

**SELECT COMMITTEE ON NATIONAL GOVERNMENT CONSTITUENCIES  
DEVELOPMENT FUND, STATEMENT ON ALLOCATION OF NG-CDF  
FUNDS FOR THE FINANCIAL YEAR 2018/2019.**

Honourable Speaker,

Approved  
SNA  
25/10/18

Speaker  
PARLIAMENT OF KENYA LIBRARY  
Approved  
This

I wish to make a statement to the House on the allocation of funds for the Financial Year 2018/2019.

The National Government Constituencies Development Fund (NG-CDF) is established under the NG-CDF Act 2015 as amended in 2016, with an objective of addressing poverty and regional development imbalances by dedicating a minimum of 2.5% of the National Government share of annual revenue towards community driven development projects in every constituency identified and implemented at grassroots level;

Statement  
by  
NG-CDF  
Chair  
CMA  
25/10/18

**Honourable Speaker,** as you are aware, the Fund is managed by the NG-CDF Board, which is a Body Corporate established pursuant to Sections 14, 15 and 16 of the Act. At the constituency level, the day to day management of the Fund is vested on the National Government Constituency Development Fund Committees that are in place in each of the 290 constituencies countrywide.

**Honourable Speaker,**

Further, Section 34 provides the basis for budget ceilings. Specifically, the Act states and I quote:

**34.** *The budget ceiling for each constituency shall be—*

*(1) The amount specified in section 4(1) divided equally among all constituencies subject to the provisions of section 8(1) and 23(1).*

Section 8 states that:

*(1) a portion of the Fund, equivalent to five per centum (hereinafter referred to as the “Emergency Reserve”) shall remain unallocated and shall be available for emergencies that may occur within the Constituency”.*

Lastly section 23(1) provides that: -

*“the expenditure for running the board and related purposes shall be set aside at the beginning of the financial year and not more than five percent of the total allocation to the fund in the financial year may be used for this purpose, the annual budget of which shall be approved by the Cabinet Secretary with the concurrence of the National Assembly Committee”.*

Based on the above provisions of the law, the Board’s computation of the proposed budget ceiling for each constituency for the 2018/2019 financial year is as follows: -

i.	The total allocation:	Ksh. 33,286,162,000.00
ii.	5% Allocation to NG-CDF Board:	Ksh. 1,664,308,100.00
iii.	5% Emergency reserve:	Ksh. 1,664,308,100.00
iv.	Equal share to be shared among constituencies:	Ksh. 29,957,545,800.00
v.	<b>Total allocation to constituencies:</b>	<b>Ksh. 31,621,853,900.00</b>

Therefore, the proposed allocation per constituency is as follows: -

a. Equal share for each constituency:  $\frac{29,957,545,800.00}{290} = \text{Kshs.}$

103,301,882.07 per constituency

b. Emergency reserve for each constituency  $\frac{1,664,308,100.00}{290} =$

*Kshs.* 5,738,993.45

c. The proposed allocation per constituency for the 2018/2019 financial year is therefore, computed as follows: -

Equal share *Kshs.* 103,301,882.07

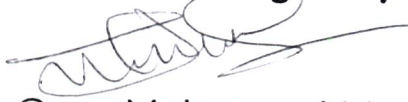
Emergency *Kshs.* 5,738,993.45

**Honourable Speaker,**

In view of the foregoing, I wish to inform this Honourable House that, the allocation for 2018/19 Financial Year as per the supplementary estimate of the amount required in the year ending 30<sup>th</sup> June 2019, is Ksh.33,286,162 billion.

This means that each Constituency will receive Kshs.109,040,876 million.

I Thank You and I beg to lay this statement in the table of the House.

  
Hon. Omar Mohammed Maalim, MP  
Vice Chairperson,

Select Committee on National Government Constituencies Development Fund

Date.....

