FEDERAL MINISTRY OF POWER, WORKS AND HOUSING PRESS AND PUBLIC RELATIONS

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PRESS RELEASE

NACOP endorses the creation of Power Ministries in the States

... Fashola says interface with other levels of government will resolve issues faster.

At the Executive Session of the 2nd National Council on Power, the Minister of Power, Works and Housing, Babatunde Raji Fashola, SAN has appealed to state governments to consider, as a matter of urgency, the establishment of Ministries, Departments, Bureau or offices of Special Adviser on Energy as a specialized organ to co-ordinate, interface and interact with other stakeholders, as envisioned in the Electricity Power Sector Reform Act (EPSR 2005).

The Minister said, in view of the lean resources available to states, it might not be expedient to set-up a full-fledged ministry, but rather a manageable outfit that would provide the link for the states to also take full advantage of privatization and the investment potentials available, as well as help solve some particular power issues in the various localities.

He said States are in better position to assist in areas of right -of —way, access to land and documentation, reasonable compensation modalities, "as we are faced, a number of times ,with difficult situations around these issues. We have realized that the Governor working with traditional rulers have provided practical and workable solutions to these problems"

The Minister reported to the Council that appreciable progress have been made in the Road Map journey of incremental, stable and later uninterrupted power supply, which has been captured in the theme of the meeting. Insisting that the relevance of the theme is informed by the fact that we don't have enough power, hence we need to double our efforts at production of power.

As a short term pool, what do we need to do to quickly address this supply shortfall? He therefore called on State Governments to support the Central Government in that there is need to harmonize this plan with their support.

On the generation segment in the value chain, projects like the 215 dual fuel plant in Kaduna is expected to come up with 2 units to be ready in less than a year from now. This would add 30mw to the national grid which would help to resuscitate the dying textile industry within the area in Kaduna.

Katsina 10mw wind-farm has reached advanced stage, work is also in progress in the 39mw Dadin Kowa Dam, in Gombe-State, while work has progressed on the Private Sector Funded Azura plant in Edo-state.

The Government, he said, realized that more optimal utilization of gas resources would require the development of alternatives to pipeline disruption of natural gas, liquefied petroleum gas (LPG) and natural liquids (NG), informed the design of kundadan kaduna 215 mw Power plant, while the country is poised to diversify its independence on gas as an antidote to vandalism of the pipelines.

The Minister also rolled out efforts at enhancing transmission capacity to rise up to the challenge of being able to evacuate additional power to be produce in this short term plan.

He emphasized that as the sector moves to the next stage of stable power supply what must be done as a matter of urgency is to collect and collate reliable data. "we must know how many we are and how many we are going to be in the years ahead, this can only be through census - Head count".

"It is after this exercise that we will know on an annual basis what additional population we must provide for, otherwise even if we increase supply we may not have stable power".

On the last leg which is the un-interrupted power, we will emphasis on conservation and energy efficiency through energy saving building guidelines which would now be incorporated into the National Building Code. Government must not also neglect the rural areas through its Rural Electrification programs in order to improve rural economy through increased access by rural folks.

Mr. Laoye Jaiyeola, in his goodwill message, said the Nigeria Economic Summit Group (NESG) has shown interest in the sector's efforts at developing a robust energy mix in conjunction with other stakeholders. Also the NESG has made considerable progress in development of renewable energy with the understanding that it would provide opportunities for job creation and fill the gaps in the generation arm of the value chain.

Country representative, Thomas Kirsch, International Zusammenarbeit (GIZ), who was represented at the meeting by Ina Hommers, said that the agency has supported the Nigerian Energy Support Programme (NESP), through funds provided by Germany and the European Union (EU) in areas of renewable energy and energy efficiency.

He said GIZ will also provide fund for the proposed Data Management System Initiative and provision of resources for Rural Electrification projects across the country.

Other development partners like Secretary General of West Africa Power, Pool, (WAPP), Mustapha Cisse said the sub-Continental body has tried to tackle issues around power supply in ECOWAS. He said the theme of this year's NACOP is in tandem with the integration of power supply issues to all classes of citizens, adding that WAPP wants stable, and un-interrupted power supply in West Africa, with Nigeria taking the lead.

The Senate Committee, vice-Chairman, Senator Mustapha Bukar spoke about the enormity of the problems power sector is currently facing. He said that the legislature will assist with review of laws that will help fast-track new initiatives, like the embedded power generation, adding that a structure must be put in place that will make embedded power generation, more attractive to foreign investors, which ultimately result in increased production of power to Nigerians.

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