

GOVERNMENT NOTICE NO. 931 Published On 29/11/2019

THE WATER SUPPLY AND SANITATION ACT,

(NO. 5 OF 2019)

ORDER

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

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

- | | |
|---------------------|--|
| Citation | 1. This Order shall be cited as the Mpanda Water Supply and Sanitation Authority (Mpanda WSSA) (Tariff Adjustment for Water Supply Services) Order, 2019. |
| Commencement Date | 2. This Order shall come into force on 1 st December 2019. |
| Tariffs and Charges | 3. Mpanda 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) prior to the implementation of new tariff, Mpanda 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) On or before 30th June 2019, Mpanda WSSA shall find and demarcate an area for emptying waste water;(c) Mpanda WSSA shall implement the projects as detailed in Second Schedule to this Order;(d) Mpanda WSSA shall attain key performance indicators as shown in Third Schedule of this Order |

Mpanda Water Supply And Sanitation Authority (Mpanda Wssa) Tariff Adjustment
GN No. 931 (contd)

- Cap 414
- GN No. 193 of 2010
- Cap. 348
- (e) On or before 31st December 2019, Mpanda WSSA shall submit a revised Business Plan that incorporates the approved tariffs and action plan for implementation of conditions of this Order;
 - (f) Mpanda WSSA shall ensure it continues to comply with the requirement of remitting regulatory levy to EWURA as per section 43 of the EWURA Act and Rule 6 of the EWURA (Fees and Levies Collection Procedure) Rules, 2010;
 - (g) Mpanda 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;
 - (h) Mpanda WSSA shall meter all domestic customers by 31st January 2020;
 - (i) Mpanda 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;
 - (j) Mpanda 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 Mpanda 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. 2016 -005
of 29th January
2016

5. The Mpanda Water Supply and Sanitation Authority (Tariff for Water Supply Services) Order 2016 is hereby revoked.

SCHEDULES

FIRST SCHEDULE

APPROVED TARIFFS AND CHARGES

(Made under paragraph 3)

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

Customer Category	Current Tariff	Proposed Tariff			Approved Tariff		
	2018/19	2019/20	2020/21	2021/22	2019/20	2020/21	2021/22
Domestic							
Band 1 (1-5 unit)	950	1,200	1,300	1,300	1,100	1,200	1,300
Band 2 (>5 unit)	950	1,600	1,800	1,800	1,100	1,250	1,400
Institution	1,020	1,700	1,790	1,810	1,200	1,350	1,500
Commercial	1,050	1,700	1,840	1,860	1,250	1,400	1,550
Industrial	1,200	1,930	2,100	2,130	1,400	1,600	1,750
Kiosk	1,000	1,000	1,000	1,000	1,000	1,000	1,000
WAT	976	1,560	1,684	1,689	1,113	1,236	1,359

Schedule 1(b): Current and Approved Unmetered Tariff (TZS/Month)

Customer class	Current Tariff	Proposed Tariff			Approved Tariff	
	2018/19	2019/20	2020/21	2021/22	2019/20 (Up to January 2020)	2019/20 (Form 1 st February 2020), 2020/21 and 2021/22
Domestic	14,000	26,400			16,100	
Institution	All customers in these categories are metered		Mpanda shall ensure that all customers are metered		Flat rates are not allowed for non domestic customers	Flat rates are not allowed for all customers
Commercial						
Industrial						
Kiosk/Stand pipe						

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

Customer class	Current Fees	Proposed Fees	Approved Fees
	2018/19	2019/20 – 2021/22	2019/20 – 2021/22

Mpanda Water Supply And Sanitation Authority (Mpanda Wssa) Tariff Adjustment

GN No. 931 (contd)

Customer class	Current Fees	Proposed Fees	Approved Fees
	2018/19	2019/20 – 2021/22	2019/20 – 2021/22
All customers	20% of recoverable expenditure as stipulated in Section 24 of Water Supply regulation, 2013	20% of recoverable expenditure as stipulated in Section 24 of Water Supply regulation, 2013	20% of recoverable expenditure as stipulated in Section 24 of Water Supply regulation, 2013

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

Customer class	Current Fees	Proposed Fees			Approved Fees		
	2018/19	2019/2	2020/2	2021/2	2019/2	2020/2	2021/22
Domestic	15,000	25,800	26,728	27,691	15,000	15,000	15,000
Institution	15,000	48,000	49,728	51,518	15,000	15,000	15,000
Commercial	15,000	48,000	49,728	51,518	15,000	15,000	15,000
Industrial	15,000	373,20	386,63	400,55	15,000	15,000	15,000
Kiosk/Standpipe	15,000	48,000	49,728	51,518	15,000	15,000	15,000

SECOND SCHEDULE

(Made under paragraph 4(c))

PROJECTS TO BE IMPLEMENTED

Description of activities				Deadline
	2019/20	2020/21	2021/22	
Replacement and Rehabilitation				
Replacement of 7 ball valves (brass material) for 7 storage tanks	14			July 2020
Replace 10 bulk meters at Manga BPT, Kigamboni, Kazima tanks, Shanwe Tank and Milala. Two in the first year and 8 in the second year	4		17.64	July 2020, & July 2021
Replacement of 1500 old water meters (1000 in the second year and 500 in the third year)		126	66.15	July 2021 & 2022
Replacement of water pump at Ikulu borehole (capacity 4.5 kW) and at Majengo borehole with a capacity of 5 kW	18		20	July 2020 & July 2022
New Investments				
Construction of Kanoge II gravity main from Kanogeto to Kazima tanks and purchase of pipes (8") and fittings at a distance of 12km			515	July 2022

Mpanda Water Supply And Sanitation Authority (Mpanda Wssa) Tariff Adjustment

GN No. 931 (contd)

Description of activities	2019/20	2020/21	2021/22	Deadline
Expand water network to unserved areas of Tulieni, Kawalyowa (5km), Mtapenda (0.5km), Kazima (3km), Rungwa 1km, Misengeleni 4km, Misunkumilo (1km), Mapinduzi (3km), Kilimahewa (2km), Nsemulwa (1km) and Makanyagio (0.5km)			327.57	July 2022
Purchase 1,200 water meters together with their fittings and connectors for unmetered customers	144			July 2020
Purchase 1,200 water meters together with their fittings and connectors for new customers (400 meters each year)	48	50	53	July 2020,2021, 2022
Acquire land for waste stabilization pond	12			July 2020
Total Investment Costs	222	176	999.28	

THIRD SCHEDULE

(Made under paragraph 4(d))

KEY PERFORMANCE INDICATORS FOR 2019/20 – 2021/22

Indicator	Current Status	Performance Targets		
	2018/19	2019/20	2020/21	2021/22
Number of New Connections		400	400	400
Metering Ratio	87	100	100	100
NRW	28%	28%	26%	25%
Average Service Hours	6	8	12	14
Revenue Collection Efficiency	88%	90%	92%	95%

FOURTH SCHEDULE

(Made under paragraph 4(i))

APPROVED REVENUE REQUIREMENTS

Cost Item	2019/20		2020/21		2021/22	
	Proposed RR	Approved RR	Proposed RR	Approved RR	Proposed RR	Approved RR
Water production	34.50	15.31	41.00	15.71	42.00	21.87
Electricity for water production	35.50	30.50	40.00	30.50	40.00	54.71
Water Distribution	9.00	8.40	11.00	8.82	42.00	39.26
Maintenance and Repair	25.00	72.80	25.00	80.00	30.00	84.90
Personnel	423.90	284.22	430.50	430.38	445.90	571.27
Administration	323.40	263.56	337.30	283.79	342.80	304.34
Business promotion	0.00	4.70	0.00	4.94	0.00	5.18

Mpanda Water Supply And Sanitation Authority (Mpanda Wssa) Tariff Adjustment

GN No. 931 (contd)

Cost Item	2019/20		2020/21		2021/22	
	Proposed RR	Approved RR	Proposed RR	Approved RR	Proposed RR	Approved RR
Events and Donation	19.50	15.18	20.00	15.88	24.00	16.63
Finance	5.00	4.20	6.00	4.41	6.00	4.63
TOTAL O&M	875.80	698.86	910.80	874.43	972.70	1,102.80
Depreciation allowance	194.60	224.30	196.50	229.39	0.00	398.61
ROI/ Investment	0	24.23	0	330.79	0	402.84
Total Revenue Requirement	1,070.40	947.38	1,107.30	1,434.61	972.70	1,904.25
Less Other Income	42.60	42.60	42.60	42.60	43.60	43.60
RR from water sales	1,027.80	904.78	1,064.70	1,392.01	929.10	1,860.65

Dodoma

14th November, 2019

NZINYANGWA E. MCHANY

Director General