

N&E

OUR

WORK

Sector Reform and Utility Commercialization | SRUC

Low Cost Connection Assessment in Tanzania

From July 2017 to March 2018, SRUC partnered with government owned utility TANESCO to identify low-cost residential wiring alternatives for urban and periurban households that, while physically located within reach of existing distribution infrastructure, had yet to connect to the grid, including a comprehensive focus group effort to assess viability of solutions. This included a comprehensive focus group effort to assess viability of wiring solutions.

EG.7.3-2 Number of people trained in technical energy fields supported by USG assistance - 61 people (17 Female, 44 Male)

With a goal to (i) understand the barriers faced by urban customers and (ii) recommend technology solutions and financing schemes that TANESCO could implement to increase connections, this assessment also:

Identified six low cost wiring configurations based on housing stock

Identified several financing options local financial markets would support

• USAID Tanzania provided a \$354,000 buy-in for the Cooperating Partners work

 Collaborated with Power Africa's Pillar 2 On-Grid Connections Team for knowledge share

THE CHALLENGE Ħ

Despite the progress on connections, only around 9.5 million people out of the population of 50 million are currently connected to TANESCO's grid.

- Approximately 15 million people are physically located within the vicinity of the grid (less than 1 km away) but are not yet connected.
- Many of the unconnected customers are located in urban or peri-urban areas, meaning the logistics of undertaking the physical connections should be relatively simple
- Customers cited challenges with price and availability of wiring materials, cost of electrical installations and inspections, and bureaucracy of connection application process.

SR) **APPROACH**

To design a strategy for TANESCO to approach broad urban and peri-urban grid expansion:

- Reviewed engineering, safety, and electrical codes and standards documents
- Field visits in Dar es Salaam to document a **detailed** understanding of current market conditions and barriers to low-cost wiring options, and the range of the current wiring options available to customers
- Undertook 17 focus groups and captured **data from 206** connected and unconnected households across four regions to gauge the appetite for new low-cost connection options
- Developed LCCA reports and LCCA workshops to communicate findings

RESULTS & FOLLOW-ON

Upon conducting the Low Cost Connection Assessment, the team was able to develop and deliver key findings:

- Developed Low Cost Connectivity Dashboard, a dynamic tool that presented the final six low-cost configurations, necessary materials and labor, and prices the alternatives
- Developed a Leading Practices Review, a detailed review of the focus group data and conclusions and a targeted literature review of other connection programs
- Delivered Tanzania Low-Cost Connection Assessment Workshop, to socialize the low-cost wiring solutions and focus group findings and design pilot