NOTICE 894 OF 2012

NATIONAL ENERGY REGULATOR OF SOUTH AFRICA NOTICE IN TERMS OF SECTION 2(3)(A) OF BOTH THE GAS REGULATOR LEVIES ACT, 2002 (NO. 75 OF 2002)

AND OF

THE PETROLEUM PIPELINE LEVIES ACT, 2004 (NO .28 OF 2004)

Proposed Levy on the Piped-Gas and Petroleum Pipeline Industries for 2013/14

The National Energy Regulator of South Africa, acting under section 2(3)(a) of both the Gas Regulator Levies Act, 2002 (Act No. 75 of 2002) and the Petroleum Pipeline Levies Act, 2004 (Act No. 28 of 2004), hereby publishes the proposed levies on the piped-gas and petroleum pipeline industries for the 2013/14 financial year to bring it to the attention of the stakeholders in the piped-gas and petroleum pipeline industries and invite representations to be made to NERSA within thirty days of the date of this publication.

The total NERSA Expenditure Budget amounts to R 275 907 345 for 2013/14 (2012/13: R 240 315 901) with the specific budgets for the three industries being as follows:

•	Electricity Industry:	R	159	225 09	99 ((2012/13: R	137	485 425)
•	Piped-gas Industry:	R	56	942 5	31 ((2012/13: R	51	194 911)
•	Petroleum Pipelines Industry:	R	59	739 7°	15	(2012/13: R	51	635 565)

Taking this into account, the total amount that NERSA will have to recover through levy income is R 236 785 743 for 2013/14 (2012/13: R 211 926 003) for the three industries being as follows:

•	Electricity Industry:	R 137 043 936 (2012/13: R 115 548 495)
•	Piped-gas Industry:	R 48 808 067 (2012/13: R 47 223 647)
•	Petroleum Pipelines Industry:	R 50 933 740 (2012/13: R 49 153 861)

Proposed Piped-Gas Levy 2013/14

The proposed levy to be imposed on the piped-gas industry is **30.1657 c/Gj** (2012/13: 34.9805 c/Gj) in respect of the amount of gas, measured in Gigajules, delivered by importers and producers to the inlet flanges of transmission or distribution pipelines and will be paid by the person holding the title to the gas at the inlet flange. The levy shall be payable to the National Energy Regulator, as from 01 April 2013 to 31 March 2014, by persons concerned.

The proposed levy was determined based on an estimated volume of 161.8 million Gj per annum and the leviable amount of R 48 808 067.

Proposed Petroleum Pipeline Levy 2013/14

The proposed levy to be imposed on the petroleum pipeline industry is **0.2878 c/litre** (2012/13: 0.2728 c/litre) in respect of the amount of petroleum, measured in litres, delivered by importers, refiners and producers to the inlet flanges of petroleum pipelines and will be paid by the person holding the title to the petroleum immediately after it has entered the inlet flange. The levy shall be payable to the National Energy Regulator, as from 01 April 2013 to 31 March 2014, by persons concerned.

The proposed levy was determined based on an estimated volume of 17.7 billion litres per annum and the leviable amount of R 50 933 740.

Representations must be addressed to:

Mr Zak Lombaard Acting Chief Financial Officer The National Energy Regulator of South Africa (NERSA) P O Box 40343 Arcadia 0007

<u>Enquiries to be directed to:</u> the Acting Chief Financial Officer, Mr Zak Lombaard on Tel. No (012) 401-4621 or e-mail to: <u>zak.lombaard@nersa.org.za</u>.

Phindile Nzimande

CHIEF EXECUTIVE OFFICER

24/10/2012