

Mr L Mahlaka
The Municipal Manager
Mbizana Local Municipality
P O Box 12
MBIZANA
8430

Per Email: morlocks@MBIZANA.ORG.ZA

Dear Mr Mahlaka

ELECTRICITY TARIFFS FOR THE PERIOD 1 JULY 2018 – 30 JUNE 2019

Your application dated 6 June 2018 refers.

The Energy Regulator at its meeting held on 25 April 2018 approved the guideline increase of 6.84% for municipalities applicable for 2018/19 financial year. Consequently, the Energy Regulator considered your application for a tariff increase for the period 1 July 2018 - 30 June 2019 and approved the tariffs as follows:

DOMESTIC TARIFFS

Domestic Pre-Paid

<i>Tariff Blocks</i>	<i>c/kWh</i>
Block 1 (0 - 50)kWh	91.44
Block 2 (51 - 350)kWh	117.56
Block 3 (351 - 600)kWh	165.46
Block 4 (>600)kWh	194.85



Domestic Conventional

Tariff Blocks	c/kWh
Block 1 (0 - 50)kWh	91.44
Block 2 (51 - 350)kWh	117.56
Block 3 (351 - 600)kWh	165.46
Block 4 (>600)kWh	194.85
Basic Charge (R/month)	186.80

COMMERCIAL TARIFFS

Commercial Single Phase Pre-Paid & Conventional

Basic Charge (R/month)	394.42
Energy Charge (c/kWh)	173.03

Commercial Three Phase Pre-Paid & Conventional

Basic Charge (R/month)	733.40
Energy Charge (c/kWh)	164.94

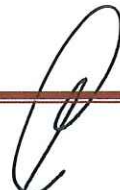
INDUSTRIAL TARIFFS

Large Power User >100kVA

Basic Charge (R/month)	1 227.29
Energy Charge (c/kWh)	80.14
Demand Charge (R/kVA)	212.01

The Energy Regulator further directs that the municipality should manage its expenditure in order to enhance surplus levels on electricity account.


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 Ms Tyhileka Hlangothi April in the Electricity Pricing and Tariffs Department on (012) 401 4043 or email: tyhileka.april@nersa.org.za.

Yours sincerely,


W.P. Strauss
Chris Forlee
Chief Executive Officer

Date: 29/06/2018