



MANAGEMENT COMMITTEE MEETING

MINUTES

Date: 4 September 2017

Time: 14:00 to 16:00

Venue: SAIPPA Offices, Bryanston

MEMBERS:

Mr Thomas Garner	Chairman	Exxaro Resources	Apology
Mr Andrew Carr	Member	Sebenzana Consulting	Apology
Mr Dave Long	Member	Associate member	Present
Mr Seelan Pillay	Member	Associate member	Present
Mr Ian Langridge	Member	Associate member	Apology
Mr Wayne Glossop	Member	Wärtsilä South Africa	Apology
Mr Kheephe Moremi	Member	Sebenzana Consulting	Apology
Mr Brian Day	Member	Clean Energy Africa	Present
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 not 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 12 June 2017 were confirmed.

5. WORKING GROUPS

Members noted that co-generators are finding the grid code testing requirements problematic and that most Eskom stations are exempt from the code for similar reasons. A co-generation workgroup meeting focused on this matter together with persons from the grid code committees

and it was agreed that the code will need to be amended. Mr Padayachee of the AMEU will join the next small scale embedded generation workgroup meeting as per the MOU with that organisation. Members noted a notice from PETRO SA on a new gas and oil exploration contract signed with a Russian company. On the wheeling regulations, NERSA indicated willingness to complete the regulations but claimed that they had resource issues. Mr Long indicated that he is in communication with the chairman of SASTELA with closer cooperation in mind.

6. REPORT OF THE SECRETARY GENERAL

Mr Long advised that he has done a presentation responding to the section 77 notice of labour action and opposition to renewable energy generation. He referred to the IRP 2010 and pointed out that in total the amount of energy industry jobs is on the increase and that renewables are not reducing the number of jobs, even in coal. A visit to the IPP office of DoE provided insights indicating that government is unlikely to trigger new energy generation procurements until 2023, due to current surpluses. Signature of power purchase agreements for REIPPP rounds 3.5 and 4 will be subject to tariffs being less than 77 cents per kWh. This is likely to impact on at least half the successful bidders, their funding and shareholders.

Mr Long proposed that SAIPPA refocus its efforts on energy sales and generation business outside of national government. For instance, to large industry, municipalities. Due to there not being a quorum present the decision was supported and **NOTED** and deferred for round robin decision. The respective SAIPPA workgroups to refocus activities onto the enablement of business on a wider basis.

Mr Long advised of arrangements for the next member breakfast event. Finding and removing obstacles to private generation and electricity sales to industry and local government was identified as a priority subject.

7. FINANCIAL STATEMENTS AND MEMBERSHIP

NOTED unaudited financial statements for the period ended August 2017, as well as a membership register. Funding of the organisation is generally acceptable. A few members still need to settle their memberships.

8. DATE OF THE NEXT MEETING

Next meeting is on 16 October 2017.

9. CLOSURE

The chairman thanked members and closed the meeting.

Thus, signed on behalf of the committee

Chairman

Date