



COUNTY GOVERNMENT OF ELGEYO MARAKWET
THE COUNTY TREASURY

APPROVED BUDGET
2017/18 FY

MWANANCHI EDITION

JULY 2017

ABBREVIATIONS

ADP	: Annual Development Plan
ASAL	: Arid and Semi-Arid Areas
CARA	: County Allocation Revenue Act
CBROP	: County Budget Review and Outlook Paper
CECM	: County Executive County Member
CFSP	: County Fiscal Strategic Paper
CIDP	: County Integrated Development Plan
CRA	: Commission on Revenue Allocation
DANIDA	: Danish International Development Agency
DORA	: Division of Revenue Act
ECDE	: Early Childhood Development Education
EDA	: Equitable Development Act
EU	: European Union
ICT	: Information Communication Technology
IFMIS	: Integrated Financial Management Information System
FY	: Financial Year
KSh	: Kenya Shillings
M	: Million
M&E	: Monitoring and Evaluation
ICRH	: Iten County Referral Hospital

O&M : Operation and Maintenance

PE : Personal Emolument

PFM : Public Finance Management

1 COUNTY GOVERNMENT STRUCTURE

1.1 OVERVIEW

The Constitution of Kenya assigns the responsibility to ensure, facilitate and build capacity of the public to participate in governance to the county governments through function 14, Schedule 4 part 2. As such, county governments are required to create mechanisms of engagement by ensuring and coordinating the participation of communities and locations in governance and build capacity by assisting communities and locations to develop the administrative capacity for the effective exercise of the functions and powers.

Elgeyo Marakwet 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 require 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 assigned a planning contact person. These departments are Finance & Economic planning; Roads, public works & Transport; Youth, Sports, Culture and social Services, Gender; Education and Technical Training; Health Services; Water, lands, Housing & planning; Trade, Tourism, Cooperatives & Wildlife; Agriculture; ICT & Public service. Each of these departments has a vision, mission and a set of programmes to deliver on their mandates and development objectives.

1.2 SECTORS, DEPARTMENTS AND DIRECTORATES

Departments	Directorates	Units/Sections
Roads, Transport, Public Works & Energy	Roads, Transport & Energy	Roads and Transport
		Energy
	Director Public Works	Public Works management and Supervision
		Fire Unit and Disaster Management
		Machinery and Vehicle mechanical Unit
Agriculture and Livestock	Agriculture & Irrigation	Crops
		Irrigation
	Livestock and Fisheries	Livestock
		Poultry, Fisheries and Bee-keeping
	Veterinary services	Animal Health
		Breeds Improvement
Trade, Tourism, Cooperatives & Wildlife	Tourism, Culture & Wildlife	Tourism and Culture
		Wildlife Management
	Trade & Industrialization	Trade
		Industrialization
	Cooperatives Development	Farmers’ cooperative societies
		Marketing and value chains
Health Services	Medical services	Medical Services
		Iten County Referral Hospital (ICRH)
	Public Health	Public Health
	Administration and Finance	Planning and Financing
		Health sector Administration
Water, lands, Housing & physical planning	Water	Water Infrastructure
	Environment, Lands & Natural Resources	Environment and Natural Resources
		Lands
Education and Technical Training	Education	ECDE
		Technical Training
Sports, Youth, Gender and Social Services	Sports and Youth Affairs	Sports
		Youth
	Gender & Special Interests Groups	Gender & Special Interests Groups
Finance and Economic Planning	Accounting Services	Vote book and IFMIS
		Financial Reporting
	Procurement	Procurement Management
		Assets and Inventory management
	Revenue	Revenue
	Economic Planning & Budgets	Economic Planning and Policy Formulation
		Monitoring and Evaluation
		Resource Mobilization and Donor Relations
		Budgets
Internal Audit	Audits and Reporting	

Departments	Directorates	Units/Sections
		County Internal Audit Committee
ICT & Public service	Local Administration	Sub-county Administration
		Towns and urban areas Management
		Public Participation and Civic Education
	Human Resources	Human Resources management
	ICT	Networking and software management
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
	Alcoholic Drinks control	Alcohol control and licensing
		Rehabilitation and counselling
	Compliance and Governance	Public Complaints Management
		Corporate Governance compliance office
		Intergovernmental Relations
		Enforcement and Compliance
	County Attorney	Legislations
		Litigation

1.3 COUNTY BUDGET CALENDAR

TIMELINE	BUDGET ACTIVITY AND CONTENTS
30 th August	County Executive Committee member for Finance issues <u>budget circular</u> 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 <u>Annual Development Plan</u> (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	<u>County Budget Review and Outlook Paper</u> (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 <u>budget estimates</u> 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 <u>County Appropriation Bill</u> 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 <u>revenue raising measures</u> 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) and should be more than 30% of the total budget.
- 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

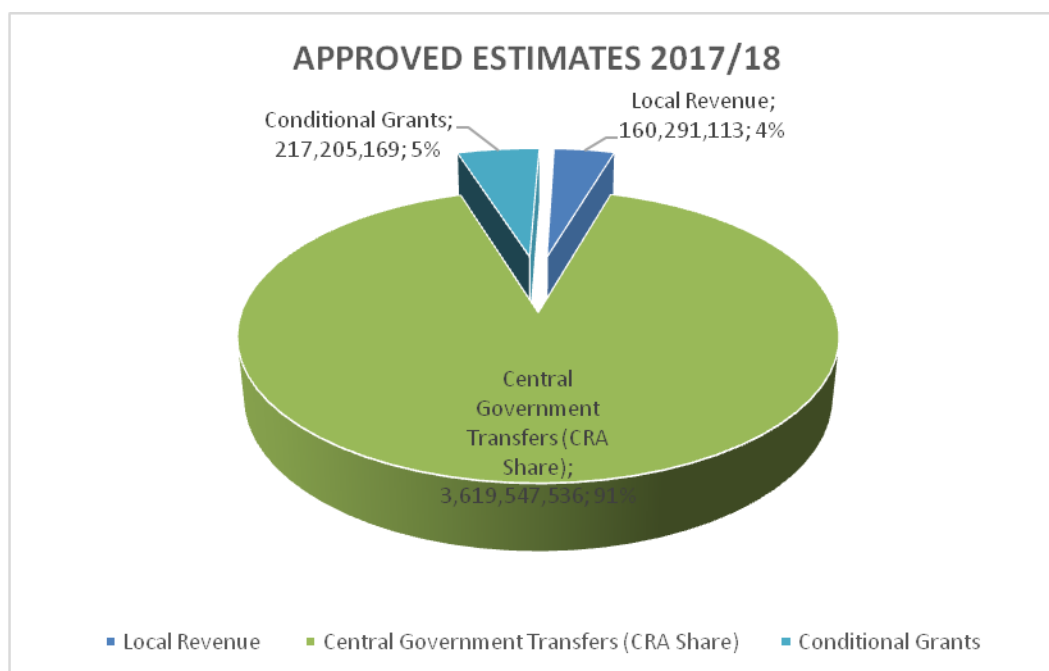
2 COUNTY GOVERNMENT REVENUE AND SOURCES

2.1 Sources of revenue

Revenue Type		Approved Estimates 2016/17	Approved Estimates 2017/18	Projections 2018/19
Local Revenue		160,021,113	160,291,113	176,320,224
Central Government Transfers (CRA Share)		3,528,847,275	3,619,547,536	3,981,502,290
Conditional Grants	DANIDAHSSF	10,400,000		0
	WORLD BANK HSSF	56,932,570	121,917,669	134,109,436
	Free maternal health	43,430,000		0
	Support to abolishment of user fees in health centers and dispensaries	8,624,640		0
	Road Maintenance Fuel Levy Fund	54,220,715	95,287,500	104,816,250
	World Bank Kenya Devolution Support Programme	23,875,566		0
TOTAL		3,886,351,879	3,997,043,818	4,396,748,200

2.2 The Total Distributions from Different Sources

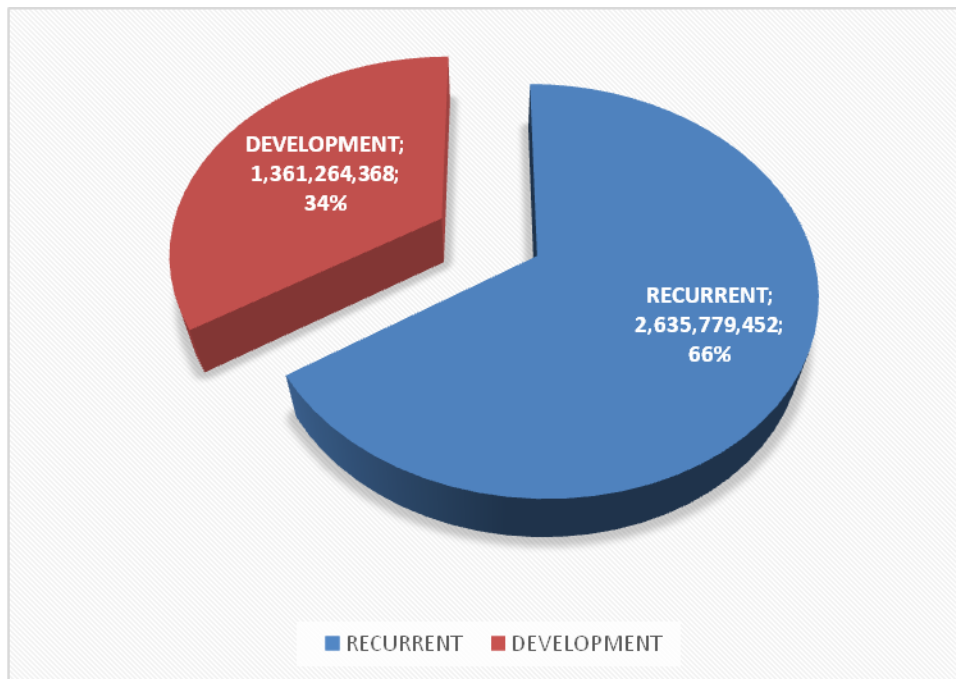
The total revenue is Ksh 3,997,043,818 and the sources are as shown below



3 COUNTY GOVERNMENT EXPENDITURE BREAKDOWN

The total allocation is divided into recurrent and development as shown in the pie chart below.

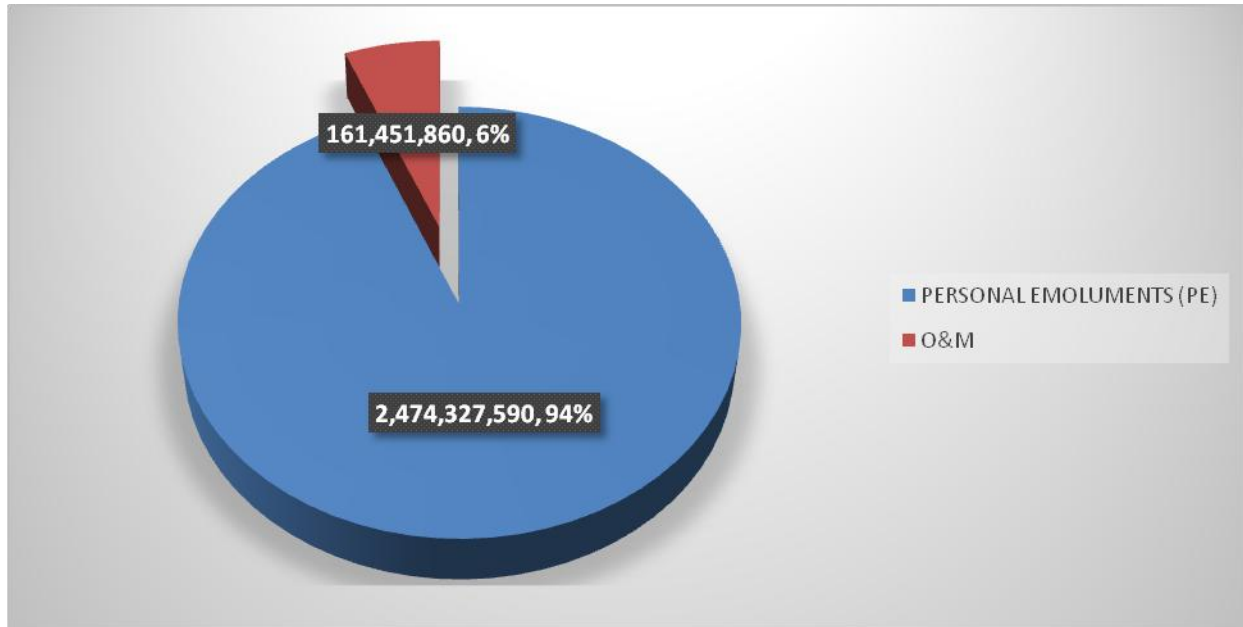
3.1 Recurrent and Development Allocations



3.2 Recurrent Allocations Breakdown

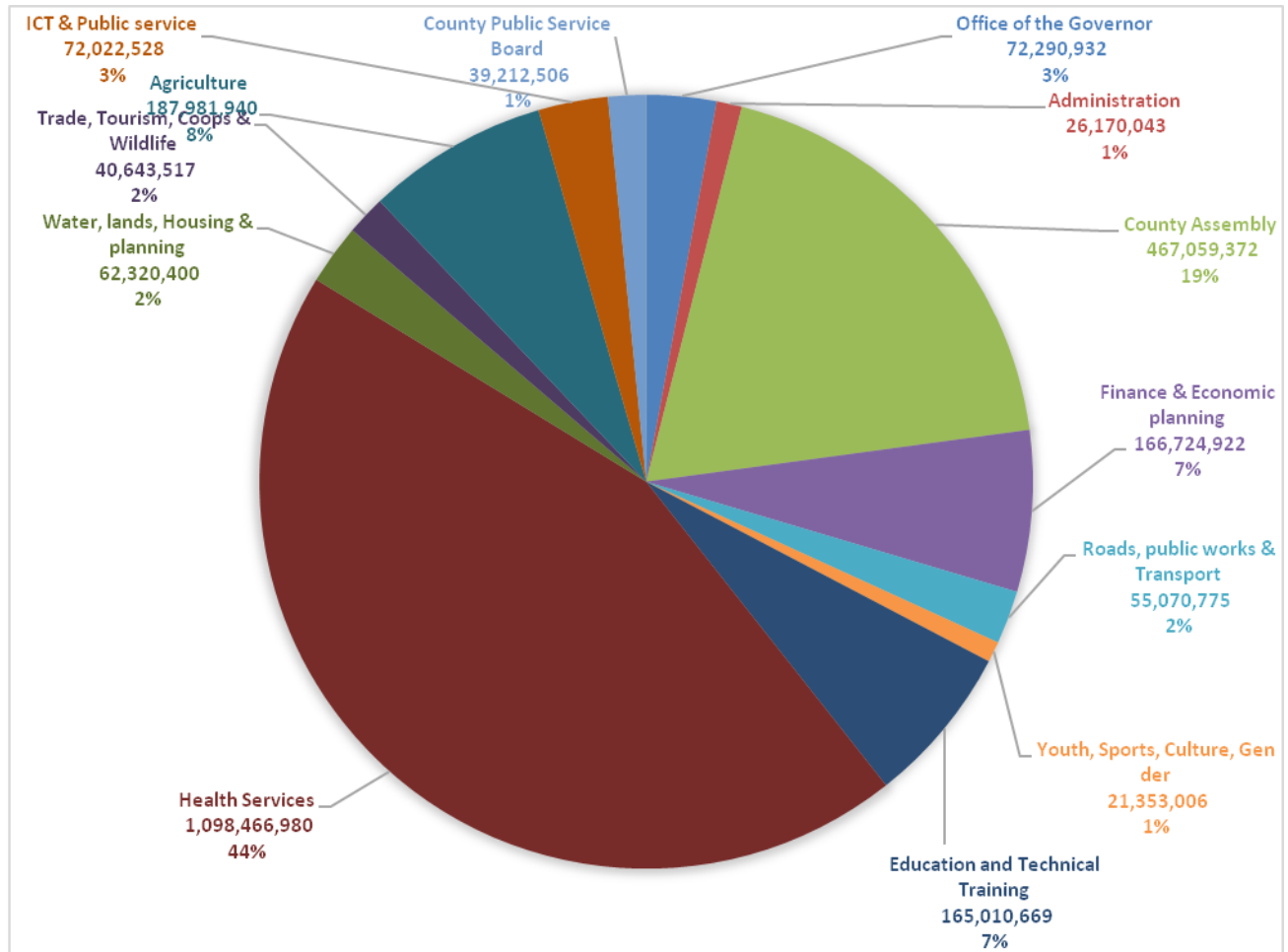
The total recurrent is Ksh.2,635,779,450 and is further divided into personal emoluments (PE) and Operations and Maintenance (O&M) distributed as shown below

3.2.1 PE Vs O&M amounts



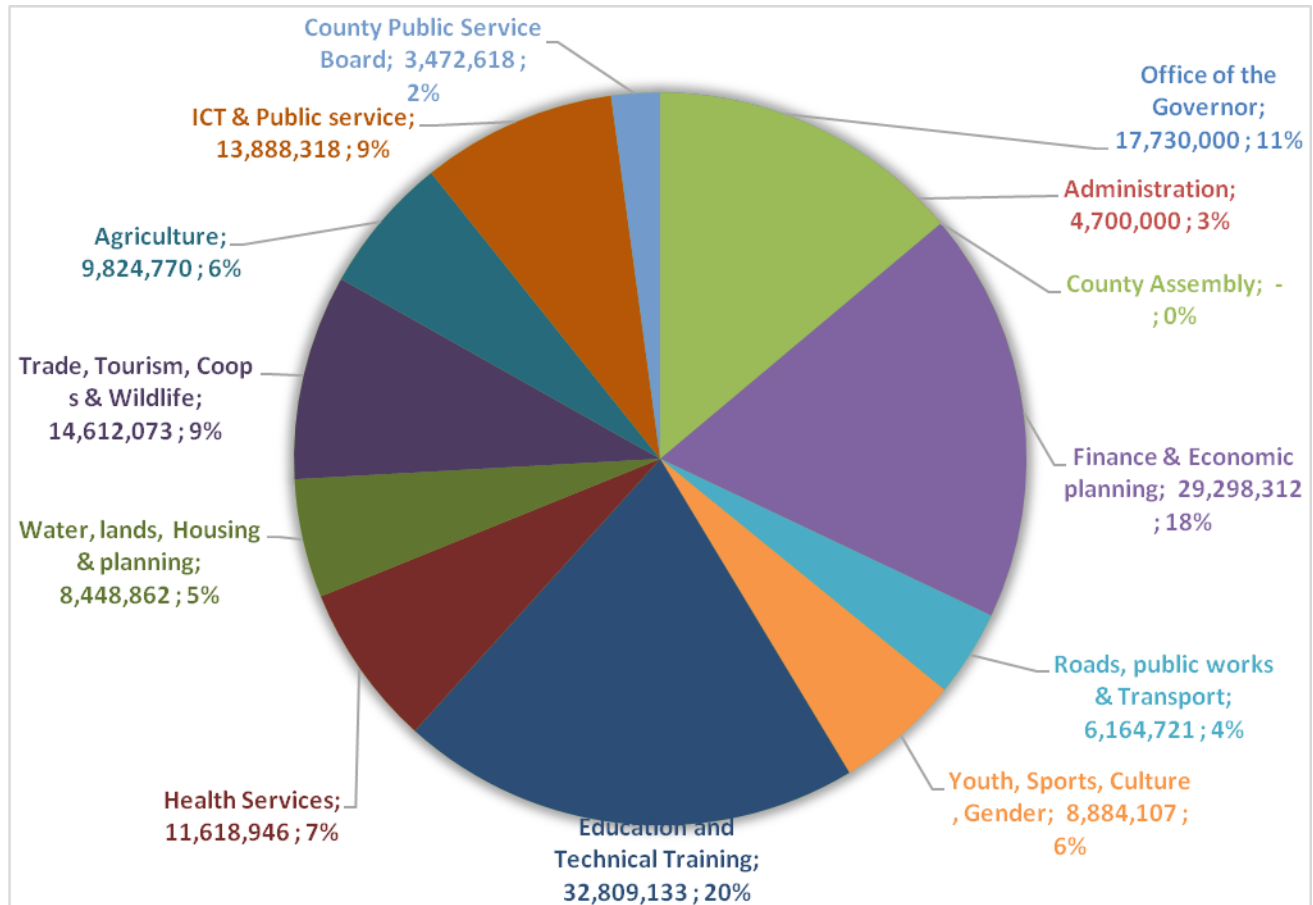
3.2.2 Personal Emoluments (PE) Breakdown Per Departments and County Assembly

The total personal emoluments amount to Ksh. 2,474,327,590 and it is distributed to departments as shown below



3.2.3 Operations and Maintenance (O&M) Breakdown Per Department and County Assembly

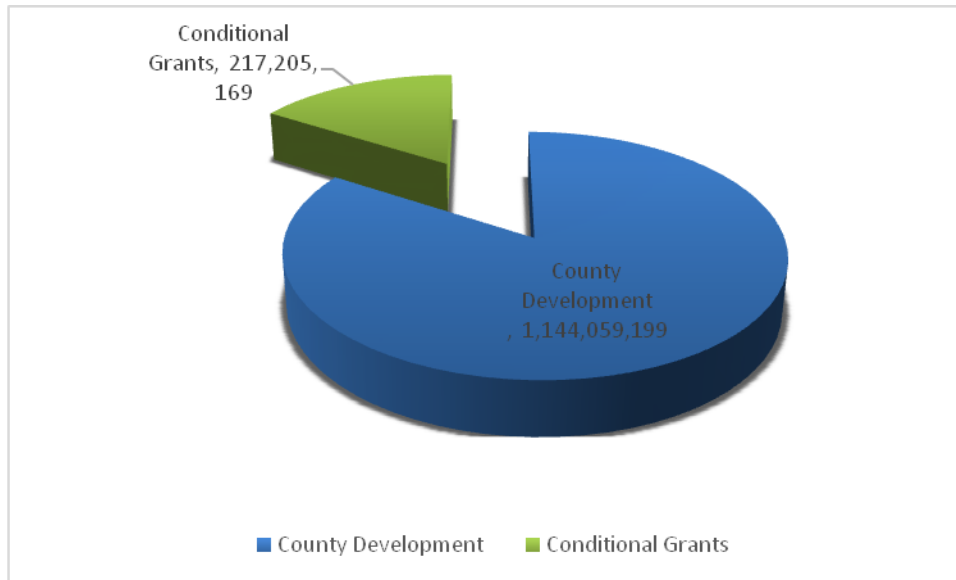
The total Operation and maintenance of Ksh. 161,451,860 and is distributed to departments as shown below



3.3 Development Allocations Breakdown

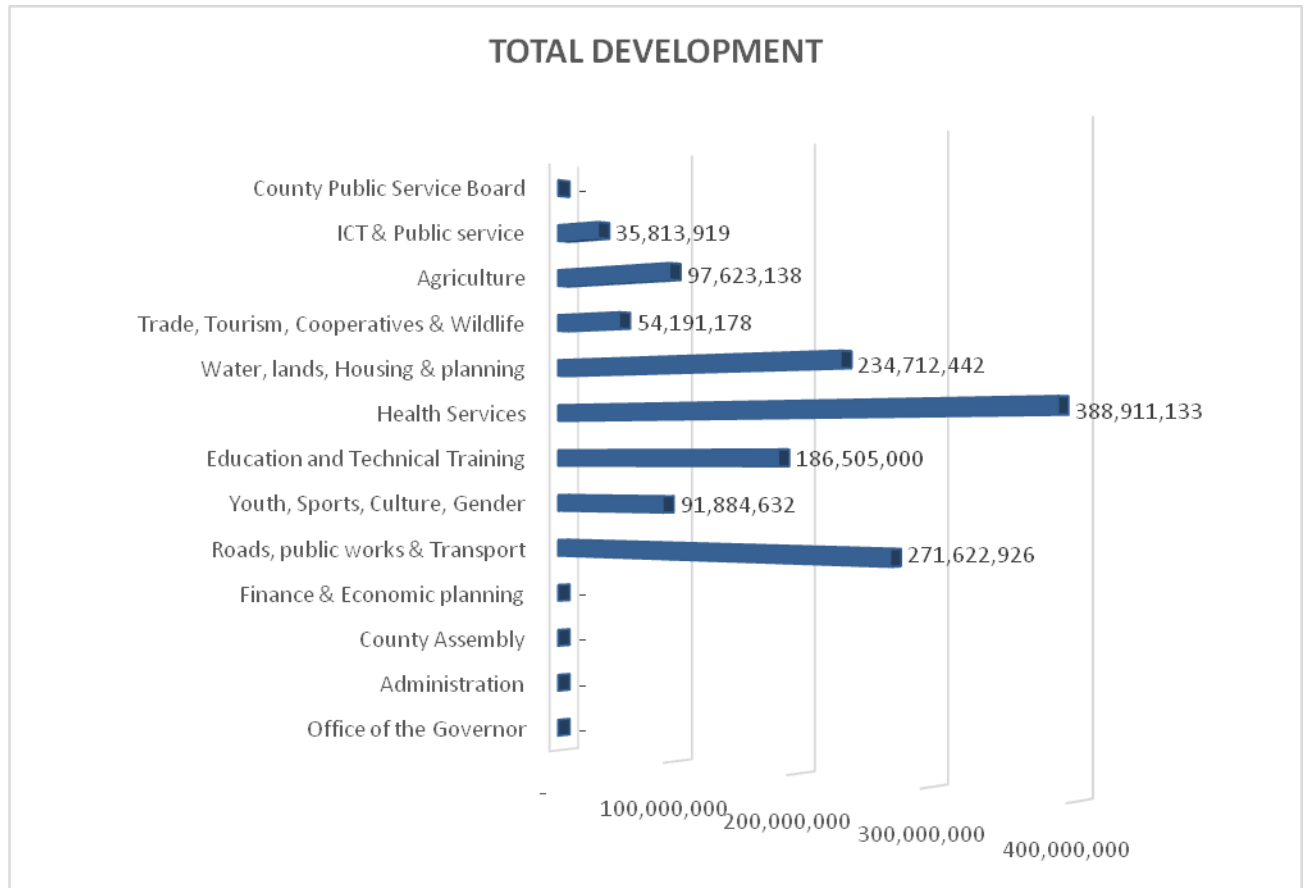
The total development is Ksh. 1,923,997,254 of which the conditional grants and county Development allocation is as shown in pie chart below.

3.3.1 County development allocation Vs Conditional Grants allocation



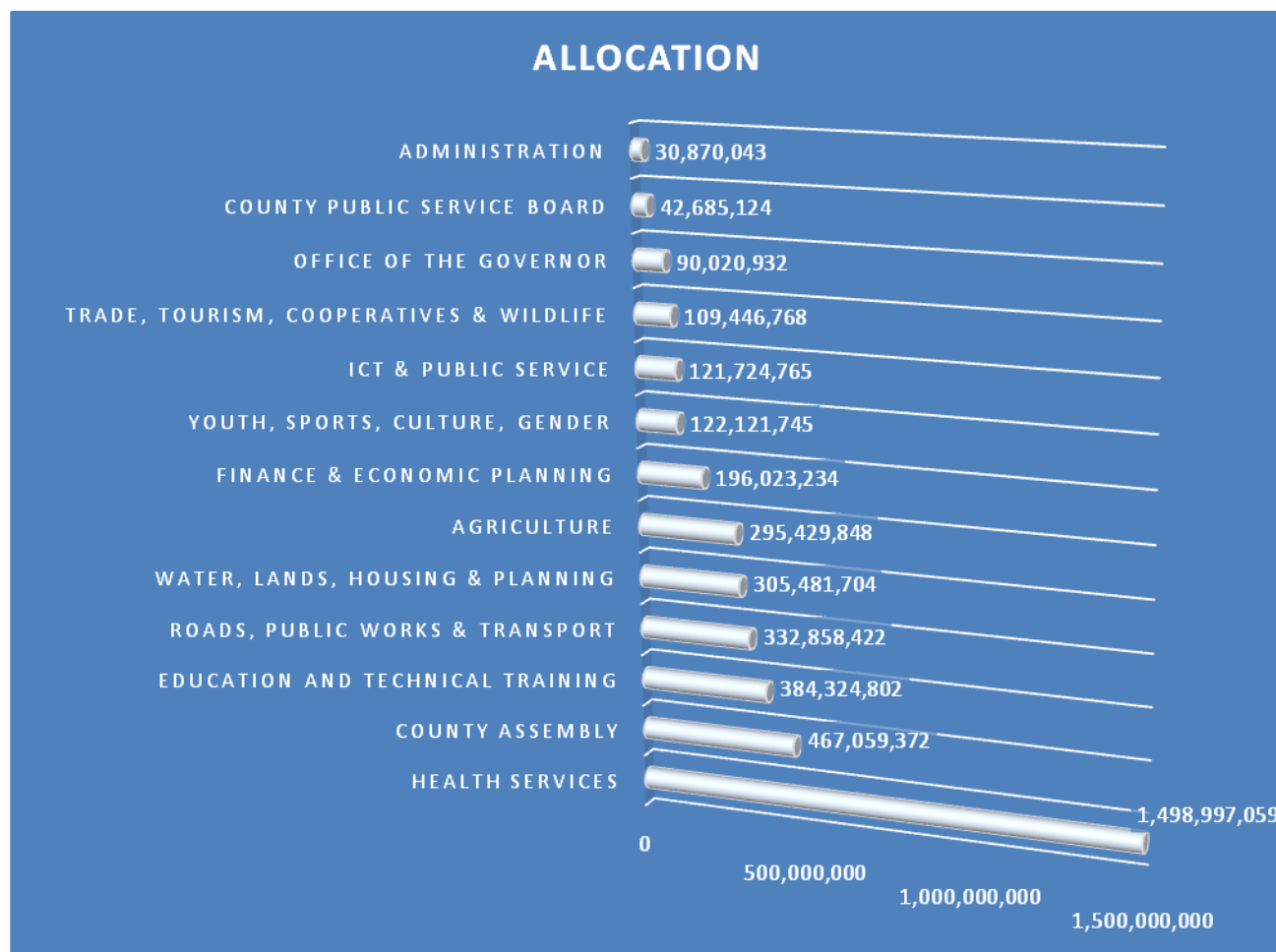
3.3.2 Distribution of Development Allocation per Department

The total development allocation is Ksh. 1,361,264,368. The distribution per department is as shown in the pie chart below



3.3.3 Total Allocation to Departments and County Assembly

The total allocation (recurrent and development) of Ksh. 3,997,043,818 is distributed to departments as shown in the Pie chart below



3.3.4 Allocations amounts per Department, Programme and Sub-Programme.

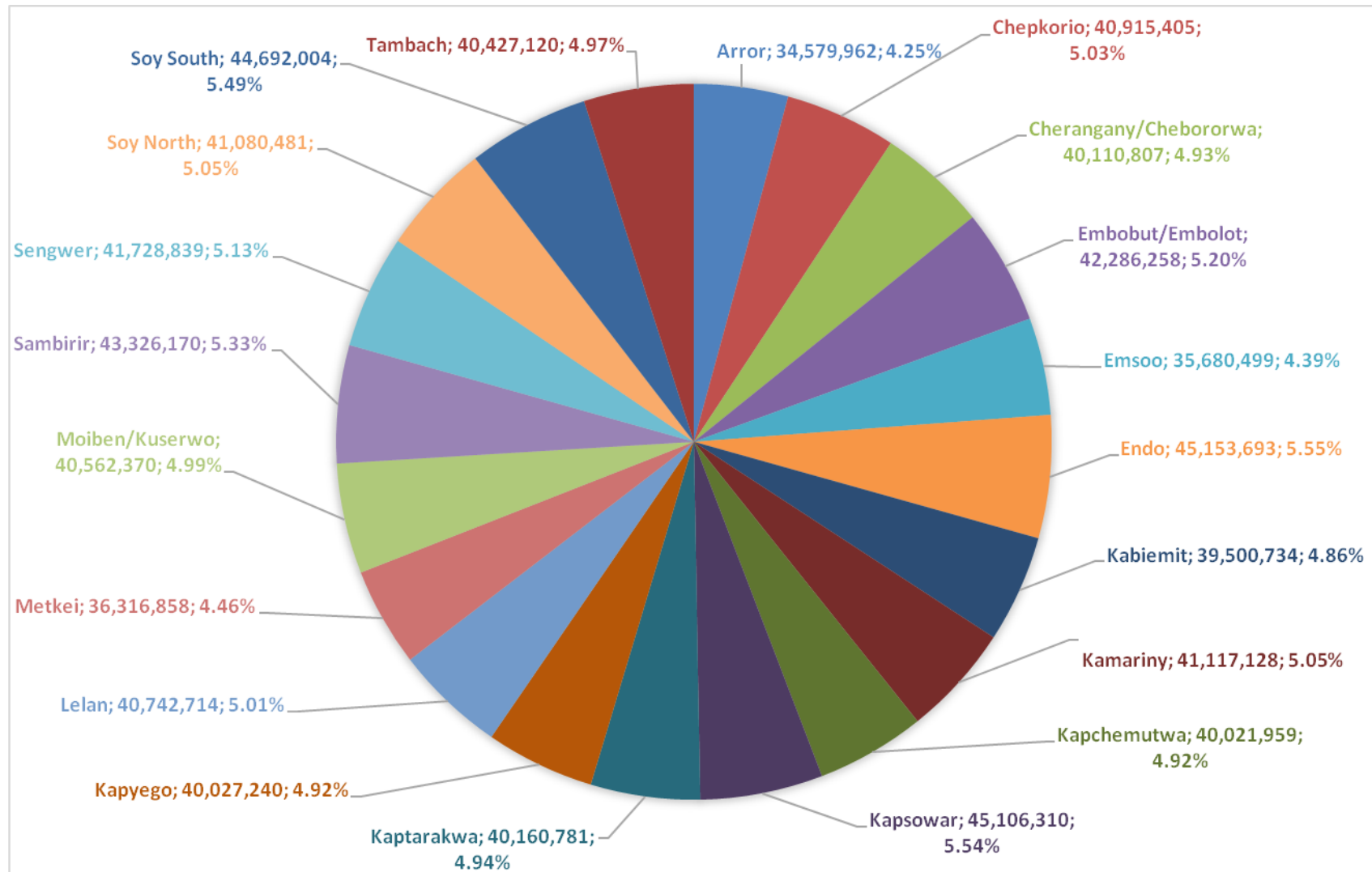
Department/ Sector	Approved Ceilings	Programme Title	Allocation	Sub Programmes	Allocation
Office of The Governor	90,020,932	P.1 General Administration & Support Services	84,220,932	SP1.1 Improve coordination and support for implementation Departments	84,220,932
		P.2 Executive Services	3,000,000	SP 2.1 Development Coordination	3,000,000
		P.3 Communication Services	2,000,000	SP 3.1 Communication Services	2,000,000
		P.4 County Attorney services	800,000	SP 4.1 Legal Advisory Services	800,000
Administration	30,870,045	P.1 General Administration & Support Services	25,670,043	SP1.1 General Administration & Support Services	25,670,043
		P.2 County Secretary Services	4,700,002	SP2.1 County Executive Services Coordination	4,700,002
		P.3 County Protocol and Liaison Services	500,000	SP3.1 County Protocol Services and Liaison Services	500,000
County Assembly	467,059,372	P.1 Administration & field services	467,059,372	SP 1.1 Administration & field services	467,059,372
		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		SP.3.1 legislative development	
		P.4 Infrastructural development		SP 3.2 compliance & oversight	
Finance & Economic Planning	196,023,234	P.1 General Administration & Support Services	166,724,922	SP1.1 Administration and Support Services	166,724,922
		P.2 Accounting Services	9,504,783	SP 2.1 Finance information systems	9,504,783
		P.3 Budget	4,411,050	SP 3.1 Budget Formulation, Coordination and Management	4,411,050
		P.4 Economic Planning	6,015,000	SP 4.1 Economic Planning Services	6,015,000
		P.5 Revenue	6,880,939	SP 5.1 Revenue Enhancement and Infrastructure management	6,880,939
		P.7 Procurement	2,486,540	SP 7.1 Public Procurement Services	2,486,540
Roads, Public Works & Transport	332,858,422	P.1 General Administration & Support Services	61,235,496	SP1.1 General Administration and Support Services	61,235,496
		P.2 Public Works	12,662,187	SP 2.1 Public Works	12,662,187
		P.3 Road Works	258,960,739	SP 3.1 Mechanical development services	11,000,000

				SP 3.2 Road works	247,960,739
Youth, Sports, Culture, Gender	122,121,745	P.1 General Administration & Support Services	30,237,113	SP1.1 Administration, field operations and support services	30,237,113
		P.2 Sports development	36,858,245	SP 2.1 Sports Infrastructure Development	20,458,245
				SP 2.2 Sports Support and Talent Development	16,400,000
		P.3 Culture and Heritage	4,000,000	SP 3.1 Culture and Heritage	4,000,000
		P.4 Gender and social development	51,026,387	SP 4.1 Gender Empowerment and Social Development	14,095,185
				SP 4.2 Social protection	10,681,202
				SP 4.3 Youth Empowerment Services	26,250,000
Education	384,324,802	P.1 General Administration & Support Services	177,819,802	SP 1.1 General Administration & Support Services	177,819,802
		P.2 Early Childhood Development Education (ECDE)	160,505,000	SP 2.1 Early Childhood Development Education (ECDE)	160,505,000
		P.3 Education Bursary, Scholarships and Loans	29,000,000	SP 3.1 Education Bursary, Scholarships and Loans	29,000,000
		P.4 Vocational & Technical Training	17,000,000	SP 4.1 Technical & Vocational Training	17,000,000
Health Services	1,498,997,059	P.1 Planning and Administrative Services	1,183,108,373	SP 1.1 Health Administration	1,063,085,926
				SP 1.2 Health Monitoring and Information Management	3,000,000
				SP 1.3 Health Sector Support	117,022,447
		P.2 Preventive & Promotive Health Services	43,476,303	SP 2.1 Community Health Services	1,470,000
				SP 2.2 Environmental Health and Sanitation Services	600,000
				SP 2.3 Maternal Child Health and Nutrition Services	41,406,303
		P.3 Curative and Rehabilitative Health Services	105,798,919	SP 3.1 Pharmacy Services	97,010,000
				SP 3.2 Clinical Services	8,788,919
				SP 3.3 Nursing and Ambulance Services	
		P.4 Healthcare Infrastructural	166,613,464	SP 4.1 Healthcare Infrastructural Development	166,613,464

		Development			
Water, Lands, Housing, Physical Planning	305,481,704	P.1 General Administration & Support Services	70,769,262	SP1.1 General Administration & Support Services	70,769,262
		P.2 Water Supply	217,545,585	SP 2.1 Water Supply services	217,545,585
		P.3 Land Use Management	11,000,000	SP 3.1 Land Survey	5,250,000
				SP 3.2 Physical Planning	750,000
				SP 3.2 Towns and Urban Areas Management	5,000,000
		P.4 Environmental protection and conservation	5,977,939	SP 4.1 Environmental Protection and Conservation	6,166,857
Trade, Tourism, Co-Operative Development	109,446,768	P.1 General Administration & Support Services	55,255,590	SP1.1 General Administration & Support Services	55,255,590
		P.2 Trade development and promotion	1,900,000	SP 2. 1 Trade development & Promotion	1,900,000
		P.3 Co-operative Development	18,651,420	SP 3.1 Cooperative Development	18,651,420
		P.4 Tourism Development	21,695,015	SP 4.1 Tourism Development	21,695,015
		P.5 Energy Development	11,944,743	SP 5.1 Street Lighting	11,944,743
Agriculture	295,429,848	P1 General Administration and Support Services	197,806,710	SP 1.1 Administration and support services	197,806,710
		P2 Crop production and development	42,113,512	SP 2.1 crop production and development	42,113,512
		P.3 Livestock Production and development	20,786,258	SP. 3.1 livestock production and development	20,786,258
		P.4. Veterinary Services & Disease Surveillance and Control	27,023,368	SP 4.1 veterinary services & Diseases Surveillance and Control	27,023,368
		P.5. Irrigation	7,700,000	SP 5.1 Irrigation development	7,700,000
I.C.T. & Public Service	121,724,764	P.1 General Administration and Support Services	75,210,846	SP 1.1 Administration and support services	75,210,846
		P.2 ICT Services	3,000,000	SP2.1 ICT Infrastructure and Services	3,000,000
		P.3 County Administrative Services	43,513,918	SP.3.1 Administrative services and infrastructure	43,013,918
				SP. 3.2 Human Resources Services	500,000
County Public Service Board	42,685,124	P.1 General Administration and Support services.	42,685,124	SP 1.1 General administration and support services	42,685,124

4 WARDS DEVELOPMENT ALLOCATION SUMMARY

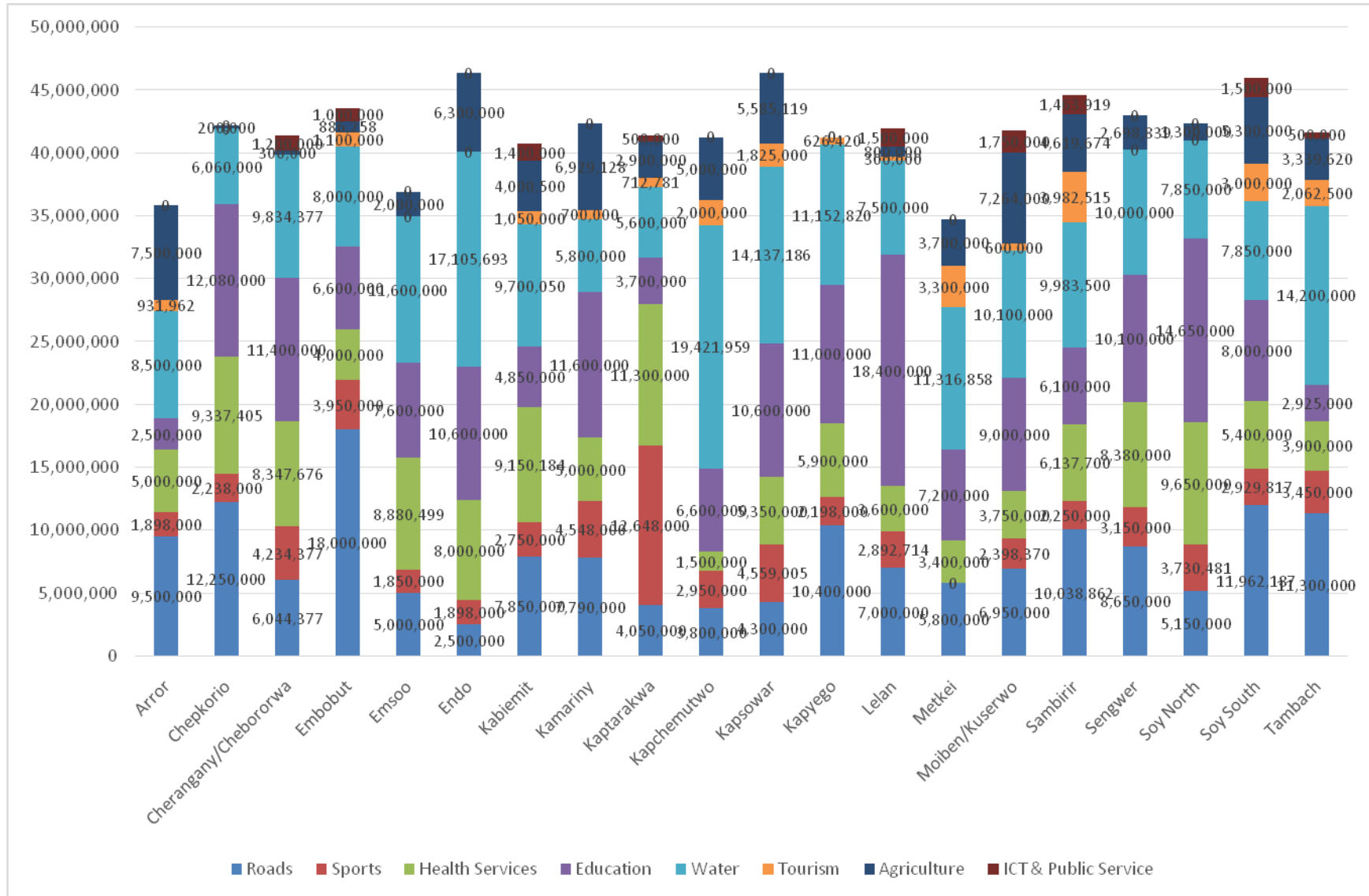
The County development funds allocated to wards as per the EDA Act is Ksh838,537,332. The allocation is distributed as shown below.



Allocations per Departments per Wards

Department Ward	Roads, Public Works & Transport	Youth, Sports, Culture, Gender	Health Services	Education and Technical Training	Water, Environment and Natural Resources	Trade, Energy, Tourism, Co- operative Development	Agriculture, Livestock and Fisheries	ICT & Public Service	Allocation (Based on 2015/16 FY)
Arror	9,500,000	1,898,000	5,000,000	2,500,000	8,500,000	931,962	7,500,000	-	35,829,962
Chepkorio	12,250,000	2,238,000	9,337,405	12,080,000	6,060,000	-	200,000	-	42,165,405
Cherangany/Chebororwa	6,044,377	4,234,377	8,347,676	11,400,000	9,834,377		300,000	1,200,000	41,360,807
Embobut	18,000,000	3,950,000	4,000,000	6,600,000	8,000,000	1,100,000	886,258	1,000,000	43,536,258
Emsoo	5,000,000	1,850,000	8,880,499	7,600,000	11,600,000	-	2,000,000	-	36,930,499
Endo	2,500,000	1,898,000	8,000,000	10,600,000	17,105,693	-	6,300,000	-	46,403,693
Kabimmit	7,850,000	2,750,000	9,150,184	4,850,000	9,700,050	1,050,000	4,000,500	1,400,000	40,750,734
Kamariny	7,790,000	4,548,000	5,000,000	11,600,000	5,800,000	700,000	6,929,128	-	42,367,128
Kaptarakwa	4,050,000	12,648,000	11,300,000	3,700,000	5,600,000	712,781	2,900,000	500,000	41,410,781
Kapchemutwo	3,800,000	2,950,000	1,500,000	6,600,000	19,421,959	2,000,000	5,000,000	-	41,271,959
Kapsowar	4,300,000	4,559,005	5,350,000	10,600,000	14,137,186	1,825,000	5,585,119	-	46,356,310
Kapyego	10,400,000	2,198,000	5,900,000	11,000,000	11,152,820	626,420	-	-	41,277,240
Lelan	7,000,000	2,892,714	3,600,000	18,400,000	7,500,000	300,000	800,000	1,500,000	41,992,714
Metkei	5,800,000	2,850,000	3,400,000	7,200,000	11,316,858	3,300,000	3,700,000	-	37,566,858
Moiben/Kuserwo	6,950,000	2,398,370	3,750,000	9,000,000	10,100,000	600,000	7,264,000	1,750,000	41,812,370
Sambirir	10,038,862	2,250,000	6,137,700	6,100,000	9,983,500	3,982,515	4,619,674	1,463,919	44,576,170
Sengwer	8,650,000	3,150,000	8,380,000	10,100,000	10,000,000	-	2,698,839	-	42,978,839
Soy North	5,150,000	3,730,481	9,650,000	14,650,000	7,850,000	-	1,300,000	-	42,330,481
Soy South	11,962,187	2,929,817	5,400,000	8,000,000	7,850,000	3,000,000	5,300,000	1,500,000	45,942,004
Tambach	11,300,000	3,450,000	3,900,000	2,925,000	14,200,000	2,062,500	3,339,620	500,000	41,677,120
TOTAL	158,335,426	69,372,764	125,983,464	175,505,000	208,712,443	22,191,178	70,673,138	10,813,919	838,537,332
% Allocation	19%	8%	15%	21%	25%	3%	8%	1%	100.00%
Departmental Ranking	3	6	4	2	1	7	5	8	

Departmental Allocations per Ward



5 PUBLIC EXPENDITURE TRACKING

