

Mr F Mashele
Acting Municipal Manager
Victor Khanye Local Municipality
P O Box 6
DELMAS
2210

Per Email: fanelem@victorkhanyelm.gov.za

Dear Mr Mashele,

ELECTRICITY TARIFFS FOR THE PERIOD 1 JULY 2017 – 30 JUNE 2018

Your application dated 16 May 2017 refers.

The Energy Regulator at its meeting held on 13 April 2017 approved the guideline increase of 1.88% for municipalities applicable for the 2017/18 financial year. Consequently, the Energy Regulator considered your application for a tariff increase for the period 1 July 2017 - 30 June 2018 and approved the tariffs as follows:

Domestic Prepaid

<u>Tariff blocks</u>	<u>c/kWh</u>
Block 1 (0 - 50 kWh)	73.72
Block 2 (51 – 350 kWh)	107.43
Block 3 (351 – 600 kWh)	134.77
Block 4 (>600kWh)	158.55

Domestic Conventional

<u>Tariff blocks</u>	<u>c/kWh</u>
Block 1 (0 - 50 kWh)	85.25
Block 2 (51 – 350 kWh)	109.40
Block 3 (351 – 600 kWh)	155.03
Block 4 (>600kWh)	182.04

Basic charge	R138.91
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Commercial Tariffs

Commercial Single Phase 70A

- o Basic charge: R653.48/month
- o Energy charge: 142.59c/kWh

Commercial Conventional low

- o Basic charge: R2 906.74/month
- o Energy charge: 92.18c/kWh
- o Demand Charge: R172.06/kVA

Commercial Three Phase 100A

- o Basic charge: R1 032.64/month
- o Energy charge: 128.70c/kWh

Industrial

- o Basic charge: R4 899.57/month
- o Energy charge: 93.71c/kWh
- o Demand Charge: R205.77/kVA

Please note that in terms of the National Energy Regulator Act, 2004 (Act No. 40 of 2004) the National Energy Regulator is entrusted to perform all the functions that the National Electricity Regulator used to perform, and amongst others, to the review and approve of 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 enquiries please do not hesitate to contact Mr Thabo Tshabalala in the Electricity Pricing and Tariffs Department on (012) 401 4725 or email thabo.tshabalala@nersa.org.za

Yours Sincerely



Chris Forlee
Chief Executive Officer

Date: 2017/06/02