

REPUBLIC OF KENYA

COUNTY GOVERNMENT OF LAIKIPIA



2nd SUPPLEMENTAR ESTMATES

OF

RECURRENT AND DEVELOPMENT EXPENDITURE

FOR THE YEAR ENDING 30THJUNE, 2026

MARCH 2026

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FOREWORD

The 2nd supplementary estimates for financial year 2025/2026 have been prepared in accordance with chapter 12 and Article 220 (2) of the Constitution of Kenya (2010) and section 154 of the public Finance Management Act (2012) and regulation 39 of the (PFMA 2015).

These supplementary estimates are based on the approved planning frameworks laid out in the 3rd County Integrated Development Plan (CIDP), the annual development plan (ADP) 2025/26 and the County fiscal strategy paper (CFSP) 2025.

The purpose of the 2nd supplementary estimates is to appropriate additional allocations from ;

- The equitable share from national government
- The County Government Additional Allocations(grants).
- Balances B/F for various grants
- Other reallocations in compliance with section 154 of the PFM Act.

The 2nd supplementary budget seeks to accelerate socio-economic transformation as envisioned in the annual estimates of 2025/2026 through strategic investments in key sectors including health services, agriculture and food security, early childhood and vocational education, water and sanitation, urban development and roads infrastructure.

Wachira Gachigi

County Executive Committee Member

Finance, Economic Planning and County Development

EXECUTIVE SUMMARY

The 2nd Supplementary Estimates for Financial Year 2025/2026 is aligned with the County's vision of "Promoting an inclusive County with a sustainable high standard of living," prioritizing healthcare training, accessibility and affordability, Enhancing trade, improving road infrastructure, increased agricultural output, facilitating access to Early Childhood Development Education (ECDE) and vocational training among others. These initiatives are outlined in the CIDP for the period 2023-2027 and the ADP 2025/26.

This 2nd supplementary budget provides the additional county resources and the proposed expenditure items. Additional revenue includes equitable share of kshs 463,119,849 and Grants amounting to kshs 631,316,134.

The funds will be applied to meet expenditures aligned with the county and departmental objectives.

2ND SUPPLEMENTARY DRAFT 2026

SUMMARY OF REVENUES AND EXPENDITURE

COUNTY REVENUES

Laikipia County's revenue performance over the period from FY 2023/2024 to the current FY 2025/2026 has been from three major sources: the equitable share from the National Government, conditional and donor grants, and own-source revenue (OSR). These revenue streams have continued to play a critical role in financing key County functions and service delivery priorities.

During this period, the equitable share has remained the single largest contributor to the County's total revenue, providing a stable and predictable flow of funds to support recurrent and development expenditures. The conditional and unconditional grants, although varying annually, have significantly supplemented departmental funding, especially in Health, Agriculture, Water and Infrastructure development. Meanwhile, Own source revenue has continued to demonstrate consistent growth, reflecting improved compliance, enhanced automation of revenue systems, and intensified collection efforts.

Together, these revenue sources have enabled the County to implement its development agenda while progressively enhancing fiscal sustainability and resilience. The continued partnership with the National Government, development partners, and local stakeholders remains vital to strengthening Laikipia's revenue base and accelerating the realization of the County Integrated Development Plan (CIDP) goals.

The 2nd budget supplementary 2025/2026 resource envelope is estimated at kshs 701,642,263 which include Kshs. 463,119,849 as equitable share, Own Source Revenue, ksh 631,316,134 as conditional/unconditional grants and other projected revenue reductions of kshs (392,793,721).

Table 1: Summary of County Revenues in 2024/2025-2027/2028 (KSh.)

Revenue source	Approved Budget 2024/2025	Estimates 2025/2026	2 nd Supplementary Revenues	2 nd Supplementary Estimates 25/26
Equitable share	5,387,034,732	5,640,962,159	463,119,849	6,104,082,008
Equitable share B/F	428,659,722		0	
Sub- total	5,815,694,454	5,640,962,159	463,119,849	6,104,082,008
Own Source Revenue			0	
Local Revenue	842,500,000	704,000,000	0	704,000,000
Vocational training centres	30,000,000	21,000,000	0	21,000,000
Appropriations in Aid (AIA)	602,500,000	626,000,000	0	626,000,000
Sub total	1,475,000,000	1,351,000,000	0	1,351,000,000
Total shareable revenue	7,290,694,454	6,991,962,159	463,119,849	7,455,082,008
Other Revenues			0	
Annual Grants	642,542,051	665,624,848	596,562,942	1,262,187,790
Grants Opening Balance	125,897,274	143,424,836	191,602,775	335,027,611
Grants Not rcd in 2024/2025	0	411,694,455	-156,849,582	254,844,873
Sub total	768,439,325	1,220,744,139	631,316,134	1,852,060,274
Emergency Fund balance	14,985,452	42,174,310	-2,991,467	39,182,843.10
CRF opening balance	10,823,106	0	7,113,951	7,113,950.90
CRF other balances	0	962,256,718	-396,916,205	565,340,513
Sub total	25,808,558	1,004,431,028	-392,793,721	611,637,307
Total Revenues	8,084,942,337	9,217,137,326	701,642,263	9,918,779,589

COUNTY EXPENDITURES

Additional Expenditure Ceilings

To ensure a balanced fiscal framework, 2nd supplementary budget total expenditure is expected to amount to ksh 701,642,263 .

Development Expenditure

Projected development expenditures for the 2nd supplementary will include kshs 350,119,849 from shareable resources and Kshs. 523,032,036 from grants.

Recurrent Expenditure

Recurrent expenditure expenditures for the 2nd supplementary will include kshs 113,000,000 from shareable resources and Kshs. 108,284,099 from grants.

In its commitment to maximizing the delivery of public services, the County Government will intensify efforts to improve efficiency in public spending and ensure value for money by:

- Reducing or eliminating non-priority expenditures.
- Full implementation of the E-Procurement System.
- Effective management of assets and liabilities.
- Working with partners and stakeholders to secure financing for viable projects.

Table 2: Proposed budget items

Department	Description	Recurrent	Development	Total
County Administration, Public Service and Office of The Governor	Sports and youth -Unity Cup	10,000,000		10,000,000
Finance, Economic Planning and The County Treasury	Legal fees	45,000,000	0	45,000,000
	Revenue board operations	20,000,000	0	20,000,000
Health and Sanitation	Mental unit infrastructure	0	5,000,000	5,000,000
	Medical training College infrastructure	0	100,000,000	100,000,000
	Other health infrastructure -manguo, kwa Wanjiku health facilities	0	10,000,000	10,000,000
Infrastructure and Public Works	Purchase of one Dozer heavy machine.	0	47,000,000	47,000,000
Education	Youth empowerment through VTI equipment's 10m	0	10,000,000	10,000,000
Trade, Tourism and Enterprise Development	Trade department Operations	5,000,000	0	5,000,000
	Coffee and dairy processing machines	0	117,000,000	117,000,000
Water	Common Water intake North	0	40,000,000	40,000,000
Nanyuki Municipality	Operations and general maintenance	8,500,000	8,500,000	17,000,000
Nyahururu Municipality	Operations and general maintenance	6,500,000	8,500,000	15,000,000
Rumuruti Municipality	Operations and general maintenance	5,000,000	4,119,849	9,119,849
County Assembly	Operations and general maintenance	13,000,000	0	13,000,000
Total		113,000,000	350,119,849	463,119,849

Table 3: Grants for 2025

	Annual Grants 2025/2026	Approved budget	2 nd Supplementary Estimates	variance/ changes	Recurrent	Development
Adm	KDSP- KDSP II programme	37,500,000	72,909,500	35,409,500	35,409,500	
Adm	Headquarter- KDSP II programme	352,500,000	352,500,000	-		
Adm	Settlement of Doctors salaries Arrears		40,454,974	40,454,974	40,454,974	
Adm	Laikipia County Kenya Devolution Support Program		3,043	3,043	3,043	
Adm	Laikipia County Kenya Devolution Support Program		286,323	286,323		286,323
Adm	Laikipia County KE Devolution S P II		719,440	719,440	719,440	
	Sub-Total	390,000,000	466,873,280	76,873,280	76,586,957	286,323
Agri	Food System Resilience (KFSRP)	171,720,811	246,153,846	74,433,035		74,433,035
Agri	KABDP	10,918,919	-	-10,918,919		-10,918,919
Agri	Laikipia County Food System Resilience	900,993	71,027,825	70,126,832		70,126,832
	Sub-Total	183,540,723	317,181,671	133,640,948	-	133,640,948
Educ	Laikipia County Village Polytechnic Project		26,097	26,097		26,097
	Sub-Total	-	26,097	26,097	-	26,097
health	Headquarters- DANIDA	15,840,000	13,167,000	- 2,673,000	- 2,673,000	
health	Community Health Promoters	25,230,000	25,230,000	-		
Health	Laikipia County Health Services Account -		16,290	16,290	16,290	
Health	Laikipia County Primary Health Care	-	56,929	56,929	56,929	
	Sub-Total	41,070,000	38,470,219	-2,599,781	-2,599,781	-
Infra	Allocations for 0.5% of Housing Levy Fund to the County Rural and Urban Affordable Housing Committees		1,987,622	1,987,622	1,987,622	
Infra	Fuel Levy	154,389,725	154,389,725	-		-
Infra	Laikipia County Roads Maintenance Levy Fund	80,873,179	80,873,179	0		0
Infra	Laikipia County Kenya Urban Support Program		32,309,301	32,309,301	32,309,301	
	Sub-Total	235,262,904	269,559,827	34,296,923	34,296,923	0
Nyk	Public Works- Urban Development grant (UDG)	152,635,998	152,635,998	-		-
	Sub-Total	152,635,998	152,635,998	-	-	-
Rmt	Urban Development grant (UDG)	46,583,850	46,583,850	-		-
	Sub-Total	46,583,850	46,583,850	-	-	-
Trade	County Aggregation and Industrial park Programme (CAIPS)	-	250,000,000	250,000,000		250,000,000
Trade	Laikipia County Industrial Park acc		50,000,000	50,000,000		50,000,000
	Sub-Total	-	300,000,000	300,000,000	-	300,000,000
Water	Flocca	67,000,000	67,000,000	-		-
Water	Flocca	43,000,000	94,020,148	51,020,148		51,020,148
Water	Laikipia County Climate Change Fund	61,650,664	99,709,184	38,058,520		38,058,520
	Sub-Total	171,650,664	260,729,332	89,078,668	-	89,078,668
	Grand Total	1,220,744,139	1,852,060,274	631,316,135	108,284,099	523,032,036

Table 4: 2nd supplementary Departmental allocations exclusive of conditional grants for 2025-2026 (kshs)

Department	Approved Budget			Budget Changes				1st Supplementary Budget		
	Recurrent	Development	Total	Recurrent	(Recurrent)	Development	(Development)	Recurrent	Development	Total
Administration	3,702,304,576	35,440,518	3,737,745,094	38,000,000	(29,004,576)	-	(12,814,500)	3,711,300,000	22,626,018	3,733,926,018
Finance	220,947,870	499,274,580	720,222,450	65,000,000	(3,203,300)	-	(2,991,467)	282,744,570	496,283,113	779,027,683
Health	187,320,000	1,237,623,752	1,424,943,752	-	-	115,000,000	(105,412,356)	187,320,000	1,247,211,396	1,434,531,396
Agriculture	17,498,370	159,012,759	176,511,129	-	(1,498,370)	-	(42,865,479)	16,000,000	116,147,280	132,147,280
Infrastructure	55,513,054	732,645,708	788,158,762	-	-	47,000,000	(134,553,257)	55,513,054	645,092,451	700,605,505
Education	103,500,000	112,834,686	216,334,686	4,113,951	-	10,000,000	(16,073,240)	107,613,951	106,761,446	214,375,397
Youth and Sports	11,500,000	7,994,405	19,494,405	-	-	-	(2,997,186)	11,500,000	4,997,219	16,497,219
Trade,	15,910,000	132,288,216	148,198,216	5,000,000	-	130,000,000	(7,743,941)	20,910,000	254,544,275	275,454,275
Water	14,600,165	187,239,440	201,839,605	-	-	40,000,000	(78,750,000)	14,600,165	148,489,440	163,089,605
Nanyuki Mun.	3,500,000	10,000,000	13,500,000	8,500,000	-	8,500,000	-	12,000,000	18,500,000	30,500,000
Nyahururu Mun.	1,000,000	5,000,000	6,000,000	6,500,000	-	8,500,000	-	7,500,000	13,500,000	21,000,000
Rumuruti Mun.	3,000,000	6,445,088	9,445,088	5,000,000	-	4,119,849	-	8,000,000	10,564,937	18,564,937
Assembly	531,501,082	2,498,918	534,000,000	13,000,000	-	-	-	544,501,082	2,498,918	547,000,000
Total	4,868,095,117	3,128,298,070	7,996,393,187	145,113,951	(33,706,246)	363,119,849	(404,201,426)	4,979,502,822	3,087,216,493	8,066,719,315

Table 5: 2nd supplementary Departmental allocations inclusive of conditional grants for 2025-2026 (kshs)

Department	Approved Budget 2025/26			Supplementary Changes				2 nd Supplementary Budget 2025/26		
	Recurrent	Development	Total	Recurrent	(Recurrent)	Development	(Development)	Recurrent	Development	Total
Administration	3,739,804,576	387,940,518	4,127,745,094	96,586,957	(11,004,576)	283,323	(12,814,500)	3,825,386,957	375,412,341	4,200,799,298
Finance	220,947,870	499,274,580	720,222,450	65,000,000	(3,203,300)	-	(2,991,467)	282,744,570	496,283,113	779,027,683
Health	228,390,000	1,237,623,752	1,466,013,752	73,219	(2,673,000)	115,000,000	(105,412,356)	225,790,219	1,247,211,396	1,473,001,615
Agriculture	17,498,370	342,553,482	360,051,852	-	(1,498,370)	144,559,867	(53,784,398)	16,000,000	433,328,951	449,328,951
Infrastructure	55,513,054	967,908,612	1,023,421,666	34,296,923	-	47,000,000	(134,553,257)	89,809,977	880,355,355	970,165,332
Education	103,500,000	112,834,686	216,334,686	4,113,951	-	10,026,097	(16,073,240)	107,613,951	106,787,543	214,401,494
Youth and Sports	11,500,000	7,994,405	19,494,405	-	-	-	(2,997,186)	11,500,000	4,997,219	16,497,219
Trade,	15,910,000	132,288,216	148,198,216	5,000,000	-	430,000,000	(7,743,941)	20,910,000	554,544,275	575,454,275
Water	14,600,165	358,890,104	373,490,269	-	-	129,078,668	(78,750,000)	14,600,165	409,218,772	423,818,937
Nanyuki Mun.	3,500,000	162,635,998	166,135,998	8,500,000	-	8,500,000	-	12,000,000	171,135,998	183,135,998
Nyahururu Mun.	1,000,000	5,000,000	6,000,000	6,500,000	-	8,500,000	-	7,500,000	13,500,000	21,000,000
Rumuruti Mun.	3,000,000	53,028,938	56,028,938	5,000,000	-	4,119,849	-	8,000,000	57,148,787	65,148,787
Assembly	531,501,082	2,498,918	534,000,000	13,000,000	-	-	-	544,501,082	2,498,918	547,000,000
Total	4,946,665,117	4,270,472,209	9,217,137,326	238,071,050	(18,379,246)	897,070,804	(415,120,345)	5,166,356,921	4,752,422,668	9,918,779,589

Table 6: List of entities guiding appropriation of funds.

Sectors	Entities
Laikipia Health Services	LHS Nanyuki I Board LHS Nyahururu Board LHS Rumuruti I Board LHS Doldol Board
Education ICT and Social Services	Education Bursary Fund Vocational training centers
Land Housing and Urban Development	Leasing Fund Rumuruti Municipality Nyahururu Municipality Nanyuki Municipality
Trade, Tourism and Enterprise Development	Co-operative Revolving Fund
Finance, Economic Planning and Enterprise Development	Leasing Fund
Public Service and County Administration	County Public Service Board Alcohol Control Committee