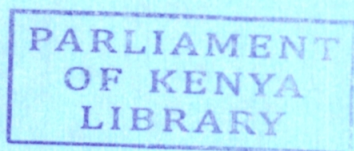


SPECIAL ISSUE

Kenya Gazette Supplement No. 89 (Senate Bills No. 8)



REPUBLIC OF KENYA

KENYA GAZETTE SUPPLEMENT

SENATE BILLS, 2025

NAIROBI, 18th June, 2025

CONTENT

Bill for Introduction into the Senate —

PAGE

The County Governments Additional Allocations (No. 2) Bill, 2025 125



**THE COUNTY GOVERNMENTS ADDITIONAL
ALLOCATIONS (No. 2) BILL, 2025
ARRANGEMENT OF CLAUSES**

Clause

- 1—Short title.
- 2—Interpretation.
- 3—Object.
- 4—Additional allocations to county governments.
- 5—Unconditional additional allocations.
- 6—Conditional additional allocations.
- 7—Report on actual transfers.
- 8—Books of accounts to reflect National Government transfers.
- 9—Reporting.
- 10—Financial Misconduct.

FIRST SCHEDULE: UNCONDITIONAL
ALLOCATIONS TO
COUNTY
GOVERNMENTS FROM
COURT FINES AND 20%
SHARE OF MINERAL
ROYALTIES IN THE
FINANCIAL YEAR
2025/26

SECOND SCHEDULE: CONDITIONAL
ALLOCATIONS TO
COUNTY
GOVERNMENTS
FROM THE NATIONAL
GOVERNMENT'S
SHARE OF REVENUE
IN THE FINANCIAL
YEAR 2025/26

THIRD SCHEDULE: CONDITIONAL
ALLOCATIONS TO
COUNTY
GOVERNMENTS FROM
LOANS AND GRANTS
FROM DEVELOPMENT
PARTNERS IN THE
FINANCIAL YEAR
2025/26

THE COUNTY GOVERNMENTS ADDITIONAL ALLOCATIONS (No. 2) BILL, 2025

A Bill for

AN ACT of Parliament to provide for the additional allocations to county governments for the financial year 2025/2026; the responsibilities of National Government and county governments with respect to such allocation; and for connected purposes

ENACTED by Parliament of Kenya, as follows—

1. This Act may be cited as the County Governments Additional Allocations (No. 2) Act, 2025.

Short title.

2. In this Act —

Interpretation.

“authorized person” has the same meaning assigned to it under section 2 of the County Governments Additional Allocation Act;

No. 17 of 2022.

“Cabinet Secretary” means the Cabinet Secretary responsible for matters relating to finance;

“additional allocations” means additional resources allocated to county governments from the National Government’s share of revenue or in the form of loans and grants from development partners; and

“county executive committee member” means the county executive committee member responsible for matters relating to finance.

3. The object of this Act is to—

Object.

(a) provide, pursuant to Articles 190(1) and 202(2) of the Constitution, for additional allocations for the financial year 2025/26;

(b) provide for additional allocations from proceeds of loans and grants from development partners; and

(c) facilitate the transfer of additional allocations made to counties under this Act from the Consolidated Fund to the respective county revenue funds.

4. (1) Additional allocations shall constitute funds agreed upon by the National Assembly and the Senate during the consideration of the Budget Policy Statement and shall comprise—

Additional allocations to county governments

- (a) additional allocations provided for under Article 202(2) of the Constitution;
- (b) additional allocations required for the transfer of functions from the National Government to county governments pursuant to Article 187 of the Constitution; and
- (c) additional allocations in the form of loans and grants from development partners.

(2) Additional funds allocated under this section shall be included in the respective county governments' appropriation Bills.

5. (1) Unconditional additional allocations to beneficiary county governments from the National Government's share of revenue for the financial year 2025/26 shall be as set out in the First Schedule, comprising—

Unconditional
additional
allocations.

- (a) unconditional allocations to the beneficiary County Governments from proceeds of Court Fines emanating from contravention of County Government legislation as set out in Column A of the First Schedule; and
- (b) unconditional allocations to the beneficiary county governments emanating from the twenty percent share of mineral royalties pursuant to section 183 of the Mining Act as set out in Column B of the First Schedule.

Cap. 306
Cap. 412A.

(2) Each county government's allocation under subsection (1) shall be transferred to the respective county revenue fund in accordance with a payment schedule published in the *Gazette* by the Cabinet Secretary in accordance with section 17 of the Public Finance Management Act.

6. (1) Conditional allocations to each county government from the National Government's share of revenue for the financial year 2025/26 shall be as set out in the Second Schedule, comprising —

Conditional
additional
allocations.

- (a) conditional allocation for the settlement of doctor salary arrears as set out in Column A of the Second Schedule;

- (b) conditional allocation for the Community Health Promoters (CHP) Project as set out in Column B of the Second Schedule;
- (c) conditional allocations for the construction of county headquarters as set out in Column C of the Second Schedule; and
- (d) conditional allocations for the County Aggregation and Industrial Parks (CAIP) Programme as set out in Column D of the Second Schedule.

(2) Conditional allocations financed by proceeds of loans or grants from development partners to each county government for the financial year 2025/26 shall be as set out in the Third Schedule, comprising —

- (a) conditional allocations financed by proceeds from the International Fund for Agricultural Development (IFAD) loan for the Aquaculture Business Development Programme (ABDP) as set out in Column A of the Third Schedule;
- (b) conditional allocations financed by proceeds from IDA (World Bank) Credit for Financing Locally-Led Climate Action (FLLoCA) Program - County Climate Institutional Support (CCIS) Grant as set out in Column B of the Third Schedule;
- (c) conditional allocations amounting to Kenya Shillings six billion one hundred eighty-seven million five hundred thousand financed by proceeds from IDA (World Bank) Credit for Financing Locally-Led Climate Action (FLLoCA) Program - County Climate Resilience Investment (CCRI) Grant as set out in Column C of the Third Schedule;
- (d) conditional allocations amounting to Kenya Shillings one billion two hundred million financed by proceeds from KfW (German Development Bank) Loan for Co-Financing of FLLoCA – County Climate Resilience Investment (CCRI) Grant as set out in Column D of the Third Schedule;

- (e) conditional allocations under paragraphs (c) and (d) shall be allocated among county governments based on a criteria to be determined as follows—
 - (i) the allocation formula has three variables being the county's rural population, the county's rural area and the county's multidimensional poverty with the latter being a proxy for climate risks and vulnerability;
 - (ii) the accounting officer responsible for the grant shall for each eligible transfer to a county government, carry out a performance assessment in accordance with the participatory agreement between the National Government and each eligible county government through the Annual Performance Assessment Firm. The Annual Performance Assessment will determine the eligible county government's performance score for purposes of determining the performance grant allocation for the financial year 2025/2026;
 - (iii) the calculations will be done by the Program Implementation Unit on the basis of data specified under subparagraph (i) and (ii) and the certified Annual Performance Assessment results, using a template spreadsheet from the Program Implementation Unit to guarantee total transparency. The calculated allocations shall be certified by the Program Steering Committee to become effective, after which the necessary steps will be taken to reflect the allocations in the National budget; and
 - (iv) the Cabinet Secretary shall publish in the *Gazette* the allocations determined in terms of subparagraph (iii);
- (f) conditional allocations financed by proceeds from IDA (World Bank) Credit for Food Systems Resilience Project (FSRP) as set out in Column E of the Third Schedule;
- (g) conditional allocations financed by proceeds from German Development Bank (KfW) for the Drought Resilience Programme in Northern Kenya

(DRPNK) as set out in Column F of the Third Schedule;

(h) conditional allocations financed by proceeds from IDA (World Bank) Credit for the Second Kenya Devolution Support Program - Institutional Grant (Level 1) as set out in Column G of the Third Schedule;

(i) conditional allocations amounting to Kenya Shillings thirteen billion forty two million five hundred thousand financed by proceeds from IDA (World Bank) Loan for the Second Kenya Devolution Support Program (KDSP2) - Service Delivery and Investment Grant (Level 2) as set out in Column H of the Third Schedule;

(j) conditional allocation under paragraph (i) shall be allocated among county governments on the basis of a criteria to be determined as follows—

(i) the program accounting officer shall, for each eligible transfer to a county government, carry out a performance assessment in accordance with the participatory agreement between the National Government and each eligible county government, through the Annual Performance Assessment Firm. The Annual Performance Assessment will determine the eligible county government's performance score for purposes of determining the performance grant allocation;

(ii) for each Disbursement Link Indicator (DLI) specified under paragraph (iii), a qualifying county government will get fifty percent of the Level 2 Grant allocation if it meets that respective DLI result. The other fifty percent is allocated based on the scores against the performance measures pertaining to each respective DLI result area as detailed in the Program Operational Manual;

(iii) the investment grant for a qualifying county government is the sum of what it is allocated under DLIs 3–7 as follows—

- (A). DLI 3: Kenya Shillings seventy five million for each county government that has increased its own source revenue by at least 5 percent annually over and above the rate of inflation;
 - (B). DLI 4: Kenya Shillings seventy five million for each county government that has prepared and is implementing an action plan to reduce the stock of pending bills and maintain it at minimal levels;
 - (C). DLI 5: Kenya Shillings ninety seven million five hundred thousand for each county government that has integrated its human resource records, authorized staff establishment and payroll and uploaded cleaned payrolls in the human resource management information system;
 - (D). DLI 6: Kenya Shillings forty five million for each county government that is enhancing accountability for results through an integrated performance management framework; and
 - (E). DLI 7: Kenya Shillings sixty million for each county government with a PIM dashboard with citizen feedback mechanisms;
- (k) the Cabinet Secretary shall publish in the *Gazette* the allocations for all the qualifying county governments under paragraph (i) determined in terms of paragraph (j), and shall be the basis for disbursement of the allocations to county governments;
- (l) conditional allocations financed by proceeds from International Fund for Agricultural Development (IFAD) Loan for the Kenya Livestock Commercialization Project (KeLCoP) as set out in Column I of the Third Schedule;

- (m) conditional allocations amounting to Kenya Shillings ten billion three hundred and twenty five million seven hundred and fifty four thousand six hundred and sixty financed by proceeds from IDA (World Bank) Loan for the Second Kenya Urban Support Project (KUSP2) - Urban Development Grant (UDG) as set out in Column J of the Third Schedule;
- (n) conditional allocation under paragraph (m) shall be allocated among county governments on the basis of a criteria to be determined as follows based on the financing agreement between the IDA and the National Government—
 - (i) UDG performance allocation of Kenya Shillings two thousand three hundred and forty per head using the urban area population data of the 2019 Kenya Population and Housing Census;
 - (ii) UDG minimum floor of Kenya Shillings fifty two million which due to limited fiscal space the allocation formula has been harmonized at sixty five percent to fit within the allocated budget; and
 - (iii) Window for Host and Refugee (WHR) UDG Kenya Shillings two thousand six hundred per head using the urban area population data of the 2019 Kenya Population and Housing Census and based on—
 - (A). first year, forty percent of the maximum allocation;
 - (B). second year, ninety percent of the maximum allocation; and
 - (C). third year, one hundred percent of the maximum allocation;
- (o) the Cabinet Secretary shall publish in the *Gazette* the allocations for all the qualifying county governments under paragraph (m) determined in terms of paragraph (n), and shall be the basis for disbursement of the allocations to county governments;

- (p) conditional allocations amounting to Kenya Shillings one billion three hundred million financed by proceeds from IDA (World Bank) Loan for the Kenya Urban Support Project (KUSP) - Urban Institutional Grant (UIG) as set out in Column K of the Third Schedule;
- (q) conditional allocation under paragraph (p) shall be allocated among county governments on the basis of a criteria to be determined as follows—
 - (i) each of the eligible 45 counties will access the UIG, set at a flat rate and made available for the first three years of the Program, as follows—
 - (A). United States Dollars two hundred and fifty thousand, approximately Kenya Shillings thirty five million five hundred thousand, in year one;
 - (B). United States Dollars two hundred thousand, approximately Kenya Shillings twenty six million, in year two; and
 - (C). United States Dollars one hundred thousand, approximately Kenya Shillings fourteen million two hundred thousand in year three for Window for Host and Refugee (WHR) communities;
 - (ii) the grant will be allocated at a flat rate of United States Dollars five hundred thousand, equivalent Kenya Shillings sixty five million, annually for five years; and
 - (iii) to access the grant, county governments will be required to comply with WHR Urban Institutional Grant (UIG) and Minimum Conditions (MCs) and failure to satisfy any Minimum Condition will disqualify the County from accessing the WHR UIG grant;
- (r) the Cabinet Secretary shall publish in the *Gazette* the allocations for all the qualifying County Governments under paragraph (p) determined in

terms of paragraph (q), and shall be the basis for disbursement of the allocations to county governments;

- (s) conditional allocations amounting to Kenya Shillings four billion six hundred and seven million five hundred and twenty six thousand five hundred and ninety nine financed by proceeds from KfW (German Development Bank) Loan for the Kenya Water, Sanitation and Hygiene (K-WASH) Program as set out in Column L of the Third Schedule;
- (t) conditional allocation under paragraph (s) shall be allocated among county governments on the basis of a criteria to be determined as follows—
 - (i) funds will be allocated to counties based on Disbursement Linked Indicators (DLIs) and verified results in the approved Results Verification Report (RVR) by an Independent Verification Agent (IVA) hired by the Program, according to the formulas prescribed under subparagraphs (ii) and (iii) and subject to the following definitions—
 - (A) let C be the county allocation;
provided that the sum of all nineteen county allocations shall not be more than Kenya Shillings four billion six hundred and seven million five hundred and twenty six thousand five hundred and ninety nine. If this amount is exceeded, rationalization will be applied to indicators under DLI/DLR 2, 3, 4, 10.1, 10.2, 11, 12.1, and 12.3;
 - (B) let S be a binary variable for DLI 1, $S=1$ if the strategy is verified by IVA as developed in the approved RVR, otherwise $S=0$;
 - (C) let H_w be the number of households provided with access to improved water services as verified by IVA in approved RVR (DLI 2 and DLI 10.1);

- (D) let Q be the number of sustainably functioning water schemes meeting standards as verified by IVA in approved RVR (DLI 3 and DLI 11);
- (E) let H_s be the number of households provided with access to an improved sanitation facility as verified by IVA in approved RVR (DLI 4 and DLI 10.2);
- (F) let V_{ODF} be the number of villages that achieve ODF status as verified by IVA in approved RVR (DLR 5.1 and DLR 12.1);
- (G) let V_{CWS} be the number of villages certified as achieving CWS status as verified by IVA in approved RVR (DLR 5.2 and DLR 12.2);
- (H) let V_{SWS} be the number of villages that sustain CWS status as verified by IVA in approved RVR (DLR 5.3 and DLR 12.3); and
- (I) let R_I be the exchange rate of foreign currency to Kenya Shillings;
- (ii) the formula for allocating funds to Baringo, Bomet, Kericho, Kirinyaga, Kitui, Kwale, Makueni, Mandera, Migori, Murang'a, Nandi, Narok, Samburu, Tana River, Tharaka Nithi, Vihiga and West Pokot counties is $C = R_I (1,000,000S + 40H_w + 5,000Q + 30H_s + 2,000V_{ODF} + 24,600V_{CWS} + 3,000V_{SWS})$; and
- (iii) The formula for allocating funds to Turkana and Garissa counties is $C = R_I (1,000,000S + 61.11H_w + 10,000Q + 50H_s + 2,000V_{ODF} + 20,000V_{CWS} + 5,000V_{SWS})$;
- (u) the Cabinet Secretary shall publish in the *Gazette* the allocations for all the qualifying county governments under paragraph (s) determined in terms of paragraph (t), and shall be the basis for disbursement of the allocations to county governments;

- (v) conditional allocations financed by proceeds from IDA (World Bank) Credit for the National Agricultural Value Chain Development Project (NAVCDP) as set out in Column M of the Third Schedule;
 - (w) conditional allocations financed by proceeds from DANIDA Grant for the Primary Healthcare in Devolved Context (PHC) programme as set out in Column N of the Third Schedule;
 - (x) conditional allocations financed by proceeds from IDA (World Bank) Loan for the Water and Sanitation Development Project (WSDP) as set out in Column O of the Third Schedule;
 - (y) conditional allocations financed by proceeds from AFD for Kenya Informal Settlement Improvement Project 2 (KISIP2) as set out in Column P of the Third Schedule; and
 - (z) conditional allocations financed by proceeds from IDA-World Bank for Kenya Informal Settlement Improvement Project 2 (KISIP2) as set out in Column Q of the Third Schedule.
- (3) Each allocation under subsections (1) and (2) shall—
- (a) be transferred to the respective county revenue fund in accordance with a payment schedule published in the *Gazette* by the Cabinet Secretary in accordance with Section 17 of the Public Finance Management Act; and
 - (b) only be accessed by a county government after meeting conditions set out in the Intergovernmental Agreements entered into pursuant to Section 191A of the Public Finance Management Act.
- (4) The additional allocations under subsections (1) and (2) shall be included in the budget estimates of the National Government and shall be submitted to Parliament for approval.

Cap. 412A.

7. The Cabinet Secretary shall publish, by the 30th day after the end of each quarter, a quarterly report on

Report on actual transfers.

actual transfers of all additional allocations to county governments disbursed pursuant to this Act.

8. Each county treasury shall reflect all transfers of conditional allocations by the National Government to the respective county government in its books of accounts.

Books of accounts to reflect National Government transfers.

9. A county treasury shall include, in its consolidated quarterly and annual reports required to be submitted under the Public Finance Management Act, information on —

Reporting.

Cap. 412A.

- (a) actual transfers received by the county government from the National Government, up to the end of that quarter or year in the format prescribed by the Public Sector Accounting Standards Board or in the absence of a format prescribed by the Board, in the format prescribed by the National Treasury;
- (b) the actual expenditure by the county government of the allocations made under sections 5 and 6;
- (c) the extent of compliance with the provisions of this Act and with the conditions of allocations as set out in the intergovernmental agreement entered into by the National Government, the development partner and the county government;
- (d) any material challenges in the expenditure of any allocations made under this Act or compliance with any conditions of allocations set out in an intergovernmental agreement; and
- (e) any other information that may be required by the relevant intergovernmental agreement.

10. (1) Despite any other law, a serious or persistent noncompliance with this Act constitute offences of financial misconduct under section 197 of the Public Finance Management Act.

Financial Misconduct.

Cap. 412A.

(2) A person who commits an offence under sub section (1) is liable on conviction to a term of imprisonment not exceeding five years or to a fine not exceeding ten million shillings, or to both.

FIRST SCHEDULE

(s5(1))

Unconditional Additional Allocations to County Governments from Court Fines and 20% Share of Mineral Royalties in Financial Year 2025/26 (Kenya Shillings)

SN	County	FY 2024/25	FY 2025/26		
		Total Unconditional Additional Allocations to County Governments	Allocations for Court Fines	Allocations for 20% Share of Mineral Royalties	Total Unconditional Additional Allocations to County Governments
		Column A	Column B	Column C	Column D=B+C
1	Baringo	-	-	20,355	20,355
2	Bomet	-	-	-	-
3	Bungoma	-	-	-	-
4	Busia	-	-	-	-
5	Elgeyo/Marakwet	-	-	-	-
6	Embu	-	-	2,142	2,142
7	Garissa	-	-	844,692	844,692
8	Homa Bay	-	-	-	-
9	Isiolo	-	-	348,837	348,837
10	Kajiado	-	-	660,242,991	660,242,991
11	Kakamega	-	-	16,555	16,555
12	Kericho	-	-	-	-
13	Kiambu	10,782,328	4,105,101	10,139,863	14,244,964
14	Kilifi	-	-	950,062,290	950,062,290
15	Kirinyaga	-	-	100	100
16	Kisii	-	-	682,562	682,562
17	Kisumu	299,912	93,000	-	93,000
18	Kitui	100,000	99,723	336,118	435,841
19	Kwale	-	-	1,166,507,886	1,166,507,886
20	Laikipia	1,515,334	27,334	-	27,334
21	Lamu	-	-	-	-
22	Machakos	16,053,513	1,682,747	99,716	1,782,463
23	Makueni	-	-	99,857	99,857
24	Mandera	-	-	1,028	1,028
25	Marsabit	-	-	1,724,590	1,724,590
26	Meru	-	-	32,901	32,901
27	Migori	974,165	559,346	3,125,408	3,684,754
28	Mombasa	13,428,433	1,398,424	18,830	1,417,254
29	Murang'a	-	-	-	-
30	Nairobi	70,740,842	2,454,707	3,884	2,458,591
31	Nakuru	1,948,197	1,022,898	82,769	1,105,667
32	Nandi	-	-	55,110,901	55,110,901
33	Narok	-	-	27,206,336	27,206,336
34	Nyamira	-	-	-	-

Unconditional Additional Allocations to County Governments from Court Fines and 20% Share of Mineral Royalties in Financial Year 2025/26 (Kenya Shillings)

		FY 2024/25	FY 2025/26		
SN	County	Total Unconditional Additional Allocations to County Governments	Allocations for Court Fines	Allocations for 20% Share of Mineral Royalties	Total Unconditional Additional Allocations to County Governments
		Column A	Column B	Column C	Column D=B+C
35	Nyandarua	-	-	-	-
36	Nyeri	250,000	76,000	-	76,000
37	Samburu	-	-	905,744	905,744
38	Siaya	-	-	259,152	259,152
39	Taita Taveta	-	-	51,756,326	51,756,326
40	Tana River	-	-	10,624	10,624
41	Tharaka Nithi	-	-	43,000	43,000
42	Trans Nzoia	-	-	-	-
43	Turkana	-	-	141,279	141,279
44	Uasin Gishu	-	-	5,090,269	5,090,269
45	Vihiga	-	-	-	-
46	Wajir	-	-	4,493	4,493
47	West Pokot	-	-	1,650	1,650
	TOTAL	116,092,724	11,519,280	2,934,923,148	2,946,442,428

SECOND SCHEDULE

(s6(1))

Conditional Additional Allocations to County Governments from National Government's Share of Revenue for the Financial Year 2025/26 (Kenya Shillings)

SN	County	FY 2024/25	FY 2025/2026				
		Total Conditional Additional Allocations	Payment of Basic Arrears of County Health Workers	Community Health Promoters (CHPs) Programme	Supplement for Construction of County Headquarters	County Aggregation and Industrial Parks (CAIPs) Programme	Total Conditional Additional Allocations
		Column A	Column B	Column C	Column D	Column E	Column F
1	Baringo	83,073,318	19,263,318	63,810,000	-	250,000,000	333,073,318
2	Bomet	95,331,693	21,261,693	74,070,000	-	-	95,331,693
3	Bungoma	333,254,059	39,854,059	107,400,000	-	-	147,254,059
4	Busia	276,081,627	23,691,627	66,390,000	-	-	90,081,627
5	Elgeyo Marakwet	52,885,017	15,685,017	37,200,000	-	250,000,000	302,885,017
6	Embu	279,101,231	32,801,231	60,300,000	-	-	93,101,231
7	Garissa	293,501,339	32,981,339	74,520,000	-	-	107,501,339
8	Homa Bay	301,039,251	26,419,251	88,620,000	-	-	115,039,251
9	Isiolo	149,128,044	12,147,883	21,630,000	60,000,000	-	93,777,883
10	Kajiado	93,565,118	43,495,118	50,070,000	-	250,000,000	343,565,118
11	Kakamega	172,029,977	44,529,977	127,500,000	-	250,000,000	422,029,977
12	Kericho	89,129,856	43,439,856	45,690,000	-	250,000,000	339,129,856
13	Kiambu	267,268,781	119,957,202	94,680,000	-	-	214,637,202
14	Kilifi	174,381,743	58,281,743	116,100,000	-	250,000,000	424,381,743
15	Kirinyaga	242,049,816	19,389,816	36,660,000	-	-	56,049,816
16	Kisii	345,101,961	72,428,277	88,200,000	-	250,000,000	410,628,277
17	Kisumu	165,339,627	75,399,627	89,940,000	-	-	165,339,627
18	Kitui	117,856,694	43,756,694	74,100,000	-	250,000,000	367,856,694
19	Kwale	330,913,123	28,773,123	52,140,000	-	-	80,913,123
20	Laikipia	65,684,974	40,454,974	25,230,000	-	250,000,000	315,684,974
21	Lamu	290,553,991	11,301,830	14,520,000	121,000,000	-	146,821,830
22	Machakos	327,896,293	58,646,293	83,250,000	-	-	141,896,293
23	Makueni	144,268,273	30,568,273	113,700,000	-	-	144,268,273
24	Mandera	38,349,159	19,809,159	18,540,000	-	250,000,000	288,349,159
25	Marsabit	75,118,763	15,028,763	60,090,000	-	-	75,118,763
26	Meru	341,395,785	43,915,785	111,480,000	-	-	155,395,785
27	Migori	302,067,815	27,687,815	88,380,000	-	-	116,067,815
28	Mombasa	233,213,493	108,971,914	71,610,000	-	-	180,581,914
29	Murang'a	155,675,190	56,993,611	46,050,000	-	-	103,043,611
30	Nairobi	336,278,649	112,268,649	224,010,000	-	-	336,278,649
31	Nakuru	242,425,840	90,404,261	99,390,000	-	-	189,794,261
32	Nandi	176,056,360	26,764,781	96,660,000	-	-	123,424,781
33	Narok	71,296,514	21,496,514	49,800,000	-	250,000,000	321,296,514
34	Nyamira	116,981,290	19,979,711	44,370,000	-	-	64,349,711
35	Nyandarua	57,653,981	16,043,981	41,610,000	121,000,000	250,000,000	428,653,981
36	Nyeri	129,422,326	55,172,326	74,250,000	-	250,000,000	379,422,326
37	Samburu	59,219,798	13,079,798	46,140,000	-	-	59,219,798
38	Siaya	139,165,399	22,723,820	63,810,000	-	-	86,533,820
39	Taita Taveta	73,661,911	32,591,911	41,070,000	-	250,000,000	323,661,911
40	Tana River	130,917,307	6,982,057	28,890,000	121,000,000	250,000,000	406,872,057
41	Tharaka Nithi	110,528,540	24,597,481	37,950,000	31,000,000	250,000,000	343,547,481
42	Trans Nzoia	166,458,256	46,626,677	67,200,000	-	-	113,826,677
43	Turkana	99,236,518	24,986,518	74,250,000	-	-	99,236,518
44	Uasin Gishu	257,580,471	9,600,471	61,980,000	-	-	71,580,471

Conditional Additional Allocations to County Governments from National Government's Share of Revenue for the Financial Year 2025/26 (Kenya Shillings)

		FY 2024/25	FY 2025/2026				
SN	County	Total Conditional Additional Allocations	Payment of Basic Arrears of County Health Workers	Community Health Promoters (CHPs) Programme	Supplement for Construction of County Headquarters	County Aggregation and Industrial Parks (CAIPs) Programme	Total Conditional Additional Allocations
		Column A	Column B	Column C	Column D	Column E	Column F
45	Vihiga	58,424,112	15,044,112	43,380,000	-	250,000,000	308,424,112
46	Wajir	265,153,485	19,869,801	60,810,000	-	250,000,000	330,679,801
47	West Pokot	91,423,594	13,933,594	77,490,000	-	-	91,423,594
	TOTALS	8,417,140,360	1,759,101,729	3,234,930,000	454,000,000	4,500,000,000	9,948,031,729

THIRD SCHEDULE

(S6(2))

Conditional Allocations to County Governments from Loans and Grants from Development Partners for the FY 2025/26 (Kenya Shillings)																				
SN	County	FY 2024/25	FY 2025/26																	
		Total Loans and Grants for FY 2024/25	IFAD/ Loan for the FY 2024/25	Financing of FLLoCA - County Climate Resilience Investment (CCRI) Grant	Financing of FLLoCA - County Climate Resilience Investment (CCRI) Grant	Financing of FLLoCA - County Climate Resilience Investment (CCRI) Grant	Food Systems Resilience Project (FSRP)	Drought Resilience Program in Northern Kenya (DRPNK)	Kenya Devolution Support Program II (KIDSP II) Level 1 Grant	Kenya Devolution Support Program II (KIDSP II) Level 2 Grant	Kenya Livestock Commercialisation Project (KLCAP)	Kenya Urban Support Project (KUSP) - Urban Institutional Grant (UIG)	Kenya Urban Support Project (KUSP) - Urban Development Grant (UDG)	Kenya Water, Sanitation and Hygiene (K-WASH) Programme	National Agriculture Value Chain Development Project (NAVCDP)	Primary Health Care in Devoluted Context (PHDC) Programme	Water & Sanitation Development Project (WSDP)	Kenya Informal Settlement Improvement Project (KISIP II)	Kenya Informal Settlement Improvement Project (KISIP II)	Total Loans and Grants for FY 2025/26
		Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P	Column Q	Column R	Column T
1	Baringo	453,330,587					246,153,846		37,500,000		65,350,000				8,211,000					357,214,846
2	Bomet	261,694,860							37,500,000						231,250,000	8,874,000				277,624,000
3	Bungoma	691,817,130							37,500,000		60,550,000				231,250,000	14,331,000			25,000,000	368,631,000
4	Busia	376,796,674	13,447,401						37,500,000		60,550,000				231,250,000	9,690,000				352,437,401
5	Elgeyo Marakwet	942,648,171					246,153,846		37,500,000		65,350,000					6,222,000		150,000,000	25,000,000	530,225,846
6	Embu	408,997,184	10,020,926						37,500,000						231,250,000	6,936,000				285,706,926
7	Garissa	1,281,981,230					246,153,846		37,500,000							11,322,000	150,000,000			444,975,846
8	Homa Bay	1,299,909,323	10,866,551						37,500,000						231,250,000	10,863,000			110,000,000	400,479,551
9	Isiolo	478,809,540					246,153,846		37,500,000						231,250,000	6,834,000				290,487,846
10	Kajiado	663,767,837	8,605,999						37,500,000						231,250,000	10,353,000		40,000,000		327,708,999
11	Kakamega	539,680,915	19,994,377						37,500,000		60,550,000				231,250,000	16,779,000				366,073,377
12	Kericho	286,771,820							37,500,000						231,250,000	8,670,000				277,420,000
13	Kimambu	2,064,884,057	15,882,359	11,000,000					37,500,000						231,250,000	15,198,000				310,830,359
14	Kilifi	2,868,424,744		11,000,000					37,500,000						231,250,000	6,834,000				286,867,800
15	Kirinyaga	286,965,538	11,283,380						37,500,000						231,250,000	12,546,000				296,843,479
16	Kisii	359,406,164	15,547,439						37,500,000						231,250,000	11,016,000				292,382,483
17	Kisumu	1,451,265,551	12,616,483						37,500,000						231,250,000	14,229,000				262,979,000
18	Kitui	411,362,890							37,500,000						231,250,000	12,546,000	450,000,000	40,000,000		771,296,000
19	Kwale	1,454,934,744							37,500,000							6,732,000				290,385,846
20	Lakipia	340,145,721					246,153,846		37,500,000							4,182,000				287,835,846
21	Lamu	591,169,100					246,153,846		37,500,000						231,250,000	12,495,000				292,924,038
22	Machakos	453,914,825	11,679,038						37,500,000						231,250,000	11,934,000				280,684,000
23	Makueni	286,509,113							37,500,000							16,473,000				311,126,846
24	Mandera	556,755,533		11,000,000					37,500,000											944,820,054
25	Maralal	942,486,800					246,153,846	580,002,208	37,500,000		70,250,000				231,250,000	12,954,000				298,742,152
26	Meru	674,777,970	17,038,152						37,500,000							10,914,000				297,452,888
27	Migori	371,829,022	12,788,888						37,500,000						231,250,000	10,914,000				297,452,888

		Conditional Allocations to County Governments from Loans and Grants from Development Partners for the FY 2025/26 (Kenya Shillings)																			FY 2025/26
		FY 2024/25																			
	County	Total Loans and Grants for FY 2024/25	(IFAD) Loan for the FY 2024/25	Financing of FLLoCA - County Climate Resilience Institutional Support (CCIS) Grant	Financing of FLLoCA - County Climate Resilience Investment (CCRI) Grant	Financing of FLLoCA - County Climate Resilience Investment (CCRI) Grant	Food Systems Resilience Project (FSRP)	Drought Resilience Programme in Northern Kenya (DRPNK)	Kenya Devolution Program II (KDSP II) Level 1 Grant	Kenya Devolution Program II (KDSP II) Level 2 Grant	Kenya Livestock Commercialization Project (KLoCaP)	Kenya Urban Support Project-KUSP -Urban Institutional Grant(UG)	Kenya Urban Support Project (KUSP)-Urban Development Grant (UDG)	Kenya Water, Sanitation and Hygiene (K-WASH) Programme	National Agribus Rural Value Chain Project (NAVCDP)	Primary Health Care in Devolved Context (PHDC) Programme	Water & Sanitation Development Project (WSDP)	Kenya Informal Settlement Improvement Project (KISIP II)	Kenya Informal Settlement Improvement Project (KISIP II)	Total Loans and Grants for FY 2025/26	
		Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O	Column P	Column Q	Column R	Column T	
28	Mombasa	1,919,290,169		33,000,000					37,500,000						150,000,000	11,373,000	500,000,000		200,000,000	931,873,000	
29	Murang'a	315,378,979							37,500,000						231,250,000	10,149,000				278,899,000	
30	Nairobi City	831,890,169		33,000,000					37,500,000						150,000,000	25,653,000		250,000,000	50,000,000	546,153,000	
31	Nakuru	1,511,033,830							37,500,000		60,250,000				231,250,000	16,881,000		240,000,000		586,181,000	
32	Nandi	485,520,259							37,500,000						231,250,000	8,619,000			25,000,000	302,369,000	
33	Narok	325,955,472							37,500,000						231,250,000	12,954,000				281,704,000	
34	Nyamira	410,284,521							37,500,000						231,250,000	7,752,000			25,000,000	301,502,000	
35	Nyandarua	567,460,682							37,500,000						231,250,000	7,854,000			40,000,000	316,604,000	
36	Nyeri	688,008,026	16,769,367						37,500,000						231,250,000	8,721,000				294,240,367	
37	Samburu	472,738,784					246,153,846		37,500,000		70,250,000					7,446,000				361,349,846	
38	Siaya	336,462,266	12,969,602	11,000,000					37,500,000		60,250,000				231,250,000	9,333,000				362,602,602	
39	Taita Taveta	1,200,370,871							37,500,000						231,250,000	6,834,000	450,000,000	40,000,000		765,584,000	
40	Tana River	435,208,033					246,153,846		37,500,000							9,435,000				293,088,846	
41	Tharaka Nithi	593,697,047	10,489,999						37,500,000						231,250,000	6,324,000				285,263,999	
42	Trans Nzoia	1,035,958,172							37,500,000		60,250,000				231,250,000	9,292,000			90,000,000	428,552,000	
43	Turkana	1,097,542,698					246,153,846	696,652,000	37,500,000							16,993,000				997,288,846	
44	Uasin Gishu	1,619,740,019							37,500,000						231,250,000	10,200,000		140,000,000	100,000,000	518,950,000	
45	Vihiga	260,378,610							37,500,000						231,250,000	7,497,000				276,247,000	
46	Wajir	1,673,716,058		11,000,000			246,153,846		37,500,000							13,370,000	550,000,000			858,423,846	
47	West Pokot	408,266,834							37,500,000								8,058,000			291,711,846	
TOTALS		37,089,957,743	200,000,000	121,000,000	6,187,500,000	1,200,000,000	3,200,000,000	1,276,654,208	1,762,500,000	13,942,500,000	634,500,000	1,300,000,000	10,325,754,660	4,607,526,599	7,700,000,000	510,000,000	3,000,000,000	1,000,000,000	840,000,000	56,907,935,467	

* IDA-FLLoCA -CCRI and KFW FLLoCA -CCRI, KDSP Level 2, KUSP2-UDG, KUSP2-UIG and K-WASH grants are to be allocated among County Governments on the basis of the criteria set out in section 6 (2) (e) (j) (n) (q) and (t).

MEMORANDUM OF OBJECTS AND REASONS

Statement of the Objects and Reasons for the Bill

The principal object of the Bill is to make provision for the transfer of unconditional and conditional additional allocations from National Government's share of revenue and from development partners to county governments for the financial year 2024/25.

Clause 1 of the Bill provides the short title to the Bill while **clause 2** defines the various terms used in the Bill.

Clause 3 of the Bill contains the object of the Bill which is to provide for the allocation of additional allocations to respective county governments for the financial year 2025/26 as well as the transfer of these allocations from the Consolidated Fund to respective county revenue funds.

Clause 4 of the Bill defines additional allocations as funds agreed upon by the National Assembly and the Senate during the consideration of the Budget Policy Statement and stipulates what the allocations would comprise of.

Clause 5 and **6** of the Bill identifies the respective unconditional additional allocations and conditional additional allocations to county governments in the financial year 2025/26.

Clause 7 of the Bill mandates the Cabinet Secretary responsible for finance to publish quarterly report on actual transfers of all additional allocations to county governments disbursed pursuant to the Bill once enacted.

Clause 8 of the Bill mandates county treasuries to reflect all transfers of conditional allocations from the National Government in their books of accounts.

Clause 9 of the Bill mandates county treasuries to include, in their respective quarterly and annual financial and non-financial statutory reporting, information on, among others, additional allocations received and expended.

Clause 10 criminalizes serious or persistent non-compliance with the Bill once enacted.

Statement on the delegation of legislative powers and limitation of fundamental rights and freedoms

The Bill does not delegate legislative powers nor does it limit fundamental rights or freedoms.

Statement on how the Bill concerns county governments

The Bill concerns county governments as it provides for the allocation and transfer of additional allocations from National Government's share of revenue and from development partners to county governments.

The Bill is therefore a Bill concerning county governments in terms of Article 110(1) (a) of the Constitution.

Statement that the Bill is not a money Bill, within the meaning of Article 114 of the Constitution

The Bill deals with matters other than those listed in the definition of a money Bill under Article 114 (3) of the Constitution and is therefore not a money Bill within the meaning of Article 114 of the Constitution.

Dated the 12th June, 2025.

ALI IBRAHIM ROBA,
*Chairperson,
Standing Committee on Finance and Budget.*