

THE UNITED REPUBLIC OF TANZANIA

Supplement No. 30

11th August, 2023

SUBSIDIARY LEGISLATION

To The Gazette of the United Republic of Tanzania No. 30 Vol. 104 Dated 11th Aug, 2023
Printed by The Government Printer, Dodoma by Order of Government

GOVERNMENT NOTICE No. 574 published on 11/8/2023

THE WATER SUPPLY AND SANITATION ACT
(CAP. 272)

ORDER

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

THE MAKONDE PLATEAU WATER SUPPLY AND SANITATION AUTHORITY
(MAKONDE PLATEAU WSSA) TARIFF ADJUSTMENT ORDER, 2023

Citation

1. This Order may be cited as the Makonde Plateau Water Supply and Sanitation Authority (Makonde WSSA) (Tariff Adjustment for Water Supply Services) Order, 2023.

Tariffs and charges

2. Makonde WSSA tariffs and fees are hereby adjusted as specified in the First Schedule.

Conditions

3. The approved tariff shall be subject to the following conditions:

- (a) Makonde WSSA shall, prior to the issuance of the first bill based on approved tariffs and fees, provide evidence to EWURA that it has notified its customers of the tariff order and has conducted an intensive awareness to its stakeholders including customers, key government and political leaders and religious representatives, among others;
- (b) Makonde WSSA shall, on or before 30th September 2023, submit to EWURA a revised

- Business Plan that incorporates the approved tariffs and action plan for implementation of conditions of the tariff order;
- (c) Makonde WSSA shall remit outstanding regulatory levy of TZS 17,476,990.21 as of 21st June 2023 by 31st August 2023;
 - (d) Makonde WSSA shall implement projects as detailed in the Second Schedule by using funds generated from approved tariffs and fees;
 - (e) Makonde WSSA shall ensure, by 30th June 2024, that it extends the water network close to public institutions (health centers, dispensaries and schools) to enable them to be connected with tap water;
 - (f) Makonde WSSA shall ensure that by 30th June 2025, it supplies water to communities surrounding all its water sources;
 - (g) Makonde WSSA shall prepare and implement a customer outreach program and submit to EWURA an annual implementation report of the same;
 - (h) Makonde WSSA shall attain key performance indicators as shown in the Third Schedule;
 - (i) Makonde WSSA shall on an annual basis as part of its annual performance report, submit to EWURA reports on the implementation of each of the tariff order conditions and each cost item of the revenue requirement as presented in the Fourth Schedule;
 - (j) Makonde WSSA shall continue to provide EWURA with information about its financial and operating conditions in accordance with the requirements of EWURA and this information will be used by EWURA to evaluate Makonde WSSA's performance in comparison with other water supply and sanitation authorities and the improvement of its performance over time;
 - (k) Makonde WSSA shall prepare and implement a plan to harvest rainwater, ensuring a

Makonde Plateau Water Supply and Sanitation Authority (Makonde Plateau WSSA) Tariff Adjustment

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continuous supply of water services, especially during the dry season.

Revocation of
Tariff Order
GN No.
145 of 2019

4. This Order hereby revokes the Tariff Order published on 15th February 2019.

Makonde Plateau Water Supply and Sanitation Authority (Makonde Plateau WSSA) Tariff Adjustment

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FIRST SCHEDULE

(Made under paragraph 2)

Schedule 1(a): Current and Approved Water Tariff

Customer Category	Current (TZS/m ³ /Ltr)	Approved Tariff (TZS/m ³)		
	2021/22	2023/24	2024/25	2025/26
Domestic	1,400	2,341	2,394	2,481
Institution	1,500	2,509	2,565	2,659
Commercial	1,600	2,676	2,736	2,836
Industry	1,900	3,178	3,249	3,368
Bulk Water	1,000	1,672	1,710	1,772
Water Bowser	5,000	8,362	8,551	8,862
Kiosk	1,000	2,000	2,000	2,000
WAT	1,274	2,131	2,180	2,259

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

Customer Category	Current Fees	Approved Fees		
	2022/23	2023/24	2024/25	2025/26
Domestic	20% of recoverable expenditures as stipulated in Regulation 26 of Water Supply Regulations, 2019	26,000		
Institutional				
Commercial				
Industrial				

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

Customer Category	Current Fees	Approved Fees		
		2023/24	2024/25	2025/26
Domestic	50,000	15,000	15,000	15,000
Institutional		15,000	15,000	15,000
Commercial		15,000	15,000	15,000
Industrial		15,000	15,000	15,000

Makonde Plateau Water Supply and Sanitation Authority (Makonde Plateau WSSA) Tariff Adjustment

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SECOND SCHEDULE

(Made under paragraph 3 (d))

PROJECTS TO BE IMPLEMENTED

Activities to be implemented	Costs (TZS)		
	2023/24	2024/25	2025/26
NEW INVESTMENT			
Installation of control devices (sluice valve/gate valve) DN 32, 50, 75, 100, and 100) for network expansion by June 2026	5,000,000	10,000,000	20,000,000
Extension of 70km network to unserved areas (Masaki, Namikupa, Kitama, Chikongola, Malopokelo, Legeza, Mji Mpya, Amkeni, Mmovo, Mkunya, Mtangalanga, Nambunga, Julia, Mkulung'ulu, Majengo and Kitangari Sokoni)(including key public institutions) with pipe diameters ranging from 32mm to 110mm including procurement of pipes, fittings and trench excavation; 20km (2023/24); 25km (2024/25); 25km (2025/26)	343,000,000	521,600,000	603,300,000
Procurement of water laboratory equipment for analyzing and monitoring water quality parameters	10,000,000	12,000,000	15,000,000
Acquisition of 5 acres of land for faecal sludge disposal	15,000,000	15,000,000	15,000,000
Total New Investment Costs	373,000,000	558,600,000	653,300,000
REHABILITATION			
Procurement of 3,000 water flow meters for replacement of existing old meters	136,000,000	163,000,000	196,000,000
Replace 10km of old pipes with a diameter ranging from 50mm to 110mm with new ones including excavation and fittings.	20,000,000	35,000,000	40,000,000
Replacement of 20 sluice valves ranging from 100mm to 160mmφ; 8 for FY 2023/24, 7 for FY 2024/25 and 5 for 2025/26	4,800,000	4,200,000	3,000,000

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Activities to be implemented	Costs (TZS)		
	2023/24	2024/25	2025/26
Replacement of 18 bulk water meters at water production Point and distribution; 5 in FY 2023/24, 5 in FY2024/25 and 8 in FY 2025/26 with diameters ranging from 80mm to 150mm	2,200,000	2,200,000	3,700,000
Total Rehabilitation	163,000,000	204,400,000	242,700,000
TOTAL INVESTMENT PROJECTS	536,000,000	763,000,000	896,000,000

THIRD SCHEDULE

(Made under paragraph 3 (h))

KEY PERFORMANCE INDICATORS (2023/24-2025/26)

Description	Unit	Performance Target		
		2023/24	2024/25	2025/26
The proportion of the population living in an area with water network	%	85	90	95
Number of New Water Connections	No	1,000	1,000	1,000
Non-Revenue Water	%	45	30	20
Metering Ratio	%	100	100	100
Revenue Collection efficiency (excluding arrears)	%	92	95	97

FOURTH SCHEDULE

(Made under paragraph 3 (i))

REVENUE REQUIREMENTS

Adjusted Revenue Requirements				
Description	Units	Forecast		
		2023/2024	2024/2025	2025/2026
Water Production costs	TZS	635,478,071	637,260,988	834,142,015
Distribution costs	TZS	246,502,636	246,502,636	246,502,636
Maintenance and Repair costs	TZS	159,595,669	510,706,142	1,634,259,665
Personnel costs	TZS	415,465,893	476,857,761	582,365,128
Administration costs	TZS	250,493,244	287,888,534	358,129,800

*Makonde Plateau Water Supply and Sanitation Authority (Makonde Plateau
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Business Promotion Costs	TZS	22,575,000	23,703,750	24,888,938
Events and Donation costs	TZS	19,036,750	19,416,588	19,815,417
Financial costs	TZS	516,240	516,240	516,240
Total Operational Expenses	TZS	1,749,663,504	2,202,852,638	3,700,619,838
Rehabilitation & Replacement	TZS	163,000,000	204,400,000	242,700,000
New Investment	TZS	373,000,000	558,600,000	653,300,000
Total Revenue Requirements	TZS	2,285,663,504	2,965,852,638	4,596,619,838
Other Incomes	TZS	29,900,000	29,900,000	29,900,000
Revenue Requirements from Water Sales	TZS	2,255,763,504	2,935,952,638	4,566,719,838

Dodoma,
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JAMES A. MWAINYEKULE,
Director General