

GOVERNMENT NOTICE NO. 541 published on 26/07/2019.

THE WATER SUPPLY AND SANITATION ACT
(CAP. 272)

NOTICE

(Made under section 28(1)(d))

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

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| Citation | 1. This Order shall be cited as the Magu Water Supply and Sanitation Authority ("Magu WSSA") (Tariff Adjustment for Water Supply and Sanitation Services) Order, 2019 |
| Commencement date | 2. This Order shall be deemed to come into force on 1 st July 2019. |
| Tariffs and charges | 3. Magu WSSA tariffs and charges are hereby adjusted as specified in the First Schedule to this Order |
| Conditions | 4. The approved tariff shall be subject to the following conditions: <ul style="list-style-type: none">(a) on or before 30th September 2019, Magu WSSA shall submit a revised Business Plan that incorporates the approved tariffs and action plan for implementation of conditions of this Order.(b) Magu WSSA shall implement the projects as detailed in Second Schedule by using funds generated from the approved tariffs.(c) Magu WSSA shall attain the key performance indicators as shown in the Third Schedule of |

this Order.

- (d) Magu 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) Magu WSSA shall reduce non revenue water from 45% to 35% by June 2020, 35% to 30% by June 2021 and from 30% to 28% by June 2022.
- (f) Magu WSSA shall improve average service hours from 6 hours to 18 hours, 20 hours and 22 hours in 2019/20, 2020/21 and 2021/22 respectively.
- (g) Magu 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 Magu 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.
- (h) Pursuant to the section 43 of the EWURA Act and rule 6 of the EWURA (Fees and Levies Collection Procedure) Rules, GN.193 of 2010, Magu WSSA shall start collecting EWURA levy from 1st September 2019.

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Disapplication
of Tariff Order
No. 11-014

5. This Order hereby disapplies the applicability of the (Tariff Adjustment) Order No. 11 - 014 in the area served by the Magu Water Supply and Sanitation

Authority (Magu WSSA).

SCHEDULES

FIRST SCHEDULE

(Made under paragraph 3)

APPROVED TARIFFS AND CHARGES

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

Customer Category	Current Tariff	Approved Tariffs		
	2018/19	2019/20	2020/21	2021/22
Domestic	300	1,100	1,250	1,400
Institutional	335	1,300	1,390	1,480
Commercial	390	1,500	1,620	1,720
Industrial	500	1,900	2,000	2,210
Kiosk/Standpipe	1,000	1,000	1,000	1,000
Bulk Customers	390	1,500	1,620	1,720
Weighted Average Tariff	380	1,400	1,580	1,680

Schedule 1 (b): Current and Approved Multi-Year Unmetered Water Tariff (TZS/Month)

Customer Category	Current Tariff	Approved Tariff		
	2018/19	2019/20	2020/21	2021/22
Domestic	4,500	Unmetered Water Tariff Disallowed		
Institutional	11,500			
Commercial	11,500			

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

Customer Category	Current Fees	Approved Fee		
	2018/19	2019/20	2020/21	2021/22
Domestic	20,000	20% of Recoverable expenditure as stipulated in water supply regulations, 2013		
Institution	20,000			
Commercial	20,000			
Industrial	100,000			

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

Magu Water Supply And Sanitation Authority ("Magu Wssa") Tariff Adjustment
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Customer Category	Current Fees	Approved Fees		
	2018/19	2019/20	2020/21	2021/22
Domestic	11,000	11,000	11,000	11,000
Institutional	11,000	11,000	11,000	11,000
Commercial	11,000	15,000	15,000	15,000
Industrial	11,000	15,000	15,000	15,000

Schedule 1(e): Approved MultiYear Cesspit Emptier Charges (TZS/Trip)

Customer category	Current Charge	Approved Charges		
	2018/19	2019/20	2020/21	2021/22
Domestic	-	50,000	50,000	50,000
Institution	-	50,000	50,000	50,000
Commercial	-	50,000	50,000	50,000
Industrial	-	50,000	50,000	50,000

SECOND SCHEDULE

(Made under paragraph 4(b))

PROJECTS TO BE IMPLEMENTED

Description of Activity	TZS Million			Deadline
	2019/20	2020/21	2021/22	
Rehabilitation and Replacement				
Purchase 1200 Water meters for replacement and new connection	15.08	22.51	26.27	30th June 2022
Subtotal (Replacement and Rehabilitation cost)	15.08	22.51	26.27	
New Investment				
Construction of the OD110HDPE distibution network to Kinango, Mwamabanza and Kitongo		171.43	333.87	30th June 2022
Construction of the OD110HDPE distibution network to Nyashimba, Nyigogo, Ilula, Mwabasabi & Magu Mjini	149.33			30th June 2020
Construction of the OD110HDPE distibution network to Lumeji and Bundilya			159.03	30th June 2022
Construction of the OD110HDPE distibution network to Buhumbi and Mwalina		94.86		30th June 2021

Magu Water Supply And Sanitation Authority ("Magu Wssa") Tariff Adjustment
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Description of Activity	TZS Million			Deadline
	2019/20	2020/21	2021/22	
Construction of the OD110HDPE distribution network to Shinembo and Misungwi		183.70	102.30	30th June 2022
Construction of the distribution network to Kahangala	42.28		133.92	30th June 2022
Purchase Of new 2 motorcicles for Zones daily activities		2.00	2.00	30th June 2022
Procurement of 1 tricycle (Bajaj)		5.00		30th June 2021
Procurement of 7 computers	1.50	3.00	3.00	30th June 2022
Procurement of 4 printers	0.90	1.50	2.00	30th June 2022
Procure 70 pre-paid water meters for bulk customers		9.00	22.50	30th June 2022
Connect 1000 new customers	21.62	34.80	139.20	30th June 2022
Procure fittings equipment for maintenance and repairing activities	13.08			30th June 2020
Procurement of 1 potable ButtFussion machine with accessories	3.50			30th June 2020
Procurement of 4 generators with its accessories for potable ButtFussion machines	2.70	2.20	5.91	30th June 2022
Subtotal (New Investment cost)	234.92	507.49	903.73	
Total Investment Costs	250.00	530.00	930.00	

THIRD SCHEDULE

(Made under paragraph 4(c))

KEY PERFORMANCE INDICATORS FOR 2019/20 – 2021/22

Description	Unit	Performance Target		
		2019/20	2020/21	2021/22
New connections (water)	No.	210	157	248
Non-Revenue Water	%	35	30	28
Metering ratio	%	100	100	100
Revenue Collection efficiency (without arrears)	%	90	90	95

FOURTH SCHEDULE

(Made under paragraph)

APPROVED REVENUE REQUIREMENTS
(Million TZS)

ITEM	2019/20	2020/21	2021/22
	Approved	Approved	Approved
Water production	418.56	424.52	453.30
Water Distribution	18.00	18.74	19.51
R&M	174.00	264.45	264.45
Personnel	301.82	358.42	392.84
Administration	50.82	71.87	83.92
Business promotion	5.00	5.21	5.42
Events and donation	6.75	7.85	8.95
Financial	0.90	0.94	0.98
Total O & M	975.85	1151.99	1229.36
Depreciation (Investment)	273.50	550.00	938.00
Total RR	1,249.35	1,701.99	2,167.36
Less: Other Income	13.10	11.36	15.66
RR from Water Sales	1,236.25	1,690.63	2,151.70

Dodoma
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NZINYANGWA E. MCHANY
Director General