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Ref: NER/D/NP333: 2020/21

Mr B S Matlala
Municipal Manager
Greater Tzaneen Municipality
P O Box 24
Tzaneen
0850

Per e-mail: tmatlala@tzaneen.gov.za

CC: oupa.mbungela@tzaneen.gov.za; Andrew.Laubscher@tzaneen.gov.za

Dear Mr Matlala

ELECTRICITY TARIFFS FOR THE PERIOD 1 JULY 2020– 30 JUNE 2021

Your application dated 17 June 2020 refers.

The Energy Regulator at its meeting held on 14 May 2020 approved the guideline increase of 6.22% for municipalities applicable for 2020/21 financial year. Consequently, the Energy Regulator considered your application for a tariff increase for the period 1 July 2020 - 30 June 2021 and approved the tariffs as follows:

1.Domestic Tariffs: Prepaid

Block 1 (0-50 kWh)	110.00
Block 2 (51-350)kWh	141.00
Block 3 (351-600) kWh	199.00
Block 4 (>600) kWh	234.00

Regulator Members: Mr JRD Modise (Chairperson) Ms MMD Nkomo (Deputy Chairperson) *Mr C Forlee (Chief Executive Officer)
Mr Y Adam *Mr N Gumede *Ms N Maseti *Mr MW Mkhize Mr FK Sibanda
*Full-Time Regulator Members

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

2. Commercial Tariffs

2.1 Commercial Conventional

- Basic charge: R1 512.13 /month
- Energy charge: 149.39 c/kWh
- Excess Energy charge: 4.49 c/kWh

2.2 Commercial Prepaid (Single & Three Phase)

- Energy charge: 229.04 c/kWh

2.3 Business (Tariff C)

- Basic charge: R 3 169.61 /month

Energy charges: c/kWh

- Low Season: 86.83 c/kWh
- High Season: 117.71 c/kWh

Demand charges: R/kVA

- Low Season: R 140.59 /kVA
- High Season: R 287.07 /kVA

3. NON STANDARD TARIFFS

3.1 Agriculture/ Domestic (Tariff C)


- Basic charge: R 2 224.30 /month

Energy charges: c/kWh

- Low Season: 87.92c/kWh
- High Season: 114.95 c/kWh

Demand charges: R/kVA

- Low Season: R 233.70 /kVA
- High Season: R 376.02 /kVA



4.1 TARIFF B

Agriculture / Domestic: 16kVA Single Phase (70Amps)

- Basic charge: R 449.19 /month
- Energy charge: 188.86 c/kWh
- Excess Energy charge >1500kWh: 5.66 c/kWh

4.2 TARIFF B:

Agriculture / Domestic: 25 kVA Three Phase (45Amps)

- Basic charge: R1 787.63 /month
- Energy charge: 156.43 c/kWh
- Excess Energy charge >3000kWh: 4.69 c/kWh

4.3 TARIFF B:

Agriculture / Domestic: 50 kVA Three Phase (80Amps)

- Basic charge: R 2 369.99 /month
- Energy charge: 156.43 c/kWh
- Excess Energy charge >3000kWh: 4.69 c/kWh

4.4 TARIFF B:

Agriculture / Domestic: 75 kVA Three Phase (100Amps)

- Basic charge: R3 296.22 /month
- Energy charge: 156.43 c/kWh
- Excess Energy charge >3000kWh: 4.69 c/kWh

4.5 TARIFF B:

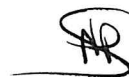
Business: 25 kVA Three Phase (45 Amps)

- Basic charge: R1 756.90 /month
- Energy charge: 149.81 c/kWh
- Excess Energy charge >3000kWh: 4.49 c/kWh

4.6 TARIFF B:

Business: 50 kVA Three Phase (80 Amps)

- Basic charge: R 2 074.85 /month
- Energy charge: 149.81 c/kWh
- Excess Energy charge >3000kWh: 4.49 c/kWh



4.7 TARIFF B:

Business:75 kVA Three Phase (100 Amps)

- Basic charge: R 3 073.86 /month
- Energy charge: 149.81 c/kWh
- Excess Energy charge >3000kWh: 4.49 c/kWh

5. TARIFF D:

Industrial (TOU)

- Basic charge: R11 063.83 /month

Energy charges: c/kWh

Low Season:

- Peak: 131.63 c/kWh
- Standard: 94.06 c/kWh
- Off-peak: 64.70 c/kWh

High Season:

- Peak: 436.55 c/kWh
- Standard: 124.62 c/kWh
- Off-peak: 72.90 c/kWh

Demand charges: R/kVA

- Low Season: R75.52 /kVA
- High Season: R75.52 /kVA

The Energy Regulator further directs as follows:

- the municipality to implement credit control measures to enhance its revenue.
- the municipality must submit to NERSA a Specific Measurable Achievable Realistic and Time-bound (SMART) energy losses report on a quarterly basis commencing by 30 September 2020 in order to enable NERSA to closely monitor the energy losses.



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 Tabisa Nkopo (012) 401 4660 or email: tabisa.nkopo@nersa.org.za.

Yours Sincerely,



Nomalanga Sithole
Acting Chief Executive Officer

Date: 09/07/2020