


THE NATIONAL ASSEMBLY PAPERS LAID		
DATE: 06 APR 2022	DAY:	
TABLED BY:	L.O. Mawiti	
CLERK AT THE TABLE:	Susan Manton	

**REPUBLIC OF KENYA**

# **FINANCIAL STATEMENT**

**for the**

**Fiscal Year 2022/2023**

***(1st July – 30th June)***



# FINANCIAL STATEMENT FOR FINANCIAL YEAR 2022/2023

		Budget FY 2021/22 KSh.Mn	Supp I Budget FY 2021/22 KSh.Mn	Budget FY 2022/23 KSh.Mn
	Notes			
<b>1. Revenue</b>		<b>2,038,664</b>	<b>2,124,514</b>	<b>2,446,981</b>
Ordinary Revenue	Note 1	1,775,624	1,808,252	2,141,584
AIA Ministerial Recurrent	Note 2	176,775	229,129	220,209
AIA Ministerial Development	Note 3	86,265	87,133	85,188
<b>2. Grants</b>		<b>62,002</b>	<b>66,350</b>	<b>33,317</b>
Programme Grants/AMISOM Receipts		2,500	3,000	-
Project Grants (Revenue)		14,231	16,864	12,478
Project Grants (AIA)		26,022	26,136	20,839
Nairobi County Grants to NMS		19,250	20,350	-
<b>A. TOTAL REVENUE AND GRANTS</b>		<b>2,100,666</b>	<b>2,190,865</b>	<b>2,480,298</b>
1. Recurrent- Ministerial	Note 4 (a)	1,273,630	1,398,854	1,387,938
2. Recurrent -CFS	Note 4 (b)	718,317	763,458	869,343
3. Development Expenditure	Note 5	668,379	682,890	715,471
4. County Governments - Equitable Share	Note 6	370,000	370,000	370,000
<b>B. EXPENDITURE AND NET LENDING</b>		<b>3,030,326</b>	<b>3,215,082</b>	<b>3,342,752</b>
<b>C. DEFICIT INCL.GRANTS</b>		<b>(929,659)</b>	<b>(1,024,338)</b>	<b>(862,455)</b>
1. Net Foreign Financing	Note 7	271,182	359,976	280,730
2. Net Domestic Financing	Note 8	661,618	664,019	578,585
3. Other Domestic Financing	Note 9	(3,141)	343	3,140
<b>D. FINANCING</b>		<b>929,659</b>	<b>1,024,338</b>	<b>862,455</b>

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2022/2023

		Budget FY 2021/22 KSh.Mn	Supp I Budget FY 2021/22 KSh.Mn	Budget FY 2022/23
Note 1	<b>Ordinary Revenue</b>	<b>1,775,624</b>	<b>1,808,252</b>	<b>2,141,584</b>
	Import Duty	118,954	118,779	144,876
	Excise Duty	241,050	259,581	297,173
	Income tax	834,472	823,888	997,340
	VAT	472,907	477,051	584,666
	Investment Revenue	29,996	37,709	31,496
	Others	78,245	91,243	86,033
Note 2	<b>AIA Ministerial Recurrent</b>	<b>176,775</b>	<b>229,129</b>	<b>220,209</b>
	GoK Road Maintenance Levy 15% - Counties	9,700	9,700	10,088
	Ministerial Recurrent AIA	163,022	215,376	204,896
	African Union & Int'l Subscription Fund	4,053	4,053	5,225
Note 3	<b>AIA Ministerial Development</b>	<b>86,265</b>	<b>87,133</b>	<b>85,188</b>
	Railway Development Levy (RDL)	30,642	31,639	35,119
	Other Local Ministerial Dev AIA (including PDL)	55,623	55,494	50,068
Note 4	<b>Recurrent Expenditure</b>	<b>1,991,947</b>	<b>2,162,312</b>	<b>2,257,281</b>
	(a) <b>Recurrent Ministerial</b>	<b>1,273,630</b>	<b>1,398,854</b>	<b>1,387,938</b>
	(i) <b>GoK Contribution</b>	<b>1,106,555</b>	<b>1,179,425</b>	<b>1,177,817</b>
	National Government O/M Expenditure	1,106,555	1,179,425	1,177,817
	GoK level 5 Hospitals - Counties (See note 6b)	-	-	-
	GoK User Fees Foregone - Counties (See note 6b)	-	-	-
	(ii) <b>Appropriations-in-Aid (Local)</b>	<b>167,075</b>	<b>219,429</b>	<b>210,121</b>
	GoK RML 15% to Counties (See note 6c)	-	-	-
	Ministerial Recurrent AIA	167,075	219,429	210,121
	(b) <b>CFS - Recurrent</b>	<b>718,317</b>	<b>763,458</b>	<b>869,343</b>
	Domestic Debt Interest (See note 10)	421,897	479,223	553,407
	Foreign Debt Interest (See note 10)	138,365	126,059	137,241
	Pension, CFS Salaries, Subs and Misl Exp (See note 10)	158,055	158,176	176,430
	Net Lending	-	-	2,265
Note 5	<b>Development Expenditure</b>	<b>668,379</b>	<b>682,890</b>	<b>715,471</b>
	(a) <b>Cash Payments</b>	<b>389,229</b>	<b>420,878</b>	<b>424,509</b>
	Project Grants (Revenue) Expenditure	14,231	16,864	12,478
	Project Loans (Revenue) Expenditure	103,184	85,454	101,597
	GoK contribution to development	252,452	296,122	287,487
	Counties Conditional Grants (See note 6c)	7,537	7,537	5,654
	Equalization Fund	6,825	6,825	7,068
	Contingency Fund	5,000	-	4,000
	Support for COVID-19 Vaccine Purchase	-	8,075	6,224
	(b) <b>Financed by Foreign and Local AIA</b>	<b>279,149</b>	<b>262,013</b>	<b>290,963</b>
	Project Grants AIA	26,022	26,136	20,839
	Project Loans - Counties Conditional Grants (See note 6d)	32,344	32,344	31,382
	Project Loans AIA - National Government	138,003	116,399	153,554
	Railway Development Levy (RDL)	30,642	31,639	35,119
	Project Loans SGR (Phase 2A) AIA	-	-	-
	Other Local AIA (including PDL)	52,139	55,494	50,068

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2022/2023

		Budget FY 2021/22 KSh.Mn	Supp I Budget FY 2021/22 KSh.Mn	Budget FY 2022/23
<b>NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2022/2023- CONT'D</b>				
<b>Note 6</b>	<b>Total County Allocation Per CARA:</b>	409,881	409,881	407,036
	(a) <b>Equitable Share</b>	370,000	370,000	370,000
	Equitable Share	370,000	370,000	370,000
	<b>Conditional Allocation to Counties</b>	39,881	39,881	37,036
	(b) <b>Recurrent</b>	-	-	-
	GoK level 5 Hospitals	-	-	-
	User Fee Foregone	-	-	-
	(c) <b>Development - GoK</b>	7,537	7,537	5,654
	Leasing of Medical Equipment	7,205	7,205	-
	Youth Polytechnics	-	-	-
	County Headquarters	332	332	5,654
	(d) <b>Development - External</b>	32,344	32,344	31,382
	World Bank (THSUCP)	2,235	2,235	-
	Worldbank NARIGP	6,395	6,395	-
	DANIDA (Universal Health DSP)	701	701	-
	Worldbank KDSP 1	-	-	-
	Worldbank KDSP 2	4,600	4,600	-
	EU Devolution Advice	231	231	-
	Worldbank KHSSP	-	-	-
	Other Loans and Grants	-	-	-
	Sweden-Agricultural Sector	1,300	1,300	-
	EU (WaTER)	-	-	-
	Worldbank WSDP	5,000	5,000	-
	Worldbank KCSAP	7,838	7,838	-
	Worldbank KUSP	-	-	-
	Worldbank KUSP Urban Institutional Grants	-	-	-
	UNFPA	74	74	-
	WB-Kenya informal settlement(KISIP II)	2,800	2,800	-
	WB-Emergency LocustResponse Project	800	800	-
	German Development Bank - DRPNK	370	370	-
	(e) <b>Other County Allocations</b>	-	-	-
	Road Maintenance Levy	-	-	-
<b>Note 7</b>	<b>Net Foreign Financing</b>	271,182	359,976	280,730
	(a) <b>Disbursements</b>	533,275	562,042	521,790
	Programme Loans	3,500	3,500	3,500
	Rapid Credit Facility from IMF	57,632	57,450	63,222
	Loans AIA Development	170,347	148,743	184,936
	Project Loans AIA Revenue	103,184	85,454	101,597
	Project Loans AIA - SGR Phase 1 & 2A	-	-	-
	Export Credit- Commercial Financing	-	-	-
	Semi concessional Loans	-	-	-
	Sovereign Bond	124,318	124,318	105,600
	External Debt Operations - Refinancing	-	-	-
	Development Policy Operations - WB	74,293	82,500	44,000
	Development Policy Operations - ADB	-	11,671	12,710
	Support for COVID-19 Vaccine Purchase	-	8,075	6,224
	Use of IMF SDR Allocation	-	40,330	-
	(b) <b>Debt repayment - Principal</b>	(262,093)	(202,066)	(241,060)
<b>Note 8</b>	<b>Net Domestic Financing</b>	658,477	664,363	581,725
	Government Securities	661,618	664,019	578,585
<b>Note 9</b>	<b>Other Domestic Financing</b>	(3,141)	343	3,140
	Domestic Redemptions (Receipts)	1,453	1,453	4,250
	Government Deposits	(3,484)	129,390	-
	Domestic Loan Repayments CBK	(1,110)	(1,110)	(1,110)
	Increase in Other Accounts Payable	-	(129,389)	-

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2022/2023

		<b>Supp I</b>	
	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>
	<b>FY 2021/22</b>	<b>FY 2021/22</b>	<b>FY 2022/23</b>
	<b>KSh.Mn</b>	<b>KSh.Mn</b>	

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2022/2023- CONT'D

<b>Note 10</b>	<b>Consolidated Fund Services</b>	<b>1,327,220</b>	<b>1,309,468</b>	<b>1,571,811</b>
	(a) <b>Public Debt</b>	<b>1,169,165</b>	<b>1,151,292</b>	<b>1,393,116</b>
	Domestic Debt Interest	421,897	479,223	553,407
	Foreign Debt Interest	138,365	126,059	137,241
	Foreign Debt Principal Repayment	262,093	202,066	241,060
	Internal Redemptions ( Rollovers)	346,810	343,944	461,408
	 (b) <b>Pension, CFS Salaries, Subscriptions and Misl Exp</b>	<b>158,055</b>	<b>158,176</b>	<b>178,695</b>
	Pensions and Gratuities	153,640	153,640	171,828
	<b>CFS Salaries, Subscriptions and Misl Exp</b>	<b>4,415</b>	<b>4,536</b>	<b>6,866</b>
	Salaries and Allowances	4,399	4,536	6,850
	Miscellaneous Services	15.50	-	15.50
	Subscriptions to International Organizations	0.50	0.50	0.50
	Guaranteed Debt			