IDA (World Bank) - National Agricultural Value Chain Development Project (NAVCDP)		13,331,579	13,331,579	
Development of County Aggregation and Industrial Park (CAIP)		264,592,550	264,592,550	
Supplement for Construction of County Headquarters		137,587,217	137,587,217	
Community Health Promoters Project		226,580	226,580	
Affordable Housing Fund - Development		1,987,622	1,987,622	
IDA (World Bank Credit) Kenya Urban Support Project (KUSP)		26,000,000	26,000,000	
World Bank -Kenya Informal Settlement Improvement Project- KISIP II		30,000,000	30,000,000	
Total Revenue	**9,426,475,236**	**9,855,732,039**	**429,256,803**	**10,304,536,064**

The County Government will continue to explore ways of generating additional own source revenue to complement the National disbursement for accelerated development. The Executive will continue to work closely with the County Legislative Arm to fast-track the approval of relevant legislation and policy instruments.

Own source revenue collections

The own source projection over the medium term is shown in the table below;

Table 2: Own Source Revenue Distribution-Kes

Revenue stream	Target FY 2025/26	Actuals FY 2025/26	Variance	Target FY 2026/27
HEALTH SERVICES				
J.M. HOSPITAL	150,000,000	381,657,157	63,632,224	250,000,000
ENGINEER HOSPITAL	50,000,000	59,979,519	17,510,670	83,333,333
OTHER HEALTH FACILITIES	95,000,000	238,259,899	235,073,458	158,333,333
PUBLIC HEALTH FEES	5,000,000	50,100	-4,857,700	8,333,333
TOTAL	300,000,000	466,314,451	311,358,652	500,000,000
WATER, ENVIRONMENT, CLIMATE CHANGE AND NATURAL RESOURCES				
CONSERVANCY	1,200,000	600	-1,198,200	1,415,385
EXHAUSTER AND EXH. MILAGE	750,000	60,000	-690,000	884,615
WATER FEE	500,000	30,000	-470,000	589,744
HIRE OF WATER TANKER	100,000	15,000	-85,000	117,949
DUMPING FEE	110,000	0	-110,000	129,744
PARK ENTRANCE FEE	2,500,000	50	-2,499,950	2,948,718
LOGGING FEES	3,500,000	869,890	-3,031,300	4,128,205
SALE OF TREES	100,000	0	-100,000	117,949
NOISE CONTROL	440,000	1,048,790	719,330	518,974

Revenue stream	Target FY 2025/26	Actuals FY 2025/26	Variance	Target FY 2026/27
BOREHOLE DRILLING	466,000	39,200	-378,400	549,641
TOTAL	9,666,000	2,063,530	-7,843,520	11,400,923
YOUTH EMPOWERMENT, SPORTS AND ARTS				-
HIRE OF STADIUM	500,000	25,380	-423,860	589,744
SPORT ACTIVITIES	10,000,000	0	-10,000,000	11,794,872
TOTAL	10,500,000	25,380	-10,423,860	12,384,615
PUBLIC SERVICE ADMINISTRATION AND DEVOLUTION				-
IMPOUNDED FEES	5,250,000	116,506	-5,078,241	6,192,308
GRAVE FEES	45,000	15,800	-13,200	53,077
STORAGE FEES	55,000	9,480	-42,360	64,872
OTHER NON-COMPLIANCE PENALITIES	3,000,000	567,629	-2,264,199	3,538,462
TOTAL	8,350,000	709,415	-7,398,000	9,848,718
LANDS, PHYSICAL PLANNING AND URBAN DEVELOPMENT;				-
PLOT RATES	30,000,000	713,218	-28,188,115	35,384,615
LAND RATES	25,000,000	9,364,971	-21,598,679	29,487,179
GROUND RENT	4,200,000	136,580	-3,824,660	4,953,846
SUB-DIVISION OF LAND	20,800,000	1,590,430	-17,355,480	24,533,333
BUILDING PLAN CHARGES/APPROVAL	31,000,000	13,186,358	-843,796	36,564,103

Revenue stream	Target FY 2025/26	Actuals FY 2025/26	Variance	Target FY 2026/27
SITE INDICATION	60,000	12,500	-28,000	70,769
CHANGE OF USER	4,800,000	815,900	-3,824,500	5,661,538
LAND/PLOT REG. FEES	1,200,000	125,900	-854,600	1,415,385
DEV. (PPA FORMS)	3,600,000	170,200	-3,145,200	4,246,154
APPLICATION OF BUILDING PLANS	750,000	0	-750,000	884,615
TRANSFER FEES	4,800,000	425,500	-3,658,000	5,661,538
CLEARANCE CERTIFICATE	5,400,000	749,290	-3,707,050	6,369,231
HIRE OF HALL/CHAIRS	12,000	0	-12,000	14,154
SURVEY FEES	3,600,000	0	-3,600,000	4,246,154
LEASE EXTENSION	3,600,000	0	-3,600,000	4,246,154
SEARCH FEE	2,400	37,900	95,400	2,831
CERTIFICATE OF COMPLIANCE	1,800,000	639,729	-562,182	2,123,077
ADVERTISEMENT	16,200,000	890,060	-14,614,920	19,107,692
WAYLEAVE	15,000	180,300	517,500	17,692
TOTAL	156,839,400	29,038,836	-109,554,282	184,990,062
ENERGY, ROAD TRANSPORT AND HOUSING		0		-
BUS AND MATATU FEES	17,571,600	6,419,750	-2,161,400	20,725,477
HOUSE/OFFICE RENT	1,800,000	319,320	-1,008,840	2,123,077
MOTOR CYCLE FEES (PARKING)	10,400,000	3,471,580	-2,487,770	12,266,667

Revenue stream	Target FY 2025/26	Actuals FY 2025/26	Variance	Target FY 2026/27
TOWN PARKING FEE	1,800,000	467,375	-979,525	2,123,077
PROJECT MANAGEMENT FEE	56,000,000	14,211,152	-50,444,552	66,051,282
DISPOSAL OF ASSETS	20,000,000	0	-20,000,000	23,589,744
FIRE CERTIFICATE	7,800,000	1,496,500	-7,497,250	9,200,000
TOTAL	115,371,600	26,385,677	-84,579,337	136,079,323
TOURISM, COOPERATIVES DEVELOPMENT TRADE & INDUSTRIALIZATION AND DEVELOPMENT		0	0	-
SINGLE BUSINESS PERMITS	142,000,000	104,106,471	-68,737,165	167,487,179
SBP PENALTIES	2,250,000	251,341	-1,929,402	2,653,846
SALE OF APPLICATION/RENEWAL	2,000,000	1,909,190	457,120	2,358,974
OPEN AIR MARKET FEES	11,400,000	6,934,905	-2,518,750	13,446,154
MARKET STALL RENT	3,000,000	740,240	-1,220,220	3,538,462
CHANGE OF BUSINESS	225,000	24,550	-162,350	265,385
WEIGHTS AND MEASURES	1,125,000	269,410	-398,170	1,326,923
TOURISM ACTIVITIES/ ABORETUM	10,000,000	64,400	-9,823,900	11,794,872
COOPERATIVE AUDIT FEES	800,000	289,664	-525,959	943,590

Revenue stream	Target FY 2025/26	Actuals FY 2025/26	Variance	Target FY 2026/27
TOTAL	172,800,000	114,590,171	-84,858,796	203,815,385
EDUCATION, CHILDREN, GENDER AFFAIRS, CULTURE AND SOCIAL SERVICES		0	0	-
REG.AND RENEWAL OF GROUPS	50,000	2,800	-41,600	58,974
LIQOUR LICENCE/INSPECTION/APP	60,000,000	38,495,260	-45,992,685	70,769,231
LIBRARY CHARGES	500,000	0	-500,000	589,744
TOTAL	60,550,000	38,498,060	-46,534,285	71,417,949
AGRICULTURE, LIVESTOCK AND FISHERIES		0	0	-
CATTLE DIPS	300,000	3,790	-290,665	353,846
PRODUCE CESS ROYALTIES	96,527,500	44,174,998	-13,561,928	113,852,949
SLAUGHTER FEES	2,400,000	267,000	-1,833,050	2,830,769
MEAT INSPECTION	5,700,000	1,170,020	-2,906,920	6,723,077
VET DEPARTMENT (AI SERVICES)	4,510,000	6,383,425	4,061,064	5,319,487
VACCINATION	5,345,500	71,600	-5,153,050	6,304,949
C.O.T &MOVEMENT PERMIT	720,000	120,600	-433,815	849,231
ATC NJABINI	3,500,000	1,308,493	-2,295,230	4,128,205
NYANDARUA SEED	6,000,000	1,243,440	-5,005,850	7,076,923
ATC OLJORO OROK	6,500,000	4,165,384	-2,136,031	7,666,667
NYAHURURU-AMS	5,000,000	1,899,250	-2,691,600	5,897,436

Revenue stream	Target FY 2025/26	Actuals FY 2025/26	Variance	Target FY 2026/27
KINANGOP AMS	3,500,000	86,400	-3,500,000	4,128,205
FISHERIES	420,000	0	-420,000	495,385
MOTORCYCLE MORTGAGE FEES	200,000	25,540	-161,690	235,897
REG. OF TRANSPORTERS (AGRI)	200,000	0	-200,000	235,897
SHAMBA RENT	100,000	500	-98,500	117,949
TOTAL	140,923,000	60,920,440	-36,627,265	166,216,872
OTHERS		0	0	
IMPREST/SALARY RECOVERY		0	0	
INSURANCE COMPESATION		5,300	10,600	
Direct Banking		0	0	
TOTAL		5,300	10,600	
Sub-Total	975,000,000	**738,551,260**	-76,450,093	**1,150,000,000**

Revenue-raising measures

i. Updating of Valuation Roll
ii. Land Rates Waiver
iii. Recruitment of Revenue staff
iv. Geo mapping (spatial planning)
v. Revenue Enforcement
vi. Seamless Service/ Enhanced interdepartmental collaborations
vii. Full Automation and integration of revenue processes
viii. Addressing intergovernmental relations issues

2. COUNTY GOVERNMENT EXPENDITURE

Of the appropriated **KES. 9,855,732,039**, **KES 6,394,596,224 (64.88%)** will fund the recurrent expenditure and **KES. 3,461,135,815 (35.12%)** to development expenditure.

Expenditure Estimates by broad economic classification

Table 3: Summary of Expenditure Estimates-Ksh.

Description of Expenditure Category	**Proposed FY 2025/2026 Estimates**	**FY 2026/2027 Proposed Estimates**
Compensation to employees	2,624,209,473	3,027,006,063
Use of Goods and Services	1,316,859,413	1,319,473,447
AIA - Health Facility Improvement Financing (FIF)	300,000,000	500,000,000
Current Transfers	94,688,500	86,396,313
Kenya Development Support Program Phase 2- Level 1- Institution grants B/f FY 2024-25	37,500,000	-
Kenya Devolution Support Programme Phase - Level 1- Institution grant	42,500,000	42,400,090
Kenya Development Support Program (KDSP) Phase 2- Level 1- Institution grants B/f FY 2025-26		51,350,823
Kenya Devolution Support Programme Level 2- Development	352,500,000	111,371,907
County Funds (Recurrent)	269,811,420	279,000,000
Acquisition of Non -Financial Assets	186,191,989	62,545,000
Kenya Devolution Support Programme Phase 1 Level 1- FY 2021-22 Bal b/f	83,211,329	65,791,529
Recurrent Pending Bills	18,183,520	57,521,039
Provision for recurrent Pending Bills	32,225,462	14,718,967
County Funds (Development) - Trade /Biashara	25,000,000	-
Development Pending Bills	44,370,994	366,630,287
Provision for Development Pending Bills	152,712,964	50,000,000
Development expenditure	2,814,414,479	2,613,883,621
County Assembly	921,345,693	1,050,792,953
Ol'Kalou Municipality	40,200,000	78,500,000
Engineer Municipality	34,200,000	44,700,000
Mairo Inya Municipality	36,350,000	33,650,000
Total	**9,426,475,236**	**9,855,732,039**

Departmental Expenditure Allocation

Table 4: sector/departmental expenditure allocation-Ksh

DEPARTMENT/OFFICE	FY 2025/2026 Approved Estimates (Baseline)	FY 2026/2027 proposed Estimates
Office of the Governor	125,000,000	123,250,000
Office of the County Secretary	113,746,713	54,010,000
Office of the County Attorney	26,600,000	28,520,000
County Public Service Board	28,000,000	28,750,000
Public Service, Administration and Devolution	3,111,504,473	3,288,554,412
Finance, Economic Planning, ICT & Revenue	756,125,275	575,850,496
Health Services	765,227,115	836,116,496
Education, Technical Training, Culture, Gender & Social Protection	410,062,500	468,399,649
Youth Affairs, Sports and Innovation	119,315,402	151,844,510
Agriculture, Agribusiness, Livestock and Fisheries	612,227,825	326,983,041
Trade, Industrialization, Cooperative Development & Partnership	98,990,960	351,697,302
Water, Sanitation, Environment, Tourism, Natural Resources and Climate Change	557,974,504	524,112,845
Lands, Physical Planning, Housing & Urban Development	160,735,000	136,425,598
Ol'kalou Municipality	40,200,000	78,500,000
Engineer Municipality	34,200,000	44,700,000
Mairo Inya Municipality	36,350,000	33,650,000
Roads, Transport, Energy & Public Works	1,495,569,776	1,753,574,737
County Assembly	921,345,693	1,050,792,953
Grand Total	**9,426,475,236**	**9,855,732,039**

Departmental recurrent vs development allocation

Table 5: Departmental allocation as recurrent and development

Department	Recurrent	Development	FY 2026/2027 Estimates
Office of the Governor	123,250,000	-	123,250,000
Office of the County Secretary	54,010,000	-	54,010,000
Office of the County Attorney	28,520,000	-	28,520,000
County Public Service Board	28,750,000	-	28,750,000
Public Service, Administration and Devolution	3,177,182,505	111,371,907	3,288,554,412
Finance, Economic Planning, ICT & Revenue	522,530,496	53,500,000	575,850,496
Health Services	783,102,893	53,013,603	836,116,496
Education, Technical Training, Culture, Gende and Social Protection	365,844,304	102,555,345	468,399,649

Department	Recurrent	Development	FY 2026/2027 Estimates
Youth Affairs, Sports and Innovations	91,244,510	60,600,000	151,844,510
Trade, Industrialization, Cooperative Development and Partnership	30,224,228	321,473,074	351,697,302
Water, Sanitation, Environment, Tourism, Natural Resources and Climate Change	35,789,000	488,323,845	524,112,845
Agriculture, Agribusiness, Livestock & Fisheries	76,555,000	250,428,041	326,983,041
Lands, Physical Planning, Housing & Urban Development	40,920,179	102,905,519	143,825,598
Ol'Kalou Municipality	23,500,000	55,000,000	78,500,000
Engineer Municipality	16,200,000	28,500,000	44,700,000
Mairo Inya Municipality	21,150,000	12,500,000	**33,650,000**
Roads, Transport, Energy and Public Works	149,260,156	1,604,314,581	1,753,574,737
County Assembly	827,542,953	223,250,000	1,050,792,953
Grand Total	6,395,576,224	3,467,735,915	9,863,132,039

3. FLAGSHIP AND PRIORITY PROJECTS

County flagship projects

The County Flagship projects for this year include;

Table 6: County Flagship projects FY 2026/27

Department	Project	Location	Approved FY2025/26 (Kes)	Approved FY 2026/27 (Kes)
Finance, Economic Planning, ICT & Revenue				
	County Bursary	County wide	144,811,420	139,000,000
	Emergency Fund	County wide	40,000,000	60,000,000
	County Mortgage Fund	County wide	85,000,000	80,000,000
	Subtotal		**454,749,846**	**279,000,000**
HEALTH SERVICES	Upgrade of sub-county hospitals (Bamboo, Ndaragwa, Manunga, Mirangine CDC and Chamuka)	Bamboo, Ndaragwa, Manunga, Mirangine CDC and Chamuka	30,274,615	17,659,163
	Strengthening Community	County wide	101,484,000	86,446,580

Department	Project	Location	Approved FY2025/26 (Kes)	Approved FY 2026/27 (Kes)
	Health Units			
	Acquisition of class A ambulance		12,000,000	10,000,000
	Health Facility Improvement Financing (FIF)	County wide	300,000,000	500,000,000
	Subtotal		**443,758,615**	**614,141,743**
Education, Technical Training, Culture, Gender & Social Protection	ECDE Feeding Programme - Countywide	County wide	-	70,000,000
	Upgrade of VTCs and Polytechnics	Kanjuiri, Ngorika, Kanyagia, Lereshwa, Geta, Igwamiti, Mung'etho,	32,900,000	14,700,000
	Vocational Training Centers Capitation	County wide	34,500,000	36,210,000
	Completion of incomplete and stalled projects ECDE projects	County wide	-	15,000,000
	Digitization of ECDE Learning (Phase II)	County wide	3,000,000	12,500,000
	Sub Total		**70,400,000**	**148,410,000**
Trade, Industrialization, Cooperative Development & Partnership	Support to cooperatives	County wide	16,300,000	7,165,000
	Construction of County Aggregation and Industrial Park Njabini (County contribution)	Njabini ward	-	284,592,550
	Upgrade of Soko Mpya	Magumu	-	8,748,320
	Sub – Total		**16,300,000**	**291,757,550**
Youth Affairs, Sports and Innovations	Governor’s Tournament	County wide	14,500,000	14,500,000
	Staff Welfare and Sports Development (KICOSCA)	County wide	15,000,000	15,000,000
	Sub Total		**29,500,000**	**29,500,000**
Agriculture, Agribusiness, Livestock and				
	Crop farming promotion	County wide	46,950,000	81,153,000
	Agricultural	County wide	5,000,000	5,000,000

Department	Project	Location	Approved FY2025/26 (Kes)	Approved FY 2026/27 (Kes)
Fisheries	institutions revolving Fund			
	Sub – Total		**51,950,000**	**86,153,000**
Roads, Transport, Energy & Public Works	Governor's residence	Karau Ward	10,000,000	15,000,000
	Construction of Gachuha bridge		15,000,000	13,400,000
	Construction of 9-1 Bridge - Ndaragwa Central ward	Ndaragwa Central ward	3,000,000	4,000,000
	Construction of Kamuyu Bridge - Mirangine Ward	Mirangine Ward	3,000,000	4,000,000
	Construction of Wandaka Bridge - Geta Ward (Wandaka Box culvert- Geta Ward)	Geta Ward	3,000,000	6,000,000
	Road Maintenance Levy Fund FY 2024-25 Unspent balance	County wide	222,822,888	**277,750,000**
	Nyandarua County Headquarters	Ol'kalou	151,000,000	196,750,000
	Sub Total		**407,822,888**	**516,900,000**
Municipalities-Ol Kalou, Mairo Inya and Engineer	Solid waste management through the acquisition of garbage trucks for each municipality	Ol Kalou, Mairo Inya and Engineer	39,000,000	-
	Sub Total		**39,000,000**	

Key priorities for the coming year

Productive Sector

- To empower the youth, harness sports activities, and mainstream the arts, therefore, uplifting the livelihoods of the vulnerable members of the community.
- To improve access to potable water, reliable sanitation, sustainable natural resources and attain net-zero carbon emissions in a well-conserved environment despite the changing climate.
- Develop cooperatives, Facilitate and enhance trade, promote industrial development and development of tourism infrastructure

- Improve production and productivity of crops for food security, maximize profit by tapping all the resources within the agricultural value chain, improve production and productivity of the Livestock subsector and Promote Aquaculture, Capture, Fishing and Quality Control.

4. ROLES OF STAKEHOLDERS IN EACH BUDGET STAGE

Table 7: How you as the Mwananchi can participate in the Budget making process.

When?	Budget Document	Your Opportunity
September	CBROP	Share views on county performance and priorities
October to November	ADP	Propose projects for your ward
January to February	CFSP	Comment on county priorities and budget ceilings
April	Budget Estimates	Give views on proposed spending
May to June	Finance Bill	Comment on taxes, fees and charges
June	Appropriation Bill	Follow budget approval through the County Assembly
Throughout the Year	Implementation Reports	Monitor projects and report concerns

Remember: Public participation forums are announced through the County Government website, official social media pages, local radio stations, public notices and the County Assembly.

5. ADHERENCE OF THE FY 2026/27 BUDGET TO THE FISCAL RESPONSIBILITY PRINCIPLES

The FY 2026/27 Budget Estimates adherence to the Fiscal Responsibility Principles as outlined in Section 107 of the PFM Act and Regulation 25 of the PFM Regulations is as follows:

(i) Fiscal Responsibility Principle I: The County Government's Expenditure on Wages and Benefits for its Public Officers shall not exceed thirty-five (35) per cent of the County Government's total revenue

The overall County's expenditure on wages and benefits for its employees is **Kes. 3,490.5 million.** This accounts for **35.42%** of the total expenditure. The budget has therefore exceeded the set limit owing to the implementation of the salary reviews for the third and fourth phases as advised by the SRC.

(ii) Fiscal Responsibility Principle II: The County Public Debt shall never exceed twenty per cent (20%) of the County Government's total revenue at any one time

Fiscal prudence dictates that the County must incline towards the spirit of this principle in its programme implementation. The FY 2026/27 Budget has factored **Kes. 488.87 million f**or the part payment of existing pending bills thereby progressively reducing the debt stock This accounts for **4.96 %** of the County's total revenue.

(iii) Fiscal Responsibility Principle III: The County Government's Expenditure on Development shall be at least thirty per cent of the total revenue

Adherence to this principle is best assessed at the end of the Financial Year. However, on the projected budget estimates, the County Government anticipates expending **Kes. 3,461Million** on development programmes and projects. The proposed expenditure meets the threshold for full implementation given the proposed development estimate is at **35.12%** of the proposed budget estimates.

(iv) Fiscal Responsibility Principle IV: The approved expenditures of a County Assembly shall not exceed seven per cent (7%) of the total revenues of the County Government or twice the personnel emoluments of that County Assembly, whichever is lower

The total allocation for the County Assembly of **Kes. 1,050.79 million** accounts for **10.66%** of the total expenditure.

(v) Fiscal Responsibility Principle V: A reasonable degree of predictability for the level of tax rates and tax bases shall be maintained, considering any tax reforms that may be made in the future

To ensure a reasonable degree of predictability for the level of tax rates, charges and tax bases, legislation on property rates, entertainment tax and produce cess will be amended through the Finance Acts depending on the fiscal strategy in a given year. The legislation will also contain clear justification for the fees and charges to be charged and the modalities for charging the same. The County Finance Acts will refer to the substantive legislation while proposing amendments to the charges, fees and taxes hence maintaining a degree of predictability

(vi) Fiscal Responsibility Principle VI: Fiscal Risks shall be managed prudently

The County Treasury, through the support of all Departments, is to ensure stringent measures and guidelines are followed to the letter to cushion the County from any risks about payments and implementation of projects. In addition, the County Government will apply prudent expenditure management on items and their pricing to ensure that the prices as much as possible reflect actual market prices. Further, a provision of **Kes. 60 million** has been factored to cater for urgent and unforeseen expenditures to ensure that emergencies can be handled without disorienting the Plans and Budgets.

6. RISKS TO THE COUNTY ECONOMY

During the implementation of this budget, the County Government anticipates various risks and is committed to adopting proactive measures to safeguard fiscal discipline, ensure effective service delivery, and promote socio-economic transformation.

The key risks and their proposed mitigation measures are summarized below:

1. **Poverty and Low Economic Growth**
    - **Risk:** Slow economic growth, high taxation, expensive credit, limited private investment, and climate-related shocks reduce employment opportunities, household incomes, and county revenue mobilization.
    - **Mitigation:** Promote private sector investment, support MSMEs, strengthen revenue mobilization, diversify the local economy, and expand social protection programs.
2. **Unpredictable Weather and Climate Shocks**
    - **Risk:** Climate variability, prolonged droughts, floods, and extreme weather reduce agricultural productivity, damage infrastructure, and disrupt transport and market access.
    - **Mitigation:** Invest in climate-smart agriculture, irrigation, water harvesting, disaster preparedness, and resilient infrastructure while strengthening early warning systems.
3. **Political Risk**
    - **Risk:** The 2027 General Election may delay project implementation through political uncertainty, shifting priorities, and slower administrative processes.
    - **Mitigation:** Fast-track priority projects, strengthen institutional continuity, enhance stakeholder engagement, and maintain policy consistency.
4. **Intergovernmental Dynamics**
    - **Risk:** Coordination challenges between the County and National Governments may delay decision-making, slow policy implementation, and affect long-term planning.
    - **Mitigation:** Strengthen intergovernmental coordination, promote joint planning and consultations, and establish effective conflict resolution mechanisms.
5. **Global Economic Factors**
    - **Risk:** Supply chain disruptions, commodity price volatility, rising oil prices, geopolitical tensions, and global economic slowdowns increase inflation, reduce investment, and constrain economic growth.
    - **Mitigation:** Promote economic diversification, strengthen fiscal discipline, support local production and value addition, and encourage investment in resilient sectors.
6. **Delays in Fund Disbursement**
    - **Risk:** Delayed release of funds from the National Treasury disrupts project implementation, cash flow, and financial management.
    - **Mitigation:** Improve cash flow planning, prioritize essential expenditures, strengthen own-source revenue mobilization, and maintain close engagement with the National Treasury.
7. **Overreliance on Agriculture**
    - **Risk:** Heavy dependence on agriculture increases vulnerability to climate shocks, food insecurity, and economic instability while limiting employment opportunities in other sectors.
    - **Mitigation:** Diversify the county economy, promote agro-processing and value addition, support entrepreneurship, and encourage investment in manufacturing, tourism, and ICT.
8. **Social Unrest**

- **Risk:** Public demonstrations arising from high living costs, taxation, and other socio-economic concerns may disrupt service delivery, damage property, and discourage investment.
- **Mitigation:** Strengthen public participation, improve government communication, promote youth employment initiatives, and enhance security and emergency preparedness.

GLOSSARY

Term	Meaning
Budget	A plan showing how the county will raise and spend public money during the financial year.
Financial Year	The period from **1st July to 30th June** during which the budget is implemented.
Development Budget	Money used for projects such as roads, health facilities, water, and other long-term investments.
Recurrent Budget	Money used for day-to-day operations (operations and maintenance) such as salaries, utilities, fuel, and office expenses.
Own Source Revenue (OSR)	Money collected by the county from local sources such as fees, licenses, permits, and rates.
Equitable Share	Money allocated to counties by the National Government.
Conditional Grant	Funds provided for a specific purpose and must be used only for that purpose.
Public Participation	The process through which citizens give their views on county plans, budgets, and projects.
Supplementary Budget	A revised budget approved during the year to reflect changing priorities or available resources.
Absorption Rate	The percentage of the budget that has actually been spent.
Pending Bills	Payments owed by the county for goods, services, or works already delivered.
County Fiscal Strategy Paper (CFSP)	A document that sets the county's budget priorities and spending limits for the coming year.
Annual Development Plan (ADP)	A one-year plan outlining the development projects the county intends to implement.
County Budget Review and Outlook Paper (CBROP)	A report reviewing the previous year's budget performance and the county's financial outlook.
Budget Estimates	Detailed proposals showing how much each department plans to spend.
Finance Bill	A law proposing county taxes, fees, and charges.

Appropriation Act The law that authorizes the county to spend public funds.

THE 'MWANANCHI' GUIDE

APPROVED BUDGET 2026/2027