

The Energy (petroleum Strategic Stock) Regulations, 2008



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IN EXERCISE of the powers conferred by section 97 and 110 of the Energy Act, 2006, the Minister for Energy makes the following Regulations:-

THE ENERGY (PETROLEUM STRATEGIC STOCK) REGULATIONS, 2008

1. Citation

These Regulations may be cited as the Energy (Petroleum Strategic Stock) Regulations, 2008.

2. Interpretation

In these Regulations, unless the context otherwise requires –

“consumption” means the quantity of petroleum products consumed at any given period; and

“Strategic Stock” means the Petroleum Strategic Stock maintained in accordance with regulation 3.

3. Maintenance of Strategic Stock

(1) There shall be maintained a stock of petroleum products to be known as the Petroleum Strategic Stock.

(2) The Strategic Stock shall be maintained in order to –

(a) provide a strategic reserve of petroleum products in the country;

(b) ensure continuity of supply of petroleum products in case of disruption of supply of the products; and

(c) stabilize domestic prices of petroleum products.

4. Quantity of Strategic Stock.

The Strategic Stock shall be maintained in respect of each of the following petroleum products, at a level equivalent to up to ninety days of consumption of each of these products, namely –

(a) premium motor spirit;

(b) illuminating kerosene;

(c) jet fuel (kerosene);

(d) automotive gasoil; and

(e) liquefied petroleum gas.

5. Procurement, storage and replenishment of Strategic Stock.

The Strategic Stock shall be procured by the National Oil Corporation of Kenya and stored by the Kenya Pipeline Company Limited, and, in case of consumption or draw down, shall be replenished accordingly to its optimal level.

6. The initial quantity of the Strategic Stock shall be equivalent to thirty days of consumption to be funded by monies to be appropriated by Parliament in the 2008/2009 financial year, and additional procurement of additional stock, up to the optimal level of ninety days of consumption, shall be funded by monies to be appropriated by Parliament in subsequent financial years.

Dated the 10th April, 2008

KIRAITU MURUNGI

Minister for Energy