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Ref: NER/D/NP354:2020/21

Mr D H Makobe
Municipal Manager
Polokwane Municipality
Polokwane
Private Bag X111
0700

Per E-mail: makobed@polokwane.gov.za
CC: Johannesf@polokwane.gov.za; SimonS@polokwane.gov.za

Dear Mr Makobe

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

Your application dated 24 May 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:



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)

1.Domestic tariffs

1.1 Single Phase Domestic Prepaid & Conventional

Block 1(0-50) kWh	102.82
Block 2(51-350) kWh	134.23
Block 3 (351- 600) kWh	198.16
Block 4 (>600) kWh	233.00

Basic Charge R/month	105.00
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1.2 Three Phase Domestic Prepaid & Conventional

Block 1(0-50) kWh	102.82
Block 2(51-350) kWh	134.23
Block 3 (351- 600) kWh	198.16
Block 4 (>600) kWh	233.00

Basic Charge: R/month	108.60
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2.Commercial Tariffs

2.1 Single Phase Commercial(Prepaid)

- Basic charge: R548.39 /month
- Energy charge: 204.17c/kWh

2.2 Three Phase Commercial (Prepaid and Conventional)

- Basic charge: R 600.00 /month
- Energy charge: 204.17 c/kWh

3. Industrial tariffs

3.1 Industrial ($\geq 100A$ 1Phase)

- Basic charge: R 630.60 /month
- Energy charge: 204.17 c/kWh

3.2 Industrial (≤ 100 3Phase)

- Basic charge: R1 364.36 /month
- Energy charge: 204.17 c/kWh

3.3 Bulk Supply $>100A$ 3Phase

- Basic charge: R1 650.00 /month

Energy charges: c/kWh

- Low Voltage: 90.44 c/kWh
- High Voltage: 88.87 c/kWh

Demand charges: R/kVA

- Low Voltage: R 249.78/kVA
- High Voltage: R 246.21/kVA

The Energy Regulator further directs as follows:

- the municipality to monitor its energy losses so that they can be in line with the NERSA benchmark of 12%.
- the municipality should undertake a Cost of Supply study in line with the provisions of the Electricity Pricing Policy (EPP), Policy Position 23 for the Industrial Time of Use Tariff

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: 09/09/2020