

MURANG'A COUNTY GOVERNMENT



First Quarter Budget Implementation Status Report.

September, 2023

Contents

Foreword	3
A. Overall Budget Outlook and Performance.....	5
B. Budget Implementation Analysis.	6
C. Performance of Local / Own Source Revenue	6
Budget Absorption by Program and Sub Program	8

Foreword

This is the 1st Quarter Budget Implementation Report for the year 2023/2024. The report outlines the County Government's performance for the first Quarter of the financial year. It highlights the performance of revenue collections, exchequer releases and departmental expenditure.

In the quarter, the County undertook measures to ensure efficient roll out and implementation of the budget for the year 2023/2024. 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 beginning the second quarter of the financial year, rolling out and implementation of budgeted projects for the year will commence upon completion of procurement processes. The county will also undertake a supplementary budget to incorporate previous years' balance carried forward, rationalize own source revenues and recategorize various budgeted items.

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

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List of Tables

Table 1: Summary on Absorption of Recurrent and Development Budget.

Table 2: Summary Revenue collected 1st Half 2022-2023 versus 2023-2024.

Table 3: Budget Absorption by Program and Sub Program

A. Overall Budget Outlook and Performance

Introduction

The County began implementation of the budget for the year 2023/2024 in the month of August 2023. This was occasioned by delay in disbursement of the previous year's exchequer release which spilled over to mid of July 2023, procedures of beginning of the Financial year which include uploading the budget in IFMIS, obtaining requisite authority from the Controller of Budget and National Treasury, preparing and uploading the County's Procurement Plans.

In the 1st Quarter, as the above was going on, the County Government continued with monitoring and evaluating the previous financial year's performance. This involved preparation of various requisite reports mandated to various Accounting Officers.

Budget Outlook and Performance

In the year 2023/2024, the County Government will implement a budget of KShs. 10,758,970,426. The development allocation is KShs. 3,582,052,155 and the recurrent allocation KShs. 7,176,918,270. The Budget will be funded as follows:

<u>S/No.</u>	<u>Details</u>	<u>Amount</u>
1.	Equitable Share	8,124,099,951
2.	Grants	1,159,870,475
3.	Local Revenue	1,475,000,000
	Total	10,758,970,426

The County in the first Quarter received KShs. 1,543,555,887.65. The County Government spent KShs. 1,303,682,475 to meet the cost of providing critical functions to the Citizenry in Health Care, Agricultural Extension services, Training in Youth Polytechnics, Provision of Scholarship funds to County students, Environmental Care and Management Automation and Revenue Collection. KShs. 239,873,429 was utilized in Development activities in the health sector of improving existing health facilities and establishing new facilities, Implementation of youth empowerment programs, implementation of community projects across the entire county and provision of subsidy to dairy farmers.

In the first quarter, the County also begun the procurement process for the various projects outlined for implementation in the financial year. These projects include development of the County Aggregated Industrial parks; community-based projects to be implemented in the various wards spread across the county; the County smart city projects involving upgrade of access roads in the County's municipalities and towns.

The County Government intends to implement these projects within the financial year to ensure its citizens benefit from these projects.

B. Budget Implementation Analysis.

The various County departments absorbed their budget allocations as here below:

Table 1: Summary on Absorption of Recurrent and Development Budget

COUNTY EXECUTIVE	RECCURRENT	DEVELOPMENT	TOTAL
Governorship, County Coordination And Administration	78,874,555.65	-	78,874,555.65
Finance, and Economic Planning	27,924,750.95	-	27,924,750.95
Agriculture, Livestock And Fisheries	43,162,293.20	100,000,000.00	143,162,293.20
Energy Transport And Roads	1,995,133.55	28,824,437.00	30,819,570.55
Commerce, Trade, Industry And Tourism	10,652,691.10	-	10,652,691.10
Education & Technical Training	183,335,536.65	-	183,335,536.65
Health And Sanitation	852,348,262.65	51,048,992.85	903,397,255.50
Lands, Housing & Physical Planning	1,393,272.00	-	1,393,272.00
County Public Service Board	11,775,086.50	-	11,775,086.50
Youth, Culture, Gender, Social Services & Special Programs	29,211,217.00	60,000,000.00	89,211,217.00
Environment, Natural Resources, Water and Irrigation	918,200.00	-	918,200.00
Public Service Administration	62,091,458.55	-	62,091,458.55
County Assembly	119,777,844	-	119,777,844
TOTAL	1,423,460,301.8	239,873,429.85	1,663,333,731.65

Source: Murang'a County Treasury

Within the quarter, the County continued implementing new projects as well as projects that rolled over from the previous financial year among them:

- i. Construction of hospital wards at Murang'a Level V hospital.
- ii. Construction of ward block at Nyakianga Level IV hospital.
- iii. Support to Maternal and infants.
- iv. Construction of ECDE Classroom Blocks.
- v. Opening and grading of access roads.
- vi. Implementation of subsidy on agricultural and farm inputs.
- vii. Implementation of the Murang'a County Youth Service.
- viii. Continued implementation of County School feeding program.
- ix. Provision of Bursary funds to County students.

Annexed to this report is a table on Budget Absorption by Program and Sub Program showing further analyses on budget absorption.

C. Performance of Local / Own Source Revenue

The County has continued to find ways and means of optimizing it's own source revenue. This has seen the county enhance its surveillance and enforcement measures to ensure that it widens the tax base, optimizing physical planning approval process, automating revenue collection to avoid physical cash handling.

Below is a Comparison of revenue performance between the 1st quarter of the year 2022/2023 and the first quarter year 2023/2024.

Table 2: Summary Revenue collected 1st Half 2022-2023 versus 2023-2024.

	1ST QUARTER 2022/2023	1ST QUARTER 2023/2024
LICENCES	3,894,674.78	13,795,193
LAND RATE	2,901,482.37	-
OTHER CESS REVENUE	7,967,235.00	1,783,899
HOUSE RENT/STALL/HALL	689,945.90	392,255
BUS PARK FEE	4,696,111.64	9,213,500
PARKING FEE	2,029,188.02	4,662,560
BARTER MARKET FEE	8,882,792.36	11,405,266
PLAN APPROVAL	2,941,815	22,650,392
SELF HELP GROUP	224,687.00	218,910
LIQUOR	1,136,722.62	10,695,000
MOTOR BIKES	40,519.24	583,400
BULDG MTS & OTHER CESS	6,689,519.10	18,141,170
ADVERTISEMENT	2,762,694.11	1,262,700
EDUCATION & POLY	5,350.00	
SALE OF FORMS	246,947.71	
IMPOUNDING FEES	190,632.40	1,093,800
OTHER REVENUES		2,394,612
PENALTIES	135,851.63	
FIRE FIGHTING	265,660.27	50,000
MARAIRA FARM	58,497.00	
COOPERATIVES (AUDIT)	49,810.56	14,900
VET. CLINICAL SERVI	2,564,842	5,779,450
HOSPITALS /H.C	9,923,824	48,347,284
PUBLIC HEALTH	1,741,162.82	540,090
WEIGHT & MEASURES	51,584.17	1,200
TOTAL FY 2022/2023)	60,091,549	153,025,541

Source: County Treasury

The efforts by the County Government to streamline and enhance revenue collection have bore fruits. The County Government's main revenue streams have more than doubled. Notable revenue streams that have achieved more than one hundred percent increase from the first quarter of 2022/23 include licenses, plan approval, liquor licensing, building materials and other cess revenue and hospital fees. This increase is attributed to automation and continuous monitoring and enforcement.

Table 3: Budget Absorption by Program and Sub Program

Programme	Sub- Programme	Approved Estimates		Actual Payments of FY 2023-24 (Ksh)		Variance	Absorption Rate (%)		Absorption (%)
		Recurrent Estimates	Development Estimates	Recurrent Expenditure	Development Expenditure		Recurrent Expenditure	Development Expenditure	
Governorship, County Coordination And Administration									
Monitoring and Evaluation	101024010 Project Co-ordination and Monitoring	3,600,000		926,650		2,673,350	25.7%	0.0%	25.7%
County Co-ordination	705024010 Office Administration and support Services	170275677		12793600		157,482,077	7.5%	0.0%	7.5%
Public and Citizen Participation	705034010 Public Participation	6,896,000		314,400		6,581,600	4.6%	0.0%	4.6%
Administration and Support	706014010 County Executive and Coordination	197,044,209	10,000,000	63,589,906		143,454,303	32.3%	0.0%	30.7%
Audit and Monitoring	718014010 Audit and Other Monitoring	5,670,000		-		5,670,000	0.0%	0.0%	0.0%
Disaster Program	902044010 Disaster Response and Mitigation	16,421,000		1,250,000		15,171,000	7.6%	0.0%	7.6%
Communication and Information Services	Communication and Information Services	15,000,000		80,000			0.5%	0.0%	0.0%
Sub Total		399,906,886	10,000,000	78,874,556	-	331,032,330	19.7%	0.0%	19.2%
Finance, Information Technology And Economic Planning									
Revenue Program	108014010 Local Revenue Mobilisation	20,430,000		1,830,860		18,599,140	9.0%	0.0%	9.0%

ICT Program	703014010 Automation and Revenue System	500,000				500,000	0.0%	0.0%	0.0%
Financial Management Program	703024010 Budget Formulation Coordination and Management					-	0.0%	0.0%	0.0%
	703034010 Economic Planning and CIDP Review	33,071,184		135,600		32,935,584	0.4%	0.0%	0.4%
	718024010 Corporate Governance	3,990,000		27,000		3,963,000	0.7%	0.0%	0.7%
	705014010 Budget Implementation and Monitoring	7,460,000				7,460,000	0.0%	0.0%	0.0%
	705034010 Public Participation	39,180,000		-		39,180,000	0.0%	0.0%	0.0%
	730014010 Budget Implementation and Monitoring	3,320,000		603,000		2,717,000	18.2%	0.0%	18.2%
Administration and Support	706014010 General Administration Planning and support Services	258,717,923	20,000,000	25,328,291		253,389,632	9.8%	0.0%	9.1%
Sub Total		366,669,107	20,000,000	27,924,751	-	358,744,356	7.6%	0.0%	7.2%
Agriculture,Livestock And Fisheries									
Food Security	10104010 Land and Crops Development	2,970,000		211,375		2,758,625	7.1%	0.0%	7.1%
	101024010 Promotion Food Security	4,850,000	907,507,351		100,000,000	812,357,351	0.0%	11.0%	11.0%
	101124010 Capacity development,Mechanization and Innovation	3,850,000		550,000		3,300,000	14.3%	0.0%	14.3%
Livestock Deveelopment Program	103084010 Veterinary Services	5,370,000	5,000,000	37,800		10,332,200	0.7%	0.0%	0.4%
	107024010 Livestock and Fisheries Development	1,705,000		239,400		1,465,600	14.0%	0.0%	14.0%

Administration and Support	706014010 General Administration Planning and support Services	244,320,350	101,618,400	42,123,718		303,815,032	17.2%	0.0%	12.2%
Sub Total		263,065,350	1,014,125,751	43,162,293	100,000,000	1,134,028,808	16.4%	9.9%	11.2%
Energy Transport And Roads									
Urban Development Program	102074010 Urban Development and Support	3,650,900	150,000,000	213,800	28,824,437	124,612,663	5.9%	19.2%	18.9%
Energy Development Program	103094010 Promotion of Energy & Renewable Energy Sources	1,100,000				1,100,000	0.0%	0.0%	0.0%
Infrastructure Development Program	201014010 Construction of Roads and Bridges	17,384,487		1,781,334		15,603,153	10.2%	0.0%	10.2%
	202064010 Infrastructure Development		510,000,000			510,000,000	0.0%	0.0%	0.0%
Sub Total		22,135,387	660,000,000	1,995,134	28,824,437	651,315,816	9.0%	4.4%	4.5%
Commerce,Trade, Industry And Tourism									
Agro Marketing	102054010 Cooperatives	8,420,000	60,000,000			68,420,000	0.0%	0.0%	0.0%
Tourism Program	110014010 Tourism Development	2,060,000				2,060,000	0.0%	0.0%	0.0%
	301014010 Tourism Promotion and Marketing		8,500,000			8,500,000	#DIV/0!	0.0%	0.0%
Trade Development Program	111014010 Trade & Enterprise Development	16,160,000	545,000,000	57,860		561,102,140	0.4%	0.0%	0.0%
	302014010 Domestic Trade Development	54,202,894		10,457,806		43,745,088	19.3%	0.0%	19.3%

	302024010 Fair Trade and Consumer Protection	3,220,000				3,220,000	0.0%	0.0%	0.0%
Administration and Support	706014010 General Administration Planning and support Services	13,980,706		137,025		13,843,681	1.0%	0.0%	1.0%
Sub Total		98,043,600	613,500,000	10,652,691	-	700,890,909	10.9%	0.0%	1.5%
Education & Technical Training									
Ecde Programme	501034010 Early Childhood Development Education		130,000,000			130,000,000	0.0%	0.0%	0.0%
	509014010 Early Child Development and Education	288,468,651		101,418,554		187,050,097	35.2%	0.0%	35.2%
Polytechnics Program	507014010 Revitalisation of Youth Polytechnics	125,766,773	5,000,000	27,361,266		103,405,507	21.8%	0.0%	20.9%
Education Intervention Program	501054010 Motivation of Primary and Secondary School		10,000,000			10,000,000	0.0%	0.0%	0.0%
	509024010 Motivation of Primary and Secondary Schools	271,219,070		50,422,480		220,796,590	18.6%	0.0%	18.6%
Administration and Support	706014010 General Administration Planning and support Services	12,662,790		4,133,237		8,529,553	32.6%	0.0%	32.6%
Sub Total		698,117,284	145,000,000	183,335,537	-	659,781,747	26.3%	0.0%	21.7%
Health And Sanitation									
Infrastructure Development Program	10110410 Infrastructure Development		286,000,000		23,797,922	262,202,078	0.0%	8.3%	8.3%
	109024010 Infrastructure Improvement Services	1,815,000				1,815,000	0.0%	0.0%	0.0%

Alcohol Program	401014010 Alcoholic Control and Reviewing of Licences	10,160,000				10,160,000	0.0%	0.0%	0.0%
Curative Program	402034010 Preventive and Promotive Care		60,000,000			60,000,000	0.0%	0.0%	0.0%
	402054010 Free Primary HealthCare	754,270,000	244,726,404	101,468,551	27,251,071	870,276,782	13.5%	11.1%	12.9%
Administration and Support	706014010 General Administration Planning and support Services	2,293,156,373		750,879,711		1,542,276,661	32.7%	0.0%	32.7%
Sub Total		3,059,401,373	590,726,404	852,348,263	51,048,993	2,746,730,521	27.9%	8.6%	24.7%
Lands, Housing & Physical Planning									
Urban Development	102074010 Urban Development	5,000,000	2,000,000			7,000,000	0.0%	0.0%	0.0%
	103074010 Land Administration		59,000,000			59,000,000	0.0%	0.0%	0.0%
Land Policy Succession and Surveying	103014010 Land Policy and Planning					-	0.0%	0.0%	0.0%
	103044010 Land Survey						0.0%	0.0%	
Estate Management	701034010 Public Trusts and Estates Management						0.0%	0.0%	
Administration and Support	706014010 General Administration Planning and support Services	31,059,460		1,393,272		29,666,188	4.5%	0.0%	4.5%
Sub Total		36,059,460	61,000,000	1,393,272	-	95,666,188	3.9%	0.0%	1.4%
County Public Service Board									
National Values and Governance Program	706014010 General Administration Planning and support Services	57,815,881		11,775,087		46,040,794	20.4%	0.0%	20.4%
Sub Total		57,815,881	-	11,775,087	-	46,040,794	20.4%	0.0%	20.4%

Youth,Culture, Gender,Social Services & Special Programs									
Social Development Program	102054010 Cooperatives					-	0.0%	0.0%	0.0%
	901014010 Social Welfare and Vocational Rehabilitation	2,450,000	5,000,000	346,750		7,103,250	14.2%	0.0%	4.7%
	902024010 Persons Living With Disabilities		5,000,000			5,000,000	0.0%	0.0%	0.0%
	711024010 Gender & Social-Economic Empowerment		5,000,000			5,000,000	0.0%	0.0%	0.0%
General Administration and Support	706014010 General Administration Planning and support Services	53,514,429		18,428,487			34.4%	0.0%	34.4%
Youth Development Program	711014010 Youth Development Services	660,000	135,000,000		60,000,000		0.0%	44.4%	44.2%
	903034010 Development and Management of Sports Facilities	23,623,500	5,000,000	10,000,000			42.3%	0.0%	34.9%
Cultural Development Program	904014010 Development And Promotion of Culture	3,119,238	5,000,000	435,980		7,683,258	14.0%	0.0%	5.4%
Sub Total		83,367,168	160,000,000	29,211,217	60,000,000	154,155,951	35.0%	37.5%	36.7%
Environment, Natural Resources, Water and Irrigation									
Waste Management Program	101094010 Solid Waste Management	6,074,872	49,000,000			55,074,872	0.0%	0.0%	0.0%
	102064010 Enviromental management & Protection	14,553,072	78,700,000	20,000		93,233,072	0.1%	0.0%	0.0%
Administration and Support	706014010 General Administration Planning and support Services	47,355,186		231,000		47,124,186	0.5%	0.0%	0.5%

Environmental Governance	1001054010 Enviromental Leadership and Governance	25,700,000				25,700,000	0.0%	0.0%	0.0%
Administration and Support	706014010 General Administration Planning and support Services					-	0.0%	0.0%	0.0%
Water Development Program	1004014010 Water Supply Infrastructure		35,000,000			35,000,000	0.0%	0.0%	0.0%
Irrigation Development	1003024010 Irrigation Development	46,054,370		667,200		45,387,170	1.4%	0.0%	1.4%
Sub Total		139,737,500	162,700,000	918,200	-	301,519,300	0.7%	0.0%	0.3%
Public Service Administration									
Human Resource Development Program	101064010 Human Resource Management and Development					-	0.0%	0.0%	0.0%
Administration and Support	706001410 General Administration Planning and support Services	1,027,520,241		62,091,459		965,428,782	6.0%	0.0%	6.0%
ICT Program	Automation		80,000,000			80,000,000	0.0%	0.0%	0.0%
Sub Total		1,027,520,241	80,000,000	62,091,459	-	1,045,428,782	6.0%	0.0%	5.6%
Murang'a Municipality									
Municipal Development Program	10109410 Solid Waste Managaemnt					-	0.00%	0.00%	0.00%
	101104010 Infrastructure Development					-	0.00%	0.00%	0.00%
	102074010 Urban Development and Support	3,950,000	10,000,000			13,950,000	0.00%	0.00%	0.00%
	109024010 Other Municipalities		10,000,000			10,000,000	0.00%	0.00%	0.00%

	703014010 Revenue Automation					-	0.00%	0.00%	0.00%
	706014010 General Administration Planning and support Services	65,420,000				65,420,000	0.00%	0.00%	0.00%
Sub Total		69,370,000	20,000,000	-	-	89,370,000	0.0%	0.0%	0.0%
County Assembly									
Legislation and representation	Legislation and representation	292,897,813		58,727,104		234,170,709	20.1%	0.0%	20.1%
Oversight	Oversight	336,750,000		33,163,545		303,586,455	9.8%	0.0%	9.8%
Administration planning and support	Administration planning and support	226,061,220	45,000,000	27,887,195		243,174,025	12.3%	0.0%	10.3%
Sub Total		855,709,033	45,000,000	119,777,844	-	780,931,189	14.0%	0.0%	13.3%
Grand Total		7,176,918,269	3,582,052,155	1,423,460,302	239,873,430	9,095,636,692	19.8%	6.7%	15.5%

