

Enquiries: Mbulelo Ncetezo
Tel (012) 401 4616
Fax (012) 401 4680
Email: Mbulelo.Ncetezo@nersa.org.za

Ref. NER/D/MP306/ Nersanet no: 992-75

Mr S W Kekana
The Municipal Manager
Mokgalakwena Municipality
P.O Box 34
MOKOPANE
0601

Tel no: (014) 491 9601
Fax no: (014) 491 9687

Dear Mr Kekana

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

Your correspondence dated 04 May 2012 refers.

The Energy Regulator at its meeting held on 09 March 2012 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 04 May 2012 and decided as follows:

The tariffs are approved as follows:

Domestic Tariffs

- Domestic Urban / Rural**

<u>Tariff blocks</u>	<u>Tariffs</u> <u>NERSA Approved</u> <u>c/kWh</u>
Block 1 (0-50 kWh)	66.00
Block 2 (51 – 350 kWh)	82.00
Block 3 (351 – 600 kWh)	109.00

Regulator Members: Ms C Khuzwayo (Chairperson) Mr MJ Lesejane (Deputy Chairperson) *Ms P Nzimande (Chief Executive Officer)
*Mr T Bukula *Dr RD Crompton Mr O Komane Ms KR Mthimunye *Ms E Teljeur Ms GN Whittington Banda
*Full-time Regulator Members

NERSA is a Regulatory Authority established in terms of the National Energy Regulator Act, 2004 (Act No 40 of 2004)

Block 4 (>600)kWh	129.00
-------------------	--------

Commercial Tariffs

- **Commercial Urban / Rural**
 - Energy charge: 135.00 c/kWh

Industrial Tariffs

- **Industrial Low Voltage**
 - Basic charge: R1176.60/month
 - Energy charge: 50.00c/kWh
 - Demand Charge:R170.00/month

- **Industrial High Voltage**
 - Basic charge: R5237.40/month
 - Energy charge: 40.68c/kWh
 - Demand Charge:R150.00/month

- **Industrial Time Of Use (TOU)**
 - Basic charge: R5237.40/month
 - Demand Charge:R53.30/month

Low Season:

- Energy charge: Peak: 74.22c/kWh
Standard: 48.78c/kWh
Off-Peak: 27.39c/kWh

High Season:

- Energy charge: Peak: 180.82c/kWh
Standard: 70.83c/kWh
Off-Peak:39.60 c/kWh

The Energy Regulator further requests the following:

- The municipality must submit a plan on how it intends to curb the high system losses to acceptable levels.

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 the 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 further questions please do not hesitate to contact /Ms Nkhangweleni Sigwadi/Ms Tabisa Nkopo in the Pricing and Tariffs Department on (012) 401 4728/4669.

Yours sincerely



Phindile Nzimande
Chief Executive Officer

Date: 29/06/2012