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 29 May 2025, 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 2025:

"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 <u>Domestic Tariff</u> (Conventional 1PH & 3PH 60 − 80AMP ≤ 50KVA INSTALLED NMD)

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

Block	2024/25	2025/26
1 (0 - 50 kWh)	R1.6608	R1.9202
2(51-350 kWh)	R2.1474	R2.4828
3 (351 – 600 kWh)	R3.0363	R3.5106
4 (>600 kWh)	R3.6225	R4.1883

3.2.2BASIC 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 (Excluding Rural Residential)]:

2024/25	2025/26
R350.50	R450.30

3.2.3For 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 Villages (Domestic Low Tariff 1PH 60AMP ≤ 16KVAINSTALLED NMD)

Block	2024/25	2025/26
1 (0 - 50 kWh)	R1.6608	R1.9202
2(51-350 kWh)	R2.1474	R2.4828
3 (351 – 600 kWh)	R3.0363	R3.5106
4 (>600 kWh)	R3.6225	R4.1883

3.2.

3.2.4<u>Urban and Peri-urban Tariff</u> (Small Business Conventional − 1PH & 3PH 60 − 80AMP≤50KVA INSTALLED NMD)

Commercial /FarmsTariffs:

2024/25	2025/26
R2.5371	R2.9334

3.2.5 BASIC CHARGE:

Commercial Tariffs:

2024/25	2025/26
R978.30	R1131.10

6For 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 1PH 60AMP 16KVA INSTALLED NMD) <u>Urban</u> 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.

2024/25	2025/26	
3.7076 Cents/kwh	4.2867.Cents/kwh	3.2.7

ulk Metering

3.2.7.1<u>Industrial Low Tariffs (Urban and Peri-urban (Farms)</u> 400V ≥50KVA 80A INSTALLED NMD) Per maximum demand metered in KVA:

Per kWh consumed:

	2024/25	2025/26
Energy	R1.7046 per kWh	R1.9709 per kWh
Demand	R423.50 per KVA	R489.65 per KVA

3.2.8 BASIC CHARGE:

Industrial Low Tariff:

2024/25	2025/26
R1544.80	R1786.10

Industrial High Tariffs (Urban and Peri-urban (Farms)

3.2.8.1

11KV &22 KV ≥500KVA 3PH

INSTALLED NMD)

Per maximum demand metered in KVA:

Per kWh consumed:

	2024/25	2025/26
Energy	R1.6751 per kWh	R1.9368 per kWh
Demand	R440.40 per KVA	R509.19 per KVA

3.2.9 BASIC CHARGE:

Industrial High Voltage:

2024/25	2025/26
R2048.20	R2368.13

3.2.10

Municipal Services

Charges in respect of the consumption of electricity for municipal services: Per kWh consumed: R1.9709

2024/25	2025/26	
R1.7046/kwh	R1.9709/kwh	3.2.1

1

Monthly basic charge for municipal services:

2024/25	2025/26	
R350.50	R405.30	3.2.1

2 <u>Time of Use Tariffs(400V & 11KV & 22 KV ≥500KVA 3PH INSTALLED NMD)</u>
The Time of Use and seasonal periods applied will be in accordance with those determined by Eskom for the Mega Flex-Tariff Structure.

3.2.12.1 Summer **Usage Charges**

Winter

Demand charge calculation and times as for Eskom Mega Flex energy

		2024/25		2025/26
Consumption Period	Summer	Winter	Summer	Winter
KVA	R228.80	R228.80	R264.50	R264.50
Peak (kwh)	R2.5075	R5.5040	R2.8992	R6.3637
Standard (kwh)	R1.7260	R2.3525	R1.9956	R2.7200
Off Peak (kwh)	R1.0167	R1.2646	R1.1755	R1.4621
Excess KVAR calculation and Times as for ESKOM Mega flex tariff	R0.0039	R0.3422	R0.0045	R0.3957

3.2.13 Basic Charges: Time of Use R2205.50

2024/25	2025/26	
R1907.50	R2205.50	3.2.14

A connection fee of R4045.10 per connection is payable in advance.

2024/25	2025/26			
R3498.60	R4045.10			

3.2.15 ALL CUSTOMERS BY SUPPLY AGREEMENT; RURAL OR LARGE CUSTOMERS ON FARM AND IN TOWN ARE LIABLE FOR A MAINTENANCE FEE AS PER THE SIGNED SUPPLY AGREEMENTS.

"3.3 Surcharges

3.3.1 The following charges are applicable with regard to:-

3.3.1.1replacement of service fuse or reconnection of service circuit breaker in a consumer's meter cabinet; and/or

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

Туре	2024/2025	2025/26
Household	R542.20	R626.90
Agricultural (Farm)	R947.30	R1095.30

3.3.1.4 special reading of a consumer's meter; and/or

3.3.1.5inspections 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 R745.60
(ii) Outside proclaimed townships R1228.90

Place	2024/25	2025/26
Within proclaimed townships	R644.90	R745.60
Outside proclaimed townships	R1062.90	R1228.90

4. <u>Adjustments of tariff</u>

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 82/2025

Date of Publication: June 2025

ElectricityNotice_2025

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