

April 2022; Issue 4

ELECTRICITY (AMENDMENT) BILL, 2022: UNDERSTANDING THE GAPS AND WEAKNESSES



On March 3, 2022, Hon. Mathias Mpuuga (in a red tie) presented the opposition's views on the Electricity (Amendment) Bill, 2022 to parliament's Committee on Environment and Natural Resources.

He proposed a reduction in electricity tariffs for domestic consumers by at least Shs. 200 per unit.

In this newsletter:

- Power up the people! Address gaps in Electricity (Amendment) Bill!
- Pictorial of our activities
- Lobbying
- In the media
- Upcoming events

Dear reader, welcome to our April 2022 newsletter. On April 12, 2022, parliament passed the Electricity (Amendment) Bill, 2022.

About four months before the bill was passed, an electricity consumer, Maama Sharon faced a conundrum.

Tough-looking UMEME men together with Uganda Police officers had raided Maama Sharon's salon in Makindye, arrested her, and dumped her in a van. She was taken to a police station.

What was Maama Sharon's crime, and how is her story related to the passing of the Electricity (Amendment) Bill, 2022?

Well, Maama Sharon runs a small hair salon. She needs electricity to boil water for washing her customers' hair, run her hair drying machines, and others. Maama Sharon charges a small fee of Shs. 5,000 for hair washing and drying.

This fee covers her electricity, water, labor, rental and subsistence needs. It is too small however and, as a result, Maama Sharon has to cut costs. She did this by tampering with her electricity metre.

This is an offence and to ensure that electricity consumers such as Maama Sharon comply with the law, UMEME carries out regular operations to arrest culprits. Maama Sharon was arrested during one of these routine operations.

The Electricity (Amendment) Bill, 2022 lays out steeper penalties for people like Maama Sharon.

However, the bill, which was first

presented to parliament on January 27, 2022, to repeal the 1999 Electricity Act comes short in addressing the real challenges that Ugandan electricity consumers and the country at large face.

Challenges such as exorbitant new connection fees, high power prices that lead to suppressed demand or power theft, corruption by utility companies and government especially when negotiating Power Purchase Agreements for dams, unreliable power supply, and others are not addressed by the Electricity (Amendment) Bill, 2022.

The objectives of the bill include: to increase the resources allocated to the Electricity Regulatory Authority (ERA) from 0.3% to 0.7% of the revenue received from generated electrical energy, and to provide for a staggered term for members of ERA.

Others include: to provide for additional functions of ERA, and to empower the Minister of Energy to prescribe the procedure for transfer of generation assets to government.

Other objectives include: To prescribe the circumstances under which a holder of a generation or transmission licence may supply electricity to persons other than a bulk supplier, and to provide for deterrent penalties for theft of electricity, among others.

By and large, these objectives do not address the aforementioned challenges of high connection fees, high power prices, corruption and others faced by electricity consumers in Uganda.

In our **Word from the CEO and partners**, we discuss the gaps and weaknesses in the Electricity (Amendment) Bill, 2022. We make recommendations to address these challenges.

We believe that it was wrong for parliament to pass a law that does not address Ugandans' needs. We call upon the President to return the Electricity (Amendment) Bill, 2022 to parliament to reconsider and address the gaps.

In this newsletter, we also bring you our **pictorial** section. In the section, we bring you the activities that we and our partners implemented this month.

For instance, court heard the case in which AFIEGO and youth are challenging the Tilenga oil project's Environmental Impact Assessment (EIA) certificate of approval. We bring you details of what transpired during the hearing.

Furthermore, AFIEGO organised a meeting with Uganda National Renewable Energy and Energy Efficiency Alliance (UNREEEA).

UNREEEA is a member of the Inclusive Green Economy network–East Africa (IGEN-EA), which is hosted by AFIEGO.

During the meeting, we discussed the

electricity sector challenges that citizens face and how these can be addressed.

AFIEGO also participated in the European people's Annual General Meeting. In the meeting, AFIEGO presented on the impacts of oil projects in Uganda.

In addition, this month, AFIEGO staff were trained in safety, joined other civil society groups to discuss green economic alternatives that Uganda should promote, and we joined our Green Livelihoods Alliance (GLA) partners to reflect on our work on protecting forests in 2021. We bring these activities to you in our pictorial section.

In our **lobbying** section, among others, we share a letter written by AFIEGO and 64 civil society partners to the Italian and German Export Credit Agencies (ECAs) over the East African Crude Oil Pipeline (EACOP) project.

Finally, **in the media** section, we bring you some of the over 14 newspaper articles written by our staff and partners that were published in the leading newspapers in April 2022.

We hope you enjoy the newsletter.

Editorial team:

Diana Nabiruma

Rachael Amongin

Balach Bakundane

POWER UP THE PEOPLE! ADDRESS GAPS IN ELECTRICITY (AMENDMENT) BILL!

In 2018, Patrick*, a youth, heard about the 'Free' Electricity Connections Policy (ECP) that the Ugandan government had launched.

The ECP was launched in August 2018 and was rolled out by government in November of the same year.

Through the policy, the Ugandan government sought to increase annual electricity connections to 300,000, up from an average of 70,000.

Government sought to attain the above by providing "free single-phase electricity connections to houses and business premises ... within 90 meters of a low-voltage electricity pole".

Ugandans who wanted to get connected to electricity under the ECP were required to pay only Shs. 20,000 in inspection fees.

Patrick, who is his family's breadwinner, was excited when he heard about the policy. Patrick supports his family through the income that he earns from the small commercial rental units that his mom left for the family when she passed on.

In March 2020, Patrick picked application forms for a new electricity connection from a UMEME office near him. He filled and returned the forms to the UMEME office. He also paid the inspection charge in the bank.

"In June 2020, a man claiming to be from UMEME called me. He asked for Shs. 100,000 to come and inspect my premises. I did not give this man the money as I wasn't sure that he was from UMEME.

I waited for the right UMEME people to contact me. In April 2021, a team from UMEME came to my premises and surveyed them. I however have not received any metre from UMEME to date," Patrick says.

He adds that the lack of an extra metre at his rental property has made running of his business difficult.

ELECTRICITY SECTOR FAILURES

Patrick is like hundreds of thousands of other Ugandans. UMEME reports that the company has failed to connect 210,000 customers who applied for new connections.

The backlog has been created by a number of challenges including lack of connection materials, lack of financing from government and others.

In December 2020, the Electricity Regulatory Authority (ERA) informed Ugandans that due to lack of finances for the ECP, Ugandans with means could pay the following connection fees to access electricity:

- Shs. 720,883 for domestic consumers requiring no poles;
- Shs. 2,387,472 for bare conductor connections requiring poles and;
- Shs. 2,741,188 for ABC conductor connections requiring one pole.

The above charges, which do not include inspection fees of between Shs. 41,300 and 118,000, are out of reach for the majority of Ugandans, which undermines new connections thereby hampering business.

It should be noted that before commencement of the ECP, electricity connection costs were relatively cheaper and more affordable. For example, a no-pole connection cost less than Shs.120,000 while the cost of a one-pole connection was less than Shs. 400,000.

For an unknown reasons, under the ECP, the government started paying Shs. 850,000 and Shs. 2,300,000 for a no-pole and one-pole connection respectively.

UMEME, which the President had some time back accused of cheating Ugandans and had directed the IGG to investigate for possible connivance with some corrupt government officials to inflate power losses, happens to be the biggest beneficiary of the ECP.

Indeed, since 2005, UMEME has continued to enjoy over 90% monopoly of the power distribution business in Uganda. This means that they take over 90% of the free connection funds.

It is not clear why despite the existence of the Rural Electrification Agency (REA), a government entity charged with connecting the poor, it is UMEME that implements almost the entire ECP. The question remains: how was UMEME selected? Was the process transparent?

Also to note is that since the commencement of the ECP in 2018 to date, no evaluation has been done to assess the relevance and effectiveness of the policy.

Other failures in the electricity sector include:

- High power prices. Currently, a unit of electricity costs nearly Shs. 1,000 including VAT for domestic consumers.

- Forcing electricity consumers to pay for deemed power. Notably, per parliament's Budget Committee, Ugandans need to pay Shs. 193 billion in the coming financial year for deemed power.

- In addition, high corruption rates have seen the Ugandan government sign Power Purchase or concession agreements that guarantee high returns on investment for so-called investors. The Bujagali agreement is one such expensive agreement. Power from Bujagali contributes 27% to the tariff while that of UMEME contributes 26%.

- Unreliable power supply, failure to put in place policies to promote off-grid electrification, especially for rural communities and others are some of the other challenges that electricity consumers are faced with.

- Failure to implement the 2016 Off-grid Solar Compact Agreement and diversify electricity sources is also a challenge. The continued over reliance on hydro power and the national grid remains one of the biggest obstacles to achieving affordable and reliable electricity for all Ugandans.

GAPS IN ELECTRICITY (AMENDMENT) BILL, 2022

Does the Electricity (Amendment) Bill, 2022 address the above challenges? AFIEGO and our partners reviewed and submitted our views on the bill to parliament on March 7, 2022.

In our review, we identified a number of gaps and weaknesses, including the fact that the bill does not address the aforementioned challenges faced by electricity consumers. Instead, the bill largely prioritises meeting

the needs of ERA, electricity utility companies and industrial consumers. The above wouldn't be a challenge but in a country where Micro, Small and Medium Enterprise (MSMEs) and the subsistence economy employs the majority of Ugandans, it is important to address the electricity needs of this cluster of consumers.

The bill also has the following gaps:

(a) Clause 5 of the bill increased the resources of ERA from 0.3% to 0.7%. ERA derives these resources from fees paid by electricity licensees. To provide oversight over ERA in its relations with licensees and to promote accountability, the bill should have provided that the fees payable by the licensees to ERA should be approved by parliament on an annual basis.

(b) Clause 14 of the bill that provides for the distribution of electricity by bulk suppliers to specified classes or categories of customers fails to set a timeframe within which ERA must put in place regulations. These regulations relate to cases where anyone with an electricity generation license can sell electricity directly to distributors, transmitters, and/or consumers. Without regulations, efforts to reduce electricity tariffs for specified categories of consumers will be derailed.

(c) Clause 20 of the bill introduces stiffer penalties for consumers who steal power.

Power theft results in high power tariffs for paying consumers. While the clause is important, the bill comes short as it fails to set penalties for utilities that connive with the Ugandan government to cheat Ugandans. The president and several

government reports such as one by Gen. Salim Saleh have indicated that UMEME connived with officials from the Ministry of Energy to inflate power losses to cheat Ugandans. What is the penalty for electricity companies that cheat Ugandans?

(d) Further, in relation to clause 20, the bill fails to provide for ways in which suspected electricity thieves will attain access to justice. In criminal cases where the punishments are heavy, suspects are entitled to a lawyer at the expense of the state. What will happen to suspects in electricity cases? It is notable that a jail term of ten years for those stealing power is provided for in the bill. If good lawyers aren't provided for poor Ugandans found stealing electricity, it will be the poor suspects versus rich licensees. This will not promote justice and the poor will suffer.

(e) Clause 22 on the membership of the Electricity Disputes Tribunal does not define the qualifications of the tribunal members. With the high corruption rates in Uganda, the appointing authority may appoint unqualified persons to the tribunal.

(f) Clause 29 states that "no action, suit, prosecution or any other proceeding may be brought or instituted personally against a person who is or was a member of the tribunal or employee of tribunal in respect of any act done or omitted to be done in good faith in the discharge of any function under this Act." However, the clause does not define what good faith is.

The clause also does not clarify on what bad faith is. The clause could encourage impunity within the tribunal as the tribunal members could make calculated mistakes

and hide behind this immunity.

(g) Clause 30 on procedures for dealing with complaints from consumers fails to provide that licensees will establish grievance-handling committees on which power consumers will be represented to ensure fairness. Instead, the clause requires the licensees to put in place complaints-handling procedures that are to be approved by ERA. It would be good for consumers to be represented in any complaints-handling mechanisms.

(h) Clause 31 of the bill does not specify the timeframe within which regulations on safety standards, tariffs, licensing and others will be put in place by ERA in consultation with the Minister of Energy. It also does not require ERA and the minister to consult the public in the process of making the regulations.

(i) The bill is also silent about the constant electrocution of citizens and damage to property.

RECOMMENDATIONS

In light of the above, Ugandans should demand that the president does not assent to the bill.

The president should ask parliament to review the bill and include the following:

(i) The bill should provide that the finances to be used by ERA will be approved by parliament to enable oversight over the regulator.

(ii) In addition, the timeframe within

which regulations for the bill should be developed by ERA in consultation with the Minister of Energy should be stated in the bill. The minister must ensure stakeholder consultations in the process of formulating the regulations.

(iii) Further, the bill should include a clause to provide that processes related to the signing of Power Purchase Agreements (PPAs), supply licenses, and other electricity contractual documents shall be open to prevent corruption that leads to high power costs.

(iv) The bill should also provide for the penalties that Ugandan government officials and licensees who connive to sign bad PPAs that favour licensees over Ugandans will face. Cancellation of licenses and dismissal from government jobs should be provided.

(v) In addition, the bill should provide that any person convicted of stealing power shall face imprisonment for a term not less than two years or a fine of not less than one thousand currency points or both.

(vi) The bill should provide that the chairperson of the tribunal should be at the level of a High Court judge and the secretary at the level of a Grade One magistrate. The bill should also define what good and bad faith are.

(vii) Finally, the bill should include a clause providing that a licensee must compensate any person who suffers electrocution and property damage due to power faults including power surges, faulty meters and wires, among others.

By CEO and Partners

Pictorial of our activities

COURT HEARS CASE FOR CANCELLATION OF TILENGA ENVIRONMENTAL IMPACT ASSESSMENT CERTIFICATE OF APPROVAL



On April 13, 2022, AFIEGO supported its legal team and CSO partners to participate in hearing of the case seeking cancellation of the Tilenga Environmental Impact Assessment (EIA) certificate of approval. The case was heard at the High Court in Kampala.

During the hearing, court heard an application in which the Environmental Law Alliance Worldwide-USA wants to provide expertise to guide court to make a fair decision in the case.

Court committed to rule on the above application in April.

AFIEGO MEETS IGEN-EA PARTNERS TO DISCUSS PROMOTING CLEAN RENEWABLE ENERGY



On April 25, 2022, AFIEGO organised a meeting with Uganda National Renewable Energy and Energy Efficiency Alliance (UNREEEA).

UNREEEA is a member of the Inclusive Green Economy Network-East Africa (IGEN-EA), which is hosted by AFIEGO.

The meeting discussed the electricity sector challenges that citizens face and how these can be addressed.

The meeting also discussed the production of a research paper aimed at promoting renewable energy.

AFIEGO ENGAGES AFRICAN CSOS ON THE NEED TO PROMOTE GREEN ECONOMIC ACTIVITIES



On April 22, 2022, AFIEGO joined other African CSOs to discuss the impacts oil-producing communities especially women in Africa face.

AFIEGO discussed the green economic alternatives that can be promoted in Uganda.

AFIEGO JOINS GLA PARTNERS IN ANNUAL REFLECTION MEETING



Between April 20 and 21, 2022, AFIEGO and our partners under the Green Livelihoods Alliance (GLA) 2.0 partnership participated in a two-day reflection workshop.

We discussed the achievements and challenges related to the protection of forest landscapes that the GLA 2.0 Uganda partners faced in 2021. The meeting took place in Kampala.

AFIEGO STAFF IN SAFETY CAPACITY BUILDING TRAINING



In April 2022, AFIEGO organised safety capacity building trainings for its staff members in Kampala.

The objective of the safety trainings was to equip staff with skills and knowledge on working in a repressed civic environment.

AFIEGO PARTICIPATES IN EUROPEAN PEOPLE'S ANNUAL GENERAL MEETING



On April 21, 2022, AFIEGO participated in the European people's annual general meeting.

During the meeting, AFIEGO presented on the social and other impacts of oil projects in Uganda.

In April 2022, AFIEGO and our partners wrote a letter to the Italian and German Export Credit Agencies (ECAs) raising concerns over the EACOP project.

In addition, we supported the EACOP-affected people from Kyotera district to write to TotalEnergies and their district leaders to address their compensation grievances.

Furthermore, with our partners, we issued a press statement prior to the Tilenga EIA certificate court case hearing.



April 12, 2022

FOR IMMEDIATE RELEASE
Kampata, Uganda

AFTER SEVERAL DELAYS, TILENGA EIA COURT CASE TO BE HEARD TOMORROW

Court will tomorrow (April 13, 2022) hear a court case that was filed by Africa Institute for Energy Governance (AFIEGO) and youth under the Guild Presidents' Forum on Governance (GPFOG). The case was filed in May 2019.

During the case hearing, court will also hear an amicus curiae application by the Environmental Law Alliance Worldwide (ELAW)-USA. ELAW is seeking court's permission to provide impartial expert advice so that court can make a just decision in the case that was filed by AFIEGO and GPFOG.

Through the case, the youth and AFIEGO want court to cancel the Tilenga oil project's Environmental Impact Assessment (EIA) certificate of approval.

The certificate was issued by Uganda's National Environment Management Authority (NEMA) to TotalEnergies E&P (U) B.V. among others on April 15, 2019.

The certificate allowed TotalEnergies to drill for oil from and develop infrastructure in consensative and biodiverse areas such as Murchison Falls National Park (MFNP), Lake Albert, River Nile and others.

GROUNDS FOR THE CASE
Issuance of the certificate was preceded by procedural irregularities and violations of Uganda's environmental laws.

The violations were seen in the public review processes and public hearings on the Tilenga oil project's Environmental and Social Impact Assessment (ESIA) study. The public hearings were organised by NEMA and the Petroleum Authority of Uganda (PAU) in November 2018.

Notably, the following among other violations took place:

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April 5, 2022

To: The President,
SACE SpA,
Italy.

Dear Sir/Madam,

LETTER TO SACE AND THE ITALIAN GOVERNMENT OVER THE EACOP PROJECT

1. Introduction

We, the undersigned, are environmental and human rights civil society groups working to promote environmental conservation, a just transition away from fossil fuels and human rights observance in Uganda, Tanzania and the Democratic Republic of Congo (DRC) among others. We take this opportunity to appreciate you for your countries' environmental conservation, human rights protection, climate change mitigation and just transition efforts both at home and abroad.

Unfortunately, your countries' efforts stand to be undone as we have recently acquired [information](#) that suggests that SACE has received an application and is close to completing an evaluation of the East African Crude Oil Pipeline (EACOP) project. The evaluation is being undertaken with a view of financially supporting the \$5 billion controversial project.

While 15 commercial banks and five insurance companies have said that they will not finance or insure the controversial EACOP project, the available information that we have indicates that SACE might still be interested in supporting the project.

This is unfortunate and we are calling on both SACE and the Italian government to refrain from providing financial support or guarantees to the EACOP project. We discuss why below.

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THE FAMILY OF THE LATE SEREYI BUZINDE; KABAALÉ-KOOKI, LWANDA SUB-COUNTY, RAKAI DISTRICT
CONTACT: 0705-853881

April 13, 2022

Mr. Martin Tiffen,
The General Manager,
East African Crude Oil Pipeline Co. Ltd,
Kampala-Uganda.



Dear Sir,

RE: REQUEST FOR A MEETING WITH THE FAMILY OF THE LATE SEREYI BUZINDE TO DISCUSS OUR EACOP-AFFECTED LAND

Greetings from the family of the Late Sereyi Buzinde that is based in Kabale-Kooki, Lwanda sub-county, Rakai district.

Reference is made to a petition that our family submitted to your office on February 10, 2022. The petition was titled, 'Petition requesting the EACOP Company to address the attempted grabbing of our EACOP-affected land'.

Through the petition, we informed you that our family land in Kabale-Kooki, Lwanda sub-county, Rakai district is being compulsorily acquired for the East African Crude Oil Pipeline (EACOP) project.

The information available to us indicated that compensation for our land was to be given to a one Mr. Kazindaki, instead of the family of the Late Sereyi Buzinde.

Today, through this letter, we would like to appreciate you for replying to our petition. We received a letter from you dated March 3, 2022. In the letter, you indicated that the land belonging to the family of the Late Sereyi Buzinde is not part of the area going to be affected by the EACOP project.

While we thank you for the letter and all your other efforts, we disagree with the conclusion that our land on Block 83 has not been affected by the EACOP project. We are on ground and markstones for the EACOP project have been planted on our land.

The tenants/squatters on our land are also going to receive compensation, attesting to the fact that our land is in fact affected. It is these tenants/squatters that alerted us to the fact that a ghost landowner, Mr. Kazindaki, was going to be compensated for our land! We did our own investigations and found this to be true, as we shared with you in our petition of February 10, 2022.

To resolve this impasse, we are requesting that before compensation starts, the EACOP Company visits our affected land and holds meetings with district and village leaders as well

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AFRICA INSTITUTE FOR ENERGY GOVERNANCE 

April 12, 2022

The Chief Justice,
Court of Appeal,
Kampala-Uganda.



Dear Sir,

RE: COMPLAINT ABOUT THE DELAY TO HEAR THE APPLICATION FOR EXTENSION OF TIME TO APPEAL IN THE CASE OF HAPPY IGNATIUS & OTHERS VS ATTORNEY GENERAL

The above refers,

Greetings from Africa Institute for Energy Governance (AFIEGO) and our partners. AFIEGO is an incorporated company limited by guarantee whose main work includes influencing energy policies to benefit poor and vulnerable communities. AFIEGO also supports oil-affected communities to defend their human rights.

In this vein, AFIEGO and our partners are supporting communities in Bulisa district whose land was compulsorily acquired by the government of Uganda through Total E&P (U) B.V. for an industrial area under the Tilenga oil project.

The Tilenga project is being implemented by the government of Uganda and TotalEnergies.

It should be noted that on April 30, 2020, the Tilenga oil project-affected people (PAPs) lost a case in the High Court of Uganda against government (ref. **High Court MISC. CAUSE NO. 0025 OF 2020**). The High Court ruled that in cases where there is a disagreement between the government and any land owner affected by compulsory land acquisition, government has a right to deposit any compensation amount assessed by the Chief Government Valuer (CGV) in a court and then proceed to evict the affected landowner and take over the land. The High Court also ruled that once the funds are deposited in court, the affected person cannot bring any claim against government.

The Tilenga PAPs were aggrieved by the High Court ruling and they believe that they stand a chance in the Court of Appeal. Unfortunately, the PAPs were not able to get a lawyer to file an appeal in time. They only managed to get a lawyer when they were already out of the normal time to appeal.

When they got a lawyer, they filed an application in the Court of Appeal for extension of time to appeal. They also filed a notice of appeal as they wait for the hearing of their application to appeal out of time.

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This month, AFIEGO staff, research associates and youth champions wrote over 14 newspaper articles that were published in the leading newspapers. The media also published articles from the media interviews we held this month. Some of the published articles are captured below.

INM Thursday, April 28, 2022

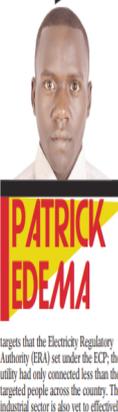
COMMENT

E-PAPER EXTRA

Why Electricity Bill 2022 may not address Uganda's power challenges

Recently, as I was vividly watching television and saw how our Members of Parliament were debating the Electricity Amendment Bill 2022. The bill seeks to amend the Electricity Act 1999 described by the government as insufficient to address the electricity generation, transmission and distribution challenges.

However, like many other Ugandans that are connected to the national grid and continue to experience challenges, the electricity bill 2022 still remains silent about the many electricity problems that Ugandans are experiencing for over three decades. Although the government has invested over \$5B in transmission lines and big hydropower dams such as 600MW Karuma, 250MW Bujagala, 183MW Isimba, 420MW Achwa II dams and others, to date, less than 25% of Ugandans have access to the electricity and over 90% of the population remains dependent on firewood and charcoal for



PATRICK EDEEMA

cooking and other key energy needs. The total installed capacity stands at 1,346.6mw of electricity but only 750mw are consumed during peak hours and during off peak only less than 400mw are consumed and this has forced the few people connected to the grid to continue paying exorbitant power tariffs because they have to compensate for the unconsumed power from the different hydropower dams.

Although the government has been telling Ugandans that they will increase power demand through implementing the 'Free' Electricity Connections Policy (ECP), construction of an electric Standard Gauge Railway (SGR), development of industrial parks and others, it is unfortunate that even before the ECP came to end due to absence of funds by the government, available information shows that electricity distribution companies including the biggest utility, UMEME, failed to attain the 300,000 new customer connection targets that the Electricity Regulatory Authority (ERA) set under the ECP; the utility had only connected less than the targeted people across the country. The industrial sector is also yet to effectively absorb the surplus electricity which remains a burden to the poor Ugandans.

According to the Auditor General's report 2021, it indicated that government lost sh87.7b in unconsumed power in FY2020/2021. In addition, government loses about sh1.4 trillion in ghost electricity as indicated by Daily Monitor dated April 16, 2022.

In addition, available evidence indicates that the commissioning of the \$1.7b 600MW Karuma dam whose construction was launched in 2015 and has been postponed to yet a known date under unclear circumstances, has costed the government that each month of delay costs the government \$12m (about sh440m) in expenditures and \$17m (about sh62.4b) in lost generation revenue and consequently, a year of delay amounts to \$144m (about sh535.8b) in expenditures and \$204m (about Sh6790m) in lost generation revenue which is unfortunately being paid by taxpayers' money.

More to note, in 2017, the government-imposed tax exemptions for 250mw Bujagali hydropower dam in 2017 have led to financial losses of over sh80b yet it is unit cost still remains at more than 11 US cents that cannot be afforded by the ordinary Ugandans.

Therefore, Ugandans demand that the Electricity Bill 2022 should address the existing challenges in the electricity sector including surplus power that can't be consumed by consumers, high power tariffs, counterfeit equipment by the utility companies, electricity poles and wires, power cut off in health sectors, secrecy in signing Power Purchase Agreements (PPAs) and other implementing agreements, deemed power, corruption, limit over borrowing for hydropower dams and others.

The writer is an environmental engineer and projects assistant at the Africa Institute for Energy Governance

OIL EXPLORATION SHOULDN'T RUIN NATURE

EDITOR: Recently, the Government and the oil companies announced the signing of the Final Investment Decision (FID) for three projects – Tilenga, Kingfisher and the East African Crude Oil Pipeline (EACOP).

YOUR MAIL
HAVE YOU GOT SOMETHING TO SAY?
email us at letters@newvision.co.ug or SMS: Text Letters to 8338

The FID was one of the important steps in Uganda's journey to first oil. The first drop of oil is expected in 2025. All the three oil project are going to operate in sensitive eco-systems. This means that oil-related activities may worsen the already existing climate change in the country.

Today, a couple of oil-related activities are taking place in the Albertine region and the greater Masaka without considering protected areas, such as national parks, forests, wetlands, water bodies and people's livelihoods.

This is a big threat to people's livelihoods, the country's economy, environment, as well as climate change. The country is already grappling with climatic changes, such as drought, floods and change of season resulting from clearance of forests and wetlands for human activities.

Oil-related activities are also expected to worsen the already

existing climate problems, lead to outbreak of diseases like cancer and death of aquatic life, oil spills and decline in the tourism sector, which contributes 7.7% of the GDP to Uganda's economy.

This is because most of the oil and gas activities under the Tilenga project are taking place in the heart of the largest national park in Uganda – Murchison Falls.

EACOP will be the longest heated pipeline in the world (fifty degrees), this may threaten many protected forests and reserves, including several primary forests – in Tanzania and Uganda, swamps, wetlands and Lake Victoria.

For instance, more than 400km of the route will cross Lake Victoria, which serves nearly 40 million people in the region.

Oil activities should not tamper

with critical eco-systems because they play important roles to people's livelihoods, environment and the country's economy. For instance, they help in the formation of rainfall, provide local herbs to communities, they are home to both wild and aquatic animals and a source of food and water.

The oil-related activities will not replace the socio-economic services provided by the critical eco-systems. Therefore, I call on the Government and the oil companies to respect the critical biodiversity while implementing oil-related activities in the Albertine graben and greater Masaka

Kato Paul,
research associate at
Africa Institute for Energy
Governance (AFIEGO)
katopadyeeer@gmail.com

Sensitise oil-affected persons on how to use compensation

EDITOR: Last week the media reported about the oil refinery-affected persons grappling with problems, ranging from bipolar disorders, misery, mental illness, destitution, high levels of poverty and death resulting from misuse of compensation money, which was given to them between 2013 and 2015. This was to enable them replace their land and crops.

It was noted that most of the project-affected persons, after getting the oil money, resorted to marrying more women,

taking alcohol and slaughtering goats for villagers.

Most of them are now suffering because of failure by the Government to carry out sensitisation on the use of compensation. This is likely to happen to other persons from the Tilenga in Buliisa, Kingfisher in Kikumbe and the 10 districts affected by the East Africa Crude Oil Pipeline. This should not happen again because these projects are going to displace thousands of families from Bunyoro sub-region and the

greater Masaka. When this happens again, it will impact mostly the vulnerable groups, resulting in family separation, school dropouts and poverty.

Proper sensitisation on how to use compensation money will help the people to invest in reasonable businesses and enable them to appreciate the oil projects.

Kato Paul is a research associate at Africa Institute for Energy Governance (AFIEGO)

Open Bugoma forest boundaries, we need to use our land

EDITOR: In February, the lands ministry conducted different engagement meetings with different stakeholders, sensitising them on how and when they are to open the Bugoma Forest Central Reserve. However, to my dismay, they have not opened the boundaries.

The delayed action has become disadvantageous to the neighbouring communities, such as Rwenkobe, who are denied usage of the land.

Community members want to make use of their land as its cultivation season and failure to utilize the season will come with its own challenges.

These challenges include famine, rise in school dropouts and family breakups, among others, due to failure to cultivate.

Given that there is a likelihood of peoples' standards of living being affected, this will lead to an increase in poverty levels since communities around Bugoma

depend on agriculture.

Therefore, we call on the Government to allow communities to use the land freely by opening the forest boundaries.

We also appeal to the lands ministry to fulfill its obligation of opening the boundaries urgently so as to resolve the conflicts of where the forest and peoples' land is.

Aganyira Comfert

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Upcoming events

May 2, 2022, Kikuube: Engagement with Bugoma forest host communities on delayed Bugoma forest boundary opening and community evictions

May 4, 2022; Kampala: Meeting with the EU on natural resources management and governance in Uganda

May 6, 2022; Kasese: Seminar to empower women and youth to promote clean energy policies

May 9, 2022; Hoima: Radio talkshow on gaps in the National Environment (Environmental and Social Assessment) regulations

May 10-20, 2022; Bunyoro and Greater Masaka: Community sensitisation meetings on gaps in Uganda's land laws

May 23, 2022; Kampala: Support communities to engage the Ministry of Lands to put in place an amended Land Acquisition Act

May 24, 2022; Masindi: Hearing of the refinery-affected people's court case

May 31, 2022; Kampala: Cross-border media training on green economic alternatives in East Africa

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AFIEGO is a non-profit company limited by guarantee that was incorporated under Uganda's Companies Act. AFIEGO undertakes public policy research and advocacy to influence energy policies to benefit the poor and vulnerable. Based in Kampala-Uganda, the non-profit company was born out of the need to contribute to efforts to turn Africa's clean energy potential into reality and to ensure that the common man and woman benefits from this energy boom. Through lobbying, research and community education, AFIEGO works with communities and leaders to ensure that clean energy resources are utilised in a way that promotes equitable development, environmental conservation and respect for human rights.

Our Vision

A society that equitably uses clean energy resources for socio-economic development

Our Mission

To promote energy policies that benefit poor and vulnerable communities