

GOVERNMENT NOTICE NO. 949 published on 29/11/2019

THE WATER SUPPLY AND SANITATION ACT,

(CAP. 272)

ORDER

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

THE MUGANGO-KIABAKARI WATER SUPPLY AND SANITATION AUTHORITY
(MUGANGO-KIABAKARI WSSA) TARIFF ADJUSTMENT ORDER, 2019

- Citation
1. This Order may be cited as the Mugango-Kiabakari Water Supply and Sanitation Authority (Mugango-Kiabakari WSSA) (Tariff Adjustment for Water Supply and Sanitation Services) Order, 2019.
- Commencement Date
2. This Order shall come into force on 1st December, 2019.
- Tariffs and Charges
3. Mugango-Kiabakari 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) on or before 31st December 2019, Mugango-Kiabakari WSSA shall submit a revised Business Plan that incorporates the approved tariffs and action plan for implementation of conditions of this Order;
 - (b) Mugango-Kiabakari WSSA shall implement the projects as detailed in the Second

- Schedule of this Order by using funds generated from the approved tariffs;
- (c) Mugango-Kiabakari WSSA shall attain key performance indicators as shown in the Third schedule of this Order;
 - (d) Mugango-Kiabakari WSSA shall invest on reduction of NRW from 84.6% current year to 40% in 2021/22 by replacing 0.4 km in 2019/20; 2km in 2020/21 and 2.9 km in 2021/22;
 - (e) on or before 31st December 2019 Mugango-Kiabakari WSSA shall stop relocating customer water meters from customers' premises to off take point, to all customers whose service lines are along 200m long and above;
 - (f) Mugango-Kiabakari 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 prescribed in the Fourth Schedule;
 - (g) Mugango-Kiabakari 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 Mugango-Kiabakari 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

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- Cap. 414
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193 of 2010
- 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, 2010, Mugango-Kiabakari WSSA shall start collecting EWURA levy from 1st September 2019;
- (i) on or before 30th December 2019, Mugango-Kiabakari WSSA shall provide evidence to EWURA that it has notified its customers of the new tariff Order and it has conducted on intensive awareness to its customers including, government, political and religious representative found in their areas of services on the implementation of the new tariff Order.

Disapplication of
Tariff Order No.
11-014 of 1st June
2011

5. This Order hereby disapplies the applicability of the (Tariff Adjustment) Order No. 11 - 014 of 1st June 2011 in the area served by the Mugango-Kiabakari Water Supply and Sanitation Authority (Mugango-Kiabakari WSSA).

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SCHEDULES

FIRST SCHEDULE

APPROVED TARIFFS AND CHARGES

(Made under paragraph 3)

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

Customer Category	Current Tariff	Approved Tariff		
	2018/19	2019/20	2020/21	2021/22
Domestic	345	1,100	1,200	1,300
Institution	335	1,110	1,300	1,400
Commercial	510	1,640	1,910	1,970
Kiosk/Standpipe	1000	1,000	1,000	1,000
Industrial	0	1,640	1,910	1,970
WAT	407	1,310	1,520	1,570

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

Customer Category	Current Fees	Approved Fees		
	2018/19	2019/20	2020/21	2021/22
Domestic	30,000	20% of the recoverable expenditure as stipulated in the Water Supply Regulations of 2013		
Institutional				
Commercial				

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

Customer Category	Current Fees	Approved Fees		
		2019/20	2020/21	2021/22
Domestic	5,500	15,000	15,750	16,540
Institution	11,000	20,000	20,000	20,000

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Commercial	11,000	20,000	20,000	20,000
Kiosk	11,000	20,000	20,000	20,000

SECOND SCHEDULE

PROJECTS TO BE IMPLEMENTED

(Made under paragraph 4(b))

SNo	Description of Activity	TZS (Million)		
		2019/20	2020/21	2021/22
Rehabilitation and Replacement				
1	Procure 30 water meters in 2019/2020, 60 water meters in 2020/21 and 60 water meters in 2021/22 for replacement	2.49	4.15	4.15
2	Rehabilitation and Replacement of 0.4 km water mainline in 2019/20, 2 km water mainline in 2020/21 and 2.9 km water mainline in 2021/22.	80.00	400.00	580.00
	Subtotal (Replacement and Rehabilitation costs)	82.49	404.15	584.15
New Investments				
3	Procure 285 Water Meters in 2019/2020, 232 water meters in 2020/21 and 724 water meters in 2021/22 For New Connections	17.71	21.99	60.09
4	Procure and install 15 Prepaid Water meters including operating software in 2020/21 and 15 prepaid water meters in 2021/22	0.00	17.25	11.25

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SNo	Description of Activity	TZS (Million)		
		2019/20	2020/21	2021/22
5	Procure 6 Bulk Meters at major distribution areas (Install 6 Bulk Meters for 2020/21 in Mugango centre, Ryamugabo village, Butiama, Kiabakari-Butiama line Madara centre ana 1 Bulk Meter for Bisarye line)	-	6.18	0.84
6	Extension of water distribution network (DN 63 & DN 50, PN 16. 22 km for 2020/21 and 28 km for 2021/22) Kurwaki, Singu Mahakani, Makole, Buturu, Busaraga, Kukiugu, Muryaza and Mwanzaburiga	-	213.73	268.97
7	Procurement of 1 motorcycle in 2020/21 and 1 motorcycle in 2021/22	-	1.50	1.56
8	Procurement of 1 Computer in 2019/2020, 1 computer in 2020/21 and 1 computer in 2021/22	2.00	2.08	2.17
9	Procurement of 1 Printer in 2019/20 and 1 Copy Machine in 2020/21	0.50	2.00	-
	Subtotal (New Investment costs)	20	265	345
	Total Investment Costs	103	669	929

THIRD SCHEDULE
KEY PERFORMANCE INDICATORS FOR 2019/20 – 2021/22
(Made under paragraph 4(c))

Description	Unit	Performance Target		
		2019/20	2020/21	2021/22
New Water Connections	No.	285	232	724
Non-Revenue Water	%	51	47	40
Metering Ratio	%	100	100	100
Revenue Collection efficiency (without	%	90	92	95

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FOURTH SCHEDULE

ADJUSTED REVENUE REQUIREMENTS(Million TZS)

(Made under paragraph 4(f))

Cost Item	Projected costs		
	2019/20	2020/21	2021/22
Water production	376.26	379.03	381.94
Water Distribution	104.35	119.09	128.82
Maintenance and Repair	42.68	49.18	53.00
Personnel	111.51	119.95	136.60
Administration	87.12	111.06	121.36
Business promotion	2.27	2.37	2.46
Events and Donation	2.00	2.04	2.08
Board	0.00	0.00	0.00
Financial costs	1.00	1.04	1.08
O & M before depreciation	727.19	783.77	827.35
Depreciation allowance	102.70	668.88	929.03
ROI	0	0	0
Total Revenue Requirement	829.89	1,452.65	1,756.38
Less Other Income	23.27	20.36	62.08
RR from water sales	806.62	1,432.29	1,694.30

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14th November, 2019

NZINYANGWA E. MCHANY
Director General