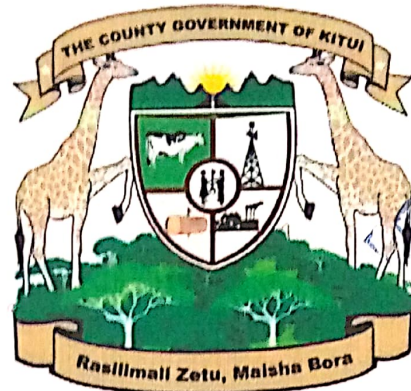


COUNTY GOVERNMENT OF KITUI



MINISTRY OF FINANCE, ECONOMIC PLANNING & REVENUE
MANAGEMENT

FY 2023/24

QUARTER THREE

BUDGET IMPLEMENTATION REPORT

CONTENTS

FOREWORD	1
ACKNOWLEDGEMENT	4
EXECUTIVE SUMMARY	5
LEGAL BASIS FOR THE PREPARATION OF QUARTERLY BUDGET IMPLEMENTATION REVIEW REPORT	6
BUDGET HIGHLIGHTS	7
Budget Trend from FY 2018/2019 to 2023/2024	7
1.0 INTRODUCTION	9
2.0 REVIEW OF FISCAL PERFORMANCE QUARTER THREE FY2023/2024 FISCAL PERFORMANCE	10
2.1 REVENUE PERFORMANCE QUARTER THREE FY2023/2024	10
2.1.1 Exchequer Releases.....	10
2.1.2 Own Source Revenue Performance	11
2.2 EXPENDITURE PERFORMANCE QUARTER THREE FY2023/2024	13
2.2.1 Departmental Expenditure Analysis Quarter Three FY2023/2024	14
2.2.2 Financial Overview: Analysis of Expenditure Types and Variance in Q3 FY 23/24	16
2.2.3 Personal Emolument Overview	17
2.2.4 Operational and Maintenance Expenditure Overview	19
2.2.5 Development Expenditure Overview.....	20
3.0 STATUS OF COUNTY PENDING BILLS BY THE END OF FY 2023/2024 Q3	22
4.0 EMERGING ISSUES, CHALLENGES AND RECOMMENDATIONS	23
4.1 Emerging Issues	23
4.2 Challenges.....	23
4.3 Recommendations.....	24
5.0 ANNEXURE 1	25
5.1 Office of the Governor.....	25
5.2 Office of the Deputy Governor	25
5.3 Ministry of Water and Irrigation	26
5.4 Ministry of Education & Skills Development.....	26
5.5 Ministry of Roads, Public Works & Transport.....	26
5.6 Ministry of Health and Sanitation.....	27
5.7 Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives.....	27
5.8 Energy, Environment, Forestry, Natural & Mineral Resources	28
5.9 Ministry of Culture, Gender, Youth, ICt, Sports & Social Services.....	28
5.10 Ministry of Finance, Economic Planning & Revenue Management.....	29
5.11 Ministry of Agriculture & Livestock.....	29
5.12 Ministry of Lands, Housing And Urban Development	30
5.13 County Public Service Board.....	30
5.14 County Assembly	31
5.15 Kitui Municipality.....	31
5.16 Mwingi Municipality	32

LIST OF TABLES

Table 1: FY 2023/2024 Approved budget Components.....	7
Table 2: Budget trend from F2018/2019 to FY 2023/2024.....	8
Table 3: Transfers from the National Government QI-FY 2023/24.....	10
Table 4: Breakdown of Grants.....	11
Table 5 : Locally Generated Revenue Q3-FY 2023/24.....	11
Table 6: FY 2023/24 Cumulative Revenue Performance by Ministries.....	12
Table 7: Expenditure performance quarter one FY2022/2023.....	13
Table 8: Expenditure performance quarter three FY2023/2024.....	15
Table 9: County Expenditure Performance Q3 FY2023/2024 by Economic Classification.....	17
Table 10: Personal Emolument Expenditure.....	18
Table 11: Q3 Operational and Maintenance Expenditure.....	19
Table 12:Q3 Development Expenditure.....	21
Table 13: Status of Pending bills by the end of Third Quarter.....	22

FOREWORD

The Budget Implementation Reports, crafted in strict adherence to the Public Finance Act of 2012, serve as a critical tool for fiscal oversight within the County. These reports are meticulously compiled on a quarterly and annual basis, providing a comprehensive analysis of the County's financial activities, including both revenues and expenditures, for the respective periods under scrutiny.

In a detailed manner, the reports dissect the expenditures by allocating them to the relevant Ministries, juxtaposed against their allocated budgets. This granular approach facilitates the calculation of the absorption rates for each Ministry, offering a clear view of budget utilization.

The reports delve into the revenue streams flowing into the County's coffers, meticulously itemizing the amounts accrued from each source during the review period. Internal revenue sources undergo a rigorous comparison against predefined targets, thereby evaluating the County's efficacy in revenue collection. Concurrently, the reports scrutinize external revenue channels, such as grants, loans, and funds from the National government, to ascertain the extent of their contribution in augmenting local revenues and supporting the County's expenditures.

Each Ministry's financial outlay is juxtaposed with the quarterly budgetary estimates to ascertain the absorption rates for the quarters. The Budget Implementation Report categorizes expenditures into two main types: recurrent and development. Recurrent expenditures are further segmented into personal emoluments and operations & maintenance costs, ensuring a transparent and accountable budgetary process.

At the culmination of the Financial Year, an annual Budget Implementation Report is prepared. This report is pivotal in analyzing the cumulative fiscal performance of the County, encompassing the totality of expenditures against the annual budget and the revenues amassed during the year.

Moreover, the Budget Implementation Report does not shy away from addressing the challenges encountered during budget execution. It provides a candid assessment of the hurdles faced and proposes potential remedies, thereby fostering a culture of continuous improvement in fiscal management. This proactive stance ensures that the County remains on a path of prudent financial stewardship, aligned with the overarching goals of economic development and sustainability.



Peter Mwikya Kilonzo
County Executive Committee Member
Ministry of Finance, Economic Planning and Revenue Management

ACKNOWLEDGEMENT

The development of the Quarter 3 Budget Implementation Report for the fiscal year 2023/24 was a collaborative endeavor, drawing upon a wealth of data and insights from across the various sectors, departments, and agencies within the County Government of Kitui. This comprehensive document is the result of the collective efforts and unwavering dedication of numerous individuals, to whom I owe a debt of gratitude.

At the forefront, I must extend my deepest appreciation to His Excellency Governor Julius Malombe, whose visionary leadership and steadfast support have been instrumental in guiding this process. His commitment to fiscal responsibility and transparency has set the tone for the meticulous preparation of this report.

I am particularly indebted to Mr. Peter Mwikya Kilonzo, the esteemed County Executive Committee Member for the Ministry of Finance, Economic Planning, and Revenue Management. His technical expertise and insightful contributions have been invaluable in shaping the analytical framework of this paper.

The backbone of this undertaking has been the Chief Officers of the County. Their leadership in marshaling their respective teams to furnish the necessary data has been pivotal. Their role cannot be overstated, and I am profoundly thankful for their cooperation and diligence. Special recognition is warranted for Economist Gabriel Mitau David and Director of Economic Planning & Budgeting, Paul Kimwele. Their exceptional coordination and strategic oversight were critical in the development of this document. Their ability to synthesize complex financial data into actionable insights has been a cornerstone of our success.

I must also commend my dedicated team of economic planners. Their tireless work behind the scenes, often extending beyond the call of duty, has been a testament to their professionalism and commitment to excellence.

Lastly, but certainly not least, I wish to acknowledge the silent contributors—those individuals whose indirect support may go unnoticed but is nonetheless essential. Their contributions have been the threads that weave together the fabric of this report's success.



Patrick Masila Munuve
Chief Officer
Economic Planning and Budgeting

EXECUTIVE SUMMARY

The quarterly progress reporting, mandated by the Constitution of Kenya (2010), underscores the imperative of adhering to principles of good governance and transparency in the conduct and management of public finance. Complementing this constitutional provision, the Budget Implementation Review Report is meticulously crafted in accordance with Section 166 of the Public Finance Management Act, 2012, and Regulation 54 of the PFM County Government Regulations, 2015. This report, designed explicitly for the comprehensive scrutiny of financial performance during the first quarter of FY 2023/2024, encompasses all County government departments/entities across the 16 Spending entities.

The fiscal performance review for Quarter Three of the fiscal year 2023/24 provides valuable insights into the expenditure, development activities, and revenue realization across various ministries and entities of the County Government of Kitui.

✓ **Expenditure Analysis:**

Operational and maintenance expenditures varied significantly among ministries. Ministries like Education, Training & Skills Development and Health & Sanitation demonstrated efficient utilization of allocated budgets with relatively high absorption rates. In contrast, the Office of the Governor and Ministry of Energy, Environment, Forestry, Natural & Mineral Resources showed lower absorption rates, suggesting areas for improved expenditure management.

✓ **Development Expenditure:**

Development spending exhibited diverse performance levels. Ministries such as Lands, Housing, and Urban Development surpassed their targets significantly, achieving commendable realization rates. Conversely, ministries like Education, Training & Skills Development and Culture, Gender, Youth, ICT, Sports & Social Services faced challenges in meeting development targets, reflected in lower realization rates.

✓ **Revenue Realization and Target Achievement:**

Revenue realization varied across entities. While some, like the Office of the Governor, exceeded revenue targets substantially, others struggled to meet their goals. The overall gross own-source revenue realization rate for the quarter stood at 92.51%, reflecting a mixed outcome of successful revenue generation and areas needing improvement. Additionally, actual exchequer releases from the National Government amounted to Ksh. 2.70 billion against an available budget of Ksh. 7.70 billion, with an additional 195.6 million received as grant funding.

LEGAL BASIS FOR THE PREPARATION OF QUARTERLY BUDGET IMPLEMENTATION REVIEW REPORT

The Budget Implementation Review Report is prepared in accordance with Section 166 and 54 of the Public Financial Management Act, 2012 and Regulations 2015 Respectively. The law states that:

166. (1) An accounting officer for a county government entity shall prepare a report for each quarter of the financial year in respect of the entity.

(2) In preparing a quarterly report for a county government entity, the accounting officer shall ensure that the report contains information on the financial and nonfinancial performance of the entity;

(3) Not later than fifteen days after the end of each quarter, the accounting officer shall submit the quarterly report to the County Treasury.

(4) Not later than one month after the end of each quarter, the County Treasury shall consolidate the quarterly reports and submit them to the county assembly; and publish and publicize them.

54 (1) An Accounting Officer of a county government entity shall not later than the 10th day of each month submit a monthly financial and non-financial budgetary report in the format to be issued by the Cabinet Secretary relating to the activities of his or her county government entity for the preceding month to the County Treasury with copies to the Controller of Budget and the Auditor-General.

(2) The contents of the report under paragraph

(1) shall include—

(a) Actual revenues, including appropriations in aid;

(b) Expenditures classified in economic classification as follows—

i. compensation to employees;

ii. use of goods and services;

iii. transfer to other levels of government; and

iv. capital expenditure;

(c) Pending payments with an age of over ninety days;

(d) A projection of expected expenditure and revenue collection for the remainder of the financial year;

(e) When necessary, an explanation of any material variances; and

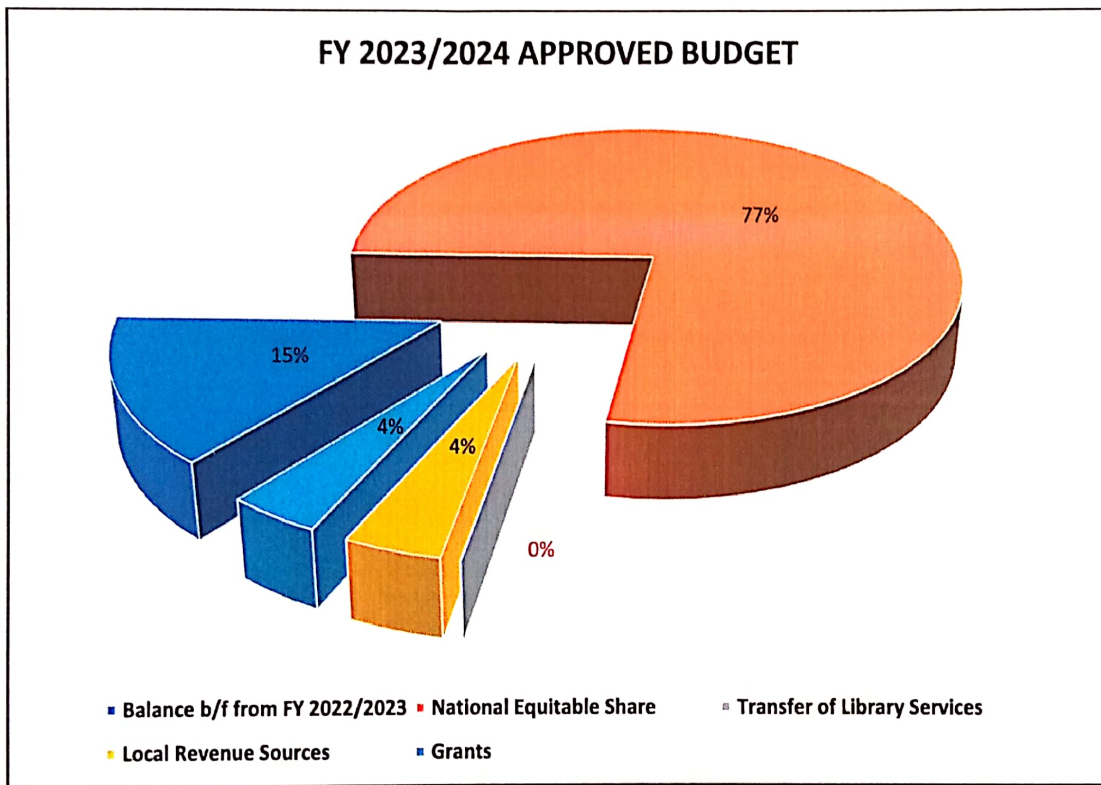
(f) A summary of the steps that are to be taken to ensure that the projected expenditure and revenue remain within budget.

BUDGET HIGHLIGHTS

Following the supplementary budget in the second quarter of the financial year 2023/2024, significant adjustments were made to the approved budget components. The revised allocation included a balance brought forward from the previous fiscal year (2022/2023) at 14.38%, totalling 2,012,204,897. The National Equitable Share remained the predominant source, contributing 77.38% with an amount of 10,824,785,855. Transfer of Library Services remained at 0.03%, Local Revenue Sources increased by 85M to 585 M (4.18%), while Grants remained unchanged at 4.02%, collectively forming the revised total budget of 13,988,780,292.

Table 1: FY 2023/2024 Approved budget Components

SOURCE	AMOUNT	% OF TOTAL BUDGET
Balance b/f from FY 2022/2023	2,012,204,897	14.38
National Equitable Share	10,824,785,855	77.38
Transfer of Library Services	4,701,081	0.03
Local Revenue Sources	585,000,000	4.18
Grants	562,088,459	4.02
TOTAL	13,988,780,292	100.00



Budget Trend from FY 2018/2019 to 2023/2024

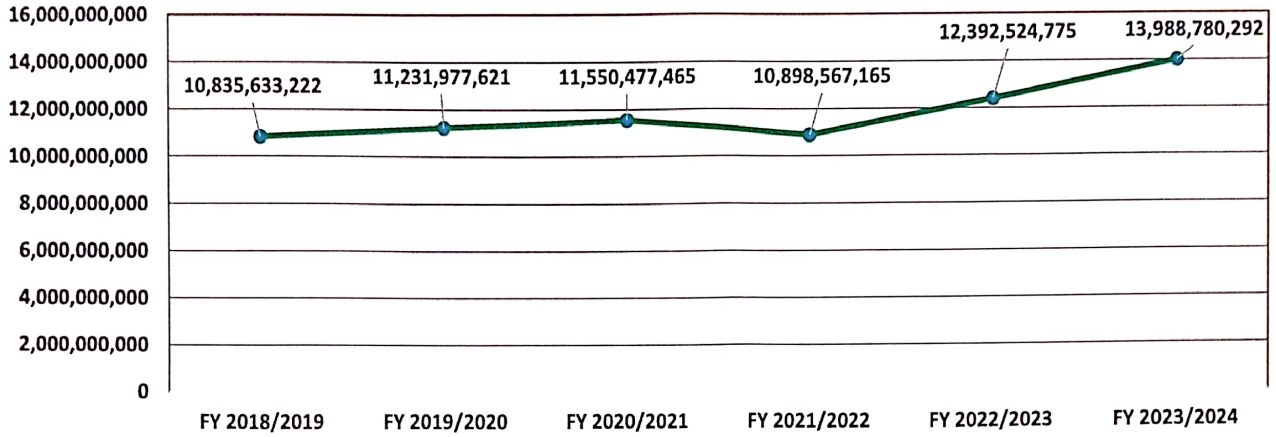
The Total Resource Envelope for each Financial Year from FY 2018/2019 to FY 2023/2024 exhibited a fluctuating trend. FY 2018/2019 began with 10,835,633,222 units, followed by a slight increase to 11,231,977,621 in FY 2019/2020. However, there was a marginal decrease in FY 2020/2021 to 11,550,477,465. Subsequently, FY 2021/2022 saw a decline to 10,898,567,165.

However, the trend reversed in FY 2022/2023, experiencing a significant uptick to 12,392,524,775. Finally, in FY 2023/2024, the total resource envelope peaked at 13,988,780,292 units, reflecting dynamic economic conditions and strategic fiscal adjustments over the years.

Table 2: Budget trend from F2018/2019 to FY 2023/2024

Financial Year	FY 2018/2019	FY 2019/2020	FY 2020/2021	FY 2021/2022	FY 2022/2023	FY 2023/2024
Total Resource Envelope	10,835,633,222	11,231,977,621	11,550,477,465	10,898,567,165	12,392,524,775	13,988,780,292

RESOURCE ENVELOPE TREND



1.0 INTRODUCTION

In the third quarter of the fiscal year 2023/2024, the County Government of Kitui steadfastly upholds its dedication to transparent and accountable fiscal governance, building upon the solid groundwork established in the preceding quarters. The county's administration, in its unwavering commitment to the principles of the Public Finance Management (PFM) Act of 2012 and the PFM (County Government) Regulations of 2015, continues to demonstrate its adherence to these statutory guidelines.

The Budget Implementation Review Report (BIRR) for this quarter emerges as a pivotal instrument in the evaluation of the county's fiscal health, scrutinizing both the revenue generation mechanisms and the expenditure trends. The BIRR's adherence to its own stringent guidelines is a testament to the county's resolve to optimize the allocation of resources, thereby ensuring the effective and efficient execution of the budgetary provisions for the fiscal year 2023/2024.

These quarterly assessments are not merely procedural; they are instrumental in bolstering accountability and transparency within the county's financial management practices. Furthermore, the insights gleaned from these evaluations are integral to the development of the County Budget Review and Outlook Paper (CBROP). As the fiscal year draws to a close, the CBROP will serve as a strategic blueprint, guiding the county's resource management and planning initiatives, and setting the stage for sustained fiscal prudence and economic growth.

2.0 REVIEW OF FISCAL PERFORMANCE QUARTER THREE FY2023/2024 FISCAL PERFORMANCE

The review of fiscal performance in Quarter Three of the fiscal year 2023/24 reveals several key insights across various ministries and entities of the County Government of Kitui.

Expenditure analysis highlights significant variations in operational and maintenance spending across ministries. Ministries like Education, Training & Skills Development and Health & Sanitation demonstrated high absorption rates, reflecting efficient budget utilization. In contrast, the Office of the Governor and Ministry of Energy, Environment, Forestry, Natural & Mineral Resources displayed lower absorption rates, indicating areas for potential improvement in expenditure management.

Development expenditure showcased diverse performance levels. Ministries such as Lands, Housing, and Urban Development exceeded their targets substantially, achieving commendable realization rates. Conversely, ministries like Education, Training & Skills Development and Culture, Gender, Youth, ICT, Sports & Social Services faced challenges in meeting development targets, reflected in lower realization rates.

The review also encompasses revenue realization and target achievements across entities. While some, like the Office of the Governor, exceeded revenue targets significantly, others encountered difficulties in meeting their goals. The overall gross own-source revenue realization rate for the quarter reached 92.51%, representing a mixed outcome of successful revenue generation and areas requiring improvement. Additionally, actual exchequer releases from the National Government amounted to **Ksh. 2.70 billion** against an available budget of **Ksh. 7.70 billion**, with an additional 195.6 million received as grant funding.

2.1 REVENUE PERFORMANCE QUARTER THREE FY2023/2024

2.1.1 Exchequer Releases

The actual exchequer releases from the National Government amounted to **Ksh. 2.70 billion** against the available budget amount of **Ksh. 7.70 billion** and 195.6 million as grant.

Table 3: Transfers from the National Government QI-FY 2023/24

Month	Date of Release	Amount Received
January	25-Jan-24	920,506,390
February	20-Feb-24	866,358,955
March	27-Mar-24	920,506,390
Total		2,707,371,735

Table 4: Breakdown of Grants

Source	Amount budgeted	Receipt in FY 2023/24
World Bank (Agriculture - Rural Growth)	150,000,000	-
World Bank (Emergency Locust Response Project (ELRP))	133,683,244	-
IDA (World Bank) credit (National Agricultural Value Chain Development Project (NAVCDP))	250,000,000	195,087,957
HSSP/HSPS - (DANIDA/IDA)	16,112,250	-
World Bank loan to Supplement financing of County Health Facilities		-
World Bank Credit to Finance Locally - Led Climate Action Program (FLLoCA)	11,000,000	-
ASDSP	1,292,965	500,000
Subtotal	562,088,459	195,587,957

Grants performed poorly in the quarter, with only receipts from NAVCDP (Ksh.195,087,957).

2.1.2 Own Source Revenue Performance

The third quarter targets and achievements for various ministries and entities in the fiscal year 2023/24 demonstrate a mix of performance across different sectors. The Ministry of Agriculture and Livestock aimed for Ksh 1,713,393 but achieved a realization of Ksh 1,303,044, translating to a realization rate of 76.05%. Similarly, the Ministry of Water and Irrigation surpassed its target of Ksh 507,353 by achieving Ksh 609,600, resulting in an impressive realization rate of 120.15%. Conversely, the Ministry of Energy, Environment, Forestry, Natural and Mineral Resources fell short with a realization rate of 15.02%, having achieved only Ksh 200,200 out of a target of Ksh 1,332,771.

In contrast, some entities surpassed their targets significantly. The Ministry of Lands, Housing, and Urban Development achieved a high realization rate of 148.02%, surpassing its target of Ksh 4,942,085 with Ksh 7,315,260 realized. The Office of the Governor also exceeded expectations, realizing 260.02% of its target, showcasing exceptional performance in revenue generation.

Overall, the gross own source revenue total target for the quarter was Ksh 180,649,180, and the actual realization amounted to Ksh 167,122,702, resulting in an overall realization rate of 92.51%.

Table 5 : Locally Generated Revenue Q3-FY 2023/24

MINISTRY	3rd QUARTER TARGET	January	February	March	Total	Realization Rate (%)
Ministry of Agriculture and livestock	1,713,393	458,029	523,965	321,050	1,303,044	76.05
Ministry of Water and Irrigation	507,353	202,000	304,800	102,800	609,600	120.15
Ministry of Energy Environment, Forestry, Natural and Mineral Resources	1,332,771	114,400	66,000	19,800	200,200	15.02
Ministry of Health and Sanitation	87,777,661	22,384,696	26,281,922	12,909,418	61,576,036	70.15
Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	50,274	-	3,000	-	3,000	5.97

MINISTRY	3rd QUARTER TARGET	January	February	March	Total	Realization Rate (%)
Minsitry of Lands,Housing and Urban Development	4,942,085	2,332,504	2,624,843	2,357,913	7,315,260	148.02
Ministry of Roads,Public Works and Transport	810,924	234,940	243,470	443,078	921,488	113.63
Office of the Governor	3,393,513	1,497,500	2,038,500	5,287,800	8,823,800	260.02
Ministry of Education, Training and Skills Development	25,137				-	0.00
Ministry of Trade, Industry, MSMEs,Innovation & Cooperatives	766,683	31,954	107,095	194,000	333,049	43.44
Ministry of Finance, Economic Planning & Revenue Management	38,267,052	15,155,535	14,534,415	14,022,615	43,712,565	114.23
Mwingi Town Administartion	13,162,231	7,474,760	4,180,780	3,551,950	15,207,490	115.54
Kitui Municipality	27,874,966	11,325,515	8,630,875	7,160,780	27,117,170	97.28
Office of the Deputy Governor	25,137	-	-		-	0.00
GROSS - OWN SOURCE REVENUE TOTAL	180,649,180	61,211,833	59,539,665	46,371,204	167,122,702	92.51

Table 6: FY 2023/24 Cumulative Revenue Performance by Ministries

MINISTRY	TARGET-WHOLE YR	Q3 Total	Q3 Annual % Realization Rate
Ministry of Agriculture and livestock	10,484,458	1,303,044	12.43
Ministry of Water and Irrigation	2,163,121	609,600	28.18
Ministry of Energy Environment,Forestry ,Natural and Mineral Resources	6,182,327	200,200	3.24
Ministry of Health and Sanitation	350,500,826	61,576,036	17.57
Ministry of Culture,Gender ,Youth, ICT, Sports & Social Services	214,347	3,000	1.40
Minsitry of Lands,Housing and Urban Development	26,070,796	7,315,260	28.06
Ministry of Roads,Public Works and Transport	3,457,410	921,488	26.65
Office of the Governor	14,468,391	8,823,800	60.99
Ministry of Education, Training and Skills Development	107,173	-	0.00
Ministry of Trade, Industry ,MSMEs,Innovation & Cooperatives	3,268,785	333,049	10.19
Ministry of Finance, Economic Planning & Revenue Management	87,798,589	43,712,565	49.79
Mwingi Town Administartion	27,016,074	15,207,490	56.29
Kitui Municipality	53,160,532	27,117,170	51.01
Office of the Deputy Governor	107,171	-	0.00
GROSS - OWN SOURCE REVENUE TOTAL	585,000,000	167,122,702	28.57

2.2 EXPENDITURE PERFORMANCE QUARTER THREE FY2023/2024

In the context of Quarter Three for the financial year 2023/24, this table provides a comprehensive analysis of budgetary performance across key expenditure categories based on economic principles. Within the realm of "Personal Emoluments," a substantial budget of Ksh 2,633,678,098 was available for the quarter. However, the actual expenditure amounted to Ksh 1,224,256,732, resulting in an absorption rate of 46.48%.

Similarly, in "Maintenance & Operations," a of Ksh 1,806,102,342 was available, yet the actual expenditure was lower at Ksh 768,335,751, reflecting an absorption rate of 42.54%. This underscores prudent financial stewardship and the need for strategic resource allocation.

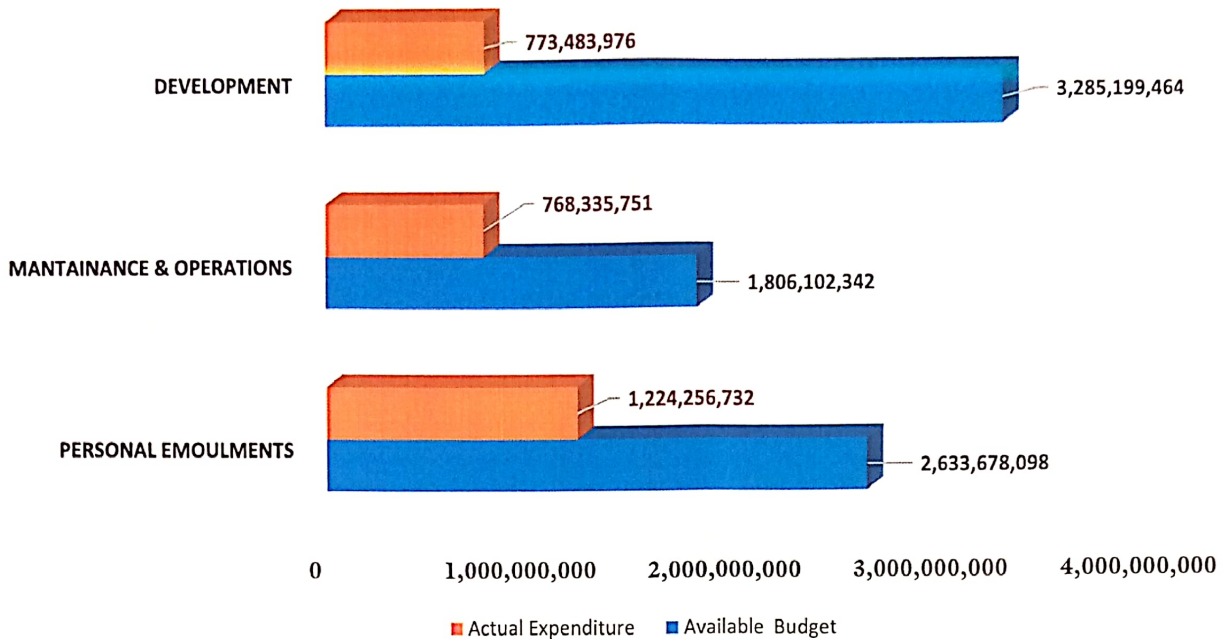
Conversely, in the "Development" category, although Ksh 3,285,199,464 was available, only Ksh 773,483,976 was expended, resulting in an absorption rate of 23.54%. This indicates either restrained spending in development initiatives or potential underspending in critical growth areas.

The grand totals for Quarter Three reveal that out of the available budget of Ksh 7,724,979,904, only Ksh 2,766,076,459 was spent, reflecting a significant absorption rate of 35.81%. This suggests an opportunity for optimizing budget utilization and enhancing financial efficiency to achieve organizational objectives effectively within the specified quarter.

Table 7: Expenditure performance quarter one FY2022/2023

EXPENDITURE TYPE	AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
Personal Emoluments	2,633,678,098	1,224,256,732	1,409,421,366	46.48
Maintenance & Operations	1,806,102,342	768,335,751	1,037,766,591	42.54
Development	3,285,199,464	773,483,976	2,511,715,488	23.54
GRAND TOTALS	7,724,979,904	2,766,076,459	4,958,903,445	35.81

Q3 EXPENDITURE BREAKDOWN



2.2.1 Departmental Expenditure Analysis Quarter Three FY2023/2024

During Quarter Three of the financial year 2023/24, a comprehensive assessment of budgetary performance across diverse ministries and entities unveils notable trends. The Office of the Governor had an available budget of Ksh 1,231,402,333, yet only Ksh 240,857,727 was expended, resulting in an absorption rate of 19.56%. Similarly, the Ministry of Health & Sanitation utilized just Ksh 272,885,268 out of the allocated Ksh 1,686,320,748, reflecting an absorption rate of 16.18%.

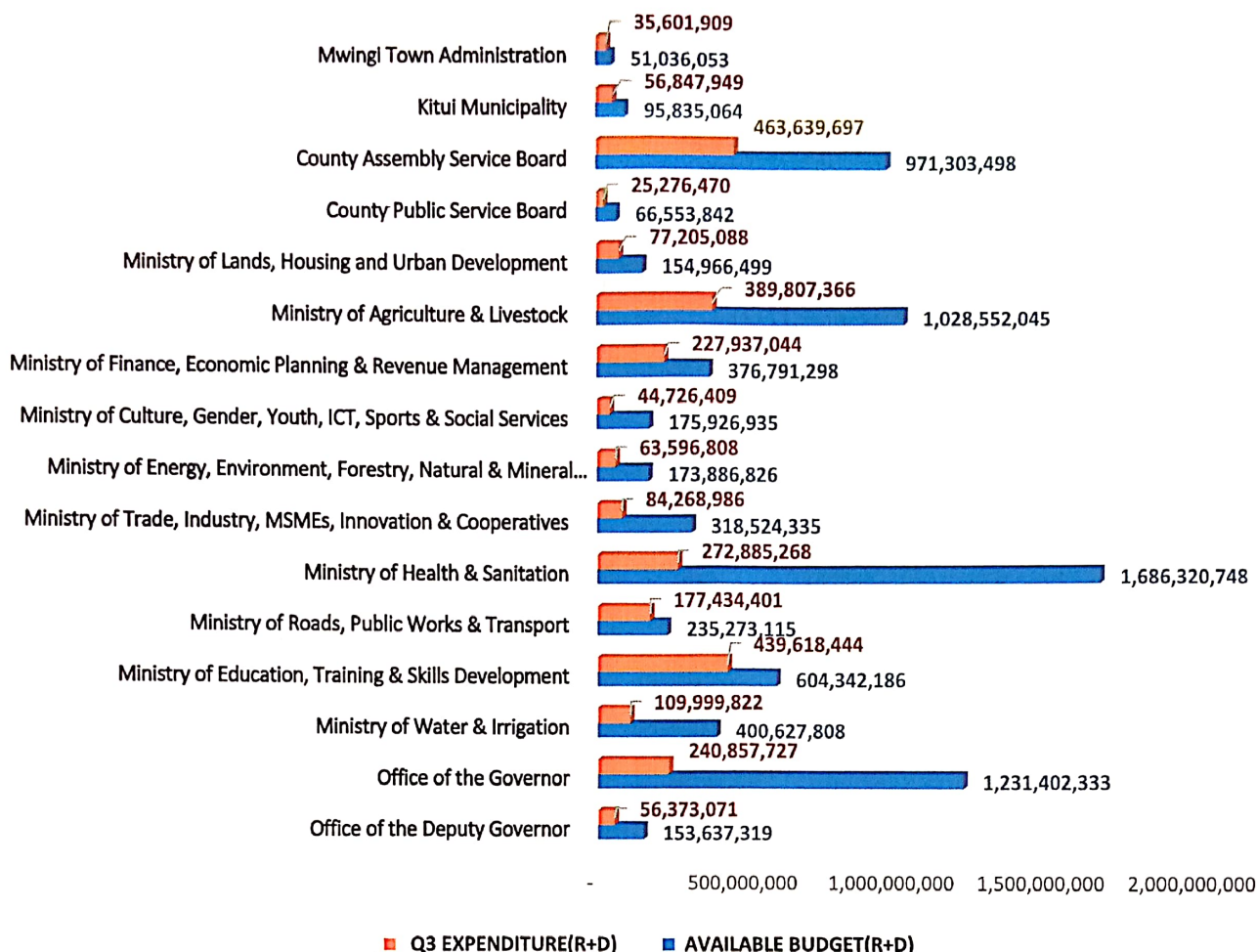
In contrast, the Ministry of Education, Training & Skills Development demonstrated robust budget utilization, spending 72.74% of its allocated budget, amounting to Ksh 439,618,444 out of Ksh 604,342,186. Notably, the Ministry of Roads, Public Works & Transport achieved a commendable absorption rate of 75.42%, expending Ksh 177,434,401 out of Ksh 235,273,115 available.

Across all entities, the grand totals for Quarter Three indicate that out of the allocated budget of Ksh 7,724,979,904, only Ksh 2,766,076,459 was disbursed, reflecting an overall absorption rate of 35.81%.

Table 8: Expenditure performance quarter three FY2023/2024

MINISTRY	AVAILABLE BUDGET	Q3 EXPENDITURE	VARIANCE	ABSORPTION (%)
Office of the Governor	1,231,402,333	240,857,727	990,544,606	19.56
Office of the Deputy Governor	153,637,319	56,373,071	97,264,248	36.69
Ministry of Water & Irrigation	400,627,808	109,999,822	290,627,986	27.46
Ministry of Education, Training & Skills Development	604,342,186	439,618,444	164,723,742	72.74
Ministry of Roads, Public Works & Transport	235,273,115	177,434,401	57,838,714	75.42
Ministry of Health & Sanitation	1,686,320,748	272,885,268	1,413,435,480	16.18
Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives	318,524,335	84,268,986	234,255,349	26.46
Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	173,886,826	63,596,808	110,290,018	36.57
Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	175,926,935	44,726,409	131,200,526	25.42
Ministry of Finance, Economic Planning & Revenue Management	376,791,298	227,937,044	148,854,254	60.49
Ministry of Agriculture & Livestock	1,028,552,045	389,807,366	638,744,679	37.90
Ministry of Lands, Housing and Urban Development	154,966,499	77,205,088	77,761,411	49.82
County Public Service Board	66,553,842	25,276,470	41,277,372	37.98
County Assembly Service Board	971,303,498	463,639,697	507,663,801	47.73
Kitui Municipality	95,835,064	56,847,949	38,987,115	59.32
Mwingi Town Administration	51,036,053	35,601,909	15,434,144	69.76
Grand Total	7,724,979,904	2,766,076,459	4,958,903,445	35.81

Q3 EXPENDITURE ANALYSIS



2.2.2 Financial Overview: Analysis of Expenditure Types and Variance in Q3 FY 23/24

In the third quarter of FY 2023/2024, a comprehensive analysis of current expenditure and capital expenditure reveals key economic indicators within various expenditure categories. The table outlines allocations towards "Compensation to Employees" and "Use of Goods and Services," showcasing absorption rates and variances in budget utilization. Notably, the absorption rate for "Social Benefits" was notably high at 78.07%, indicating efficient allocation and expenditure of allocated funds in this domain.

Examining capital expenditure, investments in "Non-Financial Assets" and "Capital Transfers to Government Agencies" demonstrate moderate absorption rates, reflecting deliberate spending patterns in infrastructure and development projects. Despite an overall absorption rate of 35.81% for Quarter Three, there are evident opportunities for optimizing resource utilization and enhancing budget efficiency across the board.

Table 9: County Expenditure Performance Q3 FY2023/2024 by Economic Classification

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	2,633,678,098	1,224,256,732	1,409,421,366	46.48
2200000 Use of goods and services	1,032,767,113	388,534,909	644,232,204	37.62
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	307,630,618.00	52,854,777.00	254,775,841.00	17.18
2700000 Social Benefits	51,392,922.00	40,124,416.00	11,268,506.00	78.07
3100000 Acquisition of Non-Financial Assets	222,859,908.00	95,369,868.00	127,490,040.00	42.79
4100000 Acquisition of Financial Assets	191,451,781.00	191,451,781.00	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	4,439,780,440	1,992,592,483	2,447,187,957	44.88
Capital Expenditure				
Non-Financial Asset	2,159,253,078	479,923,686	1,679,329,392	22.23
Capital Transfers Govt. Agencies	949907417	220231934	729,675,483	23.18
Other development	176038969	73328356	102,710,613	41.65
Transfers to other Government Entities (C.A Development)				
Sub Total	3,285,199,464	773,483,976	2,511,715,488	23.54
TOTAL	7,724,979,904	2,766,076,459	4,958,903,445	35.81

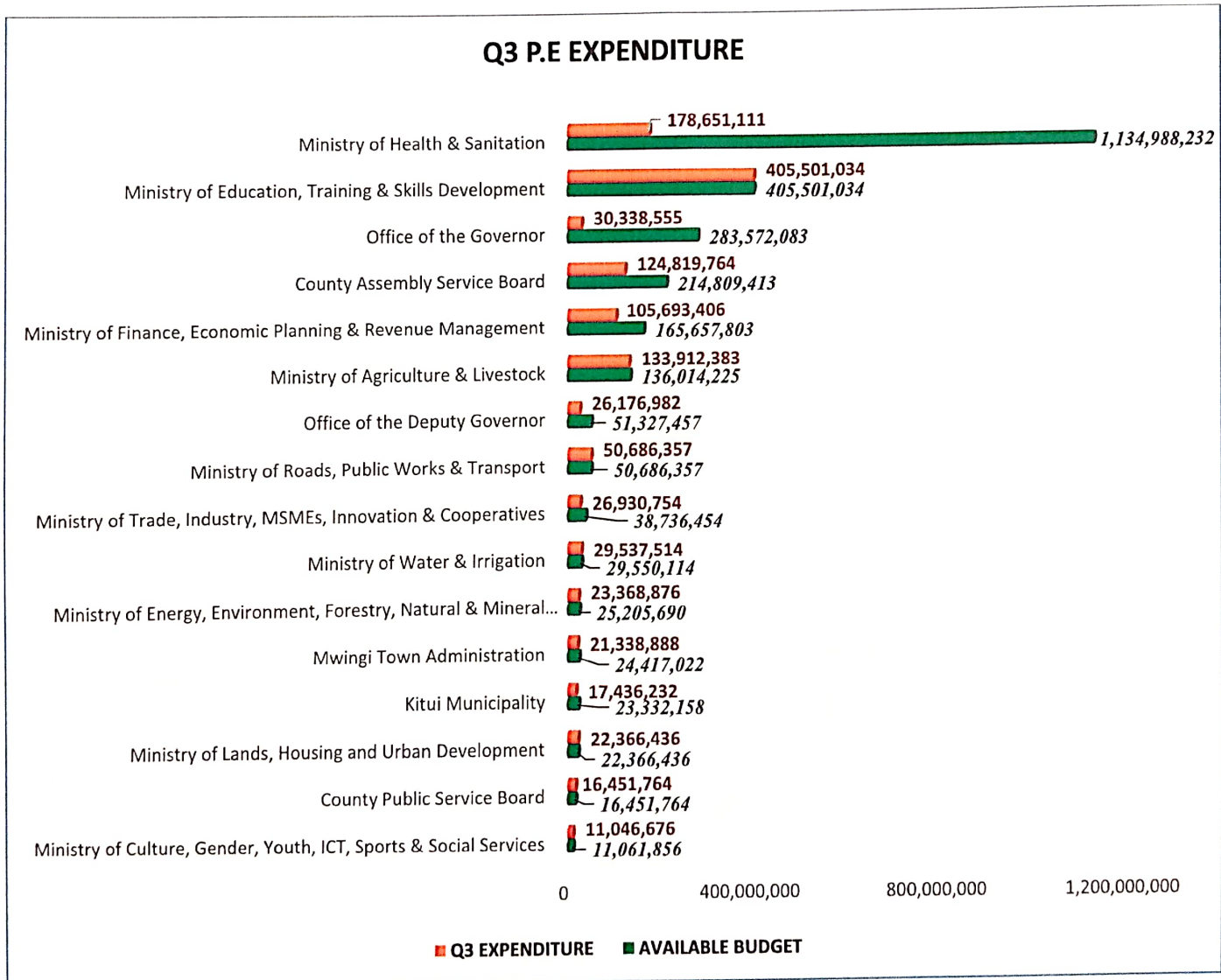
2.2.3 Personal Emolument Overview

The data provided offers a detailed view of personal emoluments expenditure across various ministries and entities during Quarter Three of the fiscal year 2023/2024, encompassing available budgets, actual expenditures, and absorption rates. Notably, the Ministry of Education, Training & Skills Development stands out for fully utilizing its allocated budget, achieving a 100% absorption rate. This indicates efficient budgetary management and alignment of expenditures with staffing and operational needs within the ministry. In contrast, the Office of the Governor exhibited a lower absorption rate of 11%, signaling underutilization of the allocated funds for personal emoluments. Similarly, the County Assembly Service Board utilized 58% of its available budget, suggesting a moderate level of expenditure relative to its allocation.

Moreover, the Ministry of Finance, Economic Planning & Revenue Management achieved a 64% absorption rate, reflecting a strategic balance between budget utilization and financial planning. The overall expenditure for personal emoluments across all entities totaled Ksh 1,224,256,732 out of an available budget of Ksh 2,633,678,098, resulting in an absorption rate of 46%.

Table 10: Personal Emolument Expenditure

MINISTRY	AVAILABLE BUDGET	Q3 EXPENDITURE	Absorption (%)
Ministry of Health & Sanitation	1,134,988,232	178,651,111	16
Ministry of Education, Training & Skills Development	405,501,034	405,501,034	100
Office of the Governor	283,572,083	30,338,555	11
County Assembly Service Board	214,809,413	124,819,764	58
Ministry of Finance, Economic Planning & Revenue Management	165,657,803	105,693,406	64
Ministry of Agriculture & Livestock	136,014,225	133,912,383	98
Office of the Deputy Governor	51,327,457	26,176,982	51
Ministry of Roads, Public Works & Transport	50,686,357	50,686,357	100
Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives	38,736,454	26,930,754	70
Ministry of Water & Irrigation	29,550,114	29,537,514	100
Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	25,205,690	23,368,876	93
Mwingi Town Administration	24,417,022	21,338,888	87
Kitui Municipality	23,332,158	17,436,232	75
Ministry of Lands, Housing and Urban Development	22,366,436	22,366,436	100
County Public Service Board	16,451,764	16,451,764	100
Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	11,061,856	11,046,676	100
Grand Total	2,633,678,098	1,224,256,732	46



2.2.4 Operational and Maintenance Expenditure Overview

The operational and maintenance expenditure data for Quarter Three of the fiscal year 2023/2024 presents a comprehensive view of budget utilization across ministries and entities, detailing available budgets, actual expenditures, and absorption rates.

Noteworthy observations include the Ministry of Education, Training & Skills Development, which demonstrated a high absorption rate of 93.23%, indicating effective utilization of its allocated budget for operational and maintenance purposes. Similarly, the Ministry of Lands, Housing and Urban Development and the Ministry of Agriculture & Livestock achieved absorption rates of 86.93% and 84.70%, respectively, reflecting efficient expenditure management within these sectors.

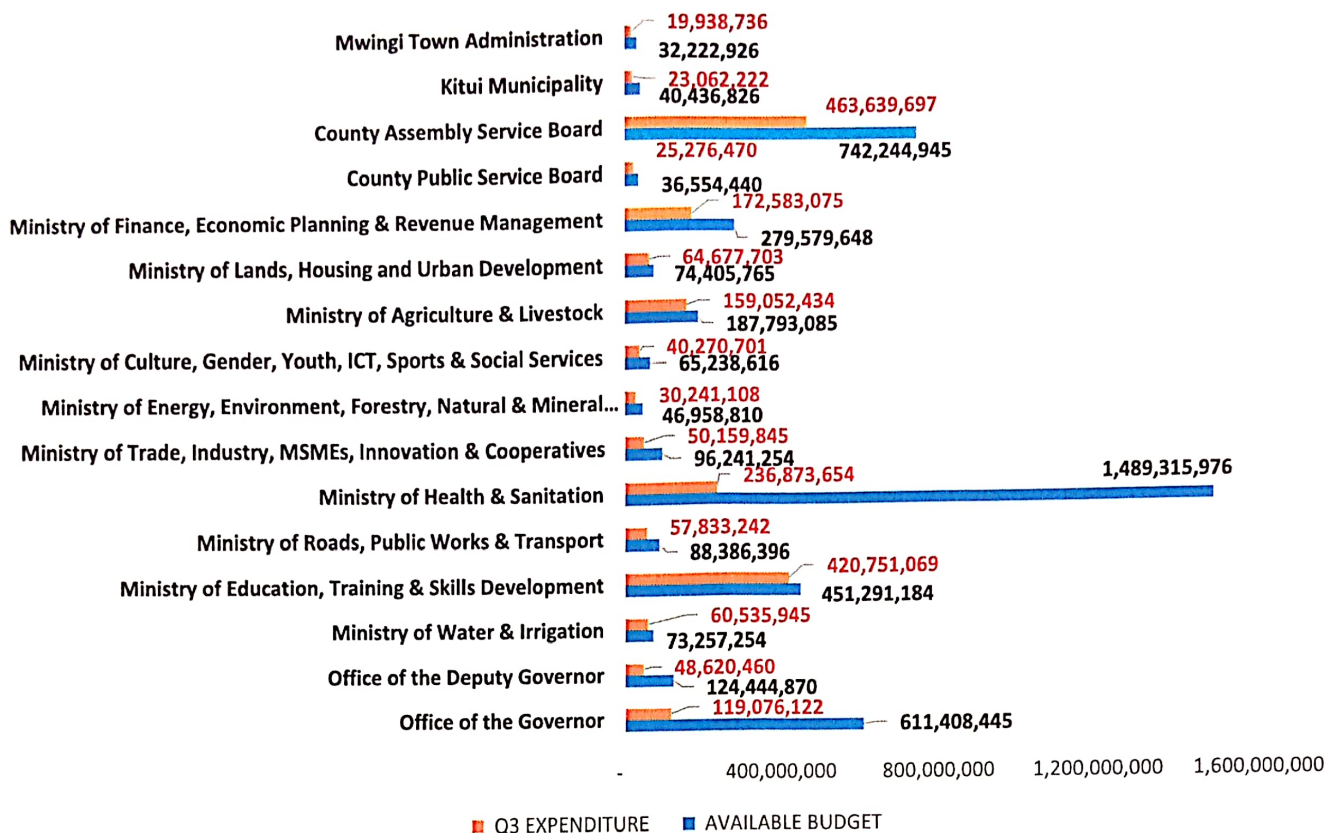
Conversely, certain entities such as the Office of the Governor and the Ministry of Health & Sanitation exhibited lower absorption rates at 19.48% and 15.90%, respectively. These figures suggest potential opportunities for improving budget utilization and operational efficiency to align expenditures with organizational goals and service delivery requirements.

Overall, the grand total operational and maintenance expenditure across all ministries and entities amounted to Ksh 1,992,592,483 out of an available budget of Ksh 4,439,780,440, resulting in an absorption rate of 44.88%.

Table 11: Q3 Operational and Maintenance Expenditure

MINISTRY	AVAILABLE BUDGET	Q3 EXPENDITURE	ABSP. (%)
Office of the Governor	611,408,445	119,076,122	19.48
Office of the Deputy Governor	124,444,870	48,620,460	39.07
Ministry of Water & Irrigation	73,257,254	60,535,945	82.63
Ministry of Education, Training & Skills Development	451,291,184	420,751,069	93.23
Ministry of Roads, Public Works & Transport	88,386,396	57,833,242	65.43
Ministry of Health & Sanitation	1,489,315,976	236,873,654	15.90
Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives	96,241,254	50,159,845	52.12
Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	46,958,810	30,241,108	64.40
Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	65,238,616	40,270,701	61.73
Ministry of Agriculture & Livestock	187,793,085	159,052,434	84.70
Ministry of Lands, Housing and Urban Development	74,405,765	64,677,703	86.93
Ministry of Finance, Economic Planning & Revenue Management	279,579,648	172,583,075	61.73
County Public Service Board	36,554,440	25,276,470	69.15
County Assembly Service Board	742,244,945	463,639,697	62.46
Kitui Municipality	40,436,826	23,062,222	57.03
Mwingi Town Administration	32,222,926	19,938,736	61.88
Grand Total	4,439,780,440	1,992,592,483	44.88

Q3 Operational and Maintenance Expenditure



2.2.5 Development Expenditure Overview

The development expenditure data for Quarter Three of the fiscal year 2023/2024 provides insights into budget utilization and performance across ministries and entities, detailing available budgets, actual expenditures, variances, and absorption rates.

Several ministries demonstrated varying levels of expenditure efficiency and budget utilization. Notably, the Ministry of Agriculture & Livestock exhibited a variance of Ksh 610,004,028, indicating substantial investments in development initiatives relative to its available budget. The Ministry of Roads, Public Works & Transport also achieved a high absorption rate of 81.42%, reflecting significant progress in infrastructure development and public works projects.

Conversely, certain entities such as the Ministry of Culture, Gender, Youth, ICT, Sports & Social Services had a low absorption rate of 4.03%, suggesting slower progress in development activities relative to budget allocations. Similarly, the Ministry of Education, Training & Skills Development and the Ministry of Health & Sanitation showed relatively lower absorption rates at 12.33% and 18.28%, respectively, highlighting potential areas for enhancing project implementation and expenditure management.

Overall, the grand total development expenditure across all ministries and entities amounted to Ksh 773,483,976 out of an available budget of Ksh 3,285,199,464, resulting in an absorption rate of 23.54%.

Table 12:Q3 Development Expenditure

MINISTRY	AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
Office of the Governor	619,993,888	121,781,605	498,212,283	19.64
Office of the Deputy Governor	29,192,449	7,752,611	21,439,838	26.56
Ministry of Water & Irrigation	327,370,554	49,463,877	277,906,677	15.11
Ministry of Education, Training & Skills Development	153,051,002	18,867,375	134,183,627	12.33
Ministry of Roads, Public Works & Transport	146,886,719	119,601,159	27,285,560	81.42
Ministry of Health & Sanitation	197,004,772	36,011,614	160,993,158	18.28
Ministry of Trade, Industry, MSMEs, Innovation & Cooperatives	222,283,081	34,109,141	188,173,940	15.34
Ministry of Energy, Environment, Forestry, Natural & Mineral Resources	126,928,016	33,355,700	93,572,316	26.28
Ministry of Culture, Gender, Youth, ICT, Sports & Social Services	110,688,319	4,455,708	106,232,611	4.03
Ministry of Finance, Economic Planning & Revenue Management	97,211,650	55,353,969	41,857,681	56.94
Ministry of Agriculture & Livestock	840,758,960	230,754,932	610,004,028	27.45
Ministry of Lands, Housing and Urban Development	80,560,734	12,527,385	68,033,349	15.55
County Public Service Board	29,999,402	-	29,999,402	-
County Assembly Service Board	229,058,553	-	229,058,553	-
Kitui Municipality	55,398,238	33,785,727	21,612,511	60.99
Mwingi Town Administration	18,813,127	15,663,173	3,149,954	83.26
Grand Total	3,285,199,464	773,483,976	2,511,715,488	23.54

3.0 STATUS OF COUNTY PENDING BILLS BY THE END OF FY 2023/2024 Q3

By the end of the second quarter, the status of pending bills reveals a mixed picture of progress and outstanding obligations. Among the lots, significant amounts have been disbursed, with Lot 1 leading at Ksh 226,806,528.54, followed by Lot 3 with Ksh 305,858,977.80, and Lot 2 with Ksh 129,844,234.91. Notably, payments related to court degrees and awards amount to Ksh 147,006,469.45, indicating a commitment to fulfilling legal obligations. However, a substantial sum remains unpaid, with Lot 1 accounting for Ksh 80,619,439.06, Lot 2 for Ksh 78,938,426.19, and Lot 3 for Ksh 46,483,265.80, totalling **Ksh 206,041,131.05**. While progress has been made in clearing bills, the outstanding balance underscores the need for continued efforts to address pending obligations effectively.

Table 13: Status of Pending bills by the end of Third Quarter

<i>SUMMARY & NOTES</i>	<i>LOT</i>	<i>AMOUNT</i>
<i>PAID</i>	<i>LOT 1</i>	226,806,528.54
	<i>LOT 2</i>	129,844,234.91
	<i>LOT 3</i>	305,858,977.80
<i>COURT DEGREES AND AWARDS PAID</i>		147,006,469.45
<i>PENDING BILLS SUBJECT TO VALUATION PAID</i>		91,530,710.00
<i>TOTAL PAID</i>		901,046,920.70
<i>UNPAID</i>	<i>LOT 1</i>	80,619,439.06
	<i>LOT 2</i>	78,938,426.19
	<i>LOT 3</i>	46,483,265.80
<i>TOTAL UNPDAID</i>		206,041,131.05

4.0 EMERGING ISSUES, CHALLENGES AND RECOMMENDATIONS

This section highlights the emerging issues, challenges that hampered full implementation of the budget. It further gives recommendations that will be useful in the implementation of the budget in the second quarter.

4.1 EMERGING ISSUES

- i. **Adoption of New Policies Affecting Departmental Budgeting:** The adoption of new policies affecting departmental budgeting may lead to challenges in adjusting existing budget allocations and aligning them with new requirements, potentially causing delays or inefficiencies in budget execution.
- ii. **Delayed Exchequer Releases:** Delays in the release of funds from the exchequer could disrupt planned expenditure timelines, impacting the implementation of projects and programs outlined in the budget.
- iii. **Prolonged Procurement Processes:** Lengthy procurement processes may hinder the timely acquisition of goods and services necessary for project implementation, resulting in delays and potentially affecting the overall budget execution.
- iv. **Unresponsiveness to Public Tenders:** Lack of responsiveness to public tenders could lead to difficulties in awarding contracts and initiating project activities, further delaying the execution of budgeted projects and programs.

Addressing these emerging issues will be essential to ensure smooth and effective budget implementation, allowing the County Government of Kitui to achieve its financial objectives and deliver services efficiently to its constituents.

4.2 CHALLENGES

1. **Delay in Disbursement of Funds by the National Treasury:** The delay in the release of funds by the National Treasury poses a significant challenge to the timely implementation of programs and projects. This issue affects the overall financial fluidity and execution of the county's initiatives.
2. **Nonresponsive Tendering Process:** The no responsiveness to tenders floated by the public is attributed to the lack of inclusion of projects carried forward from FY 2022/22 in the FY 2023/24 budget. This underscores the need for synchronized budget planning that considers ongoing projects.
3. **Delayed Bills of Quantities (BQs) Development:** The delay or slow development of Bills of Quantities (BQs) hampers project implementation by causing delays in project initiation. Streamlining the BQ development process is vital for project timeline adherence.
4. **Lengthy Procurement Processes:** Lengthy procurement processes act as a bottleneck, causing delays in both project and program implementation. Simplifying and expediting the procurement process is critical for timely execution.

5. **Inadequate Means of Mobility and Office Space:** Inadequate mobility and office space across departments, entities, and sub-counties hinder operational efficiency. Addressing these infrastructure challenges is crucial for enhancing the overall working environment and service delivery.

4.3 RECOMMENDATIONS

1. **Timely Disbursement of Funds:** Advocate for the timely disbursement of funds by the National Treasury to ensure a steady and predictable financial flow for effective project implementation.
2. **Increase in Resource Allocation:** Recommend an increase in resource allocation to meet the rising demand for services and projects. This involves a thorough assessment of budgetary needs and adjustments to align with development priorities.
3. **Interdepartmental Synergy for BQ Development:** Encourage interdepartmental collaboration, particularly between the Department of Public Works and the Department of ICT, to facilitate the timely development of Bills of Quantities (BQs). This collaborative effort can expedite project commencement.
4. **Timely Fund Release for Planned Programmes:** Advocate for the timely release of funds to enable departments and entities to execute planned programs without unnecessary delays, ensuring smooth program implementation.
5. **Inter-Sectoral Collaborations and Capacity Building:** Emphasize the need for strengthening inter-sectoral collaborations and partner coordination, along with capacity building for existing staff and recruitment of additional personnel. This multifaceted approach can enhance operational efficiency.

5.0 ANNEXURE 1

Annex I: Quarter Three Departmental Expenditure Performance by Economic Classification and Departments

5.1 OFFICE OF THE GOVERNOR

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	283,572,083	30,338,555	253,233,528	10.70
2200000 Use of goods and services	190,472,514	73,314,370	117,158,144	38.49
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	86,400,000.00	-	86,400,000.00	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	50,963,848.00	15,423,197.00	35,540,651.00	30.26
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	611,408,445	119,076,122	492,332,323	19.48
Capital Expenditure				
Non-Financial Asset	619,993,888	121,781,605	498,212,283	19.64
Capital Transfers Govt. Agencies	-	-	-	-
Other development	-	-	-	-
Transfers to other Government Entities (C.A Development)	-	-	-	-
Sub Total	619,993,888	121,781,605	498,212,283	19.64
TOTAL	1,231,402,333	240,857,727	990,544,606	19.56

5.2 OFFICE OF THE DEPUTY GOVERNOR

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	51,327,457	26,176,982	25,150,475	51.00
2200000 Use of goods and services	55,528,928	19,846,423	35,682,505	35.74
2400000 Interest Payments			-	-
2600000 Current grants and other Transfers			-	-
2700000 Social Benefits			-	-
3100000 Acquisition of Non-Financial Assets	17,588,485.00	2,597,055.00	14,991,430.00	14.77
4100000 Acquisition of Financial Assets			-	-
4500000 Disposal of Financial Assets			-	-
Transfers to other Government Entities (County Assembly)			-	-
Sub Total	124,444,870	48,620,460	75,824,410	39.07
Capital Expenditure				
Non-Financial Asset	23,902,449	7,702,611	16,199,838	32.23
Capital Transfers Govt. Agencies			-	-
Other development	5,290,000	50,000	5,240,000	0.95
Transfers to other Government Entities (C.A Development)			-	-
Sub Total	29,192,449	7,752,611	21,439,838	26.56
TOTAL	153,637,319	56,373,071	97,264,248	36.69

5.3 MINISTRY OF WATER AND IRRIGATION

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	29,550,114	29,537,514	12,600	99.96
2200000 Use of goods and services	32,562,757	20,531,648	12,031,109	63.05
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	11,144,383.00	10,466,783.00	677,600.00	93.92
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	73,257,254	60,535,945	12,721,309	82.63
Capital Expenditure				
Non-Financial Asset	217,784,415	49,463,877	168,320,538	22.71
Capital Transfers Govt. Agencies	109,586,139	-	109,586,139	-
Other development			-	
Transfers to other Government Entities (C.A Development)			-	
Sub Total	327,370,554	49,463,877	277,906,677	15.11
TOTAL	400,627,808	109,999,822	290,627,986	27.46

5.4 MINISTRY OF EDUCATION & SKILLS DEVELOPMENT

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	405,501,034	405,501,034	0	100.00
2200000 Use of goods and services	39,431,944	10,346,629	29,085,315	26.24
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	6,358,206.00	4,903,406.00	1,454,800.00	77.12
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	451,291,184	420,751,069	30,540,115	93.23
Capital Expenditure				
Non-Financial Asset	153,051,002	18,867,375	134,183,627.00	12.33
Capital Transfers Govt. Agencies				
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	153,051,002	18,867,375	134,183,627	12.33
TOTAL	604,342,186	439,618,444	164,723,742	72.74

5.5 MINISTRY OF ROADS, PUBLIC WORKS & TRANSPORT

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	50,686,357	50,686,357	0	100.00
2200000 Use of goods and services	24,528,548	11,633,719	12,894,829	47.43

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	13,171,491.00	4,486,834.00	8,684,657	34.06
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	88,386,396	66,806,910	21,579,486	75.59
Capital Expenditure				
Non-Financial Asset	119,382,719	114,606,359	4,776,360	96.00
Capital Transfers Govt. Agencies			-	
Other development	27,504,000	4,994,800	22,509,200	18.16
Transfers to other Government Entities (C.A Development)			-	
Sub Total	146,886,719	119,601,159	27,285,560	81.42
TOTAL	235,273,115	186,408,069	48,865,046	79.23

5.6 MINISTRY OF HEALTH AND SANITATION

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	1,134,988,232	178,651,111	956,337,121	15.74
2200000 Use of goods and services	133,158,663	4,091,802	129,066,861	3.07
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	219,516,718.00	52,854,638.00	166,662,080.00	24.08
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	1,652,363.00	1,276,103.00	376,260.00	77.23
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	1,489,315,976	236,873,654	1,252,442,322	15.90
Capital Expenditure				
Non-Financial Asset	167,400,071	33,382,514	134,017,557	19.94
Capital Transfers Govt. Agencies	29,604,701	2,629,100	26,975,601	8.88
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	197,004,772	36,011,614	160,993,158	18.28
TOTAL	1,686,320,748	272,885,268	1,413,435,480	16.18

5.7 MINISTRY OF TRADE, INDUSTRY, MSMES, INNOVATION & COOPERATIVES

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	38,736,454	26,930,754	11,805,700	69.52
2200000 Use of goods and services	39,927,559	21,669,332	18,258,227	54.27
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
3100000 Acquisition of Non-Financial Assets	17,577,241.00	1,559,759.00	16,017,482.00	8.87
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	96,241,254	50,159,845	46,081,409	52.12
Capital Expenditure				
Non-Financial Asset	222,283,081	34,109,141	188,173,940	15.34
Capital Transfers Govt. Agencies				
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	222,283,081	34,109,141	188,173,940	15.34
TOTAL	318,524,335	84,268,986	234,255,349	26.46

5.8 ENERGY, ENVIRONMENT, FORESTRY, NATURAL & MINERAL RESOURCES

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	25,205,690	23,368,876	1,836,814	92.71
2200000 Use of goods and services	11,388,561	11,280,791	107,770	99.05
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	10,364,559.00	2,294,959.00	8,069,600.00	22.14
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	46,958,810	36,944,626	10,014,184	78.67
Capital Expenditure				
Non-Financial Asset	62,129,177	28,382,600	33,746,577	45.68
Capital Transfers Govt. Agencies	64,798,839	4,973,100	59,825,739	7.67
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	126,928,016	33,355,700	93,572,316	26.28
TOTAL	173,886,826	70,300,326	103,586,500	40.43

5.9 MINISTRY OF CULTURE, GENDER, YOUTH, ICT, SPORTS & SOCIAL SERVICES

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	11,061,856	11,046,676	15,180	99.86
2200000 Use of goods and services	39,374,724	23,845,958	15,528,766	60.56
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	580,000.00	139.00	579,861.00	0.02
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	13,364,918.00	4,520,810.00	8,844,108.00	33.83
4100000 Acquisition of Financial Assets	857,118.00	857,118.00	-	100.00
4500000 Disposal of Financial Assets	-	-	-	-

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
Transfers to other Government Entities (County Assembly)	-	-	-	
Sub Total	65,238,616	40,270,701	24,967,915	61.73
Capital Expenditure				
Non-Financial Asset	110,688,319	4,455,708	106,232,611	4.03
Capital Transfers Govt. Agencies				
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	110,688,319	4,455,708	106,232,611	4.03
TOTAL	175,926,935	44,726,409	131,200,526	25.42

5.10 MINISTRY OF FINANCE, ECONOMIC PLANNING & REVENUE MANAGEMENT

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	165,657,803	105,693,406	59,964,397	63.80
2200000 Use of goods and services	48,548,100	11,280,791	37,267,309	23.24
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	15,373,745.00	5,608,878.00	9,764,867.00	36.48
4100000 Acquisition of Financial Assets	50,000,000.00	-	50,000,000.00	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	279,579,648	122,583,075	156,996,573	43.85
Capital Expenditure				
Non-Financial Asset				
Capital Transfers Govt. Agencies				
Other development	97,211,650	55,353,969	41,857,681	56.94
Transfers to other Government Entities (C.A Development)				
Sub Total	97,211,650	55,353,969	41,857,681	56.94
TOTAL	376,791,298	177,937,044	198,854,254	47.22

5.11 MINISTRY OF AGRICULTURE & LIVESTOCK

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	136,014,225	133,912,383	2,101,842	98.45
2200000 Use of goods and services	45,145,437	22,033,749	23,111,688	48.81
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	1,133,900.00	-	1,133,900.00	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	5,499,523.00	3,106,302.00	2,393,221.00	56.48
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	187,793,085	159,052,434	28,740,651	84.70
Capital Expenditure				

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
Non-Financial Asset	49,307,903	5,195,611	44,112,292	10.54
Capital Transfers Govt. Agencies	745,917,738	212,629,734	533,288,004	28.51
Other development	45,533,319	12,929,587	32,603,732	28.40
Transfers to other Government Entities (C.A Development)				
Sub Total	840,758,960	230,754,932	610,004,028	27.45
TOTAL	1,028,552,045	389,807,366	638,744,679	37.90

5.12 MINISTRY OF LANDS, HOUSING AND URBAN DEVELOPMENT

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	22,366,436	22,366,436	0	100.00
2200000 Use of goods and services	14,872,859	8,612,373	6,260,486	57.91
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	37,166,470.00	33,698,894.00	3,467,576.00	90.67
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	74,405,765	64,677,703	9,728,062	86.93
Capital Expenditure				
Non-Financial Asset	80,060,734	12,527,385	67,533,349	15.65
Capital Transfers Govt. Agencies			-	
Other development	500,000	-	500,000	-
Transfers to other Government Entities (C.A Development)			-	
Sub Total	80,560,734	12,527,385	68,033,349	15.55
TOTAL	154,966,499	77,205,088	77,761,411	49.82

5.13 COUNTY PUBLIC SERVICE BOARD

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	16,451,764	16,451,764	0	100.00
2200000 Use of goods and services	17,276,908	7,332,585	9,944,323	42.44
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	2,825,768.00	1,492,121.00	1,333,647.00	52.80
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	36,554,440	25,276,470	11,277,970	69.15
Capital Expenditure				
Non-Financial Asset	29,999,402	-	29,999,402.00	-
Capital Transfers Govt. Agencies				
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	29,999,402	-	29,999,402	-

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
TOTAL	66,553,842	25,276,470	41,277,372	37.98

5.14 COUNTY ASSEMBLY

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	214,809,413	124,819,764	89,989,649	58.11
2200000 Use of goods and services	318,839,197	141,655,102	177,184,095	44.43
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	51,392,922.00	40,124,416.00	11,268,506.00	78.07
3100000 Acquisition of Non-Financial Assets	16,608,750.00	16,445,752.00	162,998.00	99.02
4100000 Acquisition of Financial Assets	140,594,663.00	140,594,663.00	-	100.00
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	742,244,945	463,639,697	278,605,248	62.46
Capital Expenditure				
Non-Financial Asset	229,058,553	-	229,058,553	-
Capital Transfers Govt. Agencies				
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	229,058,553	-	229,058,553	-
TOTAL	971,303,498	463,639,697	507,663,801	47.73

5.15 KITUI MUNICIPALITY

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	23,332,158	17,436,232	5,895,926	74.73
2200000 Use of goods and services	14,873,492	4,368,929	10,504,563	29.37
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	2,231,176.00	1,257,061.00	974,115.00	56.34
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	40,436,826	23,062,222	17,374,604	57.03
Capital Expenditure				
Non-Financial Asset	55,398,238	33,785,727	21,612,511.00	60.99
Capital Transfers Govt. Agencies				
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	55,398,238	33,785,727	21,612,511	60.99
TOTAL	95,835,064	56,847,949	38,987,115	59.32

5.16 MWINGI MUNICIPALITY

CURRENT EXPENDITURE	Q3 AVAILABLE BUDGET	ACTUAL EXPENDITURE	VARIANCE	ABSORPTION (%)
2100000 Compensation to Employees	24,417,022	21,338,888	3,078,134	87.39
2200000 Use of goods and services	6,836,922	3,394,226	3,442,696	49.65
2400000 Interest Payments	-	-	-	-
2600000 Current grants and other Transfers	-	-	-	-
2700000 Social Benefits	-	-	-	-
3100000 Acquisition of Non-Financial Assets	968,982.00	-	968,982.00	-
4100000 Acquisition of Financial Assets	-	-	-	-
4500000 Disposal of Financial Assets	-	-	-	-
Transfers to other Government Entities (County Assembly)	-	-	-	-
Sub Total	32,222,926	24,733,114	7,489,812	76.76
Capital Expenditure				
Non-Financial Asset	18,813,127	15,663,173	3,149,954.00	83.26
Capital Transfers Govt. Agencies				
Other development				
Transfers to other Government Entities (C.A Development)				
Sub Total	18,813,127	15,663,173	3,149,954	83.26
TOTAL	51,036,053	40,396,287	10,639,766	79.15