

MURANG'A COUNTY GOVERNMENT



SECOND QUARTER BUDGET IMPLEMENTATION STATUS REPORT.

FINANCIAL YEAR 2024-2025.

JANUARY, 2025.

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Foreword

This is the **2nd Quarter** year Budget Implementation Report for the financial year 2024/2025. The report outlines the County Government's performance for the first Half 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 half of the financial year 2024/25, 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.

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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. The County undertook to rationalize its budget by reviewing projected own source revenue and reducing expenditure

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**

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.

Table 1Summary 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 first half of the year, the County Government collected own source revenue of KShs. **421,299,635** which represent **34%** of the annual own source revenue target of **1,250,000,000** as summarized in Table 2 County Revenue Actuals in the 2nd 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 2nd Quarter 2024/2025

MURANG'A COUNTY GOVERNMENT						
No	PARTICULARS	BUDGET 2024/2025	1st Quarter	2nd Quarter	Total (Cumulative)	% Absorption
1	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	40
2	Own Source Revenue	1,250,000,000.00	170,144,254.81	251,155,380.58	421,299,635.39	34
3	Nutritional International Grant	20,000,000.00	15,000,000.00		15,000,000.00	75
4	Aggregated Industrial Park	100,000,000.00	52,631,578.90		52,631,578.90	53

2.3 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 3 Summary of Local Revenue Collection for the 2nd Quarter of the financial year 2024/2025

NO	REVENUE SOURCE	BUDGET	1ST QUARTER	2ND 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%

2.4 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 The various County departments expenditure in the first Half is as outlined in table 3 below;

Table 4 Summary of County Expenditure Actuals in the 2nd Quarter 2024/2025

MURANG'A COUNTY GOVERNMENT						
No	PARTICULARS	BUDGET 2024/2025	Development	Recurrent	Total	% Absorption
1	County Executive	6,495,502,295	1,868,446,676.00	1,236,411,643.00	3,104,858,319.00	36.8
2	County Assembly	841,956,442	170,144,254.81	251,155,380.58	421,299,635.39	14.4
3	Total	7,337,458,737	2,038,590,930.81	1,487,567,023.58	3,526,157,954.39	

The various County departments absorbed their recurrent and development budgets as outlined in table Below- Summary on Absorption of Recurrent and Development Budget.

Table 5 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%

Source: *County Treasury*

3. Budget Absorption by Programme and Sub- Programme

Table 6 Budget Absorption by Programme and Sub- Programme

Programme	Sub- Programme	Aproved Estimates		Actual Payments of FY 2024-25 (Ksh)		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	84,404,600	-	1,900,000		2.3%		2.3%
County Co-ordination	705024010 Office Administration and support Services	97,530,000	15,000,000	12,814,534		13.1%	0.0%	11.4%
Administration and Support	706014010 County Executive and Coordination	181,091,609	-	72,206,988		39.9%		39.9%
Disaster Program	902044010 Disaster Response and Mitigation	19,500,000	-	2,122,640		10.9%		10.9%
Communication and Information Services	203014010 Communication	26,800,000	-	4,773,031		17.8%		17.8%
Sub Total		409,326,209	15,000,000	93,817,193	-	22.9%	0.0%	22.1%
Finance, Information Technology And Economic Planning								
Revenue Program	108014010 Local Revenue Mobilisation	35,000,000	-	6,223,162		17.8%		17.8%
ICT Program	703014010 Automation and Revenue System	-	-					

Financial Management Program	703024010 Budget Formulation Coordination and Management	6,850,000	-	1,500,000		21.9%		21.9%
	703034010 Economic Planning and CIDP Review	9,600,000	-	2,092,490		21.8%		21.8%
	101134010 Procurement	8,000,000	-			0.0%		0.0%
	705014010 Budget	6,270,000	-	330,000		5.3%		5.3%
	705034010 Public Participation	43,700,000	-	10,048,500		23.0%		23.0%
	730014010 Monitoring and Evaluation	3,320,000	-	700,000		21.1%		21.1%
Internal Audit Program	Internal Audit Program 718014010	6,000,000	-	1,662,566		27.7%		27.7%
Administration and Support	706014010 General Administration Planning and support Services	242,268,543	46,000,000	98,755,045	3,000,000	40.8%	6.5%	35.3%
Sub Total		361,008,543	46,000,000	121,311,763	3,000,000	33.6%	6.5%	30.5%
Agriculture,Livestock And Fisheries								
Food Security	101014010 Land and Crops Development	1,970,000	-	450,400		22.9%		22.9%
	101024010 Promotion Food Security	2,700,000	100,000,000		86,942,320	0.0%	86.9%	84.7%
	103084010 Veterinary Services	3,670,000	17,700,000			0.0%	0.0%	0.0%
	107024010 Livestock and Fisheries Development	2,050,000	5,300,000			0.0%	0.0%	0.0%
Administration and Support	706014010 General Administration Planning and support Services	276,624,150	392,434,071	126,525,229	11,750,000	45.7%	3.0%	20.7%
Sub Total		287,014,150	515,434,071	126,975,629	98,692,320	44.2%	19.1%	28.1%
Energy Transport And Roads								

Urban Development Program	102074010 Urban Development and Support	-	317,000,000		4,113,513		1.3%	1.3%
Energy Development Program	103094010 Promotion of Energy & Renewable Energy Sources	6,155,000	30,000,000	590,303	8,964,306	9.6%	29.9%	26.4%
Infrastructure Development Program	201014010 Construction of Roads and Bridges	26,804,487	325,941,894	3,542,862	21,969,264	13.2%	6.7%	7.2%
	202064010 Infrastructure Development	7,770,000	512,000,000		140,083,458	0.0%	27.4%	27.0%
Sub Total		40,729,487	1,184,941,894	4,133,165	175,130,541	10.1%	14.8%	14.6%
Commerce,Trade, Industry And Tourism								
Agro Marketing	102054010 Cooperatives	4,050,000	33,000,000	10,000		0.2%	0.0%	0.0%
Tourism Program	110014010 Tourism Development	730,706	-			0.0%		0.0%
	301014010 Tourism Promotion and Marketing	-	-					
Trade Development Program	111014010 Trade & Enterprise Development	28,150,000	31,300,000	255,200		0.9%	0.0%	0.4%
	Market Development and upgrade	-	-					
	302014010 Domestic Trade Development	-	-					
	302024010 Fair Trade and Consumer Protection	-	-					
	502034010 Industry Development Program	-	-					
Administration and Support	706014010 General Administration Planning and support Services	28,320,000	-	4,334,117		15.3%		15.3%
Consumer Protection and Regulation	Consumer Protection and Regulation	1,900,000	-			0.0%		0.0%

Industrialization	Industrialization	1,780,000	233,000,000		52,631,579	0.0%	22.6%	22.4%
Sub Total		64,930,706	297,300,000	4,599,317	52,631,579	7.1%	17.7%	15.8%
Education & Technical Training								
Ecde Programme	501034010 Early Childhood Development Education	139,000,000	12,000,000	30,284,576		21.8%	0.0%	20.1%
	Infrastructural Work	-	-					
	ECDE Furniture	-	-					
Polytechnics Program	507014010 Revitalisation of Youth Polytechnics	16,500,000	19,985,790	500,000		3.0%	0.0%	1.4%
Education Intervention Program	501054010 Motivation of Primary and Secondary School	244,000,000	-	118,544,000		48.6%		48.6%
	509024010 Motivation of Primary and Secondary Schools	-	-					
Administration and Support	706014010 General Administration Planning and support Services	326,823,424	-	183,038,040		56.0%		56.0%
Sub Total		726,323,424	31,985,790	332,366,616	-	45.8%	0.0%	43.8%
Health And Sanitation								
Infrastructure Development Program	101104010 Infrastructure Development	-	-					
	109024010 Infrastructure Improvement Services	-	-					
Alcohol Program	401014010 Alcoholic Control and Reviewing of Licences	1,710,000	-	194,400		11.4%		11.4%
	402034010 Preventive and Promotive Care	-	105,184,200		15,000,000		14.3%	14.3%
Curative Program	402054010 Free Primary HealthCare	254,800,000	80,000,000	125,429,100	10,580,000	49.2%	13.2%	40.6%

Nutrition International	Nutrition International (grant)	-	-					
Administration and Support	706014010 General Administration Planning and support Services	2,885,048,895	234,000,000	1,117,523,082	3,115,122	38.7%	1.3%	35.9%
Sub Total		3,141,558,895	419,184,200	1,243,146,582	28,695,122	39.6%	6.8%	35.7%
Lands, Housing & Physical Planning								
Urban Development	102074010 Urban Development	-	-					
	103074010 Land Administration	1,000,000	-	150,000		15.0%		15.0%
Land Policy Succession and Surveying	103014010 Land Policy and Planning	4,050,000	20,300,000	895,961		22.1%	0.0%	3.7%
	103044010 Land Survey	1,300,000	-	400,000		30.8%		30.8%
Estate Management	701034010 Public Trusts and Estates Management	-	-					
Administration and Support	706014010 General Administration Planning and support Services	23,429,031	-	6,900,451		29.5%		29.5%
Physical Planning	Physical Planning	-	-					
Digitization of Lands	Digitization of Lands	-	-					
Sub Total		29,779,031	20,300,000	8,346,412	-	28.0%	0.0%	16.7%
County Public Service Board								
General Administration and support	706014010 General Administration Planning and support Services	33,045,881	-	2,437,910		7.4%		7.4%
National Value and Governance	National Value and Governance	2,070,000	-			0.0%		0.0%
Sub Total		35,115,881	-	2,437,910	-	6.9%		6.9%
Youth,Culture, Gender,Social Services & Special Programs								

Social Development Program	102054010 Cooperatives	-	-					
	901014010 Social Welfare and Vocational Rehabilitation	-	-					
	902024010 Persons Living With Disabilities	-	6,000,000				0.0%	0.0%
	711024010 Gender & Social-Economic Empowerment	-	-					
General Administration and Support	706014010 General Administration Planning and support Services	49,629,737	-	11,924,455		24.0%		24.0%
Library Services	Library Services	5,500,000	3,000,000	500,000		9.1%	0.0%	5.9%
Youth Development Program	711014010 Youth Development Services	1,300,000	133,000,000	30,000	38,660,000	2.3%	29.1%	28.8%
	Muranga Youth service- Youth Empowerment	-	-					
	Boda Boda Training	-	-					
	903034010 Development and Management of Sports Facilities	26,600,000	35,000,000	16,536,500	4,917,600	62.2%	14.1%	34.8%
Cultural Development Program	904014010 Development And Promotion of Culture	6,700,000	-			0.0%		0.0%
Social Development programme	Social Development programme	5,950,000	-	711,350		12.0%		12.0%
	Community Sports and Talents	-	-					
Sport Development programme	Sport Development programme	-	-					
Sub Total		95,679,737	177,000,000	29,702,305	43,577,600	31.0%	24.6%	26.9%
Environment, Natural Resources, Water and Irrigation								

Waste Management Program	101094010 Solid Waste Managaemnt	12,194,400	20,000,000	3,358,564	3,320,720	27.5%	16.6%	20.7%
	102064010 Enviromental management & Protection	8,370,000	-	342,200		4.1%		4.1%
FflooCA	Climate Change	-	261,129,613		21,363,382		8.2%	8.2%
Administration and Support	706014010 General Administration Planning and support Services	91,193,128	-	5,024,509		5.5%		5.5%
Environmental Governance	1001054010 Enviromental Leadership and Governance	4,220,000	-	100,000		2.4%		2.4%
Environmental Administration and Support	General Administration Planning and support Services	-	-					
Water Development Program	1004014010 Water Supply Infrastructure	3,430,026	-	319,600		9.3%		9.3%
Borehole Drilling and Equipng Programme	Borehole Drilling and Equipng	-	-					
BoreHole Rehabilitation Programme	BoreHole Rehabilitation	-	-					
ECD Water Tanks Programme	ECD Water Tanks	-	-					
Irrigation Development	1003024010 Irrigation Development	2,000,000	-			0.0%		0.0%
Last Mile Water Distribution Pipelines Programme	Last Mile Water Distribution Pipelines	-	-					
Sub Total		121,407,554	281,129,613	9,144,873	24,684,102	7.5%	8.8%	8.4%
Public Service Administration								

Human Resource Development Program	101064010 Human Resource Management and Development	-	-					
Administration and Support	706001410 General Administration Planning and support Services	972,982,478	-	427,252,077		43.9%		43.9%
ICT Program	Automation	-	-					
	Acquisition of ICT Equipment	-	-					
	Connectivity for Headquarters and devolved units (WAN/LAN)	-	-					
ICT and E-Government	ICT and E-Government	24,100,000	40,000,000	3,894,100	30,000,000	16.2%	75.0%	52.9%
Sub Total		997,082,478	40,000,000	431,146,177	30,000,000	43.2%	75.0%	44.5%
Murang'a Municipality								
Municipal Development Program	10109410 Solid Waste Managaemnt	-	-					
	101104010 Infrastructure Development	-	-					
	Urban Management	1,950,000	45,371,824	630,000		32.3%	0.0%	1.3%
	102074010 Urban Development and Support	-	-					
	109024010 Other Municipalities	-	-					
	703014010 Revenue Automation	-	-					
	706014010 General Administration Planning and support Services	70,120,000	-	14,283,679		20.4%		20.4%
Public Works and	Infrastructure improvement	-	-					

Infrastructue development								
Sub Total		72,070,000	45,371,824	14,913,679	-	20.7%	0.0%	12.7%
Kenol Municipality								
General Administration and Planning	General Administration and Planning	33,976,200	-			0.0%		0.0%
	Infrastructure Improvement	-	5,000,000				0.0%	0.0%
	Urban Development Grant	-	35,371,824				0.0%	0.0%
Sub Total		33,976,200	40,371,824	-	-	0.0%	0.0%	0.0%
Kangari Municipality								
General Administration and Planning	General Administration and Planning	33,500,000				0.0%		0.0%
	Infrastructure Improvement	-	10,000,000				0.0%	0.0%
	Urban Development Grant	-	-					
Sub Total		33,500,000	10,000,000	-	-	0.0%	0.0%	0.0%
Devolution and External Linkages								
General Administration and Planning	General Administration and Planning	46,000,000	-	-	-	0.0%		0.0%
	Infrastructure Improvement			-	-			
Sub Total		46,000,000	-	-	-	0.0%		0.0%
County Assembly								
Legislation and representation	Legislation and representation	350,323,211	-	127,372,397.00		36.4%		36.4%
Oversight	Oversight	196,169,860	-	65,194,074.55		33.2%		33.2%

Administration planning and support	Administration planning and support	295,463,371	40,000,000	86,284,271.95		29.2%	0.0%	25.7%
Sub Total		841,956,442	40,000,000	278,850,744	-	33.1%	0.0%	31.6%
Grand Total		7,337,458,737	3,164,019,216	2,700,892,364	456,411,264	36.8%	14.4%	30.1%