

MAKHADO MUNICIPALITY
DETERMINATION OF CHARGES IN TERMS OF SECTION 75 OF THE LOCAL
GOVERNMENT: MUNICIPAL SYSTEMS ACT, 2000 AS AMENDED
AMENDED ELECTRICITY BY-LAWS

In terms of section 74(2) of the Municipal Systems Act, 2000 (Act no. 32 of 2000) the purpose of the electricity tariffs is to recover Council's costs and a surplus. The surplus will be transferred to the General Account. The basic electricity charge is to offset the capital cost on loans. Capital projects are internally financed through Council's Consolidated Loan Fund over different periods with the redemption on the loans reallocated for further loans.

In terms of section 75 of the Local Government: Municipal Systems Act, 2000, as amended, notice is hereby given that the Makhado Municipality in terms of section 75A of the said Act, by Special Resolution dated 31 May 2018, further amended the Tariff of Charges in the Schedule to the Municipality's Electricity By-laws, adopted by the Makhado Municipality under Administrator's Notice No. 1401 dated 17 August 1983, as amended, and published under Municipal Notice no. 14/1986 in the Provincial Gazette dated 2 July 1986, with effect of **1 July 2018**:

"3.1 Basic Charges

For the calculation of the basic charges per consumer or per farm portion or per piece of land where such farm portion of piece of land, with or without improvements, is connected to the Council's supply main, in the opinion of the Council, can be connected thereto, whether electricity is consumed or not, the following basic charges are payable monthly to the Council: Provided that in the case of a farm portion which is not connected to the Council's supply main, no monthly basic charge is payable to the Council if such farm portion's electricity supply would have occurred by means of a peri-urban electricity supply agreement if it was connected to the Council's supply main:-

3.2 Consumption of Electricity

3.2.1 Domestic Tariff (Conventional)

All consumers of electricity which is consumed solely for residential units, religious purposes, schools, hostels, military bases, churches, sports clubs, charitable institutions, hospitals and bona fide farmers: Per kWh consumed [Domestic High Tariff – Urban and Rural]:

Block	2017/ 18	2018/ 19
1 (0 - 50 kWh)	R0.8256	R0.8821
2 (51 – 350 kWh)	R1.0674	R1.1404
3 (351 – 600 kWh)	R1.5094	R1.6126
4 (>600 kWh)	R1.8007	R1.9239

3.2.2 **BASIC CHARGE:** Every piece of land used or intended for residential units, religious purposes, prisons, schools, hostels, military bases, churches, sports clubs, charitable institutions and hospitals per consumer [Domestic High Tariff – Urban (Including Rural Residential)]:

2017/ 18	2018/ 19
R174.30	R186.20

3.2.3 For a single-phase supply of electricity to a consumer within the area of supply of the Makhado Municipality, for residential purposes to a dwelling unit, or for a church, school, hall or the like premises, where the tariff provides for a supply to low usage consumers with restricted capacity, the following charges shall apply (VAT excluded):

Pre-light 1: Rural (Domestic Low Tariff)

Block	2017/ 18	2018/ 19
1 (0 - 50 kWh)	R0.8256	R0.8821
2 (51 – 350 kWh)	R1.0674	R1.1404
3 (351 – 600 kWh)	R1.5094	R1.6126
4 (>600 kWh)	R1.8007	R1.9239

3.2.4 Urban and Peri-urban Tariff (Small Business)

Commercial Tariffs:

2017/ 18	2017/ 18
R1.2612 kwh	R1.3475 kwh

3.2.5 **BASIC CHARGE:**
Commercial Tariffs:

2017/ 18	2018/ 19
R486.30	R519.60

3.2.6 For a single-phase supply of electricity to a consumer within the area of supply of the Makhado Municipality, for residential purposes to a dwelling unit, or for a church, school, hall or the like premises, where the tariff provides for a supply to low usage consumers with restricted capacity, the following charges shall apply (VAT excluded):

Pre-light 2: Commercial Pre-paid (Small Business) Urban
R1.9693cents in the case where the capital cost of the local electricity infrastructure, including the service connection costs (service cable/line, electricity dispenser, ready board, etc.) has been paid for in advance by the consumer(s) or another party.

2017/ 18	2018/ 19
1.8432 Cents/kwh	1.9693 Cents/kwh

3.2.7 Bulk Metering

3.2.7.1 Industrial Low Tariffs (Urban and Peri-urban)
Per maximum demand metered in KVA:
Per kWh consumed:

	2017/ 18	2018/ 19
Energy	R0.8474 per kWh	R0.9054 per kWh
Demand	R210.50 per KVA	R224.90 per KVA

3.2.8 **BASIC CHARGE:**
Industrial Low Tariff:

2017/ 18	2018/ 19
R768.00	R820.50

3.2.8.1 Industrial High Tariffs (Urban and Peri-urban)
Per maximum demand metered in KVA:
Per kWh consumed:

	2017/ 18	2018/ 19
Energy	R0.8327 per kWh	R0.8897 per kWh
Demand	R208.00 per KVA	R222.20 per KVA

3.2.9 **BASIC CHARGE:**
Industrial High Voltage:

2017/ 18	2018/ 19
R1018.20	R1087.80

3.2.10 Municipal Services

Charges in respect of the consumption of electricity for municipal services: Per kWh consumed: R0.9128

2017/ 18	2018/ 19
R0.8474/ kwh	R0.9054/ kwh

3.2.11 Monthly basic charge for municipal services:

2017/ 18	2018/ 19
R174.30	R186.20

3.2.12 Time of Use Tariffs

The Time of Use and seasonal periods applied will be in accordance with those determined by Eskom for the T1-Tariff Structure.

3.2.12.1 Usage Charges

Summer

Winter

Demand charge calculation and times as for Eskom T1 energy

Consumption Period	2017/ 18		2018/ 19	
	Summer	Winter	Summer	Winter
KVA	R113.70	R113.70	R121.47	R121.47
Peak (kwh)	R1.2464	R2.7361	R1.3317	R2.9232
Standard (kwh)	R0.8580	R1.1694	R0.9167	R1.2494
Off Peak (kwh)	R0.5054	R0.6287	R0.5400	R0.6717
Excess KVAR calculation and Times as for ESKOM T1	R0.0019	R0.1958	R0.0020	R0.2092

3.2.13 Basic Charges: Time of Use

R1013.10

2017/ 18	2018/ 19
R948.20	R1013.10

3.2.14 Tariffs applicable to Pre-paid Metering

A connection fee of R1 858.10 per connection is payable in advance.

2017/ 18	2018/ 19
R1 739.10	R1 858.10

"3.3 Surcharges

3.3.1 The following charges are applicable with regard to:-

3.3.1.1 testing of accuracy of a meter as contemplated in section 9 of these By-laws:

- (i) CYLP and similar demand meters

	2017/ 18	2018/ 19
Urban	R1 291.20	R1 379.50
Peri-urban	R2 146.10	R2 292.90

- (ii) Any other type of meter:

	2017/ 18	2018/ 19
Urban	R782.70	R836.20
Peri-urban	R1 699.00	R1 815.20

- (iii) Non-municipal users (contractors and other town councils)

CYLP and similar meters

R1 289.60

Any other meter

R1 293.20

	2017/ 18	2018/ 19
CYLP and similar meters	R1 207.00	R1 289.60
Any other meter	R1 210.40	R1 293.20

3.3.1.2 replacement of service fuse or reconnection of service circuit breaker in a consumer's meter cabinet; and/or

3.3.1.3 reconnection after disconnection of a consumer's supply to an electrical installation

Type	2017/ 18	2018/ 19
Household	R269.60	R288.00
Agricultural (Farm)	R470.90	R503.10

- 3.3.1.4 special reading of a consumer's meter; and/or
 3.3.1.5 inspections and tests of electrical installations (only applicable to second and ensuing inspections and tests) as contemplated in section 17 of these By-laws
- | | | |
|------|------------------------------|---------|
| (i) | Within proclaimed townships | R342.50 |
| (ii) | Outside proclaimed townships | R564.50 |

Place	2017/ 18	2018/ 19
Within proclaimed townships	R320.60	R342.50
Outside proclaimed townships	R528.40	R564.50

4. Adjustments of tariff

In terms of the National Regulator Act, (Act No. 40 of 2004) NERSA is entrusted to annually review and approve tariff increase proposals by all licensed distributors of electricity in South Africa. Implementation of tariff increases without the approval of the National Energy Regulator is a contravention of the license conditions.”

Civic Center, No 83 Krogh Street
 MAKHADO

File No. 1/3/15
 Notice No. 75/2018

MR N F TSHIVHENGWA
MUNICIPAL MANAGER