Fourth Session Afternoon Sitting

(No. 79)

(2292)

REPUBLIC OF KENYA

THIRTEENTH PARLIAMENT – (FOURTH SESSION)

THE NATIONAL ASSEMBLY ORDERS OF THE DAY

TUESDAY, AUGUST 19, 2025 AT 2.30 P.M.

ORDER OF BUSINESS

PRAYERS

- 1. Administration of Oath
- 2. Communication from the Chair
- **3.** Messages
- 4. Petitions
- 5. Papers
- **6.** Notices of Motion
- 7. Questions and Statements

8*. MOTION - ALTERATION OF THE CALENDAR OF THE HOUSE

(The Leader of the Majority Party)

THAT, notwithstanding the Resolutions of the House of 13th February 2025 and 7th August 2025, and pursuant to the provisions of Standing Order 28(4) (Calendar of the Assembly), this House **resolves** to further alter its Calendar –

- (i) so as to commence the long recess on Wednesday, 20th August 2025 and end it on **Monday, 22nd September 2025**; and
- (ii) resume Regular Sittings on **Tuesday**, 23rd **September 2025** to commence the Third Part of the Session.

9*. MOTION - CONSIDERATION OF FIFTH REPORT ON EXAMINATION OF FINANCIAL STATEMENTS OF SELECTED STATE CORPORATIONS

(The Chairperson, Public Investments Committee on Social Services, Administration & Agriculture)

THAT, this House **adopts** the Fifth Report of the Public Investments Committee on Social Services, Administration and Agriculture on its examination of Financial Statements of the following State Corporations, *laid on the Table of the House on Tuesday*, 5th August 2025-

- (i) National Social Security Fund for FY 2020/2021;
- (ii) Kenya Marine and Fisheries Research Institute for FY 2019/2020 to 2020/2021;
- (iii) National Hospital Insurance Fund for FY 2018/2019 to 2020/2021; and
- (iv) Kenya Broadcasting Corporation for FY 2013/2014 to 2018/2019.

10*. THE KENYA ROADS (AMENDMENT) (No. 3) BILL (NATIONAL ASSEMBLY NO. 34 OF 2025)

(The Hon. Peter Kaluma, M.P. – On behalf of the House's General Legislative Caucus)

Second Reading

(If not concluded on Tuesday, August 19, 2025 - Morning Sitting)

11*. MOTION - CONSIDERATION OF SESSIONAL PAPER NO. 2 OF 2025 ON PRIVATISATION OF THE KENYA PIPELINE COMPANY (KPC)

(The Co-Chairperson, Joint Committee on Consideration of Sessional Paper on Privatisation of the Kenya Pipeline Company)

THAT, this House **adopts** the Joint Report of the Departmental Committee on Energy and Select Committee on Public Debt and Privatization on the consideration of the Sessional Paper No. 2 of 2025 on the Proposed Privatization of Kenya Pipeline Company (KPC) Limited, *laid on the Table of the House on Thursday, 14th August 2025*, and—

- (i) **approves** Sessional Paper No. 2 of 2025 on the Privatisation of Kenya Pipeline Company (KPC) Limited; and
- (ii) makes policy resolution as contained in the Schedule to the Order Paper.

(If not concluded on Tuesday, August 19, 2025 - Morning Sitting)

12*. MOTION- CONSIDERATION OF THE REPORT ON THE EXAMINATION OF FINANCIAL STATEMENTS FOR THE WATER SECTOR TRUST FUND

(The Chairperson, Special Funds Accounts Committee)

THAT, this House **adopts** the Report of the Special Funds Accounts Committee on its consideration of the audited accounts for the Water Sector Trust Fund for the financial years 2018/2019 to 2022/2023, *laid on the Table of the House on Tuesday, 29th July 2025.*

(If not concluded on Tuesday, August 19, 2025 - Morning Sitting)

13*. <u>THE PRIVATISATION BILL (NATIONAL ASSEMBLY BILL NO. 36 OF 2025)</u>

(The Leader of the Majority Party)

Second Reading
Denotes Orders of the Day

SCHEDULE

POLICY RESOLUTIONS RELATING TO SESSIONAL PAPER NO. 2 OF 2025 ON PRIVATISATION OF THE KENYA PIPELINE COMPANY

In view of the observations arising from the consideration of the Sessional Paper No. 2 of 2025 on the privatization of the Kenya Pipeline Company Limited, the House makes the following policy resolutions relating to privatization of Kenya Pipeline Company—

Suitability for privatization of Kenya Pipeline Company Limited

1) THAT, Kenya Pipeline Company Limited is a strategic state corporation of critical national and regional significance, serving as the backbone for petroleum transportation and storage in Kenya and neighboring countries and is suitable for privatization.

Government shareholding pre- and post-IPO:

2) THAT, in respect to Government shareholding, the Government should retain not less that thirty-five percent of shares of Kenya Pipeline Company Limited and may privatize not more than 65 percent of government ownership in the Company.

Availability of valuation and transparency:

- 3) THAT, in respect to valuation:
 - (a) The Privatization Commission shall ensure that the valuation of the company is be contained in the prospectus;
 - (b) the Privatization Commission shall publish a separate citizen-friendly IPO valuation report that should be produced and publicized for the general public; and,
 - (c) the Privatization Commission shall undertake a valuation of the actual financial and asset position of the KPC and submit a report to the National Assembly. This should also take future business potential of the business, compliance with section 31 of the Privatization Act, 2005.

Post audit process:

4) THAT, the Office of the Auditor General audits the processes relating to privatization of Kenya Pipeline Company Limited to ensure value for money and submit a report to the National Assembly within six months of completing the processes.

Safeguarding affected parties and key stakeholders

5) THAT, in respect of the employees of Kenya Pipeline Company Limited, the Privatization Commission to ensure that the employees of Kenya Pipeline are included in an Employee Share Ownership Plan.

Ownership limits for stakeholders:

6) THAT, the Privatization Commission takes steps to safeguard against excessive concentration of shares in a single entity or related parties, and shall set a maximum ownership limit for any one shareholder will help preserve broad-based ownership, promote market competitiveness, and protect national and energy security interests.

Valuation costs and risks:

- 7) THAT, the Privatization Commission ensures that all liabilities (debt and credit) and risks affecting the valuation of KPC be comprehensively assessed, transparently disclosed, and factored into the transaction valuation before proceeding with the IPO, including
 - a) Pending lawsuits amounting to Kshs. 5.75 billion and unresolved compensation claims worth Kshs. 3.8 billion by residents of Makueni County due to historical grievances linked to pipeline operations.
 - b) Loss of approximately Kshs. 400 million in the Mzima pipeline project due to stalled execution and procurement lapses, a garnishee order of Kshs. 485 million in favour of M/s. Zakhem International following contractual disputes over the Line V project.; and
 - c) The potential loss of public funds amounting to Kshs. 192.6 million after M/s. Asharami Synergy took over the LPG facility despite prior investment by KPC.

Treatment of subsidiaries

8) THAT, a clear statement be included in the prospectus on how Kenya Petroleum Refineries Limited that is a subsidiary of Kenya Pipeline Company Limited has been financially evaluated and factored in the valuation of Kenya Pipeline Company Limited.

Procurement of transaction advisors

9) THAT, the procuring and engaging of transaction advisers should be done transparently and competitively, and the cost of the transaction, (currently set at Kshs. 100 million) should not deviate from reasonable market rates, and approval from the National Treasury should be sought before any increase.

Use of proceeds

10) THAT, the proceeds projected to be Kshs. 100 billion be utilized in either development expenditure, pending bills, or liability management.

Periodic reporting on privatization transactions

11) **THAT,** the Privatization Commission reports to the National Assembly each stage of the implementation of the process of privatizing Kenya Pipeline Company Limited for continuous oversight and accountability.

Eligibility of Investors

12) THAT, the Privatization Commission implements a minimum level for participation by Kenyan citizens, ensuring broad local ownership from all walks of life including and in as far as possible, the youth, women, persons with disabilities and that the process is aligned with national economic empowerment objectives in accordance with section 29 of the Privatization Act, 2005.

Safeguarding competition in the Petroleum Sector

13) THAT, to prevent the emergence of a monopoly and safeguard competition, the privatization of Kenya Pipeline Company Limited be structured to limit the mandate of the Company to transporting and storing petroleum products and guarantee that Kenya Pipeline Company Limited shall not venture into the importation or sale of petroleum products without prior approval from the Competition Authority of Kenya, Energy and Petroleum Regulatory Authority, and the National Assembly.

NOTICES

LIMITATION OF DEBATE

The House resolved on Thursday, February 13, 2025 as follows—

Limitation of Debate on Sessional Papers

THAT, each speech in a debate on any Sessional Paper be limited as follows:- A maximum of two and a half hours, with not more than twenty (20) minutes for the Mover in moving and five (5) minutes for any other Member speaking, including the Leader of the Majority Party and the Leader of the Minority Party and the Chairperson of the relevant Committee (if the Sessional Paper is not moved by the Chairperson of the relevant Committee), and that ten (10) minutes before the expiry of the time, the Mover be called upon to reply; and further that priority in speaking be accorded to the Leader of the Majority Party and the Leader of the Minority Party, in that order.

Limitation of Debate on Reports of Audit Committees

II. THAT, each speech in debate on **Reports of Audit Committees** shall be limited as follows: A maximum of sixty (60) minutes for the Mover in moving and thirty (30) minutes in replying, and a maximum of ten (10) minutes for any other Member speaking, except the Leader of the Majority Party and the Leader of the Minority Party, who shall be limited to a maximum of fifteen (15) minutes each; and that priority shall be accorded to the Leader of the Majority Party and the Leader of the Minority Party, in that order.

Limitation of Debate on Motions

III. THAT, each speech in a debate on any Motion, including a Special motion be limited in the following manner: A maximum of three hours with not more than twenty (20) minutes for the Mover and ten (10) minutes for each other Member speaking, except the Leader of the Majority Party and the Leader of the Minority Party, who shall be limited to a maximum of fifteen (15) minutes each, and that ten (10) minutes before the expiry of the time, the Mover be called upon to reply; and that priority in speaking shall be accorded to the Leader of the Majority Party, the Leader of the Minority Party and the Chairperson of the relevant Departmental Committee, in that order.

Limitation of Debate on Bills sponsored by Parties or Committees

IV. THAT, each speech in a debate on Bills sponsored by a Committee, the Leader of the Majority Party or the Leader of the Minority Party shall be limited as follows: A maximum of forty five (45) minutes for the Mover, in moving and fifteen minutes (15) in replying, a maximum of thirty (30) minutes for the Chairperson of the relevant Committee (if the Bill is not sponsored by the relevant Committee), and a maximum of ten (10) minutes for any other Member speaking, except the Leader of the Majority Party and the Leader of the Minority Party, who shall be limited to a maximum of fifteen minutes (15) each (if the Bill is not sponsored by either of them); and that priority in speaking shall be accorded to the Leader of the Majority Party, the Leader of the Minority Party and the Chairperson of the relevant Departmental Committee, in that order.

ADJOURNMENT

V. NOTIFICATION OF RECESS (20th August – 22nd September 2025)

(Subject to Resolution of the House)

Pursuant to the provisions of Standing Order 28(3) relating to the Calendar of the Assembly, and the resolutions of the House of Thursday, 13th February 2025 and Thursday, 7th August 2025, the Speaker notifies that, upon the rise of the House at the appointed time today, regular sittings will resume on **Tuesday, 23rd September 2025 at 2.30 p.m.**

(Thereafter, the House to adjourn without question put)

...../Notice Paper*

NOTICE PAPER

Tentative business for

Tuesday, September 22, 2025

(Published pursuant to Standing Order 38(1))

(Subject to the Resolution of the House)

It is notified that the following business is *tentatively* scheduled to appear in the Order Paper for Tuesday, September 22, 2025–

A. <u>MOTION</u>— <u>CONSIDERATION OF FIFTH REPORT ON THE EXAMINATION OF FINANCIAL STATEMENTS OF SELECTED STATE CORPORATIONS</u>

(The Chairperson, Public Investments Committee on Social Services, Administration and Agriculture)

(If not concluded on Tuesday, August 19, 2025 - Afternoon Sitting)

B. THE KENYA ROADS (AMENDMENT) (No. 3) BILL (NATIONAL ASSEMBLY NO. 34 OF 2025)

(The Hon. Peter Kaluma, M.P. – On behalf of the House's General Legislative Caucus)

Second Reading

(If not concluded on Tuesday, August 19, 2025 - Afternoon Sitting)

C. <u>MOTION</u>- <u>CONSIDERATION OF REPORT ON THE EXAMINATION OF FINANCIAL STATEMENTS FOR THE WATER SECTOR TRUST FUND</u>

(The Chairperson, Special Funds Accounts Committee)

(If not concluded on Tuesday, August 19, 2025 - Afternoon Sitting)

D. <u>THE PRIVATISATION BILL (NATIONAL ASSEMBLY BILL NO. 36 OF 2025)</u>

(The Leader of the Majority Party)

Second Reading

(If not concluded on Tuesday, August 19, 2025 - Afternoon Sitting)

		/Appendix*
--	--	------------

APPENDIX

NOTICE OF PETITIONS, QUESTIONS & STATEMENTS

ORDER NO. 7 - STATEMENTS

It is **notified** that, pursuant to the provisions of Standing Order 44(2)(c), the following Statements will be:-

Member

Relevant Committee

(a) requested—

No. Subject

	,		
1.	Operationalisation of administrative units in Kambu sub-county	Hon. Jessica Mbalu, M.P. (Kibwezi East)	Administration and Internal Security
2.	Implementation of the Electronic Government Procurement (e-GP) System	Hon. Joshua Kimilu, M.P. (Kaiti)	Finance and National Planning
3.	Operational effectiveness of Kenya Airways	Hon. Dick Maungu, M.P. (Luanda)	Transport and Infrastructure
(b)	responded to—		
No.	Subject	Member	Relevant Committee
110.	casjeet	1,10111001	
1.	Management of the <i>Hajj</i> Programme in the country	Hon. Husseinweytan Mohamed, M.P. (Mandera East)	
	Management of the <i>Hajj</i>	Hon. Husseinweytan Mohamed, M.P.	Defence, Intelligence
1.	Management of the <i>Hajj</i> Programme in the country Disappearance of <i>Mr. Brian</i>	Hon. Husseinweytan Mohamed, M.P. (Mandera East) Hon. David Gikaria, M.P.	Defence, Intelligence and Foreign Relations