

## County Government of Uasin Gishu

### 1.1.1 Overview of FY 2024/25 Budget

The Uasin Gishu county approved budget for FY 2024/25 was Kshs. 12.09 billion. It comprised Kshs. 4.71 billion (39.0 per cent) and Kshs.7.37 billion (61.0 per cent) allocation for development and recurrent programmes, respectively. The budget estimates represent a decrease of Kshs. 59.45 million (0.5 per cent) from the FY 2023/24 budget comprised of a development budget of Kshs. 4.06 billion and a recurrent budget of Kshs.8.09. billion.

The Uasin Gishu County Government budget will be financed from different sources of revenue. These include; Kshs. 8.77 billion (72.5 per cent) expected from the National Government as the equitable share of revenue raised nationally, Kshs. 1.93 billion as additional allocations/conditional grants, and Kshs 1.40 billion (11.5 per cent) generated as gross own source revenue. The own source revenue includes Kshs.76.8 million (0.6 per cent) as Facility Improvement Fund (revenue from health facilities), and, Kshs.1.32 million (10.9 per cent) as ordinary own-source revenue. A breakdown of the additional allocations/conditional grants.

### 1.1.2 Revenue Performance

In the first quarter of FY 2024/25, the County received a total of Kshs. 1.59 billion to fund recurrent and development activities. The equitable share from the national government was Kshs. 1.39 billion, Conditional grants from government and development partners of Kshs. 52.63 billion and own source revenue (OSR) collection of Kshs. 147.24 million. The County is yet to factored in cash balance from FY 2023/24.

Analysis of the total OSR collection of Kshs.147.24 million indicates that it included Facilities Improvement Financing (FIF) of Kshs. 6.80 million ordinary OSR. Table 1 summarises the total revenue available to the county government during the first quarter of FY 2024/25. performance

**Table -1:** Uasin Gishu County, Revenue Performance in the First Quarter of FY 2024/25

County Revenue Performance in FY 2024/25				
S/No	Revenue	Annual Budget Allocation (in Kshs)	Actual Receipts (in Kshs.)	Actual Receipts as Percentage of Annual Allocation (%)
A.	<b>Equitable Share of Revenue Raised Nationally</b>	8,766,325,224	1,390,301,983	15.9
<b>Sub Total</b>		<b>8,766,325,224</b>	<b>1,390,301,983</b>	<b>15.9</b>
B	<b>Conditional Grants</b>			
1	County Aggregated Industrial Park	0	52,631,579	0.0
2	Danida	9,750,000		0.0
3	WB- KUSP	420,055,948		0.0
4	WB-KDSP	37,500,000		0.0
5	WB-IDA NAVCDP	151,515,152		0.0
6	Kenya Agricultural Business Development Project ( KABDP)	10,918,919		0.0
7	Road Maintenance Fuel Levy( RMLF)	245,361,740		0.0
8	Community Health Promoters( CHP)	61,980,000		0.0
9	WB-KISSIP II	990,000,000		0.0
10	20% share of minerals Royalties	376,383		0.0
<b>Sub-Total</b>		<b>1,927,458,142</b>	<b>52,631,579</b>	<b>2.7</b>

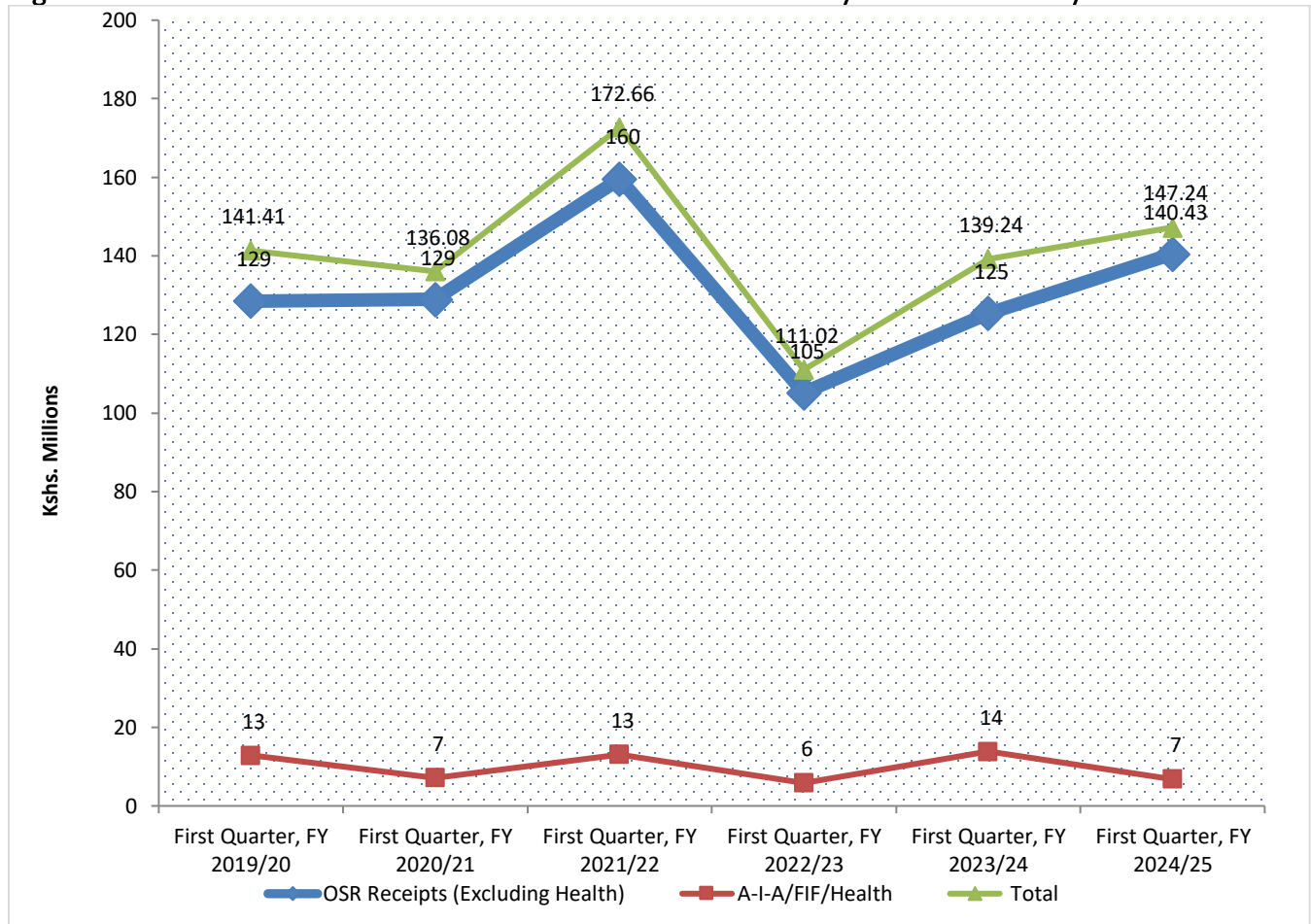
C	Other Sources of Revenue			
1	Ordinary Own Source Revenue	1,318,200,000	140,433,272	10.7
2	Balance b/f from FY2023/24	0	0	0.0
3	Facility Improvement Fund (FIF)	76,800,000	6,804,479	8.9
4	Other Revenues	0	0	0.0
5	Appropriation in Aid (AIA)	0	0	0.0
<b>Sub Total</b>		<b>1,395,000,000</b>	<b>147,237,751</b>	<b>10.6</b>
<b>Grand Total</b>		<b>12,088,783,366</b>	<b>1,590,171,313</b>	<b>13.2</b>

*Source: Uasin Gishu County Treasury*

*The County does not have governing legislation on the operation of ordinary A-I-A and FIF.*

Figure 1 shows the trend in own-source revenue collection from the First Quarter of FY 2019/20 to First Quarter of FY 2024/25.

**Figure 1: Trend in Own-Source Revenue Collection from the FY 2018/19 to the FY 2024/25**

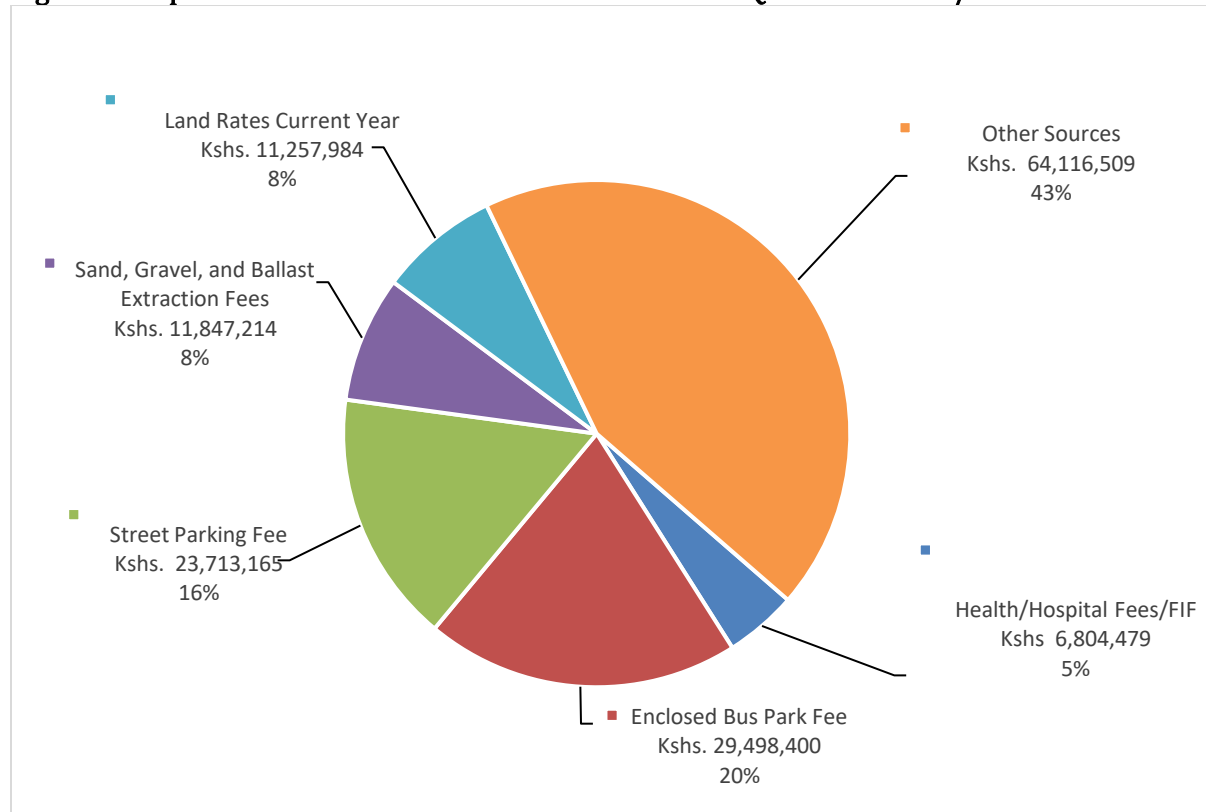


*Source: Uasin Gishu County Treasury*

During the first quarter of FY 2024/25, the County generated a total of Kshs. 147.24 million from its sources of revenue, inclusive of AIA and FIF. This amount was an increase of 5.4 per cent compared to Kshs.139.24 million realised in a similar period in FY 2023/24 and was 10.6 per cent of the annual target and 10.6 per cent of the equitable revenue share disbursed. The increase can be attributed to increased monitoring of revenue collection systems.

The revenue streams which contributed the highest OSR receipts are shown in Figure 2.

**Figure 2: Top Streams of Own Source Revenue in the First Quarter FY 2024/25**



*Source: Uasin Gishu County Treasury*

The highest revenue stream of Kshs. 29.50 million was from enclosed Bus park contributing to 20 per cent of the total OSR receipts during the reporting period.

### 1.1.3 Borrowing by the County

The county government did not borrow from financial institution during the reporting period.

### 1.1.4 Exchequer Issues

The Controller of Budget approved withdrawals of Kshs.1.08 billion from the CRF account during the reporting period for recurrent programmes in the first quarter of FY 2024/25. Analysis of the recurrent exchequers released in the first three months of FY 2024/25 indicates that Kshs. 870.00 million was released towards employee compensation and Kshs.337.96 million for operations and maintenance expenditure.

The county government did not factor in a cash balance in the CRF account as of 30th September 2024.

#### **1.1.5 County Expenditure Review**

The County spent Kshs. 1.08 billion on recurrent programmes in the reporting period. The expenditure represented 99.9 per cent of the total funds released by the CoB and comprised of Kshs. 1.08 billion recurrent programmes. Expenditure on recurrent expenditure represented 99.3 per cent of the annual recurrent expenditure budget.

#### **1.1.6 Settlement of Pending Bills**

The County reported pending bills amounting to Kshs 716.31 million, comprising pending payments by the county executive of Kshs. 673.81 million and Kshs 42.5 million for the county assembly.

The county executive's pending bills consist of Kshs. 253.13 million for recurrent expenditures and Kshs. 420.68 million for development expenditures. The County executive settled pending bills amounting to Kshs. 53.85 million for recurrent expenditure, while the County Assembly settled pending bills worth Kshs. 12 million on development programs. Therefore, the outstanding bills were Kshs.650.46 million as of 30th September 2024.

#### **1.1.7 Expenditure by Economic Classification**

During the first quarter of FY 2024/25, the County Executive spent Kshs.798.66 million on employee compensation, Kshs.278.16 million on operations and maintenance, and no expenditure on development activities. Similarly, the County Assembly spent Kshs.65.37 million on employee compensation, Kshs. 51.34 million on operations and maintenance, and nothing on development activities, as shown in Table 2.

#### **Table 2: Summary of Budget and Expenditure by Economic Classification**

Expenditure Classification	Budget (Kshs.)		Exchequer Issues (Kshs.)		Expenditure (Kshs)		Absorption (%)		Overall Absorption (%)	Overall Expenditure as a Percentage of Revenue (%)
	County Executive	County Assembly	County Executive	County Assembly	County Executive	County Assembly	County Executive	County Assembly		
<b>Total Recurrent Expenditure</b>	7,374,717,042	805,657,536	1,084,042,944	123,925,904	1,076,825,699	116,708,659	14.6	14.5	14.6	75.06
<b>Compensation to Employees</b>	4,659,339,207	438,223,168	798,663,593	71,342,206	798,663,593	65,374,540	17.1	14.9	17.0	54.34
<b>Operations and Maintenance</b>	2,715,377,835	367,434,368	285,379,351	52,583,698	278,162,106	51,334,119	10.2	14.0	10.7	20.72
<b>Development Expenditure</b>	4,714,066,324	60,000,000	-	-	-	-	-	-	-	-
<b>Total</b>	<b>12,088,783,366</b>	<b>865,657,536</b>	<b>1,084,042,944</b>	<b>123,925,904</b>	<b>1,076,825,699</b>	<b>116,708,659</b>	<b>8.9</b>	<b>13.5</b>	<b>9.2</b>	<b>75.06</b>

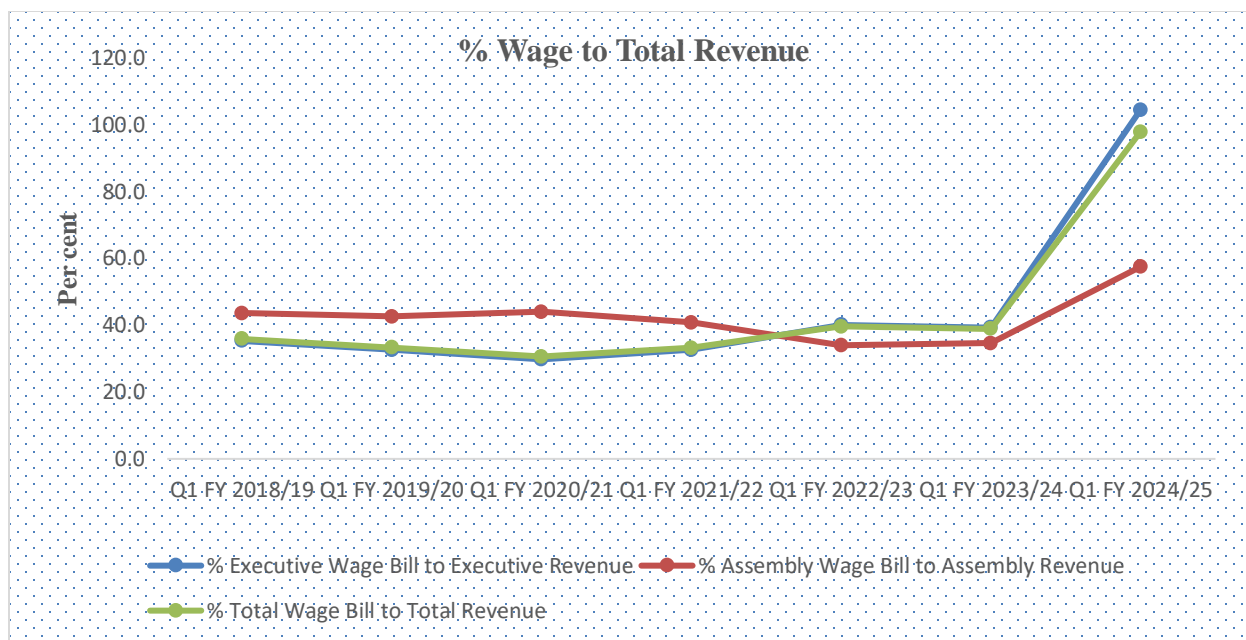
*Source: Uasin Gishu County Treasury*

### 1.1.8 Expenditure on Employees' Compensation

In the first quarter of FY 2024/25, expenditure on employee compensation was Kshs. 864.03 million, or 54.3 per cent of the available revenue of Kshs. 1.59 billion. This expenditure represented an increase from Kshs.702.59 billion reported in a similar period in FY 2023/24. The wage bill included Kshs. 254.51 million paid to the health sector employees, translating to 29.5 per cent of the total wage bill. The increase is occasioned by employment of ninety (90) Early Child Teachers (ECD) by the County Government of Uasin Gishu and also a Court case reinstating 25 support staff in the department of health.

Figure 3 shows the trend of personnel expenditures as a percentage of total revenue from the first quarter of FY 2017/18 to the first quarter of FY 2024/25.

**Figure 3: Percentage of Wage Bill to Total Revenue from the First Quarter of FY 2018/19 to the First Quarter of FY 2024/25**



Source: Uasin Gishu County Treasury

Further analysis indicates that PE costs amounting to Kshs.798.68 million were processed through the Integrated Personnel and Payroll Database (IPPD) system while Kshs.65.36 million was processed through manual payrolls. The manual payrolls accounted for 7.6 per cent of the total PE cost.

The County Assembly spent Kshs.5.48 million on committee sitting allowances for the 44 MCAs against the annual budget allocation of Kshs.39.92 million. The average monthly sitting allowance was Kshs.124,504 per MCA. The County Assembly had 24 house committees.

### 1.1.9 County Emergency Fund and County-Established Funds

Section 116 of the PFM Act 2012 allows County governments to establish other public funds with approval from the County Executive Committee and the County Assembly. The County allocated Kshs. 315.91 million to county-established funds in FY 2024/25, or 2,6 per cent of the County's overall budget. Further, the County allocated Kshs.35.0 million to the Emergency Fund (0.3 per cent of the total budget) in line with Section 110 of the PFM Act, 2012.

Table 3 summarises each established Fund's budget allocation and performance during the reporting period.

**Table 3: Performance of County Established Funds in the First Quarter of FY 2024/25**

S/No.	Name of the Fund	Approved Budget Allocation in FY 2024/25 (Kshs.)	Exchequer Issues in First Quarter of FY 2024/25 (Kshs.)	Actual Expenditure in First Quarter of FY 2024/25 (Kshs.)	Cumulative disbursements to the Fund (Kshs)	Submission of Annual Financial Statements
	County Executive Established Funds					

1	Uasin Gishu County Emergency Fund-Governor	35,000,000	-	-	-	not yet
2	Uasin Gishu Couty Enterprise Development Fund	-	-	-	517,771,435	yes
3	Uasin Gishu County Inua Biashara Fund{(trade)	20,000,000	-	-	120,814,711	yes
4	Uasin Gishu County Bursary and Skills Development Support Fund	176,000,000	-	-	184,207,362	yes
5	Car Loan & Mortgage - County Executive(governor)	25,000,000	-	-	-	not yet
6	Uasin Gishu TVET Fund	40,000,000	-	-	325,382,015	yes
<b>County Assembly Established Funds</b>						
1	Car Loan & Mortgage - County Assembly	19,908,000	-	-	-	not yet
<b>Total</b>		<b>315,908,000</b>	-	-	<b>1,148,175,523</b>	

Source: *Uasin Gishu County Treasury*

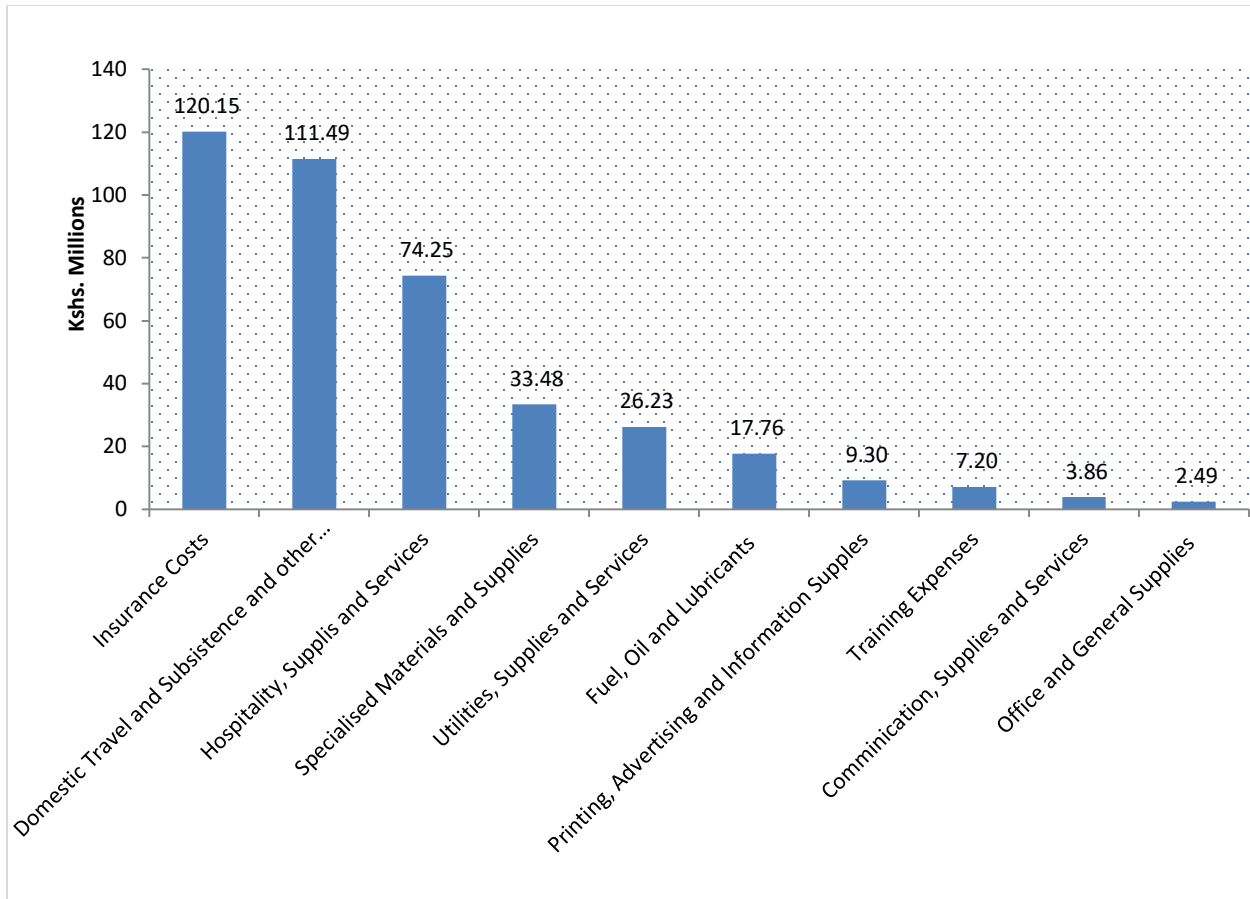
During the reporting period, the CoB did not receive quarterly financial reports from 3 Fund Administrators, as indicated in Table 3, contrary to the requirement of Section 168 of the PFM Act, 2012.

The County government uses commercial bank accounts to operate the above-established Funds contrary to Regulations 82(1)(b) of the PFM (County Governments) Regulations, 2015, which requires that County Government bank accounts must be opened and maintained at the Central Bank of Kenya.

#### 1.1.10 Expenditure on Operations and Maintenance

Figure 4 summarises the Operations and Maintenance expenditure by major categories.

**Figure 4: Uasin Gishu County, Operations and Maintenance Expenditure by Major Categories**



*Source: Uasin Gishu County Treasury*

Expenditure on domestic travel amounted to Kshs.111.49 million and comprised Kshs. 91.0 million spent by the County Assembly and Kshs. 20.49 million by the County Executive. There was no Expenditure on foreign travel.

### **1.1.11 Facility Improvement Financing**

During the period under review, the County reported collection of Kshs. 6.80 million from department of health, which was 0.4 per cent of the annual target of Kshs. 76.8 million. The collected amount was swept to the county revenue fund account. The county is yet to develop facility improvement fund Act.

### **1.1.12 Development Expenditure**

In the First Quarter of FY 2024/25, the County did not record spending on development programmes, representing a decrease of 100 per cent compared to a similar period in FY 2023/24, when the County spent Kshs.440.86 million.

### **1.1.13 Budget Performance by Department**

Table summarises the approved budget allocation, expenditure and absorption rate by departments in the first three months of FY 2024/25.



**Table 6: Uasin Gishu County, Budget Allocation and Absorption Rate by Department**

Department	Budget Allocation (Kshs.)		Exchequer Issues (Kshs. )		Expenditure (Kshs.)		Expenditure to Exchequer Issues (%)		Absorption rate (%)	
	Rec	Dev	Rec	Dev	Rec	Dev	Rec	Dev	Rec	Dev
County Assembly	826	60	124	-	117		94.2	-	14.1	-
Governor's Office	110		13		13		100.0	-	11.7	-
Finance	392		45	-	45		100.0	-	11.6	-
Public Service Management	867		178	-	178		100.0	-	20.5	-
ICT, E-Government and Innovation	64	26	13	-	13		100.0	-	21.0	-
Roads, Transport and Public Works	588	770	91	-	91		100.0	-	15.4	-
Clinical Services	1,604	240	269	-	269		100.0	-	16.7	-
Agriculture, Livestock and Fisheries	226	343	40	-	40		100.0	-	17.8	-
Trade, Industry, Investment and Tourism	69	128	7	-	7		100.0	-	10.1	-
Education and Vocational Training	627	144	80	-	80		100.0	-	12.8	-
County Public Service Board	64		17	-	17		100.0	-	26.1	-
Economic Planning	115		42	-	42		100.0	-	36.3	-
Administration and Devolution	170	110	32	-	32		100.0	-	18.6	-
Youth and Sports Development	201	117	26	-	26		100.0	-	12.7	-
Co-Operatives and Enterprise Development	60	17	4	-	4		100.0	-	6.7	-
Livestock Development and Fisheries	48	125	8	-	8		100.0	-	17.4	-
Eldoret Municipality	169	515	8	-	8		100.0	-	5.0	-
Promotive and Preventive Health	515	75	24	-	24		100.0	-	4.6	-
Energy, Environment, Climate Change and Natural Resources	49	204	31	-	31		100.0	-	63.3	-
Partnership, Liaison and Linkages	53	-	-	-	-		100.0	-	0.2	-
Gender, Social Protection and Culture	148	31	-	-	-		100.0	-	0.1	-
Housing and Urban Development	78	1,012	28	-	28		100.0	-	36.0	-
Lands and Physical Planning	114	81	2	-	2		100.0	-	1.8	-
Water, Irrigation and Sanitation	210	716	-	-	-		-	-	-	-

Office of the County Attorney	66	-	3	-	3		100.0	-	4.4	-
<b>Total</b>	<b>7,431</b>	<b>4,714</b>	<b>1,084</b>	<b>-</b>	<b>1,077</b>	<b>-</b>	<b>99.3</b>	<b>-</b>	<b>14.5</b>	<b>-</b>

**Source:** Uasin Gishu County Treasury

Analysis of expenditure by departments shows that the Department of Energy, Environment, Climate Change and Natural Resources recorded the highest absorption rate of recurrent budget at 63.3 per cent, followed by the Department of Economic planning at 36.3 per cent. Budget Execution by Programmes and Sub-Programmes

Table 7 summarises the budget execution by programmes and sub-programmes in the First Quarter of FY 2024/25.

**Table 7: Uasin Gishu County, Budget Execution by Programmes and Sub-Programmes**

Program	Sub Program	Description	Approved Estimates FY 2024/25		Actual Expenditure as of 30th September 2024		Absorption %
			Recurrent	Development	Recurrent	Development	
Governor's Office							
	110014310	SP1.1 Administrative support services	110,182,319.00	-	12,539,524.00	-	11%
		Grand Total	110,182,319.00	-	12,539,524.00	-	11%
Finance							
	701054310	internal audit services	7,461,310.00	-	3,137,000.00	-	42%
	701034310	Accounts services	2,561,310.00	-	781,300.00	-	31%
	701014310	Finance services	379,560,410.00	-	28,141,689.45	-	7%
	701044310	Procurement and supply services	2,661,310.00	-	728,700.00	-	27%
		Grand Total	392,244,340.00	-	32,788,689.45	-	8%
Public Service Management							
	504014310	Administration And Support Services	866,611,766.00	-	178,006,517.65	-	21%
		Grand Total	866,611,766.00	-	178,006,517.65	-	21%
ICT and E-Government							
	201034310	Staff Online Management System (Online Help Desk System)	-	24,000,000.00	-	-	#DIV/0!
	216014310	SP ICT Services	63,506,559.00	-	13,331,400.00	-	21%
	707014310	Ward Development Services	-	2,000,000.00	-	-	#DIV/0!
		Grand Total	63,506,559.00	26,000,000.00	13,331,400.00	-	21%
Roads, Transport and Infrastructure							
	204014310	Capital roads investments	588,413,328.00	310,361,740.00	90,659,997.40	-	15%
	204024310	Plants and Machineries	-	70,000,000.00	-	-	#DIV/0!

	707014310	Ward Development Services	-	389,723,825.00	-		#DIV/0!
		Grand Total	588,413,328.00	770,085,565.00	90,659,997.40	-	15%
Health Services							
	110014310	SP1.1 Administrative support services	30,000,000.00	-	-	-	0%
	407024310	Health Services	-	240,000,000.00	-	-	#DIV/0!
	504014310	Administration And Support Services	1,573,720,748.00	-	268,601,952.50	-	17%
		Grand Total	1,603,720,748.00	240,000,000.00	268,601,952.50	-	17%
Agriculture Livestock and Fisheries							
	118034310	SP Post-harvest Management Services	225,523,285.00	-	40,250,000.00	-	18%
	304014310	Promoting Agribusiness investments by value addition Processing	-	333,515,152.00	-	-	#DIV/0!
	707014310	Ward Development Services	-	9,000,000.00	-	-	#DIV/0!
		Grand Total	225,523,285.00	342,515,152.00	40,250,000.00	-	18%
Trade, Cooperatives, Tourism, Wildlife							
	110014310	SP1.1 Administrative support services	68,539,837.00	-	6,914,160.00	-	10%
	301014310	Ultra- modern Wholesale market with cold storage go-down	-	25,000,000.00	-	-	#DIV/0!
	311014310	Tourism Promotion and Marketing	-	40,000,000.00	-	-	#DIV/0!
	707014310	Ward Development Services	-	63,179,000.00	-	-	#DIV/0!
		Grand Total	68,539,837.00	128,179,000.00	6,914,160.00	-	10%
Education, Social, Cultural, Youths and Sports							
	202044310	Administrative and Support Services	626,806,634.00	-	80,000,000.00	-	13%

	510014310	SP Vocational Training Services	-	65,000,000.00	-	-	#DIV/0!
	707014310	Ward Development Services	-	79,250,113.00	-	-	#DIV/0!
		Grand Total	626,806,634.00	144,250,113.00	80,000,000.00	-	13%
County Public Service Board							
	110014310	SP1.1 Administrative support services	63,645,936.00	-	16,598,740.00	-	26%
		Grand Total	63,645,936.00	-	16,598,740.00	-	26%
County Assembly							
	0	Default - Non Programmatic	-	-	8,474,300.00	-	#DIV/0!
	706044310	Administration And Support Services	825,565,536.00	60,000,000.00	123,925,904.00	-	15%
		Grand Total	825,565,536.00	60,000,000.00	132,400,204.00	-	16%
Economic Planning							
	702014310	Budget and Economic Affairs services	64,085,896.00	-	22,727,065.00	-	35%
	702024310	Central planning and M&E services	51,000,000.00	-	19,034,960.00	-	37%
		Grand Total	115,085,896.00	-	41,762,025.00	-	36%
Administration and Devolution							
	105014310	Office Accommodation	-	110,379,850.00	-	-	#DIV/0!
	110014310	SP1.1 Administrative support services	132,308,210.00	-	30,610,080.00	-	23%
	709014310	Kenya Devoluion Support	37,500,000.00	-	1,045,636.00	-	3%
		Grand Total	169,808,210.00	110,379,850.00	31,655,716.00	-	19%
Youth, Sports & Development							
	504014310	Administration And Support Services	5,000,000.00	-	-	-	0%
	513014310	SP Youth Empowerment	-	50,000,000.00	-	-	#DIV/0!
	513024310	SP Youth Development	196,065,220.00	-	25,534,070.00	-	13%
	707014310	Ward Development Services	-	67,100,000.00	-	-	#DIV/0!

		Grand Total	201,065,220.00	117,100,000.00	25,534,070.00	-	13%
Co-Operatives and Enterprise Development							
	305014310	Standard weighbridge	60,215,854.00	-	4,064,200.00	-	7%
	707014310	Ward Development Services	-	16,500,000.00	-	-	#DIV/0!
		Grand Total	60,215,854.00	16,500,000.00	4,064,200.00	-	7%
Livestock Development and Fisheries							
	101034310	Breeding services	-	90,000,000.00	-	-	#DIV/0!
	110014310	SP1.1 Administrative support services	48,148,410.00	-	8,375,291.50	-	17%
	707014310	Ward Development Services	-	35,275,000.00	-	-	#DIV/0!
		Grand Total	48,148,410.00	125,275,000.00	8,375,291.50	-	17%
Eldoret Municipality							
	110014310	SP1.1 Administrative support services	110,510,093.00	-	8,375,291.50	-	8%
	123014310	SP Urban Development and Management Services	58,278,617.00	50,000,000.00	-		0%
	514014310	Sports Facilities	-	465,055,948.00	-	-	#DIV/0!
		Grand Total	168,788,710.00	515,055,948.00	8,375,291.50	-	5%
Promotive and Preventive Health							
	405014310	Health Infrastructure	-	20,000,000.00	-	-	#DIV/0!
	504014310	Administration And Support Services	515,176,243.00	-	23,670,670.00	-	5%
	707014310	Ward Development Services	-	54,900,000.00	-	-	#DIV/0!
		Grand Total	515,176,243.00	74,900,000.00	23,670,670.00	-	5%
Energy Environment Climate Change and Natural Resources							
	214014310	SP Energy Services	-	55,000,000.00	-	-	#DIV/0!

	215054310	SP Afforestation, Re-Afforestation and Agroforestry	-	10,000,000.00	-	-	#DIV/0!
	215044310	SP Climate Change Services	-	60,000,000.00	-	-	#DIV/0!
	504014310	Administration And Support Services	48,598,038.00	-	30,776,800.00	-	63%
	707014310	Ward Development Services	-	79,000,000.00	-	-	#DIV/0!
		Grand Total	48,598,038.00	204,000,000.00	30,776,800.00	-	63%
Partnership Liason and Linkages							
	114014310	SP Partnership, liaisons and Linkages	53,474,235.00	-	112,000.00	-	0%
		Grand Total	53,474,235.00	-	112,000.00	-	0%
Gender Social Protection and Culture							
	110014310	SP1.1 Administrative support services	71,117,619.00	-	-	-	0%
	506014310	Social Welfare and Community Development	-	20,000,000.00	-	-	#DIV/0!
	511014310	SP Culture and Heritage Services	69,100,000.00	-	170,200.00	-	0%
	512024310	SP Social Protection & Safety Nets	8,000,000.00	-	-	-	0%
	707014310	Ward Development Services	-	10,600,000.00	-	-	#DIV/0!
		Grand Total	148,217,619.00	30,600,000.00	170,200.00	-	0%
Housing and Urban Development							
	122014310	SP Housing Development Services	-	22,000,244.00	-	-	#DIV/0!
	123014310	SP Urban Development and Management Services	-	990,000,000.00	-	-	#DIV/0!



	306014310	Administration And Support Services	78,397,619.00	-	28,240,840.00	-	36%
	707014310	Ward Development Services	-	-	-	-	#DIV/0!
		Grand Total	78,397,619.00	1,012,000,244.00	28,240,840.00	-	36%
Lands and Physical Planning							
	124014310	SP Land Management and Administration Services	57,049,119.00	-	1,997,410.00	-	4%
	504014310	Administration And Support Services	57,049,119.00	25,000,000.00	-	-	0%
	707014310	Ward Development Services	-	55,800,000.00	-	-	#DIV/0!
		Grand Total	114,098,238.00	80,800,000.00	1,997,410.00	-	2%
Water, Irrigation and Sanitation							
	707014310	Ward Development Services	-	266,425,452.00	-	-	#DIV/0!
	901014310	Drilling of boreholes	209,782,767.00	-	-	-	0%
	1001014310	Water Supply Development	-	450,000,000.00	-	-	#DIV/0!
		Grand Total	209,782,767.00	716,425,452.00	-	-	0%
County Attorney 115004339			65,538,491.00	-	-	-	0%
		Grand Total	65,538,491.00	-	-	-	0%
		Grand Total	7,431,155,838.00	4,714,066,324.00	1,076,825,699.00	-	14%

**Source:** Uasin Gishu County Treasury

Sub-programmes with the highest levels of implementation based on absorption rates were: Administrative and support services in the Department of Energy Environment Climate Change and Natural Resources at 63 per cent, Internal Audit services in the Department of Finance at 42 per cent and Central Planning and Monitoring services in the Department of Economic Planning at 37 per cent of budget allocation.

#### 1.1.14 Accounts Operated Commercial Banks

The County government operated a total of 16 accounts with commercial banks, as shown in Table 7.

**Table 7: Bank Accounts Operated at Commercial Banks**

No.	Name of Bank Account	Date the Account was Opened	Purpose of the Bank Account
1	Uasin Gishu County Imprest A/C		Operations
2	Uasin Gishu County Covid,19 Emerg. Response		Operations
3	Uasin Gishu County Comm. Health Promoters		Operations
4	Uasin Gishu Second Kenya Devolution PROG.		Operations
5	County Imprest A/C		Operations
6	UG Project Force A/C		Operations
7	Uasin Gishu County People with Disability		Operations
8	County Government of UG-Tvet Fund A/C		Operations
9	County Government of UG-Project Bank A/C		Operations
10	County Government of UG-Inua Biashara Fund A/C		Operations
11	County Government of UG-Inua Biashara Fund Repayment A/C		Operations
12	County Government of UG- Enterprise Development A/C		Operations
13	Uasin Gishu County Govt. Emergency Fund A/C		Operations
14	Bursary Fund A/C		Operations
15	Uasin Gishu Staff and Mortgage Loan Repayment A/C		Operations
16	Uasin Gishu Staff and Mortgage Loan A/C		Operations

**Source:** Uasin Gishu County Treasury

This is contrary to Regulations 82(1)(b) of the PFM (County Governments) Regulations, 2015, which requires that County government bank accounts be opened and maintained at the Central Bank of Kenya. The only exemption is for imprest bank accounts for petty cash and revenue collection bank accounts.

### **1.1.15 Key Observations and Recommendations**

In the course of overseeing and reporting on the implementation of the County budget, the COB identified the following challenges which hampered effective budget implementation;

1. The underperformance of own-source revenue at Kshs. 147.24 million against an annual target of Kshs.1.4 billion, representing 10.6 per cent of the yearly target.
2. Fund Administrators failed to submit quarterly financial and non-financial reports to the COB within the timelines provided by law, which is against the requirement of Section 168 of the PFM Act, 2012. The reports for the Uasin Gishu County Emergency Fund-Governor Fund, Uasin Gishu County Bursary and Skills Development Support Fund and Car Loan & Mortgage - County Assembly Fund were not submitted to the Controller of Budget as of 15<sup>th</sup> October 2024.
3. Use of manual payroll. Personnel emoluments amounting to Kshs.65.34 million were processed through the manual payroll, accounting for 7.6 per cent of the total payroll cost. The manual payroll is prone to abuse and may lead to the loss of public funds where there is a lack of proper controls.

The County should implement the following recommendations to improve budget execution:

1. *The County should address its own-source revenue performance to ensure the approved budget is fully financed. Appropriate austerity measures should be implemented to ensure expenditure commitments are aligned with available revenue.*
2. *The CECMF should follow up to ensure Fund Administrators prepare and submit statutory reports in line with the PFM Act, 2012.*
3. *The county leadership should address the situation of pending bills to ensure that genuine bills are paid promptly in the remaining financial year. Further, compliance with the payment plan should be enforced.*
4. *The Government requires that salaries be processed through the IPPD system, and the County is advised to fast-track the acquisition of Unified Personnel Numbers for their staff. The County Public Service Board should regulate staff engagement on contract and casual workers as provided under Section 74 of the County Governments Act 2012. Further, strict compliance with the approved staff establishment should be maintained.*
5. *The County Government should ensure that bank accounts are opened and operated at the Central Bank of Kenya as the law requires. However, imprest bank accounts for petty cash and revenue collection accounts are exempted.*

***End***

## Key Notes

1. *Figures should be in **two** decimal places.*
2. *All percentages should be in **zero** decimal place.*
3. *Font – Minion Pro size 11 for standard text and 9 for all charts and tables. (**Source** is bold, and text after that is non-bold – both are italics – font 9)*
4. *Validate data on the spreadsheet's report and have the reports peer reviewed before submitting it for consolidation.*