

Kahama Water Supply and Sanitation Authority ("Kahama Wssa") (Tariff Adjustment)

GOVERNMENT NOTICE NO. 15 published on 4/1/2019

THE WATER SUPPLY AND SANITATION ACT
(CAP. 272)

ORDER

(Made under section 28(d))

THE KAHAMA WATER SUPPLY AND SANITATION AUTHORITY ("KAHAMA WSSA")
(TARIFF ADJUSTMENT) ORDER, 2019

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| Citation | 1. This Order shall be cited as the Kahama Water Supply and Sanitation Authority ("Kahama WSSA") (Tariff Adjustment) Order, 2019. |
| Commencement date | 2. This Order shall come into force on 1 st January 2019. |
| Tariffs and charges | 3. Kahama WSSA tariffs and charges are hereby adjusted as specified in the First Schedule to this Order. |

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| Conditions | <p>4. The approved tariff shall be subject to the following conditions-</p> <ul style="list-style-type: none">(a) on or before 30th April 2019, Kahama WSSA shall submit a revised Business Plan that incorporates the approved tariffs and action plan for implementation of conditions of this Order;(b) Kahama WSSA shall implement the projects as detailed in the Second Schedule by using funds generated from the approved tariffs;(c) Kahama WSSA shall attain the key performance indicators as shown in the Third Schedule to this Order;(d) Kahama WSSA shall, on 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;(e) Kahama WSSA shall continue to provide EWURA with information about its financial and operating condition in accordance with the requirements of EWURA. This information will be used by EWURA to evaluate Kahama WSSA's performance in comparison with other Water Supply and Sanitation Authorities and the improvement of its performance over time. This evaluation will be considered by EWURA in evaluating the reasonableness of all future requests for tariff adjustment. |
| Disapplication of Tariff Order | <p>5. This Order hereby disapplies (Tariff Adjustment) Order No. 13 - 008 of 1st January 2014 and the Amendment Order No. 015-019 of 1st November 2015.</p> |

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FIRST SCHEDULE

APPROVED TARIFFS AND CHARGES

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

Customer Category	Current Tariff		Approved Tariff	
	2017/18	2018/19	2019/20	2020/21
Domestic	1,015	1,688	1,888	2,069
Institutional	1,235	2,060	2,320	2,540
Commercial	1,300	2,165	2,450	2,660
Industrial	1,400	2,327	2,601	2,850
Water Kiosk	1,235	2,000	2,000	2,000
Mining	1,970	3,275	3,670	4,031
Car Wash	1,880	3,125	3,493	3,800
WAT	1,180	1,961	2,192	2,308

Schedule 1(b): Current and Approved Service Charged (TZS/Month)

Customer Category	Current Charge	Approved Charge		
	2017/18	2018/19	2019/20	2020/21
Domestic	2,500	Service charge is not allowed		
Institutional	4,000			
Commercial	4,500			
Industrial	4,500			
Water Kiosk	500			
Mining	80,000			
Car Wash	4,500			

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Schedule 1 (c): Current and Approved Multi-Year Water Connection Fee (TZS/Connection)

Customer Category	Current Fee	Approved Fees		
	2017/18	2018/19	2019/20	2020/21
All New Customers	20% of Recoverable Expenditure as Stipulated in Section 24 of Water Supply Regulations, 2013	20% of recoverable expenditure as stipulated in Section 24 of Water Supply Regulation, 2013		

Schedule 1 (d): Current and Approved Water Reconnection Fee (TZS/Reconnection)

Customer Category	Current Fee	Approved Fees		
	2017/18	2018/19	2019/20	2020/21
Domestic	10,000	15,000	15,000	15,000
Institution	20,000	30,000	30,000	30,000
Commercial	20,000	30,000	30,000	30,000
Industrial	20,000	30,000	30,000	30,000
Water Kiosk	10,000	20,000	20,000	20,000
Mining	200,000	200,000	200,000	200,000
Car Wash	20,000	30,000	30,000	30,000

Schedule 1 (e): Current and Approved Sewerage Disposal Charge (TZS/Trip)

Vehicle Type	Current Charge	Approved Charges		
	2017/18	2018/19	2019/20	2020/21
Vacuum truck 10m ³	-	10,000	10,000	10,000
Vacuum truck 5m ³	-	5,000	5,000	5,000
Vacuum truck 4m ³	-	5,000	5,000	5,000
Vacuum truck 3m ³	-	5,000	5,000	5,000

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SECOND SCHEDULE

PROJECTS TO BE IMPLEMENTED

Description of Activity	TZS Million			Deadline	
	2018/19	2019/20	2020/21		
Rehabilitation and Replacement					
Rehabilitation of intake structure at Nyihogo dam	5.00	2.00	2.00	30th 2021	June
Major rehabilitation of the shallow wells		20.00	20.00	30th 2021	June
Removal of mud from Nyihogo dam to increase capacity	5.00	5.00	5.00	30th 2021	June
Rehabilitation of the treatment plants at Nyihogo dam	10.00	10.00	10.00	30th 2021	June
Replacement of turbidimeter (HACH0) and chlorine analyser (HACH)		7.50		30th 2020	June
Replacement of Chlorine analyser	5.00	5.00	5.00	30th 2021	June
rehabilitation of 2 storage tanks for dam water system		30.00		30th 2019	June
Replacement of PVC Pipe 4" for dam transmission system	10.00	10.00	10.00	30th 2021	June
Replacement of booster pumps	110.00	60.00		30th 2020	June
Replacement of Electronic distribution board	1.00				
Replacement of 10 Pcs steel pipes		10.00	10.00	30th 2021	June
Replacement of the DN 110-250	20.00	25.00	30.00	30th 2021	June
Replacement of Roll Poly Pipes Class D DN 1"-3"	20.00	10.00	7.00	30th 2021	June
Procure and installation of 6 new butterfly Valve DN300-750mm		45.00	45.00	30th 2021	June
Procure and replace 22 double collar of DN 110-250mm PN12.5	1.00	1.00	1.00	30th 2021	June
Replace prepaid meters	10.00	15.00	15.00	30th 2021	June

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Description of Activity	TZS Million			Deadline	
	2018/19	2019/20	2020/21		
Replace all meters with permanent defective by purchasing 250 new water meters of 3/4"		6.00	70.00	30th 2021	June
Replace all meters with permanent defective by purchasing 50 new water meters of 1"	1.00	2.00	3.00	30th 2021	June
Replace all meters with permanent defective by purchasing 800 new water meters of 1/2"	30.00	26.00	40.00	30th 2021	June
Replacement of security office building		4.00		30th 2020	June
Rehabilitation of Booster Building,	1.00			30th 2019	June
Rehabilitation of Pump Building	1.00			30th 2019	June
Rehabilitation of Boiler Building,	1.00			30th 2019	June
Rehabilitation of Retention structures (Sed Tanks)	1.00			30th 2019	June
Rehabilitation of servant building (Shunu Main Tank)		15.00		30th 2020	June
Rehabilitation of servant building (Shunu Camp)		15.00		30th 2020	June
Replacement of office tables			8.00	30th 2021	June
Replacement of 8 pieces of stabilizers of different capacity		1.00	1.50	30th 2021	June
Upgrading billing software		30.00	5.00	30th 2021	June
Subtotal (Replacement and Rehabilitation cost)	232.00	354.50	287.50		
New Investment					
Procure and installation of 20 new sluice gate DN160	10.00	15.00	15.00	30th 2021	June
Procure and installation of 20 new sluice gate DN200	10.00	15.00	15.00	30th 2021	June
Procure and installation of 20 new sluice gate DN250	10.00	15.00	15.00	30th 2021	June
Install 5 pieces of flap valves		1.50	1.50	30th 2021	June
Purchase and install 6 electromagnetic flow meters	72.50	81.60	78.80	30th 2021	June

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Description of Activity	TZS Million			Deadline	
	2018/19	2019/20	2020/21		
Purchase 50 new water meters of 2"	5.00	5.00	5.00	30th 2021	June
Purchase of I brand new motor vehicle			90.00	30th 2021	June
Purchase of 10 brand new motorcycle	8.00	8.00	8.00	30th 2021	June
Purchase of 10 desktop computers and 6 laptop computers	8.00	8.00	8.00	30th 2021	June
Purchase of two modern printers		5.00	5.00	30th 2021	June
Purchase of five new UPS			2.00	30th 2021	June
Purchase of the new dewatering pumps			3.00	30th 2021	June
Purchase standby generator at the main tank			50.00	30th 2021	June
Network extension to Lugera-Bomage, Mhongolo, Nyashimbi, Mhongolo Magharibi, Mhungula downhill, and Mhungula hill	280.52			30th 2019	June
Network extension to Mhungula Mlimani, Mwanva Masaki and Nyakato Mikaratusi		231.67		30th 2020	June
Network extension to Kagongwa Town and Zongomera			293.92	30th 2021	June
Subtotal (New Investment cost)	404.02	385.17	590.22		
Total Investment Costs	636.02	739.67	877.72		

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THIRD SCHEDULE

KEY PERFORMANCE INDICATORS FOR 2018/19 – 2020/21

Description	Unit	Performance Target		
		2018/19	2019/20	2020/21
New Connections (water)	No.	1,786	1,986	1,757
Non Revenue Water	%	14	14	14
Metering Ratio	%	100	100	100
Revenue Collection efficiency (without arrears)	%	90	90	90

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NZINYANGWA E. MCHANY
Director General