

GOVERNMENT NOTICE NO.932 Published On 29/11/2019

THE WATER SUPPLY AND SANITATION ACT,  
(NO. 5 OF 2019)

**ORDER**

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

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

Citation 1. This Order shall be cited as the Igunga Water Supply and Sanitation Authority (Igunga WSSA) (Tariff Adjustment for Water Supply Services) Order, 2019.

Commencement Date 2. This Order shall come into force on 1<sup>st</sup> December 2019.

Tariffs and Charges 3. Igunga 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:

(a) prior to the implementation of new tariff, Igunga WSSA shall provide evidence to EWURA that it has notified its customers of the new tariff order and it has conducted an intensive awareness to its customers including, government, political and religious representatives found in their area of services;

(b) Igunga WSSA shall procure and maintain optimum stock of water meters in order to ensure that meter replacements are done within the shortest period of time;

(c) On or before 31<sup>st</sup> January 2020, Igunga WSSA shall submit a revised Business Plan that incorporates the approved tariffs and action plan for implementation of conditions of this Order;

(d) Igunga WSSAs shall ensure it complies with the requirement of remitting regulatory levy;

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- (e) Igunga WSSA shall cause their financial reports to be audited by a Controller and Auditor General or any authorized person as per section 33(1) of the Public Audit Act and ensure that it submits copies of the audited financial statements to EWURA;
- (f) Igunga WSSA shall implement the projects by using funds generated from the approved tariffs as detailed in the Second Schedule of this Order;
- (g) Igunga WSSA shall attain key performance indicators as shown in the Third Schedule of this Order;
- (h) Igunga 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 as presented in the Fourth Schedule; and
- (i) Igunga WSSA shall continue to provide EWURA with information about its financial and operating conditions in accordance with the requirements of EWURA, such information shall be used by EWURA to evaluate Biharamulo WSSA's performance in comparison with other Water Supply and Sanitation Authorities and the improvement of its performance over time or in evaluating the reasonableness of all future requests for tariff adjustment.

Revocation of  
Tariff Order  
No. 16-017 of  
1<sup>st</sup> July 2016

5. This Order hereby revokes the Igunga Water Supply and Sanitation Authority (Tariff for Water Supply Services) Order, 2016.

SCHEDULES

**FIRST SCHEDULE**  
**APPROVED TARIFFS AND CHARGES**  
*(Made under paragraph (3))*

Schedule 1(a): Current and Approved Metered Water Tariff (TZS/m<sup>3</sup>)

Customer Category	Current Tariff	Proposed Tariffs			Approved Tariffs		
	2018/19	2019/20	2020/21	2021/22	2019/20	2020/21	2021/22
Domestic	855	1,131	1,311	1,381	1,060	1,060	1,060
Institution	1125	1,457	1,587	1,687	1,390	1,390	1,400
Commercial	1415	1,750	1,910	2,040	1,750	1,750	1,760
Industrial	1415	1,750	1,910	2,040	1,750	1,750	1,760
Kiosk	1500	1,870	2,000	2,200	1,500	1,500	1,500
Bulk Customers	3280	3,460	3,920	4,230	3,460	3,920	4,070
WAT	1,041	1,340	1,508	1,605	1,244	1,248	1,251

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

Customer Category	Current Fee	Proposed and Approved Fees		
		2019/20	2020/21	2021/22
Domestic	20% of total new water connection cost	20% of recoverable expenditures as stipulated in Section 24 of Water Supply Regulation, 2013		
Institution				
Commercial				
Industrial				
Kiosk				

Schedule 1 (c): Current, Proposed and Approved Water Reconnection Fee (TZS/Reconnection)

Customer category	Current Tariff	Proposed Fees			Approved Fees		
	2018/19	2019/20	2020/21	2021/22	2019/20	2020/21	2021/22
Domestic	10,000	10,000	15,000	15,000	10,000	15,000	15,000
Institution	10,000	10,000	20,000	20,000	10,000	15,000	15,000
Commercial	10,000	10,000	20,000	20,000	10,000	15,000	15,000
Industrial	10,000	10,000	25,000	25,000	10,000	15,000	15,000

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**SECOND SCHEDULE**  
*(made under paragraph 4(g))*

**PROJECTS TO BE IMPLEMENTED**

Description of Activities	Implementation Period		
	2019/20	2020/21	2021/22
Purchase of new water meter 1041 psc (specifications - DN 20mm Class C), 302, 413, and 326 in the first, second and third year respectively.	30.20	43.37	35.94
Purchase 100 prepaid water meters psc (specifications-DN25, Class C), 30, 30 and 40 in the first, second and third year respectively.	14.18	14.88	15.63
Extension of pipe network 3km (specifications- pipe size DN 100, 75mm, 63mm - 32mm, material uPVC and HDPE, PN10) at Nkonkoto, Hanihani, Mbagala, Masanga, Mwayunge and Sanzura.	26.25	27.56	28.94
Construction of new tower for chlorination dosing unit	5.00		
Acquisition of ten acres of land for construction of waste stabilization ponds at Hanihani satellite city.		69.49	
<b>Total Investment Cost</b>	<b>75.63</b>	<b>155.30</b>	<b>80.51</b>

**THIRD SCHEDULE**  
*(made under paragraph 4(g))*

**KEY PERFORMANCE INDICATORS FOR 2019/20 – 2021/22**

Indicator	Unit	Performance Target		
		2019/20	2020/21	2021/22
Number of new connections (water supply)	No.	302	413	326
Non Revenue Water	%	27%	27%	25%
Revenue Collection efficiency (without arrears)	%	96%	97%	97%

**FOURTH SCHEDULE**  
*(made under paragraph 4(h))*

**APPROVED REVENUE REQUIREMENTS**

COST ITEM	2019/20	2020/21	2021/22
Water production	152.51	159.84	167.54
Electricity for water production	58.25	58.25	58.25
Water Distribution	20.12	21.13	22.18
Maintenance and Repair	61.40	49.40	49.40

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COST ITEM	2019/20	2020/21	2021/22
Personnel	190.84	193.60	201.70
Administration	144.70	151.94	159.53
Business promotion	5.03	5.28	5.55
Events and Donation	2.14	2.25	2.36
Board	17.18	17.38	17.59
Finance	2.52	2.65	2.78
TOTAL O&M	654.69	661.70	686.88
Depreciation allowance	103.65	103.65	98.00
ROI	1.82	2.09	2.22
Total Revenue Requirement	760.16	767.45	787.10
Less Other Income	15.28	22.47	18.28
RR from water sales	744.88	744.98	768.82

Dodoma  
14<sup>th</sup> October, 2019

NZINYANGWA E. MCHANY  
*Director General*