

Dr. K I Sirovha
The Acting Municipal manager
Greater Letaba Municipality
P.O Box 35
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0835

Per Email: innocent@glm.gov.za
Cc: PerpetualR@glm.gov.za

Dear Dr.Sirovha

ELECTRICITY TARIFFS FOR THE PERIOD 01 JULY 2019 – 30 JUNE 2020

Your application dated 06 June 2019 refers.

The Energy Regulator at its meeting held on 23 May 2019 approved the guideline increase of 13.07% for municipalities applicable for 2019/20 financial year. Consequently, the Energy Regulator considered your application for a tariff increase for the period 01 July 2019 - 30 June 2020 and approved the tariffs as follows:

1. Domestic Tariffs

1.1 Domestic Pre-paid Indigent

Tariff blocks	c/kWh
Block 1 (0 - 50)kWh	102.99
Block 2 (51 - 350)kWh	126.98
Block 3 (351 - 600)kWh	179.60

1.2 Domestic Pre-paid & Conventional

Tariff Blocks	c/kWh
Block 1 (0 - 50)kWh	103.39
Block 2 (51 - 350)kWh	132.92
Block 3 (351 - 600)kWh	184.43
Block 4 (> 600)kWh	220.18

2. Commercial Tariffs

2.1 Commercial

- Basic Charge: R 1041.47 /month
- Energy charge: 159.55 c/kWh

2.2 Commercial Prepaid

- Energy charge: 223.88 c/kWh

3. Industrial Tariff

- Basic Charge: R 5 666.48 /month
- Energy charge: 101.49 c/kWh
- Demand charges: R 225.38 /kVA

The Energy Regulator further directs as follows the municipality:

- 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 2019.
- The municipality needs to prudently spend a minimum of 6% of its electricity revenue towards repairs and maintenance. This spend should minimize the impact of 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 Mr Samson Modise in the Electricity Pricing and Tariffs Department on (012) 401 4060 or email: samson.modise@nersa.org.za

Yours sincerely,



Chris Forlee

Chief Executive Officer

Date:

4/7/2019