

Enquiries: Zingisa Mavuso
Tel : (012) 401 4794
Fax: (012) 401 4680
E-mail: Zingisa.Mavuso@nersa.org.za

Mr. Siyethemba Mdletshe
The Acting Municipal Manager
Merafong Local Municipality
P O.Box 3
Carltonville
2500

Per E-mail: smdletshe@merafong.gov.za

Dear Mr Siyethemba

ELECTRICITY TARIFFS FOR THE PERIOD 1 July 2021 – 30 June 2022

Your correspondence dated 14 June 2021 refers.

- The Energy Regulator at its meeting held on 7 May 2021 approved the guideline increase of 14.59% for municipalities applicable for 2020/21 financial year. Consequently, the Energy Regulator considered your application for a tariff increase for the period 01 July 2021 - 30 June 2022 and approved the tariffs as follows:

- Domestic Conventional**

Tariff blocks	c/kWh
Block 1 (0-50 kWh)	125.83
Block 2 (51 – 350 kWh)	161.79
Block 3 (351 – 600 kWh)	227.71
Block 4 (>600)kWh	268.16

Basic charge	R105.30/month
--------------	---------------

Regulator Members:

*Mr N Gumede *Ms N Maseti *Mr MW Mkhize Mr S Mokoena Ms Z Mpungose Mr FK Sibanda
*Full-Time Regulator Members

Commercial Tariffs

- **Business prepaid**
 - Energy Charge: 246.06c/kWh

- **Business conventional**
 - Basic Charge (R/m) : R 1176.11
 - Energy Charge: 198.97c/kWh

Industrial Tariffs

- **Industrial**
 - Basic Charge (R/m): R 1 707.78
 - Demand Charge: 292.12R/kVA
 - Energy Charge: 141.63c/kWh

- **Council**
 - Energy Charge: 142.85c/kWh

- **Temporary Power**
 - Energy Charge: 237.20c/kWh

- **Street light**
 - Energy Charge: 142.85c/kWh

The Energy Regulator further directs as follows:

The municipality must provide NERSA with a Specific, Measurable, Achievable, Realistic and Time-bound (S-M-A-R-T) energy losses reduction plan, which will ensure that energy losses are reduced to NERSA benchmarks. An appropriate budget needs to be allocated and spent in support of this. The implementation of this plan, together with its budget must be monitored on a quarterly basis and reported to NERSA bi-annually commencing 30 September 2021

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 Jaqueline Mogadima in the Electricity Pricing and Tariffs Department on (012) 401 4193 or email: jacqueline.mogowe@nersa.org.za

Yours sincerely,

NCP Sithole

Advocate Nomalanga Sithole
Acting Chief Executive Officer

Date: 23 July 2021