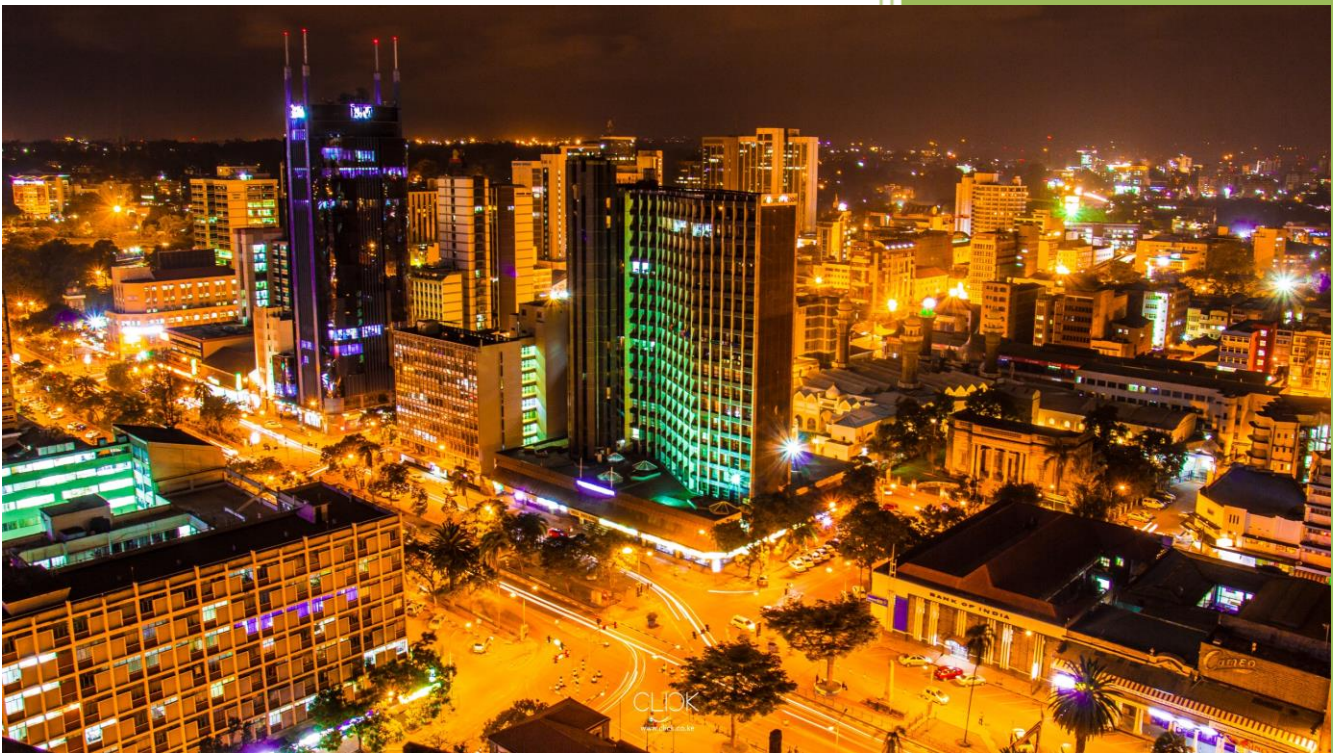


2018/19

CITIZEN BUDGET



NAIROBI
CITY
COUNTY

RATIONALE FOR PREPARING A CITIZEN'S VERSION OF THE BUDGET.

The Citizen's Budget is a requirement of section 6 (2) of the Public Finance Management Act, 2012 (County Government Regulation, 2015) which states that "the County Treasury shall arrange for effective public participation during the development of their annual budget estimates including publication of citizen's budget which shall explain and summarize the budget proposal."

Why prepare a Citizen Budget?

A Citizens Budget is a shortened and simplified version of the budget taken to the County Assembly. It is meant to be a guide for the general public and explains some of the contents in a simple and easily understood language. By doing so, all citizens will be able to understand better the contents of the budget.

The Kenyan Budget Process.

The Kenyan budget process at the county level takes place as demonstrated in the table below.

Note: the process is like what happens at the national level and it is only the names of the documents and the in charge that differ.

BUDGET STAGE	IN CHARGE	KEY BUDGET DOCUMENT(S)
Formulation	County Executive	<ul style="list-style-type: none">• Annual Development Plan(ADP)• County Budget Review and Outlook Paper(CBROP) (outlook sections)• County Fiscal Strategy Paper (CFSP)• County Budget Proposal
Approval	County Assembly	<ul style="list-style-type: none">• Enacted budget/Appropriation act
Implementation	County Executive & County Assembly	<ul style="list-style-type: none">• Quarterly Implementation Reports
Audit and Evaluation	Auditor General	<ul style="list-style-type: none">• Audit Reports• County Budget Review and Outlook paper(CBROP) (review sections)
NOTE: The public and the county assemblies play an oversight role throughout the four stages of the budget cycle		

UNDERLYING ASSUMPTIONS ON THE 2018/2019 BUDGET ESTIMATES.

Policies and reform measures to accelerate the regeneration of the city will continue to focus on:

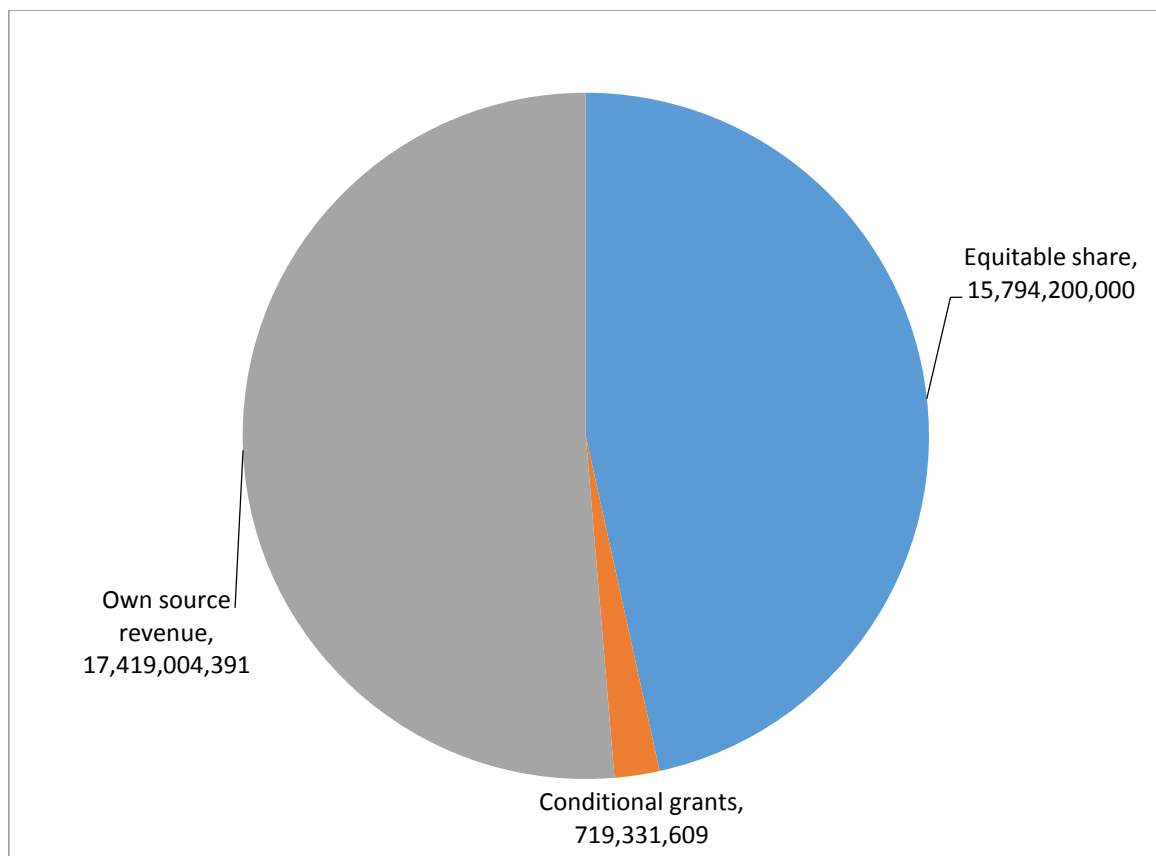
- Continued and increased spending on infrastructure:** The government will continue to increase spending in infrastructure in order to improve the conditions of our roads to enhance mobility and reduce traffic congestion and road accidents.
- Access to resources by sectors:** In order to enhance absorption of budgeted funds the government is keen on decentralizing financial services to all sectors
- Sustained spending in the social sectors:** To improve the welfare of our clients the government will continue to sustain the spending on social sectors to improve access to affordable healthcare, quality early childhood education, youth empowerment and provide support to the vulnerable of the society.
- Business Process Review:** To enhance efficient delivery of services the government will

continue to undertake business process reviews in all aspects of service delivery to fix any gaps that will be identified

- e) **Sustained Revenue Management:** In order to realize the financial objectives, the government will continue to invest in the review of the operational regime of the key revenues that accounts for over 80% of the own sources of revenue. In addition, the government will continue to pursue all the defaulters aggressively and private partnerships, joint ventures to raise the required capital for growth.
- f) **Debt:** The government aims at keeping debts at sustainable levels by ensuring expenditures matches actual revenue projections.
- g) **Wage Bill:** The government continues to freeze on new non-core employment of new employees while pursuing early retirement programs to contain the ever rising wage bill.

Sources of revenue.

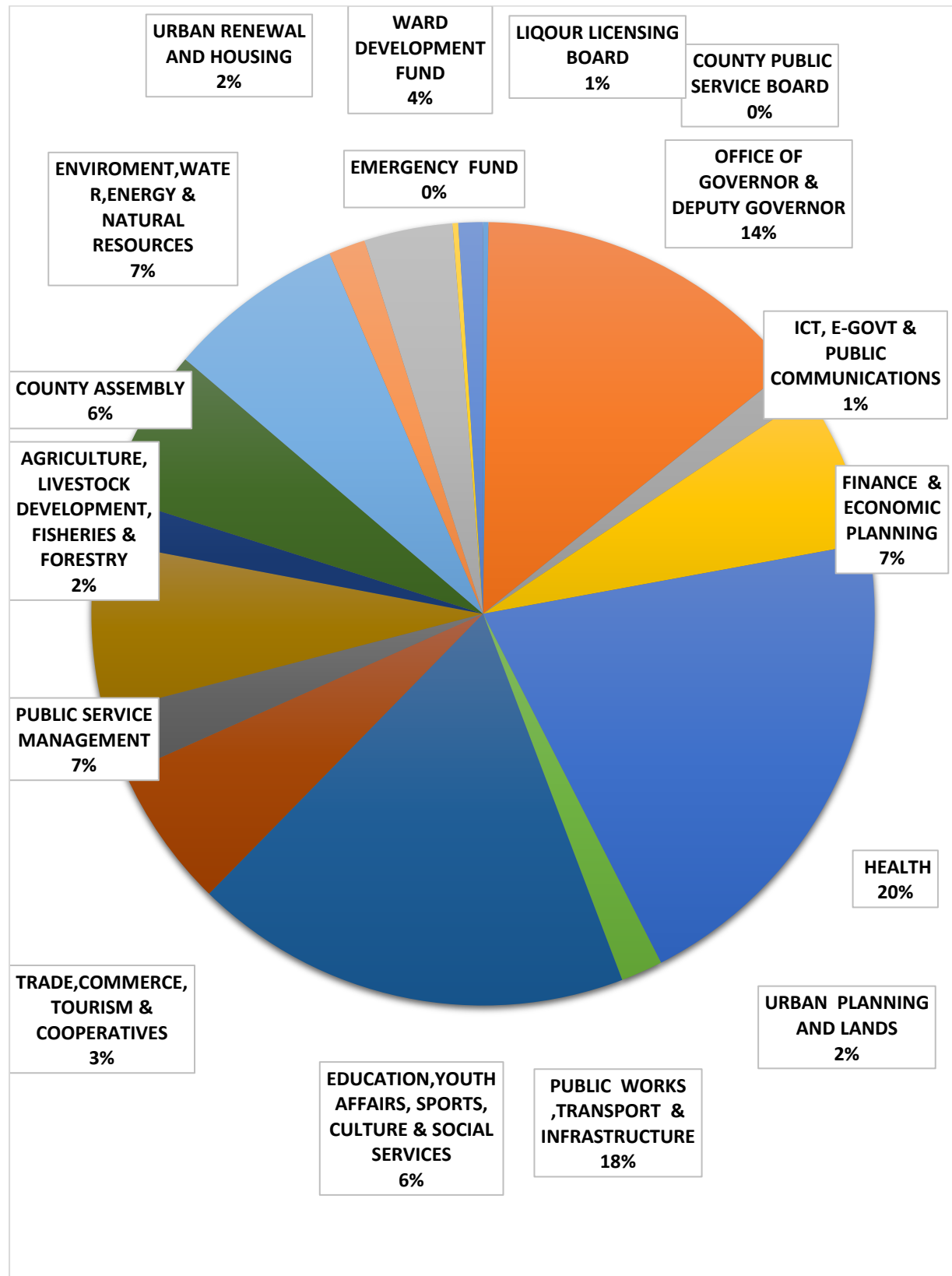
The county expects to finance its budget from two main sources of revenue that is; own source revenue (**collections from fees and charges like single business permits, parking and markets**) and equitable share from the national government inclusive of conditional grants.



Allocation to each of the county entities in Financial Year 2018/2019



Allocation in percentage.



KEY HIGHLIGHTS OF THE 2018/2019 BUDGET ESTIMATES

1. Food Security:



The government recognizes the importance of enhancing food security to have a healthy nation. The government is therefore keen on investing adequate resources to promote urban agriculture to enhance food security to supplement the food that comes from the areas outside the city. This will be done through enhancing the capacity of the farmers through provision of extension services and training of the farmers by demonstrating new farming techniques. Specifically, the sector will be investing resources for the following projects;

Projects for 2018/19

- Installation of greenhouses, water tanks, irrigation drip kits, fruit processing units, multistorey gardening units at Ksh 26.4million
- Construction of pig sties, poultry units, zero grazing units and biogas units for demonstration at Ksh 50.2million
- Construction and equipping of fish ponds at Ksh 23million
- Construction of a poultry slaughter house and equipping the animal health clinic at Ksh 30million.

These programmes are aimed at equipping the farmers with the right technology to feed themselves and generate incomes through sale of any surplus food

2. Governance, Public Safety and Security.

Accelerated pace towards reform to restore good governance, enforce fiscal discipline, seal loopholes for inefficient use of public resources, and eliminate corruption is a key priority. To achieve this the government will continue to undertake public finance management reforms in procurement and financial management. In addition the government will continue to invest resources for lighting the streets and automation of all county services



Projects for 2018/19

- Continue investing in information technology in revenue and expenditure management and in this regard Ksh 150million has been set aside for development of an Enterprise Resource Planner (ERP). This is aimed at automating all County Services in all the Sub-Counties to enhance service delivery.
- In addition, substantial resources have been allocated for public lighting initiatives in the entire city. The government will focus increasing the number of street lights and maintaining the existing ones and specifically Ksh 613 million has been allocated for street lighting programmes across the city.
- To enhance financial accountability, the Government is investing adequate resources for training on IFMIS and planning and budgeting.
- Rebranding of the city inspectorate askaris through training and equipping them. The City Askaris will acquire new uniforms in FY 2017/2018 and will be required to always wear them during the operations to enhance accountability.
- Ksh 80 million will be used for emergencies this is in consideration of the disasters that are happening across the country because of the floods.

3. Housing and Settlement:



The Government seeks to deliver an inclusive and fair city in which the poor have access to decent and affordable housing facilities. The government recognizes the high cost of rents due to lack of adequate houses. Having acknowledgement the heavy capital investment required for this kind of a venture, the government has partnered with the private sector to regenerate the City's Eastland's Estates in order to create more houses. The government will provide land and other logistical expenditures while the private sector provides the much-needed capital to construct the houses. Further the government will continue to maintain other County Estates to ensure they are properly maintained. To achieve the government is investing resources in support of support the housing and settlement programme and specifically the following are provided for under the Urban Renewal and housing Department:

Projects for 2018/19.

- Ksh 60million for renovation of Kariobangi South, Huruma and Jamhuri Estates
- Ksh 267million for the Urban Renewal Programme
- Ksh 20million to facilitate planning of the informal settlements upgrading
- Ksh 36million for land surveying, registration, roads and sewers and planning of Mukuru Special Planning Area

4. Pre -Primary Education.



Human capital investment in the form of education is a major tool for sustainable development. The government recognizes it as a fundamental and universal human right and a pre-requisite for economic growth, human development and poverty reduction. The Government is therefore committed to increasing enrolment of early childhood education by provision of free early childhood education. Specifically, the education sector has provided the following.

Projects for 2018/19.

- The enrolment of school going children currently stands at 14000 and the government is keen to increase this number to 23000. To achieve this the government has provided Ksh 75.9 million at Ksh 3,300 per child for Free Pre-Primary Education to cater for tuition and feeding.
- In addition, the government will be expanding the ECD infrastructure through rehabilitation, equipping of existing ECD Centres and Construction of new ones at a cost of Ksh 100million.

5. Health Services:

In health, the government seeks to stem the rising infant mortality rates, halt and reverse declining child nutrition indicators, enhance immunization coverage and eradicate preventable causes of morbidity in the City. In recognition of health as one of the big four agenda, the budget allocation to health at Ksh 6.96billion out of the total budget of Ksh 34.2 billion remains highest allocation. Specifically, adequate resources have been allocated for hire of additional doctors and specialized nurses to benefit from the new equipment's acquired through the leasing of medical equipment scheme. Further, substantial investment will be made towards the preventive mechanisms to reduce the number of hospitalizations. Specifically, under the health services the following is provided for:



Projects for 2018/19.

- Ksh 757million for procurement of health Commodities to ensure access to drugs and other non-pharmaceuticals
- Ksh 1.016million has been allocated for curative services program for the refurbishments and supplies for the hospitals and health centers
- Ksh 129.3million has been allocated for the preventative and promotion of health services including Non-communicable diseases. The funds will be invested in preventative mechanisms including engagement with community health workers.
- Ksh 4.984billion for staff including hire of new medical care providers.

6. Environment, Water and Sanitation:



The aspiration in this pillar is to deliver a clean healthy city in which water is safe, accessible and affordable for all and its supply is regular and reliable; a city in which garbage is collected and safely disposed of and in which the sewage is treated, and the environment is green and alive and free of man-made waste. There is a very strong correlation between environment, water, sanitation, garbage and health. In recognition of this, the water and environment sector has allocated:

Projects for 2018/19.

Ksh 1.5billion towards solid waste management,

Ksh 139million for beautification and rehabilitation of parks and recreation facilities.

Ksh 37million for air pollution and noise pollution controls

Ksh 360million for expansion of water services to the informal areas. In addition, the Nairobi Water Company will continue to expand the water infrastructure in the commercial viable areas

7. Transport and infrastructure:

The government is committed to accelerate funding the ongoing public investment of roads and drainages. This is aimed to achieve a congestion-free City in which pedestrians have safe walkways; children do not suffer injuries from road accidents and public transport is so seamlessly connected that private cars are unnecessary in most parts of the city. This investment will unlock the constraints to growth. Specifically, the following has been allocated:

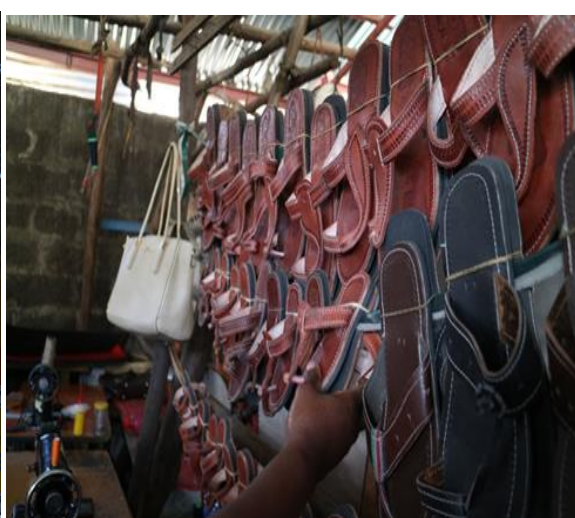


Projects for 2018/19.

- Ksh 3.7billion for roads and drainages. This will target completion of ongoing roads and drainages.
- Ksh 657million for road safety interventions such as traffic signals, construction of non-motorized facilities
- Ksh 613 million for public and street lighting

8. Jobs Creation, Improving Business Environment and Wealth Creation:

The medium-term target is to deliver a city where every Nairobi resident has an equal opportunity to find work, earn a decent wage and prosper; a city providing essential needs for its people, their rights protected and in which no one is excluded from a rewarding social and economic participation. Due to the high population of the youth job creation is a priority of the government and in this regard:



Projects for 2018/2019.

- The government is investing is Ksh 70million for the rehabilitation of Waithaka Technical Institute and construct a new vocational centre to impart the necessary skills to the youth under the education and social services sector in order to equip the youth with necessary skills for formal and self-employment.
- Additionally, the trade sector has allocated Ksh 30million for a trade revolving fund targeting the youth population. Further, the department of the youth in Social Services will be carrying out sensitization programmes to sensitize the youth in regard to Uwezo Fund ,Women Fund with a target to increase the uptake of these funds by the youth and other marginalized groups like PLWDs .
- Additionally, the Trade Sector in partnership with Kenya Leather Development Programme will be rolling out the Kariokor Leather Project. The project is aimed at providing leather dealers with a facility where they can add value to the leather products and therefore increase incomes and enhance job and wealth creation.
- To improve and increase the trading spaces available, the Trade Sector will continue to invest in rehabilitation of markets to improve working conditions and increase space.

Through the assistance of the World bank, the government is construction of both Mwariro and Karandini Markets and his will go a long way to increase trading space

9. Youth, Women, People Living with Disabilities and Cushioning the vulnerable.

The Government recognizes that the people of Nairobi are its partners and that their skills, talents and knowledge are the county's most asset. Progressive policies for talent identification, nurturing, development and deployment of such talents, skills and knowledge for maximum returns will be developed and implemented. Creating opportunities for the Youth, Women and people living with disabilities shall be given primacy. In recognition of this noble agenda the government has made the following proposals:



Projects for 2018/19.

- Ksh 350million has been allocated to assist the needy families with bursaries to alleviate the suffering of the poor.
- The government is committed to constructing 5 stadiums in the next three years spread across the City and specifically Ksh 200million has been set aside in the year 2018/2019.
- The government is committed to ensuring that 30% of all procurements benefits the youth, women and people living with disabilities according to government policy