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REPUBLIC OF KENYA

THE NATIONAL TREASURY AND ECONOMIC PLANNING

County Governments Additional Allocations Bill, 2025

A legislative proposal for submission to Parliament

PAPERS LAID	
DATE	13/2/2025
TABLED BY	Majority Whip
COMMITTEE	
CLERK AT THE TABLE	Mbayi

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County Governments Additional Allocations Bill, 2025

COUNTY GOVERNMENTS ADDITIONAL ALLOCATIONS BILL, 2025
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County Governments Additional Allocations Bill, 2025

A Bill for

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

ENACTED by Parliament of Kenya, as follows—

Short title.	1. This Act may be cited as the County Governments Additional Allocations Act, 2025.
Interpretation.	2. In this Bill, unless the context otherwise requires—
	“agreement” means an Intergovernmental Agreement entered into under section 191A of the Public Finance Management Act, 2012
No. 17 of 2022	“Authorized person” has the same meaning assigned to it under section 2 of the County Governments Additional Allocation Act, 2022
	“Cabinet Secretary” means the Cabinet Secretary responsible for matters relating to Finance;
	“Additional allocations” means additional resources allocated to County Governments from the National Government’s share of revenue or in the form of loans and grants from development partners;
	“County Executive Committee Member” means the County Executive Committee Member in charge of matters relating to Finance.

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Object and Purpose of this Act.	<p>3. The object and purpose of this Act is to—</p> <p>(a) provide, pursuant to Article 190 and 202 (2) of the Constitution, for additional allocations to County Governments for the financial year 2025/26;</p> <p>(b) provide for additional allocations from proceeds of loans and grants from development partners; and</p> <p>(c) facilitate the transfer of additional allocations to counties under this Act from the Consolidated Fund to the respective County Revenue Fund.</p>
Additional allocations to County Governments	<p>4. (1) Additional allocations shall be funds agreed upon by the National Assembly and the Senate during the consideration of the Budget Policy Statement and shall comprise of—</p> <p>(a) additional allocations provided for under Article 202(2) of the Constitution;</p> <p>(b) additional allocations required for transfer of functions to counties from the National Government as provided for under Article 187 of the Constitution; and</p> <p>(c) additional allocations in the form of loans and grants from development partners.</p> <p>(2) Additional funds allocated under this section shall be included in the respective County Governments' Appropriation Bills.</p>
Unconditional additional allocations	<p>5. (1) Unconditional additional allocations to beneficiary County Governments from the National Government Share of Revenue for the financial year 2025/26 shall be as set out in the First Schedule, comprising—</p> <p>(a) unconditional allocations to the beneficiary County Governments from proceeds of Court Fines emanating from contravention of County Government legislation as set out in Column A of the First Schedule;</p> <p>(b) unconditional allocations to the beneficiary County Governments emanating from the twenty percent (20%) Share of Mineral Royalties, pursuant to section 183 of the Mining Act, 2016 as set out in Column B of the First Schedule.</p> <p>(2)</p> <p>(2) Each County Government's allocation under this subsection (1) shall be transferred to the respective County Revenue Fund, in accordance with a payment schedule published in the Gazette by the Cabinet Secretary in accordance with Section 17 of the Public Finance</p>
No. 12 of 2016	

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	Management Act, 2012
Conditional additional allocations	<p>6. (1) Conditional allocations to each County Government from the National Government's share of revenue for the financial year 2025/26 shall be as set out in the Second Schedule, comprising —</p> <p>(a) conditional allocation for the settlement of Doctor Salary Arrears as set out in Column A of the Second Schedule;</p> <p>(b) conditional allocation for the Community Health Promoters (CHP) Project as set out in Column B of the Second Schedule;</p> <p>(c) conditional allocations for the construction of County Headquarters as set out in Column C of the Second Schedule; and</p> <p>(d) conditional allocations for the County Aggregation and Industrial Parks (CAIP) Programme as set out in Column D of the Second Schedule.</p>
	(2) Conditional allocations financed from proceeds of loans or grants from development partners to each County Government for the financial year 2025/26 shall be as set out in the Third Schedule, comprising of—
	a) conditional allocations financed by proceeds from International Fund for Agricultural Development (IFAD) loan for the Aquaculture Business Development Programme (ABDP) as set out in Column A of the Third Schedule;
	b) conditional allocations financed by proceeds from IDA (World Bank) Credit for Financing Locally- Led Climate Action (FLLoCA) Program-County Climate Institutional Support (CCIS) Grant as set out in Column B of the Third Schedule;
	c) conditional allocations amounting to Kenya Shillings six billion one hundred eighty-seven million five hundred thousand financed by proceeds from IDA (World Bank) Credit for Financing Locally- Led Climate Action (FLLoCA)-Program, County Climate Resilience Investment (CCRI) Grant as set out in Column C of the Third Schedule;
	<p>d) conditional allocations amounting to Kenya Shillings one billion two hundred million financed by proceeds from KfW (German Development Bank) Loan for Co-Financing of FLLoCA – County Climate Resilience Investment (CCRI) Grant as set out in Column D of the Third Schedule;</p> <p>e) conditional allocations in subsections (c) and (d) shall be allocated among the County Governments based on a criteria to be determined as follows—</p> <p>i. the allocation formula has three variables being the County's rural population, the County's rural area and the County's multidimensional poverty with the latter being a proxy for climate risks and vulnerability.</p> <p>ii. the Accounting Officer responsible for the grant, shall for each eligible transfer to County Government, carry out or cause to be carried out a performance assessment (in accordance with the</p>

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	<p>participatory agreement between the National Government and each eligible County Government through the Annual Performance Assessment (APA) Firm). This APA will determine the eligible County Government's performance score for purposes of determining the Performance grant allocation for the financial year 2025/2026.</p> <p>iii. the calculations will be done by the Program Implementation Unit (PIU), on the basis of above-mentioned data and the certified APA results, using a template spreadsheet from the PIU to guarantee total transparency. The calculated allocations shall be certified by the Program Steering Committee (PSC) to become effective, after which the necessary steps will be taken to reflect the allocations in the National budget.</p> <p>iv. the Cabinet Secretary shall publish in the Kenya Gazette the allocations determined in terms of sub-paragraph (iii) above.</p>
	<p>f) conditional allocations financed by proceeds from IDA (World Bank) Credit for Food Systems Resilience Project (FSRP) as set out in Column E of the Third Schedule;</p>
	<p>g) conditional allocations financed by proceeds from German Development Bank (KfW) for the Drought Resilience Programme in Northern Kenya (DRPNK) as set out in Column F of the Third Schedule;</p>
	<p>h) conditional allocations financed by proceeds from IDA (World Bank) Credit for the Second Kenya Devolution Support Program - Institutional Grant (Level 1) as set out in Column G of the Third Schedule;</p>
	<p>i) conditional allocations amounting to Kenya Shillings thirteen billion, forty-two million five hundred thousand financed by proceeds from IDA (World Bank) Loan for the Second Kenya Devolution Support Program (KDSP2) - Service Delivery and Investment Grant (Level 2) as set out in Column H of the Third Schedule;</p> <p>j) conditional allocation in subsection (i) shall be allocated among the County Governments on the basis of a criteria to be determined as follows-</p> <p>i. The Program Accounting Officer, shall for each eligible transfer to a County Government, carry out a performance assessment, in accordance with the participatory agreement between the National Government and each eligible County Government, through the APA Firm. This APA will determine the eligible County Government's performance score for purposes of determining the performance grant allocation;</p> <p>ii. For each Disbursement Link Indicator (DLI), that is, DLIs 3-7, a qualifying County Government will get 50 percent of the Level 2 Grant allocation if it meets that respective DLI result. The other 50 percent is allocated based on the scores against the performance measures pertaining to each respective DLI result area as detailed in the Program Operational Manual;</p> <p>iii. The investment grant for a qualifying County Government is the sum of what it is allocated under DLIs 3-7 as follows:</p> <p>▪ DLI 3: KSh. 75,000,000 for each County that has</p>

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	<p>increased its Own Source Revenue by at least 5 percent annually, over and above the rate of inflation</p> <ul style="list-style-type: none">▪ DLI 4: KSh. 75,000,000 for each County that has prepared and is implementing an action plan to reduce the stock of pending bills and maintain it at minimal levels▪ DLI 5: KSh. 97,500,000 for each County that has integrated its HR records, authorized staff establishment and payroll, and uploaded cleaned payrolls in the HRMIS▪ DLI 6: KSh. 45,000,000 for each County that is enhancing accountability for results through an integrated performance management framework▪ DLI 7: KSh. 60,000,000 for each County with a PIM dashboard with citizen feedback mechanisms.
	<p>k) The Cabinet Secretary shall publish in the Kenya Gazette the allocations for all the qualifying County Governments under subsection (i) determined in terms of subsection (j), and shall be the basis for disbursement of the allocations to county governments.</p>
	<p>l) conditional allocations financed by proceeds from International Fund for Agricultural Development (IFAD) Loan for the Kenya Livestock Commercialization Project (KeLCoP) as set out in Column I of the Third Schedule;</p>
	<p>m) conditional allocations amounting to Kenya Shillings ten billion three hundred twenty-five million seven hundred and fifty-four thousand six hundred and sixty financed by proceeds from IDA (World Bank) Loan for the Second Kenya Urban Support Project (KUSP2) - Urban Development Grant (UDG) as set out in Column J of the Third Schedule;</p> <p>n) conditional allocation in subsection (m) shall be allocated among the County Governments on the basis of a criteria to be determined as follows- Based on financing agreement between the IDA and the Government of Kenya.</p> <ul style="list-style-type: none">i. UDG Performance Allocation of KSh. 2,340 per head using the urban area population data of 2019 censusii. UDG Minimum floor of KSh.52 million However, due to limited fiscal space the allocation formula has been harmonized at 65% to fit within the allocated budgeted.iii. Window for Host and Refugee (WHR)UDG KSh. 2,600 per head using the urban area population data of 2019 census. 1st year 40% of maximum allocation. 2nd Year 90% of maximum allocation 3rd Year 100% maximum allocation
	<p>o) The Cabinet Secretary shall publish in the Kenya Gazette the allocations for all the qualifying County Governments under subsection (m) determined in terms of subsection (n), and shall be the basis for disbursement of the allocations to county governments.</p>

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	<p>p) conditional allocations amounting to Kenya Shillings one billion three hundred million financed by proceeds from IDA (World Bank) Loan for the Kenya Urban Support Project (KUSP) - Urban Institutional Grant (UIG) as set out in Column K of the Third Schedule;</p> <p>q) conditional allocation in subsection (p) shall be allocated among the County Governments on the basis of a criteria to be determined as follows- Each of the eligible 45 counties will access the UIG, set at a flat rate and made available for the first three years of the Program as follows:</p> <ol style="list-style-type: none">US\$250,000 (approx. KSh. 35,500,000) in year 1US\$200,000 (approx. KSh. 26,000,000) in year 2US\$100,000 (approx. KSh. 14,200,000) in year 3 for Window for Host and Refugee (WHR) communitiesThe grant will be allocated at a flat rate of US\$500,000 equivalent KSh. 65 million annually for 5 years.For the counties to access the grant, County Governments will need to comply with WHR Urban Institutional Grant (UIG), Minimum Conditions (MCs). Failure to satisfy any MC will disqualify the County from accessing the WHR UIG grant.
	<p>r) The Cabinet Secretary shall publish in the Kenya Gazette the allocations for all the qualifying County Governments under subsection (p) determined in terms of subsection (q), and shall be the basis for disbursement of the allocations to county governments.</p>
	<p>s) conditional allocations amounting to Kenya Shillings four billion six hundred and seven million five hundred and ninety-nine thousand five hundred and ninety-nine financed by proceeds from KfW (German Development Bank) Loan for the Kenya Water, Sanitation and Hygiene (K-WASH) Program as set out in Column L of the Third Schedule;</p> <p>t) conditional allocation in subsection (s) shall be allocated among the County Governments on the basis of a criteria to be determined as follows-</p> <ol style="list-style-type: none">Funds will be allocated to counties based on Disbursement Linked Indicators (DLIs) and verified results in the approved Results Verification Report (RVR) by an Independent Verification Agent (IVA) hired by the Program, according to the following formulas. <p>Definitions:</p> <ul style="list-style-type: none">Let C be the county allocation. (The sum of all 19 county allocations should be equal to or less than KSh. 4,607,526,599.00. If this amount is exceeded, rationalization will be applied to indicators under DLI/DLR 2, 3, 4, 10.1, 10.2, 11, 12.1, and 12.3.)Let S be a binary variable for DLI 1, $S=1$ if the strategy is verified by IVA as developed in the approved RVR, otherwise $S=0$Let H_w be the Number of households provided with access to improved water services as verified by IVA in approved RVR (DLI 2 and DLI 10.1)

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	<ul style="list-style-type: none"> • Let Q be the number of sustainably functioning water schemes water schemes meeting standards as verified by IVA in approved RVR (DLI 3 and DLI 11) • Let H_s be the number of Households provided with access to an improved sanitation facility as verified by IVA in approved RVR (DLI 4 and DLI 10.2) • Let V_{ODF} be the number of villages that achieve ODF status as verified by IVA in approved RVR (DLR 5.1 and DLR 12.1) • Let V_{CWS} be the number of villages certified as achieving CWS status as verified by IVA in approved RVR (DLR 5.2 and DLR 12.2) • Let V_{sws} be the number of villages that sustain CWS status as verified by IVA in approved RVR (DLR 5.3 and DLR 12.3) • Let R_I be the exchange rate of foreign currency to Kenya Shillings. <p>ii. The formula for allocating funds to the counties of Baringo, Bomet, Kericho, Kirinyaga, Kitui, Kwale, Makueni, Mandera, Migori, Murang'a, Nandi, Narok, Samburu, Tana River, Tharaka Nithi, Vihiga, and West Pokot is as follows:</p> $C = R_I (1,000,000S + 40H_w + 5,000Q + 30H_s + 2,000V_{ODF} + 24,600V_{CWS} + 3,000V_{sws})$ <p>iii. The formula for allocating Turkana and Garissa counties is as follows:</p> $C = R_I (1,000,000S + 61.11H_w + 10,000Q + 50H_s + 2,000V_{ODF} + 20,000V_{CWS} + 5,000V_{sws})$
	u) The Cabinet Secretary shall publish in the Kenya Gazette the allocations for all the qualifying County Governments under subsection (s) determined in terms of subsection (t), and shall be the basis for disbursement of the allocations to county governments.
	v) conditional allocations financed by proceeds from IDA (World Bank) Credit for the National Agricultural Value Chain Development Project (NAVCDP) as set out in Column M of the Third Schedule;
	w) conditional allocations financed by proceeds from DANIDA Grant for the Primary Healthcare in Devolved Context (PHC) programme as set out in Column N of the Third Schedule;
	x) conditional allocations financed by proceeds from IDA (World Bank) Loan for the Water and Sanitation Development Project (WSDP) as set out in Column O of the Third Schedule;
	y) conditional allocations financed by proceeds from AFD for Kenya Informal Settlement Improvement Project 2 (KISIP2) as set out in Column P of the Third Schedule; and
	z) conditional allocations financed by proceeds from IDA-World Bank for Kenya Informal Settlement Improvement Project 2 (KISIP2) as set out in Column Q of the Third Schedule.

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No. 18 of 2012.	<p>(3) Each County Government's allocation under subsection (1) and (2) shall —</p> <ol style="list-style-type: none">be transferred to the respective County Revenue Fund, in accordance with a payment schedule published in the <i>Gazette</i> by the Cabinet Secretary in accordance with Section 17 of the Public Finance Management Act, 2012; andonly be accessed by each County Government after meeting conditions set out in the Intergovernmental Agreements entered into pursuant to Section 191 A of the Public Finance Management Act, 2012.
	<p>(4) The County Governments' additional allocations under subsection (1) and (2) shall be included in the budget estimates of the National Government and shall be submitted to Parliament for approval.</p>
Report on actual transfers.	<p>7. The Cabinet Secretary shall publish, quarterly by the 30th day after the end of each quarter, a quarterly report on actual transfers of all additional allocations to County Governments disbursed pursuant to this Act.</p>
Books of accounts to reflect National Government transfers.	<p>8. Each County Treasury shall reflect all transfers of conditional allocations by the National Government to the respective County Government in its books of accounts.</p>
Reporting. No. 18 of 2012	<p>9. A County Treasury shall, as part of its consolidated quarterly and annual reports required under the Public Finance Management Act, report on-</p> <ol style="list-style-type: none">actual transfers received by the County Government from the National Government, up to the end of that quarter or year in the format prescribed by the Public Sector Accounting Standards Board or in the absence of a format prescribed by the Board, in the format prescribed by the National Treasury;the actual expenditure by the County Government of the allocations made under Sections (5) and (6);the extent of compliance with the provisions of this Act and with the conditions of allocations as set out in the intergovernmental agreement entered into by the National Government, the development partner and the County Government;an explanation of any material challenges in the expenditure of any allocations made under this Act or compliance with any conditions of allocations set out in an intergovernmental agreement; andany other information that may be required by the relevant Intergovernmental Agreement.
Financial Misconduct No.18 of 2012	<p>10. Despite the provisions of any other law, any serious or persistent non-compliance with provisions of this Act constitutes an offence under the Public Finance Management Act, 2012.</p>

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FIRST SCHEDULE

Unconditional allocations to County Governments from Court Fines and 20% Share of Mineral Royalties in the Financial Year 2025/26 (KSh.)				
S/N o	County	FY 2025/26		
		Allocations for Court Fines	Allocations for 20% Share of Mineral Royalties	Total Unconditional Allocations
		Column A	Column B	Column C
1.	Baringo	-	20,355.3	20,355.30
2.	Bomet	-	-	-
3.	Bungoma	-	-	-
4.	Busia	-	-	-
5.	Elgeyo/Marakwet	-	-	-
6.	Embu	-	2,142.0	2,142.00
7.	Garissa	-	844,691.5	844,691.50
8.	Homa Bay	-	-	-
9.	Isiolo	-	348,836.9	348,836.90
10.	Kajiado	-	660,242,991.1	660,242,991.10
11.	Kakamega	-	16,554.8	16,554.80
12.	Kericho	-	-	-
13.	Kiambu	4,105,101.00	10,139,863.4	14,244,964.40
14.	Kilifi	-	950,062,289.9	950,062,289.90
15.	Kirinyaga	-	100.0	100.00
16.	Kisii	-	682,562.1	682,562.10
17.	Kisumu	93,000.00	-	93,000.00
18.	Kitui	99,723.00	336,118.2	435,841.20
19.	Kwale	-	1,166,507,885.9	1,166,507,885.90
20.	Laikipia	27,334.00	-	27,334.00
21.	Lamu	-	-	-
22.	Machakos	1,682,747.00	99,716.3	1,782,463.30
23.	Makueni	-	99,856.6	99,856.60
24.	Mandera	-	1,028.0	1,028.00
25.	Marsabit	-	1,724,590.4	1,724,590.40
26.	Meru	-	32,900.7	32,900.70
27.	Migori	559,346.00	3,125,408.0	3,684,754.00
28.	Mombasa	1,398,424.00	18,830.0	1,417,254.00
29.	Murang'a	-	-	-
30.	Nairobi	2,454,707.00	3,884.4	2,458,591.40
31.	Nakuru	1,022,898.00	82,769.2	1,105,667.20
32.	Nandi	-	55,110,900.6	55,110,900.60
33.	Narok	-	27,206,335.7	27,206,335.70
34.	Nyamira	-	-	-
35.	Nyandarua	-	-	-
36.	Nyeri	76,000.00	-	76,000.00
37.	Samburu	-	905,744.4	905,744.40
38.	Siaya	-	259,151.6	259,151.60
39.	Taita Taveta	-	51,756,326.0	51,756,326.00
40.	Tana River	-	10,624.0	10,624.00
41.	Tharaka Nithi	-	42,999.9	42,999.90

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Unconditional allocations to County Governments from Court Fines and 20% Share of Mineral Royalties in the Financial Year 2025/26 (KSh.)				
S/N o	County	FY 2025/26		
		Allocations for Court Fines	Allocations for 20% Share of Mineral Royalties	Total Unconditional Allocations
		Column A	Column B	Column C
42.	Trans Nzoia	-	-	-
43.	Turkana	-	141,279.1	141,279.10
44.	Uasin Gishu	-	5,090,268.6	5,090,268.60
45.	Vihiga	-	-	-
46.	Wajir	-	4,493.0	4,493.00
47.	West Pokot	-	1,650.2	1,650.20
	TOTAL	11,519,280.00	2,934,923,147.6	2,946,442,427.80

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SECOND SCHEDULE

Conditional allocations to County Governments from the National Government's Share of Revenue in the Financial Year 2025/26 (KSh.)

S/No	County	FY 2025/26					Total Conditional Allocations
		Doctor Salary Arrears	Community Health Promoters (CHP)	Construction of County Headquarters (CHQ)	Establishment of County Aggregation and Industrial Parks (CAIP)		
		Column A	Column B	Column C	Column D	Column E	
1.	Baringo	19,263,317.7	63,810,000.0		250,000,000.0	333,073,317.7	
2.	Bomet	21,261,692.5	74,070,000.0			95,331,692.5	
3.	Bungoma	39,854,059.2	107,400,000.0			147,254,059.2	
4.	Busia	23,691,626.6	66,390,000.0			90,081,626.6	
5.	Elgeyo/ Marakwet	15,685,017.4	37,200,000.0		250,000,000.0	302,885,017.4	
6.	Embu	32,801,231.2	60,300,000.0			93,101,231.2	
7.	Garissa	32,981,338.8	74,520,000.0			107,501,338.8	
8.	Homa Bay	26,419,251.1	88,620,000.0			115,039,251.1	
9.	Isiolo	12,147,882.9	21,630,000.0	60,000,000.0		93,777,882.9	
10.	Kajiado	43,495,118.3	50,070,000.0		250,000,000.0	343,565,118.3	
11.	Kakamega	44,529,977.2	127,500,000.0		250,000,000.0	422,029,977.2	
12.	Kericho	43,439,856.4	45,690,000.0		250,000,000.0	339,129,856.4	
13.	Kiambu	119,957,202.3	94,680,000.0			214,637,202.3	
14.	Kilifi	58,281,742.7	116,100,000.0		250,000,000.0	424,381,742.7	
15.	Kirinyaga	19,389,815.8	36,660,000.0			56,049,815.8	
16.	Kisii	72,428,277.5	88,200,000.0		250,000,000.0	410,628,277.5	
17.	Kisumu	75,399,627.1	89,940,000.0			165,339,627.1	
18.	Kitui	43,756,694.1	74,100,000.0		250,000,000.0	367,856,694.1	
19.	Kwale	28,773,122.8	52,140,000.0			80,913,122.8	
20.	Laikipia	40,454,973.8	25,230,000.0		250,000,000.0	315,684,973.8	
21.	Lamu	11,301,829.9	14,520,000.0	121,000,000.0		146,821,829.9	
22.	Machakos	58,646,293.4	83,250,000.0			141,896,293.4	
23.	Makueni	30,568,272.6	113,700,000.0			144,268,272.6	
24.	Mandera	19,809,158.8	18,540,000.0		250,000,000.0	288,349,158.8	
25.	Marsabit	15,028,763.1	60,090,000.0			75,118,763.1	
26.	Meru	43,915,784.9	111,480,000.0			155,395,784.9	
27.	Migori	27,687,815.1	88,380,000.0			116,067,815.1	
28.	Mombasa	108,971,913.6	71,610,000.0			180,581,913.6	
29.	Murang'a	56,993,611.2	46,050,000.0			103,043,611.2	
30.	Nairobi	112,268,649.0	224,010,000.0			336,278,649.0	
31.	Nakuru	90,404,261.0	99,390,000.0			189,794,261.0	
32.	Nandi	26,764,780.8	96,660,000.0			123,424,780.8	
33.	Narok	21,496,513.9	49,800,000.0		250,000,000.0	321,296,513.9	
34.	Nyamira	19,979,711.4	44,370,000.0			64,349,711.4	
35.	Nyandarua	16,043,980.8	41,610,000.0	121,000,000.0	250,000,000.0	428,653,980.8	
36.	Nyeri	55,172,325.7	74,250,000.0		250,000,000.0	379,422,325.7	
37.	Samburu	13,079,798.1	46,140,000.0			59,219,798.1	

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Conditional allocations to County Governments from the National Government's Share of Revenue in the Financial Year 2025/26 (KSh.)							
FY 2025/26							
S/No	County	Doctor Salary Arrears	Community Health Promoters (CHP)	Construction of County Headquarters (CHQ)	Establishment of County Aggregation and Industrial Parks (CAIP)	Total Conditional Allocations	
		Column A	Column B	Column C	Column D	Column E	
38.	Siaya	22,723,819.5	63,810,000.0			86,533,819.5	
39.	Taita Taveta	32,591,911.2	41,070,000.0		250,000,000.0	323,661,911.2	
40.	Tana River	6,982,057.1	28,890,000.0	121,000,000.0	250,000,000.0	406,872,057.1	
41.	Tharaka Nithi	24,597,480.6	37,950,000.0	31,000,000.0	250,000,000.0	343,547,480.6	
42.	Trans Nzoia	46,626,676.6	67,200,000.0			113,826,676.6	
43.	Turkana	24,986,517.9	74,250,000.0			99,236,517.9	
44.	Uasin Gishu	9,600,470.8	61,980,000.0			71,580,470.8	
45.	Vihiga	15,044,111.9	43,380,000.0		250,000,000.0	308,424,111.9	
46.	Wajir	19,869,801.0	60,810,000.0		250,000,000.0	330,679,801.0	
47.	West Pokot	13,933,593.6	77,490,000.0			91,423,593.6	
	TOTAL	1,759,101,728.6	3,234,930,000.0	454,000,000.0	4,500,000,000.0	9,948,031,728.6	

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THIRD SCHEDULE

Conditional Allocations from proceeds of loans or grants from Development Partners for Financial Year 2025/26 (Figures in KSh.)

FY 2025/26																			Total for FY 2025/26	
SNO	COUNTY	Column A Aquaculture Business Development Programme (ABDP)	Column B Climate Action Program- County Climate Institutional Support	Column C Climate Action Program- County Climate Resilience Investment (FLLOCA-CCR)	Column D Climate Resilience Investment (FLLOCA- CCR)	Food Systems Resilience Project- (FSRP)	Drought Resilience Programme in Northern Kenya (DRPNK)	Column G Second Kenya Devolution Support Program - Institutional Grant (Level 1 Grant)	Column H Devolution Support Program - Service Delivery and Investment Grant (Level 2 Grant)	Kenya Livestock Commercialization Project (KELCOP)	Second Kenya Urban Development Support Project- Grant (KUSP 2-UDG)	Kenya Urban Support Project - Urban Institutional Grant (KUSP 2-UG)	Kenya Water, Sanitation and Hygiene (K-WASH)	Column L National Agricultural Value Chain Development Project (NAVCDP)	Primary Health Care in Devolved Context (PHC)	Water and Sanitation Development Project (WSDP)	Column P APD-Kenya Informal Settlement Improvement Project II	Column Q Settlement Improvement Project II	Column R	
1	Baringo				246,153,846.2		37,500,000.0	37,500,000.0		65,350,000.0					8,211,000.0					357,214,846.2
2	Bomet						37,500,000.0	37,500,000.0		60,550,000.0					231,250,000.0	8,874,000.0				277,624,000.0
3	Bungoma						37,500,000.0	37,500,000.0		60,550,000.0					231,250,000.0	14,331,000.0				368,631,000.0
4	Busia	13,447,401.3					37,500,000.0	37,500,000.0		60,550,000.0					231,250,000.0	9,690,000.0		25,000,000.0		338,990,000.0
5	Elgeyo/ Marakwet				246,153,846.2		37,500,000.0	37,500,000.0		65,350,000.0						6,222,000.0		150,000,000.0	25,000,000.0	530,225,846.2
6	Embu	10,020,925.5					37,500,000.0	37,500,000.0												275,686,000.0
7	Garissa				246,153,846.2		37,500,000.0	37,500,000.0									150,000,000.0			444,975,846.2
8	Homa Bay	10,866,551.0					37,500,000.0	37,500,000.0												389,613,000.0
9	Isiolo				246,153,846.2		37,500,000.0	37,500,000.0										110,000,000.0		290,487,846.2
10	Kajiado	8,605,999.3					37,500,000.0	37,500,000.0		60,550,000.0										319,103,000.0
11	Kakamega	19,994,376.5					37,500,000.0	37,500,000.0												346,079,000.0
12	Kericho						37,500,000.0	37,500,000.0										40,000,000.0		277,420,000.0
13	Kiambu	15,882,359.1	11,000,000.0				37,500,000.0	37,500,000.0												294,948,000.0
14	Kilifi	11,283,379.9	11,000,000.0				37,500,000.0	37,500,000.0												1,446,580,000.0
15	Kirinyaga	11,283,379.9					37,500,000.0	37,500,000.0												275,584,000.0
16	Kisii	15,547,478.5					37,500,000.0	37,500,000.0												281,296,000.0
17	Kisumu	12,616,482.0					37,500,000.0	37,500,000.0												279,766,000.0
18	Kitui						37,500,000.0	37,500,000.0												282,979,000.0
19	Kwale						37,500,000.0	37,500,000.0												771,296,000.0
20	Lalipila				246,153,846.2		37,500,000.0	37,500,000.0									450,000,000.0	40,000,000.0		290,385,846.2
21	Lamu	11,679,038.3					37,500,000.0	37,500,000.0												287,835,846.2
22	Machakos				246,153,846.2		37,500,000.0	37,500,000.0												281,245,000.0
23	Makueni						37,500,000.0	37,500,000.0												280,684,000.0
24	Mandera		11,000,000.0				37,500,000.0	37,500,000.0												311,126,846.2
25	Marsabit				246,153,846.2		37,500,000.0	580,002,208.0		70,250,000.0										944,820,054.2
26	Meru	17,038,151.7					37,500,000.0	37,500,000.0												281,704,000.0
27	Migori	12,788,887.9					37,500,000.0	37,500,000.0												279,664,000.0
28	Mombasa	33,000,000.0					37,500,000.0	37,500,000.0												200,000,000.0
29	Murang'a						37,500,000.0	37,500,000.0												278,899,000.0
30	Nairobi	33,000,000.0					37,500,000.0	37,500,000.0		60,550,000.0							250,000,000.0	50,000,000.0		586,181,000.0
31	Nakuru						37,500,000.0	37,500,000.0												302,369,000.0
32	Nandi						37,500,000.0	37,500,000.0												25,000,000.0
33	Narok						37,500,000.0	37,500,000.0												281,704,000.0
34	Nyamira						37,500,000.0	37,500,000.0												301,502,000.0
35	Nyandarua						37,500,000.0	37,500,000.0												40,000,000.0
36	Nyeri	16,769,367.1					37,500,000.0	37,500,000.0												277,471,000.0
37	Samia				246,153,846.2		37,500,000.0	37,500,000.0												361,349,846.2
38	Siaya	12,969,602.0	11,000,000.0				37,500,000.0	37,500,000.0		70,250,000.0										349,633,000.0
39	Taita						37,500,000.0	37,500,000.0		60,550,000.0										765,584,000.0
40	Tana River						37,500,000.0	37,500,000.0									450,000,000.0	40,000,000.0		293,088,846.2
41	Tharaka Nithi	10,489,999.3					37,500,000.0	37,500,000.0												275,074,000.0
42	Trans						37,500,000.0	37,500,000.0		60,550,000.0										428,582,000.0

County Governments Additional Allocations Bill, 2025

Conditional Allocations from proceeds of loans or grants from Development Partners for Financial Year 2025/26 (Figures in KSh.)

		FY 2025/26																Total for FY 2025/26	
S/N	COUNTY	Aquaculture Business Development Programme (ABDP)	Financing Locally-Led Climate Action Programme-County Climate Resilience Investment (FLLoCA-CCR)	Financing Locally-Led Climate Action Programme-County Climate Resilience Investment (FLLoCA-CCR)	Climate Resilience Investment (FLLoCA-CCR)	Food Systems Resilience Project- (FSRP)	Drought Resilience Programme in Northern Kenya (DRPNK)	Second Kenya Devolution Support Program - Institutional Grant (Level 1 Grant) (KDS2)	Second Kenya Devolution Support Program - Service Delivery and Investment Grant (Level 2 Grant) (KDS2)	Kenya Livestock Commercialization Project (KELCOP)	Second Kenya Urban Support Project- Urban Development Grant (KUSP 2-UDG)	Kenya Urban Support Project - Urban Institutional Grant (KUSP 2-UIG)	Kenya Water, Sanitation and Hygiene (K-WASH)	National Agricultural Value Chain Development Project (NAVCDP)	Primary Health Care in Devoled Context (PHC)	Water and Sanitation Development Project (WSDP)	AFD-Kenya Informal Settlement Improvement Project II	IDA-Kenya Informal Settlement Improvement Project II	Column R
43	Nzoia					246,153,846.2	696,652,000.0	37,500,000.0							16,983,000.0				997,288,846.2
44	Turkana							37,500,000.0							231,250,000.0	10,200,000.0		140,000,000.0	518,950,000.0
45	Uasin Gishu							37,500,000.0							231,250,000.0	1,497,000.0			276,247,000.0
46	Vithiga					246,153,846.2		37,500,000.0							13,770,000.0	550,000,000.0			858,423,846.2
47	Wajir							37,500,000.0								8,058,000.0			291,711,846.2
	TOTAL	200,000,000	1,300,000,000	1,187,500,000	1,276,654,208	1,276,654,208	1,762,500,000	13,042,500,000	1,607,526,599	1,700,000,000	10,325,754,660	1,300,000,000	1,607,526,599	1,700,000,000	5,058,000.0	3,000,000,000	1,000,000,000	340,000,000	56,907,955,467

* IDA-FLLoCA -CCR and KFW FLLoCA -CCR, KDSP Level 2, KUSP2-UDG, KUSP2-UIG and K-WASH grants are to be allocated among County Governments on the basis of the criteria set out in Section 6 (2) (e) (i) (n) (q) and (t) of the County Government Additional Allocations Act, 2025 respectively.

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County Governments Additional Allocations Bill, 2025

MEMORANDUM OF OBJECTS AND REASONS

The principal object of this Bill is to make provision for the additional allocations to County Governments for the 2025/2026 financial year.

Clause 1 of the Bill provides for the short title while

Clause 2 defines the various terms used in the Bill.

Clause 3 of the Bill contains the objects and the purpose of the Bill which is to provide for the allocation of additional allocations to respective County Governments for the financial year 2025/26 as well as the transfer of these allocations from the Consolidated Fund to the respective County Revenue Fund.

Clause 4 of the Bill provides for types of additional allocations to County Governments and defines them as funds agreed upon by the National Assembly and the Senate during the consideration of the Budget Policy Statement **Section 6** of the Bill provides for reporting on actual transfers.

Clause 5 and 6 of the Bill identifies the respective Unconditional additional allocations and conditional additional allocations to County Governments in the financial year 2025/26.

Clause 7 of the Bill provides for the Cabinet Secretary/ National Treasury to publish, by the 15th day of each subsequent month, a monthly report on actual transfers of all additional allocations to County Governments.

Clause 8 of the Bill obligates the respective county treasuries to have their books of accounts to reflect National Government transfers.

Clause 9 of the Bill provides for quarterly and annual financial and non-financial statutory reporting by the county treasuries on all additional allocations made under the Act.

Clause 10 provides for enforcement of the Act and implication of Financial Misconduct under the Act the Public Finance Management Act, 2012



Dated....., 2025

HON. FCPA JOHN MBADI NG'ONGO, EGH
CABINET SECRETARY
THE NATIONAL TREASURY AND ECONOMIC PLANNING

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County Governments Additional Allocations Bill, 2025

Annexes: Frameworks for Managing Conditional Additional Allocations

I. Unconditional and Conditional Additional Allocations from the National Government

S/No	Project Description	Allocation (KSh.)
1.	Allocations for Court Fines	11,519,280.00
2.	Allocations for 20% Share of Mineral Royalties	2,934,923,147.60
3.	Doctor Salary Arrears	1,759,101,728.60
4.	Community Health Promoters	3,234,930,000.00
5.	Construction of County Headquarters	454,000,000.00
6.	Establishment of County Integrated Agro-Industrial Parks	4,500,000,000.00
	Total	12,894,474,156.20

Detailed Frameworks for the Management of Conditional Additional Allocations from The National Government Share of Revenue in the Financial Year 2025/26

1. Framework For Administration of Community Health Promoters		
Ministry/ State Department Responsible		Ministry of Health – State Department for Public Health & Professional Standards
Accounting Officer of the National Government responsible		Principal Secretary, State Department for Public Health & Professional Standards
Responsibilities of the National Government Accounting Officer		a) Set conditions for transfers and monitor compliance. b) Initiate requests for disbursements to County Revenue Funds. c) Submit quarterly financial and technical reports in agreed formats to the National Treasury, Controller of Budget and Commission on Revenue Allocation.
Conditions		1. Signing of the IPA 2. Evidence of allocation of Community Health Promoters (CHPs) stipends in the County health budget 3. Open a special purpose account for the CHP conditional grant 4. Ensure the funds are disbursed from County Revenue Fund (CRF) to the CHP Special Purpose Account (SPA) within 21 working days. 5. Quarterly submission of financial and technical reports for FY 2025/26 clearly accounting for the grant.
Accounting officer of the County Government responsible		Chief Officer responsible for health in the County Government
Responsibilities of the County Government Accounting Officer		a) Ensure funds are included in the budget estimates of the department responsible for health for the FY 2025/26. b) Ensure quality data submitted through eCHIS. c) Prepare financial expenditure reports to County Treasury with copies to The National Treasury and Planning and Ministry of Health.
Allocation: 2025/2026		KSh. 3,234,930,000 cumulatively for all the 47 Counties
Purpose of the Grant		Payment of Stipends to CHPs
Allocation criteria		1. Each County provides evidence of the allocation of funds for the payment of CHP stipends 2. Evidence that CHPs are submitting data through the e-CHIS
Allocation by County Government		
1	Baringo	63,810,000
2	Bomet	74,070,000
3	Bungoma	107,400,000
4	Busia	66,390,000
5	Elgeyo Marakwet	37,200,000
6	Embu	60,300,000

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7	Garissa	74,520,000
8	Homa Bay	88,620,000
9	Isiolo	21,630,000
10	Kajiado	50,070,000
11	Kakamega	127,500,000
12	Kericho	45,690,000
13	Kiambu	94,680,000
14	Kilifi	116,100,000
15	Kirinyaga	36,660,000
16	Kisii	88,200,000
17	Kisumu	89,940,000
18	Kitui	74,100,000
19	Kwale	52,140,000
20	Laikipia	25,230,000
21	Lamu	14,520,000
22	Machakos	83,250,000
23	Makueni	113,700,000
24	Mandera	18,540,000
25	Marsabit	60,090,000
26	Meru	111,480,000
27	Migori	88,380,000
28	Mombasa	71,610,000
29	Murang'a	46,050,000
30	Nairobi City	224,010,000
31	Nakuru	99,390,000
32	Nandi	96,660,000
33	Narok	49,800,000
34	Nyamira	44,370,000
35	Nyandarua	41,610,000
36	Nyeri	74,250,000
37	Samburu	46,140,000
38	Siaya	63,810,000
39	Taita Taveta	41,070,000
40	Tana River	28,890,000
41	Tharaka Nithi	37,950,000
42	Trans Nzoia	67,200,000
43	Turkana	74,250,000
44	Uasin Gishu	61,980,000
45	Vihiga	43,380,000
46	Wajir	60,810,000
47	West Pokot	77,490,000
	GRAND TOTAL	3,234,930,000

2. Framework for the Management of the Construction of County Headquarters	
State Department Responsible	State Department for Public Works (Vote 1095)
Accounting officer of Responsible National Government Entity	Principal Secretary, State Department for Public Works
Responsibilities of the National Government Accounting Officer	<p>According to the Intergovernmental Agreement between the National Government through the Ministry of Lands, Public Works, Housing & Urban Development and the respective County Government, obligations of the State Department are to:</p> <ol style="list-style-type: none"> Prepare and handover to the County Government a status report of the project as at the date of the agreement; Report to the National Treasury on implementation of the Intergovernmental Agreement; Ensure that the Conditional Grant benefiting the counties is included in the budget Estimates for the State Department for the

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	<p>respective Financial Year and included in the County Government Additional Allocation Act;</p> <p>iv. Provide information as regards to the project;</p> <p>v. Issue written Instructions to the National Treasury to transfer the Conditional Grant to the County Government; and</p> <p>vi. Undertake joint monitoring and evaluation of the project and report to the Summit on the same.</p>
Accounting Officer of County Government Responsible	Chief Officer Responsible for matters relating to Public Works in the County Government
Responsibilities of the County Government Accounting Officer	<p>According to Intergovernmental Agreement between the National Government through the Ministry of Lands, Public works, Housing & Urban Development and the respective County Government, obligations of the respective County Government are to:</p> <ol style="list-style-type: none">1. Complete the project within the scope of the contract; and in any event not later than three financial years from the date of the agreement;2. Include in its budget Estimates the allocation for the project in the respective financial year;3. Ensure that the allocation is used for construction of the project;4. Reflect all transfer of the conditional allocation by the National Treasury in their books of account;5. Finance the completion of the project to its usable state and any other additional works that may have been omitted;6. Submit quarterly and annual implementation and financial reports to the State Department and the National Treasury;7. Open a Special Purpose Account at the Central Bank of Kenya for the conditional grant allocation;8. Transfer money from the County Revenue Fund to the Special Purpose Account within 14 days upon receipt of the money; and9. Take all reasonable steps within the County Government's control to mitigate and/or remedy the consequences of any event which may affect the completion of the project.
Conditions	<ol style="list-style-type: none">i. The cost for the construction of the projects amounts to Kshs. 2,785,058,202.00ii. The National Government is to contribute Kshs. 1,949,540,741.00 being the equivalent of 70% of the County Headquarter construction cost.iii. The National Government is to ensure that proceeds from the conditional allocation is used for constructing the offices of 7,000m² of the County Headquarter Executive Offices.iv. The five (5) County Governments are to contribute Kshs. 835,517,460.60 being the equivalent of 30% of the County Headquarters construction cost. These estimates are to be considered for approval by the respective County Assemblies.v. Each county Government to ensure that proceeds from conditional allocation is used for constructing the offices of 7,000m² of the County Headquarter Executive Offices.
Total Allocation for FY 2025/26	KSh. 454,000,000
Purpose of the grant	To support construction of offices for the five (5) County Governments Headquarters (Isiolo, Lamu, Tana River, Tharaka Nithi and Nyandarua). In the FY 2013/14 the 5 County Governments did not inherit adequate facilities that could accommodate the new administration.
Allocation criteria	Outstanding project cost, absorption rates of allocated funds and level of project completion.

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Allocation per County (Kshs.)	
1095100601: Isiolo County Headquarter	60,000,000
1095100602: Lamu County Headquarters	121,000,000
1095100603: Nyandarua County Headquarters	121,000,000
1095100604: Tana River County Headquarters	121,000,000
1095100605: Tharaka Nithi County Headquarters	31,000,000
TOTAL	454,000,000

3. Framework for Management Of Conditional Allocation for Establishment of County Aggregation and Industrial Park

Name of the Project/Programme	Establishment of County Aggregation and Industrial Park (CAIP)
Ministry/State Department Responsible	Ministry of Investments, Trade and Industry/ State Department for Industry
Accounting Officer of the Responsible National Government Entity	Principal Secretary/State Department for Industry
Responsibilities of the National Government Accounting Officer	<ol style="list-style-type: none"> Develop and issue guidelines on the requirements for the establishment of CAIP. Develop and disseminate implementation guidelines of the grant to the Counties. Ensure that the grant is included in the budget estimates for the State Department for Industry for inclusion in the County Governments Additional Allocations Bill. Initiate requests to the National Treasury for disbursement of grants to the State Department for Industry for onward transmission to the County Revenue Fund (CRF). Ensure timely disbursement of funds to the respective County Governments through the CRF. Set conditions for transfer of grant and ensure compliance by Counties. Monitoring and evaluation of the financial and non-financial performance of the project financed from the grants. Prepare and submit quarterly financial and non-financial reports to the National Treasury in accordance with Regulation 130 of the Public Finance Management (PFM) (National Government (NG)) Regulations, 2015.
Conditions	<ol style="list-style-type: none"> The County Government shall commit to participate in CAIP by signing the Intergovernmental Participatory Agreement with the State Department for Industry. The County Government to provide a minimum area of 10 acres, in an appropriate location accessible to major transport facilities, and with clear status of ownership for establishment of Industrial Park. Industrial Park should have basic infrastructure facilities like road, electricity, water and sewage and effluent treatment facilities. Detailed Feasibility Study (Pre-feasibility study, Master Planning, Detailed designs and Engineering; and Environmental and Social-Economic Impact Assessment). The County should set up a Governance Structure for management of the CAIP. Adhere to timelines for completion of construction of basic infrastructure facilities and operation of the Industrial Park.

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	<p>vii. Grant funds shall be reflected in the respective County Estimates of Revenues and Expenditures for the relevant financial year and shall be included in the County Government Additional Allocations Bill.</p> <p>viii. The grant funds for development of the CAIP shall be transferred to a Special Purpose Account operated exclusively for management of the grant immediately but not later than seven (7) days after the receipt of the funds at the respective County Revenue Fund Account.</p> <p>ix. The county department responsible for Trade and Industry shall submit quarterly and annual financial and non-financial reports in formats issued by the Public Sector Accounting Standards Board with the respective County Treasury with a copy to the State Department for Industry.</p> <p>x. The grant shall be utilized only for the intended purpose.</p>
Accounting Officer of the County Governments Responsible	County Accounting Officer responsible for matters relating to Trade and Industry
Responsibilities of the County Government Accounting Officer	<p>i. Establish the Governance and Management Structure for CAIP.</p> <p>ii. Facilitate timely payment of eligible expenditures related to establishment of CAIP from the Special Purpose Account (SPA).</p> <p>iii. Ensure the grant funds are included in the budget estimates of the relevant departments responsible for Trade and Industry for the particular financial year.</p> <p>iv. Ensure that all the activities funded by the grant are captured in the County Integrated Development Plans, County Annual Development Plans, County Procurement Plans, and County Departmental Work Plans and Procurement Plans.</p> <p>v. Monitoring and evaluation of the financial and non-financial performance of the project financed from the grant.</p> <p>vi. Prepare and submit quarterly financial and non-financial reports to the County Treasury in accordance with Regulation 130 of the PFM(NG) Regulations, 2015, with a copy to the State Department for Industry.</p>
Total Allocation in the FY 2025/26	KSh. 4,500,000,000
Purpose of the grant	Establishment of County Aggregation Industrial Parks across eighteen (18) counties identified in phase two.
Allocation criteria	The estimated cost for establishment of an Industrial Park is KSh.500 million as contained in the Intergovernmental Participatory Agreement. The cost is to be shared equally between the National and County Government.

Allocation per County (KSh.)

	Name of County	County Government Contribution	National Government Contribution	Total Allocation
	1. Baringo	250,000,000	250,000,000	500,000,000
	2. Elgeyo Marakwet	250,000,000	250,000,000	500,000,000
	3. Kajiado	250,000,000	250,000,000	500,000,000
	4. Kakamega	250,000,000	250,000,000	500,000,000
	5. Kericho	250,000,000	250,000,000	500,000,000
	6. Kilifi	250,000,000	250,000,000	500,000,000
	7. Kisii	250,000,000	250,000,000	500,000,000
	8. Kitui	250,000,000	250,000,000	500,000,000
	9. Laikipia	250,000,000	250,000,000	500,000,000

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	10. Mandera	250,000,000	250,000,000	500,000,000
	11. Narok	250,000,000	250,000,000	500,000,000
	12. Nyandarua	250,000,000	250,000,000	500,000,000
	13. Nyeri	250,000,000	250,000,000	500,000,000
	14. TaitaTaveta	250,000,000	250,000,000	500,000,000
	15. Tana River	250,000,000	250,000,000	500,000,000
	16. Tharaka Nithi	250,000,000	250,000,000	500,000,000
	17. Vihiga	250,000,000	250,000,000	500,000,000
	18. Wajir	250,000,000	250,000,000	500,000,000
	Coordination and Capacity building for counties*		100,000,000	100,000,000
	TOTAL	4,500,000,000	4,500,000,000	9,100,000,000

*The KSh.100 million will be allocated for the National Government to support coordination and monitoring and evaluation of the CAIPs in all the counties including key stakeholders involved in the implementation process.

II. Frameworks for the Management of Conditional Additional Allocations Financed from Proceeds of Loans and Grants from Development Partners

S/No	Project Description	Donor	Allocation (KSh.)
1.	Aquaculture Business Development Programme (ABDP)	IFAD	200,000,000.00
2.	Financing Locally- Led Climate Action Program-County Climate Institutional Support (FLLOCA-CCIS)	IDA (World Bank)	121,000,000.00
3.	Financing Locally- Led Climate Action Program-County Climate Resilience Investment (FLLOCA-CCRI)	IDA (World Bank)	6,187,500,000.00
4.	Financing Locally- Led Climate Action Program-County Climate Resilience Investment (FLLOCA- CCRI)	KFW	1,200,000,000.00
5.	Food Systems Resilience Project (FSRP)	IDA (World Bank)	3,200,000,000.00
6.	Drought Resilience Programme in Northern Kenya (DRPNK)	German Development Bank (KfW)	1,276,654,208.00
7.	Second Kenya Devolution Support Program - Institutional Grant (Level 1 Grant) (KDSP)	IDA (World Bank)	1,762,500,000.00
8.	Second Kenya Devolution Support Program - Service Delivery and Investment Grant (Level 2 Grant) (KDSP)	IDA (World Bank)	13,042,500,000.00
9.	Kenya Livestock Commercialization Project (KELCOP)	IFAD	634,500,000.00
10.	Second Kenya Urban Support Project- Urban Development Grant (KUSP 2-UDG)	IDA (World Bank)	10,325,754,660.00
11.	Kenya Urban Support Project - Urban Institutional Grant (KUSP 2-UIG)	IDA (World Bank)	1,300,000,000.00
12.	Kenya Water, Sanitation and Hygiene (K-WASH)	World Bank	4,607,526,599.00
13.	National Agricultural Value Chain Development Project (NAVCDP)	IDA (World Bank)	7,700,000,000.00

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S/No	Project Description	Donor	Allocation (KSh.)
14.	Primary Health Care in Devolved Context (PHC)	DANIDA Grant	510,000,000.00
15.	Water and Sanitation Development Project (WSDP)	IDA (World Bank)	3,000,000,000.00
16.	Kenya Informal Settlement Improvement Project 2(KISIP 2)	AFD	1,000,000,000.00
17.	Kenya Informal Settlement Improvement Project 2(KISIP 2)	IDA	840,000,000.000
Total			56,907,935,467.00

III. Detailed Frameworks for the Management of Conditional Additional Allocations Financed from Proceeds of Loans and Grants from Development Partners

1. Frameworks For Administration of Aquaculture Business Development Programme [ABDP] A Conditional Grants to County Governments	
Ministry/State Department Responsible	Ministry of Mining, Blue Economy and Maritime Affairs
Accounting officer of National Government Responsible	Principal Secretary, State Department for Blue Economy and Fisheries
Responsibilities of the National Government Accounting Officer	<ul style="list-style-type: none">• Ensure funds are included in the budget estimates of the Ministry for the FY 2025-26• Submit quarterly and annual financial and performance reports to the National Treasury• Monitor and evaluate performance of the allocation and report to the National Treasury
Accounting Officer of County Government Responsible	Chief Officer Responsible for Fisheries
Responsibilities of the County Government Accounting Officers	<ul style="list-style-type: none">• Prepare the County Annual Work Plan and Budget (AWPB), based on the previous year's activity and budget performance and share with National Programme Coordination Unit (PCU)• Ensure that the AWPB upon approval by County Programme Coordination Committee (CPCC) is submitted to the County Treasury and captured accordingly.• The county accounting officer upon approval of the budget by respective CPCC shall submit disbursement requests to National Programme Coordination Unit through Statement of Expenditures for reimbursements.• Ensure disbursement of KSh. 200,000,000 on quarterly basis following submission of acceptable Statement of Expenditures (SoEs). The Programme funds shall be credited to the Programme account through respective bank account.• Submit quarterly and annual financial & non-financial performance reports to the National Programme Coordination Unit and separate copies to each county government.
Conditions	<ul style="list-style-type: none">• Funding will be triggered by counterpart funds from the National Government• The Designated Accounts in USD and EURO for National Activities and another one for County Activities shall have been opened by the

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	<p>National Treasury.</p> <ul style="list-style-type: none">• The Programme Coordinator and the Financial Controller within Programme Coordination Unit (PCU) shall have been appointed with terms and reference and qualification acceptable to the IFAD.• The Annual Work Plan and Budget (AWPB) shall have received IFAD's NO Objection;• County Governments will ensure that the funds disbursed by IFAD through the National Government are subsequently disbursed to respective spending units.• The Programme investments will be administered in line with Financing Agreement between the National Government (borrower and IFAD); Letter to Borrower; and Programme Design Report to ensure the required standardization and for economies of scale.		
Allocation: 2025/26	KSh. 200,000,000.00		
Purpose of the grant	To increase the incomes, food security and nutritional status of the wider communities of poor rural households involved in aquaculture in the targeted Counties		
Allocation criteria	Based on financing agreement between IFAD and the Government of Kenya and approved work plans.		
Allocation by County (KSh.)			
	[A]	[B]	Total Allocations [C]=[A]+[B]
Counties	IFAD Contribution	National Government (MEMBA-SDEF) Contribution	Total
1. Homabay	10,866,551.01	0.00	10,866,551.01
2. Migori	12,788,887.92	0.00	12,788,887.92
3. Kakamega	19,994,376.51	0.00	19,994,376.51
4. Kirinyaga	11,283,379.87	0.00	11,283,379.87
5. Nyeri	16,769,367.11	0.00	16,769,367.11
6. Meru	17,038,151.68	0.00	17,038,151.68
7. Kiambu	15,882,359.06	0.00	15,882,359.06
8. Machakos	11,679,038.26	0.00	11,679,038.26
9. Kajiado	8,605,999.33	0.00	8,605,999.33
10. Tharaka Nithi	10,489,999.33	0.00	10,489,999.33
11. Siaya	12,969,602.01	0.00	12,969,602.01
12. Kisumu	12,616,482.55	0.00	12,616,482.55
13. Embu	10,020,925.50	0.00	10,020,925.50
14. Busia	13,447,401.34	0.00	13,447,401.34
15. Kisii	15,547,478.52	0.00	15,547,478.52
TOTAL	200,000,000.00	0.00	200,000,000.00

2. Framework for the Administration of IDA (World Bank) Credit (Financing Locally- Led Climate Action Program, FLLoCA) CCIS GRANT	
Ministry/State Department Responsible	The National Treasury and Economic Planning
Accounting Officer Responsible for the National Government	Principal Secretary, The National Treasury
Responsibilities of the National Government Accounting officer	To ensure that the program is implemented within the agreed timelines as per the financing agreement and that funds are spent as per the approved budgets and work plans to achieve the intended project outcomes for the benefit of the Country
Accounting officer of County	County Executive Committee Member in Charge of Finance and

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Government Responsible	Planning																																								
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none">• Prepare Project AWP&B and share with the National Government Coordination Unit;• Ensure that the Project AWP&B, upon approval by County Project Steering Committee is submitted to the County Treasury and captured accordingly;• The County Accounting Officer, upon approval of the budget by respective county department shall submit disbursement requests to the National Treasury & Economic Planning through the Financing Locally Led Climate Action Program who will trigger the disbursements• Submit quarterly and annual financial and performance reports to the National Treasury through County Treasury																																								
Conditions	<ol style="list-style-type: none">1. The CG has signed the FLLoCA Participation Agreement2. The CG has opened a special purpose account (SPA) to receive the funds from both the CCIS and the CCRI Grants.3. The Governor has appointed a CECM in Charge of Climate Change.4. A Governor approved workplan and budget for use of the CCIS Grant for the next FY is available.5. Timely reporting (to NT/PIU) on activities and use of funds for the period of 12 months ending 31st March6. Proper use of the CCIS Grant, i.e., within the eligible set of activities and for the intended purposes as per the plan.																																								
Allocation 2025/2026	KSh. 121,000,000.00																																								
Purpose of the grant	The specific objective of the CCIS Grant is to kickstart County Governments to be ready for participation in the FLLoCA Program, by putting in place institutional arrangements.																																								
Allocation criteria	Based on Financing Agreement between the IDA and the Government of Kenya and annual work plans and budgets.																																								
Allocation by County (KSh.)																																									
	<table><tr><th></th><th>County</th><th>IDA Contribution</th><th>Total</th></tr><tr><td></td><td></td><th>CCISG</th><td></td></tr><tr><td>1.</td><td>Mombasa</td><td>33,000,000.00</td><td>33,000,000.00</td></tr><tr><td>2.</td><td>Kilifi</td><td>11,000,000.00</td><td>11,000,000.00</td></tr><tr><td>3.</td><td>Wajir</td><td>11,000,000.00</td><td>11,000,000.00</td></tr><tr><td>4.</td><td>Mandera</td><td>11,000,000.00</td><td>11,000,000.00</td></tr><tr><td>5.</td><td>Kiambu</td><td>11,000,000.00</td><td>11,000,000.00</td></tr><tr><td>6.</td><td>Siaya</td><td>11,000,000.00</td><td>11,000,000.00</td></tr><tr><td>7.</td><td>Nairobi</td><td>33,000,000.00</td><td>33,000,000.00</td></tr><tr><td colspan="2">TOTAL</td><td>121,000,000.00</td><td>121,000,000.00</td></tr></table>		County	IDA Contribution	Total			CCISG		1.	Mombasa	33,000,000.00	33,000,000.00	2.	Kilifi	11,000,000.00	11,000,000.00	3.	Wajir	11,000,000.00	11,000,000.00	4.	Mandera	11,000,000.00	11,000,000.00	5.	Kiambu	11,000,000.00	11,000,000.00	6.	Siaya	11,000,000.00	11,000,000.00	7.	Nairobi	33,000,000.00	33,000,000.00	TOTAL		121,000,000.00	121,000,000.00
	County	IDA Contribution	Total																																						
		CCISG																																							
1.	Mombasa	33,000,000.00	33,000,000.00																																						
2.	Kilifi	11,000,000.00	11,000,000.00																																						
3.	Wajir	11,000,000.00	11,000,000.00																																						
4.	Mandera	11,000,000.00	11,000,000.00																																						
5.	Kiambu	11,000,000.00	11,000,000.00																																						
6.	Siaya	11,000,000.00	11,000,000.00																																						
7.	Nairobi	33,000,000.00	33,000,000.00																																						
TOTAL		121,000,000.00	121,000,000.00																																						

3. Framework for the Administration of IDA (World Bank) Credit (Financing Locally- Led Climate Action Program, FLLoCA) CCRI Grants

Ministry/State Department Responsible	The National Treasury and Economic Planning
Accounting Officer Responsible for the National Government	Principal Secretary, The National Treasury

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Responsibilities of the National Government Accounting officer	To ensure that the program is implemented within the agreed timelines as per the financing agreement and that funds are spent as per the approved budgets and work plans to achieve the intended project outcomes for the benefit of the Country
Accounting officer of County Government Responsible	<ul style="list-style-type: none"> County Executive Committee Member in Charge of Finance and Planning
Responsibilities of the County Government accounting officer	<ol style="list-style-type: none"> Prepare Project AWP&B and share with the National Treasury – Program Implementation Unit; Ensure that the Project AWP&B, upon approval by County Project Steering Committee is submitted to the County Treasury and captured accordingly; The County Accounting Officer, upon approval of the budget by respective county department shall submit disbursement requests to the National Treasury & Planning through the Financing Locally Led Climate Action Program who will trigger the disbursements Ensure disbursement of Counterpart funding in the FY 2025/2026 to the Project Account; and Submit quarterly and annual financial, monitoring and performance reports to the National Treasury through County Treasury Project completion reports (M&E reports) for all completed projects Summary of complaints handling relating to Grant Summary of social and environmental impact management relating to Grant
Conditions	<p>3rd year (Grant Government FY2025/2026) – conditions to be met by 31st March.</p> <p>The CG has</p> <ol style="list-style-type: none"> The CG has a designated Climate Change Unit with designated environmental and social focal points. The CG has a rolling County Climate Change Action Plan (CCCAP), approved by the County Executive, with concrete investment priorities for FY 2025/2026 and a forecast for activities in FY 2025/26, based on the earlier and consultatively updated PCRA, with evidence of ward level public participation, latter either directly or as part of the ADP consultations. The CG has established a County Climate Change Fund (CCCF) and allocated for FY 24/25 the equivalent of at least 1.5% of the county's development budget (excl. CCRI and other conditional grants) to it. By the time of the APA assessment, at least 50% of the CG contribution to the CCCF and the first CCRI allocation in FY 2023/24 combined has been either paid or contracted. Timely physical and financial progress reporting to NTPIU that includes reporting on environmental and social safeguards, grievance redress and M&E. Proper use of the CCRI Grant, i.e., within the eligible set of activities and for the intended purposes, according to plan and with a minimum of 95% of the budget for investments. For projects funded under the CCCF (including CCRI), the CG had undertaken environmental and social impact assessments and did obtain all applicable licenses prior to the start of the projects.
Allocation 2025/2026	KSh. 6,187,500,000.00
Purpose of the grant	The main purpose of the CCRI Grant is to encourage and financially facilitate County Governments to implement the County Climate Action

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	Plans (CCAPs) as prepared in a participatory manner, whilst at the same time incentivizing them to increase County contributions into the County Climate Change Fund (CCCCF) and mainstreaming climate action into the regular operations of the county departments.
Allocation criteria	<p>Basic CCRI allocation criteria shall be follows:</p> <ol style="list-style-type: none">The allocation formula has three variables being the county's rural population, the county's rural area and the county's multidimensional poverty, the latter is a proxy for climate risks and vulnerability;the Accounting Officer responsible for the grant, shall for each eligible transfers county government, carry out or cause to be carried out, in accordance with the participatory agreement between the National Government and each eligible county government, through the APA Firm, an assessment to determine the eligible county government's performance score for purposes of determining the Performance grant allocation for the financial year 2025/2026;the calculations will be done by the PIU, on the basis of above-mentioned data and the certified APA results, using a template spreadsheet from the PIU to guarantee total transparency. The calculated allocations shall be certified by the PSC to become effective, after which the necessary steps will be taken to reflect the allocations in the National budget.the allocation to the eligible County Governments shall be on the basis of the criteria comprising of the performance score determined in paragraph;the Cabinet Secretary shall publish in the Kenya Gazette the allocations determined in terms of paragraph (iii) above.

Allocation by County (KSh.)			
County	CCRI		
1. Kwale			
2. Kilifi			
3. Tana River			
4. Lamu			
5. Taita Taveta			
6. Garissa			
7. Wajir			
8. Mandera			
9. Marsabit			
10. Isiolo			
11. Meru			
12. Tharaka Nithi			
13. Embu			
14. Kitui			
15. Machakos			
16. Makueni			
17. Nyandarua			
18. Nyeri			

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19. Kirinyaga		
20. Murang'a		
21. Kiambu		
22. Turkana		
23. West Pokot		
24. Samburu		
25. Trans Nzoia		
26. Uasin Gishu		
27. Elgeyo Marakwet		
28. Nandi		
29. Baringo		
30. Laikipia		
31. Nakuru		
32. Narok		
33. Kajiado		
34. Kericho		
35. Bomet		
36. Kakamega		
37. Vihiga		
38. Bungoma		
39. Busia		
40. Siaya		
41. Kisumu		6,187,500,000.00
42. Homabay		
43. Migori		
44. Kisii		
45. Nyamira		
TOTAL		6,187,500,000.00

4. Framework for the Administration of KFW (German Financial Cooperation) Credit Co-Financing of Financing Locally- Led Climate Action Program, (FLLoCA) CCRI- A GRANTS

Ministry/State Department Responsible	The National Treasury and Economic Planning
Accounting Officer Responsible for the National Government	Principal Secretary, The National Treasury
Responsibilities of the National Government Accounting officer	To ensure that the program is implemented within the agreed timelines as per the financing agreement and that funds are spent as per the approved budgets and work plans to achieve the intended project outcomes for the benefit of the Country
Accounting officer of County Government Responsible	County Executive Committee Member in Charge of Finance and Planning
Responsibilities of the County Government accounting officer	<p>Prepare Project AWP&B and share with the National Treasury through the Financing Locally Led Climate Action Program;</p> <ul style="list-style-type: none"> • Ensure that the Project AWP&B, upon approval by County Project Steering Committee is submitted to the County Treasury and captured accordingly; • The County Accounting Officer, upon approval of the budget by respective county department shall submit disbursement requests to the National Treasury & Economic Planning through the Financing Locally Led Climate Action Program who will trigger the

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	<p>disbursements</p> <ul style="list-style-type: none">• Ensure disbursement of Counterpart funding in the FY 2025/26 to the Project Account;• Submit County quarterly and annual financial, monitoring and performance reports to the National Treasury through County Treasury; <p>Inform Internal Audit Department of the National Treasury and Economic Planning of any complaints or grievances related to use of the Grant, and which department these complaints were referred to for action;</p> <p>Quarterly budget implementation reports including information on implementation of projects financed from the KFW funded CCRI-A grants;</p> <p>Project completion reports (M&E reports) for all completed projects funded by CCRI-A;</p> <p>Summary of complaints handling relating to CCRI-A grants;</p> <p>Summary of social and environmental impact management relating to CCRI-A grants;</p> <p>Ensure proper use of the CCRI- A Grant, i.e., within the eligible set of activities and for the intended purposes, according to plan and with a minimum of 80% of the budget for investments;</p> <p>Ensure that for projects funded under the CCRI–A Grant, the CG had obtained environmental licenses, where applicable, prior to the start of the projects.</p>
Conditions	<p>3rd year (Grant Government FY2025/2026) – conditions to be met by 31st March;</p> <p>1.The CG has a designated Climate Change Unit with designated environmental and social focal points.</p> <p>2.The CG has a rolling County Climate Change Action Plan (CCCAP), approved by the County Executive, with concrete investment priorities for FY 2025/2026 and a forecast for activities in FY 2025/26, based on the earlier and consultatively updated PCRA, with evidence of ward level public participation, latter either directly or as part of the ADP consultations.</p> <p>3.The CG has established a County Climate Change Fund (CCCF) and allocated for FY 2025/26 the equivalent of at least 1.5% of the county's development budget (excl. CCRI and other conditional grants) to it.</p> <p>4.By the time of the APA assessment, at least 50% of the CG contribution to the CCCF and the first CCRI allocation in FY 2025/26 combined has been either paid or contracted.</p> <p>5.Timely physical and financial progress reporting to NTPIU that includes reporting on environmental and social safeguards, grievance redress and M&E.</p> <p>6.Proper use of the CCRI Grant, i.e., within the eligible set of activities and for the intended purposes, according to plan and with a minimum of 95% of the budget for investments.</p> <p>7.For projects funded under the CCCF (including CCRI), the CG had undertaken environmental and social impact assessments and did obtain all applicable licenses prior to the start of the projects.</p>
Allocation 2025/2026	KSh. 1,200,000,000.00
Purpose of the grant	<p>The objectives of the CCRI – A Grant are to allow CGs to implement, equally in a participatory manner, the CCAPs, whilst incentivizing them to increasingly put additional county resources into the CCCF and mainstream climate action into the regular operations of the</p>

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	county departments.	
Allocation criteria	Based on Financing Agreement between the KFW and the Government of Kenya and annual work plans and budgets.	
Allocation by County (KSh.)		
County	KfW Contribution	Total
	CCRIG-A	CCRIG-A
1. Trans Nzoia	1,200,000,000.00	1,200,000,000.00
2. Uasin Gishu		
3. Elgeyo Marakwet		
4. Nandi		
5. Kericho		
6. Bomet		
7. Kakamega		
8. Vihiga		
9. Bungoma		
10. Busia		
11. Siaya		
12. Kisumu		
13. Homabay		
14. Migori		
15. Kisii		
16. Nyamira		
TOTAL	1,200,000,000.00	1,200,000,000.00

5. Framework for the Administration of IDA (World Bank) Credit (Food Systems Resilience Project - FSRP)-IDA Credit Number:7327-KE & 7328-KE – FRAMEWORKS FOR 2025/2026	
Ministry/State Department Responsible	Ministry of Agriculture and Livestock Development
Accounting Officer Responsible for the National Government	Principal Secretary, State Department for Agriculture
Responsibilities of the National Government Accounting officer	To ensure that the project is implemented within the agreed timelines as per the financing agreement and that funds are spent as per the approved budgets and work plans to achieve the intended project outcomes for the benefit of the intended beneficiaries and the Country as a whole.
Accounting officer of County Government Responsible	<ul style="list-style-type: none">Chief Officer responsible for Agriculture
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none">Prepare Project AWP&B and share with the National Government Coordination Unit;Ensure that the Project AWP&B, upon approval by County Project Steering

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	<p>Committee is submitted to the County Treasury and captured accordingly;</p> <ul style="list-style-type: none">• The County Accounting Officer, upon approval of the budget by respective county department shall submit disbursement requests to the National Treasury through the Ministry of Agriculture Livestock, Fisheries and Irrigation who will trigger the disbursements• Ensure disbursement of Counterpart funds as per the approved budget• Submit quarterly and annual financial and performance reports to the National Treasury through County Treasury.		
Conditions	<p>- To ensure that the project is implemented within the agreed timelines as per the financing agreement and that funds are spent as per the approved budgets, work plans to achieve the intended project outcomes for the benefit of the Country</p> <p>- Both levels of government will ensure that respective spending units have made provisions for co-financing in the AWP&Bs;</p> <p>- The National Government will ensure that the funds disbursed by World Bank are subsequently disbursed to spending units (both national and counties) in reasonable time not to delay implementation of Project activities</p> <p>- Ensure project budgets are included in the annual budget estimates of the ministry</p> <p>- Submit quarterly and annual financial and performance reports to the National Treasury and World Bank through the County Treasury</p> <p>-Both levels will adhere to the requirements of Memorandums of Understanding (MoUs) signed between the Cabinet Secretary, Ministry of Agriculture, Livestock, Fisheries and Irrigation and Governors of the participating Counties on prudent management of the Project funds</p> <p>- Monitor and evaluate performance of the allocation and report to the National Treasury</p> <p>- Ensure that annual audits are undertaken as per the Financing agreement</p>		
Allocation 2025/26	FSRP Counties.....KSh. 3,265,000,000.00		
Purpose of the grant	‘To increase preparedness against food insecurity and improve the resilience of food systems in targeted project areas of Kenya’		
Allocation criteria	Based on Financing Agreement between the IDA and the Government of Kenya and annual work plans and budgets.		
Allocation per County			
County	IDA (a)	County Contribution (b)	Total (a+b)
1. Baringo	246,153,846.15	5,000,000.00	251,153,846.15
2. Elgeyo Marakwet	246,153,846.15	5,000,000.00	251,153,846.15
3. Garissa	246,153,846.15	5,000,000.00	251,153,846.15
4. Isiolo	246,153,846.15	5,000,000.00	251,153,846.15
5. Laikipia	246,153,846.15	5,000,000.00	251,153,846.15
6. Lamu	246,153,846.15	5,000,000.00	251,153,846.15
7. Mandera	246,153,846.15	5,000,000.00	251,153,846.15
8. Marsabit	246,153,846.15	5,000,000.00	251,153,846.15
9. Samburu	246,153,846.15	5,000,000.00	251,153,846.15
10. Tana-River	246,153,846.15	5,000,000.00	251,153,846.15
11. Turkana	246,153,846.15	5,000,000.00	251,153,846.15
12. Wajir	246,153,846.15	5,000,000.00	251,153,846.15
13. West-Pokot	246,153,846.20	5,000,000.00	251,153,846.15
Total	3,200,000,000.00	65,000,000.00	3,265,000,000.00

6. Framework for the administration of Drought Resilience Programme in Northern Kenya (DRPNK)

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Name of Additional Allocation	German Development Bank (KfW)- Drought Resilience Programme in Northern Kenya (DRPNK)
Ministry/State Department Responsible	Ministry of Water, Sanitation and Irrigation/State Department for Irrigation
Accounting Officer of National Government Responsible	Principal Secretary, State Department for Irrigation
Responsibilities of the National Government Accounting Officer	<ul style="list-style-type: none"> • Fiduciary responsibility for the project funds; • Ensure programme allocations are as per Annual Investment Plans & are included in the budget estimates of the State Department for Irrigation for the FY 2025/26; • Endorses and transmits Withdrawal Applications and payment requests to the National Treasury; • Review of quarterly progress reports and transmission to KfW; • Review of Annual Investment Plans (AIPs) against Programme eligibility criteria and approval through JPSC; • Procurement of Implementation Support Consultant (ISC); • Capacity building of county staff; • Monitoring and evaluation of performance of funds allocated and reporting to KfW and the National Treasury.
Conditions	<ul style="list-style-type: none"> • The County Governments to ensure Disposition Funds/Additional Allocations are immediately transferred to the Special Purpose Account for the project upon receipt into the County Revenue Fund (CRF) from the National Treasury. • The entire process of transfer of funds from the time KfW releases them to the time they are received at the CRF/SPA should be within 21 days; • Ensure that sufficient partner contributions have been budgeted for and is provided in time to meet operation costs for programme implementation; • Counties must adhere to the requirements and implementation modalities in the Separate Agreement on prudent use and management of the programme funds on eligible expenditures; • Community commitment to provide its partner contribution in kind; • Evidence of the use of funds is to be presented to KfW at the latest four months after the preceding replenishment or at the last period evidenced if no replenishment has been affected; • Project funds are replenished upon accounting by the counties for the previous disbursement; • Annual audit report by external auditor be submitted 3 months after the end of the FY; • Implementation must be within the predetermined clusters.
Accounting Officer of County Government Responsible	<ul style="list-style-type: none"> • Chief Officer responsible for Agriculture or Water ❖ Turkana County: Chief Officer for Agriculture and Land Reclamation ❖ Marsabit County: Chief Officer for Food Security and Crops Development
Responsibilities of the County Government Accounting Officer	<ul style="list-style-type: none"> • Overall coordination and quality assurance, primary responsibility for effective and efficient implementation; • Bears fiduciary responsibility for the funds transferred to the county as additional allocation through the Disposition Funds; • Preparation of Annual Investment Plans (AIPs), which upon approval by Joint Programme Steering Committee (JPSC) is submitted to the County Treasury and captured in county budget; • Signs withdrawal applications and payment requests and transmits them to the County Treasury; • Financial and technical reporting and transmission of quarterly progress reports to National Programme Coordinating Unit (NPCU); • Defines ad hoc committees for tender evaluation;

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Total Allocation in the 2025/26 Financial Year	KSh.1,276,654,208.00
Purpose of the grant	To ensure that drought resilience and climate change adaptive capacities of the pastoral and agro-pastoral production systems and livelihoods in selected areas of Turkana and Marsabit County are strengthened on a sustainable basis by constructing and rehabilitating relevant infrastructure.
Allocation Criteria	<ul style="list-style-type: none"> Based on financing agreement between the Government of Kenya and the Government of the Federal Republic of Germany, through KfW and; Approved Annual Investment Plans (AIPs) prepared by the county governments.
Allocation per County	
County	Conditional Allocation (KSh.)
1 Marsabit (Loan)	580,002,208.00
2 Turkana (Grant)	696,652,000.00
Total	1,276,654,208.00

7. Framework for the Management of the IDA (World Bank) Credit - Second Kenya Devolution Support Program - Institutional Grant (Level 1 Grant) in the FY 2025/26	
Ministry/State Department Responsible	State Department for Devolution
Accounting Officer Responsible for the National Government	Principal Secretary, State Department for Devolution
Responsibilities of the National Government Accounting officer	To ensure that Counties deliver on their mandate under the Second Kenya Devolution Support Program through resource mobilization, determined procedures and requirements for accessing resources, eligibility, disbursement and fiduciary standards. This will be achieved through approved budgets and work plans that are intended to benefit of the County and participatory approaches. Timely disbursement of conditional grants to County Governments once received from the National Treasury.
Accounting officer of County Government Responsible	County Chief Officer in Charge of Devolution
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none"> i. Prepare Program AWP&B and share with the State Department for Devolution –National Program Coordination Unit; ii. Ensure that the Program AWP&B, upon approval by County Program Steering Committee is submitted to the County Treasury and captured accordingly; iii. Submit quarterly and annual financial, monitoring and performance reports to the National Program Coordination Unit (NPCU) through the County Program Implementation unit (CPIU); and iv. Prepare and submit Summary of complaints handling relating to Grant.
Minimum Conditions	<ul style="list-style-type: none"> i. Sign a Participation Agreement providing for, among others, publishing of budget and expenditure data ii. Establish and maintain program institutional arrangements iii. Prepare approved work plans, cash plans, and budgets consistent with the agreed methodology and standards iv. Have a Qualified or Unqualified audit opinion v. Report on implementation progress and use of Program funds

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	vi. Timely release of KDSP II funds from the County Revenue Fund (CRF) to the Special Purpose Account (SPA).
Total Allocation for FY 2025/2026	KSh. 1,762,500,000.00
Purpose of the grant	The main purpose of the Level I Grants is to incentivize Counties to set up core governance and institutional arrangements for the management of public resources, which will enhance capacity, facilitate achievement of Program results, and support Program coordination
Allocation criteria	Subject to the achievement of all applicable results, each of the eligible counties will access (receive) a flat amount of KSh. 37,500,000.00

Allocation per County (KSh.)	
County	Institutional Grant (Level 1 Grant)
1. Mombasa	1,762,500,000.00
2. Kwale	
3. Kilifi	
4. Tana River	
5. Lamu	
6. Taita Taveta	
7. Garissa	
8. Wajir	
9. Mandera	
10. Marsabit	
11. Isiolo	
12. Meru	
13. Tharaka Nithi	
14. Embu	
15. Kitui	
16. Machakos	
17. Makueni	
18. Nyandarua	
19. Nyeri	
20. Kirinyaga	
21. Murang'a	
22. Kiambu	
23. Turkana	
24. West Pokot	
25. Samburu	
26. Trans Nzoia	
27. Uasin Gishu	
28. Elgeyo Marakwet	
29. Nandi	
30. Baringo	
31. Laikipia	
32. Nakuru	

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33. Narok	
34. Kajiado	
35. Kericho	
36. Bomet	
37. Kakamega	
38. Vihiga	
39. Bungoma	
40. Busia	
41. Siaya	
42. Kisumu	
43. Homa Bay	
44. Migori	
45. Kisii	
46. Nyamira	
47. Nairobi	
TOTAL	1,762,500,000.00

8. Framework for the Management of the IDA (World Bank) Credit - Second Kenya Devolution Support Program - Service Delivery and Investment Grant (Level 2 Grant) in the FY 2025/26	
Name of the Project/Programme: Second Kenya Devolution Support Program - Service Delivery and Investment Grant (Level 2)	
Ministry/State Department Responsible	State Department for Devolution
Accounting Officer for the Responsible National Government Entity	Principal Secretary, State Department for Devolution
Responsibilities of the National Government Accounting officer	To ensure that Counties deliver on their mandate under the Second Kenya Devolution Support Program through resource mobilization, determined procedures and requirements for accessing resources, eligibility, disbursement and fiduciary standards. This will be achieved through approved budgets and work plans that are intended to benefit of the County and participatory approaches. Timely disbursement of conditional grants to counties once received from the National Treasury.
Accounting officer of County Government Responsible	County Chief Officer in Charge of Devolution
Responsibilities of the County Government Accounting Officer	<ul style="list-style-type: none">i. Prepare Program AWP&B and share with the State Department for Devolution –National Program Coordination Unit;ii. Ensure that the Program AWP&B, upon approval by County Program Steering Committee is submitted to the County Treasury and captured accordingly;iii. Submit quarterly and annual financial, monitoring and performance reports to the National Program Coordination Unit through County Program Implementation Unit (CPIU);iv. Prepare and submit Project completion reports (M&E reports) for all completed projects; and

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Minimum Conditions	v.	Prepare and submit Summary of complaints handling relating to Grant.
	i.	Has prepared a work plan and budget for use of the investment grant in the next fiscal year
	ii.	Has disclosed stock of pending bills
	iii.	Has disclosed OSR collection
	iv.	Have approved county SPMU structure
	v.	Has (i) developed implementation plans for HR and skills audit; (ii) developed implementation plans for special payroll audits; and (iii) published staffing levels aligned with approved structures and staff establishment
	vi.	Has screened proposed infrastructure investments (which will also include feasibility studies and E&S screening for proposed investments)
	vii.	Has trained gender officers aligned with approved training programs
	viii.	Has established CPIUs.
Total Allocation for FY 2025/2026	KSh. 13,042,500,000	
Purpose of the grant	The objectives of the Service Delivery and Investment Grant (Level 2) – Grant is to provide financing for investments in county infrastructure and service delivery with the aim of incentivizing enhanced performance of counties. The chosen investments must be aligned with the CIDP and CADP	
Allocation criteria	Basic Level -Allocation criterion shall be follows: <ul style="list-style-type: none">i. The Program Accounting Officer, shall for each eligible transfer county government, carry out, in accordance with the participatory agreement between the National Government and each eligible county government, through the APA Firm, an assessment to determine the eligible county government's performance score for purposes of determining the performance grant allocation.ii. For each Disbursement Link Indicator (DLI), that is, DLIs 3–7, a qualifying county government will get 50 percent of the Level 2 Grant allocation if it meets that respective DLI result. The other 50 percent is allocated based on the scores against the performance measures pertaining to each respective DLI result area as detailed in the Program Operational Manual.iii. The investment grant for a qualifying county government is the sum of what it is allocated under DLIs 3–7 as follows:<ul style="list-style-type: none">• DLI 3: KSh. 75,000,000 for each county that has increased its OSR by at least 5 percent annually, over and above the rate of inflation• DLI 4: KSh. 75,000,000 for each county that has prepared and is implementing an action plan to reduce the stock of pending bills and maintain it at minimal levels• DLI 5: KSh. 97,500,000 for each county that has integrated its HR records, authorized staff establishment and payroll, and uploaded cleaned payrolls in the HRMIS• DLI 6: KSh. 45,000,000 for each county that is enhancing accountability for results through an integrated performance management framework• DLI 7: KSh.60, 000,000 for each county with a PIM dashboard with citizen feedback mechanisms.iv. The Cabinet Secretary shall publish in the Kenya Gazette the allocations for all the qualifying County Governments determined in terms of roman (ii & iii) above.	

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County	Allocation per County (KSh.)
1. Mombasa	13,042,500,000.000
2. Kwale	
3. Kilifi	
4. Tana River	
5. Lamu	
6. Taita Taveta	
7. Garissa	
8. Wajir	
9. Mandera	
10. Marsabit	
11. Isiolo	
12. Meru	
13. Tharaka Nithi	
14. Embu	
15. Kitui	
16. Machakos	
17. Makueni	
18. Nyandarua	
19. Nyeri	
20. Kirinyaga	
21. Murang'a	
22. Kiambu	
23. Turkana	
24. West Pokot	
25. Samburu	
26. Trans Nzoia	
27. Uasin Gishu	
28. Elgeyo/Marakwet	
29. Nandi	
30. Baringo	
31. Laikipia	
32. Nakuru	
33. Narok	
34. Kajiado	
35. Kericho	
36. Bomet	
37. Kakamega	
38. Vihiga	
39. Bungoma	
40. Busia	
41. Siaya	
42. Kisumu	
43. Homa Bay	
44. Migori	

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45. Kisii	
46. Nyamira	
47. Nairobi	
TOTAL	13,042,500,000.00

9. Frameworks on Additional Allocation to County Government in the Financial Year 2025/26 (Kenya Shillings) Kenya Livestock Commercialization Project (KELCOP)	
Ministry/ State Department Responsible	Ministry of Agriculture and Livestock Development
Accounting officer of National Government Responsible	Principal Secretary, State Department for Livestock Development
Responsibilities of the National Government Accounting Officer	<ul style="list-style-type: none">• Ensure project allocations are as per Annual Work Plan and Budget (AWPB) are included in the budget estimates of the Ministry for the FY 2025-26• Receive quarterly and annual financial and non-financial reports from the counties and consolidate.• Submit quarterly and annual financial and performance reports to the National Treasury and Economic Planning• Monitor and evaluate performance of the allocation and report to the National Treasury
Accounting Officer of County Government Responsible	Chief Officer Responsible for Livestock
Responsibilities of the County Government Accounting Officers	<ul style="list-style-type: none">• Prepare the County Annual Work Plan and Budget (AWPB), based on the previous year's activity and budget performance and share with Project Management and Coordination Unit (PMCU) Nakuru• Ensure the county budgets are approved by County Assembly.• Ensure that the AWPB upon approval by County Project Coordination Committee (CPCC) is submitted to the PMCU for consolidation and submission to Project Steering Committee/IFAD approval.• The county accounting officer upon approval of the budget by respective CPCC shall submit disbursement requests to Project Management and Coordination Unit Nakuru, through Statement of Expenditures for reimbursements.• Ensure disbursement of KSh. 634,500,000 on quarterly basis following submission of acceptable statement of expenditures (SoEs). The Project funds shall be credited to the Project account through respective bank account• Submit quarterly and annual financial & non-financial performance reports to the Project Management and Coordination Unit in Nakuru and separate copies to each county government.
Conditions	<ul style="list-style-type: none">• The preparation of AWPB ensuring a bottom-up approach and timely submissions for inclusions in GoK overall approved budget estimates including inclusion in the schedule for conditional allocations to County Governments from loans from development partners (CARA).• The Annual Work Plan and Budget (AWPB) shall have been approved by PSC and received IFAD's NO Objection;• County Governments will ensure that the funds disbursed by

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	<p>IFAD through the National Government are subsequently disbursed to respective spending units (From County Revenue Fund to County Project Operational Accounts) within the shortest time possible preferable 5 working days.</p> <ul style="list-style-type: none">• Operational accounts in commercial banks for counties shall have received authority from national treasury.• Both levels will adhere to the requirements of Memorandums of Understanding (MoUs) signed between the Principal Secretary, State Department for Livestock and Governors of each of the ten project counties on prudent management of the project funds• Submission of financial and non-financial reports with respect to prior funding is a prerequisite for the next funding to all spending units.• Accounting officer, State Department for Livestock Development will additionally submit consolidated report for all 10 spending units		
Allocation: 2025/26	KSh. 634,500,000		
Purpose of the grant	<p>Project Goal: Contribute to the Government's agriculture transformation Agenda of increasing rural small-scale farmers' incomes, food and nutrition security.</p> <p>Development Objective: Increase incomes of 110,000 poor livestock and pastoralist households, especially youth and women, in an environmentally friendly manner, in selected project areas of the 10 participating counties.</p>		
Allocation criteria	<ul style="list-style-type: none">• The criteria for allocation of county funds are based on financing agreement between IFAD and Government of Kenya and Project Design Report where it considered aridity of project counties i.e. semi-arid, arid and highland areas and coverage of the selected project wards in each county.• It will also be based on the approved AWPB for FY 2025/2026		
Allocation by County			
	[A]	[B]	Total Allocations [C]=[A]+[B]
Counties	IFAD Contribution	National Government (MoALD-SDLD) Contribution	Total
1. Baringo	65,350,000.00	0	65,350,000.00
2. Bungoma	60,550,000.00	0	60,550,000.00
3. Busia	60,550,000.00	0	60,550,000.00
4. Elgeyo Marakwet	65,350,000.00	0	65,350,000.00
5. Kakamega	60,550,000.00	0	60,550,000.00
6. Marsabit	70,250,000.00	0	70,250,000.00
7. Nakuru	60,550,000.00	0	60,550,000.00
8. Samburu	70,250,000.00	0	70,250,000.00
9. Siaya	60,550,000.00	0	60,550,000.00
10. Trans Nzoia	60,550,000.00	0	60,550,000.00
TOTAL	634,500,000.00	0	634,500,000.00

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10. Framework for the Administration of IDA (World Bank) credit: Kenya Urban Support Project (KUSP) - Urban Institutional Grant (UIG)	
Ministry/State Department Responsible	Ministry of Lands, Public Works, Housing & Urban Development.
Accounting Officer Responsible	Principal Secretary- State Department of Housing and Urban Development.
Responsibilities of the National Government accounting officer	<ul style="list-style-type: none">• Ensure funds are included in the budget estimates of the ministry for the FY 2025/26• Submit quarterly and annual financial and performance reports to the National Treasury and World Bank• Monitor and evaluate performance of the allocation and report to the National Treasury
Conditions	<ul style="list-style-type: none">• County government has committed itself to participation in KUSP• County government has drawn up its County Urban Institutional Development Strategy (CUIDS)• Use of previous year's UIG has been as per approved CUIDS and is consistent with eligibility and guidelines in the POM• County government has utilized at least 50 percent of the UIG towards activities benefiting eligible urban boards participating in KUSP2• County government has utilized at least 30 percent of funds for climate change related activities within the eligible expenditure menu in categories (1) Policy/regulatory, (2) Urban Planning, (4) Urban Resilience, (5) Asset Management, (8) Capacity Building
Accounting officer of the County Government responsible	Accounting officer responsible for Housing and Urban Development in the County government
Accounting officer of the County Government responsibility	<ul style="list-style-type: none">• Ensure funds are included in the budget estimates of the relevant department for the FY 2025/26• Submit quarterly and annual financial and non-financial performance reports to the County Treasury with copies to the State Department of Housing and Urban Development• Monitor and evaluate performance of the allocation and report to the County Treasury.
Allocation: 2025/26	KSh. 1,300,000,000.00 This is also based on the findings of the Annual performance Assessment in March 2025.
Purpose of the grant	Provide support to participating County Governments for the formulation of urban development plans including the establishment and operation of urban institutional arrangements such as charters, boards administrations and operation of Urban Institutional arrangements and for the initial preparation of urban infrastructure investments.
Allocation criteria	Each of the eligible 45 counties will access the UIG, set at a flat rate and made available for the first three years of the Program as follows: US\$250,000 (approx. KSh. 35,500,000) in year 1 US\$200,000 (approx. KSh. 26,000,000) in year 2 and US\$100,000 (approx. KSh. 14,200,000) in year 3 for WHR, the grant will be allocated at a flat rate of US\$ 500,000 equivalent KSh. 65Million annually for 5 years. For the counties to access the grant, County Governments will need to comply with WHR UIG MCs. Failure to satisfy any MC will disqualify the county from accessing the WHR UIG grant.
County	UIG Allocation 2025/26 (KSh.)

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1.	Baringo	-
2.	Bomet	-
3	Bungoma	-
4	Busia	-
5	Elgeyo Marakwet	-
6	Embu	-
7	Garissa	-
8	Homa bay	-
9	Isiolo	-
10	Kajiado	-
11	Kakamega	-
12	Kericho	-
13	Kiambu	-
14	Kilifi	-
15	Kirinyaga	-
16	Kisii	-
17	Kisumu	-
18	Kitui	-
19	Kwale	-
20	Laikipia	-
21	Lamu	-
22	Machakos	-
23	Makueni	-
24	Mandera	-
25	Marsabit	-
26	Meru	-
27	Migori	-
28	Murang'a	-
29	Nakuru	-
30	Nandi	-
31	Narok	-
32	Nyamira	-
33	Nyandarua	-
34	Nyeri	-
35	Samburu	-
36	Siaya	-
37	Taita Taveta	-
38	Tana River	-
39	Tharaka Nithi	-
40	Trans Nzoia	-
41	Turkana	-
42	Uasin Gishu	-
43	Vihiga	-
44	Wajir	-
45	West Pokot	-
	TOTAL	1,300,000,000

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Support Project (KUSP2)- Urban Development Grant (UDG)	
Ministry/State Department Responsible	Ministry of Lands, Public Works, Housing & Urban Development.
Accounting officer	Principal Secretary- State Department of Housing and Urban Development.
Responsibilities of the National Government accounting officer	<ul style="list-style-type: none">-Ensure funds are included in the budget estimates of the ministry for the FY 2025/26-Submit quarterly and annual financial and performance reports to the National Treasury and World Bank-Monitor and evaluate performance of the allocation and report to the National Treasury
Conditions	<p>County government has committed itself to participate in KUSP2; Municipal status is established; Municipal Board is established; Municipal Administration is in place; Municipal Budget Vote is included in the County budget; The participating urban area has a budget vote which is reported on accordingly The Annual Urban area investment plan is available; Use of previous UDG is in accordance with eligible investment menu; Municipal procurement & contract management are within prescribed budget thresholds and contracting procedures; Annual County Annual Development Plan shows at least 50 percent of funds is allocated towards activities benefiting eligible urban boards participating in KUSP2. Expenditure statement validates the actual use of the funds accordingly</p>
Performance Standards	<p>Municipal manager's Job Description publicly available. Quarterly board meetings held. Citizen fora (public consultations between urban board and residents, including plan and budget consultations) have been held at least once a year. Urban board has made key documents publicly available Urban board publishes its annual calendar of citizens' fora Urban board has adopted urban area budget based on the budget ceiling. Urban IDeP submitted by the municipal administrator, and reviewed and approved by the municipal board Urban spatial plan completed and approved Board adopts a SWM policy and operations Previous year's UDG projects completed</p>
Accounting officer of the County Government responsible	Accounting officer responsible for Housing and Urban Development in the County government
Accounting officer of the County Government responsibility	<p>Supporting and guiding Municipal Boards/Administrations in preparing budgets and forwarding them for approval by the County Assembly Establishing urban institutions for effective urban management; Monitor and evaluate performance of the allocation and report to the County Treasury. capacity building and technical backstopping of Municipal Boards/Administrations; Managing the flow of Program funds at this level, and</p>

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	consolidating the fiscal reporting from Municipal Boards for onward submission to the National Treasury; and State Department of Housing and Urban Development Generally exercising oversight on the performance of the Municipal Boards.		
Allocation: 2025/ 2026	KSh. 10,325,754,660. This is the allocation during the recently concluded Sector Budget Working Group for UDG. The 2nd Annual Performance Assessment for the Urban Development Grant (UDG) will be conducted in 45 Counties and the 79 Urban Areas, with the results expected to be ready by mid-February 2025 This is a performance Grant and the eventual disbursed amounts per county/ municipality will be based on the APA results. We are therefore submitting the KUSP II framework FY 2025/2026 as block figure as we await the finalization of the Annual performance Assessment in March 2025.		
Purpose of the grant	Provide support to urban boards and administrators within the respective participating County Govts for financing infrastructure investments in urban areas.		
Allocation criteria	Based on financing agreement between the IDA and the Government of Kenya. -UDG Performance Allocation of KSh. 2,340 per head using the urban area population data of 2019 censuses -UDG Minimum floor of KSh. 52 million However, due to limited fiscal space the allocation formula has been harmonized at 65% to fit within the allocated budgeted. -WHR UDG KSh. 2,600 per head using the urban area population data of 2019 censuses. 1st year 40% of maximum allocation. 2nd Year 90% of maximum allocation 3rd Year 100% maximum allocation		
S/No.	County	Municipality	UDG 2025/26 (KSh.)
1	Baringo	Kabarnet	-
2	Bomet	Bomet	-
3	Bungoma	Bungoma	-
	Bungoma	Kimilili	-
4	Busia	Busia	-
	Busia	Malaba	-
5	Elgeyo/Marakwet	Iten	-
6	Embu	Embu	-
7	Garissa	Garissa	-
8	Homa bay	Homa Bay	-
	Homa bay	Oyugis	-
9	Isiolo	Isiolo	-
10	Kajiado	Kitengela	-
	Kajiado	Ngong	-
	Kajiado	Kajiado	-
11	Kakamega	Kakamega	-
	Kakamega	Mumias	-
12	Kericho	Kericho	-
13	Kiambu	Ruiru	-

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	Kiambu	Kikuyu	-
	Kiambu	karuri	-
	Kiambu	Juja	-
	Kiambu	Kiambu	-
	Kiambu	Limuru	-
	Kiambu	Thika	-
14	Kilifi	Malindi	-
	Kilifi	Kilifi	-
15	Kirinyaga	Kerugoya	-
16	Kisii	Kisii	-
17	Kisumu	Kisumu	-
	Kisumu	Ahero	-
18	Kitui	Kitui	-
	Kitui	Mwingi	-
19	Kwale	Ukunda	-
	Kwale	Kwale	-
20	Laikipia	Rumuruti	-
	Laikipia	Nanyuki	-
21	Lamu	Lamu	-
22	Machakos	Machakos	-
	Machakos	Mavoko	-
	Machakos	Kangundo Tala	-
23	Makueni	Wote	-
	Makueni	Emali/Sultan	-
24	Mandera	Mandera	-
	Mandera	El Wak	-
25	Marsabit	Marsabit	-
26	Meru	Meru	-
	Meru	Maua	-
27	Migori	Migori	-
	Migori	Rongo	-
	Migori	Awendo	-
	Migori	Kehancha	-
28	Muranga	Muranga	-
	Muranga	Kenol	-
29	Nakuru	Nakuru	-
	Nakuru	Naivasha	-
	Nakuru	Gilgil	-
30	Nandi	Kapsabet	-
31	Narok	Narok	-
	Narok	Kilgoris	-
32	Nyamira	Nyamira	-
33	Nyandarua	Ol Kalao	-
	Nyandarua	Engineer	-
34	Nyeri	Nyeri	-
35	Samburu	Maralal	-
36	Siaya	Siaya	-
	Siaya	Bondo	-
37	Taita Taveta	Mwatate	-
38	Tana River	Hola	-
39	Tharaka Nithi	Kathwana	-

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	Tharaka Nithi	Chuka	-
40	Trans Nzoia	Kitale	-
41	Turkana	Lodwar	-
42	Uasin Gishu	Eldoret	-
43	Vihiga	Mbale	-
44	Wajir	Wajir	-
45	West Pokot	Kapenguria	-
1	Garissa	Daadab	-
2	Turkana	Kakuma	-
	TOTAL		10,325,754,660

12. Framework for the Administration of Kenya Water, Sanitation and Hygiene (K-WASH) Program	
Ministry/ State Department Responsible	Ministry of Water, Sanitation and Irrigation State Department for Water and Sanitation
Accounting Officer of National Government Responsible	Principal Secretary, State Department for Water and Sanitation
Responsibilities of the National Government Accounting Officer	<ul style="list-style-type: none"> Ensure funds are included in the budget estimates of the State Department for FY 2025/2026 and reflected in 2025/26 County Government Additional Allocations Bill (CGAAB). Initiate request for disbursement of funds to Counties supported by approved Results Verification Report Concurred by Bank. Submit quarterly and annual financial and performance reports to the National Treasury and Separate copies to each participating County Government. Monitor and evaluate performance of the allocation and report to the National Treasury.
County Department Responsible	Department for water and Department for Public Health and Sanitation
Accounting officer of County Government Responsible	<ul style="list-style-type: none"> Accounting Officer responsible for Water and Sanitation in the participating County Government.
Responsibilities of the County Government Accounting Officer	<ul style="list-style-type: none"> Ensure funds are included in the budget estimates of the department responsible for Water and Sanitation for the FY 2025/26. Submit quarterly and annual financial and non-financial performance reports to the County Treasury with copies to the Principal Secretary, State Department for Water and Sanitation - Ministry of Water, Sanitation and Irrigation Monitor and evaluate performance of the allocation and report to the County Treasury.
Conditions	<ul style="list-style-type: none"> This funding must be included in the budget estimates of the participating County Government. Prepare an Annual Work Plan and Budget which must be approved by the National Program Steering Committee. The funds shall be used only for approved Water and Sanitation activities under the Program. Upon receipt of a disbursement, the Principal Secretary National Treasury shall be informed of the disbursement details through Principal Secretary State Department for Water and Sanitation. Participating County Governments SHALL provide a report/proof of utilization of funds released before requesting for additional transfers.

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Cost of Project	KSh. 32,500,000,000														
Purpose and Objective of the Conditional Additional Allocation	<ul style="list-style-type: none"> To increase access to improved water and sanitation services, eliminate open defecation and improve the operational and financial performance of Water Service Providers in the participating Counties; including refugee Host Counties. 														
Allocation Criteria	<p>Funds will be allocated to counties based on Disbursement Linked Indicators (DLIs) and verified results in the Approved Results Verification Report (RVR) by an Independent Verification Agent (IVA) hired by the Program, according to the following formulas.</p> <p>Definitions:</p> <ul style="list-style-type: none"> Let C be the county allocation. (The sum of all 19 county allocations should be equal to or less than KSh. 4,607,526,599.00. If this amount is exceeded, rationalization will be applied to indicators under DLI/DLR 2, 3, 4, 10.1, 10.2, 11, 12.1, and 12.3.) Let S be a binary variable for DLI 1, $S=1$ if the strategy is verified by IVA as developed in the Approved Results Verification Report (RVR), otherwise $S=0$ Let H_w be the Number of households provided with access to improved water services as verified by IVA in Approved RVR (DLI 2 and DLI 10.1) Let Q be the number of sustainably functioning water schemes water schemes meeting standards as verified by IVA in Approved RVR (DLI 3 and DLI 11) Let H_s be the number of Households provided with access to an improved sanitation facility as verified by IVA in Approved RVR (DLI 4 and DLI 10.2) Let V_{ODF} be the number of villages that achieve ODF status as verified by IVA in Approved RVR (DLR 5.1 and DLR 12.1) Let V_{CWS} be the number of villages certified as achieving CWS status as verified by IVA in Approved RVR (DLR 5.2 and DLR 12.2) Let V_{SWS} be the number of villages that sustain CWS status as verified by IVA in Approved RVR (DLR 5.3 and DLR 12.3) Let R_I be the exchange rate of Foreign Currency to Kenya Shillings. <p>The formula for allocating funds to the counties of Baringo, Bomet, Kericho, Kirinyaga, Kitui, Kwale, Makueni, Mandera, Migori, Murang'a, Nandi, Narok, Samburu, Tana River, Tharaka Nithi, Vihiga, and West Pokot is as follows:</p> $C = R_I (1,000,000S + 40H_w + 5,000Q + 30H_s + 2,000V_{ODF} + 24,600V_{CWS} + 3,000V_{SWS})$ <p>The formula for allocating Turkana and Garissa Counties is as follows:</p> $C = R_I (1,000,000S + 61.11H_w + 10,000Q + 50H_s + 2,000V_{ODF} + 20,000V_{CWS} + 5,000V_{SWS})$ <table> <tr> <th>County</th><th>Allocation (KSh.)</th></tr> <tr> <td>1. Baringo</td><td>-</td></tr> <tr> <td>2. Bomet</td><td>-</td></tr> <tr> <td>3. Garissa</td><td>-</td></tr> <tr> <td>4. Kericho</td><td>-</td></tr> <tr> <td>5. Kirinyaga</td><td>-</td></tr> <tr> <td>6. Kitui</td><td>-</td></tr> </table>	County	Allocation (KSh.)	1. Baringo	-	2. Bomet	-	3. Garissa	-	4. Kericho	-	5. Kirinyaga	-	6. Kitui	-
County	Allocation (KSh.)														
1. Baringo	-														
2. Bomet	-														
3. Garissa	-														
4. Kericho	-														
5. Kirinyaga	-														
6. Kitui	-														

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	7.	Kwale	-
	8.	Makueni	-
	9.	Mandera	-
	10.	Migori	-
	11.	Murang'a	-
	12.	Nandi	-
	13.	Narok	-
	14.	Samburu	-
	15.	Tana River	-
	16.	Tharaka Nithi	-
	17.	Turkana	-
	18.	Vihiga	-
	19.	West Pokot	-
	Total		4,607,526,599.00
Project Duration	2024 to 2030 (6 years)		
Priority of Government that this additional allocation primarily contributes	Contributing to Bottom-Up Economic Transformation Agenda (BETA) priorities on Production and Value addition through construction of household water and sanitation facilities improving water and sanitation access.		
Reasons not incorporated in the Equitable Share	The purpose of these funds is to accelerate the achievement of Vision 2030 and SDGs 6.1 and 6.2 by providing incentives to counties through performance-based mechanisms that ensure prudent utilization of county resources for sustainability.		

13. Framework for the Administration of IDA (World Bank) Credit National Agricultural Value Chain Development Project (NAVCDP)	
Ministry/State Department Responsible	Ministry of Agriculture and Livestock Development
Accounting Officer Responsible for the National Government	Principal Secretary, State Department for Agriculture
Responsibilities of the National Government Accounting officer	To ensure that the project is implemented within the agreed timelines as per the financing agreement and that funds are spent as per the approved budgets and work plans to achieve the intended project outcomes for the benefit of the Country
Accounting officer of County Government Responsible	<ul style="list-style-type: none"> Chief Officer responsible for Agriculture
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none"> Prepare Project AWP&B and share with the National Government Coordination Unit; Ensure that the Project AWP&B, upon approval by County Project Steering Committee is submitted to the County Treasury and captured accordingly; The County Accounting Officer, upon approval of the budget by respective county department shall submit disbursement requests to the National Treasury through the Ministry of Agriculture and Livestock Development who will trigger the disbursements Ensure disbursement of Counterpart funding in the FY 2025/26 to the Project Account; and Submit quarterly and annual financial and performance reports to the National Treasury
Conditions	- To ensure that the project is implemented within the agreed timelines as

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	<p>per the financing agreement and that funds are spent as per the approved budgets, work plans to achieve the intended project outcomes for the benefit of the Country</p> <ul style="list-style-type: none">- Both levels of government will ensure that respective spending units have made provisions for co-financing in the AWP&Bs;- The National Government will ensure that the funds disbursed by World Bank are subsequently disbursed to spending units (both National and Counties) in reasonable time not to delay implementation of Project activities- Ensure project budgets are included in the annual budget estimates of the ministry- Submit quarterly and annual financial and performance reports to the National Treasury and World Bank.- Both levels will adhere to the requirements of Memorandums of Understanding (MoUs) signed between the Cabinet Secretary, Ministry of Agriculture and Livestock Development and Governors of the participating Counties on prudent management of the Project funds- Monitor and evaluate performance of the allocation and report to the National Treasury- Ensure that annual audits are undertaken as per the Financing agreement		
Allocation 2025/26	KSh. 7,700,000,000 – IDA		
Purpose of the grant	To increase market participation and value addition for targeted farmers in select value chains in project areas		
Allocation criteria	Based on Financing Agreement between the IDA and the Government of Kenya and Annual Work plans and Budgets.		
Allocation by County			
County	IDA Contribution	County Government counterpart contributions	Total
	(a)	(b)	c = a+b
1. Kwale	231,250,000 .00	5,000,000 .00	236,250,000.00
2. Kilifi	231,250,000 .00	5,000,000 .00	236,250,000.00
3. Taita/Taveta	231,250,000 .00	5,000,000 .00	236,250,000.00
4. Meru	231,250,000 .00	5,000,000 .00	236,250,000.00
5. Embu	231,250,000 .00	5,000,000 .00	236,250,000.00
6. Kitui	231,250,000 .00	5,000,000 .00	236,250,000.00
7. Machakos	231,250,000 .00	5,000,000 .00	236,250,000.00
8. Makueni	231,250,000 .00	5,000,000 .00	236,250,000.00
9. Nyandarua	231,250,000 .00	5,000,000 .00	236,250,000.00
10. Nyeri	231,250,000 .00	5,000,000 .00	236,250,000.00
11. Kirinyaga	231,250,000 .00	5,000,000 .00	236,250,000.00
12. Murang'a	231,250,000 .00	5,000,000 .00	236,250,000.00
13. Kiambu	231,250,000 .00	5,000,000 .00	236,250,000.00
14. Trans Nzoia	231,250,000 .00	5,000,000 .00	236,250,000.00
15. Uasin Gishu	231,250,000 .00	5,000,000 .00	236,250,000.00
16. Nandi	231,250,000 .00	5,000,000 .00	236,250,000.00
17. Nakuru	231,250,000 .00	5,000,000 .00	236,250,000.00
18. Narok	231,250,000 .00	5,000,000 .00	236,250,000.00
19. Kericho	231,250,000 .00	5,000,000 .00	236,250,000.00
20. Bomet	231,250,000 .00	5,000,000 .00	236,250,000.00
21. Kakamega	231,250,000 .00	5,000,000 .00	236,250,000.00
22. Busia	231,250,000 .00	5,000,000 .00	236,250,000.00

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23. Homa Bay	231,250,000 .00	5,000,000 .00	236,250,000.00
24. Migori	231,250,000 .00	5,000,000 .00	236,250,000.00
25. Kisii	231,250,000 .00	5,000,000 .00	236,250,000.00
26. Bungoma	231,250,000 .00	5,000,000 .00	236,250,000.00
27. Vihiga	231,250,000 .00	5,000,000 .00	236,250,000.00
28. Nyamira	231,250,000 .00	5,000,000 .00	236,250,000.00
29. Siaya	231,250,000 .00	5,000,000 .00	236,250,000.00
30. Tharaka Nithi	231,250,000 .00	5,000,000 .00	236,250,000.00
31. Kisumu	231,250,000 .00	5,000,000 .00	236,250,000.00
32. Kajiado	231,250,000 .00	5,000,000 .00	236,250,000.00
33. Mombasa	150,000,000.00	5,000,000 .00	155,000,000.00
34. Nairobi	150,000,000.00	5,000,000 .00	155,000,000.00
Total	7,700,000,000.00	170,000,000.00	7,870,000,000 .00

14. Framework for Management of DANIDA Grant (Primary Health Care in Devolved Context) FY 2025/26	
Ministry/State Department Responsible	Ministry of Health
Accounting officer of National Government Responsible	Principal Secretary, State Department of Medical Services
Responsibilities of the National Government accounting officer	<ul style="list-style-type: none"> • Ensure that funds under this Agreement are properly accounted for and that the Grant is reflected in the Ministry plans. • Ensure funds are included in the budget estimates of the Ministry for the FY 2025/26. • Initiate requests for transfer of funds from the Danish Government to the National Treasury • Initiate requests for disbursements to County Revenue Funds. • Submit quarterly and annual financial and performance reports to the National Treasury and Economic Planning. • Monitor and evaluate performance of the allocation and report to the National Treasury.
Conditions	<ul style="list-style-type: none"> • In order to be eligible for support counties must allocate a minimum of 22% of the annual budget (excluding conditional grants) to health, and forward verification of this allocation annually. For counties spending less than 30% of their budgets on health, the annual allocations for health must increase incrementally per annum. • The grant shall be used exclusively to supplement operations and maintenance (O&M) costs as defined in the GoK Chart of Accounts. • The Danish support will decrease by 60% of the FY 2025/26 allocation for gazetted public Level 2 & 3 health facilities. In order to maintain the same level of funding for O&M as the previous year, Counties must budget for and replenish 60% of the amount and show evidence of expenditure accordingly. • The DANIDA-PHC has additional support for community health (Level 1) activities through gazetted Level 2 & 3 public health facilities exclusively to costs defined in the Addendum to the Development Engagement Document (DED). • Counties shall appropriate the funds accordingly in the County annual work plans and budgets. • Funds will be sent to gazetted public Level 2 and Level 3 health

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	<p>facilities in the 47 counties.</p> <ul style="list-style-type: none">Counties shall distribute the grants according to clear criteria shared to the Project Management TeamThe Counties shall ensure timely disbursements of funds through the Government's integrated financial management information system (IFMIS) through the respective County Special Purpose Account for Health and to eligible public L2 and L3 health facilities within 25 working days after receipt from the National Treasury. Subject to satisfactory regular financial reporting, including regular IIFRA verifications.Counties not complying with the above conditions and statutory planning, budgeting and reporting as well as having qualified Annual Audit Reports from the Office of Auditor General will not be eligible for further support.		
Accounting officer of County Government Responsible	Chief Officer, Department of Health		
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none">General administration and coordination of the conditional grantEnsure funds are included in the budget estimates of the county for the FY 2025/26;Initiate requests for transfer of funds from the County Revenue Funds to the special purpose accounts and to the health facility through IFMIS within the stipulated period;Submit quarterly and annual financial and performance reports to the County Treasury and Planning and the Ministry of HealthMonitor and evaluate performance of the allocation and report to the County Treasury and Planning and the Ministry of Health;Ensure compliance with the PFM Act in utilization of resources and adherence to audit recommendations.		
Allocation: 2025/26	KSh. 510,000,000		
Purpose of the grant	To improve primary healthcare with focus on Reproductive, Maternal Newborn, Child and Adolescent Health (RMNCAH) services at the county level.		
Allocation criteria	Based on financing agreement between the DANIDA and the Government of Kenya: The grant will be allocated as a conditional grant to each County based on the CRA ratio		
Allocation by County			
County	Estimated Amount (KSh.)		
County Name	Estimated Danida support to Level 2&3	Estimated Danida Support to level 1	Total Danida Support FY 2025/26
1. Baringo	5,796,000.00	2,415,000.00	8,211,000.00
2. Bomet	6,264,000.00	2,610,000.00	8,874,000.00
3. Bungoma	10,116,000.00	4,215,000.00	14,331,000.00
4. Busia	6,840,000.00	2,850,000.00	9,690,000.00
5. Elgeyo Marakwet	4,392,000.00	1,830,000.00	6,222,000.00
6. Embu	4,896,000.00	2,040,000.00	6,936,000.00
7. Garissa	7,992,000.00	3,330,000.00	11,322,000.00
8. Homa Bay	7,668,000.00	3,195,000.00	10,863,000.00
9. Isiolo	4,824,000.00	2,010,000.00	6,834,000.00
10. Kajiado	7,308,000.00	3,045,000.00	10,353,000.00
11. Kakamega	11,844,000.00	4,935,000.00	16,779,000.00
12. Kericho	6,120,000.00	2,550,000.00	8,670,000.00

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13. Kiambu	10,728,000.00	4,470,000.00	15,198,000.00
14. Kilifi	11,880,000.00	4,950,000.00	16,830,000.00
15. Kirinyaga	4,824,000.00	2,010,000.00	6,834,000.00
16. Kisii	8,856,000.00	3,690,000.00	12,546,000.00
17. Kisumu	7,776,000.00	3,240,000.00	11,016,000.00
18. Kitui	10,044,000.00	4,185,000.00	14,229,000.00
19. Kwale	8,856,000.00	3,690,000.00	12,546,000.00
20. Laikipia	4,752,000.00	1,980,000.00	6,732,000.00
21. Lamu	2,952,000.00	1,230,000.00	4,182,000.00
22. Machakos	8,820,000.00	3,675,000.00	12,495,000.00
23. Makueni	8,424,000.00	3,510,000.00	11,934,000.00
24. Mandera	11,628,000.00	4,845,000.00	16,473,000.00
25. Marsabit	7,704,000.00	3,210,000.00	10,914,000.00
26. Meru	9,144,000.00	3,810,000.00	12,954,000.00
27. Migori	7,704,000.00	3,210,000.00	10,914,000.00
28. Mombasa	8,028,000.00	3,345,000.00	11,373,000.00
29. Murang'a	7,164,000.00	2,985,000.00	10,149,000.00
30. Nairobi	18,108,000.00	7,545,000.00	25,653,000.00
31. Nakuru	11,916,000.00	4,965,000.00	16,881,000.00
32. Nandi	6,084,000.00	2,535,000.00	8,619,000.00
33. Narok	9,144,000.00	3,810,000.00	12,954,000.00
34. Nyamira	5,472,000.00	2,280,000.00	7,752,000.00
35. Nyandarua	5,544,000.00	2,310,000.00	7,854,000.00
36. Nyeri	6,156,000.00	2,565,000.00	8,721,000.00
37. Samburu	5,256,000.00	2,190,000.00	7,446,000.00
38. Siaya	6,588,000.00	2,745,000.00	9,333,000.00
39. Taita Taveta	4,824,000.00	2,010,000.00	6,834,000.00
40. Tana River	6,660,000.00	2,775,000.00	9,435,000.00
41. Tharaka Nithi	4,464,000.00	1,860,000.00	6,324,000.00
42. Trans Nzoia	6,552,000.00	2,730,000.00	9,282,000.00
43. Turkana	11,988,000.00	4,995,000.00	16,983,000.00
44. Uasin Gishu	7,200,000.00	3,000,000.00	10,200,000.00
45. Vihiga	5,292,000.00	2,205,000.00	7,497,000.00
46. Wajir	9,720,000.00	4,050,000.00	13,770,000.00
47. West Pokot	5,688,000.00	2,370,000.00	8,058,000.00
Total	360,000,000.00	150,000,000.00	510,000,000.00

15. Project Name: Water and Sanitation Development Project (WSDP)	
Name of Additional Allocation	IDA (World Bank) Credit 6029 & 6030 KE
Ministry/ State Department Responsible	Ministry of Water, Sanitation and Irrigation - State Department for Water and Sanitation
Accounting Officer of National Government Responsible	PS, State Department for Water and Sanitation
Responsibilities of the National Government Accounting Officer	<ul style="list-style-type: none"> • Ensure funds are included in the budget estimates of the Ministry for FY 2025/2026 and reflected in County Government Additional Allocations Act (CGAAA). • Initiate request for disbursement of funds supported by approved procurement and work plans. • Submit quarterly and annual financial and performance reports to the National Treasury and Separate copies to each County Governments. • Monitor and evaluate performance of the allocation and report to the

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	National Treasury.
Conditions	<ul style="list-style-type: none"> This funding must be included in the budget estimates of the County Government. Prepare an Annual Work Plan and Budget which must be approved by the National Project Steering Committee. The funds shall be used only for approved Water and Sanitation activities under the Programme. Upon receipt of a disbursement, the Principal Secretary National Treasury shall be informed of the disbursement details through Principal Secretary State Department for Water and Sanitation. County Government MUST provide a report/proof of utilization of funds released before requesting for additional transfers.
Accounting Officer of County Government Responsible	<ul style="list-style-type: none"> Accounting officer responsible for Water and Sanitation in the County Government
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none"> Ensure funds are included in the budget estimates of the department responsible for Water and Sanitation for the FY 2025/26. Submit quarterly and annual financial and non-financial performance reports to the County Treasury with copies to the Principal Secretary, State Department for Water and Sanitation - Ministry of Water, Sanitation and Irrigation Monitor and evaluate performance of the allocation and report to the County Treasury.
Allocation: 2025/26	KSh. 3,000,000,000
Purpose of the Grant/Loan	For implementation of Water and Sanitation activities to increase water and sanitation coverage in select coastal and Northeastern Counties.
Allocation Criteria	Based on the Subsidiary/County Participation Agreement and approved procurement and work plans.
Allocation by County (KSh.)	
1. Wajir	550,000,000.00
2. Garissa	150,000,000.00
3. Mombasa	500,000,000.00
4. Taita Taveta	450,000,000.00
5. Kwale	450,000,000.00
6. Kilifi	900,000,000.00
TOTAL	3,000,000,000.00

16. AFD – Framework for the Management of Kenya Informal Settlement Improvement Project 2 (KISIP2)	
<i>Allocation to Kenya Informal Settlement Improvement Project 2 (KISIP2) to improve access to basic services and land tenure security of residents in participating urban informal settlements and strengthen institutional capacity for slum upgrading in Kenya.</i>	
Ministry/State Department Responsible	Ministry of Lands, Public Works, Housing and Urban Development / State Department for Housing and Urban Development (vote:1094.....)
Accounting officer of National Government Responsible	Principal Secretary, State Department for Housing and Urban Development
Responsibilities of the National Government accounting officer	<ul style="list-style-type: none"> Maintain a database of informal settlements for purposes of consideration for infrastructure improvement; subject the informal settlements to the agreed illegibility criteria for determination of interventions; Ensure programme allocations as per Annual Work Plan & Budget (AWP&B) are included in the budget estimates of the Ministry for the FY 2025/2026

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	<ul style="list-style-type: none"> • Receive and review quarterly and annual financial and non-financial reports from the counties and consolidate • Receive exchequer requests from the counties and instruct the National Treasury to disburse the funds • Submit quarterly and annual financial and performance reports to the National Treasury • Monitor and evaluate performance of the allocation and report to the National Treasury 		
Accounting officer of County Government Responsible	<ul style="list-style-type: none"> • Chief Officer responsible for Housing 		
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none"> • Prepare Programme AWP&B based on the approved activities for submission to the National Project Coordination Team; • Ensure that prior to submission of the AWP&B, it is approved by the County Executive and captured accordingly in the county budget and approved by the County Assembly; • The County accounting officer, upon approval of the budget by respective county assembly shall submit on a quarterly basis, a disbursement request to the SDHUD through the county Treasury; and • Submit quarterly and annual financial and performance reports to the SDHUD • Ensure funds are spent for the purpose for which they were disbursed in a fair, efficient and economical manner. 		
Conditions	<ul style="list-style-type: none"> • Duly signed Participation Agreement between the Cabinet Secretary, Ministry of Lands, Public Works, Housing and Urban Development and Governors of each county on prudent management of the programme funds; • County must have opened a Special Purpose Agreement in a commercial bank; • County has formed and operationalized the Single Fiduciary Management Unit; • SDHUD will ensure that the funds disbursed by IDA are subsequently disbursed to the counties within 7 days after receipt of funds; • The county ensure that the funds disbursed from National Government are subsequently credited to the SPA within 7 days after receipt of funds; • Both levels will adhere to the requirements of Participation Agreement; • County Governments have carried out environmental and social safeguards and implemented relocation action plans if any; and • Submission of financial and non-financial reports with respect to prior funding is a prerequisite for the next period funding to all spending units. Accounting officer, State Department for Housing and Urban Development will additionally submit consolidated report for all the 24 spending units. 		
Allocation: 2025/2026	KSh. 1,000,000,000.00		
Purpose of the grant	To develop sustainable infrastructure in selected informal settlements in selected urban areas as part of slum upgrading		
Allocation criteria	Based on the county readiness criteria and the settlement eligibility criteria as detailed in Project Appraisal Document and Project Operation Manual.		
	COUNTY	Donor: AFD	Total Allocation
1	Nairobi	250,000,000	250,000,000
2	Nakuru	240,000,000	240,000,000
3	Uasin Gishu	140,000,000	140,000,000
4	Kilifi	100,000,000	100,000,000
4	Kwale	40,000,000	40,000,000
5	Taita Taveta	40,000,000	40,000,000

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6	Kajiado	40,000,000	40,000,000
7	Elgeyo Marakwet	150,000,000	150,000,000
	Total	1,000,000,000	1,000,000,000

**17. FRAMEWORK FOR MANAGEMENT KISIP II for the Management of IDA-World Bank – Kenya
Informal Settlement Improvement Project 2 (KISIP2)**

Allocation to Kenya Informal Settlement Improvement Project 2 (KISIP2) to improve access to basic services and land tenure security of residents in participating urban informal settlements and strengthen institutional capacity for slum upgrading in Kenya.

Ministry/State Department Responsible	Ministry of Lands, Public Works, Housing and Urban Development / State Department for Housing and Urban Development (vote:1094.....)
Accounting officer of National Government Responsible	Principal Secretary, State Department for Housing and Urban Development
Responsibilities of the National Government accounting officer	<ul style="list-style-type: none"> • Maintain a database of informal settlements for purposes of consideration for infrastructure improvement; subject the informal settlements to the agreed illegibility criteria for determination of interventions; • Ensure programme allocations as per Annual Work Plan & Budget (AWP&B) are included in the budget estimates of the Ministry for the FY 2025/2026 • Receive and review quarterly and annual financial and non-financial reports from the counties and consolidate • Receive exchequer requests from the counties and instruct the National Treasury to disburse the funds
	<ul style="list-style-type: none"> • Submit quarterly and annual financial and performance reports to the National Treasury • Monitor and evaluate performance of the allocation and report to the National Treasury
Accounting officer of County Government Responsible	<ul style="list-style-type: none"> • Chief Officer responsible for Housing
Responsibilities of the County Government accounting officer	<ul style="list-style-type: none"> • Prepare Programme AWP&B based on the approved activities for submission to the National Project Coordination Team; • Ensure that prior to submission of the AWP&B, it is approved by the County Executive and captured accordingly in the county budget and approved by the County Assembly • The County accounting officer, upon approval of the budget by respective county assembly shall submit on a quarterly basis, a disbursement request to the SDHUD through the county Treasury; and • Submit quarterly and annual financial and performance reports to the SDHUD • Ensure funds are spent for the purpose for which they were disbursed in a fair, efficient and economical manner.
Conditions	<ul style="list-style-type: none"> • Duly signed Participation Agreement between the Cabinet Secretary, Ministry of Lands, Public Works, Housing and Urban Development and Governors of each county on prudent management of the programme funds; • County must have opened a Special Purpose Agreement in a commercial bank • County has formed and operationalized the Single Fiduciary Management Unit • SDHUD will ensure that the funds disbursed by IDA are subsequently disbursed to the counties within 7 days after receipt of funds • The county ensure that the funds disbursed from National Government are

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	<p>subsequently credited to the SPA within 7 days after receipt of funds</p> <ul style="list-style-type: none">• Both levels will adhere to the requirements of Participation Agreement;• County Governments have carried out environmental and social safeguards and implemented relocation action plans if any; and• Submission of financial and non-financial reports with respect to prior funding is a prerequisite for the next period funding to all spending units. Accounting officer, State Department for Housing and Urban Development will additionally submit consolidated report for all the 24 spending units.		
Allocation: 2025/2026	KSh. 840,000,000.00		
Purpose of the grant	To develop sustainable infrastructure in selected informal settlements in selected urban areas as part of slum upgrading		
Allocation criteria	Based on the county readiness criteria and the settlement eligibility criteria as detailed in Project Appraisal Document and Project Operation Manual.		
		Donor-IDA	Total Allocation
1	Nairobi	50,000,000	50,000,000
2	Mombasa	200,000,000	200,000,000
3	Kilifi	150,000,000	150,000,000
4	Uasin Gishu	100,000,000	100,000,000
5	Trans-Nzoia	90,000,000	90,000,000
6	Homabay	110,000,000	110,000,000
7	Bungoma	25,000,000	25,000,000
8	Nyandarua	40,000,000	40,000,000
9	Nyamira	25,000,000	25,000,000
10	Elgeyo Marakwet	25,000,000	25,000,000
11	Nandi	25,000,000	25,000,000
	Total	840,000,000	840,000,000

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