

P I Radebe
The Municipal Manager
Mafube Municipality
P O Box 2
Frankfort
9830

Tel no: (058) 813 - 1051
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Dear Mr Radebe

ELECTRICITY TARIFFS FOR THE PERIOD 01 JULY 2012 – 30 JUNE 2013

Your correspondence dated 16 May 2012 refers.

On 09 March 2012, the National Energy Regulator of South Africa (NERSA) approved the guideline increase of 11.03% for municipalities applicable for 2012/13 financial year.

The Energy Regulator considered your application for a tariff increase for the period 01 July 2012 – 30 June 2013 as per your application dated 16 May 2012 and decided as follows:

The tariffs are approved as follows:

Domestic Tariffs

- **Domestic Conventional:**

| <u>Tariff blocks</u> | <u>Tariffs NERSA Approved c/kWh</u> |
|-------------------------|---|
| Block 1 (0-50 kWh) | 68.00 |
| Block 2 (51 – 350 kWh) | 76.00 |
| Block 3 (351 – 600 kWh) | 109.00 |
| Block 4 (>600) | 129.00 |
| Basic charge | 66.62 |

- **Domestic prepaid (0-50 kWh):**
 - Energy charge of 81.65 c/kWh.

- **Domestic prepaid (>50 kWh)**
 - Energy charge of 97.98 c/kWh.

Non-Standard Tariffs

- **Domestic Conventional:**
 - Basic charge – R66.62/month
 - Energy charge – High Season
 - Peak of 251.00 c/kWh
 - Standard of 118.00 c/kWh
 - Off-Peak of 78.00 c/kWh
 - Energy charge – Low Season
 - Peak of 112.00 c/kWh
 - Standard of 93.00 c/kWh
 - Off-Peak of 72.00 c/kWh

- **Domestic Prepaid :**
 - Basic charge – R00.00/month
 - Energy charge – High Season
 - Peak of 263.00 c/kWh
 - Standard of 130.00 c/kWh
 - Off-Peak of 94.00 c/kWh
 - Energy charge – Low Season
 - Peak of 123.00 c/kWh
 - Standard of 102.00 c/kWh
 - Off-Peak of 89.00 c/kWh

Commercial Tariffs: Business:

- **Single Phase:**
 - Basic charge – R388.61/month

- Demand charge – R00.00/month
- Network access – R00.00/kVA
- Energy charge – High Season
 - Peak of 274.00 c/kWh
 - Standard of 141.00 c/kWh
 - Off-Peak of 105.00 c/kWh
- Energy charge – Low Season
 - Peak of 145.00 c/kWh
 - Standard of 123.00 c/kWh
 - Off-Peak of 100.00 c/kWh
- **Three Phase:**
 - Basic charge – R666.18/month
 - Demand charge – R00.00/month
 - Network access – R00.00/kVA
 - Energy charge – High Season
 - Peak of 274.00c/kWh
 - Standard of 141.00 c/kWh
 - Off-Peak of 105.00 c/kWh
 - Energy charge – Low Season
 - Peak of 145.00 c/kWh
 - Standard of 123.00 c/kWh
 - Off-Peak of 100.00 c/kWh

Industrial Tariffs:

- **Single Phase:**
 - Basic charge – R1943.03/month
 - Demand charge – R35.53/month
 - Network access – R24.43/kVA
 - Energy charge – High Season
 - Peak of 251.00c/kWh
 - Standard of 103.00 c/kWh
 - Off-Peak of 76.00 c/kWh
 - Energy charge – Low Season
 - Peak of 114.00 c/kWh
 - Standard of 90.00 c/kWh

Off-Peak of 71.00 c/kWh

- **Municipal Buildings, Structures and Services only: - ToU**
 - Basic charge – R00.00/month
 - Demand charge – R00.00/month
 - Network access – R00.00/kVA
 - Energy charge – High Season
 - Peak of 249.00c/kWh
 - Standard of 128.00 c/kWh
 - Off-Peak of 96.00 c/kWh
 - Energy charge – Low Season
 - Peak of 132.00 c/kWh
 - Standard of 112.00 c/kWh
 - Off-Peak of 91.00 c/kWh
- **Municipal Buildings, Structures and Services only:**
 - Energy charge – 117.00 c/kWh

The Energy Regulator further requests the following:


- The municipality is required to submit a progress plan on the repairs and maintenance programs by 30 September 2012.

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 of tariffs without approval of the Energy Regulator is a contravention of the license conditions 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.

Should you have any enquiries please do not hesitate to contact Mr Avhasei Ramuhulu in the Electricity Pricing and Tariffs Department on (012) 401 4726.

Yours sincerely



Phindile Nzimande
Chief Executive Officer

Date: 29/06/2012