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REPUBLIC OF KENYA



Paper laid
By Hon. Aden Keenan, MP
Chair, PIC on Thursday
15/6/2017
[Signature]

THE NATIONAL ASSEMBLY

ELEVENTH PARLIAMENT - FIFTH SESSION



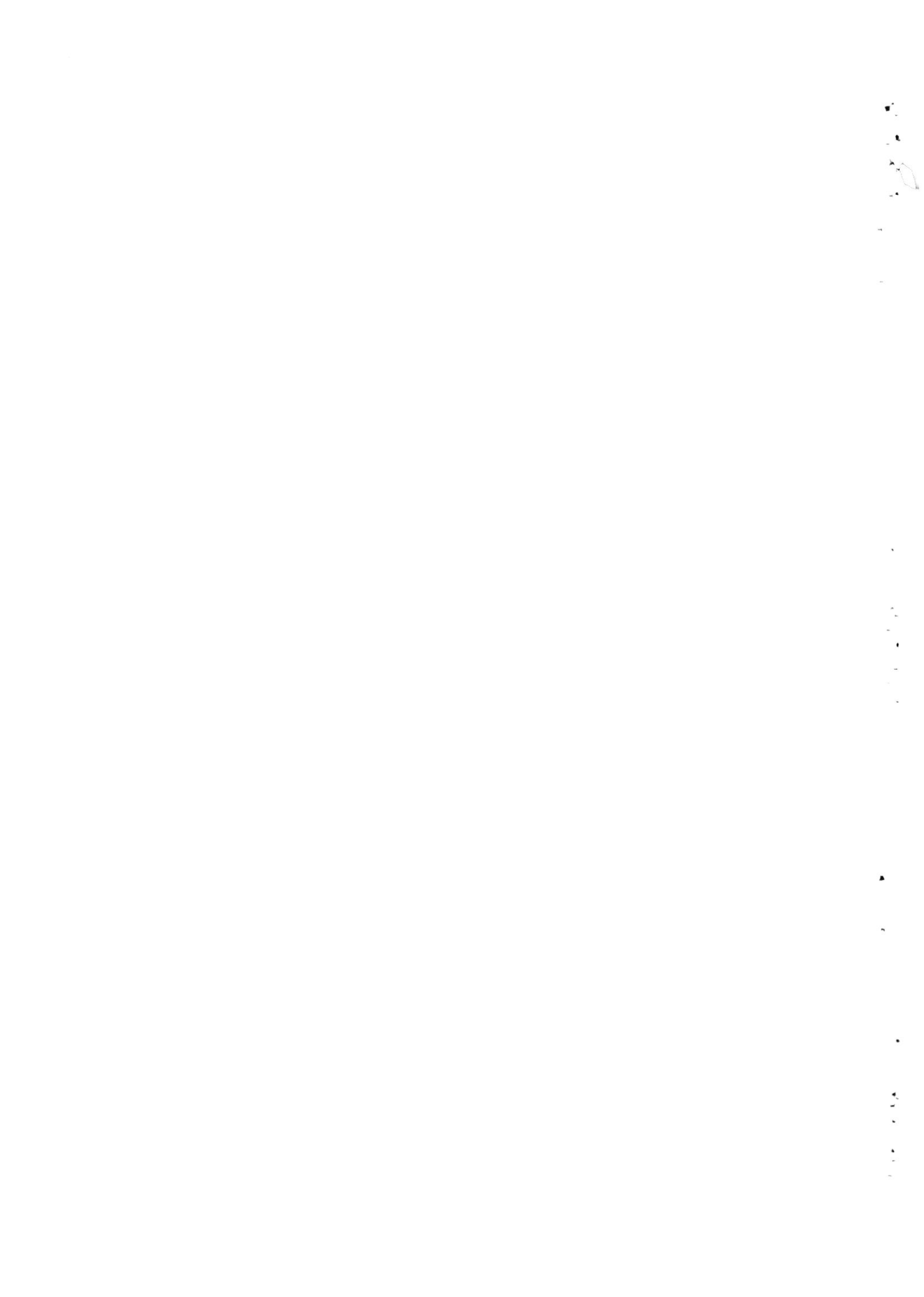
Directorate of Committee Services

EXIT REPORT OF THE ELEVENTH PARLIAMENT'S PUBLIC INVESTMENTS COMMITTEE

(MAY 2013 TO JUNE 2017)

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LIST OF ACRONYMS/ABBREVIATIONS

DCI	-	Directorate of Criminal Investigations
DPP	-	Directorate of Public Prosecutions
ISC	-	Inspectorate of State Corporations
PIC	-	Public Investments Committee

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1.0 CHAIRMAN'S FOREWORD

1.1. Establishment and Mandate

The Standing Orders in both Houses of the Kenyan Parliament are established pursuant to Article 124 of the Constitution of Kenya 2010, to guide the orderly conduct of House proceedings, including the proceedings of Committees as they oversight other arms of Government.

Standing Order 206 provides for the establishment of the Public Investments Committee (PIC). The Committee is responsible for the examination of the working of the public investments with the following mandate –

- a) To examine the reports and accounts of the public investments;
- b) To examine the reports, if any, of the Auditor General on the public investment;
- c) To examine, in the context of the autonomy and efficiency of the public investments, whether the affairs of the public investments, are being managed in accordance with sound financial or business principles and prudent commercial practices.

1.2 Committee Membership

Pursuant to Standing Order 206 (4), the 11th Parliament had two Public Investments Committees as follows –

1.2.1 First PIC (May 2013 – December 2015)

The first Committee was constituted on 21st May, 2013 comprising of the following Members of the National Assembly: -

Hon. Adan Wehliye Keynan, CBS, MP - Chairperson

Hon. Anthony Ichung'wah Kimani, MP - Vice Chairperson

Hon. Francis Mwanzia Nyenze, MP

Hon. (Dr.) Oburu Oginga, MGH, MP

Hon. Wafula Wamunyinyi, MP



Hon. Adan Mohammed Nooru, MP
Hon. John Olago Aluoch, MP
Hon. (Dr.) Paul Nyongesa Otuoma, EGH, MP
Hon. Franklin Mithika Linturi, MP
Hon. Elias Bare Shill, MP
Hon. Sammy Silas Komen Mwaita, MP
Hon. (CPA) Thomas Ludindi Mtwadeghu, CBS, MP
Hon. Chrisanthus Wamalwa Wakhungu, CBS, MP
Hon. (Eng). John Kiragu, MP
Hon. (Dr.) Korei Ole Lemein MP
Hon. Abdullswamad Sheriff Nassir, MP
Hon. Beatrice Nkatha Nyaga, HSC, MP
Hon. Bernard Munywoki Kitungi, MP
Hon. Cornelly Serem, MP
Hon. Irungu Kang'ata, MP
Hon. Johana Kipyegon Ng'eno, MP
Hon. John Muchiri Nyaga, HSC, MP
Hon. John Ogutu Omondi, MP
Hon. John Waluke Koyi, MP
Hon. Mary Sally Keraa, MP
Hon. Njogu Barua, MP
Hon. Onesmus Muthomi Njuki, MP

1.2.2 Second PIC (February 2016 – June 2017)

Pursuant to Standing Order No. 206 (5), which provides that, the Committee constituted immediately following the general elections shall serve for a period of three calendar years and that constituted thereafter shall serve for the remainder of the parliamentary

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term, a new Committee was constituted on 16th February, 2016. The membership comprised of the following Members: -

- Hon. Adan Wehliye Keynan, CBS, MP* - *Chairperson*
- Hon. Anthony Kimani Ichung'wah, MP* - *Vice Chairperson*
- Hon. Francis Mwanzia Nyenze, EGH, MP*
- Hon. (Dr.) Oburu Oginga, MGH, MP*
- Hon. (CPA) Thomas Ludindi Mwadeghu, CBS, MP*
- Hon. Adan Mohammed Nooru, MP*
- Hon. Franklin Mithika Linturi, MP*
- Hon. Wafula Wamunyinyi, MP*
- Hon. Elias Bare Shill, MP*
- Hon. Sammy Silas Komen Mwaita, MP*
- Hon. (Dr.) Paul Otuoma Nyongesa, EGH. MP*
- Hon. John Olago Aluoch, MP*
- Hon. (Eng.) John Kiragu, MP*
- Hon. (Dr.) Chrisanthus Wamalwa Wakhungu, CBS, MP*
- Hon. (Dr.) Korei Ole Lemein, MP*
- Hon. (Eng.) Stephen Ngare, MP*
- Hon. Abdullswamad Sheriff Nassir, MP*
- Hon. Beatrice Nkatha Nyaga, HSC, MP*
- Hon. Bernard Munywoki Kitungi, MP*
- Hon. Cornelly Serem, MP*
- Hon. Dorcas Kedogo, MP*
- Hon. Irungu Kang'ata, MP*
- Hon. Johana Kipyegon Ng'eno, MP*
- Hon. John Muchiri Nyaga, MP*
- Hon. John Ogutu Omondi, MP*

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Hon. Mary Sally Keraa, MP

Hon. Onesmus Muthomi Njuki, MP

1.3 Justification

This Report is a summary of the Committee's key achievements in the 11th Parliament and challenges encountered in the course of undertaking its mandate. Recommendations on how to address some of the challenges have also been provided.

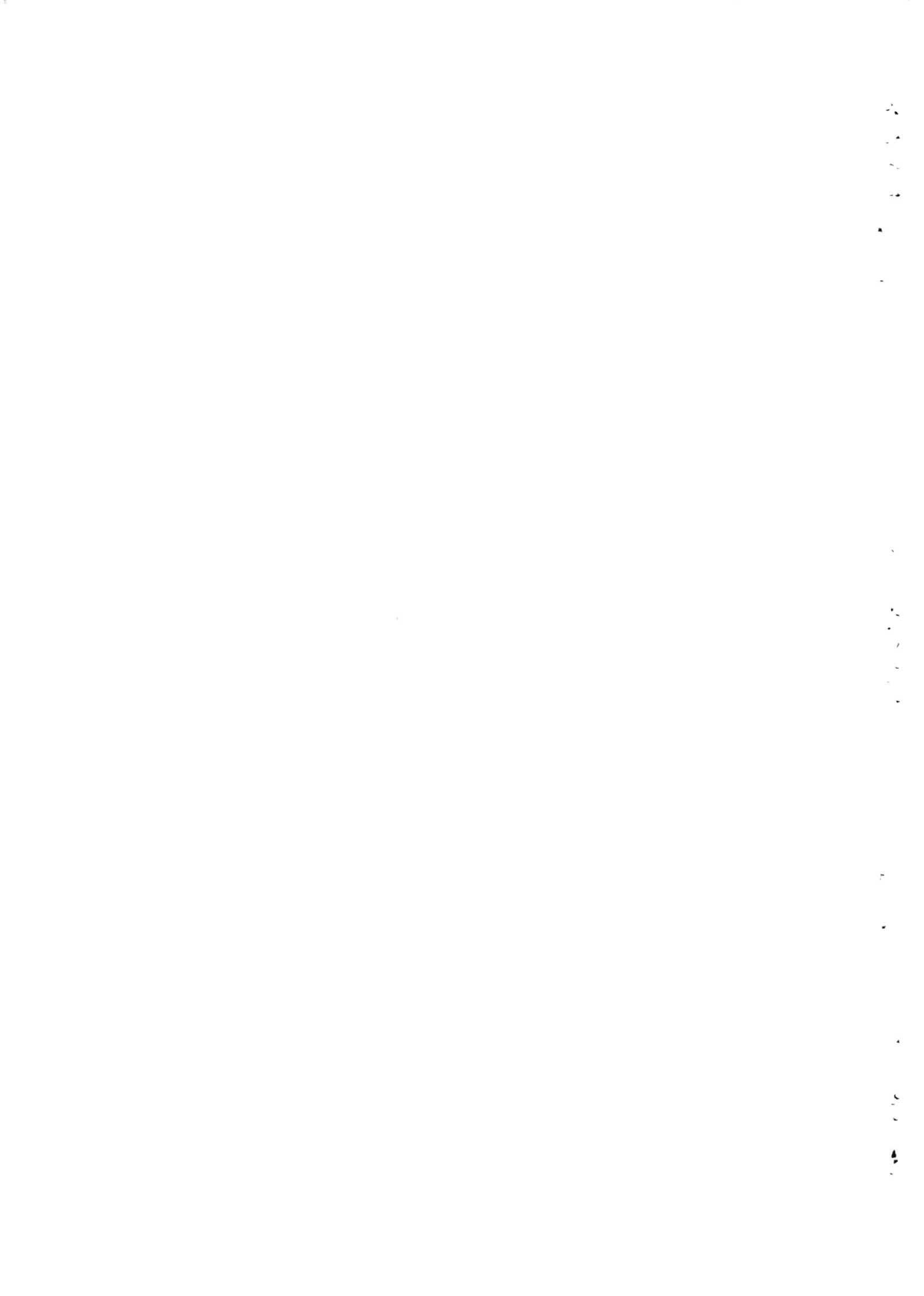
Most importantly, this Report also serves to inform the successor of the current Committee on the progress made in implementing Article 229 (8) of the Constitution which requires that within three months after receiving an audit report, Parliament should debate and consider the report and take appropriate action.

Between May 2013 and June 2017, the Committee examined a record number of one hundred and fifty-one (151) Accounts of State Corporations which culminated in tabling of the following three (3) Reports on the Accounts of State Corporations: 19th, 20th and 21st Reports. The adoption status of these reports by the House has also be recorded.

The Committee also undertook various inquiries pursuant to Standing Order 206 (7) (c) and tabled sixteen (16) Reports, out of which six (6) are awaiting adoption by the House.

These Reports contain observations and recommendations, which if taken into account and implemented, will enhance accountability, effectiveness, transparency, efficiency, prudent management and profitability in State Corporations and the public investments sector as a whole.

During this period, the Committee also undertook various capacity building activities for the Members, including local visits, workshops, study tours, fact-finding missions and international conferences/workshops. These activities have also been recorded in the report.



2.0 SUMMARY OF KEY ACHIEVEMENTS (2013 - 2017)

The Committee tabled the following Reports during this period –

2.1 FIRST SESSION - 2013

2.1.1 Reports on Inquiry/Examination of Accounts of State Corporations

Report Title	Date Tabled	Adoption Status
Special Report on the Contract between the National Cereals and Produce Board (NCPB) and M/S Erad Supplies and General Contract Ltd for the supply of maize	22 nd October, 2013	5 November, 2013

2.1.2 Workshops/Retreats/Field Visits Undertaken

	ACTIVITY	Dates Undertaken
1.	Committee Induction Workshop	6 - 9 June, 2013
2.	Report Writing Retreat	6 - 9 August, 2013
3.	Report Writing Retreat	6 - 12 October, 2013

2.1.3 Foreign Travel Undertaken

Study Visit to the Kingdom of Sweden undertaken from 24 - 28 September, 2013.

2.2 SECOND SESSION - 2014

2.2.1 Reports on Inquiry/Examination of Accounts of State Corporations

	Report Title	Date Tabled	Adoption Status
1.	Special Report on the Restructuring of the Kenya Petroleum Refinery Limited	29 April 2014	16 June, 2015
2.	Special Report on the Recapitalization and	29 April, 2014	23 April, 2015

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	Report Title	Date Tabled	Adoption Status
	Balance Sheet Restructuring of Telkom Kenya Limited		
3.	Special Report on the Procurement and Financing of the National Social Security Fund Tassia II Infrastructure Development Project	30 April, 2014	22 February, 2017
4.	Special Report on the Procurement and Financing of the construction of the Standard Gauge Railway from Mombasa to Nairobi (Phase I) and Nairobi to Malaba/Kisumu (Phase II)	30 April, 2014	24 June, 2014
5.	Special Report on the Procurement of the Tender for the proposed Kenya Bureau of Standards Coast Regional Offices and Laboratories in Mombasa	4 June, 2014	Awaiting Debate
6.	Special Report on the Procurement of the Independent Consultant for Design Review and Construction Supervision for the Standard Gauge Railway from Mombasa to Nairobi and procurement and installation of facilities, locomotives and rolling stock	2 December, 2014	Awaiting Debate

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2.2.2 Workshops/Retreats/Field Visits Undertaken

	ACTIVITY	Dates Undertaken
1.	Report Writing Retreat	22-25 April, 2014
2.	Examination of Accounts of State Corporations based in North Rift Region	21-24 May, 2014
3.	Examination of Accounts of State Corporations based in the Coast Region	8-12 July, 2014

2.2.3 Foreign Travel Undertaken

	ACTIVITY	DATE(S) UNDERTAKEN
1.	Study Visit to The Kingdom of Sweden	24-28 September, 2013
2.	Benchmarking Visit to the Republic of Turkey	26-30 May, 2014
3.	West Africa Association of Public Accounts Committee (WAAPAC) Conference in Burkinabe, Burkina Faso	14-18 July, 2014
4.	Association of Public Accounts Committees (APAC) Conference, held in South Africa	22-27 September, 2014
5.	Benchmarking Visit to the Republic of Namibia	22-27 September, 2014
6.	Benchmarking visit to the People's Republic of China	13-16 October, 2014
7.	Benchmarking Visit to The Republic of India	17-21 November, 2014
8.	8 th East Africa Association of Public Accounts Committees (EAAPAC) Conference, held in Addis Ababa, Ethiopia	24 - 28 November, 2014

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2.3 THIRD SESSION - 2015

2.3.1 Reports on Inquiry/Examination of Accounts of State Corporations

	Report Title	Date Tabled	Adoption Status
1.	Special Report on the Procurement Process of the Kenya Pipeline Company Ltd Line 1 Capacity Enhancement Project (Mombasa - Nairobi Pipeline)	10 February, 2015	30 April, 2015
2.	Special Report on the Procurement Process of the Kenya Pipeline Company Ltd Line 1 Capacity Enhancement Project (Mombasa - Nairobi Pipeline)	10 February, 2015	30 April, 2015
3.	Nineteenth (19 th) Report of the Public Investments Committee on the Audited Financial Statements of State Corporations (72 State Corporations up to Financial Year (FY) 2012/2013)	31 March, 2015	30 June, 2015
4.	Special Report on the Kenya Airports Authority Duty Free Shops contracts at Jomo Kenyatta International Airport and Moi International Airport: 1989 to 2015	1 December, 2015	Negated on 24 May, 2017
5.	Twentieth (20th) Report of the Public Investments Committee on the Accounts of State Corporations, and adopted on. (64 State Corporations FY 2012/2013 up to FY 2013/2014)	3 December, 2015	6 October, 2016

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2.3.2 Workshops/Retreats/Field Visits Undertaken

	ACTIVITY	Dates Undertaken
1.	Report Writing Retreat	2-8 February, 2015
2.	Report Writing Retreat	26-29 March, 2015
3.	Report Writing Retreat	1-6 November, 2015

2.3.3 Foreign Travel Undertaken

	Activity	Dates Undertaken
1.	Benchmarking visit to Washington, DC in the United States of America	6 - 14 June, 2015
2.	12th Southern Africa Development Community Organization of Public Accounts Committees (SADCOPAC) Conference, held in Mahe, Seychelles	7 - 12 September, 2015
3.	3rd Annual International PAC Symposium, held in London, United Kingdom	19 - 21 October, 2015
4.	9 th Conference and AGM of Eastern Africa Association of Public Accounts Committees(EAAPAC) held in Khartoum, Sudan	25 - 31 October, 2015

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2.4 FOURTH SESSION - 2016

2.4.1 Reports on Inquiry/Examination of Accounts of State Corporations

	Report Title	Date Tabled	Adoption Status
1.	Special Report on the Inquiry into allegations of Fraud and Financial Mismanagement at the Youth Enterprise Development Fund	4 May, 2016	24 August, 2016
2.	Special Report on the Inquiry into Allegations of Procurement Irregularities in the Award of the Kenya Bureau of Standards Tender No. KEBS/T057/2014 for the provision of pre-export inspection services for used motor vehicles	23 November, 2016	Awaiting Debate
3.	Special Report of the Public Investments Committee on the Inspection Visit of Phase I of the Standard Gauge Railway (Mombasa - Nairobi Line) undertaken between 16th - 18th June, 2016 and implementation status of Phase I and II of the Standard Gauge Railway	23 November, 2016	Awaiting debate

3.4.2 Workshops/Retreats/Field Visits Undertaken

	ACTIVITY	Dates Undertaken
1.	Report Writing Retreat	21-24 April, 2017
2.	Inspection Visit of Phase 1 of the Standard Gauge Railway (Mombasa - Nairobi Line)	16 - 18 June, 2016
3.	Examination of Accounts of State Corporations based in the Coast Region	19 August, 2016



	ACTIVITY	Dates Undertaken
4.	Inspection Visit of Ronald Ngala Utalii College in Kilifi County	20 August, 2016
5.	Report Writing Retreat	17-20 November, 2017

3.4.3 Petition

Pursuant to Standing Order 220 and Section 4(1b) of the Petition to Parliament (Procedure) Act CAP 7C, the Hon. Protus Akuja Member of Parliament for Loima Constituency, on 26th April, 2016 presented a public petition to the House on behalf of Turkana County residents.

The Petition was referred to the Public Investments Committee pursuant to Standing Order 227 for consideration. the Committee considered the matter and reported to the House on 8 June, 2017.

3.4.4 Foreign Travel Undertaken

	Activity	Date(s) Undertaken
1.	Fact-finding visit to Japan to collect evidence on the Inquiry into the Kenya Bureau of Standard's procurement process for Tender No. KEBS/TO57/2014-2015 which was awarded to Quality Inspection Services Inc., Japan (QISJ) effective 1 st March 2015 for pre-export inspection services for used motor vehicles in Japan, United Kingdom, United Arab Emirates and South Africa from	28 th May to 5 th June, 2016.
2.	11 th Annual Audit, Risk and Governance Conference, held in Accra, Ghana	1-5 August, 2016

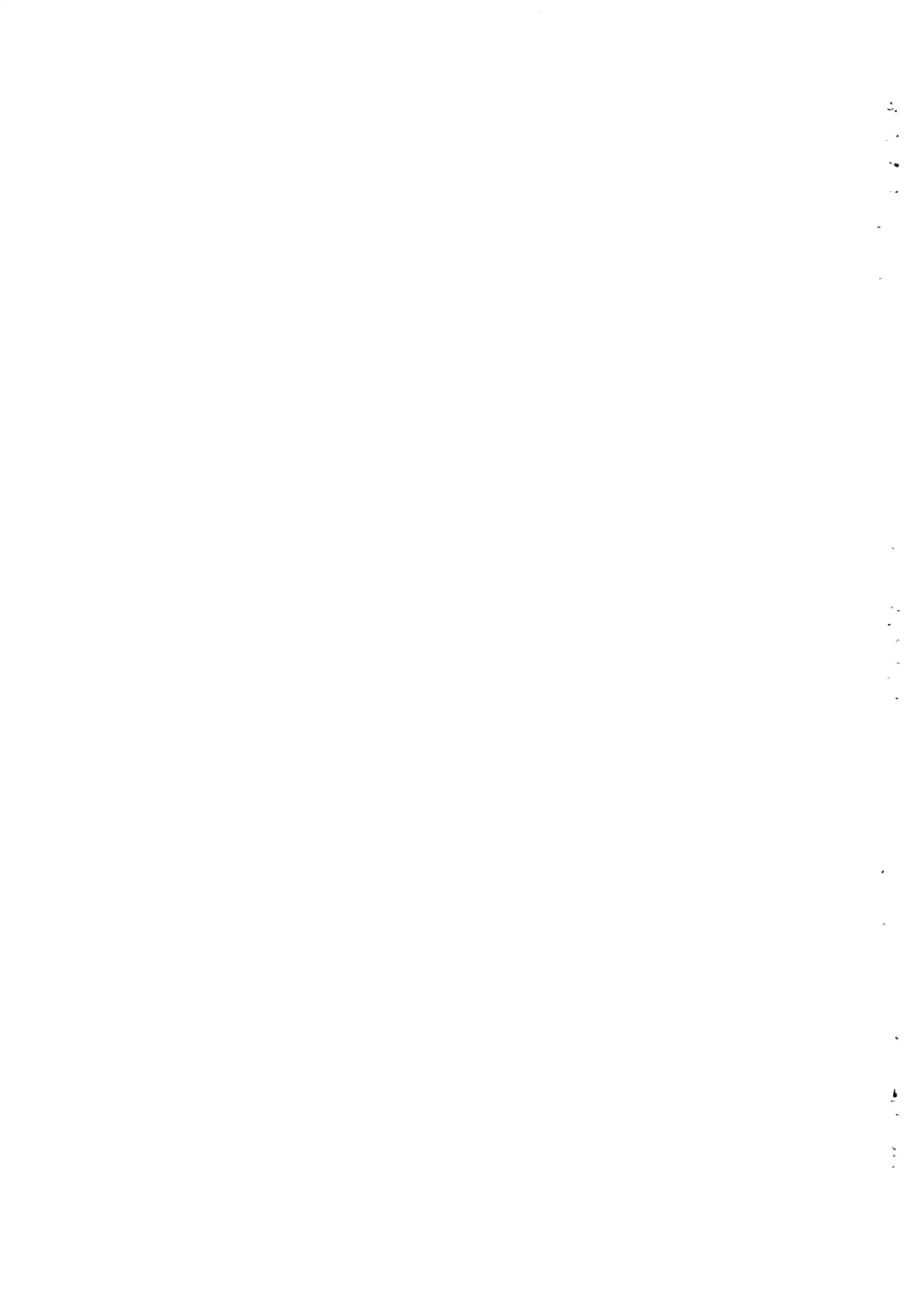
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	Activity	Date(s) Undertaken
3.	16 th Biennial APAC Conference 2016 held in Bloemfontein, South Africa	19-22 September, 2016
4.	4 th Annual Public Accounts Committee Symposium held in London, United Kingdom	17-21 October, 2016
5.	Global Tax Transparency Summit held in London, United Kingdom.	8-9 December, 2016

2.5 FIFTH SESSION - 2017

2.5.1 Reports on Inquiry/Examination of Accounts of State Corporations

	Report Title	Date Tabled	Adoption Status
1.	Special Report on the Implementation Status of the Kenya Pipeline Company Line 1 (Capacity Enhancement) Project: Mombasa - Nairobi Pipeline Undertaken Between 2 nd - 3 rd February, 2017	9 May, 2017	Awaiting debate
2.	Twenty First (21 st) Report of the Public Investments Committee on the Accounts of State Corporations (41 State Corporations up to FY 2014/2015)	17 May, 2017	Adopted on 14 June, 2017
3.	Special Report on the Procurement and Financing of the Tourism Fund's Ronald Ngala Utalii College Project in Kilifi County	24 May, 2017	Adopted on 15 June, 2017
4.	Special Report on the Implementation of the National Social Security Fund's Hazina	14 June, 2017	Awaiting debate



	Report Title	Date Tabled	Adoption Status
	Towers in Nairobi CBD, Joint Venture Property Development on Kenyatta Avenue in Nairobi County and Mavoko Municipality in Machakos County		

2.5.2 Workshops/Retreats/Field Visits Undertaken

	ACTIVITY	Dates Undertaken
1.	Fact-finding visit of the Kenya Pipeline Company Line 1 (Capacity Enhancement) Project: Mombasa - Nairobi Pipeline	2- 3 February, 2017
2.	Examination of Accounts of State Corporations based in the Nyanza and Western Kenya Region (Meetings held in Kisumu)	16 -19 February, 2017
3.	Examination of Accounts of State Corporations based in North Region (Meetings held in Eldoret)	23-26 February, 2017
4.	Report Writing Retreat	3-7 May, 2017

2.5.3 Foreign Travel Undertaken

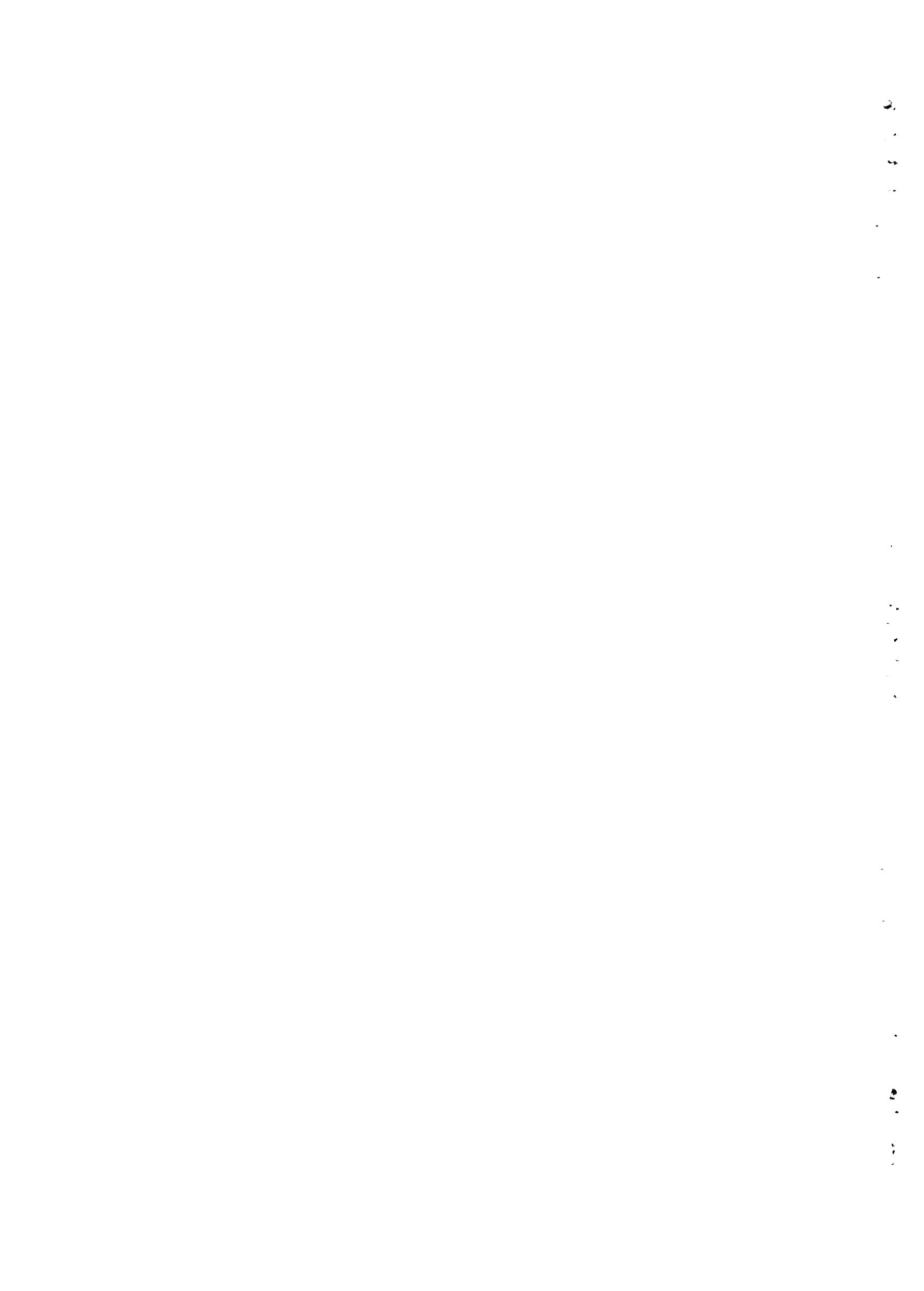
	ACTIVITY	Dates Undertaken
1.	7 th West Africa Association of Public Accounts Committee (WAAPAC) Conference and AGM, held in Niamey, Niger	8-10 January, 2017
2.	International Conference on Tackling Illicit Financial Flows, Yaounde, Cameroon	24-26 May, 2017



3.0 PENDING BUSINESS BEFORE THE COMMITTEE

Pending business before the Committee as at May 2017 includes the following: -

1. Examination of the Reports of the Auditor General on the Financial Statements of State Corporations already laid on the Table of the House;
2. Renewal of Motion for the following Reports awaiting debate before the House:
 - (i) **Special Report on the Procurement of the Tender for the proposed Kenya Bureau of Standards Coast Regional Offices and Laboratories in Mombasa, laid on the Table of the House on 4 June, 2014**
 - (ii) **Special Report on the Procurement of the Independent Consultant for Design Review and Construction Supervision for the Standard Gauge Railway from Mombasa to Nairobi and procurement and installation of facilities, locomotives and rolling stock, laid on the Table of the House on 2 December, 2014**
 - (iii) **Special Report on the Inquiry into Allegations of Procurement Irregularities in the Award of the Kenya Bureau of Standards Tender No. KEBS/T057/2014 for the provision of pre-export inspection services for used motor vehicles, laid on the Table of the House on 23 November, 2016**
 - (iv) **Special Report of the Public Investments Committee on the Inspection Visit of Phase I of the Standard Gauge Railway (Mombasa - Nairobi Line) undertaken between 16th - 18th June, 2016 and implementation status of Phase I and II of the Standard Gauge Railway, laid on the Table of the House on 23 November, 2016**
 - (v) **Special Report on the Implementation Status of the Kenya Pipeline Company Line 1 (Capacity Enhancement) Project: Mombasa - Nairobi Pipeline Undertaken Between 2nd - 3rd February, 2017, laid on the Table of the House on 9 May, 2017**



(vi) **Special Report on the Implementation of the National Social Security Fund's Hazina Towers in Nairobi CBD, Joint Venture Property Development on Kenyatta Avenue in Nairobi County and Mavoko Municipality in Machakos County, laid on the Table of the House on 14 June, 2017**

3. Inquiry into the Kenya Revenue Authority's Excise Goods Management System (EGMS): The Committee suspended collection of evidence on the matter to await a forensic audit by the Auditor General. The request was made on 12th October, 2016.

4.0 CHALLENGES AND RECOMMENDATIONS

Some of the challenges that the Committee encountered in the course of carrying out its mandate include:

- (i) **Reluctance and inordinate delays by some Accounting Officers and even Cabinet Secretaries to honour the Committee's invitations to meetings. PIC programs have been disrupted and frustrated by some Accounting Officers' constant abrupt requests to reschedule meetings.** There is, therefore, need for Accounting Officers to take Article 125 and 229 (8) of the Constitution very seriously as it relates to presentation of evidence on the accounts of State Corporations.
- (ii) **Tracking of the implementation status of PIC/PAC Reports:** *There is need for the National Treasury to submit to Parliament, by way of an annual National Treasury Memorandum, the status of implementation of recommendations of PAC and PIC reports.* This would minimize audit queries that keep recurring in the Auditor General's annual report as well as assist tracking of the progress of implementation of the recommendations in special reports.
- (iii) **Delay in appointment of Members of the Board of State Corporations and substantive Chief Executive Officers of State Corporations:** The Committee has consistently observed that some State Corporations operate without duly constituted Boards for an inordinately long period of time contrary to the

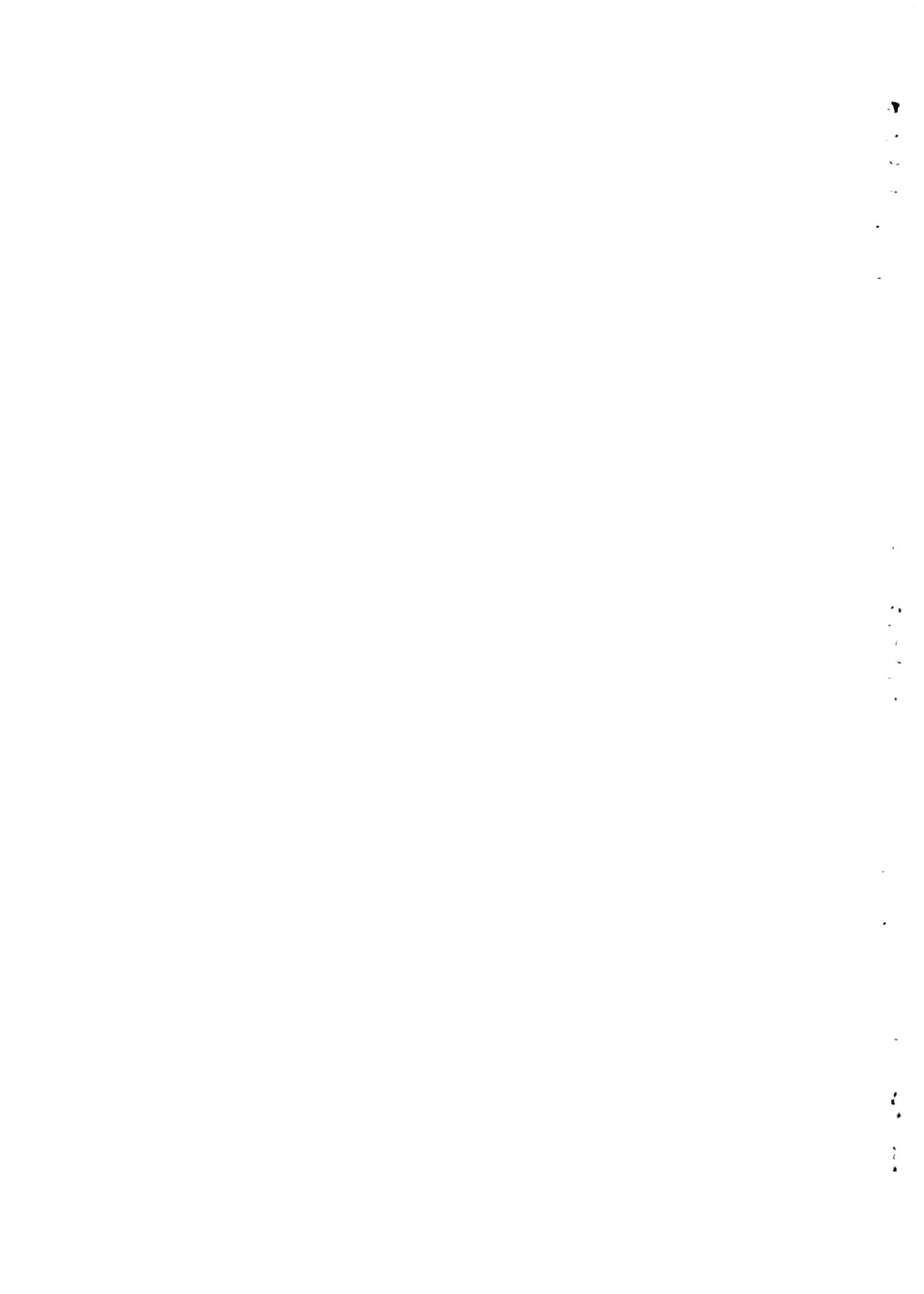


Employment Act 2007, Code of Regulations for Public Service and the *Mwongozo* Code of Governance for State Corporations (e.g. the Tourism Fund which was without a Board from 2012 to 2015. The CDF Board has also been without a substantive Chief Executive Officer (CEO) since 2012 when the then CEO was appointed as the Controller of Budget. In the case of Tourism Fund, the delay in appointment of Board Members put in jeopardy the running of the Corporation and delayed crucial decisions especially on matters that required Board approval. It also resulted in management implementing decisions without Board approval.

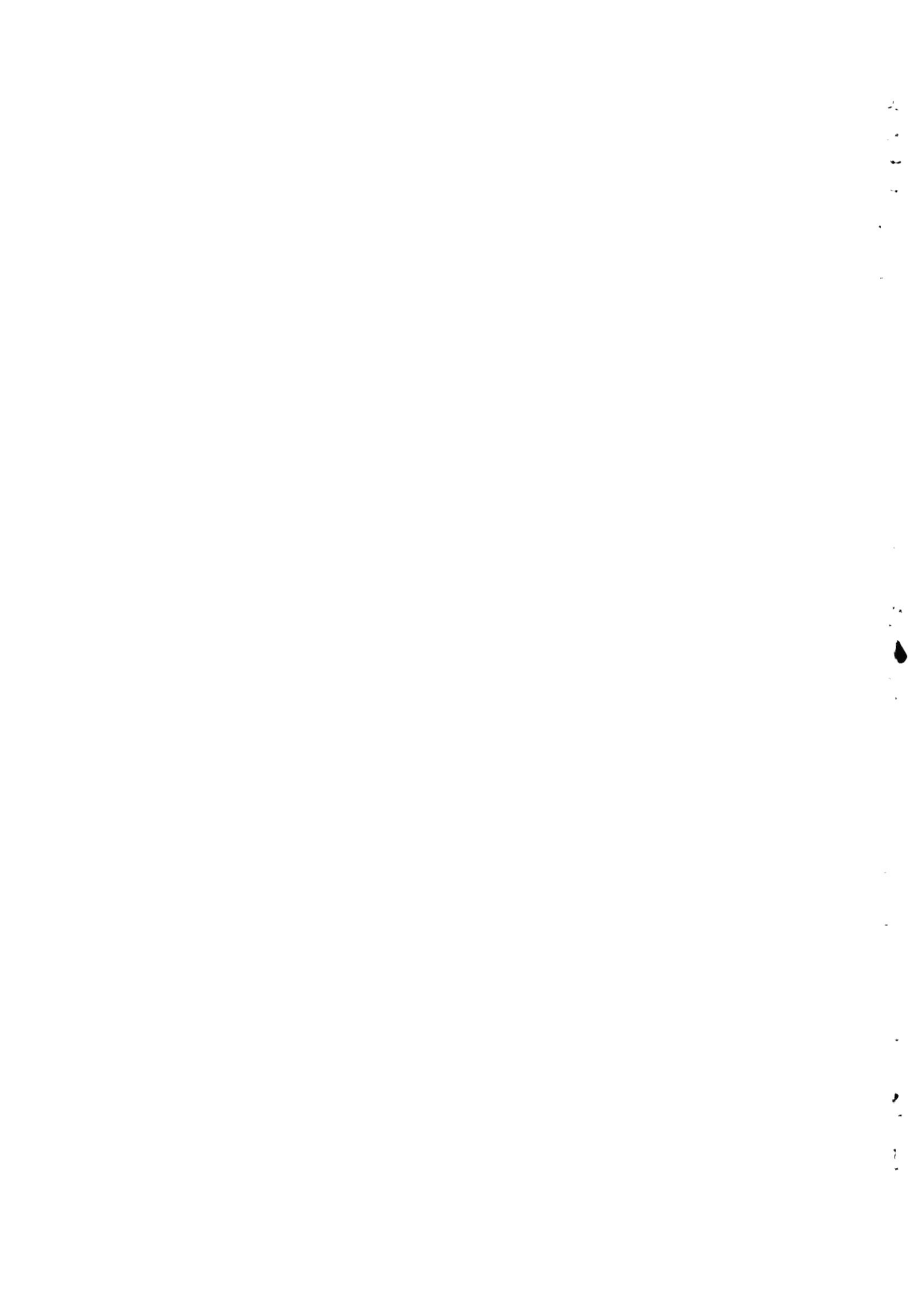
To address this challenge, the Committee recommends that the appointing authorities of various Boards should ensure that there is timely appointment of Board members for effective operation of the state corporations and as a good governance measure.

- (iv) **Implementation of Mwongozo Code of Governance:** The Committee lauds the government for having introduced the *Mwongozo code* to serve as a critical building block to in entrenching principles and values of public service and best practice in corporate governance. The document has however faced implementational challenges e.g. appointment of Board Chairpersons and Members without adherence to the Board. For instance, the former Youth Enterprise Development Fund Chairman, Mr. Bruce Odhiambo tenure resulted in the loss of more than Kshs. 180 million shillings at the Fund.

The Committee recommends that Executive should work towards ensuring that the Mwongozo code attains a legal status. While it is a state document, the code is not a law and neither a regulation, and for this purpose its provisions are persuasive but not a ground a citizen can focus on to claim a right. In the forward to the Mwongozo code it is stated that the code was to be issued as a regulation under section 30 of the State Corporation Act cap 466. If this happened implementation would be greatly enhanced.



- (v) **Role of Ministry Representatives in Board of State Corporations:** The Committee is concerned that some officers representing their respective Accounting Officers in Boards of State Corporations have not diligently performed their duty of overseeing the Boards in which they sit in on behalf of their Accounting Officers. As a result, a number of parastatals have been mismanaged with the full knowledge of these officers e.g. the Youth Enterprise Development Fund.
- (vi) **Adherence of State Corporations to the National Treasury Circulars:** The Committee has observed that most state corporations have not strictly adhered to the National Treasury Circulars E.g. Treasury Circular No. 10 of 15th July, 1992 and No. 12 of 2002 on investments of surplus public funds and opening accounts in commercial banks. Non-adherence to these circulars has resulted in loss of funds in privately-held banks some of which collapsed in the recent past.
- (vii) **Very little focus on Performance-Based Budgeting/Performance Auditing** that concentrates on the results that are being delivered for resources provided, rather than just how much money is being spent, with the aim of strengthening resource allocation, effectiveness, efficiency and accountability.
- (viii) **Officers from DPP and the DCI to sit in Oversight Parliamentary Committees:** In a meeting convened by PAC and PIC with the “Big 9” in March 2016, the DPP strongly felt that his officers (including those of DCI) could benefit a great deal from attending Sittings of the Committee as this would enable the officers to gather evidence in real time to facilitate prosecution of culpable officers without necessarily waiting for recommendations of other investigative organs e.g. Parliament.
- (ix) **Under funding of the Inspectorate of State Corporations:** The Committee recognizes the integral role played by the Inspectorate of State Corporations (ISC) as one of the watchdog agencies mandated to report on the effective running of State Corporations and advise the government thereon. Section 18(2) (c) of the State Corporations Act, Cap 446, Laws of Kenya provides that the Inspector-



General of Corporations and his staff are required to attend meetings of Board/Committee of any state corporation for the effective carrying out of his duties. The Inspectorate is however constrained in fully undertaking its mandate owing to shortage of technical staff and inadequate budgetary provisions.

The Committee therefore recommends that the Inspectorate of State Corporations be strengthened by way of enhancing its budgetary allocation and staffing levels to ensure that it enhances service delivery by state corporations through close monitoring and presenting regular reports to the Executive and to Parliament.

The Committee further recommends that all Accounting Officers of the various State Corporations must at all times ensure that Section 10(1) of the State Corporations Act, Cap 466 laws of Kenya, as amended under the Statute Law (Miscellaneous Amendment) Act of June 2002, is fully complied with.

5.0 CONCLUSION

In conclusion, the effectiveness of watchdog committees such as PIC cannot be over-emphasized. Their effectiveness depends a great deal on the interaction between various stakeholders, for example, the Auditor General, the Executive, the media and the public in general. It is important, therefore, for these stakeholders to embrace a good working relationship but which ultimately recognises the independence of the Committee in working towards ensuring accountability in the management of public funds.

6.0 ACKNOWLEDGEMENT

I wish to sincerely appreciate the efforts and sacrifices by Members of the Committee who have worked tirelessly for the achievement of the Committee's objectives during the period under review. Their tireless efforts ensured that the Committee succeeded in delivering on its mandate.

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The Committee is also grateful to the Offices of the Speaker and the Clerk of the National Assembly for the support extended to it in the execution of its mandate. It is out of their support that the Committee has not lacked resources to undertake its oversight function.

At this juncture, allow me to single out and specifically appreciate the following officers who worked diligently and sometimes beyond the call of duty to support the Committee deliver on its mandate: -

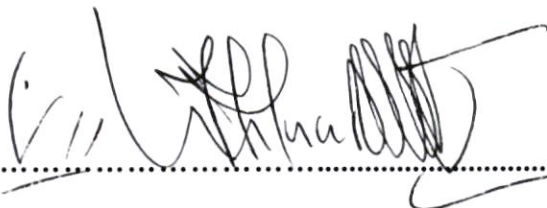
1. Mr. Nicholas Emejen - Deputy Director Committees (2013-2015)
2. Ms. Susan Maritim - First Clerk Assistant (2015 - 2017)
3. Mr. Abdullahi Aden - First Clerk Assistant (2013-2015)
4. Ms. Rose Wanjohi - Second Clerk Assistant (2014-2016)
5. Mr. Philip Lekarkar - Third Clerk Assistant (2014 - 2017)
6. Mr. Mohamed Boru - Third Clerk Assistant (2015 - 2017)
7. Ms. Esther Nginyo - Third Clerk Assistant (2013-2015)
8. Mr. Joash Kosiba - Fiscal Analyst I (2013 - 2017)
9. Mr. Eric Osoi - Research Officer III (2014-2015)
10. Mr. Charles Atamba - Research Officer III (2015-2017)
11. Mr. Salem Lorot - Legal Counsel II (2014-2016)
12. Mr. Peter Mwaura - Legal Counsel I (2015-2016)
13. Ms. Clarah Kimeli - Legal Counsel II (2016-2017)
14. Mr. Nimrod Ochieng - Audio Officer (2016-2017)
15. Ms. Rose Ometere - Audio Officer (2013-2016)
16. Ms. Mary Otieno - Office Support Assistant (2013-2017)

As I conclude, I also wish to sincerely thank the Office of the Auditor General, the Inspectorate of State Corporations and the National Treasury for their constant support to the Committee through regular attendance of meetings to offer the much-needed technical expertise. The Committee is also grateful to the Accounting Officers of State



Corporations and various witnesses who appeared and adduced evidence before it on various matters before the Committee.

It is now my pleasant duty and privilege, on behalf of the Public Investments Committee to present this Report to the National Assembly pursuant to Standing Order 199.

Signed.....

Date: 15-6-2017

HON ADAN W. KEYNAN, CBS, MP
CHAIRPERSON,
PUBLIC INVESTMENTS COMMITTEE

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ANNEXURE: Schedule of Examined Accounts by the PIC

	State Corporation	FYs examined in 19 th Report	FYs examined in 20 th Report	FYs examined in 21 st Report
1.	Agricultural Finance Corporation	2003/2004 to 2011/2012		
2.	Agro Chemical and Food Company Ltd.	2000/2001 to 2011/2012		2012/2013 to 2014/2015
3.	Anti-Counterfeit Agency		2012/2013 To 2013/2014	
4.	Athi Water Services Board			2004/2005 to 2013/2014
5.	Bomas of Kenya	2004/2005 to 2012/2013		
6.	Brand Kenya Board		2008/2009 To 2013/2014	
7.	Bukura Agricultural College			2009/2010 to 2014/2015
8.	Capital Markets Authority			2004/2005 to 2014/2015
9.	Central Bank of Kenya	2001/2002 to 2011/2012		
10.	Coast Development Authority	2007/2008 to 2011/2012		
11.	Coast Water Services Board	2007/2008 to 2011/2012		2012/2013 to 2014/2015
12.	Coffee Research Foundation	2002/2003 to 2011/2012		
13.	Commission for University Education	2002/2003 to 2012/2013	2012/2013 to 2013/2014	



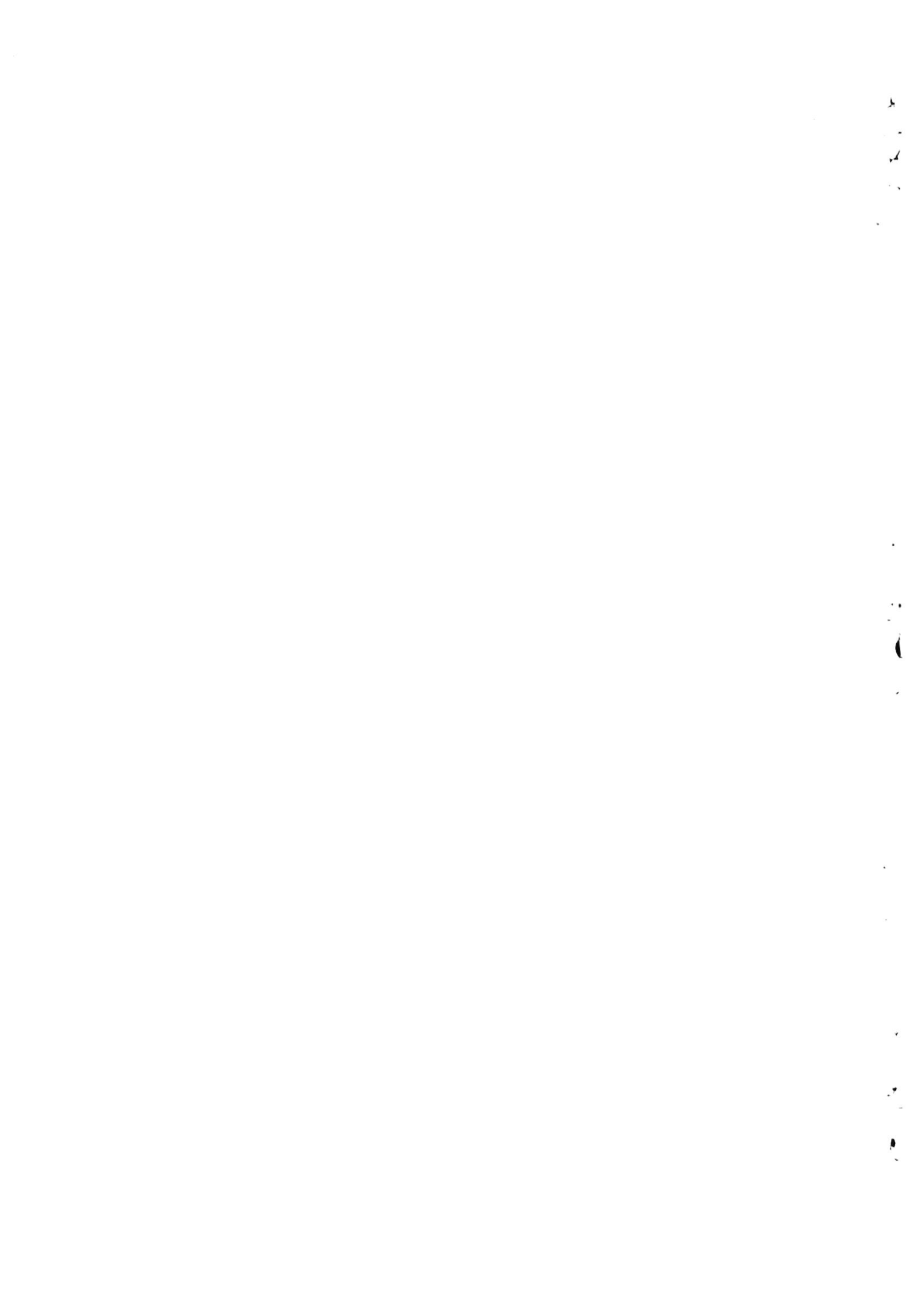
	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
14.	Competition Authority of Kenya		2013/2014	
15.	Consolidated Bank of Kenya		2000/2001 to 2013/2014	
16.	Cotton Development Authority	2001/2002 to 2012/2013		
17.	Council for Legal Education			2000/2001 to 2014/2015
18.	Development Bank of Kenya		FY 2000/2001 to 2013/2014	
19.	Embu University College	2012/2013		
20.	Energy Regulatory Commission	2006/2007 to 2012/2013		2012/2013 to 2014/2015
21.	Engineers Board of Kenya		2009/2010 to 2013/2014	
22.	Ewaso Ng'iro North Development Authority	2007/2008 to 2011/2012		
23.	Geothermal Development Company	2009/2010 to 2011/2012	2012/2013 to 2013/2014	2014/2015
24.	Golf Hotel			2006/2007 to 2014/2015
25.	Higher Education Loans Board	2003/2004 to 2011/2012		2012/2013 to 2014/2015
26.	Horticultural Crops Development Authority		2000/2001 to 2012/2013	
27.	Information, Communication & Technology Authority	2007/2008 to 2011/2012	2012/2013 to 2013/2014	



	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
28.	Insurance Regulatory Authority		2008/2009 To 2013/2014	
29.	Jaramogi Oginga Odinga University of Science & Technology			2009/2010 to 2014/2015
30.	Kenya Accountants and Secretaries Examinations Board		2000/2001 to 2013/2014	2014/2015
31.	Kenya Airports Authority	2009/2010 to 2011/2012		
32.	Kenya Bureau of Standards			2012/2013 to 2013/2014
33.	Kenya Civil Aviation Authority	2003/2004 to 2011/2012		
34.	Kenya Copyright Board		2008/2009 to 2013/2014	
35.	Kenya Dairy Board	2008/2009 to 2011/2012		
36.	Kenya Electricity Generating Company	2005/2006 to 2011/2012	2012/2013 to 2013/2014	
37.	Kenya Electricity Transmission Company Ltd.	2009/2010 to 2011/2012	2012/2013	
38.	Kenya Ferry Services Ltd	2003/2004 to 2011/2012		2012/2013 to 2014/2015
39.	Kenya Film Classification Board	2009/2010 to 2012/2013		
40.	Kenya Forest Service	2007/2008 to		



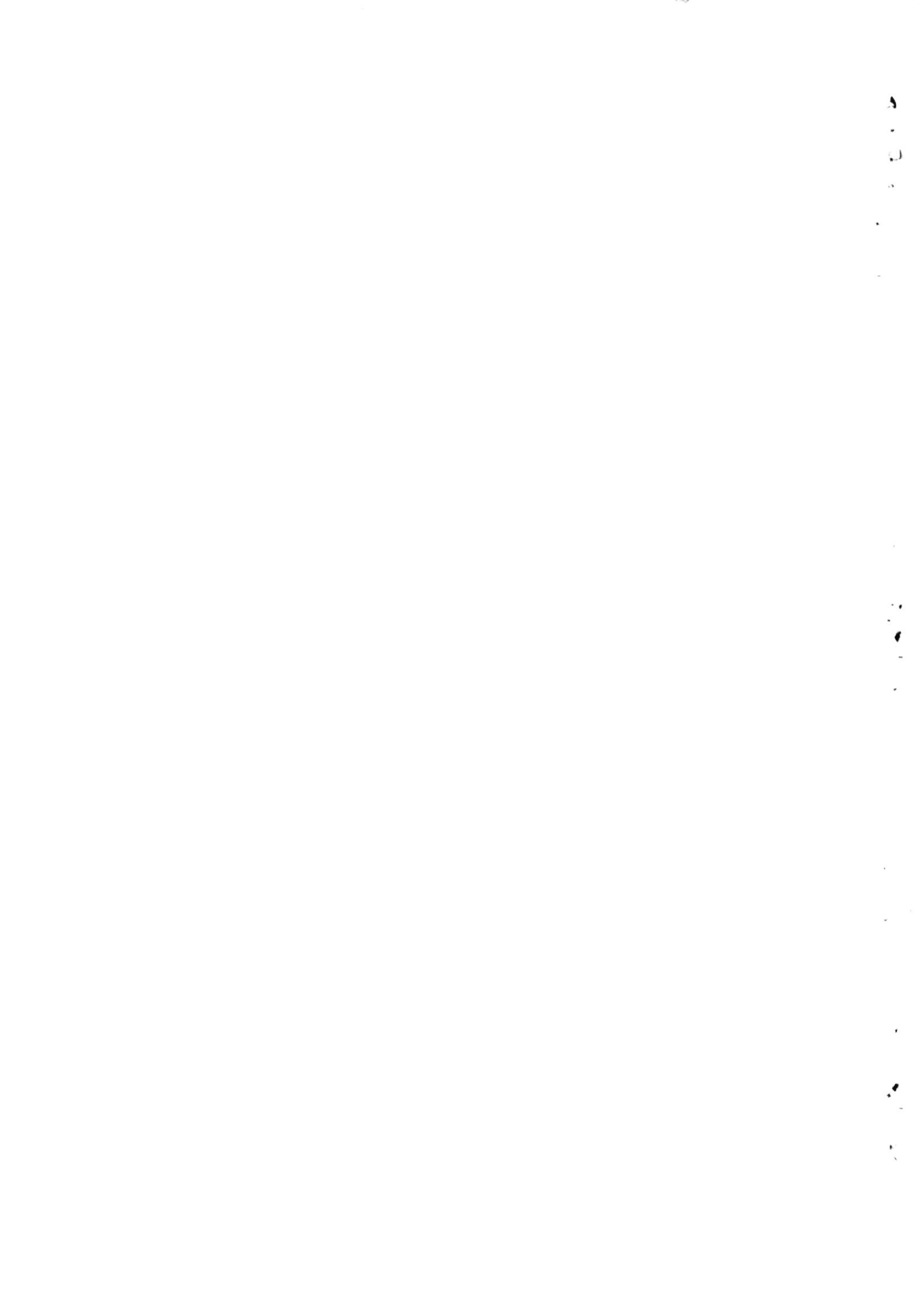
	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
		2011/2012		
41.	Kenya Forestry Research Institute	2001/2002 to 2012/2013		
42.	Kenya Industrial Research Development Institute	2001/2002 to 2011/2012		
43.	Kenya Institute of Curriculum Development	2001/2002 to 2012/2013		
44.	Kenya Institute of Public Policy Research and Analysis		2000/2001 to 2013/2014	
45.	Kenya Investment Authority		2008/2009 To 2013/2014	
46.	Kenya Marine & Fisheries Research Institute	2003/2004 to 2011/2012		
47.	Kenya Maritime Authority	2005/2006 to 2011/2012		2012/2013 to 2014/2015
48.	Kenya Meat Commission		2007/2008 to 2011/2012	
49.	Kenya Medical Laboratory Technicians & Technologists Board		2008/2009 to 2013/2014	
50.	Kenya Medical Research Institute	2002/2003 to 2011/2012		
51.	Kenya Medical Supplies Authority	2009/2010 to 2011/2012		
52.	Kenya Medical Training College	2007/2008 to 2011/2012		
53.	Kenya National Assurance		2009/2010 to	



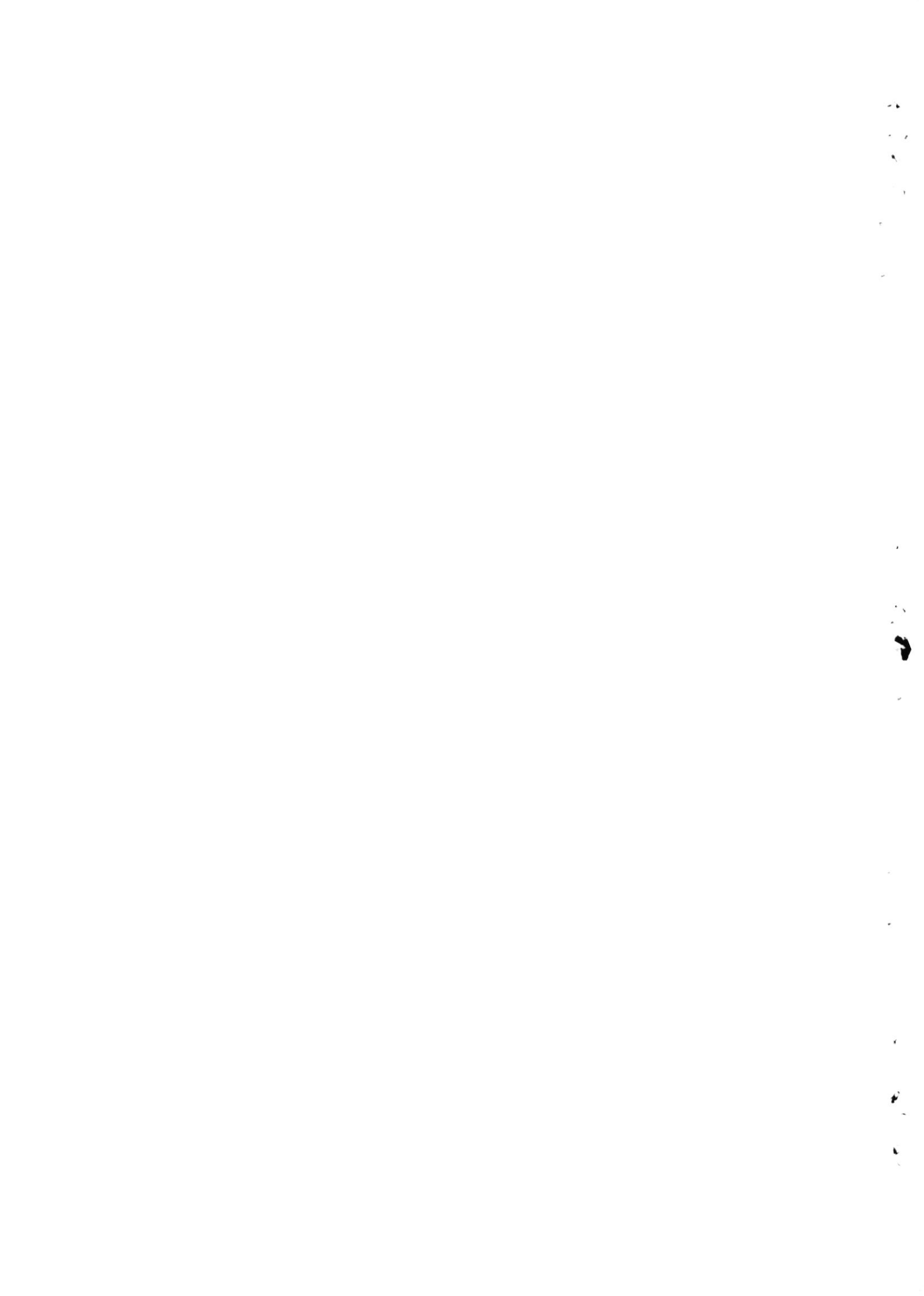
	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
	Company		2013/2014	
54.	Kenya National Bureau of Statistics			2007/2008 to 2014/2015
55.	Kenya National Examination Council	2001/2002 to 2011/2012		2012/2013 to 2014/2015
56.	Kenya National Highways Authority	2008/2009 to 2011/2012		2012/2013 to 2013/2014
57.	Kenya National Library Services	2003/2004 to 2012/2013		
58.	Kenya Nuclear Electricity Board	2012/2013		
59.	Kenya Ordinance Factories Corporation			2005/2006 to 2014/2015
60.	Kenya Petroleum Refineries Ltd.	2008/2008 to 2011/2012		
61.	Kenya Pipeline Company			2012/2013 to 2014/2015
62.	Kenya Plant Health Inspectorate Service	2001/2002 to 2011/2012		
63.	Kenya Ports Authority	2009/2010 to 2011/2012		2013/2014
64.	Kenya Power Ltd.	2004/2005 to 2011/2012		
65.	Kenya Railways Corporation	2007/2008 to 2009/2010		2009/2010 to 2014/2015
66.	Kenya Re-Insurance	2001/2012 to	2012/2013 to	

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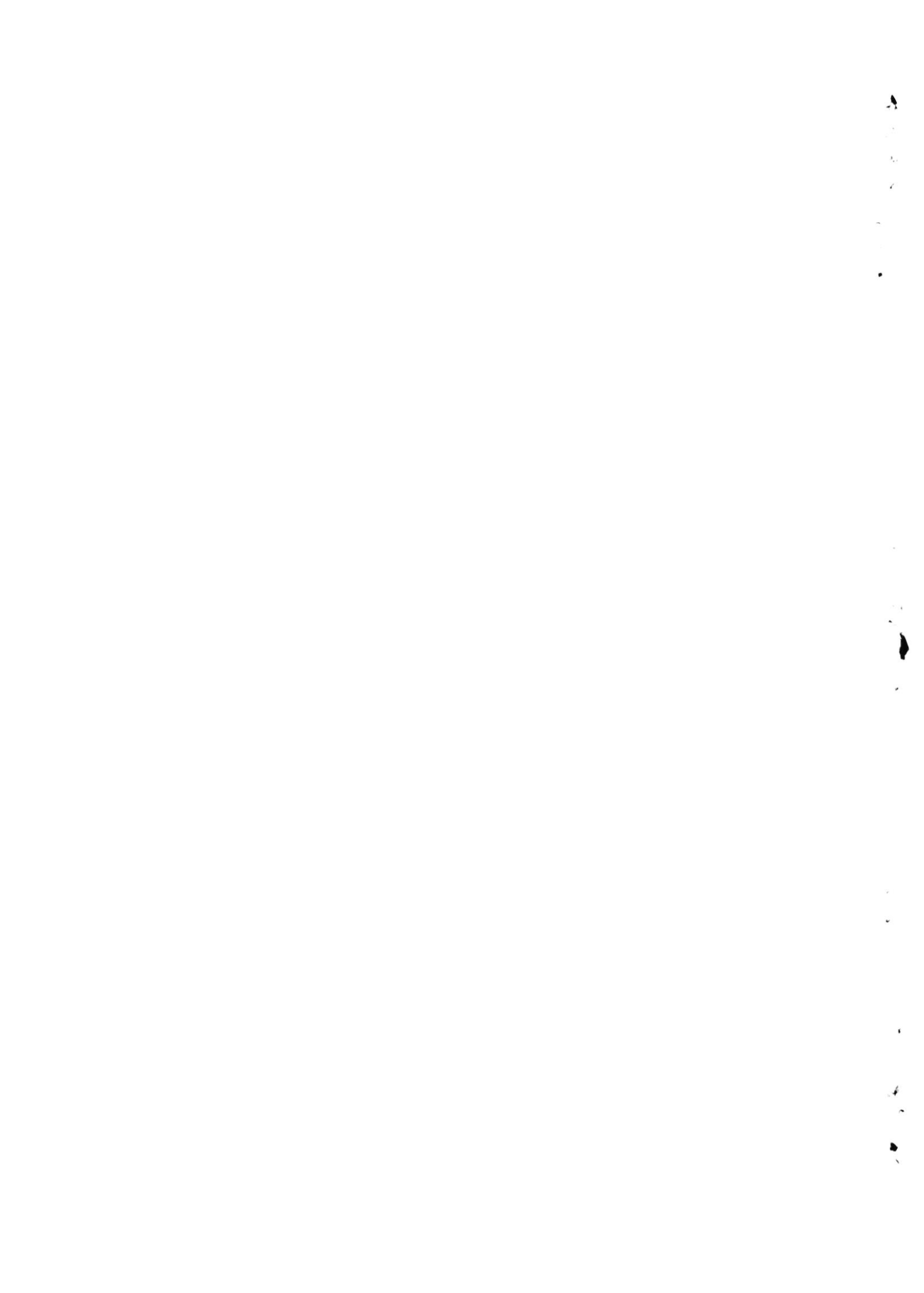
	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
	Corporation	2011/2012	2013/2014	
67.	Kenya Revenue Authority		2000/2001 to 2012/2013	2013/2014
68.	Kenya Roads Board	2000/2001 to 2011/2012		
69.	Kenya Rural Roads Authority	1999/2000 to 2011/2012	2012/2013 to 2013/2014	
70.	Kenya School of Government			2000/2001 to 2013/2014
71.	Kenya School of Law		2001/2002 to 2012/2013	
72.	Kenya School of Monetary Studies		2003/2004 to 2013/2014	
73.	Kenya Seed Company Ltd.	2007/2008 to 2011/2012		
74.	Kenya Sugar Board	2003/2004 to 2011/2014		
75.	Kenya Tourist Development Corporation	1996/1997 to 2011/2012		
76.	Kenya Trade Network Agency		2011/2012 to 2013/2014	
77.	Kenya Universities and Colleges Central Placement Service		2013/2014	
78.	Kenya Urban Roads Authority		2012/2013 to 2013/2014	
79.	Kenya Vision 2030		2010/2011 To	



	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
	Secretariat		2013/2014	
80.	Kenya Wildlife Services	2007/2008 to 2011/2012		
81.	Kenyatta International Convention Centre	2005/2006 to 2012/2013		
82.	Kenyatta National Hospital	FY 2007/2008 to 2011/2012		
83.	Kenyatta University			2007/2008 to 2014/2015
84.	Kerio Valley Development Authority			2006/2007 to 2014/2015
85.	Kipchabo Tea Factory		2010/2011 to 2013/2014	
86.	Kisii University			2010/2011 to 2014/2015
87.	Lake Basin Development Authority			2006/2007
88.	Lake Victoria North Water Services Board			2005/2006 to 2014/2015
89.	Local Authority Provident Fund	2002/2003 to 2011/2012		
90.	Machakos University College		2008/2009 to 2013/2014	
91.	Masinde Muliro University of Science & Technology			2007/2008 to 2014/2015
92.	Media Council of Kenya		2009/2010 to 2013/2014	



	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
93.	Micro and Small Enterprises Authority		2011/2012 to 2013/2014	
94.	Moi Teaching and Referral Hospital	2000/2001 to 2011/2012		2012/2013 to 2014/2015
95.	Moi University			2008/2009 to 2014/2015
96.	National Aids Control Council	2007/2008 to 2011/2012		
97.	National Authority for the Campaign Against Alcohol & Drug Abuse	2007/2008 to 2012/2013		
98.	National Bio-Safety Authority		2010/2011 to 2013/2014	
99.	National Cereals & Produce Board	2002/2003 to 2011/2012		
100.	National Cereals and Produce Board			2012/2013 to 2014/2015
101.	National Cohesion and Integration Commission	FY 2010/2011 to 2012/2013		
102.	National Commission for Science, Technology & Innovation		2011/2012 to 2013/2014	
103.	National Construction Authority	2012/2013		
104.	National Council for Population & Development		FY 2006/2007 to 2013/2014	



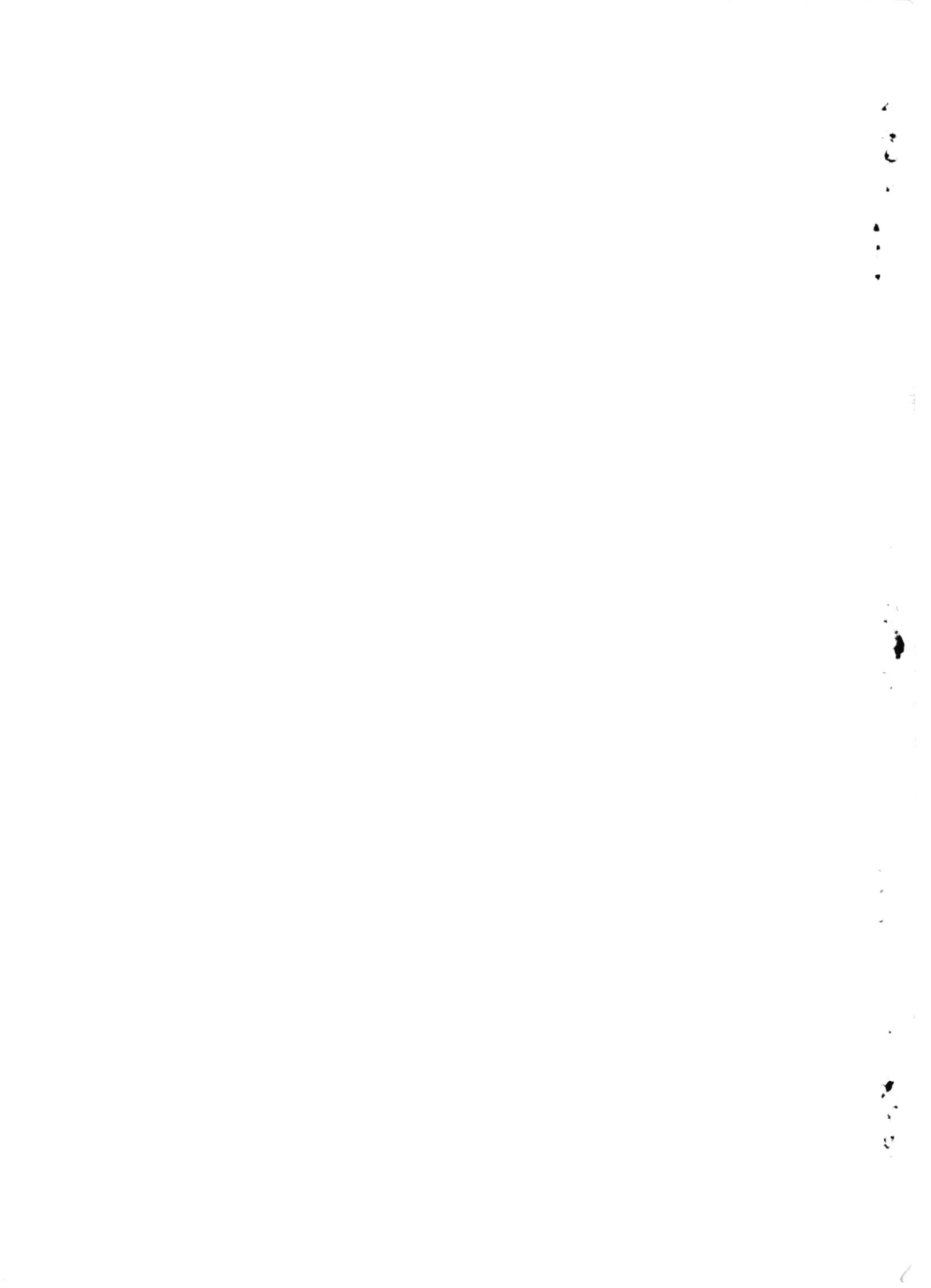
	State Corporation	FYs examined in 19th Report	FYs examined in 20th Report	FYs examined in 21st Report
105.	National Crime Research Centre		2010/2011 To 2013/2014	
106.	National Environment Management Authority	2007/2008 to 2011/2012		
107.	National Environment Trust Fund	2011/2012 to 2013/2014		
108.	National Hospital Insurance Fund	2007/2008 to 2011/2012		2012/2013 to 2014/2015
109.	National Housing Corporation	2001/2002 to 2011/2012		
110.	National Industrial Training Authority		2011/2012 To 2013/2014	
111.	National Irrigation Board	2008/2009 to 2011/2012		
112.	National Museums of Kenya		2000/2001 To 2013/2014	
113.	National Oil Corporation of Kenya	1999/2000 to 2011/2012	2012/2013 to 2013/2014	
114.	National Social Security Fund	2008/2009 to 2011/2012		
115.	National Transport and Safety Authority		2012/2013 To 2013/2014	
116.	National Water Conservation & Pipeline Corporation	2008/2009 to 2012/2013		2013/2014
117.	NEPAD Kenya Secretariat		2012/2013 to 2013/2014	
118.	Northern Water Services	2004/2005 to		



	State Corporation	FYs examined in 19 th Report	FYs examined in 20 th Report	FYs examined in 21 st Report
	Board	2011/2012		
119.	Nursing Council of Kenya	2000/2001 to 2011/2012		
120.	Nzoia Sugar Company	2001/2002 to 2011/2012		
121.	Pest Control Products Board		20001/2002 to 2011/2012	
122.	Pharmacy and Poisons Board		2001/2002 to 2011/2012	
123.	Policyholders Compensation Fund		2005/2006 to 2013/2014	
124.	Postal Corporation of Kenya			2007/2008 to 2010/2011
125.	Public Complaints Committee on Environment	2005/2006 to 2012/2013		
126.	Public Procurement Oversight Authority		2008/2009 to 2013/2014	
127.	Pyrethrum Directorate of AFFA		2000/2001 to 2012/2013	
128.	Retirements Benefits Authority		2000/2001 to 2013/2014	
129.	Rivatex East Africa Ltd			2008/2009 to 2013/2014
130.	Rongo University			2012/2013 to 2014/2015
131.	Sacco Societies Regulatory Authority		2009/2010 to 2013/2014	

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	State Corporation	FYs examined in 19 th Report	FYs examined in 20 th Report	FYs examined in 21 st Report
132.	School Equipment Production Unit		2000/2001 To 2013/2014	
133.	South Eastern Kenya University		2010/2011 to 2012/2013	
134.	South Nyanza Sugar Company		1998/1999 To 2012/2013	
135.	Sports Stadia Management Board		2003/2004 To 2013/2014	
136.	State Corporations Appeals Tribunal		2000/2001 to 2012/2013	
137.	Sugar Development Fund	2003/2004 to 2011/2012		
138.	Sunset Hotel			2006/2007 to 2014/2015
139.	Taita Taveta University College	2012/2013		
140.	Tana & Athi Rivers Development Authority	2001/2002 to 2011/2012		2012/2013 to 2013/2014
141.	Tea Board of Kenya	2001/2002 to 2011/2012		
142.	Tea Research Institute of Kenya		1999/2000 to 2012/2013	
143.	Technical University of Kenya		2012/2013 to 2013/2014	
144.	Transition Authority		2012/2013 to 2013/2014	
145.	Unclaimed Financial Assets		2013/2014	



	State Corporation	FYs examined in 19 th Report	FYs examined in 20 th Report	FYs examined in 21 st Report
	Authority			
146.	University of Eldoret			2011/2012 to 2014/2015
147.	University of Nairobi Enterprises and Services Ltd		2000/2001 to 2013/2014	
148.	University of Nairobi Pension Scheme		2000/2001 to 2013/2014	
149.	Uwezo Fund		2013/2014	
150.	Veterinary Board of Kenya		2011/2012 to 2013/2014	
151.	Youth Enterprise Development Fund Board		2007/2008 to 2013/2014	

