To be Responded

T&J/ STMT/ 2025

NAIROBI CITY COUNTY GOVERNMENT

ámi

NAIROBI CITY COUNTY ASSEMBLY THIRD ASSEMBLY – FOURTH SESSION

REQUEST FOR STATEMENT

HON. SPEAKER

Hon. Speaker,

Pursuant to Standing Order 47(2)(c), I hereby request a statement from the Chairperson of the Select Committee on Finance, Budget and Appropriations Committee regarding the status of the remittance of outstanding bill owed by the Nairobi City County Executive to the Local Authorities Provident Fund (LAPFUND) relating to unremitted employee pension contributions.

Hon. Speaker,

The Nairobi City County Government has over a number of financial years, accumulated a significant outstanding liability to LAPFUND due to unremitted statutory pension deductions on behalf of its employees. This situation not only affects the financial health of the fund but also threatens the retirement security of the affected employees.

Hon. Speaker,

While it is acknowledged that the County Executive made a partial settlement of this liability by the close of the Financial Year 2024/2025, a number of critical issues remain unclear, particularly regarding the budgetary provision that facilitated the said payment.

Hon. Speaker, in the statement, the Chairperson should inquire into and report on: -

- (i) The total outstanding amount owed to LAPFUND by the Nairobi City County Executive, clearly disaggregated into the principal amount (original unremitted contributions) and accrued interest and/or penalties, if any.
- (ii) The total budgetary allocation made in the FY 2024/2025 for the purpose of settling the LAPFUND arrears.
- (iii) The criteria or formula used by the County Treasury or relevant department to determine the amount to be settled at the close of the said financial year, including whether the payments prioritized older debts and interest
- (iv) The total amount paid to LAPFUND within the last one year, indicating the date(s) of payment, payment tranches, amounts, and the specific periods these payments were attributed to.

HON. JATES PETER IMWATOK, MCA

RIEL Li

(MAJORITY LEADER/MEMBER FOR MAKONGENI WARD)