

GOVERNMENT NOTICE NO. 640 published on 8/9/2023

THE WATER SUPPLY AND SANITATION ACT
(CAP. 272)

ORDER

(Made under section 29(1)(d))

THE ORKESUMET WATER SUPPLY AND SANITATION AUTHORITY (“ORKESUMET
WSSA”) TARIFF ADJUSTMENT ORDER, 2023

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| Citation | 1. This Order shall be cited the Orkesumet Water Supply and Sanitation Authority (“Orkesumet WSSA”) (Tariff Adjustment for Water Supply and Sanitation Services) Order, 2023. |
| Adjustment of tariffs and fees | 2. Orkesumet WSSA tariffs and fees are hereby adjusted as specified in the First Schedule to this Order. |
| Conditions | 3. The approved tariff shall be subject to the following conditions: <ul style="list-style-type: none">(a) prior to implementation of approved tariffs and fees, Orkesumet WSSA shall provide evidence to EWURA that it has notified its customers of the tariff order and has conducted an intensive awareness to its stakeholders including customers, government and political leaders and religious representatives;(b) on or before 30th September, 2023, Orkesumet WSSA shall submit to EWURA a revised business plan that incorporates the approved tariffs and action plan for implementation of conditions of this Order;(c) Orkesumet WSSA shall adhere to section 43 of the EWURA Act, and rule 5 of the EWURA (Fees and Levies Collection Procedure) Rules in collecting and remitting regulatory levy;(d) Orkesumet WSSA shall implement projects as |

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- detailed in the Second Schedule of these Orders by using funds generated from the approved tariffs and fees;
- (e) Orkesumet WSSA shall ensure that it adheres to the government grant conditions of expanding water network in its service area;
 - (f) Orkesumet WSSA shall liaise with Orkesumet Town Council to acquire land for the construction of wastewater treatment facilities by 31st August 2023;
 - (g) Orkesumet WSSA shall attain key performance indicators as shown in the Third Schedule;
 - (h) Orkesumet WSSA shall, on an annual basis as part of its annual performance report, submit to EWURA reports on the implementation of each of the Tariff Order condition and each cost item of the revenue requirement as prescribed in the Fourth Schedule;
 - (i) In ensuring a continuous supply of water services, especially during the dry season, Orkesumet shall prepare and implement plan to harvest rainwater; and
 - (j) Orkesumet WSSA shall continue to provide EWURA with information about its financial and operating conditions in accordance with the requirements of EWURA. This information will be used by EWURA to evaluate Orkesumet WSSA's performance in comparison with other water supply and sanitation authorities and the improvement of its performance over time.

Revocation

3. This Order revokes the application of Order No. 11 - 014 of 2011 in the area served by Orkesumet WSSA.

*Orkesumet Water Supply and Sanitation Authority (“Orkesumet Wssa”) Tariff
Adjustment Order*

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SCHEDULES

FIRST SCHEDULE

(Made under paragraph 2)

APPROVED TARIFFS AND FEES

Table 1- a: Current and Approved Water Tariff (TZS/m³)

Unit	Unit	Current Tariff	Approved Tariff		
			2023/24	2024/25	2025/26
Domestic	TZS/m3	2,500	3,236	3,427	3,479
Institutional	TZS/m3	2,500	3,398	3,599	3,653
Commercial	TZS/m3	2,500	3,437	3,640	3,695
Kiosk	TZS/m3	2,500	3,000	3,200	3,400
Livestock Troughs	TZS/m3	-	3,250	3,440	3,500
Average Water Tariff		2,500	3,250	3,440	3,490

Table 1- b: Current and Approved New Water Connection Fee (TZS/Connection)

Customer Category	Current Fee (TZS)	Approved Fees
		2023/24 – 2025/26
Domestic	20% of recoverable expenditures as stipulated in Regulation 26 of Water Supply Regulations, 2019	TZS 26,000/-
Institution		
Commercial		
Industrial		

Table 1- c: Current and Approved Water Reconnection Fee (TZS/Reconnection)

Customer category	Current Tariff	Approved Fees		
	2021/22	2023/24	2024/25	2025/26
Domestic	15,000	15,000	15,000	15,000
Institution	15,000	15,000	15,000	15,000
Commercial	15,000	15,000	15,000	15,000
Industrial	15,000	15,000	15,000	15,000

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SECOND SCHEDULE

(Made under paragraph 3 (d))

PROJECTS TO BE IMPLEMENTED (MILLION TZS)

S N o.	Action to be taken	Implementation Period		
		2023/24	2024/25	2025/26
1	Procure 59 water meters for new connections from own source in 2025/26	-	-	6.0
2	Procure material and rehabilitate internal and external walls of Mkumbi and Njiro tanks by June 2026	-	4.0	-
3	Procure and re-install 3 bulk water meters annually	4.9	5.1	5.1
4	Procure and install fiber optic communication system at 3 booster stations by June 2026	-	-	30.0
5	Procure and install 70 pre-paid meters at some kiosks and institutions (5 meters in FY 2023/24, 15 meters in FY 2024/25, 50 meters in FY 2025/26)	5.4	16.9	56.3
6	Acquire land and secure title deeds for building infrastructure for treatment of wastewater by June 2026	-	30.0	30.0
Total		10.3	56.0	127.3

THIRD SCHEDULE

(Made under paragraph 3 (g))

KEY PERFORMANCE INDICATORS

Description	Unit	Performance Target			
		2021/22	2023/24	2024/25	2025/26
New Water Connections	No.	382	500	500	500
Proportion of population living within the area with water network (%)	%	62	92%	98%	99%
Non-Revenue Water	%	28	21	20	19
Metering Ratio	%	100	100	100	100
Revenue Collection efficiency (excluding arrears)	%	86	92	95	95

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FOURTH SCHEDULE

(Made under paragraph 3 (h))

REVENUE REQUIREMENT (TZS Million)

Costs	2023/24	2024/25	2025/26
Total Water Production costs	769.10	816.57	867.04
Total Distribution costs	-	-	-
Maintenance and Repair costs	89.50	91.90	98.52
Total personnel cost	381.02	398.84	417.66
Total administration cost	169.69	179.37	191.62
Total Business Promotion	5.35	11.86	7.37
Total Event and Donation	9.85	10.46	11.02
Total Financial Expenses	-	-	-
Total O&M	1,424.5	1,509.0	1,593.2
<i>Subsidy for Seconded Staff Salaries</i>	<i>46.14</i>	<i>46.14</i>	<i>46.14</i>
<i>Subsidy for Electricity Costs</i>	<i>604.33</i>	<i>640.59</i>	<i>679.02</i>
Total O&M (Own Source)	774.04	822.28	868.07
Depreciation	39.76	63.26	64.62
ROI	20.37	26.41	39.18
Total Revenue Requirement	834.17	911.95	971.87
<i>New connection fees</i>	<i>13.00</i>	<i>13.00</i>	<i>13.00</i>
<i>Reconnection fees</i>	<i>1.50</i>	<i>1.20</i>	<i>1.05</i>

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<i>Sale of New Connection Materials</i>	<i>46.32</i>	<i>18.62</i>	<i>-</i>
<i>Total Other Incomes</i>	<i>60.82</i>	<i>32.82</i>	<i>14.05</i>
Revenue Requirement from Water Sale	773.35	879.13	957.82
Water Production (m3/Year) - million	0.30	0.32	0.34
NRW (%)	21%	20%	19%
Billable water (m3/Year) - million	0.24	0.26	0.27
Average Tariff	3,250	3,440	3,490
Percentage Increase	23%	6%	2%

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JAMES A. MWAINYEKULE
Director General