THE NATIONAL TREASURY AND PLANNING

BUDGET PROCESS FOR THE FY 2022/23 AND THE MEDIUM TERM

By:
Director of Budget/National Treasury

Presentation During the Launch of the FY 2022/23 and The Medium Term Budget Process
PRESENTATION OUTLINE

1. Introduction
2. The Budget Calendar
3. Composition of the Sector Working Groups
4. Way Forward
1.0 Introduction

- Budget anchored on the Constitution of Kenya, 2010 and The Public Finance Management Act, 2010;

- Sector Working Groups (SWGs) are therefore required to adhere to the Provisions of CoK, 2010, and PFMA, 2012;

- In addition SWGs must Observe Government directives and Ministry of Health protocols on Covid-19. Holding of virtual meetings is therefore encouraged;

- SWGs will be required to document stakeholder engagements and attach evidence of these engagements as an annexure to the Sector Reports to comply with public participation requirements; and

- Timely submission of Budget Documents in line with the condensed Budget Calendar.
2.0 The Budget Calendar

- The Government is required to prepare key documents for approval by Cabinet and Parliament within stipulated timelines provided for in the Constitution and the PFM Act, 2012.

- In view of the 2022 General Elections, the Budget Calendar for the FY 2022/23 and the Medium Term Budget has been condensed to ensure submission of the Budget by 31st January 2022. This is to ensure approval of the Budget before Parliament goes on recess for the General Elections.

- To ensure that these timelines are adhered to, the following Calendar will be applicable in the budget preparation process:
The key activities and timelines as indicated in the Budget Calendar Annex 1 are as follows:

- Review and update Strategic Plans of MDAs – 12th Aug. 2021
- Programmes Performance Review – 12th Aug. 2021
- Preparation of MTEF Sector Budget Proposals – 5th to 25th Sept. 2021
- Validation of Budget Proposals -Public Hearing – 6th to 8th Oct. 2021
Submission of Budget Policy Statement to Parliament – 30th Nov. 2021

Approval of BPS – 15th December 2021


Consolidation of draft Budget Estimates – 26th Jan. 2022

Submission of draft Budget Estimates – by 31st Jan. 2022

Budget Statement – 10th March 2022

Approval of Appropriation bill by – 31st March 2022
3.0 Sector Working Groups

- Sector Working Groups (SWGs) are responsible for formulation and prioritization of sector budget proposals.

- SWGs are the only recognized avenue for bidding for resources.

- MDAs are therefore required to fully participate in the relevant Sector and bid for resources within the available ceilings.

- No spending proposal will be factored in the budget unless approved and considered within the SWGs.
The Composition and mapping of the Sectors (Annex 2). The Convenors/Co-Convenors is as indicated below:

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<tr>
<th>S/NO</th>
<th>SECTOR</th>
<th>CONVENER</th>
<th>CO-CONVENER</th>
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<tbody>
<tr>
<td>1</td>
<td>Agriculture, Rural and Urban Development</td>
<td>Mr. Samuel Macharia</td>
<td>Ms. Lucy Gaithi</td>
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<td>2</td>
<td>Energy, Infrastructure and ICT</td>
<td>Mr. Micah Origa</td>
<td>Mr. Isaiah Byegon</td>
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<td>3</td>
<td>General Economic and Commercial Affairs</td>
<td>Mr. Kasembeli Nasiuma</td>
<td>Mr. James Maina</td>
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<td>4</td>
<td>Health</td>
<td>Mr. Richard Gakunya</td>
<td>Mr. William Komu</td>
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<td>5</td>
<td>Education</td>
<td>Mr. John Mose</td>
<td>Ms. Sarah Muui</td>
</tr>
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<td>6</td>
<td>Governance, Justice, Law &amp; Order (GJLO)</td>
<td>Mr. Felix Oulo</td>
<td>Ms. Ann Mwangi</td>
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<td>7</td>
<td>Public Administration &amp; International Relations (PAIR)</td>
<td>Mr. Silas Muyela</td>
<td>Mr. Waweru Kamau</td>
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<td>8</td>
<td>National Security</td>
<td>Mr. Kimemia Kariuki</td>
<td>Ms. Justine Nelima</td>
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<td>9</td>
<td>Social Protection, Culture and Recreation (SPCR)</td>
<td>Ms. Eunice Kigen</td>
<td>Mr. Aloyce Ratemo</td>
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<tr>
<td>10</td>
<td>Environmental Protection, Water and Natural Resources</td>
<td>Mr. Isaiah Ochelle</td>
<td>Ms. Eliana Shiroko</td>
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SWGs shall comprise the following:

i. **Chairperson** – One Principal Secretary/Accounting Officer chosen by consensus by other Principal Secretaries/Accounting Officers during the launch of SWGs

ii. **Sector Convenor** – Already appointed by the National Treasury

iii. **Sector Co-Convenor** – Already appointed by the State Department for Planning

iv. **Technical Working Group** – To be appointed by individual MDAs;

v. **A SWG Secretariat** – To be appointed by the individual Principal Secretaries/Accounting Officers to assist the Chairperson in coordinating the activities of the SWG;

vi. **Representatives from Development Partners** – to be coopted

vii. **Civil Society and Community Based Organizations to represent the public** in line with article 201 of the constitution – to be coopted

viii. **Representatives from the Private Sector** – to be coopted
4.0 WAY FORWARD
Due to strict timelines the, the following are the next steps in the preparation of FY 2022/23 Budget:

- MDAs to immediately nominate the Technical Working Group for the Sector process;

- Elect Sector Chairpersons and forward the same to the National Treasury by **Friday, 13th August, 2021**;

- The MDA currently convening the respective are required to convene the 1st Meeting;

- Finalize the preparation of Programme Performance Review Reports and submit by **12th August, 2021**;
Macro-Working Group to finalize the preparation of the Budget Review and Outlook Paper by **31st August, 2021**;

- Finalize the preparation and submit the draft Sector Budget Proposals to the National Treasury by **1st October 2021**;

- Hold Public Sector Hearings from **6th to 8th October, 2021**; and

- Finalize the preparation and submit the final Sector Budget Proposals to the National Treasury by **15th October 2021**.
Thank you for your attention.
GOD BLESS YOU