



## MANAGEMENT COMMITTEE MEETING

### MINUTES

**Date:** 13 February 2017

**Time:** 14:00 to 16:00

**Venue:** SAIPPA Offices, Bryanston

#### MEMBERS:

Mr Thomas Garner	Chairman	Exxaro Resources	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 Kheepe Moremi	Member	Sebenzana Consulting	Present
Mr Brian Day	Member	Clean Energy Africa	Present
Mr Yousuf Haffejee	Member	Associate Member	Present
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 6 December 2016 were confirmed.

#### 5. MOU WITH THE SECRETARY GENERAL

The committee **RATIFIED** the contract entered into with the secretary general for his services, as tabled by the corporate secretary.

## 6. STATEMENTS OF INTENT WITH SALGA AND AMEU

Members **NOTED** draft cooperation agreements with SALGA and the AMEU, tabled by the secretary.

### AGREED

- a. To rename the documents to statements of intent.
- b. That the chairman and the secretary general liaise with SALGA and AMEU to establish a working relationship.

**[Chairman and Secretary General]**

## 7. WORKGROUP REPORTS

Mr Long advised that he is strategically wanting to position the workgroups as the drivers of the organisational activities. The committee discussed the composition of the groups.

### AGREED

- a. To add all members who indicated interest in particular workgroups to those workgroups in the CRM system. (which will also add them to the email list server addresses for the groups)
- b. To chairman to pursue finding suitable workgroup leaders for women in independent power and black business council workgroups.
- c. That each member of the committee target getting at least two new members for the association this year.

**[All members of the committee, chairman, Angela Davids & Roberta Govender]**

Vacancies identified include resignation of Mr Long from the Co-Gen group, Mr Haffejee recusing from the Coal group and Mr Pillay from Co-Generation group.

### AGREED

- a. To combine the Coal and Co-Generation workgroups and their members into one new group.
- b. Mr Carr to chair the Wheeling Group.
- c. Mr Pillay to chair the Coal & Cogen Group.
- d. That Messrs Long and Garner discuss membership of SAIPPA with PowerX.

**[Chairman, Secretary General, Angela Davids]**

**Co-Generation** The group met with BUSA and presented SAIPPA positions on stranded assets which was well received. Further meetings with the EIUG and BUSA to follow. It was confirmed

that ESKOM will not renew the STPPP contracts. Co-generation was left out of the integrated resource plan 2016 due to pricing linked to the sugar industry. Mr Long to meet with the sugar industry on their effect on the positioning of cogenerated energy in the IRP 2016. Members indicated a preference for co-generation to rather be linked to energy efficiency programmes of government. It was noted that co-generated energy can cost as little as 33 cents per kWh.

**Gas Group** Mr Glossop is currently in Finland but will convene a meeting of the group on his return. The gas industry is awaits new direction from government.

**Small Scale Embedded Generation workgroup** reported on by Mr Langridge. Installations below one MW are now exempt from NERSA licencing requirements but if the plant is grid connected it needs an agreement with the grid owner and the plant needs to be registered on a new online database provided by NERSA. Mr Langridge advised that a SAIPPA code of practice for SSEG is being compiled by the workgroup. The Chairman indicated that he wants to participate in the workgroup.

#### **AGREED**

- a. To add the chairman to the SSEG Workgroup.
- b. To add a standing item for the Grid Code to the agenda.

**[Angela Davids]**

**Wheeling Workgroup** reported on by Mr Pillay. Members expressed concern over Eskom's abuse of its dominance in the market to limit competition, especially in terms of trading and exporting of energy.

#### **AGREED**

- a. That the workgroup consider doing a report on SAPP trading and connection rules.
- b. That the workgroup consider competition in the industry and barriers to entry.

**[Seelan Pillay]**

### **8. NATIONAL IPP ISSUES**

**IRP 2016** – Noted that SAIPPA did contribute comments to the draft IRP 2016. The draft licencing exemption regulatory notice was also commented on by SAIPPA and receipt was acknowledged.

**STRANDED ASSETS** – Messrs Long, Carr and Garner to meet with Mr van Staden of the EIUG shortly to discuss stranded assets consequential to the discontinuation of the STPPP programme.

## **DEPARTMENT OF ENERGY MEETINGS, NERSA, IPP OFFICE, GRID CODE COMMITTEE**

Members noted two meetings last year with the IPP office but that DoE meetings are not taking place as envisaged with Dr Barnard. Mr Long is attending grid code committee meetings.

**AGREED** that Mr Long pursue regular meetings with the respective energy key stakeholder.

**[Dave Long]**

### **9. FINANCIAL STATEMENTS AND BUDGET**

**NOTED** unaudited financial statements for the year ended December 2016.

#### **AGREED**

- a. To adopt the budget as tabled and to mandate the secretary general and corporate secretary to expend accordingly.
- b. That each member on the committee endeavour to recruit two new members this year, the intention is to gain 75% of the non-wind and solar IPPs in the country as members.

**[General Secretary, Secretary General, All members of the committee]**

### **10. MEMBER EVENTS**

#### **AGREED**

- a. To host one member event per quarter in the form of breakfast meetings
- b. Mr Long & secretariat to circulate the list of themes, dates and venues to members.
- c. Mr Day volunteered to assist Mr Long in sourcing content for the meetings.

Noted that Mr Pillay is attending meetings of the Parliamentary Portfolio Committee for PAMSA.

### **11. DATE OF THE NEXT MEETING**

10 April 2017

### **12. CLOSURE**

The chairman thanked members and closed the meeting.

Thus signed on behalf of the committee

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**Chairman**

\_\_\_\_\_  
**Date**