

COUNTY GOVERNMENT OF ELGEYO MARAKWET
THE COUNTY TREASURY

2019/20 APPROVED BUDGET

MWANANCHI EDITION

AUGUST, 2019

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.
- EDA : Equitable Development Act.
- ASAL : Arid and Semi-arid Areas.
- EU : European Union.
- KSh : Kenya Shillings.
- M&E : Monitoring and Evaluation

1 COUNTY GOVERNMENT STRUCTURE

1.1 OVERVIEW

Elgeyo Marakwet 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 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 twelve departments based on their mandates. Ten of these departments are headed by County Executive Committee Members (CECMs) while two are the Office of the Governor and Executive Administration and the County Public Service Board. For appropriate planning approaches, budget considerations, harmony in coordination and synergy in resource mobilization strategies, all departments have been classified into five sectors. These sectors are; (1) Infrastructure, (2) Social Protection and Empowerment, (3) Health, water and Sanitation, (4) Productive and Economic Sector, and (5) Public Administration and Governance. Each of these sectors has a vision, mission and a set of programmes to deliver on their mandates and development objectives.

The infrastructure sector is composed of roads, transport, public works and energy sub-sectors/departments. Social Protection and Empowerment is comprised of Sports, Youth Affairs, ICT, Social Services and Education and Technical Training sub-sectors/departments. Health, Water and Sanitation sector is made of Health and Sanitation, and Water, Lands Environment and Climate Change Management sub-sectors/departments. Productive and Economic Sector brings together Agriculture and Irrigation, Livestock and Cooperatives development and Tourism, Wildlife, Culture, Trade and Industry development sub-sectors/departments. Public Administration and Governance has the Office of the Governor and Executive Administration, Public Service Management and County Administration, Finance and Economic Planning, County Public Service Board and County Assembly sub-sectors/departments.

1.2 SECTORS, DEPARTMENTS AND DIRECTORATES

Sector	Departments	Directorates	Units/Sections	
Infrastructure Sector	Roads, Transport, Public Works & Energy	Roads, Transport & Energy	Roads and Transport	
		Director Public Works	Energy	
			Public Works management and Supervision	
			Fire Unit and Disaster Management	
Economic and Productive Sector	Agriculture and Irrigation	Agriculture & Irrigation	Crops	
			Irrigation	
	Livestock Production & Cooperatives Development	Livestock and Fisheries	Livestock	
		Veterinary services	Poultry, Fisheries and Bee-keeping	
		Cooperatives Development	Animal Health	
	Tourism, Culture, Wildlife, Trade and Industry	Tourism, Culture & Wildlife		Breeds Improvement
				Farmers' cooperative societies
		Trade & Industrialization		Marketing and value chains
				Tourism and Culture
	Health and Sanitation Sector	Health and Sanitation	Medical services	Wildlife Management
Trade				
Public Health			Industrialization	
Administration and Finance			Medical Services	
Water, Land Environment and Climate Change Management		Water		Iten County Referral Hospital (ICRH)
				Public Health
		Environment, Lands & Natural Resources		Planning and Financing
				Health sector Administration
Social Protection and Empowerment Sector	Education and Technical Training	Water Infrastructure	ECDE	
			Technical Training	
	Sports, Youth affairs, ICT and Social Services	Sports and Youth Affairs	Sports	
		Gender & Special Interests Groups	Youth	
		ICT	Gender & Special Interests Groups	
Public Administration and Governance Sector	Finance and Economic Planning	Accounting Services	Networking and software management	
			Vote book and IFMIS	
		Procurement	Financial Reporting	
		Revenue	Procurement Management	
		Economic Planning & Budgets	Assets and Inventory management	
			Revenue	
		Economic Planning and Policy Formulation		
		Monitoring and Evaluation		

Sector	Departments	Directorates	Units/Sections
			Resource Mobilization and Donor Relations
			Budgeting
	Public Service Management and Administration	Local Administration	Sub-county Administration
			Towns and urban areas Management
			Public Participation and Civic Education
		Human Resources	Human Resources management
			Payroll
		Alcoholic Drinks control	Alcohol control and licensing Rehabilitation and counselling
	County Public Service Board	Board Secretary	Board services
			Secretariat
	Office of the Governor/ County Secretary	Efficiency Monitoring Unit (EMU)	Strategy tink tank
			Performance management and measurement
			Ethical conduct compliance office
		Communications	Governor's Press Unit
			Public Relations
			Inter-departmental information and communications Unit
		Internal Audit	Audits and Reporting
			County Internal Audit Committee
		Compliance and Governance	Public Complaints Management
			Corporate Governance compliance office
Intergovernmental Relations			
Enforcement and Compliance			
County Attorney	Legislations		
	Litigation		

1.3 COUNTY BUDGET CALENDER (SUMMARIZED)

TIMELINE	BUDGET ACTIVITY AND CONTENTS
30 th August	County Executive Committee member for Finance issues budget circular 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.
1 st September	County Executive Member for Planning submits Annual Development Plan (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.125(1) (a) of PFM Act, 2012 .
30 th September	County Budget Review and Outlook Paper (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.
28 th February	County Treasury prepares and submits County Fiscal Strategy Paper (CFSP) to the County Assembly. The CFSP must be aligned to national objectives in the Budget Policy Statement as per s. 117(1) & (2) of PFM Act, 2012 . 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.
30 th April	County CEC Finance prepares and submits budget estimates to county assembly. Budget estimates must be based on the approved CFSP by County Assembly as per s. 129(2) of PFM Act, 2012 .
30 th June	County assembly considers the submitted Budget Estimates with a view to approving with or without amendments as per s.131 s.131(2) of PFM Act, 2012 .
30 th June	After county assembly has approved estimates, County treasury prepares and submits a County Appropriation Bill to the county assembly as per s.129(7) of PFM Act, 2012
30 th June	Appropriation Bill passed by the County Assembly as per s.131(1) of PFM Act, 2012
By 30 th 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

1.4 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 Elgeyo Marakwet 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).
- D. Equitable Development Act (EDA) 2015 is used as a framework to allocate development funds annually to all Ward. EDA defines a formula for allocating resources based on parameters; equal share (60%), population (15.2%), flagship/county projects (9.2%), poverty (8.8%), Land coverage (3.2%), emergencies (2%), ASAL area (0.8%) and Fiscal responsibility (0.8%).
- E. County Assembly allocations are recommended by CRA and approved by The Senate.

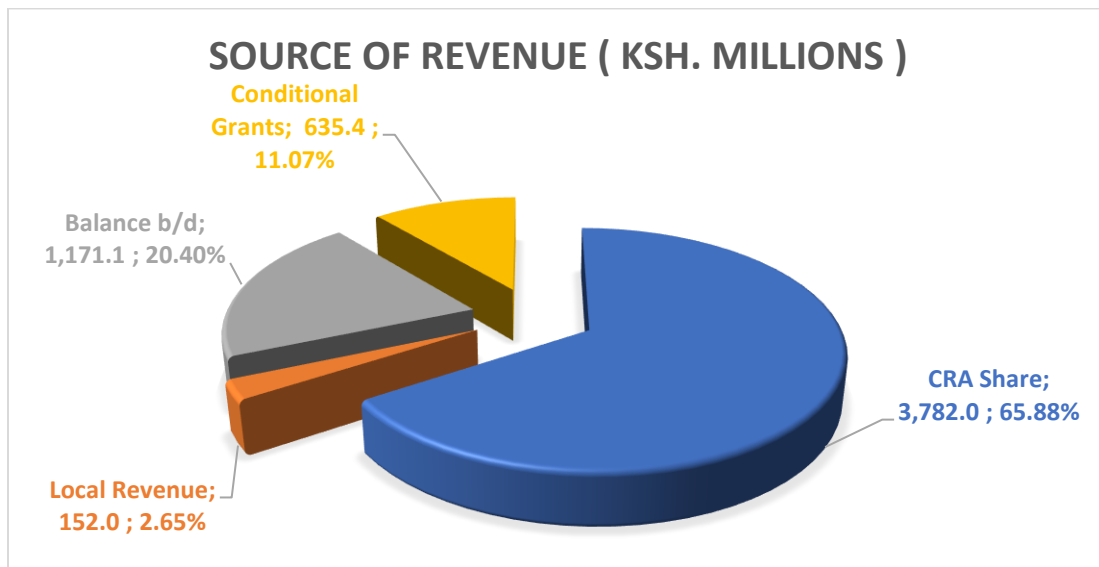
2 COUNTY GOVERNMENT REVENUE AND SOURCES

2.1 Sources of revenue

REVENUE SOURCE	Approved Estimates 2018/19	Projections 2019/20	Projections 2020/21
CRA Share	3,782,000,000	3,971,100,000	4,169,655,000
Equalization Fund	-	-	-
Conditional Allocation	-	-	-
Local Revenue	152,000,000	159,600,000	167,580,000
Balance b/d	1,171,149,352	-	-
World Bank - Dev. Of Youth Polytechnics	30,228,298	31,739,713	33,326,699
DANIDA - Universal Health Care	-	-	-
WORLD BANK RBF	-	-	-
Lease of Medical Equipment	131,914,894	138,510,639	145,436,171
Other Loans and Grants	-	-	-
Kenya Climate Smart Agriculture Project	140,590,677	147,620,211	155,001,221
Agriculture Sector Development Support Programme (ASDSP)	-	-	-
Kenya Devolution Support Programme (KDSP)	46,326,333	48,642,650	51,074,782
EU WaTER Support	-	-	-
Kenya Urban Support Programme (KUSP)	107,908,872	113,304,316	118,969,531
World Bank – Transforming Health Systems	60,081,486	63,085,560	66,239,838
Support to Abolishment of User Fees in Health Centres & Dispensaries	8,788,919	9,228,365	9,689,783
Road Maintenance Levy Fund (RMLF)	109,605,563	115,085,841	120,840,133
TOTAL REVENUE	5,740,594,394	4,797,917,294	5,037,813,159

2.2 Pie Chart of the total distributions from different sources

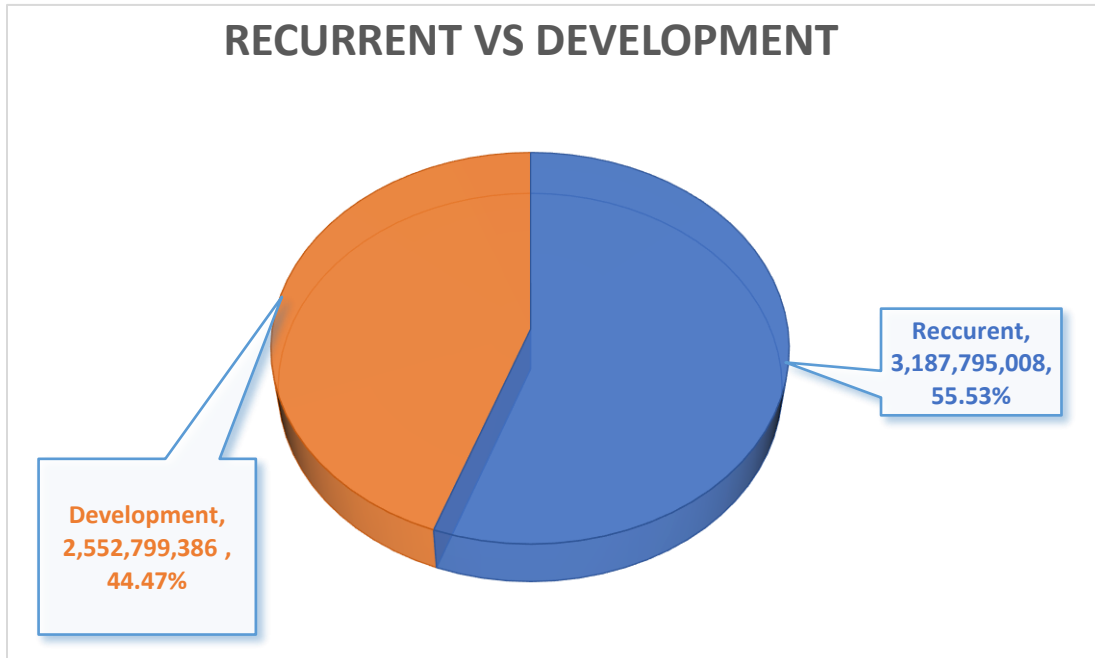
The total revenue is Ksh. 5,740,594,394. It composts of Central Government transfers (CRA Share), locally raised (own source) revenue, balance brought down from previous financial year and Conditional grants .The contribution from each source is as shown below.



3 COUNTY GOVERNMENT EXPENDITURE BREAKDOWN

From the total allocation of Ksh. 5,740,594,394, recurrent expenditure amounts to Ksh. 3,187,795,008 While development expenditure amounts to Ksh. 2,552,799,386 as shown in the pie chart below.

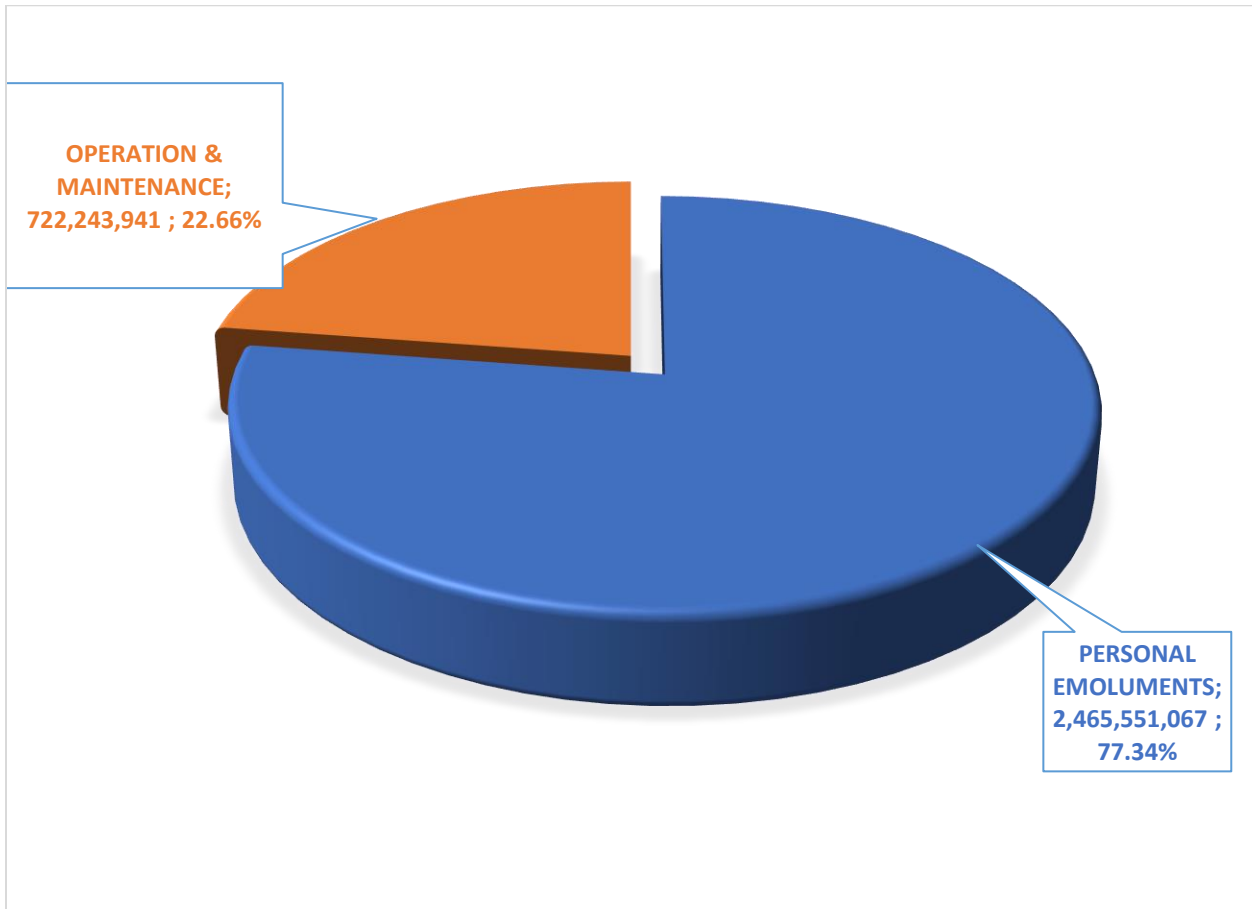
3.1 RECURRENT AND DEVELOPMENT ALLOCATIONS



3.2 RECURRENT ALLOCATIONS BREAKDOWN

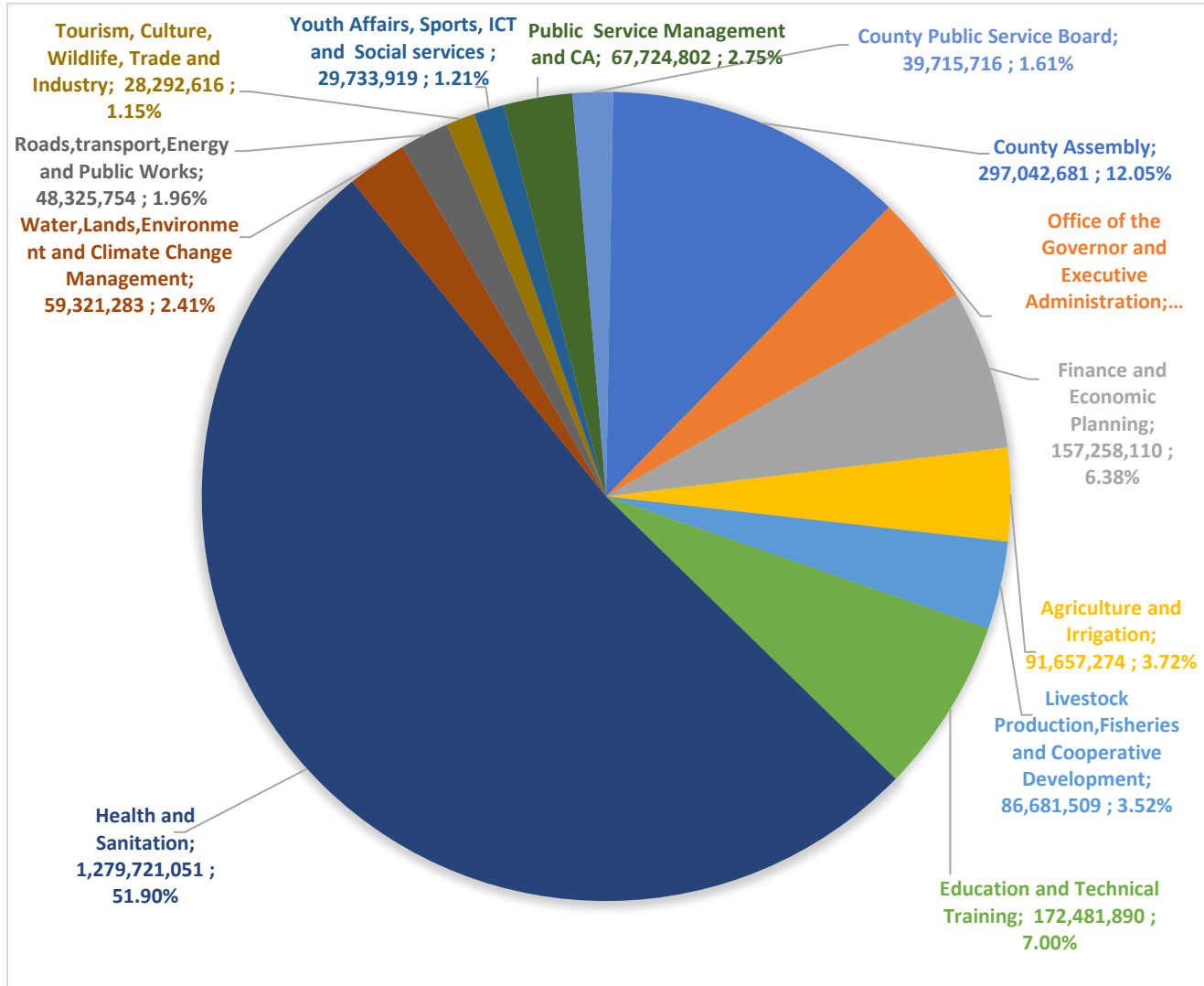
The total recurrent of Ksh. 3,187,795,008 is made up of Personal Emoluments (PE) amounting to Ksh. 2,465,551,067 and Operation and Maintenance (O&M) amounting to Ksh. 722,243,941. It is distributed with percentages as shown below.

3.2.1 PE Vs O&M amounts



3.2.2 PERSONAL EMOLUMENTS (PE) BREAKDOWN PER DEPARTMENTS AND COUNTY ASSEMBLY

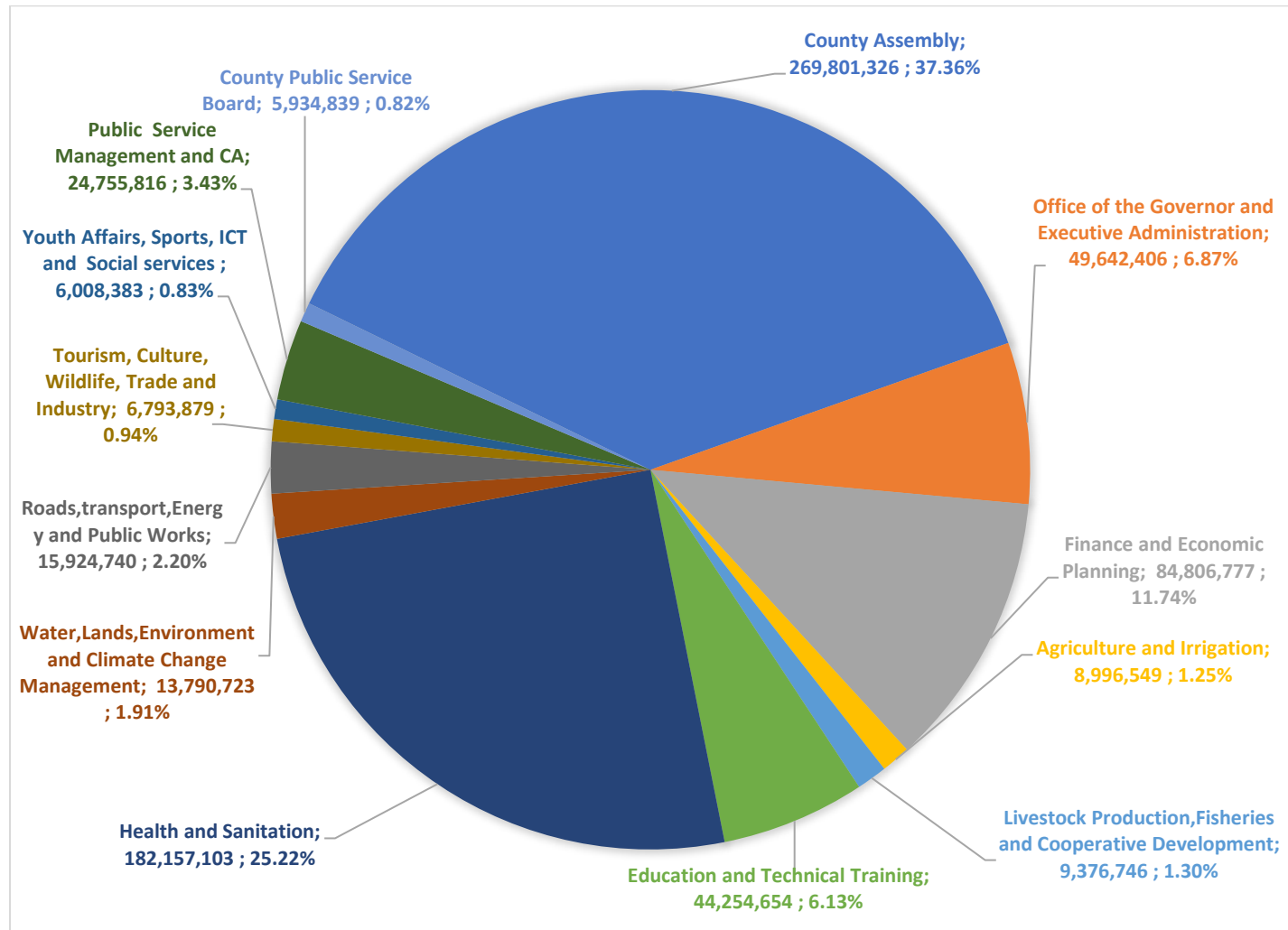
The total personal emoluments is Ksh. 2,465,551,067. The distribution to departments is as shown below.



3.2.3

3.2.4 OPERATIONS AND MAINTENANCE (O&M) BREAKDOWN PER DEPARTMENT AND COUNTY ASSEMBLY

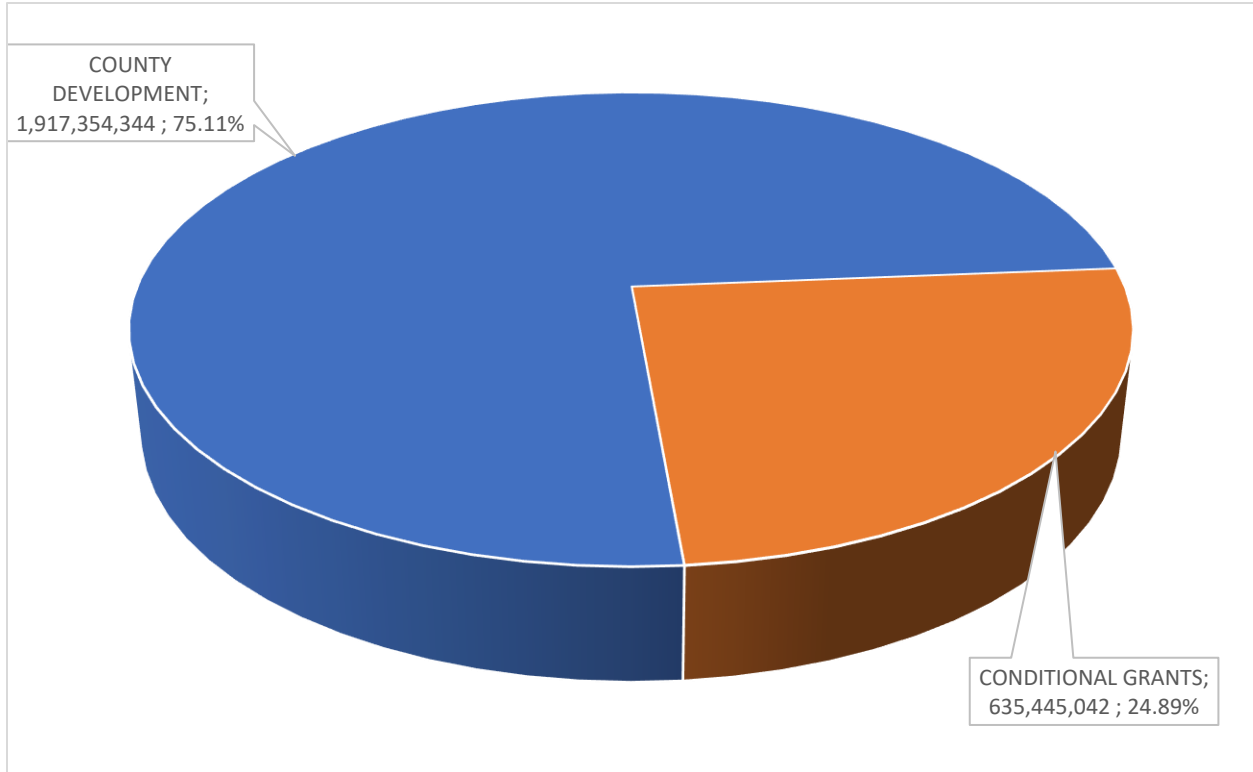
The total Operation and maintenance (O&M) is Ksh. 722,243,941 and it is distributed to departments as shown below.



3.3 DEVELOPMENT ALLOCATIONS BREAKDOWN

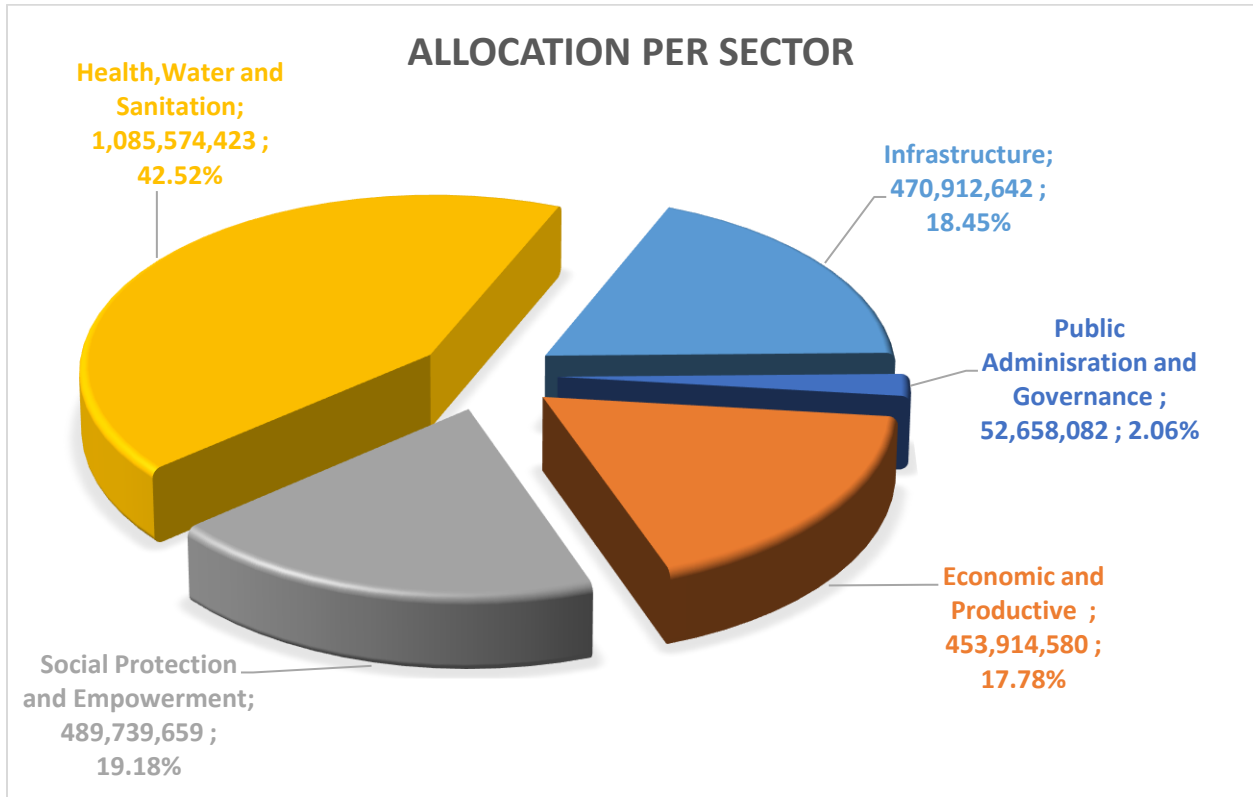
The total development is Ksh. 2,552,799,386 of which the conditional grants is Ksh. 635,445,042 and county Development allocation is Ksh. 1,917,354,344 is as shown in pie chart below.

3.3.1 County development allocation Vs Conditional Grants allocation



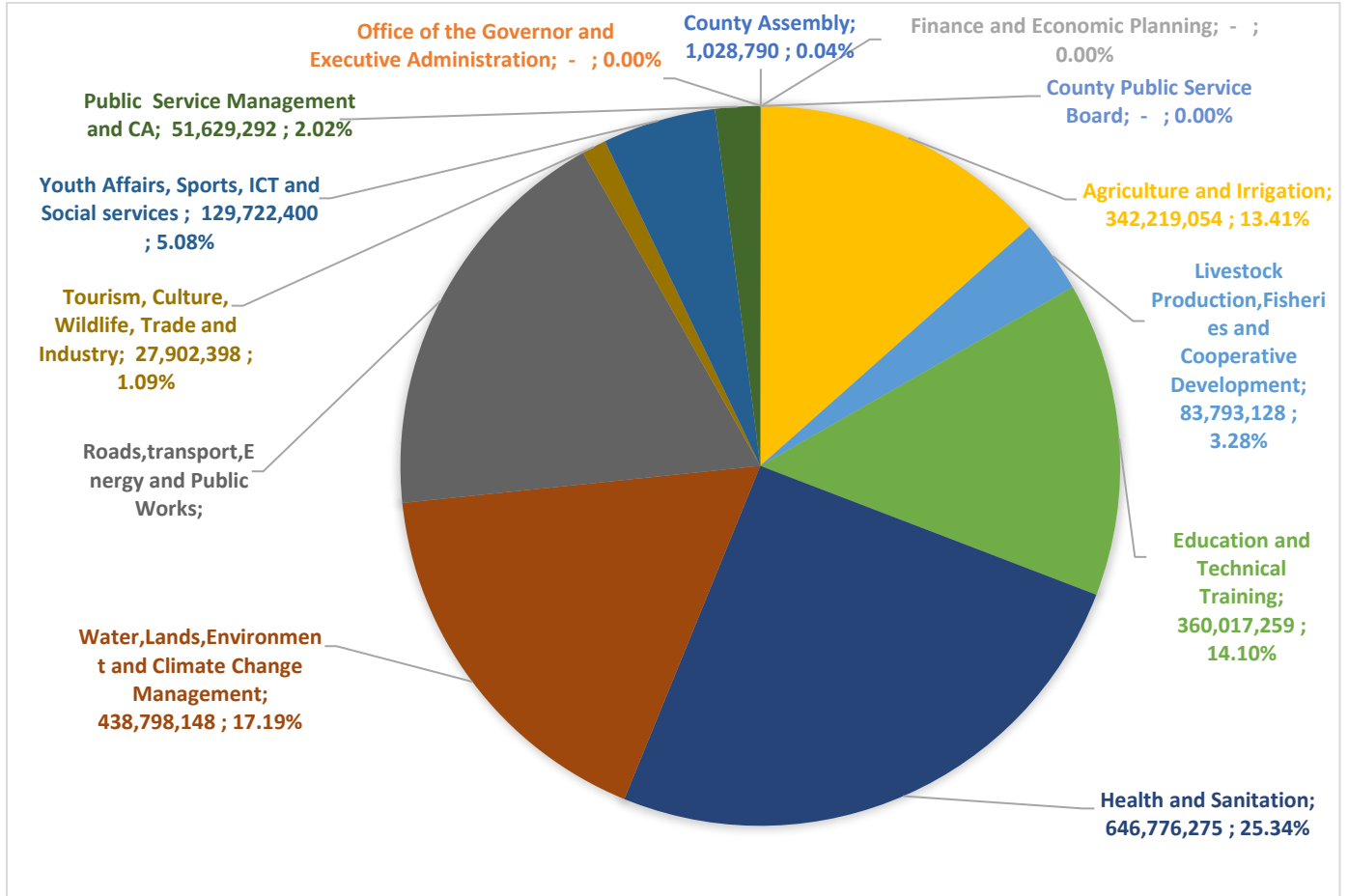
3.3.2 Development Allocation per Sector

The total development allocation of Ksh. 2,552,799,386 including conditional grants and the balance brought down is distributed to the five sectors as shown below.



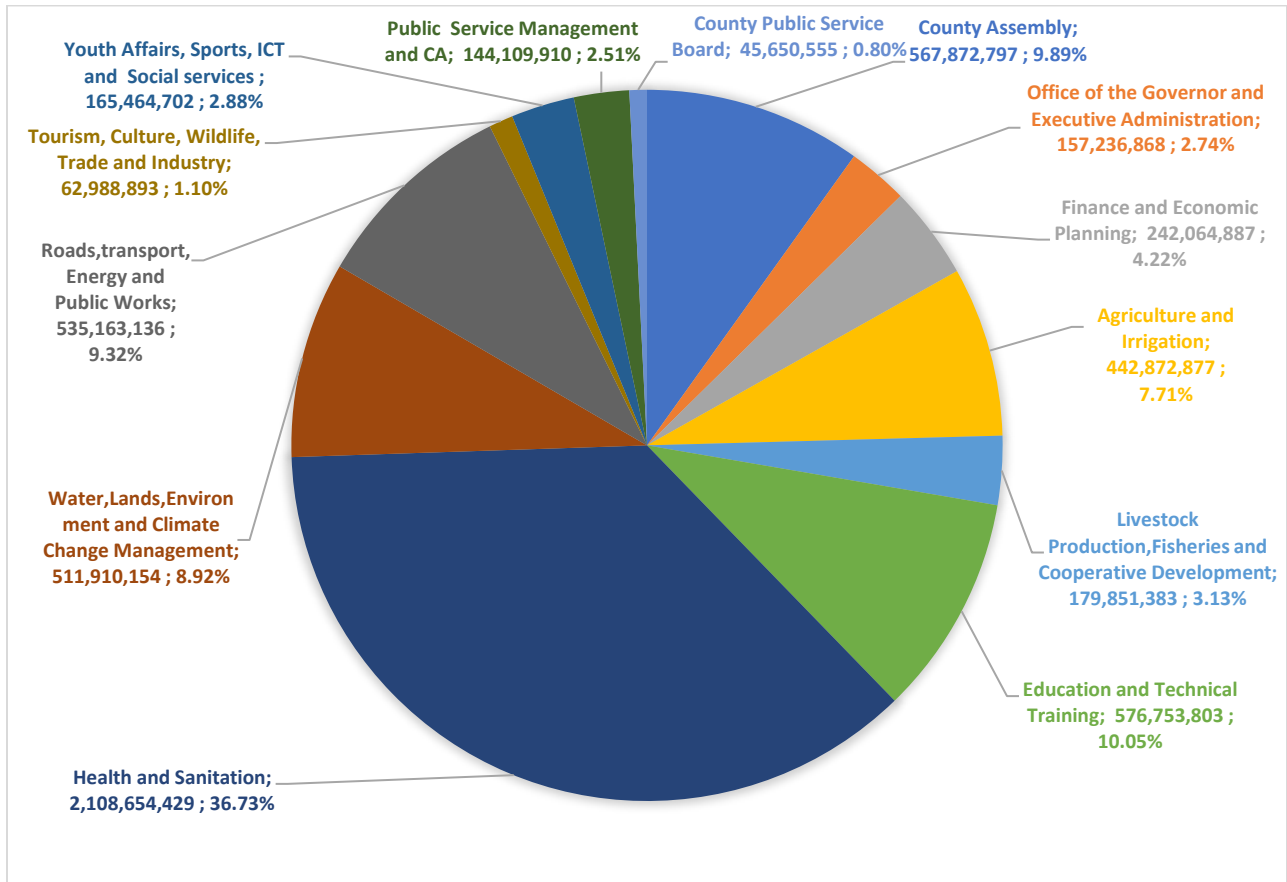
3.3.3 Distribution of Development Allocation per Sub-Sector/Department

The total development allocation of Ksh. 2,552,799,386 is distributed among sub- sectors/departments as shown in the pie chart below.



3.3.4 Total Allocation to Departments and County Assembly

The total allocation (recurrent and development) of Ksh. 5,740,594,394 is distributed to departments as shown in the Pie chart below.



3.3.5 Allocations amounts per sector, Department, Programme and Sub-Programme.

Sector	Allocation	Department	Approved Ceilings	Programme Title	Allocation	Sub Programmes	Allocation		
Public Administration and Governance	1,156,935,017	Office of The Governor and executive administration	157,236,868	P.1 General Administration & Support Services	108,594,462	SP1.1 Improve coordination and support for implementation Departments	108,594,462		
				P.2 Open Governance, Transparency and Accountability	48,642,406	SP 2.1 Governance	48,642,406		
						SP 2.2 Peace building, and conflict resolution			
		SP 2.3 Disaster management and emergency response							
		Public service Management and County administration	144,109,910			P.1 General Administration & Support Services	88,505,897	SP1.1 General Administration & Support Services	88,505,897
						P.2:Public Service Management	55,604,013	SP 2.1 Human resource management	
								SP 2.2 Alcoholic drinks control	
								SP 2.3 AIDS Control Unit (ACUs)	
								SP2.4 Coordination of government functions	51,629,292
								SP 2.5 Urban areas management	
		SP2.6 Citizen participation and Civic Education	3,974,721						
		County Assembly	567,872,797			P.1 Administration & field services	217,214,367	SP 1.1 Administration & field services	217,214,367
						P.2 Administration of human resource in public service		SP 2.1 Administration of human resource in public service	
						P.3 Implementation of the constitution	281,529,640	SP.3.1 legislative development	281,529,640
							68,100,000	SP 3.2 compliance & oversight	68,100,000
P.4 Infrastructural development	1,028,790					S.P 4.1 Infrastructural development	1,028,790		

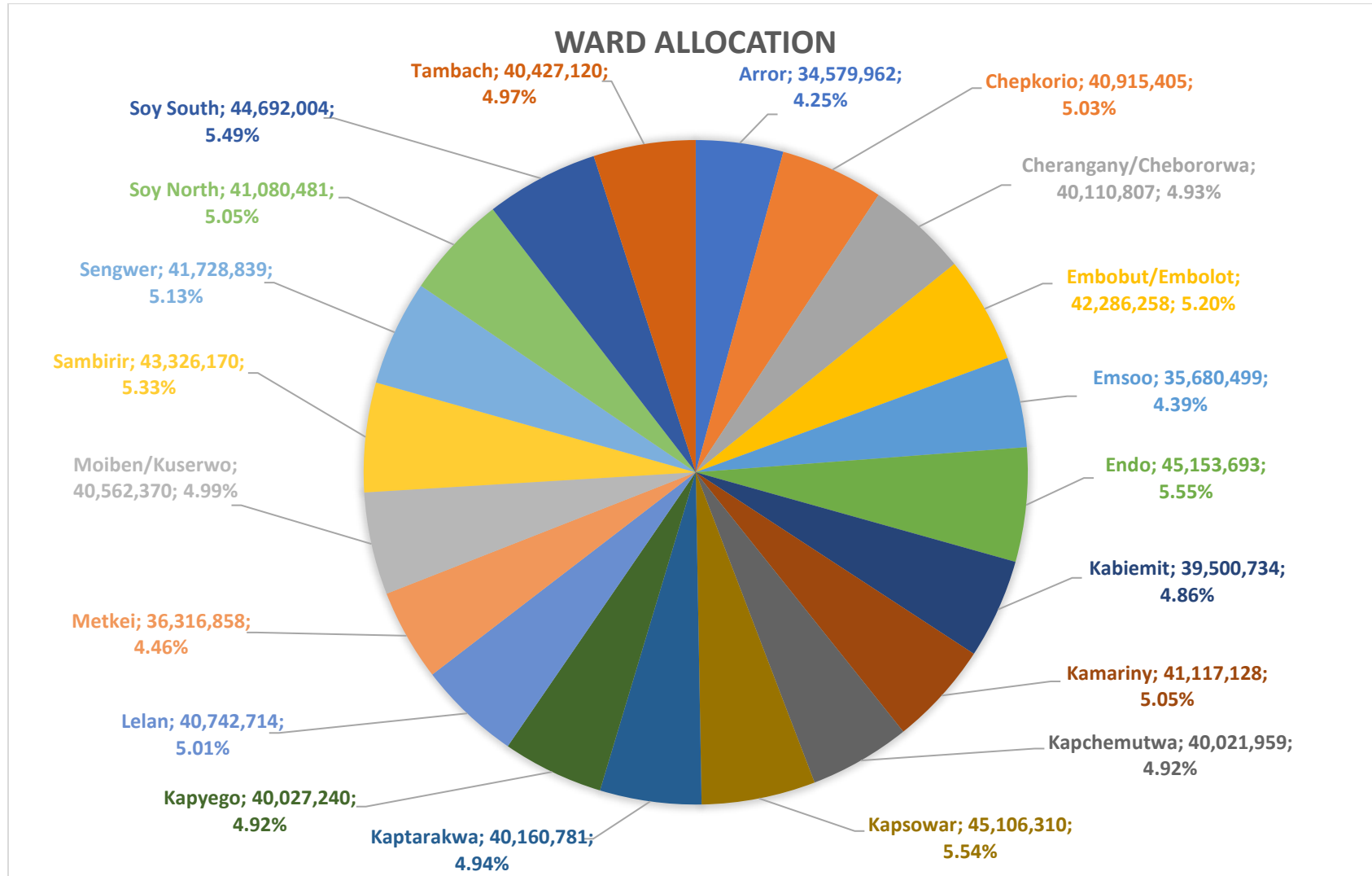
Sector	Allocation	Department	Approved Ceilings	Programme Title	Allocation	Sub Programmes	Allocation
		Finance & Economic Planning	242,064,887	P.1 General Administration & Support Services	218,535,194	SP1.1 Administration and Support Services	218,535,194
				P.2 Financial Management	23,529,693	SP 2.1 Monitoring and Evaluation	2,450,000
						SP 2.2: Economic Planning & Budgeting	5,970,000
						SP 2.3: Accounting management servicers	3,389,693
						SP 2.4 Supply Chain Management	2,690,000
						SP 2.5: Revenue Enhancement & management	9,030,000
		County Public Service Board	45,650,555	P.1 General Administration and Support services.	45,650,555	SP 1.1 General administration and support services	45,650,555
Infrastructure	535,163,136	Roads, Transport, public works and Energy	535,163,136	P.1 General Administration & Support Services	57,550,494	SP1.1 General Administration and Support Services	57,550,494
				P.2 Public Works	11,900,000	SP 2.1 Public Works	11,900,000
				P.3 Road Improvement	457,212,642	SP 3.1: Roads Improvement	457,212,642
						SP 3.2: Urban Roads Improvement	
				P.4 Energy	8,500,000	SP. 4.1 Energy	8,500,000
Social and Empowerment	742,218,505	Sports, Youth affairs, ICT and social services	165,464,702	P.1 General Administration & Support Services	35,742,302	SP1.1 Administration, field operations and support services	35,742,302
				P.2 Sports development	17,115,959	SP 2.1 Sports Infrastructure Development	17,115,959
						SP 2.2 Sports Talent Development	
				P.3 Social Empowerment	94,626,441	SP 3.1 Social Empowerment	94,626,441
				P.4 Social Protection	12,780,000	SP 4.1 Social protection	12,780,000
		P.5 ICT services	5,200,000	SP 5.1 ICT Services	5,200,000		
		Education and Technical training	576,753,803	P.1 General Administration & Support Services	216,736,544	SP 1.1 General Administration & Support Services	216,736,544

Sector	Allocation	Department	Approved Ceilings	Programme Title	Allocation	Sub Programmes	Allocation		
						SP 1.2: Education Bursary and Scholarships			
				P.2 Technical and Vocational Education and Training (TVET)	231,667,259	SP 2.1: Technical and Vocational Education and Training (TVET).	231,667,259		
				P.3: Pre-Primary Education	128,350,000	P.3.1: Pre-Primary Education	128,350,000		
Health and Sanitation	2,620,564,583	Health and sanitation	2,108,654,429	P.1: General Administration, Planning, Management Support and Coordination	988,504,877	SP 1.1 Human Resource for Health	988,504,877		
						SP 1.2 Health care financing			
						SP 1.3 Quality Improvement			
						SP 1.4 Health Informatics			
						SP 1.5 Monitoring, Evaluation and Research			
				P.2: Preventive and Promotive Services	80,491,967	SP 2.1 Community and Environmental Health	72,291,967		
						SP 2.2 Community Nutrition			
						SP 2.3: Communicable & Non-Communicable Disease Prevention & Control	8,200,000		
				P.3: Curative and Rehabilitative Services	1,039,657,585	SP 3.1 Commodity Management	95,257,103		
						SP 3.2 County Hospitals	386,716,174		
		SP 3.3 Primary Care Units	546,684,308						
		SP 3.4 Emergency Medical Services	11,000,000						
		Water, Lands, Environment and climate change management	511,910,154			P.1 General Administration & Support Services	73,112,006	SP1.1 General Administration & Support Services	73,112,006
						P.2 Water and Sanitation Management	200,766,099	SP 2.1: Water Services	200,766,099
P.3 Environmental Management and Protection	84,523,177					SP 3.1: Environmental Conservation	84,523,177		
P.4: Solid Waste Management	1,000,000					SP 4.1: Solid Waste Management	1,000,000		

Sector	Allocation	Department	Approved Ceilings	Programme Title	Allocation	Sub Programmes	Allocation		
				P.5 Lands, Physical Planning and Urban Development	152,508,872	SP 5.1: Lands, Physical Planning and Urban Development	152,508,872		
Productive and Economic	685,713,153	Tourism, Culture, Wildlife, Trade and Industry	62,988,893	P.1 General Administration & Support Services	35,086,495	SP1.1 General Administration & Support Services	35,086,495		
				P.2 Tourism Development	21,451,664	SP 2. 1 Tourism Development	21,451,664		
				P.3 Trade and Enterprise Development	2,250,000	SP 3.1 Trade and Enterprise Development	2,250,000		
				P.4 Culture and Heritage Preservation	4,200,734	SP 4.1 Culture and Heritage Preservation	4,200,734		
		Agriculture and Irrigation	442,872,877			P1 General Administration and Support Services	100,653,823	SP 1.1 Administration and support services	100,653,823
						P2 Crop Development	316,919,054	SP 2.1 Cash Crops Development	29,659,620
								SP 2.2 Food Crops Development	1,000,000
								SP 2.3 Agricultural extension and training services	286,259,434
						P.3 Irrigation Development	24,700,000	SP 3.1 Irrigation development	24,700,000
		P.4. Soil Conservation	600,000	SP 4.1 Soil Conservation	600,000				
		Livestock Production, Fisheries and Cooperative Development	179,851,383			P.1 General Administration and Support Services	96,058,255	SP 1.1 Administration and support services	96,058,255
						P.2 Livestock Development	50,943,128	SP. 2.1 Livestock Production	45,683,120
								SP. 2.2 Livestock extension services and training service	5,260,008
						P.3 Veterinary Services	29,850,000	SP. 3.1 AI services	9,350,000
								SP. 3.2 Disease surveillance and Control	20,500,000
		P.4 Cooperatives Development	3,000,000	SP. 4.1 Cooperatives Development	3,000,000				
			5,740,594,394		5,740,594,394		5,740,594,394		5,740,594,394

4 WARDS DEVELOPMENT ALLOCATION SUMMARY

The County development funds allocated to wards as per the EDA Act is **Ksh. 813,537,332**. The allocation for the 20 wards is distributed as shown below.

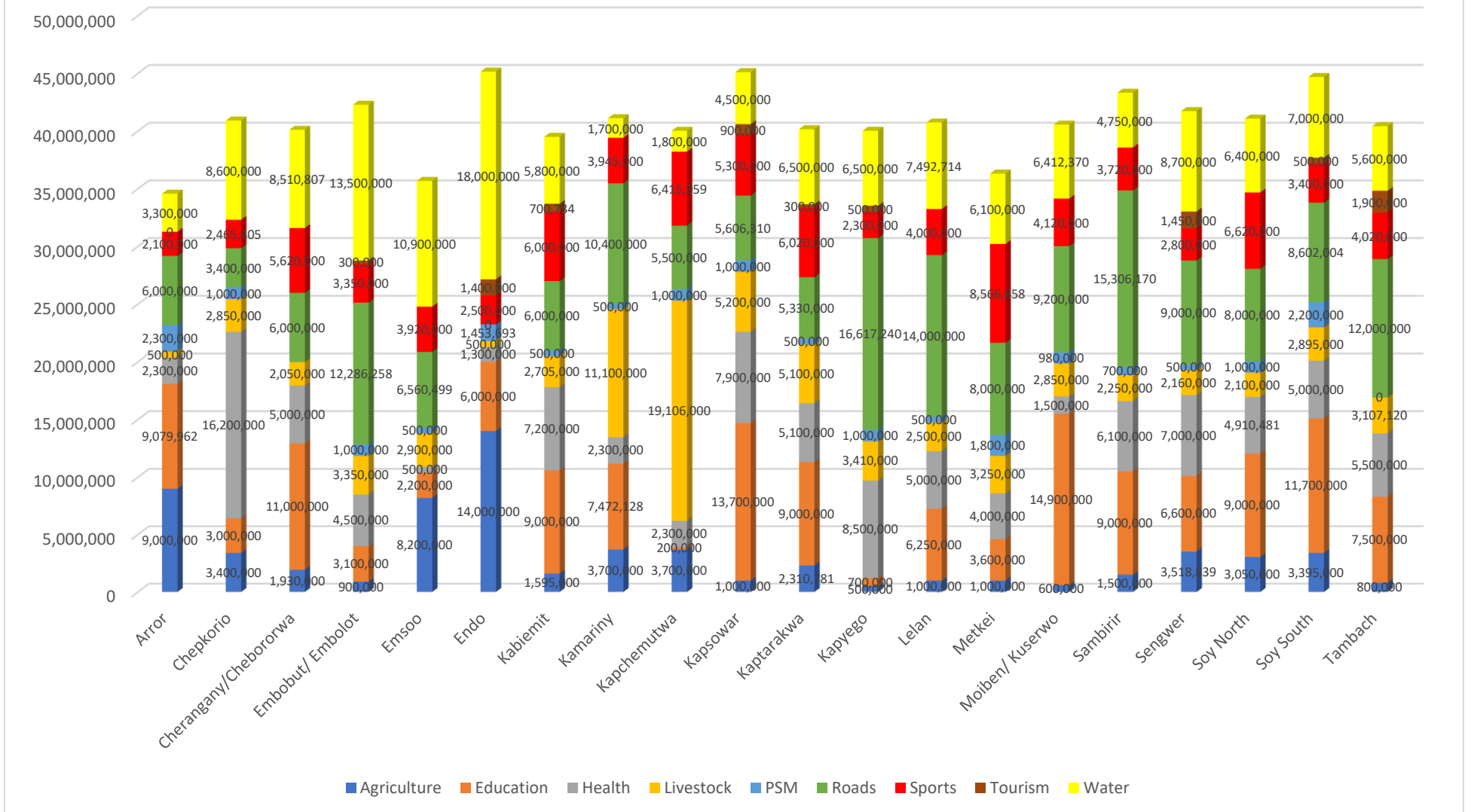


Summary Table showing allocations per Departments per Wards

Department Ward	Agriculture	Education	Health	Livestock	PSM	Roads	Sports	Tourism	Water	Total
Arror	9,000,000	9,079,962	2,300,000	500,000	2,300,000	6,000,000	2,100,000	0	3,300,000	34,579,962
Chepkorio	3,400,000	3,000,000	16,200,000	2,850,000	1,000,000	3,400,000	2,465,405		8,600,000	40,915,405
Cherangany/Chebororwa	1,930,000	11,000,000	5,000,000	2,050,000		6,000,000	5,620,000		8,510,807	40,110,807
Embobut/ Embolot	900,000	3,100,000	4,500,000	3,350,000	1,000,000	12,286,258	3,350,000	300,000	13,500,000	42,286,258
Emsoo	8,200,000	2,200,000	500,000	2,900,000	500,000	6,560,499	3,920,000		10,900,000	35,680,499
Endo	14,000,000	6,000,000	1,300,000	500,000	1,453,693	0	2,500,000	1,400,000	18,000,000	45,153,693
Kabiemit	1,595,000	9,000,000	7,200,000	2,705,000	500,000	6,000,000	6,000,000	700,734	5,800,000	39,500,734
Kamariny	3,700,000	7,472,128	2,300,000	11,100,000	500,000	10,400,000	3,945,000		1,700,000	41,117,128
Kapchemutwa	3,700,000	200,000	2,300,000	19,106,000	1,000,000	5,500,000	6,415,959		1,800,000	40,021,959
Kapsowar	1,000,000	13,700,000	7,900,000	5,200,000	1,000,000	5,606,310	5,300,000	900,000	4,500,000	45,106,310
Kaptarakwa	2,310,781	9,000,000	5,100,000	5,100,000	500,000	5,330,000	6,020,000	300,000	6,500,000	40,160,781
Kapyego	500,000	700,000	8,500,000	3,410,000	1,000,000	16,617,240	2,300,000	500,000	6,500,000	40,027,240
Lelan	1,000,000	6,250,000	5,000,000	2,500,000	500,000	14,000,000	4,000,000		7,492,714	40,742,714
Metkei	1,000,000	3,600,000	4,000,000	3,250,000	1,800,000	8,000,000	8,566,858		6,100,000	36,316,858
Moiben/ Kuserwo	600,000	14,900,000	1,500,000	2,850,000	980,000	9,200,000	4,120,000		6,412,370	40,562,370
Sambirir	1,500,000	9,000,000	6,100,000	2,250,000	700,000	15,306,170	3,720,000		4,750,000	43,326,170
Sengwer	3,518,839	6,600,000	7,000,000	2,160,000	500,000	9,000,000	2,800,000	1,450,000	8,700,000	41,728,839
Soy North	3,050,000	9,000,000	4,910,481	2,100,000	1,000,000	8,000,000	6,620,000		6,400,000	41,080,481
Soy South	3,395,000	11,700,000	5,000,000	2,895,000	2,200,000	8,602,004	3,400,000	500,000	7,000,000	44,692,004
Tambach	800,000	7,500,000	5,500,000	3,107,120	0	12,000,000	4,020,000	1,900,000	5,600,000	40,427,120
Total	65,099,620	143,002,090	102,110,481	79,883,120	18,433,693	167,808,481	87,183,222	7,950,734	142,065,891	813,537,332

Bar Graphs (Each Bar shows the total ward allocations. Each bar is divided per colours depicting Departmental allocations in that Ward)

WARD AND DEPARTMENTAL ALLOCATION



5 PUBLIC EXPENDITURE TRACKING

