

08 May 2020

Dear Valued Client,

RE: Utility Charges at Evergreen Broadacres Village

Every municipality has different tariff structures they use when calculating utility accounts. The use of the wrong tariff structure can be very costly. As the trusted utilities adviser for Evergreen Lifestyle Villages, we were requested to evaluate the tariff structure currently used at Evergreen Broadacres. After careful analysis our team of engineers identified a number of inefficiencies, including the network capacity charge as well as the electricity energy charge for Block 2. We propose that the following optimised tariff structure be implemented with immediate effect:

Table 1: Optimised Utility Structure

Optimised Utility Structure				
Utility Type	Charge Type	Rate (incl. VAT)	UOM	Reference
Electricity	Energy Charge Block 1 [0-600kWh]	1.5645	R/kWh	Eskom Residential Tariffs HomePower Standard - Local Authority Charge
Electricity	Energy Charge Block 2 [>600kWh]	2.5157	R/kWh	(HomePower 4 single phase 16kVA 80A per phase)
Electricity	Network Capacity Charge	4.09	R/POD/Day	

As seen above, electricity consumption should be billed with a block tariff as well as a daily network capacity charge.

Should you have any further questions, do not hesitate to contact us for any information.

Kind regards,

Johann Stimie