

Mr TBW Dlamini  
**The Municipal Manager**  
Msukaligwa Local Municipality  
PO Box 48  
ERMELO  
2350

Fax no: (017) 801 3851

Dear Mr Dlamini

## **ELECTRICITY TARIFFS FOR THE PERIOD 01 JULY 2013 – 30 JUNE 2014**

Your correspondence dated 16 May 2013 refers.

The Energy Regulator at its meeting held on 04 April 2013, approved the guideline increase of 7% for municipalities applicable for the 2013/14 financial year.

The Energy Regulator considered your application for a tariff increase for the period 01 July 2013 – 30 June 2014 as per your application and decided as follows:

### **1. Domestic Tariffs**

#### **1.1 Domestic Prepaid (up to 20A)**

<b><u>Tariff blocks</u></b>	<b><u>Tariffs NERSA Approved c/kWh</u></b>
Block 1 (0-50 kWh)	69.70
Block 2 (51 – 350 kWh)	87.40
Block 3 (351 – 600 kWh)	114.50
Block 4 (>600)kWh	129.50

## 1.2 Conventional – Up to 20A

<u>Tariff blocks</u>	<u>Tariffs</u> <u>NERSA Approved</u> <u>c/kWh</u>
Block 1 (0-50 kWh)	69.70
Block 2 (51 – 350 kWh)	87.40
Block 3 (351 – 600 kWh)	114.50
Block 4 (>600)kWh	131.70

## 1.3 Conventional & Prepaid (Above 20A)

<u>Tariff blocks</u>	<u>Tariffs</u> <u>NERSA Approved</u> <u>c/kWh</u>
Block 1 (0-50 kWh)	69.70
Block 2 (51 – 350 kWh)	89.50
Block 3 (351 – 600 kWh)	114.50
Block 4 (>600)kWh	129.50
Basic Charge: R/month	107.00

## 2. Commercial Tariffs:

### 2.1 Commercial Conventional

- Basic charge: R898.80/month
- Energy charge: 82.39c/kWh

### 2.2 Commercial Conventional ( 3Phase)

- Basic charge: R2700/month
- Energy charge: 82.39c/kWh

### 2.3 Commercial Prepaid

- Energy charge: 134.00c/kWh

### 2.4 Departmental Tariff

- Energy charge: 138.00c/kWh

### 3. Industrial Tariffs

- Basic charge: R3650.00/m
- Energy Charges : 58.00c/kWh
- Demand Charge:R145.00/kVA

The Energy Regulator further directs as follows:

- That Msukaligwa municipality must provide NERSA with a progress report or a plan on the reduction of its energy losses on a quarterly basis commencing on 30 September 2013.

Please note that in terms of the National Energy Regulator Act, 2004 (Act No. 40 of 2004) National Energy Regulator is entrusted to perform all the functions that the National Electricity Regulator used to perform, and amongst others to review and approve tariff increase proposals by all licensed distributors of electricity in South Africa. Implementation without approval of the National Energy Regulator is a contravention of the licence issued to you.

It is therefore important that provision is made in your planning / budgeting cycle to allow time for the submission of applications for future changes or increases to NERSA for consideration.

Yours sincerely



Phindile Nzimande (Ms)  
**CHIEF EXECUTIVE OFFICER**

24/06/2013

Date: