

**Circular 122 -2021**

**14 May 2021**

Dear Residents

It is that time of the year where we remind residents of the Eskom increases and that winter rates start applying from June to August.

Eskom increased their tariffs by 15.06% effective 1/04/2021. Municipalities, including City Power will increase their tariffs from 1/07/2021. Where applicable high season (Winter) rates are applied from the 1/06/2021.

Due to annual tariff increases and change to winter season you will no doubt notice an increase in your electricity costs.

**New 2021 rates effective 1 July 2021 as published on Eskom's website.**

**Homepower - Local Authority**

	Energy charge [c/kWh]		Energy charge [c/kWh]		Network capacity charge [R/POD/day]	
	Block 1 [>0 - 600 kWh]	VAT incl	Block 2 [>600 kWh]	VAT incl	VAT incl	
Homepower 1	171,32	197,02	270,50	311,08	R 7,33	R 8,43
Homepower 2	171,32	197,02	263,72	303,28	R 13,75	R 15,81
Homepower 3	171,32	197,02	263,72	303,28	R 28,40	R 32,66
Homepower 4	171,32	197,02	275,48	316,80	R 4,49	R 5,16

**Block charges**

It is important to note that when purchasing electricity in any particular calendar month the first 600 kWh units will cost R1.9702 and any additional units purchased in the same month will move into the next block charge and cost R3.1680 Your meter will reset once a month at 12pm on the last day of each month. Therefore, it would not be advisable to bulk purchase large quantities of electricity upfront for the months ahead as all units over 600 will be at the higher block 2 tariff.

**Network Capacity Charge**

The daily R5.16 network capacity charge will accrue daily to your prepaid meter and will be deducted from your electricity purchases. Meaning that the daily accumulated network capacity charge billed against your meter will first be deducted from your electricity purchase with the remainder of the cash then being converted into kwh units.

Warm Regards



**Wilma Swart**  
Village Manager