

PUBLIC NOTICE

PUBLIC NOTICE PROPOSED STANDARD POWER PURCHASE TARIFF FOR SMALL POWER PROJECTS FOR YEAR 2010

The Government of Tanzania (GoT) through the Ministry of Energy and Minerals (MEM) and in collaboration with the World Bank has embarked on accelerating electricity access to the Tanzanian population. Delivered by Tanzania Energy Development and Access Project (TEDAP) initiative, the GoT is expediting the development of renewable energy sources in Tanzania by promoting private sector participation in the power sector through the development of Small Power Projects (SPPs).

In making this initiative a success, MEM in consultation with stakeholders has adopted the Standardized Power Purchase Agreements (SPPA) and Standardized Power Purchase Tariffs (SPPT) for interconnecting and selling power to the Main grid and Mini-grids in Tanzania. Pursuant to Section 17 of Cap 414, EWURA approved the standardized documents for use. The Standardized Tariff Methodology is normally subjected to revision in five years after approval except upon a major concern. However, the tariff is adjusted annually to accommodate uncontrollable operational costs. The adjustments are done by the Working Group on Small Power Development (WGSPD) currently hosted by the Energy and Water Utilities Regulatory Authority (EWURA).

The WGSPD which comprise representatives from MEM, University of Dar Es Salaam, EWURA Consumer Consultative Council, Tanzania Private Sector Foundation, Rural Energy Agency, TANESCO and EWURA as an observer, meets annually, and based on latest available information calculates and submits for approval to EWURA the applicable tariff for the particular year. The WGSPD has now completed and submitted the following for approval:

- i. The proposed Tariff for the year 2010 for the sale of electricity to the Main Grid in Tanzania as per table 1 below;

Table 1: Main –Grid Connection Standardized Small Power Purchase Tariff

Standardized SPP Tariff for year 2010	110.30	TZS/kWh
Dry Season (August to November)	132.36	TZS/kWh
Wet Season (January to July, and December)	99.27	TZS/kWh

- ii. The proposed Tariff for the year 2010 for the sale of electricity to the Mini-grids in Tanzania as per table 2 below.

Table 2: Off-grids Connection Standardized Small Power Purchase Tariff

Standardized SPP Tariff for the year 2010	368.89	TZS/kWh
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Pursuant to Section 19 (2) (b) of Cap 414, interested parties who wish to submit their views, either in writing or otherwise, on the reasonableness of the above proposed rates are invited to do so at any time within three weeks (21 days) from the date of this notice.

Issued by:

**The Director General
EWURA**