



**MINISTRY OF ENERGY  
REPUBLIC OF SOUTH AFRICA**

**NATIONAL ASSEMBLY QUESTION 630**

**Mr J F Smalle (DA) to ask the Minister of Energy:**

- 1) Whether she has found that all municipalities adhere to the National Energy Regulator of South Africa (NERSA) licence agreement with respect to the 5% maintenance contribution from their collections; if not, which municipalities fail to uphold the terms of the license agreement;
- 2) Whether NERSA has levied any penalties against these municipalities; if not, why not; if so, what are the relevant details? NW721E

**Reply**

- 1) No, the municipalities do not adhere to the agreement because the funds allocated for the maintenance of infrastructure are diverted to other use.
- 2) In terms of the agreements between Municipalities and Nersa, there are sections which cover the penalties in case of non-compliance. These agreements are enforced by the regulator.