

GAZETTE NOTICE NO. 10540

THE WATER ACT

(No. 43 of 2016)

MALINDI WATER AND SEWERAGE COMPANY

APPROVED TARIFF STRUCTURE FOR THE PERIOD 2023/2024 TO 2025/2026

Malindi Water and Sewerage Company (MAWASCO) applied to the Water Services Regulatory Board (WASREB) for a review of tariffs for water services, for the period 2023/2024 to 2025/2026 as per section 72 (1) *b* of the Water Act 2016.

Public consultation on the application was carried out in accordance with the requirements of section 139 of the Water Act, 2016.

After considering the application, the written and oral submissions by all stakeholders during the consultation period, and based on latest available data, WASREB has determined an upward tariff review for MAWASCO is justified to improve service delivery, operate sustainably and protect consumer interests by meeting the tariff conditions attached to the tariff.

WASREB gives a one (1) months' notice to all existing and potential customers of MAWASCO that the approved tariffs for the three financial years, 2023/2024, 2024/2025 and 2025/2026 shall be as follows:

(j) Approved Tariff Structure

1.1 Water Tariff Structure for the Period 2023/2024 to 2025/2026

<i>Customer Category</i>		
	<i>Consumption Block in M³</i>	<i>Approved Tariff (KSh/M³)</i>
Domestic/Residential	1-6	105
	7-20.	150
	21-50	180
	51-100	200
	101-300	220
	>300	240
Multi-Dwelling Units	Per M ³	150
Commercial/Industrial/Government/Institutions	1-50	150
	51-100	170
	101-300	190
	>300	225
Schools, Universities and Colleges	1-600	150
	601 - 1200.	160
	>1200	170
Water Kiosks	Per M ³	50
Bowing Points	Per M ³	180
Bulk Water for resale	Per M ³	70

Customers with non- functional meters shall be billed based on the average of the last three months' bills.

1.2 Miscellaneous Charges

These shall be as follows:

<i>Item/ Service</i>	<i>Charge (KSh.)</i>
<i>Water Deposit</i>	
<i>Category of consumer</i>	
Domestic	2,500
Retail shops less than 10m ³	3,000
Retail shops more than 10m ³	3,500
Bar, restaurants less than 15 m ³	4,000
Bar, restaurants more than 15 m ³	6,000
Hotel less than 150 m ³	12,000
Hotel more than 150 m ³	15,000
Hospitals more than 150 m ³	20,000
Health centres less than 150 m ³	12,000
Schools less than 200 m ³	10,000
Schools and other institutions more than 200 m ³	20,000
Minor construction sites more than 200 m ³	15,000
Major construction sites more than 300 m ³	50,000
Light industries less than 200 m ³	30,000
Medium industrial between 200 m ³ and 300 m ³	50,000
Heavy industries more than 300 m ³	100,000
Water kiosks	5,000
*Customers with only sewer connection to be charged a deposit equivalent to water deposit	
<i>Other Charges</i>	
<i>Service</i>	
New water connection fee	2,500
Water Reconnection fee – at meter point	1,000
Water Reconnection fee – at mains	5,000 and double deposit
Tanker – 8000, 16,000 litres	2,500, 5,000 respectively per tanker within WSP Service Area for all consumers

Sale of water per m ³ at bowing point (own tanker)	180
Replacement of stolen or damaged meters	100% of the market cost of the meter
Meter testing on request	500
Sewer Connection– Residential/ Domestic	2,500
Sewer Connection-Commercial, Government, schools, Universities and Colleges	5,000
Sewer Connection–Industrial	15,000
Private sewer unblocking	2,500
Leak detection services	1,000
Sewer Reconnection fee (At mains)	15,000
For cutting off the supply at the request of the consumer	200
For turning on the supply otherwise than in respect of a first connection	200
Exhauster Services (Company Exhauster)	5,000 for other customers and 4,000 for informal settlements
Private Exhausters (Dumping into the company's sewer system)	15,000 per truck per month
<i>Penalties</i>	
Illegal water connection, –Commercial, Industry, Construction (Fraud)	100,000 plus estimated consumption during the period of the illegality
Illegal water connection, (Fraud) – Domestic	30,000 plus estimated consumption during the period of the illegality
Overcharging (fraud) at water kiosk	15,000
Illegal sewer connection– Commercial, Industry, Construction	100,000
Illegal sewer connection– Domestic, Government, Schools, Universities and Colleges	30,000
Self-reconnection after cut off for non-payment	5,000 and billing to be backdated from date of cut off
Surcharge for tampering with meters (this to include meter removal, reversing of meter etc)	5,000
Surcharge for direct suction of water from the supply line using a pump	10,000

2.0 Analysis of Cost Structure

Below is the summary of the approved cost structure that makes up the total costs to be incurred by MAWASCO during the tariff period:

<i>Expenditure Item</i>	<i>2023/2024</i>	<i>2024/2025</i>	<i>2025/2026</i>
Operations	593,472,880	609,386,162	626,163,063
Maintenance	68,216,254	71,620,841	75,202,296
Regulatory Levy (WASREB)	33,744,801	33,790,264	33,836,636
Minor Investments	48,900,000	30,200,000	22,200,000
Debt Repayment	26,120,753	26,120,753	13,060,377
Total Costs	770,454,688	771,118,020	770,462,371
Total Billing (KSh.)	815,205,815	815,774,100	816,353,750
Collection Efficiency (%)	95%	95%	95%
Projected Revenue	774,445,525	774,985,395	775,536,062
O and M Cost Coverage	111%	108%	105%
Total Cost Coverage	101%	101%	101%

3.0 Conditions Attached to the Tariff Approval

The conditions attached to this approval which shall form part of the license conditions of Malindi Water and Sewerage Company are:

(i) Service Delivery Conditions attached to the Tariff.

<i>Target</i>	<i>2023/2024</i>	<i>2024/2025</i>	<i>2025/2026</i>
Water Coverage (%)	82%	83%	84%
Water Quality Standards (%)	100% Compliance with Standards		
Personnel Expenditure as % of O and M	31%	32%	32%
Non-Revenue Water	25%	25%	25%
Hours of Supply (Hrs.)	22	23	24
Staff per 1000 connections	7	6	5
Metering ratio (%)	100%	100%	100%
Collection Efficiency (%)	95%	95%	95%
Resale at Kiosk	KSh. 3.00 per 20 litres. Tariffs at kiosks must be displayed at strategic points for public awareness		

(ii) Annual budgets: The utility shall adhere to the budgetary levels set in the tariff.

(iii) Surplus: The surpluses projected to be realised shall be used on priority infrastructure projects identified by MAWASCO and Approved by WASREB.

(iv) Customer re-categorisation for billing: MAWASCO will separate individual domestic accounts from Multi-Dwelling Units (MDU) accounts and bill as per the approved tariff.

(v) Creation of distinct water and sewer cost centres: MAWASCO to create separate water and sewerage cost centres and maintains distinct record of operations of the two centres.

(vi) Repayment of Loans: MAWASCO shall remit monthly loan repayments to Coast Water Works Development Agency (CWWDA) as detailed below: -

Financing	2023/2024	2024/2025	2025/2026
WASSIP 1 and WASSIP AF (KSh.)	26,120,753	26,120,753	13,060,377

Evidence of loan repayment to shall be submitted to WASREB by the 10th day of the following month.

(vii) Reporting: The utility shall submit to WASREB a quarterly tariff performance report in the format provided. WASREB will carry out tariff implantation review at the end of each year of implementation.

(viii) Investments: The utility shall undertake the investments in Annex 1 and submit quarterly progress reports.

Annex 1

<i>Investment Summary for Malindi Water and Sewerage Water Company Limited (MAWASCO)</i>				
Targeted Outcome	Intervention	2023/2024	2024/2025	2025/2026
Increased Water Coverage	New Connections	12,000,000	12,000,000	12,000,000
Sub - Total _ New Connections		12,000,000	12,000,000	12,000,000
Non - Revenue Water Reduction	Calibration of at least 50% of the customer meters	1,000,000	2,000,000	
	Acquisition of digital maps, Mapping out all the water infrastructure	8,700,000		
	Meter Replacement	4,200,000	4,200,000	4,200,000
Sub - Total _ NRW Reduction		13,900,000	6,200,000	4,200,000
Movable Assets	Motorcycles	3,000,000	2,000,000	1,000,000
Sub - Total Movable Assets		3,000,000	2,000,000	1,000,000
Network Rehabilitation	Replacement of Bungale –Dakacha 10km dilapidated pipelines with HDPE Pipeline	20,000,000	10,000,000	5,000,000
Sub - Total _ Network Rehabilitation		20,000,000	10,000,000	5,000,000
Total Investments		48,900,000	30,200,000	22,200,000

JULIUS ITUNGA
Ag. Chief Executive Officer,
Water Services Regulatory Board.

MR/5166662

GAZETTE NOTICE NO. 10541

THE WATER ACT

(No. 43 of 2016)

MOMBASA WATER SUPPLY AND SANITATION COMPANY

APPROVED TARIFF STRUCTURE FOR THE PERIOD 2023/2024 TO 2025/2026

Mombasa Water Supply and Sanitation Company (MOWASSCO) applied to the Water Services Regulatory Board (WASREB) for a review of tariffs for water services, for the period 2023/2024 to 2025/2026 as per section 72 (1) (b) of the Water Act 2016.

Public consultation on the application was carried out in accordance with the requirements of section 139 of the Water Act, 2016.

After considering the application, the written and oral submissions by all stakeholders during the consultation period, and based on latest available data, WASREB has determined an upward tariff review for MOWASSCO is justified to improve service delivery, operate sustainably and protect consumer interests by meeting the tariff conditions attached to the tariff.

WASREB gives a one (1) months' notice to all existing and potential customers of MOWASSCO that the approved tariffs for the three financial years, 2023/2024, 2024/2025 and 2025/2026 shall be as follows:

2.0 Approved Tariff Structure

1.1 Water Tariff Structure for the Period 2023/2024 to 2025/2026

Customer Category	Consumption Block in M ³	Approved Tariff (KSh/M ³)
Domestic/Residential	1-6	150
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	21-50	190
	51-100	210
	101-300	220
	>300	250
Multi-Dwelling Units	Per M ³	182
Commercial/Industrial/Government/Institutions	1-50	182
	51-100	215
	101-300	225
	>300	255
Schools, Universities and Colleges	1-600	185
	601 - 1200.	200
	>1200	205
Water Kiosks	Per M ³	50
Bowsing Points	Per M ³	250