

**REPUBLIC OF KENYA** 

## **TWELFTH PARLIAMENT – SECOND SESSION**

# THE NATIONAL ASSEMBLY

## **VOTES AND PROCEEDINGS**

## WEDNESDAY, APRIL 25, 2018 (AFTERNOON)

- 1. The House assembled at thirty minutes past Two O'clock
- 2. The Proceedings were opened with Prayer
- 3. **Presiding –** the Deputy Speaker

## 4. **PAPERS LAID**

- (i) Legal Notice No. 79 of 19<sup>th</sup> April 2018 on exemption from expiry of Legal Notice No. 86 of 2014 and Legal Notice No. 44 of 2018 relating to interest and capital gains in respect of Sovereign Bonds issued outside Kenya by the National Government (*pursuant to the Statutory Instruments Act, No. 23 of 2013*); and
- (ii) Annual Report and Financial Statements of the Communications Authority of Kenya for the Financial Year 2016/2017.

## 5. **PROCEDURAL MOTION – ALTERATION OF SITTINGS**

Motion made and Question proposed -

**THAT,** pursuant to the provisions of Standing Order 28(4)(*Calendar of the Assembly*) and notwithstanding the provisions of Standing Order 30(1)(*Hours of meeting*), this House resolves:

- (i) to **stay** its morning sitting of Wednesday, May 2, 2018; and
- (ii) to **hold** morning sittings on Thursday, April 26, 2018; and Thursday, May 3, 2018 commencing at 9.30am.

(The Leader of Majority Party)

Question put and <u>agreed to.</u>

## 6. <u>MOTION – REPORT OF THE COMMITTEE OF THE WHOLE HOUSE ON THE ENERGY</u> <u>BILL (NATIONAL ASSEMBLY BILL NO. 50 OF 2017)</u>

Motion made and Question proposed -

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**THAT,** this House do agree with the Report of the Committee of the whole House on its consideration of the Energy Bill (National Assembly Bill No. 50 of 2017), subject to recommittal of Clause 84

(Chairperson, Departmental Committee on Energy)

Question put and agreed to.

## 7. **<u>COMMITTEE OF THE WHOLE HOUSE</u>**

## (i) The Energy Bill (National Assembly Bill No. 50 of 2017)

## **Re-committal of Clause 84**

<u>Clause 84</u> - <u>amendment proposed –</u>

**THAT,** Clause 84 of the Bill be amended—

- (a) in sub-clause (3) by deleting the word "twice" appearing in the proviso;
- (b) in sub-clause (4) by deleting the words "concerned based on the extent of the investment in each county".

(The Leader of the Majority Party)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 84</u> - as amended <u>agreed to</u>

## (ii) <u>The Petroleum (Exploration, Development and Production) Bill (National</u> <u>Assembly Bill No. 48 of 2017)</u>

<u>Clause 3</u> - <u>amendment proposed –</u>

THAT, clause 3 of the Bill be amended—

- (a) by inserting the words "midstream and downstream" immediately after the words "all upstream" appearing in sub-clause (1);
- (b) by deleting sub-clause (2).

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 3</u> - as amended <u>agreed to</u>

<u>Clause 4</u> - <u>amendment proposed –</u>

**THAT,** clause 4 of the Bill be amended—

- (a) in sub-clause (1) by inserting the words "midstream and downstream" immediately after the word "upstream";
- (b) in sub-clause (2) by inserting the words "midstream and downstream" immediately after the word "upstream".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 4</u> - as amended <u>agreed to</u>

# PART II - amendment proposed -

**THAT,** the heading of Part II of the Bill be amended by deleting the word "UPSTREAM".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

Part II - as amended agreed to

<u>Clause 5</u> - <u>amendment proposed –</u>

THAT, clause 5 of the Bill be amended—

(a) in sub-clause (1) by deleting the word "upstream";

(b) in sub-clause (2) by deleting the word "upstream";

(c) in sub-clause (3) by deleting the word "upstream";

(d) in the marginal note by deleting the word "upstream".

# (Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 5</u> - as amended <u>agreed to</u>

<u>Clause 6</u> - <u>amendment proposed –</u>

**THAT,** clause 6 of the Bill be amended—

(a) in sub-clause (1) by deleting the word "upstream";

(b) in sub-clause (2) by deleting the word "upstream" wherever it appears;

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(c) in sub-clause (3) by deleting the word "upstream";

(d) in the marginal note by deleting the word "upstream".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 6</u> - as amended <u>agreed to</u>

<u>Clause 7</u> - <u>amendment proposed –</u>

THAT, clause 7 of the Bill be amended—

(a) by deleting the word "upstream";

(b) in the marginal note by deleting the word "upstream".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 7</u> - as amended <u>agreed to</u>

<u>Clause 8</u> - <u>amendment proposed –</u>

THAT, clause 8 of the Bill be amended—

(a) in sub-clause (1) by deleting the word "upstream";

(b) in the marginal note by deleting the word "upstream".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 8</u> - as amended <u>agreed to</u>

<u>Clause 9</u> - <u>amendment proposed –</u>

THAT, clause 9 of the Bill be amended—

(a) in sub-clause (1) by deleting the word "upstream" wherever it appears;

(b) in sub-clause (2) by deleting the word "upstream";

(c) in sub-clause (3) by deleting the word "upstream";

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(d) in the marginal note by deleting the word "upstream".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 9</u> - as amended <u>agreed to</u>

<u>Clauses 10, 11, 12 & 13</u> - <u>agreed to</u>

<u>Clause 14</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 14.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 14</u> - as amended <u>agreed to</u>

<u>Clause 15</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 15.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 15</u> - as amended <u>agreed to</u>

<u>Clause 16</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 16.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 16</u> - as amended <u>agreed to</u>

<u>Clause 17</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 17.

(271)

#### (Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 17</u> - as amended <u>agreed to</u>

<u>Clause 18</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 18.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 18</u> - as amended <u>agreed to</u>

<u>Clause 19</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 19.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 19</u> - as amended <u>agreed to</u>

<u>Clause 20</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 20.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 20</u> - as amended <u>agreed to</u>

<u>Clause 21</u> - <u>amendment proposed –</u>

THAT, the Bill be amended by deleting clause 21

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 21</u> - as amended <u>agreed to</u>

<u>Clause 22</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 22

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 22</u> - as amended <u>agreed to</u>

<u>Clause 23</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 23

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 23</u> - as amended <u>agreed to</u>

<u>Clause 24</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 24

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 24</u> - as amended <u>agreed to</u>

<u>Clause 25</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 25

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 25</u> - as amended <u>agreed to</u>

<u>Clause 26</u> - <u>amendment proposed –</u>

THAT, the Bill be amended by deleting clause 26

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 26</u> - as amended <u>agreed to</u>

<u>Clause 27</u> - <u>amendment proposed –</u>

THAT, the Bill be amended by deleting clause 27

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 27</u> - as amended <u>agreed to</u>

<u>Clause 28</u> - <u>amendment proposed –</u>

THAT, the Bill be amended by deleting clause 28

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 28</u> - as amended <u>agreed to</u>

<u>Clause 29</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 29

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 29</u> - as amended <u>agreed to</u>

<u>Clause 30</u> - <u>amendment proposed –</u>

(274)

**THAT,** the Bill be amended by deleting clause 30

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 30</u> - as amended <u>agreed to</u>

<u>Clause 31</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 31

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 31</u> - as amended <u>agreed to</u>

<u>Clause 32</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 32

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 32</u> - as amended <u>agreed to</u>

<u>Clause 33</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 33

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 33</u> - as amended <u>agreed to</u>

<u>Clause 34</u> - <u>amendment proposed –</u>

THAT, the Bill be amended by deleting clause 34

(Hon. Robert Pukose)

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(275)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 34</u> - as amended <u>agreed to</u>

<u>Clause 35</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 35

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 35</u> - as amended <u>agreed to</u>

<u>Clause 36</u> - <u>amendment proposed –</u>

THAT, the Bill be amended by deleting clause 36

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 36</u> - as amended <u>agreed to</u>

<u>Clause 37</u> - <u>amendment proposed –</u>

THAT, the Bill be amended by deleting clause 37

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 37</u> - as amended <u>agreed to</u>

<u>Clause 38</u> - <u>amendment proposed –</u>

**THAT** the Bill be amended by deleting clause 38

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 38</u> - as amended <u>agreed to</u>

<u>Clause 39</u> - <u>amendment proposed –</u>

**THAT** the Bill be amended by deleting clause 39

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

<u>Clause 39</u> - as amended <u>agreed to</u>

<u>Clause 40</u> - <u>amendment proposed –</u>

**THAT,** the Bill be amended by deleting clause 40

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 40</u> - as amended <u>agreed to</u>

<u>Clause 42</u> - <u>amendment proposed –</u>

**THAT,** clause 42 of the Bill be amended in sub-clause (1) by inserting the words "after consultation with the Advisory Committee" immediately after the words "the Cabinet Secretary may".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 42</u> - as amended <u>agreed to</u>

<u>Clauses 43, 44, 45, 46 & 47</u> - <u>agreed to</u>

Clause 48 - amendment proposed -

**THAT,** clause 48 of the Bill be amended by inserting the following new sub-clause immediately after sub-clause (2) —

(3) The public shall be informed of the changes of an operator by way of a *Gazette* notice, a newspaper of nationwide circulation and a radio of local coverage in the area in which the operations are being undertaken.

(277)

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 47</u> - as amended <u>agreed to</u>

<u>Clauses 48, 49 & 50</u> - <u>agreed to</u>

<u>Clause 51</u> - <u>amendment proposed –</u>

**THAT,** clause 51 of the Bill be amended in sub-clause (9)(a)(ii) by inserting the words "of at least twenty-one working days" immediately after the words "sufficient notice".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 51</u> - as amended <u>agreed to</u>

<u>Clauses 52, 53, 54, 55, 56, 57, 58, 59, 60, 61, 62, 63, 64, 65 & 66</u>- <u>agreed to</u>

Clause 67 - <u>amendment proposed –</u>

**THAT,** clause 67 of the Bill be amended in sub-clause (8) by inserting the words "County Government" immediately after the words "National Government".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 67</u> - as amended <u>agreed to</u>

<u>Clauses 68, 69, 70, 71, 72, 73, 74, 75 & 76</u> - <u>agreed to</u>

<u>Clause 77</u> - <u>amendment proposed –</u>

THAT, clause 77 of the Bill be amended—

(a) by deleting sub-clause (1) and substituting therefore the following new sub-clause—

(1) A person carrying out any undertaking or works under this Act shall —

- (b) in sub-clause (1) by deleting the words "of the contractor's or sub-contractor's" appearing in paragraph (a);
- (c) in sub-clause (2) by deleting the word "upstream";

(d) in sub-clause (3) by inserting the following new paragraphs immediately after paragraph (h)—  $\!\!\!$ 

(i)consultancy services;
(j) construction services;
(k) hospitality services;
(l) transport services;
(m)security services;
(n)clearing and forwarding services;
(o) Inspection services;
(p)other goods, works and services as may be prescribed in the regulations.

(e) in sub-clause (4) by deleting the word "upstream".

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 77</u> - as amended <u>agreed to</u>

<u>Clauses 78, 79, 80, 81, 82, 83 & 84</u> - <u>agreed to</u>

<u>Clause 85</u> - <u>amendment proposed(moved in amended form)</u> –

THAT, clause 85 be amended by –

- (i) deleting the proviso appearing in sub-clause (2)
- (ii) deleting the provision appearing in sub-clause (3)
- (iii) deleting the words "Government Share" appearing in sub-clause (3) and substituting therefor the words "national government share"
- (iv) inserting a new sub-clause immediately after sub-clause (4) as follows -

(5) Parliament shall review the percentages under this section within ten years.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and <u>agreed to</u>

- <u>Clause 85</u> as amended <u>agreed to</u>
- <u>Clause 86</u> <u>agreed to</u>
- <u>Clause 87</u> <u>amendment proposed –</u>

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**THAT,** clause 87 of the Bill be amended in sub-clause (4) by deleting the words "and any other relevant National Government entity" and substituting therefor the words "and any other relevant entity"

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 87</u> - as amended <u>agreed to</u>

<u>Clauses 88, 89, 90, 91, 92, 93 & 94</u> - <u>agreed to</u>

<u>Clause 95</u> - <u>amendment proposed –</u>

**THAT,** clause 95 of the Bill be amended by inserting the following new sub-clause immediately after sub-clause (3) -

(4) As far as is practicable, the contractor shall involve the Authority, National Environment Management Agency, the Council of Governors and the relevant local communities in the preparation of emergency preparedness measures.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 95</u> - as amended <u>agreed to</u>

<u>Clause 96</u> - <u>amendment proposed –</u>

**THAT,** clause 96 of the Bill be amended —

- (a) by inserting the words "County Governments" immediately after the words "National Disaster Operations Centre" in sub-clause (2);
- (b) by inserting the following new sub-clause (4) immediately after sub-clause (3) -

(4) The disaster preparedness, prevention and management unit shall in liaison with the contractor carry out public awareness and sensitization forums for local communities resident in areas surrounding on going Upstream Operations.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

<u>Clause 84</u> - as amended <u>agreed to</u>

#### **INSERTION OF A NEW PART**

THAT, the Bill be amended by inserting the following new Part immediately after Part VIII—

#### PART VIIIA

#### MIDSTREAM AND DOWNSTREAM PETROLEUM

Licensing

Granting of licences. **99A.** (1) A person may make an application for alicence, permit or certificate to the licensing authority in the manner prescribed by this Act or the licensing authority.

(2)The licensing authority may, within thirty days of receiving the application—

- (a) grant a licence, permit or certificate accordingly, either without conditions or subject to such conditions as the licensing authority may deem fit and shall be accompanied by the prescribed fee; or
- (b) reject an application for grant of such licence, permit or certificate.

(3) Where the licensing authority rejects an application for the grant a licence, permit or certificate, the licensing authority shall give to the applicant reasons for the refusal in writing within seven days of such refusal.

**99B.** (1) A person who wishes to—

- (a) undertake refining, importation, export, bulk storage or transportation of petroleum crude or products must have a valid licence issued by the Authority ;
- (b) sell petroleum in bulk to another person for the purpose of export or for retail sale in Kenya must have a valid licence issued by the Authority;
- (c) use a vehicle for the purpose of transporting petroleum in bulk shall have a valid petroleum permit in respect of that vehicle issued by the Authority; and
- (d) drive a vehicle, or engage a driver, for the purpose of transporting petroleum in bulk by tanker shall ensure that such driver is certified for that purpose by the Authority.

Requirements of licence for petroleum business.

(2) A person who wishes to carry out the supply of petroleum products by means of a retail dispensing station, or of gas through a centralised reticulation system, must have a licence issued by the County Government:

Provided that any retail dispensing station or gas reticulation system complies with section 99N on construction permits and are operated in accordance with National guidelines published by Authority.

(3) A person who contravenes this section commits an offence and shall on conviction, be liable to a fine of not less than—

- (a) ten million shillings, or to imprisonment for a term of not less than three years, or to both such fine and imprisonment if the contravention relates to sub-section (1) (a);
- (b) one million shillings, or to imprisonment for a term of not less than three years, or to both such fine and imprisonment if the contravention relates to sub-sections (1) (b) and (c) as well as (2); and
- (c) two hundred and fifty thousand shillings, or to imprisonment for a term of not less than three years, or to both such fine and imprisonment if the contravention relates to sub-section (1) (d).

**99C.** The licensing authority shall, in granting or rejecting an application for a licence or permit, take into consideration—

Factors to be considered in reviewing an application

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- (a) the impact of the undertaking on the social, cultural or recreational life of the community;
- (b) the need to protect the environment and to conserve the natural resources in accordance with the environmental laws, maritime laws and international maritime treaties ratified by Kenya and other guidelines developed by the Authority;
- (c) the Occupational Safety and Health Act or other safety and health standards recommended by the Authority in consultation with the relevant statutory body;
- (d) compliance with this Act and the relevant Kenyan Standard and in the absence of such standard, any international standard recommended by the Authority in consultation with the Kenya Bureau of Standards;

(e) land use or the location of the undertaking;

(f) economic and financial benefits to the country or area of supply of the undertaking;

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(g) the cost of the undertaking and financing arrangements;

- (h) the ability of the applicant to operate in a manner designed to protect the health and safety of users of the service for which the licence or permit is required and other members of the public who would be affected by the undertaking;
- (i) the technical and financial capacity of the applicant to render the service for which the licence or permit is required;
- (j) where applicable the proposed tariff offered; and
- (a) any other matter that the licensing authority may consider likely to have a bearing on the undertaking.

**99D.** (1) A licence or permit shall be in such form as the licensing authority may determine and shall, subject to subsection (2), contain such particulars or conditions where applicable—

- (a) the provisions for tariffs or charges for the pipeline transport, common user import handling facilities or jetties and storage;
- (b) the duration of the licence or permit;
- (c) the maximum capacity, whether of import handling, storage, or transport;
- (d) the market area segments; and
- (e) any other matter connected with the carrying on of the undertaking

(2)A licence or permit issued by the licensing authority shall set out—

- (a) a requirement that the licensee shall comply with all applicable environmental, health and safety laws;
- (b) a stipulation that the licensee is subject to liability under tort and the contract laws; and
- (c) a requirement that all necessary fees associated with the licence or permit shall be paid on a timely basis.

(3) A licence or permit issued under this Act may not be altered, revised or modified, except with the consent of the licensee.

Forms and conditions of a licence or permit.

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Renewal of Licences

**99E.** (1) An application for renewal of a licence, permit or certificate shall be made at least thirty days before the expiry date of the existing licence, permit or certificate and shall be accompanied by the prescribed fee.

(2) If the licensing authority is satisfied that the applicant continues to meet the requirements of the licence, permit or certificate, the licensing authority shall renew the licence, permit or certificate.

(3) Where an application for renewal of a licence, permit or certificate has been made before the expiry of the licence, permit or certificate but has not been approved or rejected by the licensing authority when the licence, permit or certificate is due to expire, the licence, permit or certificate continues in force until the application for renewal is dealt with and any renewal in such a case shall be taken to have commenced from the day when the licence, permit or certificate would have expired before the renewal.

(4) A licence or permit shall specify the nature of petroleum business and the premises at which the licensee may conduct his business and where a petroleum business is conducted at more than one premise, a separate licence or permit shall be required for each of such premises.

(5) A person who conducts petroleum business at more than one premise, without obtaining a separate licence or permit for each of such premises, shall be liable to a penalty equivalent to twenty per cent of the licence, permit or certificate fee to be imposed by the Authority.

**99F.** (1) A person may make an application for amendment of a licence, permit or certificate.

(2) An application under subsection (1) shall be in the prescribed manner and be accompanied by the prescribed fee.

(3)The licensing authority may amend the licence, permit or certificate and endorse it accordingly.

(4) Where an application to amend a licence, permit or certificate is rejected, the licensing authority shall notify the applicant of the reasons in writing.

(5) A licence, permit or certificate amended under this section shall retain the existing expiry date.

(6) An applicant dissatisfied with the decision of the Cabinet Secretary under subsection (2), may appeal to the Tribunal within thirty days of the receipt of such decision.

**99G.** An application for a licence shall be accompanied by an environmental liability policy as may be prescribed by the Authority.

Amendment of licence, permit or certificate.

Environment

liability policy.

Display of licences and permits.

Revocation of

licence or permit.

**99H.** (1) A licensee or permit holder shall cause to be displayed with the premises, the licence or permit, or a certified copy.

(2) A licensee or permit holder who contravenes sub-section (1) commits an offence and shall be liable on conviction to a fine not exceeding one million shillings.

**99I.** (1) The licensing authority may suspend or revoke a licence or permit where—

- (a) the undertaking or the execution of the works related thereto has not commenced at the expiry of the period specified in the licence or permit, or at the expiry of any extended period which the Authority may allow;
- (b) it is satisfied that the licensee is either not operating in accordance with the terms and conditions of the licence, permit or the provisions of this Act; or
- (c) the licensee is adjudged bankrupt.

(2) Unless otherwise specified in the licence or permit, the licensing authority may give a licensee fourteen days' notice to show cause why the licence or permit should not be revoked.

(3) A notice under subsection (2) shall—

- (a) set out the relevant condition of the licence or permit or the requirement of the Act to which the breach relates;
- (b) specify the acts, omissions or other facts which, in the opinion of the Authority or the licensing authority, constitute a contravention of the conditions of the licence or permit or requirements of the Act, and the reasons why the licensing authority is of the opinion that any of the circumstances mentioned under subsection (1) have occurred or arisen; and
- (c) be served upon the licensee at the licenses' principal place of business and shall take effect from the date of service.

(4) The licensing authority shall determine the matter within thirty days from the expiry of the notice.

(5) A suspension or revocation of a licence or permit shall not indemnify the licensee against any penalties for which such person may have become liable under the Act.

(Hon. Robert Pukose)

Question of the amendment proposed;

Debate arising;

Question put and agreed to

New Clauses 99 A, B, C, D, E, F, G, H, I - as amended agreed to

#### **REPORTING PROGRESS**

Rising pursuant to standing Orders 96 and 134, The Member for Garissa Township, Hon. Duale, to move that, "That, chair do report progress"

The Chair acceding to the request, put the question that.

"That, chair do report progress"

Question put and <u>agreed to;</u> <u>Mover called to report progress</u>

Motion made and Question proposed -

THAT, the Committee of the whole House do report progress on its consideration of the Petroleum (Exploration, Development and Production) Bill (National Assembly Bill No. 48 of 2017) up to New Clause 99I, with amendments and seek leave to sit again <u>tomorrow</u>

(Hon. Duale)

Question put and <u>agreed to;</u>

8. **HOUSE RESUMED** - the Second Chairperson in the Chair

## (i) The Energy Bill (National Assembly Bill No. 50) of 2017

Bill reported with amendments;

Motion made and Question and proposed -

THAT, House do agree with the Committee in the said Report, subject to recommittal of Clause 84.

(Chairperson, Departmental Committee on Energy)

Question deferred to another day

#### (ii) <u>The Petroleum (Exploration, Development and Production) Bill (National</u> Assembly Bill No. 48 of 2017)

#### **Progress reported**

Motion made and Question proposed -

THAT, the Committee of the whole House has considered the Petroleum (Exploration, Development and Production) Bill (National Assembly Bill No.48 of 2017) upto New Clause 99(i) and seek leave to sit again <u>tomorrow</u>

(Hon. Robert Pukose)

Question put and <u>agreed to;</u>

## 9. <u>MOTION - REPORT OF THE COMMITTEE ON DELEGATED LEGISLATION ON THE</u> <u>NATIONAL TRANSPORT AND SAFETY AUTHORITY (OPERATION OF COMMERCIAL</u> <u>VEHICLES) REGULATIONS, 2018</u>

Motion deferred to another day

**THAT,** this House adopts the Report of the Committee on Delegated Legislation on its consideration of the National Transport & Safety Authority (Operation of Commercial Vehicles) Regulations, 2018, laid on the Table of the House on Tuesday, April 17, 2018, and pursuant to the provisions of Section 18 of the Statutory Instruments Act, 2013 and Standing Order 210(4)(b) **annuls in entirety** the said Regulations.

(Chairperson, Committee on Delegated Legislation)

Debate arising;

Mover replied;

Question deferred to another day

# 10. THE KENYA COAST GUARD SERVICE BILL (NATIONALASSEMBLY BILL NO.45 OF 2017)

Order for Second Reading read;

Motion made and Question proposed -

THAT, the Kenya Coast Guard Service Bill (National Assembly Bill No.45 of 2017) be now read a Second Time

(Chairerperson, Departmental Committee on Administration and National Security)

Debate arising;

And the time being Seven O'clock, the Second Chairperson interrupted the proceedings and adjourned the House <u>without</u> Question put pursuant to the Standing Orders.

11. **HOUSE ROSE** - at Seven O'clock

# MEMORANDUM

The Speaker will take the Chair on Thursday, April 26, 2018 at 9.30 a.m.

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