

Report laid on 06/10/16
by Hon. George Odhiambo

COUNTY GOVERNMENT OF NAIROBI CITY



PCA CLSP

Appl:
06/10/16

NAIROBI CITY COUNTY ASSEMBLY

FIRST ASSEMBLY – FOURTH SESSION

REPORT OF THE COUNTY ASSEMBLY FINANCE, BUDGET AND
APPROPRIATIONS COMMITTEE

ON

THE ANNUAL DEVELOPMENT PLANS FOR THE FY 2016/17 AND FY 2017/18

OCTOBER 2016

Mr. Speaker Sir, the County budgeting process is anchored in law with timelines set for specific documents to be considered by the County Assembly. The initial step in any budget calendar is to put in place plans that enumerate the intended lines of action. Once in every five years, the County Government is required to prepare a County Integrated Development Plan which amalgamates all manner of development initiatives being undertaken by all actors in the County over that duration. An Annual Development Plan (ADP) is an extract of the County Integrated Development Plan and a document that is meant to help the County implement the county master plan.

The ADP for the FY 2016/17 and that for the FY 2017/18 were laid in the County Assembly by the Leader of the Majority Party and duly committed to the Select Committee on Finance, Budget and Appropriations for consideration and reporting.

Mr. Speaker Sir, the provisions of Standing Order 187 (e) gives the Finance, Budget and Appropriations Committee the responsibility to evaluate tax estimates, economic and budgetary policies and programmes with direct budget outlays. The ADP is one such document that is aimed at effecting the economic and budgetary policies of the County and giving life to the very hard facts about the County budget.

Mr. Speaker Sir, the County Assembly Finance, Budget & Appropriations Committee comprises of the following 19 Members:

- | | |
|------------------------------------|----------------------|
| 1. Hon. Michael Okumu, MCA | Chairperson |
| 2. Hon. George Ochola, MCA. | Vice Chairman |
| 3. Hon. Fredrick Obenge, MCA. | |
| 4. Hon. Caroline Muga, MCA | |
| 5. Hon. Helen Katangie, MCA | |
| 6. Hon. Osman Ibrahim, MCA | |
| 7. Hon. Jackson Gikandi, MCA | |
| 8. Hon. Kenneth Muroki, MCA | |
| 9. Hon. David Kairu, MCA | |
| 10. Hon. Catherine Akoth, MCA | |
| 11. Hon. Herman Azangu, MCA | |
| 12. Hon. Magdalene Mbogori, MCA | |
| 13. Hon. Jane Muasya, MCA | |
| 14. Hon. Peter Isuha, MCA | |
| 15. Hon. Isaac Ngige, MCA | |
| 16. Hon. Ngaruiya Chege, MCA | |
| 17. Hon. Samuel Irungu, MCA | |
| 18. Hon. Bernadette Wangui, MCA | |

19. Hon. Victoria Alali, MCA

Committee's Mandate

Mr. Speaker Sir, the Nairobi County Assembly Finance, Budget and Appropriations Committee is constituted under the provisions of Standing Order 187. Its mandate pursuant to Standing Order 187(3) is to:-

- a) *investigate, inquire into and report on all matters related to coordination, control and monitoring of the of the county budget;*
- b) *discuss and review the estimates and make recommendations to the County Assembly;*
- c) *examine the County Fiscal Strategy Paper presented to the County Assembly;*
- d) *examine Bills related to the county budget, including Appropriations Bills; and*
- e) *evaluate tax estimates, economic and budgetary policies and programmes with direct budget outlay*

Examination of the County Annual Development Plans

In reviewing the ADPs for the FYs 2016/17 and 2017/18, the Committee held a total of seven (7) sittings. During this undertaking the County Treasury was accorded the opportunity to take members through the document in addition to shedding light on the gray areas identified by the Committee. These issues were further addressed to the County Treasury for response to which the County Executive Committee Member for Finance submitted a comprehensive reply which was considered by the Committee. All these discussions were crucial at helping the Committee come up with informed decisions on the Plans which have led to some of the recommendations that are contained herein.

Acknowledgment

Mr. Speaker Sir, the Committee thanks the Offices of the Speaker and the Clerk for the support extended during the execution of its mandate. Specifically, the Committee wishes to pay special gratitude to the County Assembly Fiscal Analysts who gave it invaluable technical advice during the scrutiny of these Plans.

Mr. Speaker Sir, It is therefore my distinct honour and utmost privilege, on behalf of the Finance, Budget & Appropriations Committee to table this Report and recommend it to the Assembly for adoption.

SIGN.....  DATE..... 

Hon. Michael O. Okumu, MCA Chairman

SCRUTINY OF THE NAIROBI CITY COUNTY ANNUAL DEVELOPMENT PLANS (FY 2016/2017 & FY 2017/2018)

A. BACKGROUND INFORMATION

1. **Mr. Speaker Sir**, as we said during the consideration of the ADP for the FY 2015/16, an annual plan is a blueprint that brings together the policy formulators and implementers with an aim of having a predictable and organized way of rolling out development projects in the County. In the process of either preparing or implementing any plan, the contributions of the the elected representatives, the development partners, non-governmental organizations, the general public and the County Executive cannot be gainsaid. In fact the provisions of Section 102 of the County Governments Act 2012 dictate that the County Integrated Development Plan (CIDP) from which the Annual Development Plans are extracted should at the very least endeavor to integrate the national values in all processes; protect and integrate rights and interests of minorities and marginalized groups; protect and develop natural resources in a manner that aligns national and county government policies; align county financial and institutional resources to agreed policy objectives and programmes; engender effective resource mobilization for sustainable development; promote the pursuit of equity in resource mobilization within the County; provide a platform for unifying planning, budgeting, financing, programme implementation and performance review as well provide a basis for engagement between county government and the citizenry, other stakeholders and interested groups.
2. **Mr. Speaker Sir**, it is once again important to remind Members that the CIDP and by extension the ADPs have far reaching effects on the budget of the County for any given financial year and that is why the provisions of Section 104 of the County Government Act, 2012 decrees that a County Government shall plan for the county and no money shall be appropriated outside a planning framework developed by the county executive committee and approved by the county assembly. The quoted provisions of the law are clear that as a County Government we must not only prepare Plans but more so that the Plans have to be cognizant of our prevailing realities. In this undertaking, the law has clarified that the original responsibility of preparing the ADPs falls with the County Executive Committee Member (CECM) for Finance and Economic Planning. In such endeavor, the CECM and indeed the entire County Executive is required to increase the spectrum and include all the stakeholders interested in the County budget process and policies. Once again it is important to remind this County Assembly that there are numerous provisions in law that has put emphasis on the need to have extensive consultations on matters that affect the public. The Finance Committee during the consideration of these Plans took due diligence to ensure that these provisions of the law

had been complied with. The Committee hence wishes to confirm that there had been great attempt to comply with the above provisions of the law.

B. COMPLIANCE OF THE COUNTY ANNUAL DEVELOPMENT PLANS TO THE PREVAILING LEGISLATION AND BEST PLANNING PRACTISES

3. **Mr. Speaker Sir**, as stated above, there are adequate provisions in law that relate to the necessity of having plans as a basis for budgeting in any financial year. The Constitution of Kenya 2010 and the enabling legislations; County Governments Act, 2012 and the Public Finance Management Act, 2012 have enough provisions dedicated to providing guidelines on how to develop and approve such plans. The provisions of Section 125 of the Public Finance Management (PFM) Act, 2012 records that the budget process in any financial year shall consist of integrated development planning process which shall include both long term and medium term planning. In addition, the provisions of Section 126 (3) of the PFM Act requires that not later than 1st September of each year the County Executive Committee Member for planning shall submit the development plan to the County Assembly for its approval. It is noteworthy that whereas the law does not provide the legal timelines for approval of the document, the formulators of the law were able to discern that an early approval of an ADP would ensure seamless and timely execution of all the subsequent budget processes. In fact, the provisions of Section 107 of the County Governments (CGA) Act, 2012 provides that the plan would be able to guide, harmonize and facilitate development within the County.
4. **Mr. Speaker Sir**, during the consideration of the ADP for the FY 2015/16 the Committee decried the ambiguity in the law with regard to the timelines for approval of the ADP. At the time it was too late in the day to consider the ADP for the FY 2015/16 when the financial year for which the plan was meant to apply was well underway. To cure the mess and indeed ensure that the County regularizes its planning calendar, the Committee agreed with the County Treasury that this year the County Assembly would consider and approve the ADPs for the two financial years. It is noteworthy that the ADP for the current financial year is the only remaining jigsaw for the County Executive to access development funds from the Office of the Controller of Budget. The quick approval of the ADP therefore would ensure that any development initiatives planned for this year would be rolled out and payments made for completed projects without any further delay.
5. **Mr. Speaker Sir**, the provisions of Section 126 (1) of the PFM Act, 2012 dictate that the Annual Development Plan shall include:
 - *strategic priorities for the medium term that reflect the county government's priorities and plans;*

- *a description of how the county government is responding to changes in the financial and economic environment;*

- *programmes to be delivered with details for each programme of—*

(i) the strategic priorities to which the programme will contribute;

(ii) the services or goods to be provided;

(iii) measurable indicators of performance where feasible; and

(iv) the budget allocated to the programme;

- *payments to be made on behalf of the county government, including details of any grants, benefits and subsidies that are to be paid;*

- *a description of significant capital developments;*

- *a detailed description of proposals with respect to the development of physical, intellectual, human and other resources of the county, including measurable indicators where those are feasible;*

- *a summary budget in the format required by regulations; and*

- *such other matters as may be required by the Constitution or this Act.*

6. **Mr. Speaker**, even before the Committee reports on the level of compliance of the presented ADPs to the prevailing legislation, the Committee would wish to note with utmost exuberance that there has been a lot of improvement on the presentation of this Plan by the County Executive. The Committee would wish to appreciate the County Treasury for having been alive to the recommendations of this Assembly contained in previous reports and considered the same during preparation of these Plans. The Committee specifically wishes to point out that the County Executive has been keen to incorporate most of resolutions of this House contained in the reports on the approval of the County Integrated Development Plan and the Annual Development Plan for the FY 2015/16. It is commendable that the County Executive has been consistent in submitting budget documents within the statutory timelines.

7. **Mr. Speaker Sir**, once again the Committee notes that these Plans have rightly documented the challenges that the County is facing in its budget implementation functions and further highlighted the measures that the County would be putting in place to solve the challenges. Whereas the Committee laments that some of the challenges have remained unresolved for too long, it notes that the redress tactics proposed are well thought out and would deliver results if implemented with adequate commitment.

8. **Mr. Speaker Sir**, the quoted provisions of the law require that the ADP contains a brief on how the County Government is responding to changes in economic and financial environment. It was the expectation of the Committee that the Plans would at very least document measures which have been initiated by the County to shield itself from external

shocks that occur within and without the country. As the capital city and business hub of the region, Nairobi County cannot remain immune and ignorant to micro and macroeconomic happenings around us. It would be important to remind this Assembly that not long ago, His Excellency the President signed into law the Banking (Amendment) Act which among others sets the base for interest received on bank deposits and ceiling of interest charged on bank borrowings. An analysis of how changes in interest rates, GDP upheavals and inflationary pressures affect this County would have been paramount in not only making the Plans compliant to the legal provisions but also making it elastic to any changes that we may encounter during their implementation. The Finance Committee during its review of the two Plans noted that this key component was missing. The Committee requested for the information from the County Treasury and it was submitted. In this regard therefore the Committee would be proposing amendments to the two Plans to include details of how the County Government has been responding to changes.

9. **Mr. Speaker Sir**, as we have said above, the law is unambiguous on the budget process and more clear is that planning should be the start point of budget activity in any financial year. However, due to the misunderstanding on the timelines for submission of the ADPs which occasioned late approval of the ADP for the FY 2015/16, we once again get ourselves in a scenario where we have to consider the ADP for the FY 2016/17 almost four months after approving the budget estimates for the FY 2016/17. This situation means that we are legally bound to have the Plan fully aligned to the budget estimates to the extent possible. Despite this being the case the Committee noted during the dissemination of the ADP for the FY 2016/17 that the Plan was largely inconsistent with the approved budget estimates for the FY 2016/17. The Committee noted that the ADP had too many projects most of which have never been subject of legislative consideration in any previous budget documents. Of the projects that were contained in the approved budget estimates, the Committee noted that most of them had costs which were above those allowed in the estimates as aligned to the County Fiscal Strategy Paper for the FY 2016/17. For example, in a snapshot the Committee was alarmed to discover that the Transport and Public Works Sector had projects in the ADP whose costs were in excess of Kshs. 20billion.
10. **Mr. Speaker Sir**, whereas the Committee appreciates that as a planning document an ADP should present broad priorities it argues that having such a scenario makes no sense for narrowing down an ADP from the CIDP. Further, it is unreserved opinion of the Finance Committee that it would never have been realistic for the Sector to even remotely anticipate that it would be allocated Kshs. 20billion for its development projects. The Committee urges all Sectors to ensure that the projects contained in the ADP can be accommodated within the resource envelope for one financial year. This would have the net effect of making ADPs both realistic and implementable.

11. **Mr. Speaker Sir**, the ultimate responsibility of following implementation of projects falls with the Sectors through the County Executive Committee Members and the respective Chief Officers. That notwithstanding, in such cases where the delivery units are indicated as Sectors themselves, the Committee notes that it would be impractical to hold anyone accountable where there are lags. It is the view of the Finance Committee that Sectors are divided into Sections and Units with assigned Heads which would be better placed to follow up on implementation of projects, report on progress as well as account for any missteps. The Committee hence recommends that the delivery units in the Plans should be amended to adopt the mechanism employed by the Finance Sector to ensure that the final delivery of results can be pinned down to a specific micro entity within a Sector.

12. **Mr. Speaker Sir**, during the review of the Plan for the FY 2016/17, the Committee noted that under the implementation framework nearly all the projects have running timeframe from 1st July 2016 to 30th June 2017. The Committee failed to understand why all the projects had the same time of completion. It needs no reminder that in the budget estimates for the FY 2016/17 the County Assembly largely approved only roll over projects for implementation in this financial year. Since these are roll overs, the Committee expects that the projects were at different stages of completion at the close of the previous financial year and hence it would be illogical for all of them to be completed at the tail end of the current financial year.

13. Further, **Mr. Speaker**, in the ADP for the FY 2017/18 the County Government has some projects whose duration of implementation has been indicated to be between ten and fifteen years. It is expected that an ADP should only consist of development priorities which would be implemented within one financial year. In some instances, the Committee noted that the ADP for the FY 2017/18 had some development projects whose timeframe of implementation were indicated as FY 2016/17. These, the Committee notes are errors that must be corrected before the document is published. In this regard therefore, and to cure the aforementioned anomalies related to timeframe of budget implementation, the Committee would be proposing amendments to the timeframe for implementation of projects.

C. OBSERVATIONS OF THE BUDGET AND APPROPRIATIONS COMMITTEE ON THE SECTORS PROGRAMMES AND PROJECTS

14. **Mr. Speaker Sir**, the Finance, Budget and Appropriations Committee held extensive deliberations with the County Treasury officials for them to disseminate the specifics of the projects and programmes enlisted in the ADPs and from the discussions the Committee managed to come up with a number of observations. This section of the

report would endeavor to record some of the observations of the Committee on selected Sectors programmes as well as propose ways of dealing with any identified gaps.

15. The Finance Committee last year commended the **Finance and Economic Planning Sector** for the measures which it had put in place to safeguard our financial resources. One of these measures was the introduction of electronic payments systems which were meant to limit human errors associated with money contact and financial discretion. The Committee notes that despite the the good intentions of some of these initiatives they are yet to deliver us to the promised land. The challenges which have faced one of the electronic payment methods, jambopay, are well documented and don't need to be restated here. For example, the Committee learnt during these deliberations that despite the increase of parking fees by over 100% in 2013, the revenue from the Parking stream had only increased by about 1%. It is therefore conclusive to report that the increase in parking fees has not achieved its twin intentions of increasing revenue injections or decongesting the City. The Committee urges the Sector to relook at the contract agreements for the e-payments to ensure that the County does not remain the ultimate loser. The Committee still regrets to report that the revenue collection potential of the County has been limited by revenue officers who lack integrity. The Committee has urged the Finance Sector to see to it that the challenges which have faced revenue collection are addressed hastily.

16. **Mr. Speaker Sir**, as we have said before, this County and more so its elected officials will be judged on how well they have been able to either implement or influence development across the County. In this regard therefore, the scorecard of this County is dependent on the work of the the **Public Works, Roads and Transport Sector**. Members may recall that in the budget estimates for the current financial year, we had approved for the Sector to implement road maintenance projects across the 85 wards at a cost of Kshs. 5million per ward. The Committee urges the Sector to quickly roll up it sleeves and start implementing these projects as well as all the roll over projects that had been approved for finalization. In the ADP for the FY 2017/18, the Sector anticipates to among others undertake public lighting across the wards at a cost of Kshs. 7.2million per ward as well as put up traffic signals across all major city roads. These the Committee notes are good plans that if implemented would be beneficial to the County residents. However, the Committee noted that the Plan had not documented the planned development projects for the Wards Development Fund. Also more alarming was that some projects had not been earmarked for development in the coming financial year. The Committee believes that the only purpose of the WDF would be to ensure equitable distribution of projects across the wards. The Committee would hence be recommending that the WDF projects be included in the ADP for the FY 2017/18.

17. **Mr. Speaker**, the Finance Committee during the consideration of the ADPs for the FY 2016/17 and 2017/18 was at pains to quantify the progress of the **Physical Planning, Lands and Housing Sector**. In the ADP for the FY 2015/16, the Sector had planned to improve the condition of the 16,829 council housing units by making them more secure and habitable. The Sector had further planned to reactivate the AD-manager to enhance service delivery and bolster revenue collection. The Committee notes that both of these were good initiatives that if implemented would have a positive effect of improving our revenue resources. Despite this positive outlook, the Sector had been slow in implementing the approved projects. The Committee is therefore doubtful whether the Sector would be able to roll out any anticipated projects for the FY 2017/18.

18. **Mr. Speaker Sir**, one of the Sectors that consist of many sub-units is the **Office of the Governor** and the success of its functions would have a positive effect on the service delivery function of the County Government. In the financial year 2017/18 the Office has planned to reroof City Hall at a cost of Kshs. 24million. The Committee is of the view that this is not a priority for the County and need not be budgeted for in the coming financial year (s). The Committee would hence be keen in the coming financial year to ensure that only priority projects which have direct impact on city residents get funding going forward. Further, the Committee notes that Legal Department has allocated Kshs. 40million for decentralization of City Court, a matter that is also budgeted for in the current financial year. The Committee notes that this is a progressive move by the department to ensure efficient decentralization of justice. The Committee was particularly excited with the plan for the ICT Sector to roll out an Integrated Revenue Management System. Whereas the Committee notes that the anticipated cost of over Kshs. 1billion is exorbitant, it recognizes that if fully funded through donor engagements, it would help improve our annual revenue injections.

19. **Mr. Speaker Sir**, it does not need a County-wide survey to determine that the biggest problem facing the City is how to contain the garbage generated on a daily basis. The Finance Committee has been keen to ensure that the **Water, Environment, Forestry and Natural Resources Sector** comes up with measures which would make the County clean again. It is noteworthy that the County generates about 2400 tones of waste daily out which only a maximum of 1500tonnes get collected and dumped. This means that with the current technologies, nearly 40% of the waste we generate remains in our streets uncollected. During the deliberations on these ADPs the Committee toyed with various ideas including providing incentives for the City residents to be agents of change and providing tax breaks to those who clean their surroundings. The Committee was also informed during the consideration of the ADP that about a quarter of the waste which end in the County originate from our neighboring Counties. The Committee believes that if the County can come with elaborate measures on how to limit the inter-county

waste movement, then we would reduce the strain on our internal collection structures. Further, as Members may recall, in the budget estimates for the FY 2016/17 the County had allocated the Sector Kshs. 170million for improvement of John Osogo Road. However, during the consideration of these ADPs the Committee was informed that there is need need to prioritize rehabilitation of Komarock Road which would provide even better access to the Dandora dumpsite. The Committee therefore calls upon the Transport Sector to conduct feasibility study on the improvement of the road.

20. **Mr. Speaker Sir**, the Finance Committee has time and again called upon the **Agriculture Sector** to show outputs for its projects to ensure that the County receives value for money. During the review of the ADP for the FY 2017/18, the Committee noted that among others, the Sector anticipates to install sewer and water tanks, set up poultry units in the seventeen sub-counties as well as establish fish ponds across the County. It is important to remind Members that among others in the FY 2015/16, the Sector had anticipated to engage itself in promotion of agricultural technologies to support crop, livestock and fisheries through the urban agriculture programs as well as tapping in to the products from neighboring Counties by promoting food processing technologies. The Committee noted that the Sector had taken too long to establish fish ponds across the wards as well setting up of greenhouses despite the same being key to the rolling out of urban agriculture. The Committee therefore urges the Sector to be diligent in the implementation of its programmes.

21. **Mr. Speaker Sir**, the ADPs provide details of the revenue and expenditure framework for the FYs in question. With regard to the FY 2017/18 the Committee once again noted that some of the revenue projections for the internal collections were overly ambitious. However, the Committee left the same unchanged and that they would be reaffirmed in the subsequent budget documents.

D. COMMITTEE'S RECOMMENDATIONS

22. In addition to the recommendations already contained in the body of this report, **Mr. Speaker Sir**, and pursuant to the provisions of Section 126 (3) of the PFM Act, 2012 the Committee recommends that this County Assembly resolves as follows:

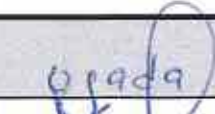
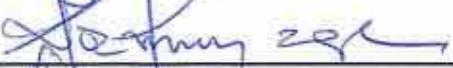


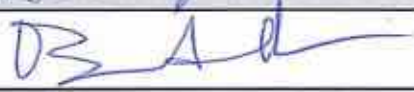
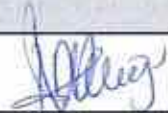




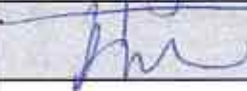


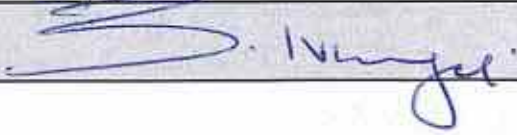

- i. That the ADPs be amended by deleting all projects that have either been completed or are past their intended completion dates;
- ii. That the ADP be amended to include the development projects for the County Assembly as attached;

- iii. That all the amounts allocated for development programmes in the ADP for the FY 2016/17 should be amended to ensure they are consistent with the figures approved in the budget estimates for the FY 2016/17;
- iv. That the ADP for the FY 2017/18 should be amended by adjusting the timelines of projects implementation to be as per the realistic completion dates;
- v. That the ADPs be amended to include details of how the County is responding to changes in economic and financial environment; and
- vi. That the ADP for the FY 2017/18 be amended to include the Wards Development Fund Projects for the coming financial year.

Mr. Speaker Sir, in conclusion and pursuant to the provisions of Section 126 (3) of the Public Finance Management Act 2012 the County Budget and Appropriations Committee recommends that:

“This County Assembly adopts the Report of the Finance, Budget and Appropriations Committee on the Annual Development Plans for the FYs 2016-17 and 2017-18”

We the undersigned Members of the Budget and Appropriations Committee affirm that this is the approved report of the Committee on the Annual Development Plans for the FY 2016/17 and FY 2017/18

NAME	SIGNATURE
1. Hon. Michael Okumu, MCA	
2. Hon. George Ochoa, MCA.	
3. Hon. Fredrick Obenge, MCA.	
4. Hon. Caroline Muga, MCA	
5. Hon. Helen Katangie, MCA	
6. Hon. Osman Ibrahim, MCA	
7. Hon. Jackson Gikandi, MCA	
8. Hon. Kenneth Muroki, MCA	
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17. Hon. Samuel Irungu, MCA	
18. Hon. Bernadette Wangui, MCA	
19. Hon. Victoria Alali, MCA	

NAIROBI CITY COUNTY ASSEMBLY

Vision

To be the most efficient and effective legislature in promoting good governance in Africa and beyond

Mission

To advance economic, social, cultural and political aspirations of the people of Nairobi City County through robust legislation, prudent oversight and responsive representation

County Assembly Programmes/Initiatives 2016/2017

Program Name: Legislation, Oversight and Representation

Program Goal: To strengthen capacity for members of County Assembly to make laws, offer oversight to County executive and effectively represent their constituents.

Sub-Program	Project name	Project Description	Location	Expected Outputs	K.P.I	Estimated Cost Ksh.	Time Frame	Delivery Unit
General Administration and Support	Conversion of Basement and Parking into Committee Rooms	Refurbishment and equipping of the basement area to modern Committee Rooms	City Hall	Operational County Assembly Committee Rooms	Basement area; 1. Refurbished 2. Furnished 3. Hansard system installed	99,860,000	July 2016/2017 to June 2017	Office of the Clerk
General Administration and Support	Refurbishment of County Assembly Kitchen	Refurbishment and Equipping of County Assembly Kitchen area	City Hall	Operational County Assembly Kitchen	An operating County Assembly Kitchen	15,050,000	July 2016/2017 to June 2017	Office of the Clerk
General Administration and Support	Refurbishment of 4 th Floor	Refurbishment and equipping of 4 th floor	City Hall	Refurbished and operational 4 th floor offices	Operational and fully furnished 4 th floor offices Decongested 1 st and second floor offices	28,080,000	July 2016/2017 to June 2017	Office of the Clerk
Legislation and Representation	Construction and of ward Offices	Construction/ Refurbishment of various Ward Offices	City Wide	Ward Offices in the specific wards	Operational Ward Offices	7,000,000	July 2016/2017 to June 2017	Office of the Clerk
TOTAL DEVELOPMENT 2016/2017						149,990,000		

The County Assembly plans to undertake the following projects/programmes in the FY 2017/18.

Sub-Program	Project name	Project Description	Location	Expected Outputs	K.P.I	Estimated Cost Ksh.	Time Frame	Delivery Unit
Legislation and Representation	Construction and of ward Offices	Construction/ Refurbishment and equipping of various Ward Offices	City Wide	Ward Offices in the specific wards	Operational Ward Offices	50,759,000	July 2016/2017 to June 2017	Office of the Clerk
General Administration and Support	Refurbishment of 5th Floor	Refurbishment and equipping of 5th floor	City Hall	Refurbished and operational 5th floor offices	Operational and fully furnished 5th floor offices Decongested 1st and second floor offices	35,000,000	July 2016/2017 to June 2017	Office of the Clerk
General Administration and Support	Communication and Data Management	Purchase of NCCA data back-up and upgrading of the Hansard system	City Hall	Purchase of data back-up system and Continuous Upgrading of the Hansard	More effective Communication and recording of Assembly proceedings	25,000,000	July 2016/2017 to June 2017	Office of the Clerk
TOTAL DEVELOPMENT 2017/2018						110,759,000		

MINUTES OF THE 100TH SITTING OF 2016 OF THE NAIROBI CITY COUNTY FINANCE, BUDGET AND APPROPRIATIONS COMMITTEE HELD ON WEDNESDAY 5TH OCTOBER 2016 AT 12.PM AT THE MEMBERS LOUNGE, CITYHALL BUILDINGS

PRESENT

1. Hon. George Ochola, MCA Chairing
2. Hon. Herman Azangu, MCA
3. Hon. Kenneth Thugi, MCA
4. Hon. Osman Adow, MCA
5. Hon. Fredrick Obenge, MCA
6. Hon. Magdalene Mbogori, MCA
7. Hon. Caroline Muga, MCA
8. Hon. Catherine Akoth, MCA
9. Hon. Helen Katangie, MCA
10. Hon. Victoria Alali, MCA
11. Hon. David Kairu, MCA
12. Hon. Samuel Irungu, MCA
13. Hon. Isaac Ngige, MCA
14. Hon. Jane Muasya, MCA
15. Hon. Peter Isuha, MCA
16. Hon. Ngaruiya Chege, MCA

ABSENT

1. Hon. Michael Ogada, MCA
2. Hon. Bernadette Wangui, MCA
3. Hon. Jackson Kiama, MCA

SECRETARIAT

- | | |
|----------------------|-------------------|
| 1. Mr. Erick Otieno | Fiscal Analyst I |
| 2. Mr. Moses Senator | Fiscal Analyst II |

MIN 361/BAC/OCTOBER/2016: Preliminaries

The Acting Chair called the meeting to order at twelve o'clock in the afternoon with prayers being led by Hon. Herman Azangu.

The following agenda was adopted for the meeting after being proposed by Hon. Herman Azangu and being seconded by Hon. Magdalene Mbogori:-

1. Preliminaries
2. **Communication from CECM Finance on Issues Raised on ADP.**
3. **Adoption of Committee Report on the ADP for the FY2016/17 and FY2017/18**
4. **Determination on the Inspectorate Services Bill, 2016.**
5. **Proposed meeting with Ahadi on Revenue Enhancement in Nairobi County.**
6. Any Other Business
7. Adjournment

MIN 362/BAC/OCTOBER /2016: Communication from CECM Finance on Issues Raised on ADP.

The Clerk to the Committee took the Members through the response by the CECM Finance on issues by the Committee concerning the two ADP documents. The Committee Clerk advised the Members that the answers were satisfactory and had attempted to address conclusively the issues raised. However, he pointed out, there was need to align the ADP for the FY2016/17 with the budget. The Members resolved that the ADP be amended to be in agreement with the approved budget estimates for the FY 2016/17 and further all projects in ADP to be limited to a period of one year.

MIN 363/BAC/OCTOBER /2016: Adoption of Committee Report on the ADPs for the FY2016/17 and FY2017/18.

The Members adopted the draft Committee report on the ADPs for FY2016/17 and FY2017/18 without amendments after been proposed by Hon. David Kairu and seconded by Hon. Magdalene Mbogori

MIN364/BAC/OCTOBER /2016: Determination on the Inspectorate Services Bill, 2016.

The Committee considered the above legislative proposal and noted that it would serve the intended purpose. In this regard, the Committee noted the following with regard to the Bill:

- a) That the Security and Disaster Management Sub-Sector has been allocated about Kshs.2.5billion with the allocation for Inspectorate and Administration department being Kshs. 2.2billion;
- b) That whereas the Bill proposes to redefine ranks of officers in the Inspectorate Department the same would not necessarily require any additional expenditure over and above the amounts granted in the FY 2016/17 budget estimates. In cases where the Sector would require additional staff for certain ranks the Committee recommends that any additional recruitments be held in line with the employment freeze resolved by the County Assembly; and
- c) That whereas the Bill proposes that the Inspectorate shall establish and maintain an Inspectorate Training Institution the County already has Dagoretti Training School that can continue delivering the services without any additional budgetary expenditure. The School has adequate allocations in the budget for its operations.

In light of the above, the Committee therefore recommended that the Bill be published with amendments that:

- a) The effective date of the Nairobi City County Inspectorate Services Bill 2016 be differed to not earlier than 1st July 2017;
- b) That amounts for the vetting of officers in the proposed Inspectorate Service be included in the budget estimates for the FY 2017/18.

MIN365/BAC/OCTOBER /2016: Proposed meeting with Ahadi on Revenue Enhancement in Nairobi County.

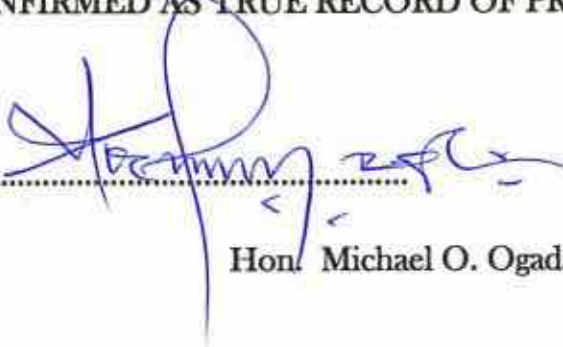
The Clerk to the Committee told the Members that arising from Term of Reference approved by the committee on a comprehensive study on the performance of the County Budget, Ahadi had written to the Clerk to the Assembly requesting to engage the Committee. The Committee resolved that the issue be referred to the Sub-Committee on Oversight over County Revenues for consideration. It was further resolved that the introductory meeting be held on Tuesday 11th October 2016 at New Chamber Boardroom.

MIN366/BAC/OCTOBER/2016: Adjournment

Having dispensed the business of the day, the Chairman adjourned the meeting at twenty minutes to one o'clock in the afternoon.

CONFIRMED AS TRUE RECORD OF PROCEEDINGS

Sign.....



Hon. Michael O. Ogada (Chairman)

Date.....

06/10/16

MINUTES OF THE 99TH SITTING OF 2016 OF THE NAIROBI CITY COUNTY
FINANCE, BUDGET AND APPROPRIATIONS COMMITTEE HELD ON SATURDAY 1ST
OCTOBER 2016 AT 10.00AM AT SAWELA LODGE, NAIVASHA.

PRESENT

- | | |
|--------------------------------|---------------|
| 1. Hon. Michael Ogada MCA | Chairman |
| 2. Hon. George Ochola, MCA | Vice Chairman |
| 3. Hon. Herman Azangu, MCA | |
| 4. Hon. Kenneth Thugi, MCA | |
| 5. Hon. Ngaruiya Chege, MCA | |
| 6. Hon. Osman Adow, MCA | |
| 7. Hon. Jackson Kiama, MCA | |
| 8. Hon. Fredrick Obenge, MCA | |
| 9. Hon. Magdalene Mbogori, MCA | |
| 10. Hon. Caroline Muga, MCA | |
| 11. Hon. Catherine Akoth, MCA | |
| 12. Hon. Helen Katangie, MCA | |
| 13. Hon. Victoria Alali, MCA | |
| 14. Hon. David Kairu, MCA | |
| 15. Hon. Samuel Irungu, MCA | |

ABSENT

1. Hon. Bernadette Wangui, MCA
2. Hon. Isaac Ngige, MCA
3. Hon. Jane Muasya, MCA
4. Hon. Peter Isuha, MCA

IN-ATTENDANCE

- | | |
|----------------------|---------------|
| 1. Mr. Tirus Kamau | Budget Office |
| 2. Mr. Sianga Chege | Economist |
| 3. Mr. Andrew Kigen | Economist |
| 4. Ms. Moly Achieng | Economist |
| 5. Ms. Grace Chabari | Economist |

SECRETARIAT

- | | |
|-----------------------|--------------------------|
| 1. Mr. Erick Otieno | Fiscal Analyst |
| 2. Mr. Farah Gabow | Finance Planning Officer |
| 3. Mr. Moses Senator | Fiscal Analyst |
| 4. Ms. Evelyne Akinyi | Clerical Officer |
| 5. Ms. Olga Atieno | Finance Assistant |

MIN 358/BAC/OCTOBER/2016: Preliminaries

The Chairman called the meeting to order at ten o'clock in the morning. The opening prayers were led by the Hon. Catherine Akoth

MIN359/BAC/OCTOBER /2016: Deliberation's On Annual Development Plans

I. Environment, Energy, Water And Sanitation Sector-Presented by Mr. Sianga Chege

Mr. Chege told the Committee that the sector intended to carry out the following projects in FY2016/17:

- i. Construction of John Osogo Road at Kshs. 170million;
- ii. Improve dumpsite road at Kshs. 170million;
- iii. Procure a weighbridge for dumpsite at Kshs. 6million;
- iv. Purchase equipment for solid waste management at dumpsite at Kshs.11 million;
- v. Procure Audio meters and air pollution control meters at Kshs.14.5million; and
- vi. Carry out water projects in all wards at Kshs.340million.

He further told the members that development plan for FY2017/18 included procurement of refuse trucks, procurement of heavy machinery, improvement of Dandora dumpsite, installation of an electronic integrated solid waste management system, establishment of Material Recovery Facilities, landscaping civil works, pollution control tools and equipment, clean & safe rivers /Clean& safe water, sustainable water supply, improvement of sewer network and promotion of renewable energy

II. Public Service Management and Transformation Sub-Sector-Presented by Mr. Sianga Chege

The Economist told the Committee that the sector priorities for FY2016/17 included re-engineering the HRM system (to include data on leave management, staff structure) at Kshs. 28million, establish customer care centre at Kshs.10million, procure Staff Biometric System at Kshs.10million, procure Integrated Human Resource Management system at Kshs.4million, procure Performance Management system at Kshs.20million.

The Economist told the Members that the sector intended to implement the following projects in FY2017/18: Construct and maintain customer care centers that are adequately equipped and staffed; set up a biometric registration; set up an integrated Human Resources Management (HRM) system; establish ICT platforms for employee engagement NCC; develop and review an HR manual; develop and implement of sensitizations programmes on the Code of Conduct and the HR manual; Initiate the ISO certification; develop and review the Monitoring and Evaluation framework; develop and review "Result Based Management" framework; equip a Human Resource Centre; Conduct a Training Needs Assessment (TNA) programme for the City County and Implement findings.

III. Urban Planning Sub-Sector-Presented by Mr. Sianga Chege

The Officer told the Members that the sector priorities for 2016/17 were Upgrading of e-Construction Permit, Installation of e-DPMS, review and activation of AD-Manager, establishment and installation of e-inspection system, Support of Railway City Development (Flagship Urban Master Plan), Development and implementation of integrated and detailed plans of specific urban areas. He went to tell the Members that the Sector further intended to Rehabilitate public spaces ,Regularize of buildings, design and development of open public spaces, Develop a web based physical address system at Kshs.50million, develop district plans, Purchase equipment's and facilities for compliance and enforcement on unauthorised buildings at Kshs.55million.

IV. Lands Sector -Presented by Mr. Sianga Chege

The Officer told the Committee that the sector priorities for 2016/17 were identification and fencing of public land/utilities, repossession of grabbed public land and issuance of title deeds. He further said that the Sector intended to, refurbish the valuation offices at Kshs.10million,

establishment of GIS Based Valuation Roll at Kshs.20million, refurbishment of Survey Offices at Kshs.12million, purchase vehicles for site visits for survey at Kshs.15million, purchase of survey equipment Kshs.12 million, survey of County and other lands Kshs.10million.

V. Urban Renewal and Housing-Presented by Mr. Sianga Chege

The County Executive official told the members that the sectors priorities for FY2016/17 included developing and implementing upgrading program for the informal settlements, renovation and maintenance of County Houses, Rental Houses Maintenance, Urban renewal in other estates, Installation of building services system and the Housing Policy development.

VI. Revenue Mobilisation -Presented by Mr. Tirus Kamau

The officer began by reminding the Members that the Revenue Department headed by the Head of County Revenue was mandated to coordinate and organize the management of revenue collection of the county in liaison and collaboration with other sectors and departments where the revenue streams were domiciled. He noted that the department in collaboration with the other sectors was expected to formulate appropriate mechanisms to efficiently collect all county revenues with effective inspection and enforcement to ensure compliance.

The officer presented on the challenges facing the revenue department, the redress mechanisms as well as the revenue projections for the financial year 2017/18.

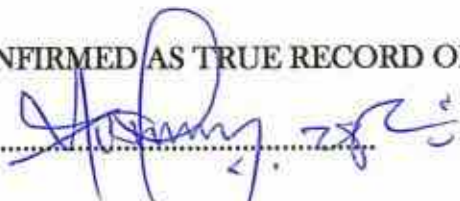
MIN360/BAC/OCTOBER/2016: Closing Session and Way Forward

The Committee resolved that the Committee Secretariat finalizes report writing on the ADPs for consideration by the Committee in its next meeting.

Having dispensed the business of the day, the Chairman adjourned the meeting at twenty minutes past 12 o'clock in the afternoon.

CONFIRMED AS TRUE RECORD OF PROCEEDINGS

Sign.....



Hon. Michael O. Ogada (Chairman)

Date.....

26/10/16

MINUTES OF THE 98TH SITTING OF 2016 OF THE NAIROBI CITY COUNTY FINANCE, BUDGET AND APPROPRIATIONS COMMITTEE HELD ON FRIDAY 30TH SEPTEMBER 2016 AT 2.00PM AT SAWELA LODGE, NAIVASHA.

PRESENT

- | | |
|---------------------------------|---------------|
| 1. Hon. Michael Ogada MCA | Chairman |
| 2. Hon. George Ochola, MCA | Vice Chairman |
| 3. Hon. Herman Azangu, MCA | |
| 4. Hon. Kenneth Thugi, MCA | |
| 5. Hon. Samuel Irungu, MCA | |
| 6. Hon. Jane Muasya, MCA | |
| 7. Hon. Peter Isuha, MCA | |
| 8. Hon. Ngaruiya Chege, MCA | |
| 9. Hon. Osman Adow, MCA | |
| 10. Hon. Isaac Ngige, MCA | |
| 11. Hon. Jackson Kiama, MCA | |
| 12. Hon. Fredrick Obenge, MCA | |
| 13. Hon. Magdalene Mbogori, MCA | |
| 14. Hon. Caroline Muga, MCA | |
| 15. Hon. Catherine Akoth, MCA | |
| 16. Hon. Helen Katangie, MCA | |
| 17. Hon. David Kairu, MCA | |

ABSENT

1. Hon. Bernadette Wangui, MCA
2. Hon. Victoria Alali, MCA

IN ATTENDANCE

- | | |
|-----------------------|------------------------------|
| 1. Mr. James Ngunjiri | Ag. Head of County Budgeting |
| 2. Mr. Tirus Kamau | Budget Office |
| 3. Mr. Sianga Chege | Economist |

- | | |
|----------------------|-----------|
| 4. Mr. Andrew Kigen | Economist |
| 5. Ms. Moly Achieng | Economist |
| 6. Ms. Grace Chabari | Economist |

SECRETARIAT

- | | |
|-----------------------|--------------------------|
| 1. Mr. Erick Otieno | Fiscal Analyst |
| 2. Mr. Farah Gabow | Finance Planning Officer |
| 3. Mr. Moses Senator | Fiscal Analyst |
| 4. Ms. Evelyne Akinyi | Clerical Officer |
| 5. Ms. Olga Atieno | Finance Assistant |

MIN355/BAC/SEPTEMBER/2016: Preliminaries

The Chairman called the meeting to order 2pm.

MIN356/BAC/SEPTEMBER/2016: Deliberations on the Annual Development Plans

I. Finance and Economic Planning Sector- Presented by Mr. Andrew Kigen

The Economist told the Members that sector planned to undertake the following projects/programmes in the FY 2016/17

Programme Outcome	Program me Name	Sub- Programm e	Project Name	Description of Activities	Ward/Locati on	Estimated cost
	Public Finance Managem ent	Asset Manageme nt Services	Development and Implementation of Integrated Asset Management System(IAMS)	Research; Design/Developm ent; Installation, testing and operationalization of Asset management	City Hall Annex 5 th Floor	50,000,000

Programme Outcome	Programme Name	Sub-Programme	Project Name	Description of Activities	Ward/Location	Estimated cost
				system; Capacity building on IAMS		
Improved Macroeconomic Environment	Economic Policy Formulation and Management	Economic Policy Formulation and Management	Development and Implementation of County Statistical Data Management System(CSDMS)	Research, Data requirement establishment, data strategy, design, development and implementation; Capacity building on statistical data management system	City Hall Annex 4 th Floor	10,000,000

II. Trade, Industrialization and Tourism- Presented b Mr. Andrew Kigen

The County Economist told the Members that sector planned to undertake the following projects/programmes in the FY 2016/17.

Programme Outcome	Programme Name	Sub-Programme	Project Name	Description of Activities	Ward/Location	Estimated cost
Improved Work Environment	General Administration and Support Services	Administration and Support Services	Partition of City Hall Annex Mezzanine Floor	Partitioning; Painting; Tiling	City Hall Annex Mezzanine Floor	25M
Technical support services	General Administration	Administration and Support	Purchase of Motor Vehicles	Procurement; Purchase	City Hall Annex	40M

	and Support Services	Services				
Improved Tourism	Tourism Promotion and Marketing	Tourism Promotion and Marketing	Acquisition of Tour Bus	Procurement; Purchase	City Hall Annex	7M
	Tourism Promotion and Marketing	Tourism Promotion and Marketing	Tourism Information Center and Live Love Nairobi Launch	Procurement; Acquisition; Partitioning	Central Ward	15M
	Tourism Promotion and Marketing	Tourism Promotion and Marketing	Transformation of City Market to tourist night market	Face-lifting/renovation; advertisement/marketing;	Central Ward	15M
Improved Trade and Fair Trade Practices	Licensing and Fair Trade Practices	Weights and Measures	Purchase of Weights & Measures Equipment	Procurement; Purchase and installation	South C	30M
		Trade Licensing	Purchase of 10 Motor vehicles	Procurement; Purchase	City Hall Annex	20M
		Trade Licensing	Building and renovation of Sub-county offices	Preparation of BOQs; Drawing and Design; Construction and Renovation works	Various	6M
	Licensing and Fair Trade Practices	Liquor Licensing & Regulation	Construction of Rehabilitation Center for	Preparation of BOQs; Drawing and	Ruai	25M

			Alcoholism	Design; Construction		
	Licensing and Fair Trade Practices	Liquor Licensing & Regulation	Liquor Board vehicles	Procurement; Purchase	South C	15M
	Licensing and Fair Trade Practices	Liquor Licensing & Regulation	Construction of Liquor sub county offices	Preparation of BOQs; Drawing and Design; Construction	South C	15M
proved ad velopment I Market vices	Trade Development and Market Services	Trade Development	Revolving loans to MSMS	Startup loans fund for MSMS; Loan disbursement; Loan recovery; Capacity building of MSMS	County Wide	30M
	Trade Development and Market Services	Markets	Construction of Njiru Market	Preparation of BOQs; Drawing and Design; Construction	Njiru	10M
	Trade Development and Market Services	Markets	Construction of Ruai Market	Preparation of BOQs; Drawing and Design; Construction	Ruai	10M
	Trade	Markets	Construction of	Preparation	Mwiki	10M

Development and Market Services		Mwiki Market	of BOQs; Drawing and Design; Construction		
Trade Development and Market Services	Markets	Construction of Kasarani Market	Preparation of BOQs; Drawing and Design; Construction	Kasarani	10M
Trade Development and Market Services	Markets	Construction of Clay City Market	Preparation of BOQs; Drawing and Design; Construction	Clay City	10M
Trade Development and Market Services	Markets	Construction of City Stadium Market	Preparation of BOQs; Drawing and Design; Construction	Makongeni	30M
Trade Development and Market Services	Markets	Construction of Mlango Kubwa (Mathare Valley) Market	Preparation of BOQs; Drawing and Design; Construction	Mathare	25M
Trade Development and Market Services	Markets	Re-building of Karen Market	Preparation of BOQs; Drawing and Design; Construction	Karen	10M
Trade Development and Market Services	Markets	Renovation of Muthurwa Market	Preparation of BOQs;	Central	4M

Market Services			Drawing and Design; Renovation		
Trade Development and Market Services	Markets	Construction of Mwariro Market	Preparation of BOQs; Drawing and Design; Construction	Kariokor	5M
Trade Development and Market Services	Markets	Re-building Quarry Road Market	Preparation of BOQs; Drawing and Design; Construction	Pumwani	70M
Trade Development and Market Services	Markets	Construction of City Park Market Phase II	Preparation of BOQs; Drawing and Design; Construction	Karura	100M
Trade Development and Market Services	Markets	Renovation of Ngumba Market	Preparation of BOQs; Drawing and Design; Renovation	Utalii	8M
Trade Development and Market Services	Markets	Construction of Kahawa MSES Shade	Preparation of BOQs; Drawing and Design; Construction	Kahawa	10M
Trade Development and Market Services	Markets	Renovation of Kahawa West Market	Preparation of BOQs; Drawing and	Kahawa West	10M

			Design; Renovation		
Trade Development and Market Services	Markets	Construction of Migingo Market	Preparation of BOQs; Drawing and Design; Construction	Lucky Summer	10M
Trade Development and Market Services	Markets	Construction of Shooting Range Market	Preparation of BOQs; Drawing and Design; Construction	Utawala	20M
Trade Development and Market Services	Markets	Construction of Lower Savanna Market.	Preparation of BOQs; Drawing and Design; Construction	Lower Savanna	5M
Trade Development and Market Services	Markets	Construction of Mathare 4A Market	Preparation of BOQs; Drawing and Design; Construction	Mathare	5M
Trade Development and Market Services	Markets	Construction of Birongo Market	Preparation of BOQs; Drawing and Design; Construction	Birongo	8M
Trade Development and Market Services	Markets	Construction of Ngara Market	Preparation of BOQs; Drawing and Design;	Ngara	10M

			Construction		
Trade Development and Market Services	Markets	Utawala	Preparation of BOQs; Drawing and Design; Construction	Utawala	3M
Trade Development and Market Services	Markets	Renovation of Shauri Moyo Market	Preparation of BOQs; Drawing and Design; Painting works and re-roofing	Pumwani	5M
Trade Development and Market Services	Markets	Renovation of City Park (Storm Water Drainage phase 2) Market	Preparation of BOQs; Drawing and Design; Painting and re-roofing	Karura	7M
Trade Development and Market Services	Markets	Renovation of New Pumwani Market	Preparation of BOQs; Drawing and Design; Painting and re-roofing	California	4M
Trade Development and Market Services	Markets	Renovation of Kariokor Market	Preparation of BOQs; Drawing and Design; Painting and re-roofing	Kariokor	8M

Trade Development and Market Services	Markets	Construction of Korogocho Market	Preparation of BOQs; Drawing and Design; Construction	Kariobangi North	5M
Trade Development and Market Services	Markets	Construction of Makina Market	Preparation of BOQs; Drawing and Design; Construction	Makina	40M
Trade Development and Market Services	Markets	Renovation of Wakulima Market	Preparation of BOQs; Drawing and Design; Renovation	Central	5M

III. Public Works, Roads and Transport Sector - Presented by Ms. Grace Chabari

The Economist told the Members that in line with the approved budget the sector intended to carry out the following projects for FY2016/17: Completion of all ongoing projects (Roads & drainages; NMTS; traffic management bridges and public lighting Road & Drainage maintenance; Street lighting maintenance; Purchase of specialized Equipment's for Roads Street lighting; Rehabilitation of roads in every ward at Kshs. 430million; Purchase of road maintenance equipment(RMF) at Kshs. 215million; Installation of new streetlights in various wards at Kshs.198million; purchase of equipment for roads and streetlights maintenance at Kshs.118million and construction of perimeter wall at building sections at Kshs. 60million. The Economist went ahead to present the following programme/project matrix for FY 2017/18:

Project name	Location	Activities	Expected output	KPI	Cost

Construction of JMT facilities at numias road-labai road-Tanga road-LungaLunga road		Setting out, Excavation, Backfilling, Compaction and paving	Free flow of pedestrian traffic	Completed facility	45M
Construction of JMT facilities at Bagathi Way to Katigata road	BAGATHI WAY	Setting out, Excavation, Backfilling, Compaction and paving	Free flow of pedestrian traffic	Completed facility	30 M
Project name	Location	Activities	Expected output	KPI	Cost
Construction of JMT facilities at Riara road	Riara	Setting out, Excavation, Backfilling, Compaction and paving	Free flow of pedestrian traffic	Completed facility	30 M
Construction of TF at Westlands rebound termini	Westlands	Setting out, Excavation, Backfilling, Compaction and	Reduced Congestion	Complete facility	15M
Muthurwa PSV Termini	Muthurwa	Construction of public transport		No. Of PFT constructed	300M

		facilities			
Consultancy for Design and Documentation(pedestrian and crossings)	Moi Avenue/Hailes ellasie and Moi Avenue/City Hall Way	Data collection, Analysis, Evaluation and Recommendations	Safe crossing areas	Complete report	20 m
Consultancy for Design and Documentation (Traffic modeling and simulation)	CBD	Data collection, Analysis, Modeling and Micro simulation	Well informed decisions on traffic investments	Complete report	60M
Installation of traffic signals	James Gichuru/Ki ngara road junction	Data collection, Analysis, signal plans and installation	Free flow of traffic and reduced congestion	No. Of installed traffic signals	80m
Installation of pedestrian traffic signals	Identified pedestrian crossings	Data collection, Analysis, signal plans and installation	Free flow of traffic safe crossing points for pedestrians	No. Of installed traffic signals	90m

Public /street security lighting	All wards	Installation of poles control, pillars, floodlights& energising	Enhanced security in the wards	No.of public lighting installed	7.2 M per ward
Construction of a bridge across Kiuver to link Kamuthi Estate with Kongo and Oweto	Kahawa	Construction works	% of works done	Improved safety and accessibility	15,200,000.00
Construction of a bridge between Kahawa and Mugumo-ini	Mugumo-ini	Construction works	Improved safety and accessibility	% of construction work done	17,800,000.00
Construction of a bridge at Riverine	Kayole	Construction works	Improved safety and accessibility	% of construction work done	13,500,000.00
Construction of a bridge at Hopefield	Gatina	Construction works	Improved safety and accessibility	% of construction work done	14,300,000.00
Construction of Madoya Bridge	Huruma	Construction works	Improved safety and accessibility	% of construction works done	17,800,000.00

Construction of a Motorable Bridge at Langata North road across Mukoyieti river	Karen	Construction works	Improved safety and accessibility	% construction works done	of 16,100,000.00
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IV. Health Sector Annual Development Plan- Presented by Ms. Grace Chabari

The Economist told the Committee that for the FY 2016/17 the Sector priorities included the Improvement of health facilities; Supply of drugs; purchase of equipment's and tool; provision of Emergency Services; Equipping and rehabilitation of 54no health centers at Kshs. 643million; Installation of oxygen plants in county referral hospitals at Kshs.50million; Refurbishment of Pumwani Nyayo ward at Kshs.52million; upgrade of 68 bed ward at Mama Lucy hospital at Kshs.80million; rebranding and equipping ambulances at Kshs.18million.

Ms. Chabari told the members that for FY 2017/18 the Sector intended to carry out the following projects.

Project name	Location	Activities	Expected output	KPI	Cost
Upgrade of Mama Lucy hospital	Komarock ward	Start phase 2 of the medical wards	Increased capacity ward	% of works done	50,000,000
Upgrade of Mbagathi hospital	Laini Saba ward	Rehabilitate medical wards	Rehabilitated wards	No. of rehabilitated wards	5,000,000

Upgrade of Kamukunji mwani hospital	Kamukunji	Completion of new hospital complex	Increased capacity	ward	% of works done	250,000,000
Upgrade of Dagoreti Mutuini hospital	Dagoreti South	Completion of new hospital complex	Increased capacity	ward	% of works done	100,000,000
Establish two County Trauma Centres	Komarock ward, Laini Saba ward	Rehabilitation & equipping	Increased delivery	service	No. of trauma centres established	50,000,000
Upgrade of medical equipment	Various	Procurement of modern medical equipment	Improved diagnosis & treatment		Updated inventory	30,000,000
Upgrade of Kasarani health centre to a fully-fledged LA hospital	Kasarani ward	Completion of building	Increased delivery	service	% of construction works done	100,000,000
Upgrade of five dispensaries to all health centres	Various	Construction of maternity wing	No. of upgraded	dispensaries	Operational maternity	20,000,000

Rebrand the existing health facilities	Various	Painting & signage	Rebranded health facilities	No. of health facilities rebranded	53,000,000
Improve transport services	Various	Procure appropriate ambulances and vehicles for each Sub County, major hospital and mortuary	• Efficient transport	Number of vehicles procured	50,000,000
Establish offices for health management teams	Various	Construction of offices	Conducive working environment	Number of offices established	50,000,000
Establish 10 medical stores	various	Construction & rehabilitation	Available storage space	Number of medical stores established	10,000,000
Collaborate with Ministry of Devolution to construct community clinics under the slum upgrading programme	Mathare	Construction of prefabricated containers	Increased service delivery space	No. of prefabricated containers constructed	10,000,000

Establish nine health centres within existing health facilities	Various	Appropriate equipping	Increased delivery service	No. of wellness centres established	10,000,000
Construction of a new funeral parlour	Laini Saba ward	Completion of new parlour	A functioning funeral parlour	% of construction work done	350,000,000
Upgrade of medical equipment	various	Procurement of modern medical equipment	Improved delivery service	Updated inventory	20,000,000
Research development	various	Carry out research, supervision, monitoring & evaluation	Improved delivery service	Reports	60,000,000

MIN357/BAC/SEPTEMBER/2016: Adjournment

Having dispensed the business of the day, the Chairman adjourned the meeting at one o'clock in the afternoon.

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 08/10/2016

MINUTES OF THE 97TH SITTING OF 2016 OF THE NAIROBI CITY COUNTY FINANCE, BUDGET AND APPROPRIATIONS COMMITTEE HELD ON FRIDAY 30TH SEPTEMBER 2016 AT 10.00AM AT SAWELA LODGE, NAIVASHA.

PRESENT

- | | |
|---------------------------------|---------------|
| 1. Hon. Michael Ogada MCA | Chairman |
| 2. Hon. George Ochola, MCA | Vice-Chairman |
| 3. Hon. Herman Azangu, MCA | |
| 4. Hon. Kenneth Thugi, MCA | |
| 5. Hon. Samuel Irungu, MCA | |
| 6. Hon. Jane Muasya, MCA | |
| 7. Hon. Peter Isuha, MCA | |
| 8. Hon. Ngaruiya Chege, MCA | |
| 9. Hon. Osman Adow, MCA | |
| 10. Hon. Isaac Ngige, MCA | |
| 11. Hon. Jackson Kiama, MCA | |
| 12. Hon. Fredrick Obenge, MCA | |
| 13. Hon. Magdalene Mbogori, MCA | |
| 14. Hon. Caroline Muga, MCA | |
| 15. Hon. Catherine Akoth, MCA | |
| 16. Hon. Helen Katangie, MCA | |
| 17. Hon. Victoria Alali, MCA | |
| 18. Hon. David Kairu, MCA | |

ABSENT

1. Hon. Bernadette Wangui, MCA

IN ATTENDANCE

- | | |
|-----------------------|-----------------------------|
| 1. Mr. James Ngunjiri | Ag. Head of County Revenues |
| 2. Mr. Tirus Kamau | Budget Office |

- | | |
|----------------------|-----------|
| 3. Mr. Sianga Chege | Economist |
| 4. Mr. Andrew Kigen | Economist |
| 5. Ms. Moly Achieng | Economist |
| 6. Ms. Grace Chabari | Economist |

SECRETARIAT

- | | |
|-----------------------|--------------------------|
| 1. Mr. Erick Otieno | Fiscal Analyst |
| 2. Mr. Farah Gabow | Finance Planning Officer |
| 3. Mr. Moses Senator | Fiscal Analyst |
| 4. Ms. Evelyne Akinyi | Clerical Officer |
| 5. Ms. Olga Atieno | Finance Assistant |

MIN 352/BAC/SEPTEMBER/2016: Preliminaries

The Chairman called the meeting to order at 11.00am with prayers being led by Hon. Victoria Alali. Hon. Ogada welcomed all presented and called for a round introduction before taking the participants through the program. He enumerated the importance of documents before the Committee and called upon the Members to be vigilant in the scrutiny of the documents on the shortest time possible as it was key in release of funds towards development by the Controller of Budget. The Chairman then invited Officers from the County Economic Planning Office to take members through the documents.

MIN 353/BAC/SEPTEMBER/2016: Presentations on Annual Development Plan (ADP)

I. Office of the Governor- Presented by Ms. Molly Achieng

The Officer told the Members that the sector sought to undertake the following programmes in the FY 2016/17:

- i. Monitoring to ensure effective governance and instilling the culture of performance management;
- ii. Develop and roll out a fleet management system;

- iii. Increase traffic management through the adherence to traffic laws and integrated traffic management system;
- iv. Establish modern law enforcement training facilities at Dagoretti Training School;
- v. Improve security at county premises through installation of surveillance equipment;
- vi. Establish a disaster coordination center and construct new fire station;
- vii. Secure County premises through construction of a Perimeter wall at Dagoretti training school;
- viii. Establish of new fire station;
- ix. Purchase of firefighting equipment;
- x. Decentralization of courts, construction of city courts house in Kasarani, Embakasi and Dagoretti at Kshs.40million;
- xi. Develop a case management system for Legal Affairs at Kshs.15million;
- xii. Purchase security equipment's for inspectorate staff at Kshs. 23million;
- xiii. Construction of a new fire station at Kshs. 50million;
- xiv. Purchase Fire engine at Kshs. 47milliom; and
- xv. Construction of ward offices at Kshs. 160million

The Economist went ahead to present the following table of the sector priorities for the FY2017/18

Project	Location	Activities Description	Estimated Cost
Rehabilitation of offices including Rehabilitation of washrooms.	City Hall	Creation of open space offices and rehabilitation. Rehabilitation of remaining washrooms	40 million
nd 2 phase of reroofing City hall	City Hall	Replacing of the worn out roof and replacement of modern roofing to avoid water leakage	24 million

Digitization at the Registry	Records at the Central Registry	City Hall	To digitize all Records in Central Registry including title deeds.	10 Million
Procurement of vehicles	County Wide		-Renewal and procurement of fleet	26 Million
Construction of 3 County Courts	No 3 Kasarani, Dagorretti and Embakasi sub counties		Stake holder consultation; Request allocation of land; Tendering and Construction	40M
Installation of 1 legal management system		City hall	Carry out gap analysis; Stake holder consultation; Procure consultant	15M
Purchase of Office furniture and equipment		City hall	Procurement process	5M
Equipping the Law library with books and related material.		City hall	Identification of library requirement; Benchmark with judiciary and major private law firms	50M
Purchase of 2 motor vehicle		City Hall	Request for authority to procure.	
Renovation of 13 th floor City Hall Annex		City Hall Annex	Request BQS by City Engineer. Procure constructor	20M
Distribution of service charter		City Hall	Printing of service charter; Distribution of service charter	3M

Deployment of officers from SCMD	City Hall	Deployment of officers from SCMD	Nil
Printing and distribution of asset management plan	City Hall	Printing and distribution of asset management plan	3M
To establish and equip a modern resource centre	City hall 5 th floor	Construction works and furnishing	7 M
Procure 1 no. 14 seater van	City hall 5 th floor	Purchase of a van	8M
To train 40 No. auditors in audit related courses.	City hall 5 th floor	Conduct training need assessment; -Design training program; Carryout staff training	10M
Rehabilitation of Muoroto Offices	Land Mawe ward	Building works done; painting, roofing, partitioning and tiling	26M
Partitioning of 7 th floor	City Hall	Partitioning of offices and painting	10M
Construction of ablution block at Dagoretti Training school.	Woodley ward	Construction works	7M
Construction of administration block at Dagoretti training School	Woodley Ward	Construction of high capacity building	7M

Construction of Fire Station HQ, Tom Mboya street Administration and Registry Office Blocks	Construction works	10M
Putting up a cash Office at the Fire HQ	Construction works	3M
Construction of Perimeter wall at Dagoretti Training School	Construction works	20M
Scanning machines, walk through machines, rechargeable detectors	Procurement and installation	23M
Purchase of Breathing Apparatus 100No. 2016/17 FY	Procurement	5M
Purchase of 3no. Utility vehicles	procurement	15M
Acquiring Land for construction of Fire station.	Identification of Land and purchase	2M

The Officer concluded by saying sector had most of its projects at tender stage.

II. ICT, E- Government and Public Communication - Presented by Ms. Molly Achieng

The Economist told Committee that for the FY2016/17 the sector intended to computerize county facilities through: Structured cabling, Data center, location and internet Service

Provision. The Officer said that the sector would also procure computers, laptops, photocopiers, scanners, printers to headquarters and sub-county offices, establish a contact/call center and a media center, undertake digitization of county records, establish a Legal case management system and Computerization of County Printing Press Unit. Further the County Executive Officer said that the sector would seek to encourage the adoption of new technologies and best practices in the ICT sector, promote capacity building in County ICT sector, formulate appropriate County information and public communication policies, strategies and programmes Promote , facilitate IT Security within County Government Systems, promote the development of ICT enabled services including e-business, improve terms and services of ICT personnel, host identified systems/applications in a secure and reliable DC. She concluded by telling the Members that for the FY/2017/2018 plan, the sector planned to undertake programmes and projects costing a total of Kshs. 1,585,000,000

III. Education, Youth Affairs, Sports, Culture and Social Services Sector- Presented by Ms. Molly Achieng

The Economist told the Committee that for the FY 2016/17 the sector intended to construct and rehabilitate multipurpose social hall; establish rehabilitation centers; youth polytechnics; rescue centers; talent academies and special need education school for the physical challenged. She said that the Sector would further rehabilitate stadiums and playground; construct 40 ECDE centers at Kshs.100million; rehabilitate existing ECDE centers at Kshs. 30million; equip various existing ECDE centers at Kshs. 15million; establish model Vocational training center at Muslim Primary School at Kshs. 40million; equip vocational training centers at Kshs. 10million; renovate one stop Youth center at Kshs. 5million; rehabilitate various social halls at Kshs. 60million; construct sports complex at Joseph Kangethe Centre at Kshs. 15million; rehabilitate Mathare North Social hall at Kshs. 15million; rehabilitate Ruai at Kshs. 50million as well rehabilitate various sports ground at Kshs. 40million.

The Economist concluded by telling the Committee that the sector had most of its projects at tender stage and For the 2017/2018 plan; the sector planned to undertake programmes and projects costing Kshs.1,540,000,000

IV. Agriculture; Livestock and Fisheries Sector- Presented by Mr. Adrew Kigen

The County Economist told the Members that sector planned to undertake the following projects/programmes in the FY 2016/17.

Programme Outcome	Programme Name	Sub Programme	Project Name	Description of activities	Ward	Estimated Cost (Kshs.s Million)
Improved animal & human health	Animal Health; Quality and Safety Assurance and Welfare	Animal Control and Welfare	Establishment of animal shelters; clinics; laboratories & animal burial facilities	Design; Preparation of BoQs; Procurement; Construction; equipping and operation	Pangani	23.5
		Animal Control and Welfare Animal Disease and Pest Control	Construction of animal holding grounds	Design; Preparation of BoQs; Procurement; Construction; equipping	Kasarani	23

				and operation		
		Food Safety and Quality Control	Construction of modern abattoirs (Slaughter Houses)	Design; Preparation of BoQs; Procurement; Construction; equipping and operation	Embakasi	4
Increased Livestock Productivity	Livestock Resources Development and Management	Integrated poultry production	Construct poultry units	Design; Preparation of BoQs; Procurement; Construction; Purchase of initial breeding stocks; Purchase of feeds; assorted drugs; vaccines & multi vitamins; Training on management; Monitoring and evaluation	Dagoretti South; Westlands & Kibra	10
		Integrated	Constructi	Design;	Dagoretti	5.5

		rabbit production	on of rabbit production units	Preparation of BoQs; Procurement; Construction; Purchase of initial breeding stocks; Purchase of feeds; assorted drugs; vaccines & multi vitamins; Training on management -Monitoring and evaluation	South; Westlands & Kibra	
Increased horticultural production	Crop Development and Management	Crop Production and Food Security	Establishment of multi-storey gardening units	Community mobilization Design; Preparation of BoQs; Procurement; Construction; -Planting with vegetables -Training	Embakasi South & Kwa Njenga Kwa Reuben -Kware -Pipeline) & Makadara	20

			beneficiaries on husbandry practices -Monitoring and evaluation		
		Installation of Greenhouses & water tanks	Installation of greenhouses & water tanks in institutions -Conduct beneficiaries' trainings on crop establishment ; husbandry practices; record keeping; marketing and processing -Monitoring and evaluation	All 17 Sub Counties	20
Increase fish production and ensure fish safety and quality while	Fisheries Development and Management	Establishment of small scale fish hatcheries	Site identification; Drawing & Design; Preparation	Kasarani; Langata; Dagoretti South	8

providing fish marketing channels and reducing post-harvest losses.				of BoQs; Procurement; Construction; equipping and operation		
		Aquaculture Development	Construction of fish ponds	Site identification; excavation of core pit; cutting and sloping of dykes; Installation of pond liner; stocking of ponds with fingerlings	All the 17 Sub Counties	12
		Aquaculture Development	Establishment of fish farms	Site identification; procurement of materials; construction works of buildings and fish ponds	West lands Sub-County	10.5
		Quality control and marketing	Install cold chain facilities	Site identification; procurement of materials and	Kamukunji; Starehe. Gikomba Market & Njiru	9

				equipment; construction works and installation of equipments		
		Aquaculture Development	Rehabilita tion of City County's fish ponds	Identification of the fish ponds; removal of water and fish; removal of silt from the bottom; sun drying the pond and treatment with lime; refilling ponds with water and clearing bushes around the fish ponds	Embakasi Sub Counties	4.5
			Purchasin g of gear and equipmen t	Procurement ;and delivery	Headquarter s	6.00
			Constructi	Design;	Site to be	14.50

			on of grazing units	Preparation of BoQs; Procurement; Construction	identified	
			Conduct feasibility studies on fish farming	Design; Data collection; Analysis & reporting	Headquarter s	2.00
			Develop innovatio n centers	Design; Preparation of BoQs; Procurement; Construction	Headquarter s	8.50
			Construct modern multi- story fish markets	Design; Preparation of BoQs; Procurement; Construction	Site to be identified	15.50

MIN 354/BAC/SEPTEMBER/2016: Adjournment

Having dispensed the business of the day; the Chairman adjourned the meeting at one o'clock in the afternoon.

[Handwritten Signature]
06/10/2016

MINUTES OF THE 93RD SITTING OF 2016 OF THE NAIROBI CITY COUNTY FINANCE, BUDGET AND APPROPRIATIONS COMMITTEE HELD ON WEDNESDAY 14TH SEPTEMBER 2016 AT 9.00AM AT MASADA HOTEL, NAIVASHA.

PRESENT

- | | |
|-------------------------------|---------------|
| 1. Hon. Michael Ogada MCA | Chairman |
| 2. Hon. George Ochola, MCA | Vice Chairman |
| 3. Hon. Herman Azangu, MCA | |
| 4. Hon. Kenneth Thugi, MCA | |
| 5. Hon. Samuel Irungu, MCA | |
| 6. Hon. Peter Isuha, MCA | |
| 7. Hon. Osman Adow, MCA | |
| 8. Hon. Isaac Ngige, MCA | |
| 9. Hon. Caroline Muga, MCA | |
| 10. Hon. Fredrick Obenge, MCA | |
| 11. Hon. Victoria Alali, MCA | |
| 12. Hon. David Kairu, MCA | |

ABSENT

1. Hon. Bernadette Wangui, MCA
2. Hon. Magdalene Mbogori, MCA
3. Hon. Catherine Akoth, MCA
4. Hon. Helen Katangie, MCA
5. Hon. Jackson Kiama, MCA
6. Hon. Ngaruiya Chege, MCA
7. Hon. Jane Muasya, MCA

SECRETARIAT

- | | |
|----------------------|-------------------------------|
| 1. Mr. Erick Otieno | Fiscal Analyst/ Clerk to BAC. |
| 2. Mr. Alphonse Ouma | Fiscal Analyst |

- | | |
|-----------------------|-------------------|
| 3. Mr. Farah Gabow | Finance Officer |
| 4. Mr. Moses Senator | Fiscal Analyst |
| 5. Ms. Evelyne Akinyi | Clerical Officer |
| 6. Ms. Olga Atieno | Finance Assistant |

MIN 339/BAC/SEPTEMBER/2016: Preliminaries

The Chairman called the meeting to order at fifteen past eleven O'clock with opening prayers being led by Hon. Osman Adow.

MIN 340/BAC/ SEPTEMBER /2016: Way Forward on the Annual Development plan for FY2016/17 and 2017/18

The Committee after deliberations resolved as follows:-

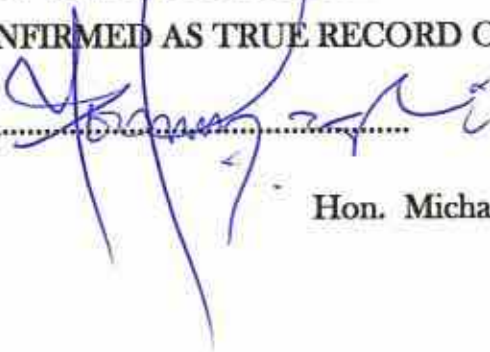
- i. That the gaps identified by the Budget Office with regard to the two Annual Development Plans be addressed to the County Executive Committee for Finance for response and further action; and
- ii. That the Finance Committee would hold a meeting with the County Treasury to deliberate further on the ADPs within the following two weeks.

MIN 341/BAC/ SEPTEMBER /2016: Adjournment

Having dispensed the business of the day, the Chairman adjourned the meeting at quarter to four o'clock in the afternoon.

CONFIRMED AS TRUE RECORD OF PROCEEDINGS

Sign.....



Date.....

06/10/16

Hon. Michael O. Ogada (Chairman)

MINUTES OF THE 92ND SITTING OF 2016 OF THE NAIROBI CITY COUNTY FINANCE, BUDGET AND APPROPRIATIONS COMMITTEE HELD ON TUESDAY 13TH SEPTEMBER 2016 AT 2.00PM AT MASADA HOTEL, NAIVASHA.

PRESENT

- | | |
|-------------------------------|---------------|
| 1. Hon. Michael Ogada MCA | Chairman |
| 2. Hon. George Ochola, MCA | Vice Chairman |
| 3. Hon. Herman Azangu, MCA | |
| 4. Hon. Kenneth Thugi, MCA | |
| 5. Hon. Samuel Irungu, MCA | |
| 6. Hon. Peter Isuha, MCA | |
| 7. Hon. Ngaruiya Chege, MCA | |
| 8. Hon. Osman Adow, MCA | |
| 9. Hon. Isaac Ngige, MCA | |
| 10. Hon. Caroline Muga, MCA | |
| 11. Hon. Fredrick Obenge, MCA | |
| 12. Hon. Victoria Alali, MCA | |
| 13. Hon. David Kairu, MCA | |

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2. Hon. Magdalene Mbogori, MCA
3. Hon. Catherine Akoth, MCA
4. Hon. Helen Katangie, MCA
5. Hon. Jackson Kiama, MCA
6. Hon. Jane Muasya, MCA

SECRETARIAT

- | | |
|-----------------------|-------------------------------|
| 1. Mr. Erick Otieno | Fiscal Analyst/ Clerk to BAC. |
| 2. Mr. Alphonse Ouma | Fiscal Analyst |
| 3. Mr. Farah Gabow | Finance Officer |
| 4. Mr. Moses Senator | Fiscal Analyst |
| 5. Ms. Evelyne Akinyi | Clerical Officer |
| 6. Ms. Olga Atieno | Finance Assistant |

MIN336/BAC/ SEPTEMBER//2016: Preliminaries

The Chair called the meeting to order at two O'clock.

MIN337/BAC/ SEPTEMBER/2016: Presentations and Deliberations on Annual Development Plan for the FY 2017/18- Presented by Mr. Alphonse Ouma (Fiscal Analyst I)

The Analyst began by reminding the Members that the provisions of Section 12 of the second schedule of the Public Finance Management Act, 2012 required that effective financial year FY 2014/2015, County governments needed to prepare program based budgets. He continued to say that the Annual Developments plans formed the basis of financing the Development projects hence the need to unbundle the projects. He informed Members that in analyzing the FY 2017/2018 Annual Development Plan the source documents for the analysis were the FY2016/2017 itemized budget, the FY 2016/2017 Annual Development Plan, FY2017/2018 Annual Development Plan, the County Fiscal Strategy Paper for the FY 2016/17, County Integrated Development Plan (2013-2017) among other related documents.

In summary the Fiscal Analyst observed that the ADP for the FY2017/18 was a very big improvement from that of the FY2015/16. He however, pointed out that whereas the budgeting structure was on MTEF three years rolling, there were some projects in the ADP for the FY 2017/18 which spanned between ten and fifteen years.

On the Sectors, programmes and projects the Fiscal Analyst presented the following salient issues:

Governor's Office

- i. That while the Sub County Administration under Governor's Office had clearly identified one of its core mandates as collection of revenue it did not have a programmes on how to execute this mandate;
- ii. That whereas the Sub-County Administration identified some of its projects to have a timeframe of five, ten and even fifteen years, the annual development plan was aimed at providing the developments of one financial year;
- iii. That under the Legal Department one of the programmes is conveyance and contract negotiation. Under the programme the department had identified the objective of the programme as management of land development within the county. The Fiscal Analyst advised that since the County gets into various forms of contracts that go beyond land issues there was need for the Sector extend its objective to cover the negotiation of these contracts within the county;

Environment, Energy, Water and Sanitation Sector

- iv. That the costs of some of the projects in the ADP were different from those in the projected budget for FY2017/18 e.g the sector planned to purchase trucks at Kshs.300million while the projected budget was Kshs.155million;
- v. That the Sector had budgeted for some projects which were already budgeted for in the FY 2016/17 e.g. installation of CCTV and GPS Kshs. 30million;

Education, Youth Affairs, Culture and Social Services Sector

- vi. The Sector had planned to rehabilitate five primary schools yet this still remained a function of the National Government;
- vii. The Sector despite having projected budget had not costed its projects;

Urban Renewal and Housing Sector

- viii. That whereas the Sector's development allocation for FY2016/17 had been capped at Kshs.188million, the projected estimates for FY2017/18 had been reduced by 6.9% to Kshs. 175million;
- ix. That the projects highlighted had no costs at all in the ADP hence could not be quantified in monetary terms;

Trade, Commerce, Tourism and Cooperatives Sector

- x. That the Sector's development allocation for the FY2016/17 had been capped at Ksh.570M and the projected estimates for 2017/18 at Ksh.598.716million which was a 5.04% increase. However, the Analyst pointed out, the projects highlighted above would cost a whopping Ksh.817.1million compared to an estimated allocation of Ksh.598.716million leaving a deficit of Ksh.218.4M which representing 36.5% of the FY2017/18 projected estimates for the Sector.

In comparison of the ADP for the FY 2017/18 and the projected estimates for the FY 2017/18 the following gaps were further pointed out by the Fiscal Analyst under the Trade Sector:-

- xi. The Sector intended to purchase two open top tour buses for Ksh.18million but had only provided a figure of Ksh.11.2million in the estimates;
- xii. The operationalization of the tourist night market had no allocations;
- xiii. The lump sum amount of Ksh.520million in relation to construction and refurbishment of markets did not tally with the programs the Sector has enumerated to undertake;
- xiv. The Sector had highlighted that it intended to establish weight and measures laboratory in South C for Ksh.150million but no provision had been given in the estimates for the FY2017/18 towards the same. It would therefore be argued that the Ksh.50million allocated in the FY 2016/17 would suffice;
- xv. The Sector had not indicated any cost at which Mwiki, Shooting Range and Mlango Kubwa Markets would be constructed as well as the renovation of Kayole 1,2,3 and Umoja 2 markets in its Annual Development Plan;

- xvi. The Sector has some projects where costs had not been included but were intended to be financed by NaMSIP. The officer argued that the funding amounts be provided for inclusion in the overall estimates for FY2017/18;
- xvii. The reconstruction of the Westlands Market for Ksh.195million was set to be financed by the National Government. The Fiscal Analyst advised that it would be prudent for the Sector to clarify whether it would form part of the expected revenues or it would single handedly be undertaken by the National Government;
- xviii. The construction of New Wakulima Market for Ksh.800million by ADB needed to be unbundled and details provided. The officer further argued that there was need to state whether there were agreements already signed to that effect with ADB;

Urban Planning and Lands Sector

- xix. That some of the programmes highlighted under the Sector had no cost in the ADP with purchase of survey equipment mentioned with no accompanying funds allocated;
- xx. That the cost of Sector projects are way above those in the projected estimates making them ambitious;

Finance and Economic Planning Sector

- xxi. That the Sector's development allocation for FY 2016/17 had been capped at Ksh.100million and the projected estimates for FY 2017/18 at Ksh.122million representing a 22% increase. However it was highlighted that one by one calculation of the projects to be undertaken revealed a total projects cost of Kshs. 116million against estimate budget of Kshs. 122million leaving a surplus of Kshs. 6million;

In comparison of the ADP for the FY 2017/18 and the projected estimates for the FY 2017/18 the following gaps were further pointed out by the Fiscal Analyst under the Finance Sector:

- 1) The Sector intended to improve work environment through renovation of Accounts Department for Ksh.20million but had only provided a figure of Ksh.10million in

the FY 2017/18 estimates hence need for explanation on how the 50% would be financed;

- 2) The cost of purchase of motor vehicles in the ADP had been estimated at Ksh.51million but allocated Ksh.50million in the FY 2017/18 estimates creating a funding deficit of Kshs. 1million;
- 3) The establishment of 17 revenue offices in the 17 sub counties for Ksh.15million in the ADP seemed to have no allocation at all in the projected estimates for FY 2017/18;

Public Service Management Sector

In comparison of the ADP for the FY 2017/18 and the projected estimates for the FY 2017/18 the following gaps were further pointed out by the Fiscal Analyst under the PSM Sector:-

- xxii. The Sector provided no costings at all for all the projects in the ADP;
- xxiii. The Sector indicated the years for the projects implementation to be FY 2016/17 yet the plans were enumerated for FY 2017/18 projected estimates;

Health Sector

- xxiv. The Sector's development allocation for FY 2016/17 had been capped at Ksh.1, 070 million and the projected estimates for FY 2017/18 at Ksh.1, 144.6million representing an increase of 6.9%. However, the Fiscal Analyst pointed out, the projects highlighted above would cost a whopping Ksh.1, 218million compared to an estimated allocation of Ksh.1, 144.6million leaving a deficit of Ksh.73.4million which represented 6% of the FY 2017/18 development projected estimates for the Sector;

In comparison of the ADP for the FY 2017/18 and the projected estimates for the FY 2017/18 the following gaps were further pointed out by the Fiscal Analyst under the Health Sector;

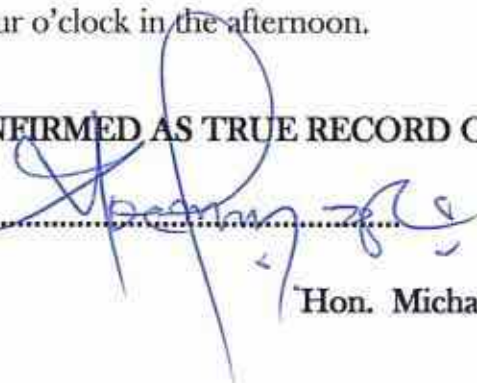
- xxv. The Sector had not provided for the estimated costs of several preventive and promotive health services;
- xxvi. Coroner Services had only been allocated Ksh.40.95million against the ADP cost of Ksh.350million. The meeting was informed that the difference was material and the sector needed to come out clearly on how the deficit of Ksh.309.05million would be financed;
- xxvii. The allocation for purchase of motor vehicles in the estimates is Ksh.29.4million against the ADP figure of Ksh.50million;

MIN338/BAC/ SEPTEMBER//2016: Adjournment

- Having dispensed the business of the day, the Chairman adjourned the meeting at quarter to four o'clock in the afternoon.

CONFIRMED AS TRUE RECORD OF PROCEEDINGS

Sign.....



Date.....

09/10/16

Hon. Michael O. Ogada (Chairman)

MINUTES OF THE 91ST SITTING OF 2016 OF THE NAIROBI CITY COUNTY FINANCE, BUDGET AND APPROPRIATIONS COMMITTEE HELD ON TUESDAY 13TH SEPTEMBER 2016 AT 10AM AT MASADA HOTEL, NAIVASHA.

PRESENT

- | | |
|-------------------------------|---------------|
| 1. Hon. Michael Ogada MCA | Chairman |
| 2. Hon. George Ochola, MCA | Vice Chairman |
| 3. Hon. Herman Azangu, MCA | |
| 4. Hon. Kenneth Thugi, MCA | |
| 5. Hon. Samuel Irungu, MCA | |
| 6. Hon. Peter Isuha, MCA | |
| 7. Hon. Ngaruiya Chege, MCA | |
| 8. Hon. Osman Adow, MCA | |
| 9. Hon. Isaac Ngige, MCA | |
| 10. Hon. Caroline Muga, MCA | |
| 11. Hon. Fredrick Obenge, MCA | |
| 12. Hon. Victoria Alali, MCA | |
| 13. Hon. David Kairu, MCA | |

ABSENT

1. Hon. Bernadette Wangui, MCA
2. Hon. Magdalene Mbogori, MCA
3. Hon. Catherine Akoth, MCA
4. Hon. Helen Katangie, MCA
5. Hon. Jackson Kiama, MCA
6. Hon. Jane Muasya, MCA

SECRETARIAT

- | | |
|---------------------|-------------------------------|
| 1. Mr. Erick Otieno | Fiscal Analyst/ Clerk to BAC. |
| 2. Alphonse Ouma | Fiscal Analyst |
| 3. Mr. Farah Gabow | Finance Officer |

- | | |
|----------------------|-------------------|
| 4. Mr. Moses Senator | Fiscal Analyst |
| 5. Ms. Evelyn Akinyi | Clerical Officer |
| 6. Ms. Olga Atieno | Finance Assistant |

MIN333/BAC/SEPTEMBER/2016: Preliminaries

The Committee Chairman welcomed all those present to the meeting after which he called for a round of introductions. The Chairman in his remarks noted that the Annual Development Plan was a critical document towards ensuring the full cycle implementation of the budget for the FY 2016/17 and the subsequent financial years. He reminded the meeting that any failure to approve the Plans would mean inability of the County to utilize the amounts approved for development projects. He urged the Members to remain diligent towards ensuring that the Committee achieved its mandate. The Chair concluded by informing Members that the initial dissemination of the contents of the Plans would be undertaken by the County Assembly Fiscal Analysts.

MIN334/BAC/ SEPTEMBER//2016: Presentations and Deliberations on Annual Development Plan for the FY 2016/17- Presented by Mr. Erick Otieno (Fiscal Analyst I)

The Fiscal Analyst started by reminding Members that the Annual Development Plan was prepared in accordance with the provisions of Section 126 of the Public Finance Management Act, 2012 which provided that every County Government shall prepare a development plan in accordance with Article 220(2) of the Constitution, that includes—

- (a) Strategic priorities for the medium term that reflect the County Government's priorities and plans;
- (b) A description of how the county government is responding to changes in the financial and economic environment;
- (c) Programmes to be delivered with details for each programme of—
 - (i) The strategic priorities to which the programme will contribute;

- (ii) The services or goods to be provided;
 - (iii) Measurable indicators of performance where feasible; and
 - (iv) The budget allocated to the programme;
- (d) Payments to be made on behalf of the county government, including details of any grants, benefits and subsidies that are to be paid;
- (e) A description of significant capital developments; and
- (f) A detailed description of proposals with respect to the development of physical, intellectual, human and other resources of the county, including measurable indicators where those are feasible.

The meeting was informed that great measure had been undertaken to comply with the underpinning provisions of the law.

On the Overview of the Annual Development Plan for the FY 2016/17 the Committee was informed that the ADP was divided into four chapters with each chapter covering a specific issue as anticipated in the above provisions of the law. Specifically the Committee was informed that the Chapters were as follows:-

- i. Chapter one provided a general overview of the County demography based on the 2009 census. It also detailed linkages with the annual budget, the County Integrated Development plan and Kenya Vision 2030;
- ii. Chapter Two of the plan enumerated each sector's development priorities for the financial year 2015/16 while providing a detailed list of the County ongoing projects, new projects to be initiated, donor funded/co-funded projects and their budget allocation. The Chapter also detailed the problems identified by the public as due for attention in each of the Sectors as well as the interventions put in place by the County Government to address those challenges;
- iii. Chapter Three of the FY 2016/17 plan contained the sector programmes and projects for the current financial year. The Section also documented the initiatives which would be employed by the Sectors to achieve the intended objectives. Further

- the Chapter enlisted all the projects which were expected to be undertaken by all the Sectors in line with the approved programmes;
- iv. Chapter Four provided both the Revenue and Expenditure projections for the FY 2016/17 and over the medium term
 - v. Chapter Five on Implementation, and Evaluation Framework provided the basis for keeping track of how the projects would be rolled out. The Chapter had proposed Site Inspection Reports, Quarterly Reports and Annual Reports as the monitoring tool for the projects.

In conclusion, the Committee was enlightened that the ADP provided a revenue framework of Kshs. 34.291billion composed of local revenue of Kshs.17.870billion and National Government transfers of Kshs.16.421billion. Further the meeting was told that the total expenditure equaled Kshs. 34.319billion composed of Kshs. 23.130billion for recurrent expenditure and Kshs. 11.189billion for development expenditure.

Finally, the Fiscal Analyst took the Committee through the salient issues which had been identified in the scrutiny of the Plan. The Analyst informed Members that these were the salient issues:-

- i. That while most parts the Plan had adhered to the above stated laws it had not described how the County government was responding to changes in the financial and economic environment. The Analyst submitted that it was expected that the plan would at least detail how the County had been able or intended to adapt to the changing financial and economic situations;
- ii. That the ADP was not consistent with the approved budget for the FY 2016/17. The Committee was briefed that the ADP had too many projects more than those approved in the budget estimates. The Analyst pointed out that whereas it was anticipated that the plan would be broader than the budget, it was also expected that that it would be as realistic as possible. He noted that having too many development projects with huge resource requirements did not serve the purpose of narrowing down an ADP from the CIDP. He singled out the Transport Sector which had projects totaling over Kshs. 20billion (Excluding WDF projects) against an approved development budget of Kshs. 4.9billion. In this regard, the officer was categorical

that it would have been illogical for the Sector to imagine that it would have been allocated over 60% of the total budget for its development projects. To address these issues the Fiscal Analyst advised the Committee that since the Annual Development Plan was being approved after the approval of the budget estimates for the respective financial year, it needed to be firmed up to be as consistent as possible with the approved budget. He also guided that some of the projects contained in the plan which were never approved nor discussed in previous budget documents needed be knocked off the plan.

- iii. That the annual development budget for the County Assembly has been omitted from the ADP. The Analyst submitted that whereas it was anticipated that the County Assembly needed to have a Strategic Plan, it was required that the budget for the County Assembly forms part of the ADP like all other entities that consume public funds in the County. In this regard, the officer advised that, as was resolved by the County Assembly during the consideration of the ADP for the FY 2015/16, the ADP needed to be amended to include the development projects for the County Assembly;
- iv. That the time frame for implementation of projects in the Plan was abstract and not based on thorough groundwork. The officer took Members through the implementation framework, under which he highlighted that nearly all the projects had running timeframes from 1st July 2016 to 30th June 2017. On this he clarified that given that most of the development projects to be implemented in the FY 2016/17 were roll overs it was expected that they were at different stages of completion. He therefore wondered why they were all to be completed at the very tail end of the financial year. To cure this apparent anomaly, he advised that each project needed to be evaluated independently and timeframe assigned based on realistic completion dates.
- v. That the delivery Units for the projects in Transport, Education, Water, Health, Planning, ICT and CPSB were indicated as the Sectors themselves. The meeting was told that whereas the ultimate responsibility of following up implementation of projects felt with the Sectors, it would be impractical to hold anyone accountable where there were lags. It was reiterated that sectors were divided into sections and

- units which should be tasked with following up on various projects with assigned project heads for reporting and accountability. The Analyst advised that the delivery units needed to be corrected to adopt the mechanism employed by the Finance Sector to ensure that the final delivery of results could be pinned down to a specific micro-entity within a sector;
- vi. That some of the projects indicated as WDF projects were included in the budget estimates for the FY 2016/27 as roll over projects. Example was given of Public Lighting installation in Utawala ward which was included as roll over project for the FY 2013-14 to be undertaken under WDF and the Transport Sector;
 - vii. That the costs of the projects for most of the Sectors were way above the figures approved in the budget estimates for the FY 2016-17. It was advised that the projects needed to be adjusted to be in conformity with the figures approved in the budget estimates for the FY 2016-17;
 - viii. That some of the projects knocked off during the consideration of the CFSP and the budget estimates had been retained in the ADP. Examples were given of Sports Grounds to be rehabilitated like Toyoyo, Mihango which were knocked off in the budget estimates and the costs adjusted accordingly. In addition it was reported that some more Sports Grounds were included in the budget estimates for rehabilitation which had not been captured in the ADP; and
 - ix. That the Annual Development Plan contained projects that were within the domain of the national government.

MIN335/BAC/ SEPTEMBER//2016: Adjournment

And the time being twenty minutes to one O'clock, the Chair adjourned the meeting.

CONFIRMED AS TRUE RECORD OF PROCEEDINGS

Sign.....

Date.....06/12/16.....

Hon. Michael O. Ogada (Chairman)