



REPUBLIC OF KENYA

FINANCIAL STATEMENT

for the

Fiscal Year 2026/2027

(1st July – 30th June)

THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2026/2027

	Notes	BUDGET		SUPP I		BUDGET	
		FY	2025/26	FY	2025/26	FY	2026/27
		KSh.Mn		KSh.Mn		KSh.Mn	
1. Revenue		3,321,651	3,399,057	3,630,548			
Ordinary Revenue	Note 1	2,754,709	2,784,415	2,985,743			
AIA Ministerial Recurrent	Note 2	334,256	357,962	364,692			
AIA Ministerial Development	Note 3	232,686	256,680	280,113			
2. Grants		47,231	39,924	43,604			
Programme Grants/AMISOM Receipts		-	5,081	-			
Project Grants (Revenue)		28,723	20,676	27,531			
Project Grants (AIA)		18,508	14,168	16,072			
A. TOTAL REVENUE AND GRANTS		3,368,882	3,438,981	3,674,151			
1. Recurrent- Ministerial	Note 4 (a)	1,804,706	2,034,531	2,081,071			
2. Recurrent -CFS	Note 4 (b)	1,337,325	1,366,598	1,501,327			
3. Development Expenditure	Note 5	712,838	822,298	809,968			
4. County Governments - Equitable Share	Note 6	415,000	415,000	428,000			
B. EXPENDITURE AND NET LENDING		4,269,869	4,638,428	4,820,366			
C. DEFICIT INCL.GRANTS		(900,987)	(1,199,446)	(1,146,215)			
Financed by:							
1. Net Foreign Financing	Note 7	287,440	225,829	116,165			
2. Government Securities	Note 8	634,751	961,665	1,119,446			
3.Other Domestic Financing	Note 9	10,795	10,795	11,271			
4.Accounts Payables		(181,000)	(32,000)	(100,668)			
5.Government Deposits		149,000	33,157	-			
D. FINANCING		900,987	1,199,446	1,146,215			

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2026/2027

		BUDGET	SUPP 1	BUDGET
		FY 2025/26	FY 2025/26	FY 2026/27
		KSh.Mn	KSh.Mn	KSh.Mn
Note 1	Ordinary Revenue	2,754,709	2,784,415	2,985,743
	Import Duty	162,851	166,950	186,180
	Excise Duty	335,531	323,139	382,231
	Income tax	1,284,772	1,266,772	1,383,615
	VAT	771,704	771,704	829,215
	Investment Revenue	69,639	115,639	52,266
	Others	130,211	140,211	152,236
Note 2	AIA Ministerial Recurrent	334,256	357,962	364,692
	Other Ministerial Recurrent AIA	231,909	255,615	270,177
	African Union & Int'l Subscription Fund	6,631	6,631	9,700
	PDL - Stabilization	25,500	25,500	22,000
	Road Maintenance Levy	70,216	70,216	62,814
Note 3	AIA Ministerial Development	232,686	256,680	280,113
	Railway Development Levy	40,694	47,125	48,493
	Other Local Ministerial Dev AIA (including PDL)	50,610	68,174	81,925
	Housing Development Levy	95,000	95,000	110,027
	Road Maintenance Levy - Ksh.7	32,000	32,000	32,668
	Road Maintenance - Annuity Fund	14,382	14,382	7,001
Note 4	Recurrent Expenditure	3,142,031	3,401,130	3,582,399
(a)	Recurrent Ministerial	1,804,706	2,034,531	2,081,071
(i)	Net Government Ministerial Expenditure	1,470,450	1,676,569	1,716,380
	National Government Ministerial Expenditure	1,462,509	1,668,628	1,702,374
	Recurrent Conditional Transfers - Counties (See note 6b)	7,941	7,941	14,006
(ii)	Appropriations-in-Aid (Local)	334,256	357,962	364,692
	Ministerial Recurrent AIA	334,256	357,962	364,692
(b)	Consolidated Fund Services	1,337,325	1,366,598	1,501,327
	Domestic Debt Interest (See note 10)	851,421	883,760	986,726
	Foreign Debt Interest (See note 10)	246,268	242,771	267,512
	Pension, CFS Salaries, Subs and Misc Exp (See note 10)	239,635	240,066	247,090
	Guaranteed Debt	-	-	-
Note 5	Development Expenditure	712,838	822,298	809,968
(a)	Cash Payments	407,100	482,989	471,153
	Project Grants (Revenue) Expenditure	28,723	20,676	27,531
	Project Loans (Revenue) Expenditure	124,609	124,158	116,310
	GoK contribution to development	236,225	323,599	313,511
	Counties Conditional Grants (See note 6c)	4,954	4,954	2,550
	Equalization Fund	10,590	7,602	10,251
	Contingency Fund	2,000	2,000	1,000
	Programme Grants/AMISOM Receipts	-	-	-
(b)	Financed by Foreign and Local AIA	305,738	339,309	338,815
	Project Grants (See note 6d)	18,508	14,168	16,072
	Project Loans AIA - National Government	86,544	100,461	75,297
	Railway Development Levy (RDL)	40,694	47,125	48,493
	Other Local AIA (including PDL)	159,992	177,556	198,953
(c)	Guaranteed debt	-	-	-

NOTES TO THE FINANCIAL STATEMENT FOR FINANCIAL YEAR 2026/2027

		BUDGET	SUPP 1	BUDGET
		FY 2025/26	FY 2025/26	FY 2026/27
		KSh.Mn	KSh.Mn	KSh.Mn
Note 6	Total County Allocation Per CARA:	484,803	484,803	501,956
(a)	Equitable Share	415,000	415,000	428,000
	Equitable Share	415,000	415,000	428,000
(b)	Conditional Allocation to Counties Recurrent	69,803	69,803	73,956
	Recurrent Transfers	7,941	7,941	14,006
(c)	Development - GoK	4,954	4,954	2,550
	CAIPS	4,954	4,954	2,550
(d)	Development - External	56,908	56,908	57,400
Note 7	Net Foreign Financing	287,440	225,829	116,165
(a)	Disbursements	627,630	899,590	529,035
	Programme Loans	3,500	3,500	-
	Project Loans AIA	86,544	100,461	75,297
	Project Loans Revenue	124,609	124,158	116,310
	Commercial Loans	221,178	331,433	145,628
	External Debt Operations - Refinancing	-	143,638	-
	Development Policy Operations - WB	170,480	101,400	170,480
	Development Policy Operations - ADB	21,320	26,000	21,320
	OPEC Funds	-	4,000	-
	Other Commercial	-	65,000	-
(b)	Debt repayment - Principal	(340,190)	(673,761)	(412,870)
Note 8	Net Domestic Financing	613,547	973,618	1,030,050
	Government Securities	634,751	961,665	1,119,446
Note 9	Other Domestic Financing	(21,205)	11,953	(89,396)
	Domestic Redemptions (Receipts)	11,905	11,905	12,381
	Government Deposits	-	33,157	-
	Domestic Loan Repayments	(1,110)	(1,110)	(1,110)
	Accounts Payable	(181,000)	(32,000)	(100,668)
	Privatization Proceeds	149,000	-	-
Note 10	Consolidated Fund Services	2,141,025	2,584,617	2,562,974
(a)	Public Debt	1,901,390	2,344,550	2,315,884
	Domestic Debt Interest	851,421	883,760	986,726
	Foreign Debt Interest	246,268	242,771	267,512
	Foreign Debt Principal Repayment	340,190	673,761	412,870
	Internal Redemptions (Rollovers)	463,510	544,257	648,777
(b)	Pension, CFS Salaries, Subscriptions and Misc Exp	239,635	240,066	247,090
	Pensions and Gratuities	234,898	234,898	241,938
	CFS Salaries, Subscriptions and Misc Exp	4,737	5,168	5,152
	Salaries and Allowances	4,666	5,097	5,079
	Miscellaneous Services	71	71	72
	Subscriptions to International Organizations	-	-	-
	Guaranteed Debt	-	-	-