



REPUBLIC OF KENYA

FINANCIAL STATEMENT

for the

Fiscal Year 2025/2026

(1st July – 30th June)

THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2025/2026

		Original Estimates	Supp I Estimates	Supp II Estimates	BPS Approved	Budget Final
		FY 2024/25 KSh.Mn	FY 2024/25 KSh.Mn	FY 2024/25 KSh.Mn	FY 2025/26 KSh.Mn	FY 2025/26 KSh.Mn
1. Revenue	Note 1	3,343,174	3,059,970	3,067,722	3,383,862	3,316,890
Ordinary Revenue	Note 2	2,917,198	2,631,418	2,580,927	2,835,041	2,756,979
AIA Ministerial Recurrent	Note 3	283,647	283,647	317,791	322,014	329,906
AIA Ministerial Development		142,329	144,904	169,004	226,807	230,005
2. Grants		51,834	52,284	52,638	46,249	46,942
Programme Grants/AMISOM Receipts				2,161	-	-
Project Grants (Revenue)		20,536	21,156	29,966	15,926	28,434
Project Grants (AIA)		31,299	31,129	20,510	30,323	18,508
A. TOTAL REVENUE AND GRANTS		3,395,008	3,112,254	3,120,360	3,430,111	3,363,832
1. Recurrent- Expenditure	Note 4(a)	1,632,097	1,591,590	1,730,462	1,783,054	1,789,785
2. Recurrent -CFS	Note 4(b)	1,213,453	1,237,234	1,242,735	1,368,995	1,337,325
3. Development Expenditure	Note 5	746,336	641,166	616,092	740,420	707,762
4. County Governments - Equitable Share	Note 6	400,117	410,834	418,259	405,069	405,069
B. EXPENDITURE AND NET LENDING		3,992,003	3,880,824	4,007,548	4,297,538	4,239,941
C. DEFICIT INCL.GRANTS		(596,994)	(768,570)	(887,188)	(867,427)	(876,110)
1.Net Foreign Financing	Note 7	333,816	355,477	281,515	146,820	284,196
2.Net Domestic Financing	Note 8	258,491	408,406	597,151	711,801	581,118
3.Other Domestic Financing	Note 9	4,687	4,687	8,522	8,807	10,795
Accounts Payables (Domestic Arrears)		-	-	-	-	(149,000)
Privatization Proceeds		-	-	-	-	149,000
D. FINANCING		596,994	768,570	887,188	867,427	876,110

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2025/2026

		Original Estimates FY 2024/25 KSh.Mn	Supp I Estimates FY 2024/25 KSh.Mn	Supp II Estimates FY 2024/25 KSh.Mn	BPS APPROVED FY 2025/26 KSh.Mn	Budget Final FY 2025/26 KSh.Mn
Note 1	Ordinary Revenue	2,917,198	2,631,418	2,580,927	2,835,041	2,756,979
	Import Duty	187,407	160,038	152,497	162,985	162,851
	Excise Duty	429,561	324,762	314,986	332,713	335,531
	Income tax	1,230,196	1,180,303	1,165,181	1,324,327	1,284,772
	VAT	812,230	723,783	694,332	775,010	771,704
	Investment Revenue	65,040	72,340	96,804	69,639	69,639
	Others	192,764	170,192	157,127	170,368	132,481
Note 2	AIA Ministerial Recurrent	283,647	283,647	317,791	322,014	329,906
	Ministerial Recurrent AIA	179,973	179,973	212,790	216,411	227,558
	African Union & Int'l Subscription Fund	8,338	8,338	9,657	6,631	6,631
	PDL - Recurrent	27,000	27,000	27,008	28,755	25,500
	Road Maintenance Levy	68,336	68,336	68,336	70,216	70,216
Note 3	AIA Ministerial Development	142,329	144,904	169,004	226,807	230,005
	Railway Development Levy (RDL)	30,989	30,989	37,245	62,787	40,694
	Other Local Ministerial Dev AIA (including PDL)	34,033	35,608	36,984	77,712	47,929
	Housing Development Levy	63,220	64,220	64,689	71,926	95,000
	Road Maintenance Levy	-	-	16,000	-	32,000
	Road Maintenance Annuity Fund	14,087	14,087	14,087	14,382	14,382
Note 4	Recurrent Expenditure	2,845,550	2,828,824	2,973,198	3,152,049	3,127,109
	(a) Recurrent Ministerial	1,632,097	1,591,590	1,730,462	1,783,054	1,789,785
	(i) GoK Contribution	1,348,449	1,307,943	1,412,671	1,461,040	1,459,878
	National Government O/M Expenditure	1,344,840	1,305,359	1,407,571	1,453,099	1,451,937
	Recurrent Transfers - Counties (See note 6b)	3,609	2,584	5,100	7,941	7,941
	(ii) Appropriations-in-Aid (Local)	283,647	283,647	317,791	322,014	329,906
	Ministerial Recurrent AIA	283,647	283,647	317,791	322,014	329,906
	(b) CFS - Recurrent	1,213,453	1,237,234	1,242,735	1,368,995	1,337,325
	Domestic Debt Interest	749,970	749,970	767,244	851,421	851,421
	Foreign Debt Interest (See note 10)	259,907	259,907	228,523	277,951	246,268
	Pension, CFS Salaries, Subs and Misl Exp (See note 10)	203,576	227,356	227,284	239,623	239,635
	Guaranteed Debt	-	-	19,685	-	-
Note 5	Development Expenditure	746,336	641,166	616,092	740,420	707,762

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2025/2026

	Original Estimates FY 2024/25 KSh.Mn	Supp I Estimates FY 2024/25 KSh.Mn	Supp II Estimates FY 2024/25 KSh.Mn	BPS APPROVED FY 2025/26 KSh.Mn	Budget Final FY 2025/26 KSh.Mn
(a) Cash Payments					
Project Grants (Revenue)	458,868	351,292	354,934	375,373	372,706
Expenditure	20,536	21,156	29,966	15,926	28,434
Project Loans (Revenue) Expenditure	112,149	111,200	79,908	102,971	124,865
GoK contribution to development	309,029	204,937	236,860	235,922	201,863
Counties Conditional Grants (See note 6c)	5,154	2,000	2,000	4,954	4,954
Equalization Fund	8,000	8,000	6,200	10,600	10,590
Contingency Fund	4,000	4,000	-	5,000	2,000
Financed by Foreign and Local AIA					
Project Grants AIA	287,468	289,874	261,158	365,047	335,057
Project Loans - Counties Conditional Grants (See note 6d)	31,299	31,129	20,510	30,323	18,508
Project Loans AIA - National Government	35,659	35,659	20,271	56,908	56,908
Railway Development Levy (RDL)	78,182	78,182	51,372	51,009	29,636
Other Local AIA (including PDL)	30,989	30,989	37,245	62,787	40,694
Programme Grants/AMISOM Receipts	111,340	113,915	131,759	164,020	189,311
Note 6 Total County Allocation Per CARA:	-	-	2,161	-	-
	440,930	448,493	440,530	466,931	466,931
(a) Equitable Share					
Equitable Share	400,117	410,834	418,259	405,069	405,069
Conditional Allocation to Counties					
	400,117	410,834	418,259	405,069	405,069
	40,813	37,659	22,271	61,862	61,862
(b) Recurrent					
Recurrent Transfers	3,609	2,584	5,100	7,941	7,941
(c) Development - GoK					
County Headquarters	5,154	2,000	2,000	4,954	4,954
	5,154	2,000	2,000	4,954	4,954
(d) Development - External					
	35,659	35,659	20,271	56,908	56,908
Note 7 Net Foreign Financing					
	333,816	355,477	281,515	146,820	284,196
(a) Disbursements					
Programme Loans P for R	664,527	686,188	757,917	623,866	624,386
Rapid Credit Facility from IMF	3,500	3,500	9,454	-	-
Project Loans AIA Development	138,300	138,300	50,236	-	-
Project Loans Revenue	113,841	113,841	71,643	107,917	86,544
	112,149	111,200	79,908	102,971	124,865

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Accounts Payables (Domestic Arrears)	-	-	-	-	(149,000)
Privatization Proceeds	-	-	-	-	149,000
Commercial Loans	168,750	168,750	194,250	221,178	221,178
External Debt Operations - Refinancing	-	-	188,350	-	-
Development Policy Operations - WB	101,250	123,860	129,759	170,480	170,480
Development Policy Operations - ADB	26,737	26,737	25,900	21,320	21,320
OPEC Funds	-	-	8,418	-	-
(b) Debt repayment - Principal	(330,711)	(330,711)	(476,402)	(477,047)	(340,190)
Note 8 Net Domestic Financing	263,178	413,093	605,673	720,608	591,913
Government Securities	258,491	408,406	597,151	711,801	581,118
Note 9 Other Domestic Financing	4,687	4,687	8,522	8,807	10,795
Domestic Redemptions (Receipts)	5,797	5,797	9,632	9,917	11,905
Domestic Loan Repayments CBK	(1,110)	(1,110)	(1,110)	(1,110)	(1,110)