

CALL FOR COMMENTS & INVITATION FOR PUBLIC PARTICIPATION ON THE REVIEW OF ROAD MAINTENANCE LEVY FUND (IMPOSITION OF LEVY) ORDER, 2016



In exercise of the powers conferred by Section 3 of the Road Maintenance Levy Fund Act, the Cabinet Secretary for Roads and Transport, in consultation with the Cabinet Secretary, National Treasury is seeking to review the Road Maintenance Levy Fund (Imposition of Levy) Order, 2016.

The Ministry of Roads and Transport proposes an amendment to the Road Maintenance Levy Fund Act, 1993 by increasing the Road Maintenance Levy by **Kshs 7.00, from Kshs 18.00 to Kshs 25.00** per litre of petrol and diesel.

The value of Kenya's road network has been established as **Kshs 3.999 trillion**. This valuable asset requires investments to protect it from deterioration and loss of value. Based on the projected RMLF collections, the financing gap for road maintenance over the next 5 years is estimated at **Kshs 315 billion**.

The Road Maintenance Levy was last reviewed 8 years ago in July 2016, when the rate was increased to Kshs 18.00 per litre of petrol and diesel. It is proposed to increase the rate by Kshs 7.00 per litre of petrol and diesel for the following reasons:

- 1. Increased cost of Road Maintenance As a result of inflation and other macro-economic fundamentals, the cost of road maintenance has increased in the period by up to 50%.
- Expansion of the Road Network In the last 10 years, the Government of Kenya, with the
 assistance of Development Partners has carried out significant development and rehabilitation
 of the road network in the country. The road network has therefore grown from 161,451 km of
 roads in 2016 to 239,122 km.
- 3. Increase in Fuel Prices As a result of increased import costs. Local fuel pump prices have doubled from the year 2016 to date, whereas the RMLF rate has remained constant. In comparison with fuel import prices, RMLF rate has effectively reduced from 64% to 16%.
- 4. Lack of funding for maintenance of paved KeRRA roads The 32% RMLF allocation to KeRRA is shared equally among the 290 constituencies for maintenance of constituency roads, leaving no funds to address the maintenance needs of paved KeRRA roads.

The detailed Memorandum and objectives of the proposed review may be accessed at www.krb.go.ke/rmlf

Pursuant to Article 10 of the Constitution of Kenya on public participation the Ministry, through this Notice, hereby invites members of the public and stakeholders to various public participation forums to be conducted on **Monday**, 8th **July 2024 from 9:00a.m. to 5:00p.m. as follows:**

S/No.	REGION	VENUE
1	Nairobi	8th Floor, Boardroom, Transcom House (Ministry Headquarters)
2	Central	KRB Regional Office, Along Classic Court Junction - Ruringu Police Station Road, Nyeri
3	North Rift	KURA Regional Office, Pioneer-Cherunya-Lungas Road, Eldoret
4	South Rift	KRB Regional Office 1st Floor, Public Works Building, Nakuru-Sigor Road, Nakuru
5	Upper Eastern	KRB Regional Office Off A10 Isiolo-Wajir Road, Isiolo
6	Lower Eastern	KeRRA Regional Office, Off Makutano Chumvi Machakos, opposite Machakos School, Machakos
7	Nyanza	KRB Regional Office Mezzanine Floor, Lake Basin Mall, Kisumu- Kakamega Road, Kisumu
8	North Eastern	KRB Regional Office Off A3-Boys Town Secondary School Road, Garissa
9	Coast	KeNHA Regional Office, 2nd Floor, Ministry of Public Works Building, Off Shimanzi Road, Mombasa
10	Western	KeNHA Regional Office, Ministry of Public Works Building, Off Kakamega - Nairobi Road, Kakamega

Written memoranda/comments may be submitted on email to: magumbi@krb.go.ke or hand delivered to the Director General, Kenya Roads Board, Kenya Re Towers, 6th Floor, Upperhill, Nairobi and all Regional Offices indicated above to be received by Friday 5th July, 2024 at 5:00p.m.

Ministry of Roads and Transport 8th Floor, Transcom House, Ngong Road P.O. Box 52692 - 00200, Nairobi