

06 DECEMBER 2016

MANAGEMENT MEETING

14h00-17h00

**Secretariat Offices,
Bryanston**

MANAGEMENT COMMITTEE AGENDA

Date: 6 December 2016 **Time:** 14:00 to 17:00 **Venue:** SAIPPA Offices, Bryanston

MEMBERS:

Mr Sisa Njikelana	Member	Associate member	To attend
Mr Andrew Carr	Member	Sebenzana Consulting	To attend
Mr Dave Long	Member	Associate member	To attend
Mr Seelan Pillay	Member	Associate member	To attend
Mr Ian Langridge	Member	Associate member	To attend
Mr Wayne Glossop	Member	Wärtsilä South Africa	Apology
Mr Brian Day	Member	Clean Energy Africa	To attend
Thomas Garner	Member	Exxaro Resources	Tentative
Mr Khepe Moremi	Member	Sebenzana Consulting	To attend
Mr Yousuf Haffejee	Member	Associate member	Apology
Mr Jean Venter	Corporate Secretary	Secretariat	To attend

1. WELCOME AND APOLOGIES

2. QUORUM PRESENT -fifty percent of the members plus one shall constitute a quorum.

3. READING AND CONFIRMATION OF THE AGENDA

4. COMPETITION ACT STATEMENT

The following competition law caution is to be read out at the start of each SAIPPA meeting. The competition law caution should also be recorded in the minutes of each meeting of SAIPPA.

"Competition law caution:

In terms of SAIPPA's Constitution, SAIPPA members are required, at all times, to ensure that they are fully compliant with the Competition Act. In this regard, SAIPPA and its members will not engage in any discussion, activity or conduct that may contravene any provisions of the Competition Act. In particular, members shall not discuss, communicate or exchange any commercially sensitive information, including non-public information relating to prices, marketing and advertisement strategy, costs and revenues, trading terms and conditions, purchasing strategies, terms of supply, or distribution strategies. This applies not only to interactions in the context of formal SAIPPA meetings but also to discussions, communications or exchanges between members before, during or after SAIPPA meetings."

5. READING AND CONFIRMATION OF PREVIOUS MINUTES

APPENDIX A

- 10 October 2016

6. ELECTION OF CHAIRMAN AND SECRETARY GENERAL

7. REVIEW OF DRAFT SAIPPA PRESENTATION TO IRP PUBLIC HEARINGS

8. MEETING DATES FOR 2017

- 13 February
- 10 April
- 5 June
- 7 August
- 16 October

9. CLOSURE



MANAGEMENT COMMITTEE MEETING

MINUTES

Date: 10 October 2016 **Time:** 13:00 to 17:00 **Venue:** SAIPPA Offices, Bryanston

MEMBERS:

Mr Sisa Njikelana	Chairman	Associate member	Present
Mr Andrew Carr	Member	Sebenzana Consulting	Present
Mr Dave Long	Member	Associate member	Present
Mr Seelan Pillay	Member	Associate member	Present
Mr Ian Langridge	Member	Associate member	Present
Mr Wayne Glossop	Member	Wärtsilä South Africa	Apology
Mr Brian van Oerle	Member	Fieldstone Africa	Apology
Mr Yousuf Haffejee	Member	Associate member	Apology
Mr Jean Venter	Corporate Secretary	Secretariat	Present

1. WELCOME AND APOLOGIES

The chairman welcomed members present and noted the apologies above. A quorum was present.

2. COMPETITION ACT NOTICE

Members **NOTED** the competition act cautionary notice tabled.

3. CONFIRMATION OF THE AGENDA

The agenda for the meeting was confirmed.

4. CONFIRMATION OF MINUTES

The minutes of the meeting that was held on 1 August 2016 were confirmed.

NOTED that member Mondi has paid their fees since the previous meeting and the chairman undertook to invite Fieldstone to become a member of the association

5. CHAIRMAN'S REPORT

Members **NOTED** a written report on activities of the organisation tabled by the secretary general with appreciation.

SAREC has advised of its intention to coordinate a class action against Eskom for abusing its dominant position in the energy market and invited SAIPPA to support the action.

AGREED to wait for documentation on the SAREC class action against Eskom before forming a position on the matter. The matter to be dealt with by round robin once the documentation from SAREC is available. The cogeneration group to lead the opinion forming process.

6. WORKGROUPS

Mr Langridge tabled a small scale embedded generation group report on a meeting with NERSA covering regulation of SSEG. Stakeholders such as SAPVIA are in favour of regulation while SAIPPA and possibly also NERSA favour self-regulation and a cap of 5MW rather than the currently proposed 1MW for unlicensed plant. A central register of SSEG operators is also supported by various stakeholders including SALGA.

AGREED that SAIPPA should disclose its position on small scale embedded generation licencing formally to NERSA. Mr Langridge to update a previous document drafted by Mr Pillay. **[Mr Langridge]**

Mr Long tabled a written report on the work of the cogeneration group which was noted with thanks. He proposed that the cogeneration group merge its activities with the equivalent grouping in BUSA. Substantial overlap of membership in the groups was noted. It was noted that the new updated integrated resource plan will include the 1800 MW of cogeneration available which was omitted from the 2010 version.

AGREED to support combining the SAIPPA and BUSA Cogeneration teams.

[Mr Long]

Members noted public statements from the Department of Energy indicating that a new version of the integrated resource plan will be made public in the next few weeks.

AGREED that the secretary general again pursue arranging a meeting with the IPP Office for specific focus on cogeneration issues, stranded assets, STPPP and related export prospects.

[Secretary General]

Mr Pillay tabled a report for the wheeling group which was noted with appreciation. SAIPPA comments on the wheeling framework was submitted duly to NERSA. A draft of the wheeling framework is due for public release by NERSA this week for comment and publication on the 25th of November. SAIPPA requested a public participation step in the release process. The various task teams from stakeholder bodies that originally worked on the framework is no longer active or involved.

7. SOUTHERN AFRICA POWER POOL

The secretary general advised of a recent meeting with officials of the regional power pool. Electricity as a key export commodity for South Africa was highlighted. The risk of stranded generation assets in SA can be mitigated if exportation is made possible, if and when South Africa has excess generation capacity.

AGREED that the secretary general convene a meeting of local stakeholders with SAPP to discuss the exportation of energy into Africa by independent power producers in South Africa, including cogeneration energy. Stakeholders DoE, DTI, NERSA, ESKOM and RE associations were mentioned.

[Secretary General]

8. DTI EXPORT INCENTIVES

The secretary general advised that he has met with the DTI export support and development officials to explore support for SAIPPA members in this regard.

AGREED to survey members on their interest in export incentives for energy, products and services.

[Corporate Secretary]

9. SOUTH AFRICAN LOCAL GOVERNMENT ASSOCIATION

The secretary general advised of a meeting with officials from SALGA.

AGREED to enter into memoranda of understanding with SALGA and with the AMEU. The corporate secretary to draft short agreements for commenting on by the committee and approval by round robin.

[Corporate Secretary]

10. FINANCIAL STATEMENTS AND MEMBERSHIP REPORT

The committee **NOTED** management financial statements and membership report tabled by the secretariat.

11. DATE OF THE NEXT MEETING

13 February 2017

12. CLOSURE

The chairman thanked members and closed the meeting.

Thus signed on behalf of the committee

Chairman

Date