



George Municipality's comment on the increase of the licensing threshold of 1
MW to 10 MW

Potential risk to municipality

1. Technical risks

“Grid connection code “ makes provision for all concerns but are we capable on managing it internally?

2. Network allocation

NERSA vs Municipality

Who will decide on who has access?

3. Planning

How should we plan our network. Allocate generation zones?

Potential benefits to municipality

1. Economic benefit

- Direct and indirect investment
- Cheaper energy for municipality and customers
- More secure supply stimulating investment



2. Green energy

- Cleaner energy supply to customers



Constraints

1. **Administrative capacity constraint**
2. **Technical capacity constraint**
3. **Network constraint**
4. **Geographical constraints (open spaces)**

Support needed

1. Capacity

What do we need to get in place (people and equipment) to become a system operator (SO) as described in the code?

2. Network allocation

Clear guidelines is needed in this regard.