

COUNTY GOVERNMENT OF KILIFI



THE COUNTY TREASURY

**THIRD QUARTER DEPARTMENTAL EXPENDITURE REPORT
FINANCIAL YEAR 2020/21**

APRIL 2021.

Table of Contents

INTRODUCTION	3
EXPENDITURE BY DEPARTMENT.....	5
OFFICE OF THE GOVERNOR.....	5
COUNTY ATTORNEY	6
FINANCE	7
AGRICULTURE	9
LIVESTOCK	10
FISHERIES.....	12
WATER AND SANITATION.....	13
ENVIRONMENT	14
EDUCATION	16
ROADS AND PUBLIC WORKS.....	20
LANDS AND ENERGY	21
PHYSICAL PLANNING.....	22
GENDER	24
TRADE	25
DEVOLUTION, PUBLIC SERVICE & DISASTER MANAGEMENT.....	27
KILIFI MUNICIPALITY	27
MALINDI MUNICIPALITY	28
OVERALL ACTUAL THIRD QUARTER EXPENDITURE	30
OVERALL CUMULATIVE THIRD QUARTER EXPENDITURE	30
RECURRENT AND DEVELOPMENT EXPENDITURE (THIRD QUARTER).....	31
Recurrent Expenditure	32
Development Expenditure	33
RECURRENT AND DEVELOPMENT EXPENDITURE (CUMULATIVE EXPENDITURE).....	33
Recurrent Expenditure	34
Development Expenditure	35
CHALLENGES AND WAY FORWARD	35
Challenges.....	35
Way forward	35

INTRODUCTION

The Quarterly Budget Implementation Report is published in accordance to Section 104(1) (r) of the Public Finance Management (PFM) Act, 2012 which requires a County Treasury to monitor, evaluate and oversee the management of public finances and economic affairs of the county government including reporting regularly to the County Assembly on the implementation of the Annual County Budget; and Section 166 of the same Act which states;

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:
 - a) Contains information on the financial and non-financial performance of the entity; and
 - b) Is in a form determined by the Accounting Standards Board.
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:
 - a) Consolidate the quarterly reports and submit them to the County Assembly;
 - b) Deliver copies to the Controller of Budget, National Treasury and the Commission on Revenue Allocation; and
 - c) Publish and publicize them.

5. In the case of an entity that is a County Corporation, the accounting officer for the corporation shall also submit a copy of the quarterly report to the County Executive Committee member responsible for the corporation, who, upon approving it, shall submit a copy to the County Treasury.

EXPENDITURE BY DEPARTMENT

This shows the departmental expenditures in the third quarter of the FY2020/21

OFFICE OF THE GOVERNOR

ECONOMIC ITEM & TITLE	APPROVED ESTIMATES FY 2020/21 (KSHS.) SUP I	2ND QTR EXPENDITURE 1/10/20-31/12/2020 (KSHS.)	3RD QTR EXPENDITURE 1/1/21-31/03/2021 (KSHS.)	CUMULATIVE EXPENDITURE 1/1/21-31/03/2021 (KSHS.)	ABSORPTION RATE
RECURRENT					
COMPENSATION	139,000,000	42,139,039	15,167,599	80,657,842	58%
O&M	182,795,858	40,601,183	110,239,412	152,119,095	83%
GRAND TOTAL	321,795,858	82,740,222	125,407,012	232,776,937	72%

In the third quarter of the FY 2020/2021, the division spent an expenditure of KSHS 125,407,222 on recurrent expenditure. The Office of the governor spent a cumulative expenditure of KSHS 80,657,842 on compensation to employees. The department also spent KSHS 152,119,095 on operations and maintenance. Thus, the department spent KSHS 232,776,937 on recurrent expenditure, an amount equivalent to an absorption rate of 72% of the total recurrent expenditure. The department had zero expenditure on the development side as at the end of the third quarter of the FY 2020/2021.

COUNTY ATTORNEY

ECONOMIC ITEM & TITLE	APPROVED ESTIMATES FY 2020/21 (KSHS.) SUP I	2ND QTR EXPENDITURE 1/10/20-31/12/2020 (KSHS.)	3RD QTR EXPENDITURE 1/1/21-31/03/2021 (KSHS.)	CUMULATIVE EXPENDITURE 1/1/21-31/03/2021 (KSHS.)	ABSORPTION RATE
RECURRENT					
COMPENSATION					
O&M	84,300,000	813,582	20,449,553	21,318,635	25%
GRAND TOTAL	84,300,000	813,582	20,449,553	21,318,635	25%

In the third quarter of the FY 2020/2021 the Department of County Attorney spent KSHS 20,449,553 on recurrent expenditure. The department had a cumulative expenditure of KSHS 21,318,635 which was spent on operations and maintenance, and had zero expenditure on compensation to employees. This amount is equivalent to an absorption rate of 25% of the total recurrent budget. The department had zero expenditure on the development side as at the end of the third quarter of the FY 2020/2021.

FINANCE

3RD QUARTER EXPENDITURE REPORT					
FINANCE					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	678,044,152	106,338,627	232,205,023	338,543,650	50%
COMPENSATION	266,504,133	7,053,982	92,488,046	99,542,028	37%
O&M	411,540,019	99,284,645	139,716,977	239,001,622	58%
DEVELOPMENT	39,533,455	0	2,291,090	2,291,090	6%
Purch. of Office Furn. & Gen. - Other (Budget)	0	0	2,291,090	2,291,090	6%
TOTAL	717,577,607	106,338,627	234,496,113	340,834,740	47%

The Division of Finance spent a total of KSHS 234,496,113 in the third quarter. KSHS 92,488,046 was spent on compensation to employees and KSHS 139,716,977 on Operations and Maintenance. Total recurrent expenditure amounted to KSHS 232,205,023 which is an absorption rate of 34% of the total recurrent budget of KSHS 678,044,152. On the Development part KSHS 2,291,090 was spent which is an absorption rate of 6%.

Cumulatively for the three quarters the Division has spent KSHS 340,834,740. KSHS 338,543,650 was spent on recurrent which has an absorption rate of 50% of the total recurrent budget. Compensation to employees took KSHS 99,542,028

while Operations and Maintenance was KSHS 239,001,622. On aggregate level the absorption rate of budget utilization is 15%.

ECONOMIC PLANNING

ECONOMIC PLANNING					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	118,424,782	6,910,520	25,349,471	32,259,991	27%
COMPENSATION		-	-	-	0%
O&M	118,424,782	6,910,520	25,349,471	32,259,991	27%
TOTAL	118,424,782	6,910,520	25,349,471	32,259,991	27%

The County Division of Economic Planning during the third quarter had a total expenditure of KSHS 25,349,471. This amount is wholly spent in Operations and Maintenance. The expenditure is a 21% absorption rate of the entire recurrent budget.

Cumulatively for the three quarters the division has spent KSHS 32,259,991 on recurrent which is 27% absorption rate of the whole recurrent budget. The Division only spends on Operations and Maintenance

AGRICULTURE

AGRICULTURE					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	377,741,346	20,685,706	182,017,621	202,703,327	54%
COMPENSATION	260,412,257	7,923,556	111,862,673	119,786,229	46%
O&M	117,329,089	12,762,150	70,154,948	82,917,098	71%
DEVELOPMENT	298,743,701	83,864,372	210,643,114	294,507,486	99%
other capital grants & trans	213,423,229	83,064,372	191,590,895	274,655,267	129%
Refurbishment of Non-Residential Buildings	4,000,000		3,000,000	3,000,000	75%
Purchase of Certified Crop Seed	7,907,670		3,686,770	3,686,770	47%
Purchase of Agricultural Machinery and Equipment	13,787,411			-	0%
Purchase of tree seeds and seedlings			9,949,802	9,949,802	
Refurbishment of Builds - Oth	500,000			-	0%
Other Infrastructure and Civil Works	10,813,205	800,000	2,415,647	3,215,647	30%
Purch. of Household Furn. - Ot	4,800,000			-	0%
Water Supplies and Sewerage	43,512,186		-		0%
TOTAL	676,485,047	104,550,078	392,660,735	497,210,813	73%

The County division for Agriculture spent KSHS 392,660,735 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development. Compensation of employees and Operation & maintenance had KSHS 11,862,673 and KSHS 70,154,948 respectively. Total recurrent expenditure amounted to KSHS 182,017,621. Development expenditure amounted to KSHS 210,643,114.

Cumulatively, the division had recurrent expenditure of 202,703,327 which consisted KSHS 119,786,229 of compensation and KSHS 82,917,098 of O&M. The total recurrent expenditure had an absorption rate of 54% of the entire recurrent budget. The division has a development expenditure of 294,507,486 which had an absorption rate of 99%. The total cumulative expenditure was 497,210,813 with an absorption rate of 73% of the entire budget.

LIVESTOCK

LIVESTOCK					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	51,915,764	4,089,812	21,503,328	25,593,140.00	49%
COMPENSATION	-	-	-	-	
O&M	51,915,764	4,089,812	21,503,328	25,593,140.00	49%
DEVELOPMENT	103,574,567	-	33,143,895	33,143,895	26%
Purchase of Animals and Breeding Stock	55,700,000		10,956,750	10,956,750	20%

Agricultural Materials, Supplies and Small Equipment	4,500,000		5,127,000	5,127,000	114%
Purch. of Certified Seeds - Ot	3,000,000		2,980,000	2,980,000	99%
Other Infrastructure and Civil Works	18,874,567		5,259,645	5,259,645	28%
Purchase of Agricultural Machinery and Equipment	10,000,000		3,824,250	3,824,250	38%
Rehabilitation & Revation -	1,000,000		-	-	0%
Purchase of Vaccines and Sera	10,500,000		4,996,250	4,996,250	48%
Purchase of Medical and Dental Equipment				-	
TOTAL	155,490,331	4,089,812	54,647,223	52,742,685	34%

The County division for Livestock spent KSHS 48,652,873 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development. Compensation of employees had zero expenditure. Operation & maintenance had KSHS 21,503,328. Total recurrent expenditure amounted to KSHS 21,503,328. Development expenditure amounted to KSHS 33,143,895.

Cumulatively, the division had recurrent expenditure of 25,593,140 which consisted of O&M of KSHS 25,593,140 and zero expenditure on compensation. The total recurrent expenditure had an absorption rate of 49% of the entire recurrent budget. The division has a development expenditure of 27,149,545 which had an absorption rate of 26%. The total cumulative expenditure was 52,742,685 with an absorption rate of 34% of the entire budget.

FISHERIES

FISHERIES					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	49,161,994	9,087,292	23,029,072	32,116,364.00	65%
COMPENSATION		-	-	-	-
O&M	49,161,994	9,087,292	23,029,072	32,116,364.00	65%
DEVELOPMENT	59,471,004	-	44,504,380	44,504,380	75%
Other Infrastructure and Civil Works	35,417,004		20,159,397		
Sea Walls and Jetties	10,000,000				
Purchase of Agricultural Machinery and Equipment	2,000,000		1,990,000		
Purchase of Animals and Breeding Stock	5,000,000		2,000,000		
Purchase of Boats	2,000,000				
Purch. of Certified Seeds - Ot	4,000,000				
Purchase of Specialised Plant	1,000,000				
TOTAL	108,632,998	9,087,292	67,533,452	76,620,744	71%

The County division for Fisheries spent KSHS 67,533,452 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development.

Compensation of employees had zero expenditure. Operation & maintenance had

KSHS 23,029,072. Total recurrent expenditure amounted to KSHS 23,029,072. Development expenditure amounted to KSHS 44,504,380.

Cumulatively, the division had recurrent expenditure of 32,116,364 which consisted of O&M of KSHS 32,116,364 and zero expenditure on compensation. The total recurrent expenditure had an absorption rate of 65% of the entire recurrent budget. The division had a development expenditure of 44,504,380 which had an absorption rate of 75%. The total cumulative expenditure was 76,620,744 with an absorption rate of 71% of the entire budget.

WATER AND SANITATION

WATER

Economic Item & Title	Approved Estimates FY 2020/21 (Kshs.)	2nd QTR Expenditure 1/10/20-31/12/2020 (Kshs.)	3rd QTR Expenditure 1/1/21-31/03/2021 (Kshs.)	Cumulative Expenditure 1/1/21-31/03/2021 (Kshs.)	Absorption rate
RECURRENT					
COMPENSATION	160,094,053	38,610,317	66,754,766	129,538,884	81%
O&M	26,932,364	5,871,700	1,608,897	7,480,597	28%
DEVELOPMENT					
CAPITAL GRANTS TO SEMI - AUTONOMOUS GOVERNMENT	700,000,000	-	-	-	0%
OTHER INFRASTRUCTURE AND CIVIL WORKS	428,690,191	23,158,988	118,801,375	141,960,363	33%

TOTAL	1,315,716,608	67,641,004	187,165,038	278,979,844	21%
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The County division for Fisheries spent KSHS 187,165,038 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development. Compensation of employees had KSHS 66,754,766 while Operation & maintenance had KSHS 1,608,897. Total recurrent expenditure amounted to KSHS 68,363,663. Development expenditure amounted to KSHS 118,801,375.

Cumulatively, the County Division for Water & Sanitation spent KSHS 129,538,884 in the third quarter of the FY 2020/2021. The entire amount of the aforementioned expenditure went to compensation of employees. O&M had KSHS 7,480,597. On aggregate level recurrent expenditure in the third quarter utilized only KSHS 137,019,481. This reflects a 73% absorption rate of the recurrent budget execution. In the third quarter, County Division for Water & Sanitation spent a total of KSHS 141,960,363 on infrastructure and civil works. This amount was spent in the third quarter of the FY 2020/2021. This reflects a 13% absorption rate of the development budget execution.

ENVIRONMENT

ENV					
Economic Item & Title	Approved Estimates FY 2020/21 (Kshs.)	2nd QTR Expenditure 1/10/20-31/12/2020 (Kshs.)	3rd QTR Expenditure 1/1/21-31/03/2021 (Kshs.)	Cumulative Expenditure 1/1/21-31/03/2021 (Kshs.)	Absorption rate
RECURRENT					
COMPENSATION					
O&M	116,300,921	58,650,885	15,490,566	74,141,451	64%
DEVELOPMENT					
OTHER CAPITAL GRANTS AND TRANSFERS	20,000,000	-	-	-	0%

OTHER INFRASTRUCTURE AND CIVIL WORKS	3,400,000	-	2,993,825.40	2,993,825.40	
PURCHASE OF MOTOR VEHICLES	5,100,000	-	-	-	
PURCHASE OF BICYCLES AND MOTOR VEHICLES	2,500,000	-	-	-	
PURCHASE OF PRINTING EQUIPMENTS	2,000,000	-	-	-	
PURCHASE OF SPECIALISED PLANT	6,000,000	-	990,000.00	990,000.00	
PURCHASE OF TREE SEEDS AND SEEDLINGS	10,263,912	-	-	-	
ENGINEERING AND DESIGN PLANS	2,500,000	-	-	-	
RESERACH AND FEASIBILITY STUDIES	4,000,000	-	-	-	
TOTAL	55,763,912.00	-	3,983,825.40	3,983,825.40	7%
GRAND TOTAL	172,064,833	58,650,885	19,474,391	78,125,276	45%

The County division for Fisheries spent KSHS 19,474,391 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development. Compensation of employees had zero expenditure while Operation & maintenance had KSHS 15,490,566. Total recurrent expenditure amounted to KSHS 15,490,566. Development expenditure amounted to KSHS 3,983,825.40.

The County Division for Environment, Natural Resources & Wildlife, had an O&M expenditure of KSHS 74,141,451 in the third quarter of the FY2020.21. The division had zero Compensation expenditure in the third quarter of the FY2020.21.

On aggregate level recurrent expenditure in the third quarter; the division utilized KSHS 74,141,451; this reflects a 64% rate of the recurrent budget execution.

In the third half, the County Division for Environment, Natural Resources & Wildlife had expenditure of KSHS 3,983,825.40. The overall absorption rate in the County division for Environment was 45%.

EDUCATION

ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	1,018,108,438	420,267,286	150,104,333	570,371,619	56%
COMPENSATION	557,114,098	234,096,295	84,338,816	318,435,111	57%
O&M	460,994,340	186,170,991	65,765,517	251,936,508	55%
DEVELOPMENT	665,266,007	9,344,044	143,087,633	152,431,677	23%
Non-Residential Buildings (offices, schools, hospitals, etc..)	531,525,821	9,344,044	87,353,641	96,697,685	18%
Purch. of Office Furn. & Gen. - Other (Budget)	53,740,292		53,737,142	53,737,142	100%
Purch. of Office Furn. & Gen. - Other (Budget)	2,000,000		1,996,850	1,996,850	100%

TOTAL	1,683,374,445	429,611,330	234,464,751	664,076,081	39%
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In the third quarter of FY 2020/21, the Division of Education had total expenditure of Ksh 234,464,751 and absorption rate of 39%. Recurrent and development expenditure had Ksh. 150,104,333 and Ksh. 143,087,633 respectively. Compensation to employees amounted to Ksh. 84,338,816 while Ksh. 65,765,517 was spent on Operations and Maintenance.

ICT

ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	81,855,754	2,000,000	1,847,300	3,847,300	5%
COMPENSATION					
O&M	81,855,754	2,000,000	1,847,300	3,847,300	5%
DEVELOPMENT	-	-	-	-	-
ACQUISITION OF NON-FINANCIAL ASSETS					
TOTAL	81,855,754	2,000,000	1,847,300	3,847,300	0

The Division of ICT had a recurrent expenditure of Ksh. 1,847,300 in the third quarter of FY 2020/21 which reflects a 5% absorption rate.

MEDICAL SERVICES

3RD QUARTER EXPENDITURE REPORT					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	2,986,564,835	1,056,403,930	486,506,431	1,542,910,361	52%
COMPENSATION	2,174,427,598	993,172,919	257,366,289	1,250,539,208	58%
O&M	812,137,237	63,231,011	229,140,142	292,371,153	36%
DEVELOPMENT	886,195,429	61,718,417	56,148,968	117,867,385	13%
Non-Residential Buildings (offices, schools, hospitals, etc..)	886,195,429	61,718,417	56,148,968	117,867,385	13%
TOTAL	3,872,760,264	1,118,122,347	542,655,399	1,660,777,746	43%

The County Division for Medical Services spent KSHS 257,366,289 on compensation of employees in the third quarter of FY 2020/21. KSHS 229,140,142 was spent on operations and maintenance bringing the total recurrent expenditure for the division to KSHS. 1,542,910,361 representing 52% absorption rate of its recurrent budget. On development, the division spent KSHS.117, 867,385 representing a 13% absorption rate. The bulk of the development was utilized in Kilifi County Health Complex (Phase II) while the rest was used to fund completion of various projects across the County. The total expenditure of the division was KSHS 1,660,777,746 which represented a 43% absorption rate

PUBLIC HEALTH

3RD QUARTER EXPENDITURE REPORT					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	457,781,345	13,726,456	64,240,930	77,967,386	17%
COMPENSATION					
O&M	457,781,345	13,726,456	64,240,930	77,967,386	17%
DEVELOPMENT	58,000,000	3,110,134	0	3,110,134	5%
Non-Residential Buildings (offices, schools, hospitals, etc..)	58,000,000	3,110,134	-	3,110,134	5%
TOTAL	515,781,345	16,836,590	64,240,930	81,077,520	16%

The County Division for Public Health spent KSHS 64,240,930 on recurrent needs in the third quarter of FY 2021/22. This took the division's cumulative expenditure on recurrent needs to KSHS. 77,967,386 representing 17% absorption rate of its recurrent budget. The entire amount was spent on operations and maintenance. On development, the division spent KSHS 3,110,134 representing a 5% absorption rate. The entire amount was used on the Furnishing and equipping of 6 bed maternity wing at Cow dry clinic. The total spent in the division was KSHS 81,077,520 which represents a 16% absorption rate.

ROADS AND PUBLIC WORKS

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ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	379,028,294	103,841,865	201,589,965	305,431,830.00	81%
COMPENSATION	109,583,038	14,298,244	46,980,228	61,278,472	56%
O&M	269,445,256	89,543,621	154,609,737	244,153,358	91%
DEVELOPMENT	1,185,128,408	-	210,457,017	210,457,017	18%
Non-Residential Buildings (offices, schools, hospitals, etc.)	4,000,000	-	-	-	
Access Roads	894,514,398	-	210,457,017	210,457,017	24%
Construction of roads-other	278,614,010	-	-	-	
Bridges	8,000,000	-	-	-	
TOTAL	1,564,156,702	103,841,865	412,046,982	515,888,847	33%

The County division for Fisheries spent KSHS 412,046,982 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development. Compensation of employees had KSHS 46,980,228 while Operation & maintenance had KSHS 154,609,737. Total recurrent expenditure amounted to KSHS 201,589,965. Development expenditure amounted to KSHS 210,457,017.

Cumulatively, the department of Roads and Transport spent KSHS 61,278,472 of their recurrent budget on compensation to employees. The department also spent KSHS 244,153,358 on operations and maintenance. Therefore, the total recurrent expenditure for Roads in the third quarter of FY2020/21 was KSHS 305,431,830 which is equivalent to an absorption rate of 81% of their total recurrent budget. On the development side, the department had KSHS 210,457,017 expenditure as at the end of the third quarter FY2020/21 which is equivalent to 18% of their total development budget. The overall absorption rate in the County Division for Roads and Public works was 33%

LANDS AND ENERGY

3RD QUARTER EXPENDITURE REPORT					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	188,152,540	25,791,092	11,308,909	37,100,001.40	20%
COMPENSATION	58,770,212	23,879,900	7,197,184	31,077,084	53%
O&M	129,382,328	1,911,192	4,111,725	6,022,917	5%
DEVELOPMENT	316,908,876	-	38,899,921	38,899,921	12%
Access Roads	10,844,852	-	-	-	
Other Infrastructure and Civil Works	12,909,836	-	-	-	
Purchase of Specialised Plant, Equipment and Machinery	19,145,500	-	4,553,840	4,553,840	24%
Feasibility and Appraisal Studies	12,755,000	-	3,725,500	3,725,500	29%
Acquisition of Land			-	-	

- Other (B	22,300,000	-			
Acquisition of Other Intangibl	151,293,520	-	14,603,406	14,603,406	10%
Purchase of Lighting Equipment	87,660,168	-	16,017,175	16,017,175	18%
TOTAL	505,061,416	25,791,092	50,208,830	75,999,922	15%

The County division for Fisheries spent KSHS 50,208,830 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development. Compensation of employees had KSHS 7,197,184 while Operation & maintenance had KSHS 4,111,725. Total recurrent expenditure amounted to KSHS 11,308,909. Development expenditure amounted to KSHS 38,899,921.

Cumulatively, the County Division for Lands & Energy spent KSHS 31,077,084 in the third quarter of the 2020/21 financial Year. The entire amount of the aforementioned expenditure went to compensation of employees. O&M had KSHS 6,022,917. On aggregate level, recurrent expenditure in the third quarter utilized only KSHS 37,100,001.40 reflecting a 20% rate of the recurrent budget execution. County Division for Lands & Energy had a development expenditure of 38,899,921 corresponding to 12% of their total development expenditure. The overall absorption rate in the County Division for Lands and Energy was 15%

PHYSICAL PLANNING

3RD QUARTER EXPENDITURE REPORT					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	38,216,38	377,400			3%

	4		900,000	1,277,400	
COMPENSATION	0	0	-	-	
O&M	38,216,384	377,400	900,000	1,277,400	3%
DEVELOPMENT	116,169,014	0	12,656,070	12,656,070	11%
Non-Residential Buildings (offices, schools, hospitals, etc..)	7,301,511	-	-	-	-
Access Roads	5,408,000	-	-	-	-
Other Infrastructure and Civil Works	2,420,000	-	-	-	-
Feasibility and Appraisal Studies	16,736,000	-	-	-	-
Acquisition of Other Intangibl	84,303,503	-	12,656,070	12,656,070	15%
TOTAL	154,385,398	377,400	13,556,070	13,933,470	9%

The County division for Fisheries spent KSHS 13,556,070 in the third quarter of FY 2020/2021. A bigger portion of the expenditure went to development. Compensation of employees had zero expenditure while Operation & maintenance had KSHS 900,000. Total recurrent expenditure amounted to KSHS 900,000. Development expenditure amounted to KSHS 12,656,070.

Cumulatively, the County Division for Physical planning spent KSHS 1,277,400 in the third quarter of the 2020/21 financial Year. The entire amount of the aforementioned expenditure went to O&M. On aggregate level, recurrent expenditure in the third quarter utilized only KSHS 1,277,400 reflecting a 3% rate of the recurrent budget execution. County Division for Physical planning had development expenditure of 12,656,07 which constituted an absorption rate of

11% from the aggregate budget allocation. The overall absorption rate in the County Division for Physical planning was 9%

GENDER

GENDER, CULTURE, SOCIAL SERVICES AND SPORTS					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	172,342,447	21,491,302	16,445,609	37,936,911.00	22%
COMPENSATION	40,742,916	16,887,090.35	10,026,343	26,913,433	66%
O&M	131,599,531	4,604,211.80	6,419,266	11,023,478	8%
DEVELOPMENT	92,000,000	5,970,520.00	11,925,078.00	19,281,466	21%
NON-RESIDENTIAL BUILDINGS	82,000,000	5,970,520.00	11,925,078	17,895,598	22%
OTHER INFRASTRUCTURAL WORKS	10,000,000	0.00	1,385,868	1,385,868	14%
TOTAL	264,342,447	27,461,822	28,370,687	57,218,377	22%

In the third quarter of FY2020/21, the Department of Gender spent Ksh. 10,026,343 of their recurrent budget on compensation, which is 66% of their status implementation. They had a spending of Ksh. 6,419,266 on operations and maintenance; 8% of their status implementation. They spent a further Ksh. 13,310,946; 21% of their status implementation, on their development budget.

TRADE

3RD QUARTER EXPENDITURE REPORT					
TRADE					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	129,801,235	29,920,430	21,932,228	51,852,658.05	40%
COMPENSATION	59,673,235	21,651,613	8,677,311	30,328,924	51%
O&M	70,128,000	8,268,817	13,254,917	21,523,734	31%
DEVELOPMENT	303,142,414	91,136,228	114,191,915	205,328,143	68%
Construction of Non-Residential Buildings	118,382,414	38,220,432	58,611,878	96,832,310	82%
Contracted Professional Services	9,000,000	0		-	0%
Purchase of Household Furniture	8,860,000	0	1,999,472	1,999,472	23%
Refurbishment of buildings	32,000,000	0	664,769	664,769	2%
Purchase of specialised plant	4,900,000	415,796	415,796	831,591	17%
Water and Sewerage Charges	25,000,000	0		-	0%
Micro finance programme (mbegu fund)	105,000,000	52,500,000	52,500,000	105,000,000	100%
TOTAL	432,943,649	121,056,658	136,124,143	257,180,801	59%

The County Division of Trade in the third quarter of FY 2020/21 had an expenditure of KSHS 21,932,228. This amount was utilised in compensation of employees and operations and maintenance with amounts of KSHS 8,677,311 and KSHS 13,254,917 respectively. The absorption rate of the total recurrent budget utilisation was 17%. On the Development side KSHS 204,863,300 was spent which is a 68% absorption rate of the development budget. Overall expenditure of the third quarter is KSHS 135,659,300 a 31% absorption rate.

On aggregate analysis for the three quarters the total recurrent expenditure was KSHS 51,852,658 which is an absorption rate of 40%. Development expenditure was KSHS 204,863,300. Cumulatively the total expenditure was KSHS 256,715,958 which is an absorption rate of 59% of the entire budget.

COOPERATIVES

COOPERATIVE					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	14,350,000	105,000	267,700	372,700.00	3%
COMPENSATION	-	-	-	-	0%
O&M	14,350,000	105,000	267,700	372,700	3%
DEVELOPMENT	-	-	-	-	0%
TOTAL	14,350,000	105,000	267,700	372,700	3%

The County Division of Cooperatives in the third quarter of FY 2020/21 had an expenditure of KSHS 267,700. This amount was utilized in operations and maintenance. The absorption rate of the total recurrent budget utilization was 2%. The division has no Development expenses.

On aggregate analysis for the three quarters the total recurrent expenditure was KSHS 372,700.00 which is absorption rate of 3%.

DEVOLUTION, PUBLIC SERVICE & DISASTER MANAGEMENT

DEVOLUTION, PUBLIC SERVICE AND DISASTER MANAGEMENT					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	524,149,111	25,415,769	360,705,469	386,121,237.58	74%
COMPENSATION	198,430,990	25,415,768.51	106,131,309	131,547,078	66%
O&M	325,718,121		254,574,160	254,574,160	78%
DEVELOPMENT	0	0.00	0.00	-	0
NON-RESIDENTIAL BUILDINGS	0		-	-	0
TOTAL	524,149,111	25,415,769	360,705,469	386,121,238	74%

In the third quarter of FY2020/21, the department for Public Service Management spent Ksh. 106,131,309 of their recurrent budget on compensation, which is 66% of their status implementation. The department further spent 254,574,160; 78% of their status implementation on operations and maintenance but had no development budget for the financial year this far.

KILIFI MUNICIPALITY

KILIFI MUNICIPALITY					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	3RD QUARTER ACTUAL EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE
RECURRENT	25,000,000	1,918,216	6,433,764	8,351,979.80	33%
COMPENSATION	7,392,000	1,227,215.85	3,825,964	5,053,180	68%
O&M	17,608,000	691,000.00	2,607,800	3,298,800	19%
DEVELOPMENT	0	0	0	0	0
OTHER INFRASTRUCTURAL WORKS	0	0.00	-	-	0
TOTAL	25,000,000	1,918,216	6,433,764	8,351,980	33%

In the third quarter of FY2020/21, the Kilifi Municipality spent Ksh. 3,825,964 of their recurrent budget on compensation; 68% of their status implementation. They also spent Ksh. 2,607,800; 19% of their status implementation on operations and maintenance. The department had no allocation on development budget for the financial year.

MALINDI MUNICIPALITY

MALINDI MUNICIPALITY					
ITEM DESCRIPTION	APPROVED ESTIMATE	HALF YEAR ACTUAL EXPENDITURE	ACTUAL Q3 EXPENDITURE	CUMULATIVE EXPENDITURE	ABSORPTION RATE

RECURRENT	33,991,854	6,444,146	14,770,567.00	21,214,713.45	62%
COMPENSATION	14,990,000	5,375,176.45	4,505,271	9,880,447	66%
O&M	19,001,854	1,068,970.00	10,265,296	11,334,266	60%
DEVELOPMENT	26,200,000	0.00	-		0%
OTHER INFRASTRUCTURAL WORKS	0	0.00	-		0%
TOTAL	60,191,854	6,444,146	14,770,567	21,214,713	35%

In the third quarter of FY2020/21, the Malindi Municipality spent Ksh. 4,505,271 of their recurrent budget on compensation, which is 66% of their status implementation. They had a spending of Ksh. 10,265,296 on operations and maintenance; 60% of their status implementation but had no spending on their development budget.

OVERALL ACTUAL THIRD QUARTER EXPENDITURE

ITEM DESCRIPTION	APPROVED ESTIMATE	ACTUAL Q3 EXPENDITURE
RECURRENT	8,034,053,471	2,050,868,513
COMPENSATION	4,047,134,530	815,321,799
O&M	3,986,918,941	1,235,546,714
DEVELOPMENT	5,005,444,564	726,476,723
TOTAL	13,039,498,035	2,777,345,236

The overall actual expenditure of the third quarter of FY 2020/21 amounted to KSHS 2,777,345,236. Recurrent expenditure had the larger portion of the third quarter expenditure; KSHS 2,050,868,513 was spent on recurrent, the other portion on development which amounted to KSHS 726,476,723.

OVERALL CUMULATIVE THIRD QUARTER EXPENDITURE

ITEM DESCRIPTION	APPROVED ESTIMATE	CUMULATIVE EXPENDITURE	RATE OF BUDGET EXECUTION
RECURRENT	8,034,053,471	4,141,229,073	51.55%
COMPENSATION	4,047,134,530	2,294,577,920	56.70%
O&M	3,986,918,941	1,846,651,153	46.32%
DEVELOPMENT	5,005,444,564	1,215,236,443	24.28%
TOTAL	13,039,498,035	5,356,465,516	41.08%

The overall cumulative expenditure of the third quarter of FY 2020/21 amounted to KSHS 5,356,465,516. Recurrent expenditure had the larger portion of the third quarter expenditure; KSHS 4,141,229,073 was spent on recurrent, the other portion on development which amounted to KSHS 1,215,236,443. The rate of budget execution on recurrent expenditure was 51.55% and 24.28% on development expenditure. The overall rate of budget execution in the third quarter was 41.08%. The third quarter of FY2020.21 had lower budget absorption; this was attributed to the delays in exchequer release of the equitable share caused by the revenue sharing stalemate in the senate.

RECURRENT AND DEVELOPMENT EXPENDITURE (THIRD QUARTER)

3RD QUARTER EXPENDITURE		
DEPARTMENT	RECURRENT	DEVELOPMENT
COUNTY ASSEMBLY	-	-
OFFICE OF THE GOVERNOR	125,407,011	-
COUNTY ATTORNEY	20,449,553	-
FINANCE	232,205,023	2,291,090
ECONOMIC. PLANNING	25,349,471	-
AGRICULTURE	182,017,621	210,643,114
LIVESTOCK	21,503,328	27,149,545
FISHERIES	23,029,072	44,504,380
WATER AND SANITATION	68,363,663	118,801,375
ENVIRONMENT	15,490,566	3,983,825.40

EDUCATION	150,104,333	84,360,417
ICT	1,847,300	-
MEDICAL SERVICES	486,506,431	56,148,968
PUBLIC HEALTH	64,240,930	-
ROADS	201,589,965	-
LANDS ENERGY	11,308,909.00	38,899,921
PHYSICAL PLANNING	900,000	12,656,070
GENDER	16,445,609	13,310,946
TRADE	21,932,228.00	113,727,072
COOPERATIVES	267,700.00	-
CPSB	-	-
PUBLIC SERVICE MANAGEMENT	-	-
DEVOLUTION & DISASTER MANAGEMENT	360,705,469.00	-
KILIFI MUNICIPALITY	6,433,764.00	-
MALINDI MUNICIPALITY	14,770,567.00	-
TOTAL	2,050,868,513	726,476,723

Recurrent Expenditure

The Department of Health recorded the highest amount of recurrent expenditure which was KSHS. 550,747,361. Other departments that recorded high amount of spending on recurrent expenses were the department of Devolution and disaster management, Finance and Economic planning and Roads. Their expenditure amounted to KSHS 360,705,469.00, KSHS 257,554,494 and KSHS 201,589,965

respectively. Total recurrent expenditure in the third quarter amounted to KSHS. 2,050,868,513.

Development Expenditure

The department of Agriculture, Livestock and Fisheries spent the highest amount in development expenditure which was KSHS. 210,643,114. Other departments with high development expenditure were Water and Trade amounting to KSHS.118, 801,375 and KSHS.113, 727,072 respectively. The total development expenditure was KSHS. 726,476,723.

RECURRENT AND DEVELOPMENT EXPENDITURE (CUMULATIVE EXPENDITURE)

CUMULATIVE EXPENDITURE		
DEPARTMENT	RECURRENT	DEVELOPMENT
COUNTY ASSEMBLY	-	-
OFFICE OF THE GOVERNOR	232,776,937	-
COUNTY ATTORNEY	21,318,635	-
FINANCE	338,543,650	2,291,090
ECONOMIC PLANNING	32,259,991	-
AGRICULTURE	202,703,327	294,507,486
LIVESTOCK	25,593,140	27,149,545
FISHERIES	32,116,364	44,504,380
WATER AND SANITATION	137,019,481	141,960,363
ENVIRONMENT	74,141,451	3,983,825.40
EDUCATION	570,371,619	93,704,461
ICT	3,847,300	-
MEDICAL SERVICES	1,542,910,361	117,867,385

PUBLIC HEALTH	77,967,386	3,110,134
ROADS	305,431,830	210,457,017
LANDS ENERGY	37,100,001.40	38,899,921
PHYSICAL PLANNING	1,277,400	12,656,070
GENDER	37,936,911	19,281,466
TRADE	51,852,658.05	204,863,300
COOPERATIVES	372,700.00	-
CPSB	-	-
PUBLIC SERVICE MANAGEMENT	-	-
DEVOLUTION & DISASTER MANAGEMENT	386,121,237.58	-
KILIFI MUNICIPALITY	8,351,979.80	-
MALINDI MUNICIPALITY	21,214,713.45	-
TOTAL	4,141,229,073	1,215,236,443

Recurrent Expenditure

The Department of Health recorded the highest amount of recurrent expenditure which was KSHS.1, 620,877,747. Other departments that recorded high amount of spending on recurrent expenses were the department of Education and ICT, Finance and Economic planning and Devolution. Their expenditure amounted to KSHS 574,218,919, KSHS 370,803,641 and KSHS 386,121,237 respectively. Total recurrent expenditure in the third quarter amounted to KSHS. 4,141,229,073

Development Expenditure

The department of Agriculture, Livestock and Fisheries spent the highest amount in development expenditure which was KSHS. 370,803,641. Other departments with high development expenditure were Trade and Roads amounting to KSHS. 204,863,300 and KSHS. 210,457,017 respectively. The total development expenditure was KSHS. 1,215,236,443.

CHALLENGES AND WAY FORWARD

Challenges

In the FY 2020/21, the operations of the county encountered the following challenges:

- i. Collection of revenue was lower than its target.
- ii. Late disbursement of cash from the exchequer. Development funds were not disbursed on time heavily impacting the third quarter.

Way forward

- i. Comply with fiscal requirement to ensure timely disbursement of funds from the exchequer.
- ii. Coming up with new ways to collect revenue and new revenue streams.