

Tunduru Water Supply and Sanitation Authority ("Tunduru Wssa") (Tariff Adjustment for Water Supply and Sanitation Services)

GOVERNMENT NOTICE NO. 287 published on 1/5/2020

THE WATER SUPPLY AND SANITATION ACT,

—————
(CAP. 272)
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ORDER

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(Made under section 28(d))
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THE TUNDURU WATER SUPPLY AND SANITATION AUTHORITY ("TUNDURU WSSA") (TARIFF ADJUSTMENT FOR WATER SUPPLY AND SANITATION SERVICES) ORDER, 2020

Citation

1. This Order shall be cited as the Tunduru Water Supply and Sanitation Authority ("Tunduru WSSA") (Tariff Adjustment for Water Supply and Sanitation Services) Order, 2020.

Tariffs and charges

2. Tunduru WSSA tariffs and charges are hereby adjusted as specified in the First Schedule.

Conditions

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

- (a) on or before 31st May 2020, Tunduru WSSA shall submit a revised Business Plan (2019/20-2021/22) that incorporates the approved tariffs and action plan for implementation of conditions of this Order;
- (b) Tunduru WSSA shall implement the projects as set out in the Second Schedule by using funds generated from the approved tariffs;
- (c) Tunduru WSSA shall attain key performance indicators as shown in the Third Schedule;
- (d) Tunduru WSSA shall adhere to the section 43 of the EWURA Act, and rule 6 of the EWURA (Fees and Levies Collection Procedure) Rules;

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- (e) on or before 30th April, 2020, Tunduru 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 on the implementation of the new tariff Order;
- (f) Tunduru WSSA shall cause its financial reports to be audited by Controller and Auditor General (CAG) or any authorized person in accordance with section 33 (1) of the Public Audit Act and submitting copies of the audited financial statements to EWURA;
- (g) Tunduru WSSA shall ensure that water supplied to customers is treated;
- (h) before the 30th June, 2022, Tunduru WSSA shall acquire land for establishment of sewage treatment infrastructure;
- (i) Tunduru 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 conditions and each cost item of the revenue requirement as set out in the Fourth Schedule; and
- (j) Tunduru WSSA shall continue to provide EWURA with information about its financial and operating condition in accordance with the requirements of EWURA, such information shall be used by EWURA to evaluate Tunduru 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.

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

4. This Order hereby disappplies the applicability of the (Tariff Adjustment) Order No. 11 - 014 of 1st June, 2011 in the area served by the Tunduru Water Supply and Sanitation Authority ("Tunduru WSSA").

FIRST SCHEDULE

(Made under paragraph 3)

APPROVED TARIFFS AND CHARGES

*Tunduru Water Supply and Sanitation Authority ("Tunduru Wssa") (Tariff
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Schedule 1.1: Current and Approved Water Tariff (TZS/m³)

Customer Category	Current Tariff	Approved Tariffs		
	2018/19	2019/20	2020/21	2021/22
Domestic				
Band 1 (0-5m3)	540	780	850	1,100
Band 2 (6-10m3)	585	850	930	1,230
Band 3 (>11m3)	625	910	1,050	1,260
Institution	550	820	1,120	1,310
Commercial	605	900	1,200	1,340
Industrial	760	1,130	1,250	1,350
Kiosk	1000	1,000	1,000	1,000
WAT	613	886	1,028	1,248

Schedule 1.2: Current and Approved Unmetered Water Tariffs (TZS/Month)

Customer Category	Current Tariff	Approved Tariffs		
	2018/19	November 2019 to February 2020	2020/21	2021/22
Domestic	4,500	4,500	Not Approved	
Institution	16,500	16,500		
Commercial	16,500	16,500		
Industrial	16,500	16,500		

Schedule 1.3: Current and Approved New Connection Fee- (TZS/Connection)

Customer category	Current Fee	Approved Fee		
	2018/19	2019/20	2020/21	2021/22
Domestic	13,500	20% of recoverable expenditure as stipulated in Water Supply Regulations, 2013		
Institution	13,500			
Commercial	13,500			
Industrial	13,500			
Kiosk/Standpipe	13,500			

Schedule 1.4: Current and Approved Reconnection Fee- (TZS/Reconnection)

Customer category	Current Fee	Recommended Fees		
	2018/19	2019/20	2020/21	2021/22
Domestic	13,000	15,000	15,000	15,000
Institution	13,000	15,000	15,000	15,000
Commercial	13,000	15,000	15,000	15,000
Industrial	13,000	15,000	15,000	15,000
Kiosk/Standpipe	13,000	15,000	15,000	15,000

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SECOND SCHEDULE

(Made under paragraph 4(b))

PROJECTS TO BE IMPLEMENTED

Description of Activity	TZS Million		
	2019/20	2020/21	2021/22
Rehabilitation and Replacement			
Purchase 2,300 Water meters for replacement and new connection	70.00	70.00	100.00
Subtotal (Replacement and Rehabilitation cost)	70.00	70.00	100.00
New Investment			
Construction of the OD110HDPE distribution network to Kalanje,Tuleane	-	66.70	132.40
Construction of the distibution network to Ujenzi and Lambai	10.00	20.00	138.20
Purchase of new 2 motorcycles for zones daily activities	2.00		5.50
Procuremnt of 1 Tricycle(Bajaj)	-	-	5.00
Procurement of 1 portable Butt Fussion machine with Accessories	-	3.50	3.50
Subtotal (New Investment cost)	12.00	90.20	284.60
Total Investment Costs	82.00	160.20	384.60

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.	100	150	200
Non-Revenue Water	%	20	20	20
Metering Ratio	%	92	100	100
Revenue Collection efficiency (without arrears)	%	90	90	95

FOURTH SCHEDULE

(Made under paragraph 4(i))

*Tunduru Water Supply and Sanitation Authority ("Tunduru Wssa") (Tariff
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ALLOWED REVENUE REQUIREMENT (TZS MILLION)

ITEM	Proposed			Adjusted		
	2019/20	2020/21	2021/22	2019/20	2020/21	2021/22
Water production	98.20	103.00	107.00	98.20	103.00	107.00
Water Distribution	97.00	102.00	107.00	97.00	102.00	107.00
Sanitation	-	-	-	-	-	-
R&M	68.00	79.00	98.00	68.00	79.00	98.00
Personnel	79.00	93.00	111.00	77.00	92.00	111.00
Administration	78.45	90.10	98.53	50.95	58.40	66.18
Business promotion	-	-	-	-	-	-
Events and Donation	6.69	8.23	8.26	6.69	8.23	8.26
Financial	-	-	-	-	-	-
Total O & M	427.34	475.33	529.79	397.84	442.63	497.44
Depreciation	170.00	165.00	165.00	33.96	33.96	33.96

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Return on Investment	-	-	-	82.00	160.20	384.60
Total RR	597.34	640.33	694.79	513.80	636.79	916.00
Less: Other Income	35.00	45.00	50.00	11.90	15.37	17.40
RR from Water Sales	562.34	595.33	644.79	501.90	621.41	898.60

Dodoma,
21th April, 2020

NZINYANGWA E. MCHANY,
Director General