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# PUBLIC NOTICE

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## NOTICE ON APPROVED TARIFF STRUCTURE VIDE KENYA GAZETTE Vol. CXXIII – No. 121 of 28<sup>th</sup> May, 2021

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### WATER ACT

(No. 43 of 2016)

#### OLOOLAISER WATER AND SEWERAGE COMPANY LIMITED (OLWASCO)

#### APPROVED TARIFF STRUCTURE FOR THE PERIOD 2020/2021 AND 2021/2022

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Oloolaiser Water and Sewerage Company Limited (OLWASCO) applied to the Water Services Regulatory Board (WASREB) for a review of tariffs for water services, for the period 2020/2021 to 2021/2022 as per section 72 (1) (b) of the Water Act, 2016.

Public consultation on the OLWASCO application was carried out in accordance to 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 OLWASCO is justified in order 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 OLWASCO that the approved tariffs for the periods, 2020/2021 and 2021/2022 shall be as follows:

#### 1.0 Approved Tariff

##### Water Tariff Structure for the period 2020/2021 to 2021/2022

<i>Customer Category</i>	<i>Approved Tariff</i>	
<i>Domestic</i>	<i>Consumption Block in M<sup>3</sup></i>	<i>Tariff (KSh/M<sup>3</sup>)</i>
	1-6	85
	7-20.	115
	21-50	120
	51-100	130
	101-300	160
	>300	200
<b>Multi-Dwelling Units/ Flats</b>	Per m3	115

<b>Commercial/industrial</b>		
	1-50	115
	51-100	130
	101-300	160
	>300	200
<b>Government Institutions</b>		
	1-50	115
	51-100	130
	101-300	160
	>300	200
<b>Public schools, universities and colleges</b>	1-600	40
	601 - 1200.	70
	>1200	100
<b>Water kiosk (Per m<sup>3</sup>)</b>	Per m <sup>3</sup>	35

## 2.0 Miscellaneous Charges

<i>Item/ Service</i>	<i>Charge (Kh.)</i>
<b><i>Standing Charge Per Connection per Month</i></b>	
<b><i>Connection Size</i></b>	
½ inches	50
¾ inches	100
1 inch	250
1 ½ inches	250
2 inches	250
3 inches	450
4 inches	800
6 inches	1250
8 and above	2000
<b><i>Water Deposit</i></b>	
<b><i>Category of Consumer</i></b>	
Domestic	2500
Retail shops less than 10m <sup>3</sup>	3000
Retail shops more than 10m <sup>3</sup>	3,500
Bar, restaurants less than 15 m <sup>3</sup>	4000
Bar, restaurants more than 15 m <sup>3</sup>	6,000
Hotel class “A” and “B” less than 150 m <sup>3</sup>	12,000
Hotel class “A” and “B” more than 150 m <sup>3</sup>	15000

Hotel class “C” and ‘D’ less than 150 m <sup>3</sup>	18000
Hotel class “C” and ‘D’ more than 150 m <sup>3</sup>	20,000
Hospitals more than 150 m <sup>3</sup>	20,000
Health centres less than 150 m <sup>3</sup>	12,000
Schools and other institutions more than 200 m <sup>3</sup>	20,000
Schools less than 200 m <sup>3</sup>	10,000
Minor construction sites more than 200 m <sup>3</sup>	15,000
Major construction sites more than 300 m <sup>3</sup>	50,000
Light industries less than 200 m <sup>3</sup>	30,000
Medium industrial between 200 m <sup>3</sup> and 300 m <sup>3</sup>	50,000
Heavy industries more than 300 m <sup>3</sup>	100,000
Water Kiosks	5,000
<b><i>Other Charges</i></b>	
<b><i>Service</i></b>	
New water connection fee – Connection size: ½ inch to 1 inch	2,500
New water connection fee – Connection size: 1.5 inches to 3 inches	7,500

<b><i>Item/ Service</i></b>	<b><i>Charge (Kh.)</i></b>
New water connection fee – Connection size above 3 inches	15,000
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 OLWASCO’S area for all consumers
Sale of water per m <sup>3</sup> at bowsing point (own tanker)	80
Replacement of stolen or damaged meters	100% of the market cost of the meter
Meter testing on request	500
Leak detection services	1,000
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

<b>Penalties</b>	
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
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

### 3.0 Cost Structure

Below is the summary of the projected annual cost structure that makes up the total costs to be incurred by OLWASCO during the tariff period.

	<i>KSh.</i>	<i>KSh.</i>
Average Annual Operations and Maintenance costs (a)		249,825,416.00
Fixed Costs :		
Average Annual Investment Cost (b)	5,846,688.00	
Average Annual Asset Renewal(c)	566,667.00	
Average Annual Sub Total on Fixed Costs(d)= b+c		6,413,355.00
Average Annual Total Average Annual Cost (a+d)		256,238,771.00
Average Annual Revenue		262,382,348.00
Average Annual Cost Coverage		102%

### 4.0 Conditions attached to the tariff approval

(i) All the parties concerned should take note that the newly proposed tariff was approved on condition that all the assumptions made in the tariff projections shall be monitored and OLWASCO shall be expected to meet the targets below:

<i>Target</i>	<i>2020/2021</i>	<i>2021/22</i>
Water coverage	63%	65%
Water quality standards	100% compliance with the quality standards	
Non- revenue water	25%	24%
Staff per 1000 connections	9	8
Metering ratio (%)	100	100
Collection efficiency (%)	96%	96%
Resale at kiosk	Regulate resale by kiosk vendors at KSh. 2 per 20-litres. Tariffs at kiosks must be displayed at strategic points for public awareness	