



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 II Estimates	BUDGET Final
		FY 2024/25 KSh.Mn	FY 2024/25 KSh.Mn	FY 2025/26 KSh.Mn
	Notes			
1. Revenue		3,343,174	3,067,722	3,321,758
Ordinary Revenue	Note 1	2,917,198	2,580,927	2,754,709
AIA Ministerial Recurrent	Note 2	283,647	317,791	334,293
AIA Ministerial Development	Note 3	142,329	169,004	232,756
2. Grants		51,834	52,638	46,942
Programme Grants		-	2,161	-
Project Grants (Revenue)		20,536	29,966	28,434
Project Grants (AIA)		31,299	20,510	18,508
A. TOTAL REVENUE AND GRANTS		3,395,008	3,120,360	3,368,700
1. Recurrent- Ministerial	Note 4 (a)	1,632,097	1,730,462	1,805,024
2. Recurrent -CFS	Note 4 (b)	1,213,453	1,242,735	1,337,325
3. Development Expenditure	Note 5	746,336	616,092	744,520
4. County Governments - Equitable Share	Note 6	400,117	418,259	405,069
B. EXPENDITURE AND NET LENDING		3,992,003	4,007,548	4,291,938
C. DEFICIT INCL.GRANTS		(596,994)	(887,188)	(923,239)
1. Net Foreign Financing	Note 7	333,816	281,515	287,696
2. Net Domestic Financing	Note 8	258,491	597,151	624,747
3.Other Domestic Financing	Note 9	4,687	8,522	10,795
D. FINANCING		596,994	887,188	923,239

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2025/2026

		Original Estimates FY 2024/25 KSh.Mn	Supp II Estimates FY 2024/25 KSh.Mn	BUDGET FINAL FY 2025/26 KSh.Mn
Note 1	Ordinary Revenue	2,917,198	2,580,927	2,754,709
	Import Duty	187,407	152,497	162,851
	Excise Duty	429,561	314,986	335,531
	Income tax	1,230,196	1,165,181	1,284,772
	VAT	812,230	694,332	771,704
	Investment Revenue	65,040	96,804	69,639
	Other revenue	192,764	157,127	130,211
Note 2	AIA Ministerial Recurrent	283,647	317,791	334,293
	Other Ministerial Recurrent AIA	177,762	210,579	231,946
	African Union & Int't Subscription Fund	8,338	9,657	6,631
	Fuel Stabilization (PDL)	27,000	27,008	25,500
	Road Maintenance Levy - Normal	70,547	70,547	70,216
Note 3	AIA Ministerial Development	142,329	169,004	232,756
	Railway Development Levy (RDL)	30,989	37,245	40,694
	Housing Development Levy	63,220	64,689	95,000
	Road Maintenance Annuity Fund	14,087	14,087	14,382
	Other Local Ministerial Dev AIA (including PDL)	34,033	52,984	82,680
Note 4	Recurrent Expenditure	2,845,550	2,973,198	3,142,349
	(a) Recurrent Ministerial	1,632,097	1,730,462	1,805,024
	(i) GoK Contribution	1,348,449	1,412,671	1,470,731
	National Government Expenditure	1,344,840	1,407,571	1,462,790
	Recurrent Transfers - Counties (See note 6b)	3,609	5,100	7,941
	(ii) Appropriations-in-Aid (Local)	283,647	317,791	334,293
	Ministerial Recurrent AIA	283,647	317,791	334,293
	(b) CFS - Recurrent	1,213,453	1,242,735	1,337,325
	Domestic Interest (See note 10)	749,970	767,244	851,421
	Foreign Interest (See note 10)	259,907	228,523	246,268
	Pensions and Other CFS (See note 10)	203,576	227,284	239,635
	Guaranteed Debt	-	19,685	-
Note 5	Development Expenditure	746,336	616,092	744,520
	(a) Cash Payments	458,868	354,934	406,712
	Project Grants (Revenue) Expenditure	20,536	29,966	28,434
	Project Loans (Revenue) Expenditure	112,149	79,908	124,865
	GoK contribution to development	309,029	236,860	235,870
	Counties Conditional Grants (See note 6c)	5,154	2,000	4,954
	Equalization Fund	8,000	6,200	10,590
	Contingency Fund	4,000	-	2,000
	(b) Financed by Foreign and Local AIA	287,468	261,158	337,808
	Project Grants AIA	31,299	20,510	18,508
	Project Loans - Counties Conditional Grants (See note 6d)	35,659	20,271	56,908
	Project Loans AIA - National Government	78,182	51,372	29,636
	Railway Development Levy (RDL)	30,989	37,245	40,694
	Other Local AIA (including PDL)	111,340	131,759	192,062
	Program Grants	-	2,161	-
Note 6	Total County Allocation:	440,930	440,530	466,931
	(a) Equitable Share	400,117	418,259	405,069
	Equitable Share	400,117	418,259	405,069
	Conditional Allocation to Counties	40,813	22,271	61,862
	(b) Recurrent			
	Recurrent Transfers	3,609	5,100	7,941
	(c) Development - GoK	5,154	2,000	4,954
	County Headquarters	5,154	2,000	4,954
	(d) Development - External	35,659	20,271	56,908

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2025/2026

		Original Estimates FY 2024/25 KSh.Mn	Supp II Estimates FY 2024/25 KSh.Mn	BUDGET FINAL FY 2025/26 KSh.Mn
Note 7	Net Foreign Financing	333,816	281,515	287,696
	(a) Disbursements	664,527	757,917	627,886
	Programme Loans	3,500	9,454	3,500
	IMF-EFF/ECF	138,300	50,236	-
	Project Loans AIA	113,841	71,643	86,544
	Project Loans Revenue	112,149	79,908	124,865
	Commercial Loans	168,750	382,600	221,178
	Development Policy Operations - WB	101,250	129,759	170,480
	Development Policy Operations - ADB	26,737	25,900	21,320
	OPEC Funds	-	8,418	-
	(b) Debt repayment - Principal	(330,711)	(476,402)	(340,190)
Note 8	Net Domestic Financing	263,178	605,673	635,542
	Government Securities	258,491	597,151	624,747
Note 9	Other Domestic Financing	4,687	8,522	10,795
	Domestic Redemptions (Receipts)	5,797	9,632	11,905
	Domestic Loan Repayments CBK	(1,110)	(1,110)	(1,110)
	Accounts Payables	-	-	(149,000)
	Privatization Proceeds	-	-	149,000
Note 10	Consolidated Fund Services	2,114,057	2,289,031	2,141,000
	(a) Public Debt	1,910,481	2,042,062	1,901,365
	Domestic Debt Interest	749,970	767,244	851,421
	Foreign Debt Interest	259,907	228,523	246,268
	Foreign Debt Principal Repayment	330,711	476,402	340,165
	Internal Redemptions (Rollovers)	569,893	569,893	463,510
	(b) Pension, CFS Salaries, Subscriptions and Misl Exp	203,576	246,969	239,635
	Pensions and Gratuities	199,366	223,147	234,898
	CFS Salaries, Subscriptions and Misl Exp	4,209.67	23,822.20	4,736.71
	Salaries and Allowances	4,157	4,081	4,666
	Miscellaneous Services	53	56	71
	Guaranteed Debt	-	19,685	-