GENERAL NOTICES • ALGEMENE KENNISGEWINGS

DEPARTMENT OF ENERGY NOTICE 298 OF 2016



NOTICE OF THE ENERGY REGULATOR PUBLIC HEARING FOR MUNICIPALITIES APPLYING FOR AN AVERAGE TARIFF INCREASE ABOVE THE GUIDELINE OF 7.64% (TO BE HELD ON 03 JUNE 2016)

The National Energy Regulator of South Africa (NERSA) is a regulatory authority established as a juristic person in terms of Section 3 of the National Energy Regulator Act, 2004 (Act No. 40 of 2004). NERSA's mandate is to regulate the electricity, piped-gas and petroleum pipelines industries in terms of the Electricity Regulation Act, 2006 (Act No. 4 of 2006), Gas Act, 2001 (Act No. 48 of 2001) and Petroleum Pipelines Act, 2003 (Act No. 60 of 2003) and the Petroleum Pipelines Levies Act, 2004 (Act No. 28 of 2004).

The National Energy Regulator of South Africa invites all stakeholders to attend a public hearing on municipal tariff applications from municipalities applying for average increases above the NERSA increase guideline of 7.64%. The affected municipalities are tabled below as follows:

Name of Municipality		Municipal Proposed Percentage Increase for 2016/17	Motivation provided by municipalities for above- guideline increase
1.	Centlec Mangaung SOC Ltd	10.49%	Motivation not provided by the municipality
2.	Dipaleseng Local Municipality	9.4%	Motivation not provided by the municipality
3.	Msukaligwa Local Municipality	11.00%	Alignment to NERSA's approved benchmarks
4.	Oudtshoorn Local Municipality	9.74%	Motivation not provided by the municipality
5.	Randfontein Local Municipality	9.4%	Motivation not provided by the municipality
6.	Rustenburg Local Municipality	14.07%	Increase repairs & maintenance, refurbishment and capacity expansion
7.	Thembelihle Local Municipality	12.4%	To break-even and generate a reasonable profit from the sale of electricity (electricity business running at a loss)
8.	Tokologo local municipality	26.29%	Alignment of prices to the total cost of supplying electricity to customers
9.	City of Tshwane Metro	9.5%	Declining revenue from sales

The details for the Public hearing are as follows:

Date : 03 JUNE 2016 Venue : Kulawula House 526 Madiba Street

Arcadia PRETORIA

Time: 10H00 - 12H00

Members of the public and stakeholders wishing to attend the hearing or present their views must submit their request, by 16h30 on Wednesday, 01 June 2016 to Mr Eleazer Dlamini at:

Telephone Number : 012 – 401 4035 Fax No. : 012 – 401 4100

E-mail : publichearings@nersa.org.za