

MURANG'A COUNTY GOVERNMENT



First Quarter Budget Implementation Status Report.

OCT, 2024

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Foreword

This is the 1st Quarter Budget Implementation Report for the financial year 2024/2025. The report outlines the County Government's performance for the 1st Quarter of the financial year. It highlights the performance of revenue collections, exchequer releases and departmental expenditure.

In the period, the County undertook measures to ensure efficient roll out and implementation of the budget for the year 2024/2025. Equally, efforts to maximize on collection of own source revenue were enhanced in an effort to ensure full realization of budgeted revenue.

It is expected that in the remaining financial year 2024/2025, the County will continue rolling out and implementing budgeted projects for the year. The county will also continue optimizing on collection of own source revenue.

The County Treasury will continue working closely with other entities of the County to ensure effective fiscal management and implementation of the budget.

CECM Finance and Economic Planning.
Muranga County Government.

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1. Overall Budget Outlook and Performance

1.1 Introduction

The County continued with implementation of the budget for the year 2024/2025 in this second quarter of the financial year. Programs and their respective projects' implementation continued without any challenges.

1.2 Budget Outlook and Performance

In the year 2024/2025, the County Government will implement a budget of KShs. **10,501,477,953.46**. The development allocation is KShs. **3,164,019,216.46** and the recurrent allocation KShs. **7,337,458,737.00**.

This budget complies with Sec. 107(2b) of the PFM Act 2012 which requires that a minimum of 30% of a County Government's allocation shall be allocated to development.

The County assembly's budget is KShs. **881,956,442** comprising KShs. **841,956,442** for recurrent and KShs. **40,000,000** for development.

Table 1 Summary of County Revenue Estimate 2024/2025

MURANG'A COUNTY GOVERNMENT		
REVENUE ESTIMATES 2024/2025		
	PARTICULARS	BUDGET 2024/2025
Equitable Share of Revenue		
1	Equitable Share of Revenue Raised nationally	7,753,474,531
Conditional Grants		
2	Road Maintenance Fuel Levy Fund	270,941,894
3	Nutritional International Grant	20,000,000
4	IDA- (World Bank)Credit National Agricultural Value Chain Development Project (NAVCDP)	151,515,152
5	IDA- (World Bank)Credit National Agricultural Value Chain Development Project (NAVCDP)	-
6	IDA (WB) Credit: Kenya Devolution Support Project (KDSP) Level 1 Grant	37,500,000
7	IDA (WB) Credit: Kenya Urban Support Project (KUSP) –Urban Development Grant (UIG)	35,000,000
8	IDA (WB) Credit: Kenya Urban Support Project (KUSP) –Urban Development Grant (UDG)	70,743,658
9	DANIDA Grant	9,701,250
10	World Bank (Finance Locally-Led Climate Program (FLLoCA) Level 2Grant	110,729,613
11	Kenya Agricultural Business Development Project	10,918,919
12	Community Health Promoters	46,050,000
13	Aggregated Industrial Park	100,000,000
Other Sources of Revenue		
14	Local Revenue (Own Source Revenue)	1,250,000,000
15	Equitable Share of Revenue Raised nationally FY 2023/24 Bal B/F	597,902,936
16	World Bank (Finance Locally-Led Climate Program (FLLoCA) Level 2Grant FY 2023/24 Bal B/F	17,000,000
17	DANIDA Grant FY 2023/24 Bal B/F	-
18	Disposal of Assets	20,000,000
Total Revenues		10,501,477,953

2. Budget Implementation Analysis.

2.1 Introduction

The County continued implementation of the budget for the year 2024/2025. The County made progress in undertaking programs that will enhance the livelihood of its citizens.

2.2 Revenue

During the 1st Quarter of the year, the County Government collected own source revenue of KShs. **170,144,255** out of the annual own source revenue target of **1,250,000,000** as summarized in Table 2 County Revenue Actuals in the 1st Quarter 2024/2025) Exchequer releases at the end of the second quarter amounted to **3,104,858,319** which represented **40%** of the approved estimate of **7,753,474,531**

Table 2: Summary of County Revenue Actuals in the 1st Quarter 2024/2025

MURANG'A COUNTY GOVERNMENT					
PARTICULARS	BUDGET 2024/2025	1st Quarter	2st Quarter	Total	
Equitable Share of Revenue Raised nationally	7,753,474,531.00	1,868,446,676.00	1,236,411,643.00	3,104,858,319.00	
Own Source Revenue	1,250,000,000.00	170,144,254.81	251,155,380.58	421,299,635.39	
Nutritional International Grant	20,000,000.00	15,000,000.00		15,000,000.00	
Aggregated Industrial Park	100,000,000.00	52,631,578.90		52,631,578.90	

3. Performance of Local Revenue Collection

Local revenue is the own source revenue that the County Government collects from taxes, charges and fees for services the county provides and from business licenses and permits. Own source revenue is critical to the County as it provides for the much-needed funds when there are delays in release of equitable share. As such, the County is keen to realize the annual revenue target set in the budget of KShs. 1.25Billion.

Table 5 Summary of Local Revenue Collection for the 1st Quarter of the financial year 2024/2025

NO	REVENUE SOURCE	BUDGET	1ST QUARTER	1st Quarter	CUMMULATIVE	% ABSORPTION
1	LICENCES	250,375,930	11,578,205	4,422,442	16,000,647	6%
2	LAND RATE	80,200,000	6,970,923	-	6,970,923	9%
3	CESS REVENUE	8,357,815	2,151,432	2,405,603	4,557,035	55%
4	HOUSE RENT/STALL/HALL	4,327,450	349,567	1,144,341	1,493,908	35%
5	BUS PARK FEE	36,952,620	9,691,300	10,112,500	19,803,800	54%
6	PARKING FEE	20,058,610	5,108,350	4,747,600	9,855,950	49%
7	BARTER MARKET FEE	45,510,875	13,341,501	12,037,503	25,379,004	56%
8	SELF HELP GROUP	847,385	97,020	89,240	186,260	22%
9	LIQUOR	100,084,260	7,858,900	819,300	8,678,200	9%
10	MOTOR BIKES/Tuk Tuk	8,142,700	2,001,600	1,503,300	3,504,900	43%
11	BULDG MTS & OTHER CESS	71,750,160	17,894,691	16,390,440	34,285,131	48%
12	ADVERTISEMENT	13,189,680	1,043,090	2,020,182	3,063,272	23%

13	LANDS & PLANNING REVENUE	78,511,455	20,545,168	23,423,645	43,968,813	56%
14	IMPOUNDING FEES	3,035,010	485,590	705,600	1,191,190	39%
15	OTHER REVENUES	498,330	1,294,690	162,204	1,456,894	292%
16	FIRE FIGHTING	1,536,760	45,500	41,000	86,500	6%
17	MARIIRA FARM	28,015	79,889	396,912	476,801	1702%
18	COOPERATIVES (AUDIT)	259,930	4,000	-	4,000	2%
19	LIVESTOCK (A.I)	-	-	-	-	
20	VETERINARY SERVICES	22,020,240	4,714,300	4,664,680	9,378,980	43%
21	PUBLIC HEALTH	3,975,985	602,811	519,320	1,122,131	28%
22	WEIGHT & MEASURES	336,790	-	-	-	0%
23	HOSPITALS /H.C	500,000,000	64,285,728	165,549,568	229,835,296	46%
	TOTALS	1,250,000,000	170,144,255	251,155,380	421,299,635	34%

Source: County Treasury.

From the above, the County Government is on course to meet its set target revenue.

2.3 Expenditure

In the nine months of this financial year, the County Government spent KShs. **3,175,303,628**. Out of this KShs. **2,700,892,364** for recurrent Expenditure and KShs **456,411,264** for Development Expenditure. County Assembly County assembly spent KShs. **278,850,744**

Compensation to employees (Salaries and wages) took the largest share of the realized receipts at **1,764,752,659.36** which represent **24%** of recurrent expenditure of **7,337,458,737**.

In the second quarter of the current financial year 2024/2025, the County Government absorbed **36.8%** of its recurrent budget and **14.4%** of its development budget.

Table 3: Summary of County Expenditure Actuals in the 1st Quarter 2024/2025

MURANG'A COUNTY GOVERNMENT					
PARTICULARS	BUDGET 2024/2025	Development	Recurrent	Total	% Absorption
County Executive	6,495,502,295	1,868,446,676.00	1,236,411,643.00	3,104,858,319.00	40
County Assembly	841,956,442	170,144,254.81	251,155,380.58	421,299,635.39	34
Total	10,501,477,953	15,000,000.00		15,000,000.00	75

The various County departments absorbed their recurrent and development budgets as outlined in table 3 Summary on Absorption of Recurrent and Development Budget. The leading departments were department of health, Agriculture and ICT

Table 3 Summary on Absorption of Recurrent and Development Budget

The Department of Education had the highest absorption at 74% followed by Department of Public Service at 58%, and then Department of Health and Administration as contained in the table below. Table 4 Budget

Absorption per Department in the second quarter of the financial year 2024-2025

No	DEPARTMENT	BUDGET	EXPENDITURE	% ABSORPTION
1	Governorship, county coordination and Administration	424,326,209	93,817,193	22%
2	Finance, Information Technology and Economic Planning	407,008,543	124,311,763	31%
3	Agriculture, Livestock and Fisheries	802,448,221	225,667,949	28%
4	Energy Transport and Roads	1,225,671,381	179,263,706	15%
5	Commerce, Trade, industry and Tourism	362,230,706	57,230,896	16%
6	Education & Technical Training	758,309,214	332,366,616	44%
7	Health and Sanitation	3,560,743,095	1,271,841,704	36%
8	Lands, Housing & Physical Planning	50,079,031	8,346,412	17%
9	County Public Service Board	35,115,881	2,437,910	7%
10	Youth,culture,Gender,social services & Special Programs	272,679,737	73,279,905	27%
11	Environment, Natural Resources, water and irrigation	402,537,167	33,828,975	8%
12	Public Service Administration	1,037,082,478	461,146,177	44%
13	Murang'a Municipality	117,441,824	14,913,679	13%
14	Kenol Municipality	74,348,024		0%
15	Kangari Municipality	43,500,000		0%
16	Devolution and External Linkages	46,000,000		0%
17	County Assembly	881,956,442	278,850,744	32%
	TOTAL	10,501,477,953	3,157,303,628	30%

