



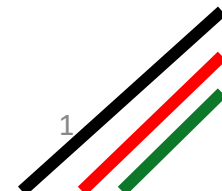
AGRICULTURE, RURAL AND URBAN DEVELOPMENT (ARUD) SECTOR Medium-Term Expenditure Framework for 2025/26-2027/28

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November, 2024





Presentation Outline

1. Introduction;
2. Sector Performance Review for the period 2021/22 - 2023/24;
3. Medium-Term Priorities and Financial Plan for the MTEF Period 2025/26 - 2027/28;
4. Emerging Issues, Challenges; and
5. Conclusion and Recommendations.



INTRODUCTION

Sector Composition:

The Agriculture Rural and Urban Development (ARUD) Sector comprises five (5) sub-sectors as follows:

1. State Department for Lands and Physical Planning (SDLPP);
2. State Department for Livestock Development (SDLD);
3. State Department for the Blue Economy and Fisheries (SDBEF);
4. State Department for Agriculture (SDA); and
5. National Land Commission (NLC).



Sector Composition ...Cont'd

The Sector has:

- 1. Eight (8) Autonomous Government Agencies;**
- 2. Twenty eight (28) Semi-Autonomous Government Agencies;**
- 3. Three (3) funds; and**
- 4. One (1) Appeals Board.**



Sector Vision and Mission

Vision

- A food secure, healthy and wealthy nation for sustainable socio-economic development.

Mission

- To improve the livelihoods of Kenyans through sustainable management and development of land, crop, livestock and the blue economy.

Overall Goal

- The overall goal of the sector is to attain national food and nutrition security, sustainable development and utilization of land and blue economy resources



Sector Strategic Objectives



The Sector objectives are to:

1. **Ensure national food and nutrition security;**
2. **Create an enabling environment for sector development;**
3. **Increase agricultural, livestock and fisheries productivity and outputs;**
4. **Enhance investment in blue economy;**
5. **Promote value addition, manufacturing, market access and trade;**
6. **Strengthen institutional capacity for efficient and effective service delivery;**
7. **Increase youth, women and vulnerable groups' participation in agricultural and fisheries value chains;**
8. **Promote, regulate and facilitate agricultural and blue economy research; and**
9. **Ensure security of tenure and sustainable management of land resource.**



Sector contribution to the Economy

- Plays a key role in economic and social development of the country through employment and wealth creation; foreign exchange earnings; security of land tenure and sustainable management and administration of land.
- Contributes to the realization of food and nutrition security, and enhancing manufacturing.
- In the year 2023, the sector contributed 21.8 % of the GDP
- As per the CBK-Agriculture Sector Survey of January 2024, the sector employs 40% of the total population and 70% of rural population.



Sector contribution to the Economy

- In 2023 the sector contributed KSh. 1,007.9 billion representing 65% of total export earnings.
- In contribution to food security, the sector produced:
 - 67.6 million (90kg) bags of maize, and 229.10 tonnes of rice
 - 161,307 MT of fish
 - 976 million litres of processed milk



Programmes Under the Sector:



The sector is currently implementing the following programmes:

- 1. Land Policy and Planning;**
- 2. Land Information Management;**
- 3. Livestock Resources Management and Development;**
- 4. Fisheries Development and Management;**
- 5. Development and Coordination of the Blue Economy;**
- 6. Crop Development and Management;**
- 7. Agribusiness and Information Management;**
- 8. Agricultural Research and Development;**
- 9. Land Administration and Management;**
- 10. General Administration, Planning and Support Services.**



KEY SECTOR ACHIEVEMENTS: 2021/22 – 2023/24



The Sector implemented the programmes and achieved the following:

- 1. Issued 1,246,019 land title deeds and geo referenced 139,415 Land Parcels;**
- 2. Settled 29,986 landless households;**
- 3. Produced 2.3 Million straws of cattle and goat semen; and availed 3980 improved breeds to farmers;**
- 4. Produced 79.4 Million doses of assorted livestock vaccines and analyzed 177,300 animal samples for antimicrobial resistance.**



Key Sector Achievements: 2021/22 – 2023/24....Cont'd

5. Completed development/rehabilitation of 8 fish landing sites;
6. Supported 12,668 small scale fish farmers with aquaculture inputs and issued grants amounting to Kshs. 1.6 billion to 618 common interest groups to the coastal counties for alternative livelihoods;
7. Provided 10.6 million 50kg bags of assorted subsidized fertilizers to 7.5 million farmers;
8. Supported technology transfer and crop diversification through provision of 965,317 assorted seedlings, 172 MT of drought tolerant seeds and 5800 MT of Irish potato seed;



Key Sector Achievements: 2021/22 – 2023/24 ...Cont'd



9. Facilitated compulsory land acquisition for 63 infrastructural development public projects for the National and County governments; and
10. Formalized and issued 7,124 letters of allotments in urban areas.



Sector Expenditure Analysis



	Approved Budget (KSh. Millions)			Expenditure (KSh. Millions)		
	2021/22	2022/23	2023/24	2021/22	2022/23	2023/24
Recurrent	25,565.10	25,413.60	34,054.63	24,755.30	26,535.10	31,396.06
Development	43,333.80	45,785.00	62,039.73	35,054.80	39,674.00	57,257.70
Total	68,898.90	71,198.60	96,094.36	59,810.10	66,209.10	88,653.76





Sector Expenditure Analysis ...Cont'd

1. Total sector allocation was Kshs.68.89 billion in the FY 2021/22, Kshs.71.2 billion in the FY 2022/23 and KSh.96.09 billion in the FY 2023/24.
2. Expenditures were Kshs.59.81 billion in FY 2021/22, Kshs.66.21 billion in FY 2022/23 and Kshs.88.65 billion in the FY 2023/24.



Trends in Sub-Sectors Allocations and Actual Expenditure, 2021/22 – 2023/24 (KSh. Millions)



	APPROVED BUDGET			ACTUAL EXPENDITURE		
	2021/22	2022/23	2023/24	2021/22	2022/23	2023/24
State Department for Lands and Physical Planning	5,461.00	4,292.00	9,229.90	5,193.00	4,231.00	8,967.20
State Department for Livestock Development	6,476.00	8,777.00	11,628.57	5,565.00	7,559.00	10,682.18
State Department for the Blue Economy and Fisheries	8,232.00	7,229.00	10,757.02	7,043.00	6,583.00	10,041.25
State Department for Agriculture	45,076.00	49,419.00	62,725.07	38,359.00	46,355.00	57,209.93
National Land Commission	1,725.90	1,481.60	1,753.80	1,712.10	1,481.10	1,753.20
State Department for Co-operatives	1,928.00	-	-	1,938.00	-	-
Total for the Sector	68,898.90	71,198.60	86,094.36	59,810.10	66,209.10	88,653.76



PRIORITIES AND FINANCIAL PLAN FOR FY 2025/26 AND THE MEDIUM TERM



Key priority areas:

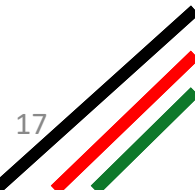
- 1. Registration and issuance of 1,310,000 title deeds countrywide;**
- 2. Digitization of land records in 15 land offices;**
- 3. Settlement of 47,000 landless households;**
- 4. Issuance of 22,800 allotment letters for public land;**
- 5. Facilitation of compulsory land acquisition for 80
infrastructural development projects;**



Key priority areas Cont'd



6. Address 6,193 land disputes through Historical Land Injustice (HLI) and Alternative Dispute Resolution (ADR); and make 2,980 recommendations of appropriate redress for land cases;
7. Train 1,000 fishing crew annually to create adequate technical capacity for exploitation of Kenya's Exclusive Economic Zone;
8. Construct 52 Fish Landing sites along the Indian Ocean and in inland Lakes and dams;
9. Support 22,668 fish farmers with technical extension services;
10. Support 7.5 million farmers with 570,138 MT of subsidized assorted fertilizers;





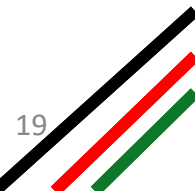
Key priority areas Cont'd

10. Provision of 265 MT of assorted oil crop seeds; 300 MT of Cotton and canola seeds to farmers for edible oils; 300 MT of Rice seeds and 800,000 assorted fruit seedlings to farmers;
11. Provide Agri-credit facilities to 5,070 MSMEs;
12. Tea sector reforms
13. Purchase of maize
14. Sugar sector reforms
15. Pyrethrum reforms
16. Agricultural extension policy reform
17. Pest Control Products reform
18. Development of Agricultural development funds policy and bill



Key priority areas Cont'd

19. Produce and distribute 10.5 million doses of semen and 45,000 improved breed embryos;
20. Distribute 640 milk coolers in all the counties; and
21. Complete Kenya Leather industrial park at Kenani.





Total Resource Requirement Vs Allocation by Sub-Sector (KSh. Million)



Sub -Sector	Baseline 2024/25	FY 2025/26		Projected Allocation	
		Requirements	Allocation	2026/27	2027/28
State Department for Lands and Physical Planning	6,514	16,630	9,129	9,891	10,146
State Department for Livestock Development	13,259	29,539	15,617	16,852	15,481
State Department for the Blue Economy and Fisheries	10,341	17,118	9,913	11,539	13,619
State Department for Agriculture	42,036	71,441	48,447	58,380	63,951
National Land Commission	1,782	6,522	3,013	3,313	2,480
Total	73,932	149,250	86,119	99,975	105,677



Recurrent Resource Requirement Vs Allocation by Sub-Sector (KSh. Million)



Sub -Sector	Baseline 2024/25	FY 2025/26		Projected Allocation	
		Requirements	Allocation	2026/27	2027/28
State Department for Lands and Physical Planning	4,135	5,016	4,403	4,540	4,671
State Department for Livestock Development	5,293	6,784	4,623	5,277	6,010
State Department for the Blue Economy and Fisheries	2,448	3,979	2,614	2,887	3,173
State Department for Agriculture	15,703	20,704	16,756	17,890	19,074
National Land Commission	1,782	4,967	2,006	2,096	2,190
Total	29,361	41,450	30,402	32,690	35,118



Development Resource Requirement Vs Allocation by Sub-Sector (KSh. Million)



Sub -Sector	Baseline 2024/25	FY 2025/26		Projected Allocation	
		Requirements	Allocation	2026/27	2027/28
State Department for Lands and Physical Planning	2,379	11,614	4,726	5,351	5,475
State Department for Livestock Development	7,966	22,755	10,994	11,575	9,471
State Department for the Blue Economy and Fisheries	7,893	13,139	7,299	8,652	10,446
State Department for Agriculture	26,333	50,737	31,691	40,490	44,878
National Land Commission	-	1,555	1,007	1,217	290
Total	44,571	99,800	55,717	67,285	70,560

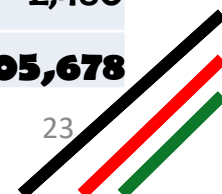




Programmes Allocation for FY 2024/25–2027/28 (KSh. Million)



S/No	Programme	Baseline	Allocations		
		2024/25	2025/26	2026/27	2027/28
1	Land Policy and Planning	5,143	6,715	7,438	7,670
2	Land Information Management	165	1,177	1,177	1,177
3	General Administration, Planning and Support Services – SD Lands	1,206	1,237	1,276	1,299
4	Livestock Resources Management and Development	13,259	15,617	16,852	15,481
5	General Administration, Planning and Support Services – Blue Economy and Fisheries	200	201	208	219
6	Fisheries Development and Management	9,084	8,969	5,551	3,437
7	Development and Coordination of the Blue Economy	1,057	743	5,780	9,963
8	General, Administration, Planning and Support Services – Agriculture	9,426	19,787	15,010	14,807
9	Crop Development and Management	26,495	23,261	37,566	43,120
10	Agribusiness and Information Management	881	132	142	150
11	Agricultural Research and Development	5,234	5,267	5,662	5,875
12	Land Administration and Management Services	1,782	3,013	3,313	2,480
	Total for the Sector	73,932	86,119	99,975	105,678





EMERGING ISSUES AND CHALLENGES



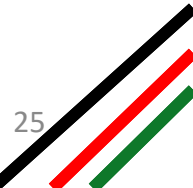
Emerging Issues

- 1. Climate Change-** frequent and prolonged droughts, floods, and the emergence of new pests and diseases, which pose substantial threats to food security, livelihoods, land degradation and ownership.
- 2. Rapid Technological Advancement** which necessitate frequent human capacity building and system updates to maintain effective land information management, adoption of new bio-technologies, investment in aquaculture and management of Genetically Modified Organisms (GMO).
- 3. Cyber Security** which threatens the integrity of data management systems, financial transaction processes, information and communication networks of the sector.



Emerging Issues cont'd

- 4. The emergence of invasive and noxious plants** which are increasing at an alarming rate and have the potential to cause damage of high economic value to agriculture, health, recreation, wildlife, water bodies and property.

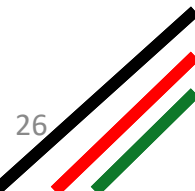




Challenges



1. Inadequate resources for digitization of records and digitalization of processes;
2. Land fragmentation;
3. Prevalence of diseases and conditions reduces productivity;
4. Limited infrastructure affecting access to markets;
5. Global Inflation and geopolitical tensions and conflicts.





Recommendations



In view of the challenges and emerging issues highlighted, the Sector will:

1. Explore other innovative sustainable funding options to supplement available limited exchequer funding;
2. Strengthen collaboration with other sectors in order to fast-track the review and development of the policy, legal and institutional frameworks;
3. Undertake capacity building and development of human resource to keep pace with technological advancement; and
4. Promote adoption of climate smart practices and technologies.





Thank You

