

**LOCAL AUTHORITY NOTICE 114****MAKHADO MUNICIPALITY****CORRECTION NOTICE: DETERMINATION OF CHARGES IN TERMS OF SECTION 75 OF THE LOCAL GOVERNMENT: MUNICIPAL SYSTEMS ACT, 2000 AS 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 28 May 2015, 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 2015**:

**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	Charge
1 (0-50 kWh)	R0.7514
2 (51 – 350 kWh)	R0.9714
3 (351 – 600 kWh)	R1.3736
4 (>600 kWh)	R1.6387

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)]: **R158.90**

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	Charge
1 (0-100 kWh)	R0.7514
2 (101 – 450 kWh)	R0.9714
3 (451 – 700 kWh)	R1.3736
4 (>700 kWh)	R1.6387

**3.2.4 Urban and Peri-urban Tariff (Small Business)**

Commercial Tariffs: **R1.1477**

**3.2.5 BASIC CHARGE:**

Commercial Tariffs: **R442.55**

- 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

**R1.6774** cents 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.

3.2.7 Bulk Metering

3.2.7.1 Industrial Low Tariffs (Urban and Peri-urban)

Per KVA maximum demand metered: **R191.58**  
Per kWh energy consumed: **R 0.7712**

3.2.8 **BASIC CHARGE:**

Industrial Low Tariff: **R698.80**

3.2.8.1 Industrial High Tariffs (Urban and Peri-urban)

Per KVA maximum demand metered: **R189.33**  
Per kWh energy consumed: **R 0.7578**

3.2.9 **BASIC CHARGE:**

Industrial High Voltage: **R926.00**

3.2.10 Municipal Services

Charges in respect of the consumption of electricity for municipal services:

Per kWh consumed: **R0.7712**

3.2.11 Monthly basic charge for municipal services: **R158.90**

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 Megaflex and Ruraflex Interval

3.2.12.1 Usage Charges

Demand charge calculation and times  
as for Eskom Megaflex and Ruraflex Interval

Consumption Period	Summer	Winter
	<b>R103.51</b>	<b>R103.51</b>
Peak	<b>R 1.1343</b>	<b>R 2.4899</b>
Standard	<b>R 0.7809</b>	<b>R 1.0642</b>
Off Peak	<b>R 0.4600</b>	<b>R 0.5722</b>
Excess KVAR calculation and Times as for Eskom Megaflex and Ruraflex Interval	<b>R 0.0018</b>	<b>R 0.1786</b>

3.2.13 Basic Charges: Time of Use : **R862.90**

3.2.14 Tariffs applicable to Pre-paid Metering

A connection fee of **R1 585.80** per connection is payable in advance.

## "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

Urban	<b>R1 177.40</b>
Peri-urban	<b>R1 957.00</b>

(ii) Any other type of meter:

Urban	<b>R 713.80</b>
Peri-urban	<b>R1 549.10</b>

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

CYLP and similar meters **R1 100.60**

Any other meter **R1 103.80**

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	Charge
Household	<b>R245.80</b>
Agricultural (Farm)	<b>R429.40</b>

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 **R292.40**

(ii) Outside proclaimed townships **R481.80**

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."

**Notice No 82 of 2015 promulgated in Limpopo Provincial Gazette about the determination of charges under the Electricity By-Laws is herewith retracted and substituted in toto for Notice No 112 of 2015.**

Civic Center, No 83 Krogh Street  
MAKHADO  
File No. 1/3/15/2  
Notice No. 112 of 2015  
26 June 2015

**MRI P MUTSHINYALI**  
**MUNICIPAL MANAGER**