

BRIEFING ON COUNTY BUDGET ESTIMATES FOR FY 2019/20

CEC - FINANCE AND ECONOMIC PLANNING – NAROK COUNTY GOVERNMENT

Overview

The Budgetary allocation of financial resources for the FY 2019/20 follow the six thematic areas of Narok CIDP 2018-2022 as follows:

1. Economic empowerment (Crop and Livestock farming, Forestry and Industrialization)
2. Tourism development and promotion
3. Social development (Health, Education, Social Security)
4. Water harvesting and management
5. Urban development and Physical Planning
6. Development of enablers (Infrastructure, ICT, Cooperative and Legal Framework)

The budget proposals take cognizance of the input recorded during the public consultative meetings held on 13th of February 2019 at all sub-counties within Narok County. The priority areas have also been aligned with flagship projects in the third Medium Term Plan (MTP III) of Kenya Vision 2030 and the strategic policy initiatives of the National Government. In addition to the Vision 2030, the County Government of Narok will be endeavoring to contribute to the realization of the aspirations captured in the “The Big Four” Plan. The succeeding section therefore describes the details of sectors goals and priorities as deliberated at the retreat.

Review of Performance

Review of Performance in Revenue Generation

- Own sources of revenue has been on an increasing trend over the years

Year	FY 2013/2014	FY 2014/2015	FY 2015/2016	FY 2016/2017	FY 2017/2018	Total
Local Collection	*1,538.52	1,639.21	1,726.40	1,533.93	2,219.33	8,657.40

**Needs confirmation*

- Collection of Own Sources of Revenue by March 2019 (3rd quarter of FY 2018/2019) stood at KES 2,473,391,249.00 as shown below;

JULY- DEC 2018	JAN – MAR 2019	APR –JUN 2019	REMARKS
			Revenue yet to be collected Q4
1,841,200,000	632,191,249		395,584,513

- Same period last financial year (2017/18) own source of revenue was KES 1,659,208,065.20 representing an increase by 49%. This sharp rise is indicative of the likelihood for more collection at the end of FY 2018/19 which gives a good starting revenue target for FY 2019/20



- FY 2018/19 has seen the county being rated at the top in terms of utilization of funds for development (C.o.B report)

Review of Expenditure Performance

- In terms of budget allocation for FY2018/19, recurrent is at Kshs. 7.0 billion representing 69% while allocation for is at Kshs. 3.1 billion representing 31% percent of the total budget. Out of the total of the FY 2018/19 budget of KShs. 10.1 billion, approximately 60% had been absorbed by February 2019. The prospects for full absorption of current budget is therefore high.

Projections

Revenue Projection

The proposed budget for FY 2019/20 is Kshs 11.55 billion to be funded through the following;

REVENUE PROJECTION FOR FY 2019/20	Amount. KES
Transfer from National Government	
Equitable Share	7,874,000,000.00
Development of village polytechnics	19,488,298.00
Road Maintenance Levy Fund	228,195,188.00
H. Centre and Dispensaries user fees	20,595,297.00
Conditional grant -Leasing of Medical Equipment	131,914,894.00
Loans and Grants	538,812,751.00
Sub-Total	8,813,006,428.00
Own Revenue Sources	
SINGLE BUSINESS PERMITS	54,325,728.93
CESS REV ENUE	75,938,137.22
MARKRTS & SLAUGHTER FEES	68,485,823.60
HOUSE RENTS	39,283,664.05
CONSERVANCY & SOLID WASTE DISPOSAL	21,823,826.61
VEHICLE PARKING	40,923,555.68
OTHER CESSSES	122,578,970.49
PLOT RENT	90,784,345.02
MISCELLANEOUS INCOME	146,877,992.23
MARA GAME RESERVE	2,076,082,506.61
Sub-Total	2,737,104,550.44
Total	11,550,110,978.44

Expenditure Forecast

The FY 2019/20 expenditure estimates of Kshs 11.55 billion follows the principle of balanced budget; that is revenue is equal to expenditure

- Recurrent, Kshs. 7.58 billion representing 66 percent of the total budget. This represents a growth of 16 percent.

- Development, Kshs 3.97 billion equivalent to 34 percent of the total budget. This is four percent above the legal mark of 30 percent provided in the PFM Act section 107(2b).

Summary of Proposed Recurrent and Development for FY 2019/20 Budget

DEPARTMENT	FY 2018/19 Approved Budget				FY 2019/20 Budget Estimates			
	REC	DEV	TOTAL	% Share	REC	DEV	TOTAL	% Share
County Assembly Departments	709,069,999.55	120,000,000	829,069,999.55	8.13	840,911,624	100,242,703	941,154,327	8.15
Office of The Governor and Deputy Governor	306,107,683.66	-	306,107,683.66	3.00	307,837,328	-	307,837,328	2.67
Treasury, Economic Planning and ICT	553,274,027.59	299,555,876	852,829,903.59	8.37	790,573,547	445,309,601	1,235,883,148	10.70
Department of County Transport, Public works and infrastructure	233,469,328.96	922,147,135	1,155,616,463.96	11.34	279,014,572	995,000,000	1,274,014,572	11.03
Department of Education Youth Affairs, Sports Culture and Social services	917,505,570.05	394,929,458	1,312,435,028.05	12.87	960,156,216	374,602,043	1,334,758,259	11.56
Department of Environment & Natural Resources	89,348,552.52	315,037,588	404,386,140.52	3.97	201,767,618	411,000,000	612,767,618	5.31
County Public Service Board	71,453,662.82	-	71,453,662.82	0.70	95,235,050	-	95,235,050	0.82
Department of Agriculture	350,706,321.39	516,373,012	867,079,333.39	8.51	380,401,096	501,249,858	881,650,954	7.63
Department of County Health and Sanitation	2,310,526,634.16	206,755,000	2,517,281,634.16	24.69	2,090,664,340	521,512,500	2,612,176,840	22.62
Department of Lands, Housing, Physical Planning & Urban Development	183,978,556.10	166,905,300	350,883,856.10	3.44	74,922,019	190,500,000	265,422,019	2.30
Department of Tourism and Wildlife	103,361,692.46	131,860,000	235,221,692.46	2.31	388,180,766	200,598,901	588,779,667	5.10
Department of County Administration and Public service Management	1,125,359,081.83	35,550,000	1,160,909,081.83	11.39	1,044,103,117	150,933,048	1,195,036,165	10.35
Trade and Industrialization	87,322,533.86	44,260,000	131,582,533.86	1.29	125,295,032	80,100,000	205,395,032	1.78
TOTALS	7,041,483,644.97	3,153,373,369	10,194,857,013.97		7,579,062,324	3,971,048,654	11,550,110,978	100.00
	69%	31%			66%	34%		
					Growth		13%	

Key Provisions in the Budget

S/No.	Item	Allocation. Kshs	
		Recurrent	Development
1.	School feeding programme	225,000,000	
2.	Bursary	210,000,000	
3.	Women Empowerment and Support	18,762,897	
4.	Youth empowerment initiatives		160,000,000
5.	Women empowerment initiatives		160,000,000
6.	Initiatives for the Empowerment of PLWDs		50,000,000
7.	Universal Health Coverage (UHC)	41,776,411	
8.	Ambulance Services	101,257,150	
9.	Medical Drugs	260,370,934	
10.	Operationalizing the Municipality	24,529,631	110,500,000

11.	Group Personal Insurance	200,000,000	
12.	Personnel Emolument	3,777,384,636	
13.	Operation and Maintenance	3,954,677,689	

Narok CIDP 2018-2022 Vision and Mission

Vision

“The premier county of choice in diversity and opportunities for prosperity”

Mission

“Transforming lives through harnessing the diverse natural resources, rich culture and emerging opportunities in the county”

ANNEX 3: Targets for “The Big Four” Plan

- i. Support value addition and raise the manufacturing sector’s share to GDP to 15 percent by 2022. The aim is to accelerate economic growth, create jobs and reduce poverty;
- ii. Focus on initiatives that guarantee food security and nutrition to all Kenyans by 2022 through expansion of food production and supply, reduction of food prices to ensure affordability and support value addition in the food processing value chain;
- iii. Provide Universal Health Coverage thereby guaranteeing quality and affordable healthcare to all Kenyans; and,
- iv. Provide at least five hundred thousand (500,000) affordable new houses to Kenyans by 2022, and thereby improve the living conditions for Kenyans.

S/No.	Big Four Agenda	Narok County Priorities
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1.	Support Value Addition and Raise Manufacturing sector's share of GDP to 15% by 2022	<ul style="list-style-type: none"> • Development of Leather technology to Produce high quality leather for both internal and external market • Investment in ICT Infrastructure & Connectivity • Agro - processing including commercial irrigation, grains milling and marketing (maize and wheat), sugar, dairy etc
2.	Enhancing Food and Nutrition Security to all Kenyans	<ul style="list-style-type: none"> • Establishment of Maize drying and storage facilities • Establishment of Irish Potatoes cold storage facilities • Revitalization of Agriculture, Mechanization Services • Boosting smallholder productivity by; providing crop/Livestock Insurance Scheme, • Enhancing market distribution infrastructure,
3.	Providing Universal Health Coverage	<ul style="list-style-type: none"> • Narok County Health Insurance Scheme. (NHIF Supa Cover) which targets Increasing NHIF enrolment • Continuous Upgrading of Narok County Referral Hospital • Provision of specialized medical equipment and increasing the number of health facilities.
4.	Provision of Affordable and Decent Housing for All Kenyans	<ul style="list-style-type: none"> • The County Spatial Plan (CSP) • Establishing of 2000 Houses (units) • Preparation of 7No. Local Physical Development Plans