

# Lesotho Case

Session: Lessons from International Experience

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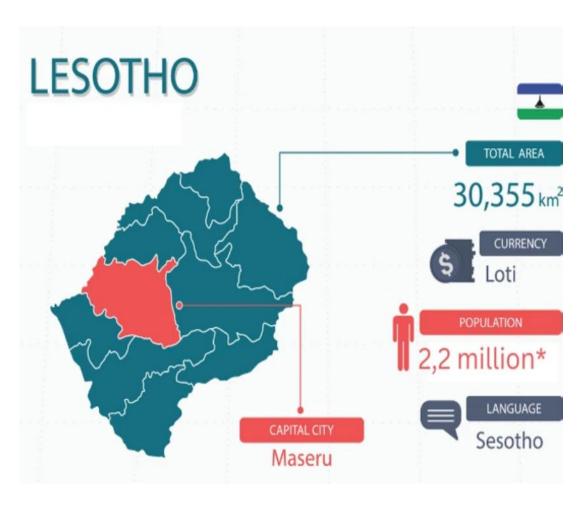
Energy Democracy and the Politics of Energy Transition in African Countries
Workshop on Mini-grids and Public Participation in Energy Decisions
Lusaka, Zambia 9-10 April 2024

### Overview

- Lesotho Energy Context
- ENR-Demos research contribution
- Lessons learned from Lesotho Research
- Energy democracy futures

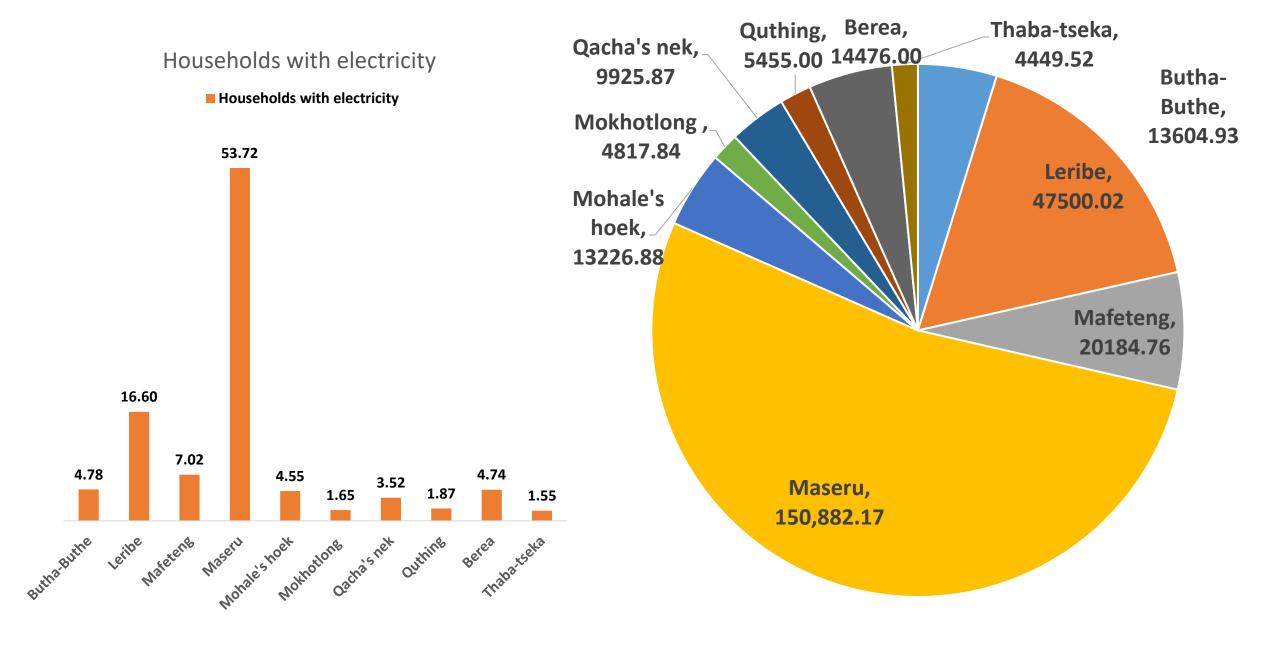


#### Lesotho Context



- Lesotho is a small, mountainous, and landlocked country, surrounded by its much larger neighbor, South Africa. It has a population of almost 2.3 million and nominal gross domestic product (GDP) per capita of \$1,045.9 in 2022.
- It is a lower-middle-income country.
- Lesotho is mostly highlands, with its lowest point 1,400 meters above sea level.
- The unemployment rate has stagnated at 22.5%, and 32.4% of 2,200,000 population live below the poverty line, More than 70% of the population lives in rural areas and engages in agriculture.
- Lesotho continued to reel from the global impacts of the COVID-19 pandemic, the War in Ukraine and other crises

## Households connection disparities

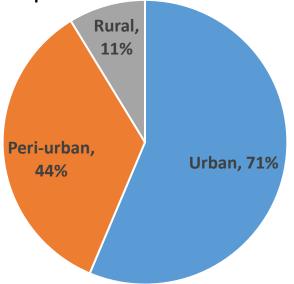


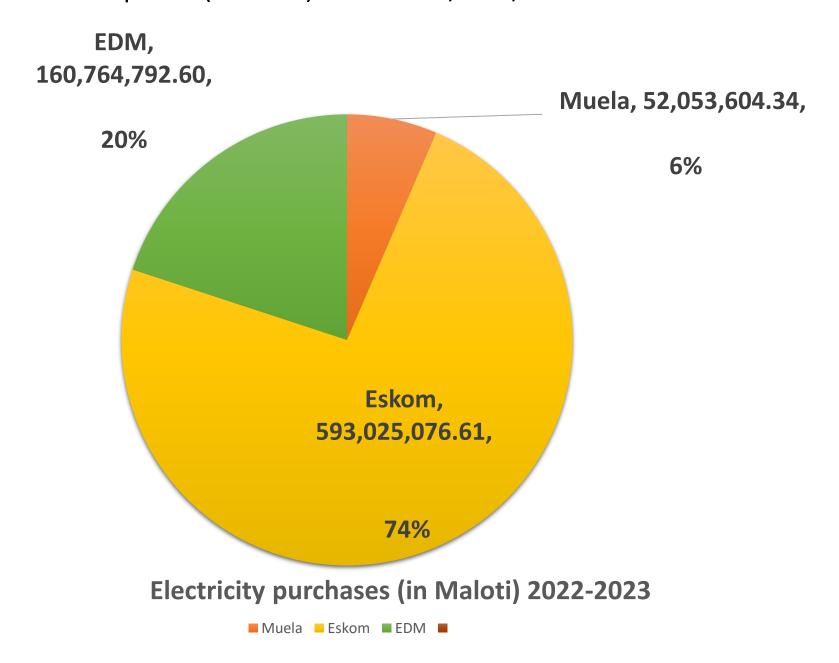
## Demographics and Energy Situation



- The recent electricity generation capacity of Lesotho used to be 74.7MW Muela is being repaired/maintained
- About 45.4.0% of households have access to grid electricity, and these are concentrated mainly in urban areas.
- About 60% of households are in rural areas and depend on biomass for cooking and space heating.
- Tracking SDG 7 (100% target by 2030) Business-as-Usual Scenario: 68.4% will have access to electricity. 50% will have access to clean cooking technologies
- Sustainable Development Scenario: The big question is "What do we need to do to achieve accelerated universal access by 2030?"

Household Energy Consumption in 2017





## ENR-Demos Research findings on mini-grids

- The National University of Lesotho (NUL) Energy Democracy team researched on energy democracy in Lesotho.
- The team established three types of Minigrids with different citizen participation levels and sustainability prospects.

Motete & Linakeng

- Community-owned Mini-grids
- High level of community participation
- However, fell short of promoting effective participation throughout all project phases
- Knowledge sharing and skill transfer shortfalls

Ha-Makebe

- Independent Power Producer: Consultations made from project initiation
- Community benefited from project construction (jobs), & corporate responsibility (street lights)
- No registered conflicts threatening project sustainability (high price & high customer satisfaction)

Semonkong

- State-owned: No consultations
- Conflicts ongoing: Communities complaint to the LEC (through our Seminar) & the Minister
- Project sustainability questionable: Political mileage is a threat holding the project alive

### ENR-Demos Research in Lesotho: Lessons

- The Lesotho team has also brought together communities, energy project stakeholders and companies to a seminar.
- The seminar created a platform for the stakeholders to consider citizen participation in various types of solar energy mini-grids.
- It also promoted energy justice by facilitating corporate responsibility on the part of stakeholders, e.g. Telecommunications companies (Vodacom Foundation) benefiting from community land use for erecting network towers and electricity purchase transactions.
- The team has also produced blogs and videos published under the ENR-Demos website regarding the participation dynamics in the three mini-grids discussed earlier.

### Case Lessons

- Citizen participation is underrated but crucial to the success and sustainability of mini-grid projects. Eg Semonkong vs Ha-Makebe. Motete and Linakeng (more consultations –initial stages, towards commissioningmore public questions). Quantity vs Quality = happy medium
- The NUL team developed a policy brief informed by the research findings. The team organized a series of meetings to share the policy brief with policymakers and invited stakeholders to a seminar. The policy brief recommended the development of an Integrated Master Plan, Setting a threshold of local participation in tendering for prospective mini-grids.
- The Master Plan is being developed with the support of the European Union
- The Department of Energy indicated that the upcoming tender will consider local participation.
- The policy brief recommendations have been considered although the credit was not attributed to the team by the policymakers.

### Case Lessons 2

- The team is working on the next working paper with a tentative publication revolving around transitions and additions in energy. People have cultural beliefs and patterns which if not accommodated may inhibit success....biomass
- The team is in the process of collaboration with civil society organizations to ensure effective lobbying and advocacy of overall recommendations around Lesotho's energy transition.
- The team has established an "Institute for Policy Research and Dialogue" – SIRD. The Research Institute is unique model in the country - The think-tank is composed scholars in Lesotho and civil society activists.
- Two papers are in the pipeline: Energy Security to capture regional anxieties as Muela gets maintained and Eskom is load-shedding. 2 Power Politics of energy to draw in communities, regulators and IPPs perceptions as mini-rid footprint grows – see diagram

#### power to



"getting things done"

Capacity to mobilize resources to achieve specific goals

> It includes intentionally effective outcomes

#### power over



"forcing & dominating"

s to Force/impede others to do what they would otherwise (not) do

> It includes domination, dependency, opression & exploitation

Visible hidden, invisible or unconscious

#### power with



"acting in concert"

Collective capacity to collaborate to achieve common goals

It includes coaction & empowerment as a goal in itself

Illustrations: Maria Fraaije

## Future Research forays Lesotho Energy Transition

- Oncoming policy brief on Fostering energy security through enhanced collaboration and accountability in Lesotho. We are going to get together with key stakeholders: LEWA. LEC, DoE (CIA and FBI not communicating led to 9/11). Do not coordinate or blame passing. LEC has specific and enduring problems, Incumbent players (LEC) —and significant impact. IPPs are not the problem; they get handed bad deals....infrastructure and the cost of doing business.
- Regulatory and Policy Framework: 4 pronged issues to fix- 1. Processes: 2. Proportionality. Procurement: 4. Fairness & Equity -A key policy objective is to protect the poor and disadvantaged groups. Hanging questions: When will grid tariffs be cost-reflective? Why should mini-grids be market-driven while the grid is not? Is the market option factoring in issues of ability to pay?
- **Community engagement**: 1. Communities with grid connections vs those with off-grid. 2. Intersectionality's inclusiveness Gender and Youth. Real Decentralization- Local government and economic growth. 3. Dead spot communities (Isolated villages). 3. Multidimensional poverty and inability to pay. 4. Community cooperatives stabilizing and working them. 5. Politics infrastructure nexus neo-patrimonial verandah and airconditioner politics normative state and prerogative state. 6. Civil society engagement and energy useful and essential 7. Cultural beliefs, Norms and Energy use.
- Regional political economy. Energy security and sovereignty (Lesotho Highlands Water Project phase II and Treaty
  re-negotiations impact on energy generation). Lesotho is importing all energy from Eskom- and EDM-Mozambique
  (more expensive) Muela is undergoing repairs.
- Development Programming lower level -robust consultation and skills transfer ongoing process capacity building, projects' contracts management and people management skills. Higher level water food, climate change and energy nexus, Energy democracy = people doing/living democracy
- End/fin.