#### **SPECIAL ISSUE**

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#### REPUBLIC OF KENYA

#### KENYA GAZETTE SUPPLEMENT

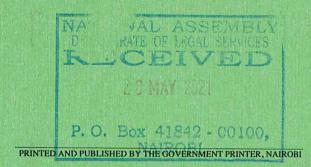
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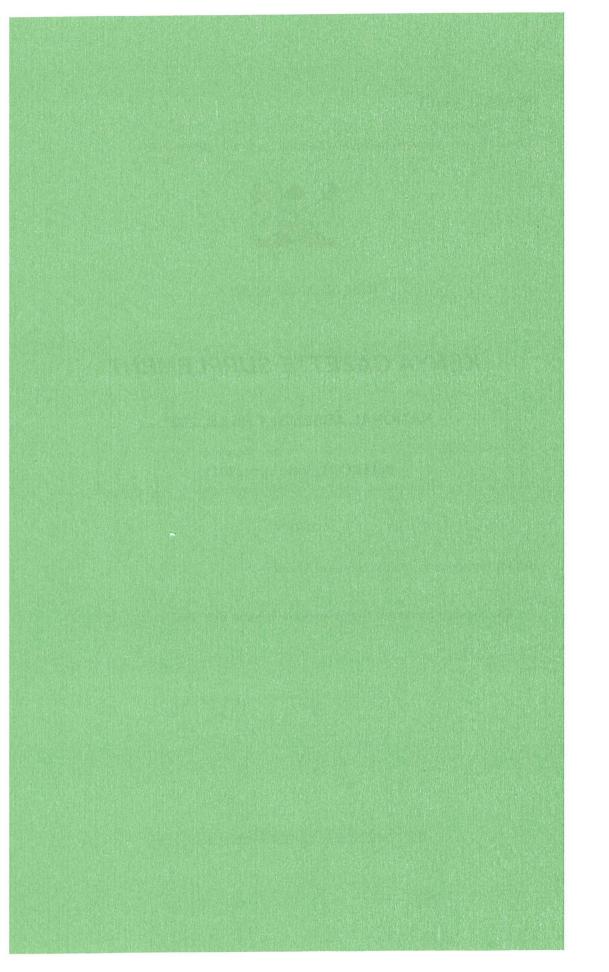
#### NAIROBI, 30th April, 2021

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#### **SCHEDULE**

#### A Bill for

AN ACT of Parliament to provide for the establishment and operationalization of the National Electronic Single Window System in order to facilitate trade, the establishment of the Kenya Trade Network Agency, to provide for electronic transactions, and for connected purposes

ENACTED by Parliament of Kenya, as follows—

#### PART I-PRELIMINARY

1. This Act may be cited as the National Electronic Single Window System Act, 2021.

2. In this Act, unless the context otherwise requires— Interpretation.

"addressee" in respect of a data message, means a person who is intended by the person originating the data message to receive the data message, but not a person acting as an intermediary in respect of the data message;

"advanced electronic signature" has the meaning assigned to it under section 2 of the Kenya Information and Communications Act, 1998;

"Agency" means the Kenya Trade Network Agency established under section 23:

"authorised person" means a person authorised by the Agency as a user of the System;

"Board" means the Board of Directors of the Agency established under section 25;

"Cabinet Secretary" means the Cabinet Secretary for the time being responsible for matters relating to finance;

"computer" has the meaning assigned to it under section 2 of the Kenya Information and Communications Act, 1998;

"customs" has the meaning assigned to it under section 2 (1) of the East African Community Customs Management Act, 2004;

"data" has the meaning assigned to it under section 2 the Kenya Information and Communications Act, 1998;

"data message" means data message generated, sent, received or stored by computer and includes—

No. 2 of 1998.

Short title.

No. 2 of 1998.

No. 1 of 2005.

No. 2 of 1998.

- (a) voice, where the voice is used in an automated transaction; and
- (b) a stored record;

"disclosure" in relation to personal information, includes the disclosure of information extracted from data or the transfer of such data, but does not include a disclosure made directly by a user to an employee or agent for the purposes of enabling the employee or agent to carry out the employee's or agent's duties;

"electronic form" has the meaning assigned to it under section 2 of the Kenya Information and Communications Act, 1998;

No. 2 of 1998.

"electronic record" has the meaning assigned to it under section 2 of the Kenya Information and Communications Act, 1998; No. 2 of 1998.

"electronic signature" has the meaning assigned to it under section 2 of the Kenya Information and Communications Act, 1998; No. 2 of 1998.

"electronic communication" means communication by means of data messages;

"electronic records system" includes a computer system or other similar device by or in which data is recorded or stored and the procedure for recording and storing of electronic records;

"electronic transaction" means the exchange of information or data or the sale or purchase of goods or services between businesses, households, individuals, governments or public or private organizations, conducted over computer-mediated networks;

"information" includes data, text, images, sounds, codes, computer programmes, software and databases;

"information system" means a system for generating, sending, receiving, storing, displaying or otherwise processing data messages and includes the internet or any other information sharing system;

"intermediary" means a person who, on behalf of another person, whether as an agent or not, sends, receives or stores a particular data message or provides other services with regard to that message; "originator" means a person by whom or on whose behalf, a data message is sent or generated prior to storage, but does not include a person acting as an intermediary in respect of that data message;

"services" include any facility and value-addition products offered by the Agency or any user of the System for facilitating trade;

"System" means the National Electronic Single Window System established under section 3;

"service level agreement" means any contract entered into between the Agency and a user of the System that defines the level of service that the user of the System is expected to provide;

"Shippers Council of East Africa" means the Shippers Council of East Africa registered under the Societies Act; and

"trade" means domestic, cross-border and international trade on goods either through exchange in airports, seaport, dry ports or imports or exports on exports on transit.

## PART II—THE ESTABLISHMENT AND ADMINISTRATION OF THE NATIONAL ELECTRONIC SINGLE WINDOW SYSTEM

- 3. (1) There is established a system to be known as the National Electronic Single Window System.
- (2) The System shall serve as a single entry point and platform for any person involved in trade and transport to—
  - (a) lodge documents electronically including import or export documents for processing and approval;
     and
  - (b) facilitatetheelectronic payment for fees and levies, due to the Government, on goods imported or exported for transactions submitted through the System.
- (3) Despite subsection (2), the System may be used by a person involved in domestic trade transactions.
  - 4. The main objectives of the System shall be—
  - (a) to facilitate the single-entry point submission and

Cap. 108.

The establishment of the National Electronic Single Window System.

Objectives of the System.

- receipt of documents or any other information required for trade facilitation;
- (b) to enable the synchronized processing of data or information;
- (c) to enable the standardization of documents and single decision-making for customs release and clearance;
- (d) to facilitate electronic transactions in trade and reduce legal and operational barriers to electronic transactions;
- (e) to facilitate co-ordination and partnership among the department responsible for customs, other relevant Government ministries, departments or agencies and industry players dealing with trade or trade facilitation; and
- (f) to facilitate trade-related payments of fees and levies.
- 5. The System shall be administered by the Agency.
- 6. Government entities shall co-operate with the Agency in—
  - (a) making and conducting service level agreements;
  - (b) digitizing and aligning of internal operations;
  - (c) registration for use of the System;
  - (d) payment of fees and levies approved by the Cabinet Secretary;
  - (e) the maintenance of integrity of the System;
  - (f) the maintenance of the security of the System;
  - (g) discovery of evidence for court proceedings which relate to the System;
  - (h) generation of data for official use by the Agency;
  - (i) respect for intellectual property rights of others in the use of the System; and
  - (j) any other area that may be necessary for the attainment of the objectives of the Act.
- 7. (1) The Agency shall adopt relevant internationally accepted standards, procedures, documents, technical details and formalities for the effective implementation of

Administration of the System.

Other agencies to co-operate with the Agency.

Technical aspects of System.

the System.

- (2) The processes and technical aspects of the System shall conform to the following principles—
  - (a) transparency in relation to procedures being undertaken through the System;
  - (b) security of trade data;
  - (c) simplicity and accessibility;
  - (d) confidentiality and privacy;
  - (e) reliability and consistency;
  - (f) scalability and interoperability; and
  - (g) efficiency.
  - 8. The Agency may—

Fees.

- (a) subject to the approval by the Cabinet Secretary, levy nominal fees for its services as may be specified through a notice; and
- (b) facilitate, through the System, the collection of any other dues provided for under any written law by relevant Government ministries, departments or agencies.
- 9. (1) A person who is required to use the System shall apply to the Agency to be registered as a user of the System.

Registration of users.

- (2) An application under subsection (1) shall be in the prescribed form.
  - (3) The Agency shall—

- (a) issue a notification of registration to a registered user of the System; and
- (b) keep and maintain an electronic register of the registered users.
- (4) The Agency may-
- (a) reject an application under this section where a person fails to meet the conditions specified in the Regulations or any other law;
- (b) deregister a person registered under this section where the person—
  - (i) contravenes the conditions specified in the Regulations made under this Act or any other law; or
  - (ii) has been convicted of an offence under this Act or any other relevant law relating to improper access to or interference with the System.
- 10. The Agency shall, for the purposes of establishing a regional or international electronic single window system—

Co-operation with other institutions or agencies.

- (a) be the national lead agency; and
- (b) collaborate with regional and international institutions or agencies.

#### PART III—IMPROVING CERTAINTY IN RELATION TO ELECTRONIC INFORMATION AND ELECTRONIC COMMUNICATION IN THE SYSTEM

- 11.(1) The provisions of Part VIA of the Kenya Information and Communications Act, 1998, or any other law relating to electronic transactions and cyber security shall apply to the System.
- (2) The Agency shall, in relation to electronic transactions conducted under the System, have and exercise the powers to—

Agency to be responsible for electronic transactions relating to trade.

- (a) facilitate electronic transactions by use of reliable electronic records; and
- (b) promote public confidence in the integrity and reliability of electronic records in the system.
- 12. Information submitted, communicated or referred to in an electronic form in the System by the user, shall have the same legal effect as if it was submitted in a physical form.

Legal effect of electronic records.

13.(1) A legal requirement under any law that requires information or document to be in writing shall be deemed to have been met if the information or document in the System is—

Electronic submission of documents and access to information.

- (a) produced, recorded, retained or presented in the form of a data message; and
- (b) readily accessible in a manner which is usable for subsequent reference.
- (2) The Agency may provide information in the System for use by an authorised person.
  - (3) The System shall provide a platform for—
  - (a) making a request for registration or deregistration;
  - (b) making an application;
  - (c) giving, sending or serving a notification;
  - (d) making, varying or cancelling a transaction;
  - (e) deregistration of users; and
  - (f) any other matter that is relevant to the objects of the Act.
- (4) Despite any other provision in this Act, a legal prescription relating to the form or layout of, or the materials to be used for writing, information, or any similar requirement in the System, may not be compiled during the generation of information from the System.
- 14. (1) A signature, a statement or a document that requires to be notarised, acknowledged, verified or made under oath shall be fulfilled in the System if an advanced or secure electronic signature of a person authorised by law to sign or notarise the document is attached, incorporated or is logically associated with the electronic record.

Notarisation, acknowledgement and certification.

- (2) Where a person is required or permitted to provide a certified copy of a document which is in electronic form in the System, the requirement shall be deemed to have been fulfilled if that person provides a printout that has been certified to be a true copy of the document.
- (3) Where a person is required or permitted to provide a certified copy of a document and the document exists in paper or other physical form, that requirement shall be deemed to have been fulfilled if an electronic copy of the document is certified to be a true copy of the document and the certification is confirmed with an advanced electronic signature in the System.
- 15.(1) A requirement that multiple copies of a document in the System are to be submitted to a person simultaneously shall be deemed to have been fulfilled by submitting a single data message which is capable of being reproduced by the person to whom the data message is submitted.

Multiple copies and Seal requirements.

- (2) Where a document in the System is required to be sealed and the law does not prescribe the method or form by which it shall be sealed, that document may be sealed by electronic means.
- (3) For purposes of subsection (2), a document is sealed by electronic means if the document includes the advanced electronic signature of the person authorised to seal the document.
- 16. An electronic communication in the System shall be deemed to have been dispatched at the time the electronic communication first enters an information system outside the control of the originator.

Time of dispatch.

17. An electronic communication in the System shall be deemed to have been received—

Time of receipt.

- (a) in the case of an addressee who has designated an information system for the purpose of receiving electronic communications, at the time the electronic communication enters that information system; or
- (b) in any other case, at the time the electronic communication comes to the attention of the addressee.

18. (1) For the purposes of this Part, the integrity of information shall be deemed to have been maintained in the System if the information has remained complete and unaltered.

Integrity of information to be maintained

- (2) Despite subsection (1), the integrity of the information shall not be deemed to have been altered merely because of the addition of any endorsement, or any material change that may have arisen in the normal course of communication, storage or display.
- 19. (1) Where the originator of a data message in the System specifies that the receipt of the message is conditional on acknowledgment, the data message shall be deemed as having not been sent until such acknowledgement is received by the originator.
- (2) Where the originator of a data message in the System specifies that the message is conditional on receipt of an acknowledgment within a specified or agreed period and the acknowledgment is not received by the originator within the period specified or agreed or, if no time has been specified or agreed upon, within a reasonable time, the originator may—
  - (a) give notice to the addressee stating that an acknowledgment has not been received and specify a reasonable time within which the acknowledgment should be received; and
  - (b) upon notice to the addressee -
    - (i) treat the data message as though it has never been sent; or
    - (ii) exercise any other rights that the addressee may have in respect of the data message.
- (3) Where the originator of the System does not specify that the acknowledgment is to be given in a particular form or by a particular method, the acknowledgment may be given by—
  - (a) any communication from the addressee, whether automated or otherwise; or
  - (b) any conduct of the addressee which is sufficient to indicate to the originator that the addressee has received the data message.

Delivery of data message.

- (4) Where the originator of a data message in the System receives an acknowledgment from the addressee, and unless there is evidence to the contrary, it shall be presumed that the addressee received the data message.
- (5) The presumption contemplated under subsection (4) shall not imply that the content of the electronic record correspond to the content of the record that has been received.
- (6) Where the acknowledgment of a data message states that the related data message fulfilled the technical requirements, either agreed upon or prescribed in applicable standards, it shall be presumed that those requirements have been made.
- (7) Except in so far as it relates to sending or receiving of a data message, this section shall not apply to the legal consequences that arise from the data message or from the acknowledgment of its receipt.
- 20. In addition to the requirements prescribed under section 83I of the Kenya Information and Communication Act, where a person is required to retain information that is contained in the System, that person shall—

Requirements relating to retention of information.

- (a) also retain such information he or she has obtained that may enable the identification of—
  - (i) the origin of electronic communication;
  - (ii) the destination of the electronic communication; and
  - (iii) the time when the electronic communication was sent and when it was received;
- (b) ensure that the information referred to in paragraph(a), is readily accessible for subsequent reference.
- 21. The Agency shall provide or produce information that is in paper or other non-electronic form by providing or producing the information in electronic form, whether by means of an electronic communication or otherwise, if—

Requirement to provide or produce information in electronic form.

- (a) the form and means of the provision or production of the information ensures the maintenance of the integrity of the information, and the information is readily accessible for subsequent reference; and
- (b) the person to whom the information is required to be provided or produced consents to the information being provided or produced in an electronic form and, where applicable, by means of an electronic communication.
- 22. The Agency shall when required, provide or produce information that is in electronic form—
- Requirement to provide or to produce information in paper form.
- (a) in a paper or other non-electronic form and where the maintenance of the information cannot be assured, the authorised user who is required to provide or produce the information shall—
  - (i) notify every person to whom the information is required to be provided or produced, of that fact; and
  - (ii) if requested to do so, provide or produce the information in electronic form in accordance with the provisions of paragraph (b).
- (b) in electronic form, whether by means of an electronic communication or otherwise, if—
  - (i) the form and means of the provision or production of the information assures the maintenance of the integrity of the information:
  - (ii) the information is readily accessible for subsequent reference; and
  - (iii) the person to whom information is required to be provided or produced consents to the provision or production of the information in an electronic form and, if applicable, by means of an electronic communication.

## PART IV—ESTABLISHMENT AND FUNCTIONS OF THE KENYA TRADE NETWORK AGENCY

23. (1) There is hereby established an agency known as the Kenya Trade Network Agency.

Establishment of the Agency.

- (2) The Agency shall be a body corporate with perpetual succession and a common seal and shall, in its corporate name be capable of—
  - (a) suing and being sued;
  - (b) taking, purchasing or otherwise acquiring, holding, charging and disposing of movable and immovable property;
  - (c) borrowing and making investments; and
  - (d) doing or performing all such other things or acts, including entering into contracts as may be necessary or expedient for the furtherance of this Act and which may lawfully be done by a body corporate.
- (3) The headquarters of the Agency shall be in Nairobi.
  - 24. The functions of the Agency shall be to—

Functions of the Agency.

- (a) establish and manage the System and to facilitate trade;
- (b) implement policies relating to the System;
- (c) integrate electronic systems of public and private entities involved in receipting, processing and approving documents relating to international trade transactions;
- (d) provide an electronic platform for issuance of permits or approvals through the system;
- (e) develop, manage, and promote interchange of electronic data for facilitation of trade:
- (f) undertake and co-ordinate research and surveys in electronic commerce aimed at simplifying and harmonizing trade documentation;
- (g) maintain an electronic database of all imported and exported goods and services and the levies, fees, duties and taxes charged on imported or exported goods and services;
- (h) collect and provide trade statistics;
- (i) plan, develop, monitor and evaluate training programmes for all stakeholders to ensure conformity with international best practices; and

- (j) perform such other functions related to trade facilitation and other such duties as the Cabinet Secretary may, from time to time, assign to the Agency.
- 25. (1) There shall be a Board of Directors of the Agency which shall consist of—

Board of Directors.

- (a) a non-executive chairperson appointed by the President;
- (b) the Chief Executive Officer of the Agency appointed under section 28;
- (c) the Principal Secretary in the Ministry for the time being responsible for matters relating to finance or his or her representative;
- (d) the Principal Secretary in the Ministry for the time being responsible for matters relating to trade or his or her representative;
- (e) the Principal Secretary in the Ministry for the time being responsible for matters relating to transport or his or her representative;
- (f) a representative from the Shippers Council of East Africa; and
- (g) three other members, not being public officers, appointed by the Cabinet Secretary by virtue of their knowledge and experience in matters relating to—
  - (i) trade logistics;
  - (ii) information communication technology; or
  - (iii) finance or administration.
- (2) The chairperson and members of the appointed under subsection (1) (f) and (g) shall hold office for a term of three years and shall be eligible for re-appointment for one further term.
- 26.(1) The Board shall be responsible for the administration, management and development of the Agency.

Powers of the

- (2) The Board shall have all the powers necessary for the performance of its functions under this Act, and in particular, but without prejudice to the generality of the foregoing, the Board shall have power to—
  - (a) administer the assets and funds of the Agency in such manner and for such purposes as shall promote the best interests of the Agency;
  - (b) receive grants, donations or other moneys on behalf of the Agency;
  - (c) enter into association with such other institutions, persons, bodies or organizations within or outside Kenya as the Board may consider desirable or appropriate in furtherance of the purposes for which the Agency is established;
  - (d) impose fees and charges as may be approved by the Cabinet Secretary, from time to time, for the use of any services provided by the Agency; and
  - (e) formulate and approve the strategies and plans for the Agency.
- 27. The Board may, by resolution either generally or in any particular case, delegate to a committee of the Board, or to any member, officer, employee or agent of the Agency the exercise of any powers or the performance of any of the functions or duties the Agency as authorized by this Act to exercise or perform.
- 28. (1) There shall be a Chief Executive Officer of the Agency appointed by the Board who shall be responsible for the day to day operations and administration of the Agency.
- (2) A person shall qualify for appointment as a Chief Executive Officer if that person—
  - (a) is a holder of at least an advanced relevant degree from a university recognised in Kenya; and
  - (b) has at least ten years working experience at a senior management level.

Delegation by the Board.

Chief Executive

- (3) The Chief Executive Officer shall serve for a term of four years renewable for a further and final term of four years and on such other terms and conditions as specified in the instrument of appointment.
- 29. The Agency may employ such other staff or agents as it considers necessary for the discharge of its functions and duties under this Act, upon such terms and conditions as the Cabinet Secretary may, in consultation with the Board, determine.

Staff of the Agency.

Funds of the

Agency.

#### PART V-FINANCIAL PROVISIONS

- 30. The funds of the Agency shall consist of-
- (a) such moneys as may be appropriated by Parliament;
- (b) moneys that may accrue or vest in the Agency in the course of the performance of its functions under this Act; and
- (c) such grants, fees and other donations as may be made to the Agency.
- 31. The financial year of the Agency shall be the period of twelve months ending on the thirtieth of June each year.

Financial Year.

32. (1) The Board shall, in accordance with the Public Finance Management Act, 2012 cause to be prepared budget estimates of the Agency for that financial year.

Annual budget estimates.

(2) The annual budget estimates shall make provision for all the estimated expenditure of the Agency for the financial year concerned, and in particular, shall provide for the—

No. 18 of 2012.

- (a) payment of retention, allowances and other charges in respect of the Board members and the staff of the Agency;
- (b) payment of salaries, pensions, gratuities and other charges in respect of retirement benefits to the staff of the Agency; and
- (c) proper maintenance, repair, and replacement of the equipment and other movable property of the Agency.

- (3) The Board shall approve the annual budget estimates before the commencement of the financial year to which they relate and once approved, the estimates shall be submitted to the Cabinet Secretary for approval.
- (4) No expenditure shall be incurred for the purposes of the Agency except in accordance with the annual budget estimates approved under subsection (3) or with the authorization of the Board given with prior written approval of the Cabinet Secretary.
- 33. (1) The Board shall cause to be kept all proper books and other records of accounts of income, expenditure, assets and liabilities of the Agency.
- (2) Within a period of three months after the end of each financial year, the Board shall submit to the Controller of Budget and the Auditor-General, the financial statements of the Agency, in respect of that year.
- (3) The accounts of the Agency shall be audited and reported upon in accordance with the provisions of the Public Audit Act, 2015.

No. 34 of 2015.

Accounts and

Audit

#### PART VI-GENERAL PROVISIONS

34. The copyright in a work shall be deemed not to have been infringed by any of the following acts if they are carried out for the purposes of meeting a requirement under this Act—

Copyright.

- (a) the reproduction of a document from the System; and
- (b) the production of information by means of an electronic communication.
- 35. (1) The Agency shall be responsible for—
- (a) the security of data in the System;
- (b) ensuring that information is confidential and is used only for the purpose to which it is intended;
- (c) taking precautions to ensure that electronic systems are secure from unauthorized access; and
- (d) requiring user of the System to comply with applicable policies, written laws and Regulations relating to data protection.

Security of the System.

- (2) Where there is an interruption in a method of payment relating to a transaction undertaken in the System, the Agency shall—
  - (a) notify the users of any foreseeable and unforeseen service interruption within prescribed timelines; and
  - (b) provide an alternative method of payment.
- **36.** (1) No suit, prosecution or other legal proceedings shall lie against the Agency or any officer or employee of the Agency for anything done or intended to be done in good faith under this Act or any rule or regulation made thereunder.

Limitation of liability in relation to the System.

- (2) The provisions of this section do not relieve the Agency to pay compensation or damages to any person for any injury caused to them, their property or any of their interests caused by bad faith in the exercise of any power conferred by this Act or any other written law or by the failure, wholly or partially, of any works of the Agency.
- (3) Any expenses incurred by a person in any suit or prosecution brought against them in any court, in respect of any act which is done or purported to be done by them under the direction of the Agency, shall, if the courts finds that the act was not wilful default, be paid out of the funds of the Agency unless the person recovers the expenses in such suit or prosecution.

General penalty.

37. A person who contravenes the provisions of this Act commits an offence and shall be liable, upon conviction, to a fine not exceeding five hundred thousand shillings or to an imprisonment for a term not exceeding one year or to both.

Sanctions.

- **38.** (1) Despite the provisions of section 37, the Agency may sanction a person who contravenes any provision of this Act.
  - (2) The sanctions under subsection (1) may include—
    - (a) blacklisting of a user of the System;
    - (b) suspension of access to the System; or
    - (c) any other sanction that the Agency may consider fit to impose from time to time,

Provided that the sanctions do not impede trade for unreasonable period of time.

- (3) A person whose access to the System has been suspended under this section may be given an opportunity to re-access the System, under conditions specified by the Agency.
- 39. (1) The Cabinet Secretary may, in consultation with the Agency, make Regulations generally for the better carrying out of the purposes and objectives of this Act.

Regulations.

- (2) Without prejudice to the generality of subsection (1), the Regulations may prescribe—
  - (a) administrative measures relating to the use of the System;
  - (b) the integration of paperless customs clearance with other regulatory bodies issuing trade, import, export or transit-related permits and certificates;
  - (c) the extension of the System to serve entire trade and logistics communities within airports, seaports and dry ports;
  - (d) the creation of national logistics platform interlinking the department responsible for customs, trading companies and the service sectors;
  - (e) the interconnection and integration of national single windows into bilateral or regional information exchange platforms;
  - (f) the timelines for the processing of any applications under this Act;
  - (g) procedures for registration, registrable particulars and other details relating to registration of users of the System;
  - (h) fees and levies;
  - (i) modes of payment of fees and levies;
  - (j) the conditions to be complied with by users of the System;
  - (k) the process of accessing the information from the System; and

- (l) any other matter required in order to achieve the objectives of the Act.
- (3) For the purpose of Article 94(6) of the Constitution-
  - (a) the purpose and objective of the delegation under this section is to enable the Cabinet Secretary to make rules to provide for the better carrying into effect the provisions of this Act;
  - (b) the authority of the Cabinet Secretary to make regulations under this Act shall be limited to bringing into effect the provisions of this Act and fulfilment of the objectives specified under this section;
  - (c) the principles and standards applicable to the rules made under this section are those set out in the Interpretation and General Provisions Act and the Statutory Instruments Act, 2013.

Statutory Instruments Act, 2013.

40. The Kenya Trade Network Agency Order, 2010 is Rev

- 41.(1) All rights, obligations and contracts which, immediately before coming into operation of this Act, were vested in or imposed on the former Board shall by virtue of this section, be deemed to be the rights, obligations and contracts of the Board.
- (2) Upon the commencement of this Act, any member of the former Board shall be deemed to be a member of the reconstituted Board for the unexpired period of his or her term of service.
- (3) Every person who immediately before the commencement of this Act was an officer or member of staff of the former Boardshall be an officer or member of staff of the Board.
- (4) The Chief Executive Officer of the former Board shall be the Chief Executive Officer of the Board and shall serve for his or her unexpired term.
- (5) In this section, "former Board" means the Board of the Kenya Trade Network Agency established under the Kenya Trade Network Agency Order, 2010 (now revoked).
- 42. The Acts specified in the Schedule are amended in the manner specified in that Schedule.

Cap. 2.

No. 23 of 2013.

Revocation of LN. No. 6 of 2011.

Transition.

Consequential amendments.

#### SCHEDULE

under the

(s.42)

issued

Single

and

Electronic

#### CONSEQUENTIAL AMENDMENTS

Written Law Provision Amendment The Public s.9 Insert the following new subsection immediately after subsection (2)-Archives and Documentation "(2A) A licence under this subsection Service Act shall be applied for (Cap. 19) electronically". The Radiation Insert the following new subsection s.11 immediately after subsection (4)— Protection Act (Cap. 243) "(5) There shall be kept an automated register of licenses issued under this section

The Pharmacy s. 6 and Poisons Act (Cap. 244)

Insert the following new subsection immediately after subsection (2)—

for the purposes of sharing information

Window System established under section 3 of the National Electronic Single Window System Act and other relevant Agencies".

National

"(3) The register kept under this section shall be automated for the purposes of sharing information under the National Single Window System established under section 3 of the National Electronic Single Window System Act".

The Pest Control s. 6 **Products Act** (Cap. 346)

Add the following new paragraph immediately after paragraph (c)-

> "(d) to facilitate collaboration with other Government agencies in matters relating to this Act to promote trade under the National Electronic Single Window System established under section 3 of the National Electronic Single Window System Act".

The Kenya Ports s.9 **Authority Act** (Cap. 391).

Insert the following new paragraph immediately after paragraph (b)—

> "(ba) facilitate and collaborate with other Government agencies to

trade under the promote Single Window National System established under **National** section of the Single Window Electronic System Act".

Export s. 20 Processing Zone Act (Cap. 517) Delete subsection (1) and substitute therefor the following new subsection—

"(1) The Authority shall, subject to the requirements of the National Electronic Single Window System, keep and maintain an electronic register of licences issued under this Act indicating the particulars prescribed".

The s.83 Environmental Management and Co-ordination Act, 1999 (No. 8 of 1999) Renumber the existing provision as subsection (1) and insert therefor the following new subsection—

"(2) Subject to subsection (1), the allow electronic Authority may license to facilitate issuance collaboration with National the Electronic Single Window System established under section 3 of the National Electronic Single Window System Act and other agencies".

The Kenya s.5
Maritime
Authority Act
(No. 5 of 2006)

Insert the following new paragraph immediately after paragraph (c)—

"(ca) liase with the National Electronic Window System established under section 3 of the National Electronic Single Window System Act to establish digital and electronic platforms and facilitate collaboration with other agencies to promote trade".

The Merchant s.25 Shipping Act (No. 4 of 2009) Insert the following new subsection immediately after subsection (7)—

"(8) The register shall be automated for the purposes of providing collaboration with other agencies and enabling linkage to the National Electronic Window System established under section 3 of the National Electronic Single Window System Act".

The Alcoholic s.9 Drinks Control Act, 2010 (No. 4 of 2010) Insert the following new subsection immediately after subsection (16)—

The Agriculture s.4 and Food Authority Act, 2013 (No. 13 of 2013)

"(17) A licence under this section shall be applied for and issued electronically".

The Crops Act, s. 16 2013 (No. 16 of

2013)

Insert the following new paragraph immediately after paragraph (e)—

"(ea) pursuant to the provisions of this Act and any other written law, authorize by electronic means, the export and import of designated crops or produce".

Insert the following new subsection immediately after subsection (2)—

"(2A) The register of persons referred to under this section shall be kept and maintained in an automated manner and the information therein shall be shared under the National Electronic Single Window System established under section 3 of the National Electronic Single Window System Act".

The Energy Act s. 121 (No. 1 of 2019)

Insert the following new paragraph immediately after paragraph (k)—

"(ka) the requirements under the National Electronic Single Window System".

#### MEMORANDUM OF OBJECTS AND REASONS

The principal object of this Bill is to provide a framework to facilitate trade and commerce using the National Electronic Single Window System. This is done through the establishment of the National Electronic Single Window System and prescribing a framework for its operations.

The structure of the Bill is as follows:

Part I (Clauses 1-2) of the Bill provides for preliminary matters including the short title and interpretation of terms used in the Bill with a technical meaning.

Part II (Clauses 3-10) of the Bill contains provisions stating the objects of the Bill and the establishment and administration of the National Electronic Single Window System. The System is intended to serve as a single entry point for persons involved in trade for the purposes of lodging import and export documents electronically and making electronic payment of fees, levies, and other payments due to the government.

Further, this Part makes it a requirement for the system to employ internationally accepted standards and procedures in order to conform to the basic principles of a workable single window system.

Part III (Clauses 11-22) of the Bill makes provisions aimed at improving certainty in relation to electronic information and electronic communication. It provides that the provisions of the Kenya Information and Communication Act, 1998 relating to electronic transactions shall apply to trade-related transactions and that the Agency shall be responsible for oversight of such transactions.

This Part also makes provisions relating to legal effect of electronic records, dispatch and receipt of electronic documents and existing legal requirements in relation to documents as they relate to electronic documents under this Act.

Part IV (Clauses 23-29) of the Bill proposes for the establishment of the Kenya Trade Network Agency which shall be administered by a Board of Directors. This part also provides for the functions of the Agency and the powers of the Board.

Part V (Clauses 30-33) of the Bill contains financial provisions and specifically Clause 30 lists the sources of funds for the Agency.

Part VI (Clauses 34-41) of the Bill contains general provisions including content requirements, copyright issues, security of the system

and limitation of liability. It also sets out the penalties and the power of the Cabinet Secretary to make Regulations.

The Schedule to the Bill provides for consequential amendments to various laws to provide for collaboration among various public entities in sharing information and performing processes using the National Electronic Single Window System.

## Statement on the Delegation of Legislative Powers and Limitation of Fundamental Rights and Freedoms

The Bill confers on the Cabinet Secretary the powers to make Regulations. It does not limit any fundamental rights or freedoms.

#### Statement on how the Bill concerns county governments

The Bill concerns county governments in terms of Article 110 (1) (a) of the Constitution as it affects the functions and powers of county governments.

## Statement of the Bill as a money Bill within the meaning of Article 114 of the Constitution

The Bill is a Money Bill within Article 114 of the Constitution. Dated the 30th March, 2021.

AMOS KIMUNYA, Leader of the Majority Party.