TENDER NO. AF/024/2016-17/HQ/C/23

FOR

PROVISION OF CONSULTANCY SERVICES FOR DEVELOPMENT OF ELECTRICITY - RATE SETTING METHODOLOGY AND CARRYING OUT COST OF SERVICE STUDY FOR TANESCO

Call for Expressions of Interest

Date: 3rd February, 2017

1. This Invitation for Tenders follows the General Procurement Notice for this Project which appeared in the Guardian Issue No. 6715 dated 2nd August, 2016.

2. The Energy and Water Utilities Regulatory Authority (EWURA) has set aside funds for its operations during the financial year 2016/17. It is intended that part of the proceeds of the fund will be applied to cover eligible payment under the contract for provision of consultancy services for development of electricity rate-setting methodology and carrying out cost of service study for TANESCO.

3. The main objective of the assignment is to develop an Electricity Rate-Setting Methodology for Tanzania’s Electricity Supply Industry (ESI), and carrying out Cost of Service Study for provision of electricity supply service by TANESCO, pursuant to the Electricity Act, 2008.

4. The Energy and Water Utilities Regulatory Authority now invites eligible consultants to indicate their interests in providing the services. The services will include but not limited to:

   i. Review and update the existing Electricity Rate Setting Methodology and related Rules, including its Automatic Tariff Adjustment
Mechanism for each segment of the electricity supply chain taking into account the ESI reform strategy;

ii. Determine cost reflective tariffs based on efficient and prudent cost of supplying electricity services by TANESCO at each segment of the ESI and recommend a tariff design that ensures each customer category pays for the costs they impose into the electricity system;

iii. Review and update the customer related costs of connection, inspection, disconnection and recommend cost reflective charges for these services; and

iv. Provide sufficient training to EWURA and TANESCO staff, as well as those from the Ministry of Energy and Minerals (MEM) and Rural Energy Agency (REA) in the use of the pricing model, so that robust tariff analysis for the generation sector can be carried out in-house, in accordance with best regulatory practices.

5. Interested consultants must provide information indicating that they are qualified to perform the services by submitting consultant’s profile, description of similar assignments, experience in similar conditions, availability of appropriate skills among staff, etc. Consultants may associate to enhance their qualifications. Duly signed Memorandum of understanding should be attached in the EoI as a proof of such association.

6. For each assignment performed, the consultant shall provide the name and address of the client, date(s) of execution, value and financing sources.

7. A consultant will be selected in accordance with the procedures set out in the Public Procurement (Amendment) Act, 2016 and its related Regulations.

8. Selection will be conducted through the Quality and Cost Based Selection (QCBS) procedures specified in the Public Procurement Regulations.

9. Interested eligible consultants may obtain further information from the office of the Secretary, EWURA Tender Board, 19th Floor, Room No. B. 1905, LAPF Tower, Kijitonyama from 8.00 A.M to 4.00 P.M on Mondays to Fridays inclusive except on public holidays

10. This is not a request for proposals. After a review of the letters of interest, a shortlist will be prepared and short-listed firms will be invited to submit their proposals through a letter of invitation including specific Terms of Reference.
11. Written expression of interest must be delivered to the Secretary, EWURA Tender Board, LAPF Tower, Kijitonyama 19th Floor, Room No. B. 1905, P.O Box 72175 Dar es Salaam at or before 2:00 P.M on 16th February, 2017.

12. Late Expressions of Interest shall not be accepted for evaluation irrespective of the circumstances.

DIRECTOR GENERAL
ENERGY AND WATER UTILITIES REGULATORY AUTHORITY