

THE COUNTY ASSEMBLY

THIRD COUNTY ASSEMBLY- (SECOND SESSION)

COMMUNICATION FROM	1 THE	CHAIR

NO.	10	of	2023	

COMMUNICATION FROM THE CHAIR AS RELATES TO THE MEMBERS' CAR LOAN AND MORTGAGE FUND, AND CAR REIMBURSEMENT.

Honourable Members,

As you may be aware, there is a fund which was established in the Second Assembly through The Public Finance Management (Kitui County Car Loan and Mortgage (Members) Fund) Regulations, 2018 and as amended in 2019 called The Kitui County Assembly (Members') Car loan and Mortgage Scheme Fund.

Honourable Members,

The Fund was established in line with Section 116 of the Public Finance Management Act, 2012 which allows the County Executive Committee Member for Finance to establish other public funds with the approval of the County Executive Committee and the County Assembly.

Honourable Members.

The object and purpose of the fund is to provide a loan scheme for the purchase of a Car for personal use by a Member or the purchase, development, renovation or repair of residential property for use by a Member or his or her immediate family or as maybe from time to time prescribed by the Salaries And Remuneration Commission (SRC) or any other lawful authority.

Honourable Members.

Members of the County Assembly are entitled to benefit with a Car loan of up to Kshs. 2 million and a Mortgage of up to Kshs. 3 million. It is also imperative to note the following as you purpose to apply for these benefits. That:

- i. The applicable rate of interest shall be 3 per cent per annum, for the duration of the loan.
- ii. Members can access a maximum value of Kshs. 5 million loan for the purchase of a car and/or house.
- iii. The Car loan and Mortgage shall be recoverable within the contract term of a State officer.
- iv. The Car loan and Mortgage is administered and managed centrally by the Kitui County Assembly Service Board within The Public Finance Management (Kitui County Car Loan and Mortgage (Members) Fund) Regulations, 2018 and as amended in 2019, and subject to the availability of funds.

Honourable Members,

Further, the SRC amongst other benefits to Members of County Assembly as State Office, accords a Motor Vehicle Reimbursement of Kshs. 2.212 million payable once in a County Assembly term for purchase of a car for Official duties. The requirements for the Car reimbursement are: -

i. Sale agreement together with the logbook of the seller

ii. The transaction invoice

iii. Filled application form with a reimbursement amount of Kshs. 2.212

million

iv. Valuation report from AA of Kenya, Regent Auto Valuers or a

Government valuer

v. That the purchase should have been done after 21st September, 2022

Honourable Members,

To this end, it is my clarion call for you to move with speed and apply for these

statutory benefits accorded to you as state officers. The Kitui County Assembly

Service Board has worked round the clock to ensure that sufficient funds are

available for disbursement and utilization by all the Hon. Members of the Third

County Assembly of Kitui.

Honourable Members,

As I finalize, I want to assure you that my Office and that of the Clerk of Assembly

are open and ready to assist you in the application and access of these benefits

and should there be any challenge I urge you to reach out for guidance and

assistance as appropriate.

THANK YOU.

HON. KEVIN KINENGO KATISYA

SPEAKER, COUNTY ASSEMBLY OF KITUI

15TH MARCH, 2023