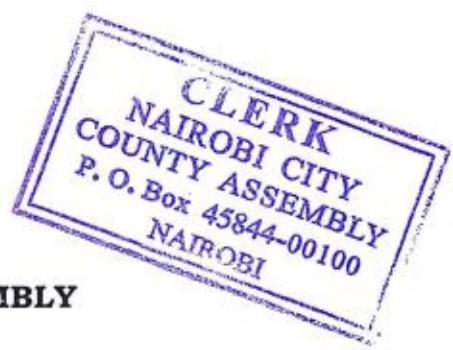


of the Assembly on 24/06/15
Kipoi
PCA (Chs P)

COUNTY GOVERNMENT OF NAIROBI CITY



NAIROBI CITY COUNTY ASSEMBLY

FIRST ASSEMBLY - THIRD SESSION

REPORT OF THE SELECT COMMITTEE ON BUDGET AND
APPROPRIATIONS

ON

THE BUDGET ESTIMATES FOR THE COUNTY GOVERNMENT AND THE
COUNTY ASSEMBLY FOR THE FY 2015/16

JUNE 2015

Mr. Speaker Sir, the County Assembly has been given powers by the Constitution and the enabling legislation, the Public Finance Management Act, 2012 to make policies and provide guidelines with regard to resource mobilization and utilization in the Counties. This is done in the County Assembly through the Budget and Appropriations Committee which is mandated pursuant to Standing Order 187 to among others:

- 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 programs with direct budget outlay*

Mr. Speaker Sir,

In line with the provisions of the Constitution and the requirements of Section 129 (2) of the PFM Act, 2012, the budget estimates for the two arms of the County Government namely, the County Government and County Assembly were tabled in the County Assembly on the 30th of April of 2015. In line with the provisions of Standing Order 207 (3) the estimates were deemed to have been committed to each of the sectoral committees to consider in line with their respective mandates and report their recommendations to the Budget and Appropriations Committee.

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

- | | |
|------------------------------------|----------------------|
| 1. Hon. Michael Okumu, MCA | Chairman |
| 2. Hon. George Ochola, MCA. | Vice Chairman |

3. Hon. Alfred Ambani, MCA.
4. Hon. Maurice Akuk, MCA
5. Hon. Oscar Lore, MCA
6. Hon. Osman Adow, MCA.
7. Hon. Jackson Kiama, MCA.
8. Hon. Kenneth Thugi, MCA
9. Hon. David Kairu, MCA
10. Hon. Petronilla Nafula, MCA
11. Hon. Herman Azangu, MCA
12. Hon. Emmaculate Musya, MCA
13. Hon. Joash Omwenga, MCA
14. Hon. Kennedy Oduru, 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

Mr. Speaker Sir, the Budget Committee during deliberations on the 2014/15 budget estimates noted that there were a number of inexcusable mistakes that the county needed to get rid of in order to make it not only law compliant but also pace setter in the region on good budgeting practices. In scrutiny of the 2015/16 estimates the Committee was quick to point out that there had been a lot of improvement in budget preparation and reporting compared to the previous financial years. It is the delight of the Budget Committee that the experiences gained over the past years have been of value to the members of this Assembly and the officers from the County Executive. The Committee therefore shall not hesitate to commend all actors in the budget process for having been alive to the requirements of the law in the budget making process. The report would however in part be identifying the areas that still need all of us to pull our socks.

Mr. Speaker Sir, in the course of the deliberations on these Estimates, the Budget Committee held a total of seventeen (17) sittings. In a number of these sittings as evidenced by the attached minutes of the Committee, officers from the County Treasury were invited to take members through the revenue and expenditure projections as well as agree on the estimates contained on the budget books. In addition, the Committee held discussions with the Clerk to the County Assembly represented by the Senior Finance Officer who explained to the Committee in detail the rationale for resource requirements as requested by the County Assembly Service Board.

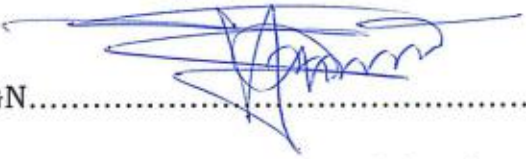
Mr. Speaker Sir, as has been stated, the quoted provisions of the Standing Orders require the Sectoral Committees to consider the budget estimates and submit their reports to the Budget and Appropriations Committee within twenty one (21) days from the date of tabling. This procedural rule was indeed reinforced by the Speaker through a Communication from Chair who advised the Sectoral Committees to thoroughly scrutinize the estimates and submit their reports with actionable recommendations to the Budget Committee.


Further, **Mr. Speaker**, there are no shortage of legal provisions that have underscored the need for public input on all policies that affect the population. To this end the Committee is grateful to the various Sectoral Committees that appeared before it and whose submissions have formed an integral part in this report. The Committee, in addition, acknowledges the important input from the Members of the public who took time to present their views to the Budget and Appropriations Committee during public hearings held in this Charter Hall on the 20th May 2015.

Mr. Speaker, I would like to thank Members of the Budget and Appropriations Committee for their dedication, untiring commitment and valuable contributions. It is because of their dedications that we have been able to complete this demanding task.

Mr. Speaker Sir, the Committee is grateful to the Offices of the Speaker and the Clerk of County Assembly for the enormous support they extended to the Committee during the deliberation on the budget estimates for the FY 2015/16. Further, the Committee would wish to pay special to the County Assembly Fiscal Analysts who helped the Budget Committee and indeed all Sectoral Committees digest and make well-informed decisions on the sector allocations and revenue projections.

Mr. Speaker Sir, it is my pleasant duty and privilege on behalf of the Budget and Appropriations Committee to table this report and recommends it to this Assembly for adoption.

SIGN.....

DATE.....

Hon. Michael O. Okumu, MCA (Chairman)

SCRUTINY OF THE 2015/16 BUDGET ESTIMATES

A. Compliance of the 2015/16 Budget Estimates to the requirements of The Public Finance Management Act, 2012

1. **Mr. Speaker Sir**, the Budget Committee has in a number of occasions informed this Assembly that the budget making process is not supposed to be a trial and error but a clear methodological process that is guided by the law. The budget procedures are anchored on the Constitution, supported by the Public Finance Management Act and reinforced by our very own Standing Orders. The initial step for the Committee in scrutinizing the budget estimates is to confirm how far the document has aligned itself to the prevailing legislation. This section therefore attempts to answer the questions related to fidelity to the law.

2. **Mr. Speaker Sir**, this is second financial year in which the County Governments are required to prepare program based budgets as provided for under the provisions of Section 210 (12) of the PFM Act 2012. In this regard the Committee wishes to congratulate the County Treasury and the County Assembly Service Board for having been alive to these legal provisions during their preparation of the 2015/16 budget. Program based budgeting is still a new phenomenon even for the national government and confusion about what constitutes a program and how to determine measurable outputs among other related identifiers remains a challenge. It is therefore excusable during these initial stages that under some sectors like Public Health Department, the Sector just imposed some of its facilities as programmes. **Mr. Speaker**, this Assembly must continue to urge all the departments in the County Executive to develop necessary capacity in this area.

It is recommended that the entire County Executive takes a cue from the County Assembly Service Board which seems to have mastered the art of the program based budgeting.

3. Mr. Speaker Sir, Section 129 (2) (a) of the PFM Act, 2012 requires that the budget estimates be submitted to the Assembly together with any supporting documents and all bills that are required to implement the budget. Section 130 (1) of the same Act is indeed explicit on the budget documents that should be submitted in the Assembly together with the budget estimates. These include:

- i. *A summary of budget policies including revenue, expenditure, debt and deficit financing;*
- ii. *A statement of how the budget relates to the fiscal responsibility principles and the financial objectives; and*
- iii. *A memorandum by the County Executive Committee member for Finance explaining how the resolutions adopted by the county Assembly on the budget estimates have been taken into account.*

Mr. Speaker Sir;

The Budget Committee in its perusal of the estimates noted that most of these were not submitted to this Assembly in line with the law. The Assembly is not meant to be rubberstamp of Executive policies without understanding how the same are to be implemented. It was therefore our expectation that these budget estimates shall include a brief on how the County Government has been able to implement the resolutions adopted by the County Assembly.

Further, Members of this Assembly have always been anxious for the County to finally roll out development projects in the wards. It is noteworthy that despite having allocated amounts to the tune of Kshs. 3billion for Ward Development projects over two financial years nothing seems to have started in the grassroots. Revitalizing the wards and taking services closer to the people remains the only opine of devolution and hence we cannot continue to dilly-dally when the populace remains eager to taste the fruits of Chapter Eleven of

the Constitution. It is the expectation of the law that this budget would have provided a brief review of how the 2014/15 budget is being implemented including any challenges being faced in the process. However, as members may have noticed, this section was lacking thereby making it difficult for the County Assembly Members to be properly informed on the effects of the previous allocations and how the additional refunds being requested would be able to change the County.

4. Mr. Speaker Sir, the provisions of Section 130 (1) (b) of the PFM Act, 2012 stipulates that the budget estimates shall include:-

- i. *List of all county government entities that are to receive funds appropriated from the budget of the county government;*
- ii. *Estimates of revenue projected from the Equalization fund over the medium term;*
- iii. *All revenue allocations from the national government over the medium term including conditional and unconditional grants;*
- iv. *All other estimated revenue by broad classification;*
- v. *All estimated expenditure, by Vote, and by programme, identifying both recurrent and development expenditure;*
- vi. *Information regarding loans made to the county government, including an estimate of the principal, interest and other charges to be paid by that county government in the financial year in respect of those loans ;*
- vii. *Information relating to any payments and liabilities to be made or incurred by the county government for which appropriation is not included in an Appropriation Act, together with the constitutional or national legislative authority for any such payments or liabilities; and*
- viii. *A statement by the County Executive Committee Member for Finance specifying the measures taken by the county government to implement any of the County Assembly recommendations.*

5. **Mr. Speaker Sir**, during the scrutiny of the 2014/15 budget estimates the Assembly resolved that in all future budgets, the County Treasury shall ensure that all the information are included in the submitted budget estimates. The Budget Committee was hence out of sorts to comprehend why the budget still lacked the resource envelope for Nairobi Water and Sewerage Company, the amounts that the County anticipates to receive as conditional grants, details of loans made to the County Government and statement by Executive Committee Member for Finance on how far the resolutions of the County Assembly on the budgets for the FYs 2013/14 and 2014/15 have been implemented.

6. **Mr. Speaker Sir**, the Committee has in this regard agreed with the County Treasury that all these details be incorporated in the final budget document. It is the view of the Committee that since the budget for the Nairobi Water had been extensively interrogated and approved by the Sectoral Committee on Water and Sanitation the same can be inserted in the final budget estimates. Further, since the Debt Management Strategy Paper for the FY 2015/16 had been submitted to this Assembly for consideration, its contents can be superimposed on the budget books as required by the above provisions of the law.

B. Overall Budget for The FY 2015/16

- 7. Mr. Speaker Sir**, the total County budget for the FY 2015/16 amounts to **Kshs.29, 105,801,461** which comprises of Kshs.19,871,371,778 for recurrent expenditure and **Kshs.9,204,429,684** for development expenditures. It is worth recording that the amounts allocated for development vote stands at 31.7% of the total overall budget. Whereas the Budget Committee remains alive to the resolution of the Senate that the development vote for the county governments do not fall below the 40% mark of the total budget, it is of the view that these figures can only be realized gradually and with a number of policy interventions aimed at streamlining many sectors and operations within the County. The Budget Committee has nonetheless through this report continued the process of ridding the budget of non-core expenditure items.
- 8. Mr. Speaker Sir**, the Budget Committee in its review of the budget performance for the two financial years noted that supplementary budgets have been used as convenient avenues for drastic reductions of the development votes. The Committee has insisted on the County Treasury to ensure that all the funds allocated for development are utilized as planned. It is not the anticipation of the law that the 30% PFM threshold for development funds should be arithmetic but rather should be based on the ability of the sectors to absorb the allocated funds. In this regard, the Committee urges the Controller of the Budget to be steadfast in releasing requisitions for development.
- 9. Mr. Speaker Sir**, there has been allocation of Kshs. 1.5billion for debt repayments. It is clear that these amounts may not be enough if the county wishes to clear its liability outlook of about Kshs. 30billion but would go a long way in taming any unfathomable growth of our debt portfolios.

10. Mr. Speaker Sir, one sole problem that faced many Sectoral Committees during their scrutiny of this budget was the indecision by the County Executive which continued approaching Committees with revised estimates and project priorities for the coming financial year. The provisions of Section 129 of the PFM Act, 2012 require that the County Executive Committee Member for Finance shall submit the budget estimates to the County Executive Committee for approval before the same are forwarded to the County Assembly for consideration. This implies that any document that gets its way to this Assembly has gotten the nod of the County Executive Committee. It was hence out of order for the same County Executive to continue approaching the Sectoral Committees with such revisions long after the documents have been submitted to the County Assembly. It is important to remind the County Executive Committee Members and all Chief Officers that once the documents have been tabled in the Assembly they remain documents of the House and any amendments must only be done through the various Committees. The Committee discourages the Executive from coming up with many Executive Orders which are never binding on this Assembly and all its Committees.

11. Mr. Speaker Sir, in the FY 2014/15 budget, the County Assembly approved the purchase of vehicles for a number of departments whose revenue targets were also enhanced. The Committee was perplexed to realize that some of the departments that had been given the nod to purchase vehicles in the FY 2014/15 still had huge requests for Purchase of Vehicles and Other Transport Equipment. Planning Sector which had been allowed to purchase ten Double Cabin Pick Ups still requested for Kshs. 40million, Water and Energy Sector requested for Kshs. 94.5million while the Trade Sector which had been permitted to purchase six vehicles this financial year has requested for an additional Kshs. 25million. The Budget Committee is not convinced that purchase of motor vehicles should be a perpetual development project for the County. Of specific alarm to the Committee was that most vehicles which had thus far been bought for

Environment Sector (Solid Waste Management) were not working. The idea of buying vehicles for some departments in an annual basis is something that the Committee has vetoed against.

12. Mr. Speaker Sir, we said last year that Nairobi County is unique in many aspects and one among them is the magnitude of emergencies that require attention of the county government. In the budget for the financial year 2014/15, the County allocated to the tune of Kshs. 24 million for emergency relief. These amounts were clearly not enough to adequately address the many calls of assistance that normally come to the attention of the county government. It was hence baffling that despite there being enormous evidence on the need to reflect additional funds in the budget for contingency assignments; the 2015/16 budget had not budget line for the same. The Committee would hence be recommending that the budget is realigned to make available funds for emergency relief. Further during deliberations on these estimates, the County Executive Committee Member for Finance confirmed to the Committee that the Emergency Fund Regulations have been submitted to the Assembly for consideration. The Committee wishes to urge the County Assembly leadership to see to it that the regulations are submitted to the Assembly and approved without any further delay.

13. Mr. Speaker Sir, members may recall that in the 2014/15 budget the County Assembly had approved funds for purchase of Ipads for the Members. The Clerk explained that the same had not been purchased due to intermittent revenue inflows from the County Treasury. In this regard therefore, the amounts have been included in the budget for the FY 2015/16. The Budget Committee has agreed that the amounts are necessary but has insisted on the Clerk to the County Assembly to prioritize such expenditure in the FY 2015/16. The use of tirade of papers in the official County Assembly business should be a thing of the past not

only because they are environmentally unfriendly but also because they are more expensive in the long-run.

C. Submissions from Sectoral Committees

14. Mr. Speaker Sir, provisions of Standing Orders 207 (3) and (4) dictate the procedure of dispensing with the budget estimates once they have been tabled in the County Assembly. These provisions require that the estimates be considered by all the Sectoral Committees in line with their respective mandates and report to the Budget and Appropriations Committee. Further, Standing Order 187 (6) requires that the Budget and Appropriations Committee holds discussions with the Chairpersons of all Sectoral Committees during the consideration of the budget. To satisfy these provisions, the Committee invited the Sectoral Committee Chairmen for meetings held between Tuesday 26th May 2015 and Friday 29th May 2015 where they made their presentation on their respective sectors. In this meeting, the Sectoral Committees Chairpersons were accompanied by the County Executive Committee Members and Chief Officers for their respective sectors in addition to several technocrats from these respective departments. These Executive officials were critical in helping the Committee understand the underpinning reasoning behind the budgetary allocations and policy guidelines that informed the various policy interventions. In this meeting there were many decisions reached jointly with the County Executive on how various budget allocations needed to be undertaken going forward.

15. Mr. Speaker, the following were some of the recommendations that the Sectoral Committees jointly made with their head of Sectors to the Budget and Appropriations Committee:

a) Health Services Committee

- i. That the following changes be effected in the proposed budget of Kshs. 398million for preventive and promotive health services in health services :

- Ksh.20 million be allocated for Construction and equipping Mowlem health Centre;
- Ksh.20 million for be allocated LungaLunga Maternity Construction;
- Ksh.20 million be allocated for construction and equipping of Clay City Health centre;
- Ksh.15 million be allocated for Dandora II maternity rehabilitation;
- Ksh.10 million be allocated for Mukuru kwa Njenga health centre rehabilitation;
- Ksh.8 million be allocated for Plainsview South B health centre rehabilitation;
- Ksh.10 million be allocated for completion and equipping Upendo health Centre;
- Ksh.5 million be allocated for Biafra health centre rehabilitation;
- Kshs. 10million be allocated for Construction and equipping of Kamulu Health Centre;
- Kshs. 4million be allocated for rehabilitation of Kibera Health Centre;
- Ksh.4 million be allocated Huruma health centre rehabilitation;
- Allocation for renovation of Loco Health Centre be reduced to Kshs. 5million;
- Allocation for renovation of Dandora I Health Centre be reduced to Kshs. 8million;
- Allocation for construction of Mbagathi Laundry House be reduced to Kshs. 18million; and
- Allocation for purchase of County Director utility vehicle be reduced to Kshs. 5million.

- ii. That the County Government establishes an independent account for Health Services Sector to curb the current delays experienced in releasing the money from the County Treasury.

General Observations of the Budget and Appropriations Committee on the Public Health Department

Mr. Speaker Sir,

16. The Budget Committee was particularly uneasy with the fact that the sector had very meager absorption capacity of development funds three years into devolved system of government. Out of the Kshs. 910million requested in the FY 2014/15, the department had only been able to spend Kshs. 55.7million translating to an absorption capacity of 9.4%. The Budget Committee therefore remains unsure whether the Kshs. 950million requested through this budget would be utilized by the end of the FY 2015/16.

17. The Budget Committee was concerned that this Sector was spending huge sums of money at source in complete disregard of the provisions of Section 109 of the PFM Act, 2012 which require that all revenues are swept to the County Revenue Fund. Whereas the Committee does not dispute the rationale for using the amounts as Appropriations-in-Aid it remains firm that the law must be complied with and hence this has to be backed by a legislation passed by this Assembly. The Committee has in this regard advised the County Executive to come up with a legislation that would exclude specific spending entities from sweeping various aspects of their revenues to the County Revenue Fund.

18. The reason for budgeting is so that we are able to plan on how to approach the future and mitigate various challenges. The County Assembly is always supportive of any initiative that would develop this County.

However, any such development projects must be within the limits as approved in the Budget Estimates and Supplementary Budget Estimates. The Budget Committee noted during dissemination of the Sector Estimates that as at May 2015, the sector had spent to the tune of Kshs. 800million out of a budgetary allocation of Kshs. 594 million representing an over-expenditure of Kshs. 206million. The Committee wishes to remind all sectors of the provisions of Section 135 of the PFM Act with regard to spending above the approved ceilings.

b) Planning and Housing Committee

- i. That the future budgets, to be prepared, be based on realistic revenue projections.

General Observations of the Budget and Appropriations on the Lands, Planning and Housing Sector

Mr. Speaker Sir,

19. The Budget Committee observed that due to the Sector's slow absorption of development funds it continued to recycle similar projects in its development programmes for various financial years. Members will realize that some projects like Re-evaluation of the roll has consistently appeared in our budget books. The Committee also found it difficult to understand the components of some proposed expenditures by the Sector and whether they were really justified. For example, the Committee failed to fully comprehend how implementation of the City Master plan would be rolled out. The Committee was also not convinced that it was the sole responsibility of the Sector to implement the plan and whether such implementation would require the huge allocation of Kshs. 180million. The Budget Committee continues to advise that there needs to be proper costing of outputs with clear timeframe and implementation plan.

20. The revenue collection potential of the sector is not in doubt. The Budget Committee is very happy with the performance of the sector towards the revenue basket of this County. As at end of May 2015 the Sector had collected in excess of Kshs. 2.7billion against a target of Kshs. 3billion. In fact the Sector officials assured the Budget Committee that the projected revenue target for the FY 2015/16 of Kshs. 3.57billion is within reach. The Budget Committee would wish to encourage all sectors with revenue potential to ensure they follow the good example of the Physical Planning Sector and put in measures to ensure they achieve the set revenue targets.

c) Agriculture, Environment and Natural Resources Committee

- i. That the Budget Estimates for the Sector be retained as in the Estimates;
- ii. That only priority areas be considered like refuse collection, improvement of Dandora dumpsite, beautification, establishment of waste collection depots, purchase of sanitary and cleaning material;
- iii. That the Sector should have a keen interest in the budget making process especially the County Fiscal Strategy Paper; and
- iv. That the Sector provides a procurement plan to the Committee once the budget has been passed.

General Observations of the Budget and Appropriations Committee on the Sectors under the Sectoral Committee on Agriculture, Environment and Natural Resources

21. **Mr. Speaker Sir**, the Budget Committee in its evaluation of the Sector's achievements for the FY 2014/15, was enlightened of the many collaborations that it had undertaken with the State Department of Agriculture and the Ministry of Devolution and Planning. The Committee noted that such cooperation was good for the County but was at pains to quantify the rationale for continued allocations to Agriculture whose

outputs cannot be justified. It was also shocking for the Budget Committee to realize that in all such engagements the contribution of the Sector had only been limited to that of a bystander who couldn't influence policy and intended outcomes. In fact Members of the public during their oral submissions on these Budget Estimates pressed on the County Assembly to make the Sector more relevant.

22. Mr. Speaker Sir, Members may recall that in the budget estimates for the FY 2013/14 the County Assembly had approved funds for the purchase of thirty four refuse trucks an amount which was further topped up through the 2014/15 budget estimates. During deliberations of these Estimates the Committee was shocked to learn that most of these trucks are either not working or are in bad state. It is the view of the Budget Committee that we need to reach the finish line with respect to purchase of vehicles in this County. The Budget Committee would in this regard be making recommendations in this vote with an aim of ensuring that we do not become an only "Vehicles Purchasing" County. The Budget Committee further recommends that the Sector needs to start making the intended impact in the lives of the residents of this County by investing more in extension officers, undertaking a baseline study to determine the number of farmers in the County as well as ensure that there is value for money in all such endeavors.

23. Mr. Speaker Sir, as Members may recall, in the 2014/15 budget the County Assembly allocations to the tune of Kshs. 300,000 per ward for Youth Solid Waste Management. It was the resolution of the Assembly that before the funds were utilized the Sector had to submit the regulations on the same to this Assembly for interrogation and subsequent approval. However, the Committee once again noted that the Sector chose to follow the route that is less travelled by disregarding resolutions of this Assembly. The Committee has reprimanded the Sector for setting aside the resolutions

of the Assembly and would in future be proposing necessary sanctions for the same.

d) Trade, Tourism and Cooperatives Committee

- i. That additional allocation of Kshs. 450million be set aside for development projects under the Sector;
- ii. That the allocation for Use of Goods and Services be increased to Kshs. 230million; and
- iii. That the Finance function of the County be decentralized.

General Observations of the Budget Committee on the Sector under the Sectoral Committee on Trade, Tourism and Cooperatives

24. Mr. Speaker Sir, the Trade Sector despite being key to the County's revenue generation still remains one of those with very negligible absorption rate of development funds. In these estimates the Sector highlighted a number of projects that it intended to roll out in the coming financial year without giving down the specifics of the where the projects are to be undertaken, individual cost and mention of whether the projects are roll-over. While the Sector effectively argued their case for additional allocations for Operations and Maintenance, the Committee has been emphatic at reminding the Sector heads that they need to direct most of their energies towards ensuring that the allocated funds are utilized as planned.

e) Culture and Community Services Committee

- i. That allocation for rehabilitation of Joseph Kang'ethe be reduced to Kshs.10 million and the remainder of Kshs. 30million be allocated for

construction of three social halls instead of construction of one Lindi Social hall; and

- ii. That allocation of Kshs. 14million for refurbishment of buildings be scrapped off the budget and replaced with the purchase of one Water Boozer.

General Observations of the Budget and Appropriations Committee on the Department under the Sectoral Committee on Culture and Community Services

25. Mr. Speaker in the Budget for the FY 2014/15 there was an allocation for building of three fire stations across the County which were not constructed due to issues which the Executive explained had more to do with the revenue inflows. The Committee has insisted on the Sector to ensure that the stations are set up without any delays in the coming financial year. It is still the resolution of the Committee that the fire stations should be constructed in areas that are in dire need of such emergency services and which have not benefited before.

f) Labour and Social Welfare Committee

- i. That for the County Public Service Board;
 - Ksh.10 million be allocated for Capacity Building, implementation of Strategic plan and training;
 - Ksh.10 million be allocated for developing human resource policies, operationalization of the Integrated Human Resource System software and benchmarking; and
 - Ksh.5 million be set for the Sectors' Corporate Social Responsibility Programs.
- ii. That for the Public Service Management;
 - At least Ksh.500 million be allocated for Staff medical insurance following the recommendations by the Salaries and Remuneration Commission;

- An additional Ksh.20 million be added for training of staff and development and culture programs;
- An additional allocation of Ksh.130 million be allocated for payment of pensions and other accumulated arrears for the 500 staff expected to retire in the FY 2015/2016;
- Ksh.100 million be allocated for upgrading programs for officers who have stayed for long without promotions;
- Following Salaries and Remuneration Commission circular on Car and Mortgage Schemes for employees, an allocation of at least Ksh.800 million be set aside for the same in the 2015/16 budget estimates.

iii. That for projects not captured in the 2015/16 estimates of Ksh.89 million for Sports Management be factored in.

General Observations of the Budget and Appropriations Committee on the Departments under the Sectoral Committee on Labour and Social Welfare

26. Mr. Speaker Sir, the existence of both the County Public Service Board and the Public Service Management would not be justified if the two institutions fail to come up with viable solutions to the skyrocketing County wage bill. During dissemination on these estimates, the Committee was eager to hear whether the two bodies had thought through and formulated a workable strategy on how to contain the wage bill. However, the explanations given by both the Board and the PSM were a joke at best. Further **Mr. Speaker**, this Assembly has in many instances advised the County Executive to defer any new employments until the state of our revenue inflows improve. The Committee believes that internal promotions are a cheaper option compared to the numerous vacancies advertisements that various County departments continue to splash in newspapers.

27. Mr. Speaker Sir, one major concern on the budgetary allocations for this sub-sector was that it had planned to spend to the tune of Kshs. 50million for Culture Change Programmes. The Budget Committee vehemently opposes this line of expenditure with no clear outputs and measurable targets. The Sector Heads in their oral submissions were most of the time lippy-floppy on how the funds would be implemented.

g) Justice and Legal Affairs Committee

That under the Inspectorate Department, Kshs.200 million meant for capital projects should be factored as follows:

- i. That the Kshs.42 million requested for purchase of staff uniform be denied;
- ii. A reasonable amount should be set aside for construction of an ablution block to offer a conducive training environment;
- iii. That Kshs.36 million be factored in the budget for construction of a perimeter wall at the training school;
- iv. That Kshs.14million be factored in the budget for refurbishment of the building at the Country bus;
- v. That allocation for the cleaning materials under employee emoluments be reduced from Kshs.1, 264,032 to Ksh.700,000 due to underutilization in the financial year 2014/15;
- vi. That maintenance of furniture allocations under employee emoluments be reduced from Kshs.1, 239,400 to Ksh.700,000 due to underutilization in the financial year 2014/15;
- vii. The allocation for gratuity of Ksh.2.889,200 should be reduced to Ksh.1,200,000 due to underutilization in the financial year 2015/16;
- viii. There need to factor in the budget Ksh.6,000,000 for purchase of communication equipment like the V.H.F ;
- ix. Kshs.12million be factored in the budget for Purchase of a college bus for Dagoreti Training School;

- x. That Kshs.6 million be factored in the budget for Purchase of motor bikes; and
- xi. That to perform its roles, the County government through the Treasury should release the amounts passed.

That under the Investigations and Information Analysis Department;

- i. That Ksh 49,307,069 be retained for employees remuneration;
- ii. That investigation be merged with the Inspectorate Department and be a sub-sector under Enforcement Department.

That under the Legal Department:

- i. Kshs.15,000,000 should be factored in the budget for purchase of a modern Library;
- ii. In order to purchase one prison bus Kshs.20,000,000 be factored in the budget;
- iii. Kshs.15,000,000 for refurbishment of buildings like the City Court be factored;
- iv. Kshs.3,000,000 for Renovation of city courts and cells;
- v. The recurrent expenditure is underfunded and needs additional funds especially on the contracted technical services at Ksh.82, 456,523; and
- vi. For contingent and unpredictable court fines and interest thereof, Ksh.200 million be allocated towards that.

That under the Information, Communication and E-Government Department:

- i. Kshs.250 million for capital expenditure be reduced to Ksh.100 million due to poor performance; and
- ii. An allocation of a reasonable amount be made for recruitment of more staff.

General Observations of the Budget and Appropriations Committee on the Departments under the Sectoral Committee on Justice and Legal Affairs

28. Mr. Speaker Sir, keen attention to the budget estimates for the sector, Members will realize that there are some items that have permanently remained on our budget books. Construction of ablution block at Dagoretti Training School has been appearing in the budget year in year out. The Budget Committee would really wish to discourage such laxity on the implementing departments to roll out projects whose budgetary allocations have been approved.

h) Transport and Public Works Committee

- i. That the Budget Estimates for the Sector be retained at Ksh.7.235billion ;
- ii. That projects to be financed through the conditional grant from the national government to wait until the official commitment from the government is received;
- iii. That the Executive should in the future hasten the procurement process to avoid projects roll overs to the subsequent financial years;
- iv. That the Executive should provide a procurement plan once the budget is passed in order to adhere to the estimates; and
- v. That allocation of Ksh.100 million from vote 8 be set aside for the purpose of outsourcing maintenance of street lighting /public lighting.

General Observations of the Budget and Appropriations Committee on the Transport and Public Works Sector

29. Mr. Speaker Sir, the Budget Committee in its report on the budget estimates for the FY 2014/15 decried the slow pace of rolling out of Ward Development Fund which continued to make Members of this County Assembly aliens in their wards. The Committee has noted that the County Treasury has not been very keen to comply with the provisions of the Ward Development Fund Act which require that balances of the fund are retained in the fund at the end of the financial year. The Committee has directed the County Treasury to ensure that the expected bank balances of Kshs. 20million for the FY 2014/15 which will not be spent by 30th June to be

brought forward to make the total allocation for the fund to equal Kshs. 40million.

30. Mr. Speaker this Sector as is the case with most sectors has blamed the Procurement department for slow pace of rolling out of development projects. Whereas the Committee sometimes believes that the concerns are genuine, the Committee noted that most of the Sectors were using the issue of procurement delays as a scapegoat for their lackluster performance. It is important to remind Members that most if not all of the Chief Officers and various Section Heads sit in Procurement and Tender Committees which are part and parcel of any procurement process. It is hence the view of the Budget Committee that any procurement lags is a burden that should be carried by all those responsible and must not be used as an excuse for intrinsic departmental failures.

i) Water and Sanitation Committee

- i. That an additional Kshs. 146.3million be allocated for capital projects

j) Children, Early Childhood Education and Vocational Training Committee

- i. That the amount of Ksh.15 million allocated for refurbishment of buildings be removed and the same be allocated for refurbishment of Kileleshwa day nursery school, Umoja II nursery school which compose Unity and Simba day nursery schools and finally Umoja One day nursery; and
- ii. That the amount allocated for other expenses of Kshs.5 million to be reallocated to training expenses.

31. Mr. Speaker Sir, as you may be aware, the Budget and Appropriations Committee also acts as a Sectoral Committee with the initial mandate of reviewing the estimates of various departments including Finance, Administration and Economic Planning, Specific departments under the

Governor's Office, County Executive and the County Assembly. The Committee would wish to inform the house that this was adequately done and the various accounting officers from these sectors given the chance to defend their respective budgets and the recommendations on the sectors are indeed part of this report.

D. Summary of Key Issues Arising From Public Hearings

Mr. Speaker Sir, the provisions of Article 221 (5) of the Constitution and Section 131 (2) of the PFM Act, 2012 require that the Committee in finalizing its recommendations on the budget estimates to the Assembly shall take into account the views of the public in the proposed recommendations. On the 20th of May 2015, the Committee held its public consultations where individual Members of the public and organized groups made very important submissions to the Budget Committee on the thematic areas under the domain of the County government which have to a great extent swayed the Budget Committee in its recommendations. In summary, the public made the following submissions:

- i. **Unpack the budget details.** The public called upon the County Assembly to ensure that the details of the budget are explained. The exact number of employees in the county needed to be explained and details of projects to be undertaken included.
- ii. **Allocate funds for Water improvement in the County.** The County Government should allocate more funds to increase the level of water supply in the County.
- iii. **Reduce the allocation for Governor's office and reallocate the funds to other priority sectors like Health and Education.** The public was concerned that the County had allocated huge sums of money to areas

- that were not core to service delivery and requested that the funds be reallocated.
- iv. **Make available funds for establishment of ECD centers per ward and increase the available vocational training centers.** The public pleaded with the County Assembly to prioritize the availability of ECD schools in all the 85 wards. Further the need to add the available vocational training centers and improve the conditions of the same.
 - v. **Allocate funds for public participation and civic education.** The public underscored the importance of public participation and requested that allocations need to be effected in the budget for public participation.
 - vi. **Correct the mistakes in page 9 of the program based budget.** The public identified that there were addition mistakes in Programme “Devolution of Services” leading to an excess of Kshs. 20million.
 - vii. **Operationalize the ward development fund.** The public decried the slow pace of rolling out of ward development projects. They also wanted the balances from the previous financial years included in the budget estimates.
 - viii. **Allocate funds for Emergency Fund.** The committee was reminded of the need to allocate funds for emergency.
 - ix. **Allocate funds for Volunteer Health Workers.** The public informed the Committee that there were a number of volunteer workers who were contributing to service delivery but who were not being remunerated. The Committee was urged to allocate funds for volunteer health workers.
 - x. **Reduce the revenue forecasts.** The members of the public were concerned that the revenue figures as contained in the budget books were overambitious and needed to be revised downwards.
 - xi. **Ensure equitable distribution of development projects in the County.** The County government should balance the roads development within the County. The position was endorsed as of importance by the Budget Committee who committed to ensure development projects are widespread.

- xii. **Develop a feedback mechanism on the budget estimates and other county legislations.** The public requested the County Assembly to come up with methodologies of reporting back to the public on how far their views have been implemented.
- xiii. **Allocate funds for Rescue Centers.** There needs to be an allocation for children and mothers rescue centers in the county.
- xiv. **Contain the expenditure on personnel emoluments and use of goods and services.** The County Assembly should explore on how to control the budget for personnel emoluments as it continues to reduce the amounts available for discretionary budget.
- xv. **Avoid using supplementary budgets to reduce the development vote.** The County Assembly was urged the temptation of using supplementary budgets as avenues for drastic reduction of the budget for capital projects.
- xvi. **Rehabilitate the social halls.** The public decried the poor state of social halls and emphasized the need to allocate funds for setting up of toilets, washrooms in the halls etc.
- xvii. **Adopt fleet management of vehicles instead of purchasing vehicles for all the departments in the County.** The public noted that the allocations for purchase of vehicles in all the county departments was both expensive and non-priority.
- xviii. **Allocate 30% of all procurement and jobs to the youth, women and people living with disabilities.** The public was uneasy that the county was not allocating the opportunities to women, youth and people living with disabilities.
- xix. **Limit Working hours for the Decentralization officers**
The public was concerned that the Decentralization officers in the wards were working past official government working hours.
- xx. **Establish a health centre with a complete Gender Based Violence Facility in Westlands.**
The Public advocated for the establishment of a Gender Based Violence Facility possibly in Westlands with expertise to preserve forensic evidence

and a facility that would offer 24 hours treatment to Sexual Gender Based Violence survivors.

- xxi. **Construct Perimeter walls and rehabilitation primary schools**
The Public was anxious on when the construction of perimeter walls around primary schools would begin and their rehabilitations.
- xxii. **Acquire ambulances for Gender Based Violence Facilities**
Gender Based Violence Facility advocated for an allocation for ambulance for rescuing Sexual Gender Based Violence survivors.
- xxiii. **Legislate on Gender Based Violence**
There need to be legislation on Gender Based Violence that seek to prevent the main causes of injuries through review and enforcement of such legislations.
- xxiv. **Improve the drainage systems**
The Public urged that a specific allocation provided for improvement of drainage systems in Nairobi County within the first six months of the financial year.
- xxv. **Include the debts and accounts receivables in the budget estimates**
The Public noted that despite the county servicing debts and also being owed a lot of money, there was nowhere in the budget estimates that reflected the same.
- xxvi. **Streamline the Agriculture and Livestock sector**
The Public was concerned that despite huge allocation for recurrent expenditure there are minimal revenue generated by the agriculture and livestock sector and there is need for it to be restructured and that it be included under Environment and Forestry Sector or be disbanded.
- xxvii. **Address security issues**
The Public was of the opinion that the County assembly should address the relocation of Eastleigh Airbase to outskirts of Nairobi City Centre.
- xxviii. **Safeguard County properties**
The Public despite supporting the upgrading of county estates cautioned against using such programs to grab public assets.

xxix. **The national government should honour its obligations to the County**

The Public urged that the main government offices including the Office of the President, Deputy President and state ministries should pay land rates and parking fees.

xxx. **Improve Online Business opportunities**

The Public in its endeavor towards capitalizing on the online business opportunities championed for establishment of free hotspots in the Central Business district.

xxxii. **Emphasize on human health and environment protection**

The Public advocated for levying of a fee charge on all secondhand phones as well as new phones that emit radiations by ensuring all businesses use ETR machines. The Governors' Office should make an allocation for free medical clinics in estates as well as fumigation exercises in households. Moreover, it would be important to introduce environment degradation fee for all the diesel emitting fumes vehicles in addition to the monthly license fee.

xxxiii. **Decentralize the Administration of Justice**

The Public noted that there is need to introduce City courts in each constituency.

E. Recommendations:

32. Mr. Speaker, as has been canvassed, the budget estimates as submitted had a financing gap of about of Kshs. 180million and it is based on this fact and the need to rationalize expenditure for various departments that the Committee makes the following alterations in the budget. The remainder of this report should hence be construed as an amendment on the submitted budget for the financial year 2015/16 with an aim of ensuring that ,where possible, we live within the sector ceilings provided in the amended County Fiscal Strategy Paper while taking into account the recommendations of the Sectors, Sectoral Committees and the public:

a) Policy Measures

33. Mr. Speaker Sir, the Committee noted various critical issues during the consideration of these estimates which it would like addressed. In addition to the proposals contained in the body of this report, the Committee proposes that the Assembly resolves as follows:

- i. That as one of the devolved institutions, the operational and maintenance budget for the County Assembly must in future be obtained only from the National Transfers to the County;
- ii. That the County Executive Committee Member for Finance immediately designates all the Chief Officers as Accounting officers as required by the provisions of Section 148 of the PFM Act, 2012;
- iii. That the County Treasury submits a legislative proposal to exclude the Public Health Department and amounts for debt repayments from sweeping to the County Revenue Fund;
- iv. That all the County entities starts implementing e-procurement without any further delay;

- v. That Vote 2610100 under the Fire and Disaster Management be renamed from “Grants and Transfers to Foreign Governments” to “Emergency Fund and ” and transferred to the Finance and Economic Planning Sector; and
- vi. That the Agriculture, Livestock and Fisheries Sector undertake public awareness on its operations.

b) Proposed Adjustments and Reallocations in the 2015/16 Budget

34. Mr. Speaker Sir, as has been said the Budget Committee received presentations from Chairs of Sectoral Committees on recommendations and proposed reallocations in the 2015/16 Budget. In line with its mandate and so as to ensure that the County remains on track in delivering in the areas that are critical for the growth of the County the Committee made numerous recommendations. Further and arising from the memoranda from the County Executive Committee Member for Finance and the Clerk to the County Assembly, the Committee submitted a proposed amendment on the County Fiscal Strategy Paper which has since been approved. The revenues and expenditure are hence proposed for adjustment to **Kshs. 30.833 billion** with additional allocations to be effected in the areas highlighted in the subsequent parts of this report.

35. Mr. Speaker Sir, the Committee recommends that the expected bank balances of Kshs. 1.7 billion for the FY 2014/15 for the County Ward Development Fund should be carried forward or paid as arrears in the financial year 2015/16.

36. Mr. Speaker Sir, whereas the provisions of Section 131 of the PFM Act, 2012 gives the County Assembly through the Budget and Appropriations Committee the mandate to make amendment on the budget, such amendment can only be done in line with minimum parameters stated in

Section 131 (3) of the Act. Section 131 (3) of the PFM Act dictate that an amendment may be made in the budget only if three conditions are satisfied, namely;

- i. It is in accordance with the resolutions adopted regarding the County Fiscal Strategy Paper;
- ii. Any increase in expenditure in a proposed appropriation is balanced by a reduction in expenditure in another proposed appropriation; and
- iii. Any proposed reduction in expenditure is used to reduce the deficit.

37. Mr. Speaker Sir, It is in this regard therefore and in strict adherence to the above provisions of the law, the Budget Committee wishes to make the following adjustments in the budget. These needs were identified jointly with the Sectoral Committees, Sectors Heads and Budget and Appropriations committee. The Committee wishes to assure the Members that the views of the County Executive Committee Member for finance have been taken into account as required by the law.

I. Expenditure Reductions.

38. Mr. Speaker Sir, the following are proposed reductions in the County Assembly expenditure:

That under the County Assembly, the following amendments be effected in the budget:

- i. **Kshs. 7.8million** for Rental Expenses under the Office of the Speaker be reduced to **Kshs.4million**;
- ii. The amounts for Foreign Travel and Subsistence, other transportation costs under the Office of the Speaker be reduced by **Kshs. 4.08million** to **Kshs. 4million**;
- iii. The amounts for Hospitality Supplies and Services under the Office of the Speaker be reduced by **Kshs. 3.3million** to **Kshs. 500,000**;

- iv. That allocation for Foreign travel and Subsistence and other transportation costs under the County Assembly Service Board be reduced by **Kshs. 3.3million** to **Kshs. 10million**;
- v. That allocation for Hospitality Supplies and Services under the County Assembly Service Board amounting to **Kshs. 4.12million** be knocked off the budget;
- vi. The allocation for Other Operating Expenses under the County Assembly Service Board be reduced by **Kshs. 760,000** to **Kshs. 5million**;
- vii. That the allocation for Training expenses be reduced by **Kshs. 17.96million**.
- viii. The allocation for utilities and supplies be reduced by **Kshs. 600,000** to **Kshs. 5.4million**.
- ix. The allocation for Communication supplies and services be reduced by **Kshs. 499,600** to **Kshs. 4.496million**.
- x. That allocation for Foreign Travel and Subsistence allowance under the Office of the Clerk be reduced by **Kshs. 2.9million**.
- xi. The allocation for Printing, Advertising and Information Supplies be reduced by **Kshs. 1.6million**.
- xii. The allocation for Office and General Supplies be reduced by **Kshs. 2.6million**.
- xiii. That the allocation for Foreign Travel under the County Assembly be reduced by **Kshs. 5.8million**.
- xiv. The allocation for Other Operating expenses be reduced by **Kshs. 11.7million**;
- xv. The allocation for Routine of Vehicles and Other transport equipment be reduced by **Kshs. 300,000**.
- xvi. The allocation for Routine Maintenance- Other Assets be reduced by **Kshs. 700,000**.

The above reductions reduces are meant to adjust the County Assembly recurrent budget and realign it to the ceilings as proposed by the Senate. This is

effect reduces the County Assembly recurrent budget to **Kshs. 1,233,219,787**.
Overallly the budget for the County Assembly is hereby broken down as follows:

- Compensation to Employees- Kshs. 766million
- Use of Goods and Services - Kshs. 467million
- Transfers to County Assembly Funds – Kshs. 320million
- Development Expenditure - Kshs. 144million

39. Mr. Speaker Sir, the following are proposed reductions in the County Executive expenditure:

That under the Governor's Office the following the following amendments be effected in the budget:

- i. The allocation for purchase of uniform under the City Inspectorate department be scrapped off the budget;
- ii. The allocation for maintenance of furniture under vote head 5312000101 be reduced to **Kshs. 700,000**;
- iii. The allocation for purchase of office furniture and general equipment under the City Inspectorate vote 3111000 be reduced to **Kshs.11million**.

That under the Information, Communication and E-Government Department:

- i. The allocation for capital expenditure be reduced to **Kshs. 150million**.

That under the Finance and Economic Planning Department:

- i. The allocation for Other Creditors under Finance and Economic Planning Headquarters be reduced to **Kshs. 1,228,390,523** to be reviewed in the supplementary Budget after adoption of the Debt Management Strategy Paper.

That under the Education, Youth Affairs, Sports, Culture and Social Services Department:

- ii. The allocation for refurbishment of buildings under Social services headquarters be reduced to **Kshs. 25million.**

That under the Health Department:

- i. The allocation for training expenses under County health management team headquarters be reduced to **Kshs. 15million.**

40. Mr. Speaker Sir, through the above cuts the Committee managed to make available to the tune of **Kshs. 496, 433,477** for spending in the other priority areas which had been inadvertently left out of the budget estimates. These savings are hereby combined with the amounts realized from the revision of the revenue figures of **Kshs. 1,973,000,000** to be utilized for various expenditures as enumerated under no. 41.

II. Budgetary Increases

41. The following are proposed increases in the budget:

That under the Public Service Management sector:

- i. The amount allocated for staff insurance be increased by **Kshs. 120million ;**
- ii. The amount allocated for payment of pensions for retiring staff be increased by **Kshs. 60million;** and
- iii. **Kshs. 50million** be allocated for special interest groups and Gender mainstreaming.

That under the Trade and Tourism Sector an additional allocation be included in the budget for the following purposes:

- iv. **Kshs. 36.336million** for allowances for the County Liquor Board;
- v. **Kshs. 5.4million** for allowances of the County Betting and Control Board;
- vi. **Kshs. 8million** for purchase of specialized weights & measures double cabin vehicles;

- vii. Amount allocated for operations and maintenance for Cooperative Audit department be increased by **Kshs. 10,990,000.**
- viii. Amount allocated for Census/Audit of business be increase by **Kshs. 10,200,000.**
- ix. Amount allocated for construction of new markets be increased by **Kshs.250million.**

That under the Physical Planning and Housing Sector:

- x. An additional allocation of **Kshs. 20million** be allocated for purchase of vehicles.

That under the Environment and Forestry Sector:

- xi. Amounts allocated for Youth Solid Waste Management programs be increased by **Kshs 21million.**
- xii. **Kshs. 150million** be allocated for purchase of specialized equipment.

That under the Governor's Office:

- xiii. **Kshs. 5million** be allocated for construction of ablution block;
- xiv. **Kshs. 6million** be factored in the budget for purchase of a college bus for Dagoretti Training School; and
- xv. **Kshs. 3million** be set aside for purchase of 10no. Of motorbikes;

That under the Legal Department:

- xvi. **Kshs. 10million** be allocated for purchase of a modern library;
- xvii. **Kshs. 10million** be allocated for purchase of 1 prison bus;
- xviii. **Kshs. 13million** be allocated for refurbishment of buildings such as the City Court and Cells; and
- xix. Amount allocated to other operating expenses be increased by **Kshs.16, 543,477;**

That the under the Water and Energy Sector:

- xx. **Kshs. 3million** be provided per ward for development of water infrastructure.

That under the Education, Youth Affairs, Sports, Culture and Social Services Sector:

- xxi. **Kshs. 30million** be allocated for Public Participation;
- xxii. **Kshs. 2million** be allocated per ward for bursaries. The amounts should only be utilized once the regulations governing the fund have been forwarded and approved by the County Assembly;
- xxiii. Allocation for rehabilitation of Joseph Kang'ethe be reduced to **Kshs.10 million** and the remainder of **Kshs. 30million** be reallocated for construction of other three social halls;
- xxiv. That allocation of **Kshs. 14million** for refurbishment of buildings under the Social Services Sub-Sector be scrapped off the budget and the amount be utilized for purchase of one Water Boozer;
- xxv. **Kshs.15 million** for refurbishment of buildings under Education Sub-Sector be expunged and be reallocated for refurbishment of Kileleshwa Day Nursery School, Umoja II Nursery School and Umoja I Day Nursery; and
- xxvi. That the amount allocated for other expenses of **Kshs.50, 000** be reallocated to training expenses.

That under the Disaster Management Sub-Sector:

- i. **Kshs. 55 million** be allocated for purchase of specialized equipment

That the budget for the Public Health Department:

- xxvii. **Kshs. 15million** be allocated for Community Health Workers but the amounts be spent only once regulations governing the fund are approved by the County Assembly.
- xxviii. The projects be implemented as proposed by the Health Services Committee.

- xxix. **Kshs. 20million** be allocated for refurbishment of Tassia Health Centre.
- xxx. **Kshs. 20million** be allocated for Construction of Lower Savanna Health Centre.
- xxxi. **Kshs. 405 million** be allocated for rehabilitation of Pumwani Maternity Hospital.
- xxxii. **Kshs. 150million** be allocated for rehabilitation of Mutuini Hospital.
- xxxiii. **Kshs. 250 million** be allocated for rehabilitation of City Mortuary.

That under Public works, Infrastructure and Transport sector:

- xxxiv. **Kshs. 30million** be allocated for construction of River bank Baraka road.
- xxxv. **Kshs. 25million** be allocated for construction of Vietnam road.
- xxxvi. **Kshs. 257.247million** be allocated for new public street lighting.
- xxxvii. **Kshs. 4.15 million** be allocated for purchase of heavy equipment.
- xxxviii. **Kshs. 9 million** be allocated for traffic management and non-motorized facilities.
- xxxix. **Kshs. 270million** be allocated for street lighting.

III. Expenditure Reallocations

That under the County Assembly, the following amendments be effected in the budget:

- xl. That **Kshs. 36.896million** for training under the Committee Services be lumped together with the amounts for Domestic Travel and Subsistence allowance.

Mr. Speaker Sir, in conclusion and pursuant to the provisions of Section 131 (1) of the Public Finance Management Act 2012 and Standing Order 207 (6) the County Budget and Appropriation Committee recommends that:

This County Assembly adopts the Report of the Budget and Appropriations Committee on the Budget Estimates for the Nairobi City County Government, and County Assembly tabled in the County Assembly on Wednesday 24th June 2015.

**CLERK
NAIROBI CITY
COUNTY ASSEMBLY
P. O. Box 45844-00100
NAIROBI**

