

**MEMORANDUM OF UNDERSTANDING**  
**between the**  
**SOUTH AFRICAN INDEPENDENT POWER PRODUCERS ASSOCIATION (SAIPPA)**  
**and the**  
**ASSOCIATION OF MUNICIPAL ELECTRICITY UTILITIES (SOUTHERN AFRICA) (AMEU)**

The parties to this agreement, (the associations) respectively represent constituencies in the independent power production industry and local government electricity distribution, in Southern Africa. The purpose of this agreement is to establish a level and modality of cooperation between these two associations.

The associations identify that local government is a key role-player in the deployment and regulation of small scale embedded generation in urban areas, while independent power producers are often the contracting parties for the supply of such embedded generation plant.

**It is therefore agreed –**

- a. That the associations will cooperate into the future with the ongoing development of regulations and financial frameworks to enable embedded electricity generation plant proliferation in urban areas.
- a. That SAIPPA will provide the AMEU with technical and financial advice on regulatory and financial arrangements inductive to the proliferation of small scale embedded generation in urban areas.
- b. That the AMEU will consult SAIPPA on regulatory and financial arrangements regarding embedded electricity generation, if and when such matters are under consideration.

**It is further agreed -**

- c. That SAIPPA will from time to time advise SALGA on the evolution of independent power production and small scale embedded systems, as that art and technology evolves in the regulatory domain internationally.
- d. That the AMEU is afforded a permanent seat on the management committee of SAIPPA, and SAIPPA reciprocally a seat on the AMEU technical committee.

This cooperation agreement shall continue until cancelled in writing by either party.

Thus signed on this \_\_\_\_\_ day of \_\_\_\_\_ 2017 at \_\_\_\_\_

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For SALGA

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For SAIPPA