

An Evaluation of the Environmental costs Of Hydropower station on Jebba lake of Niger river Watershed, Jebba, Kwara State. Nigeria.

T. E. Olatunji ^{1*}

Abstract

Hydropower has been the main source of energy in Nigeria, until recently when thermal and fossil-fuel driven turbines and other alternatives are becoming commonplace. The concern for power generation tends to becloud environmental and natural resource degradation that accompanies execution of hydropower projects or plants. One of the principal resources concerned is the watershed of hosting rivers. These impacts reflect on fishery, navigation, domestic and agricultural water supplies. This study examined the impacts of hydropower plants on watershed of Jebba lake on Niger River and evaluates the environmental cost of that impact on the various facets of the watershed. It also assessed the efficacy of remediation in respect of hydropower plants hosting communities. Contingent valuation method was adopted through a survey of local communities and the Jebba lake of Niger River watershed, Jebba - Nigeria. Stratified samples were drawn from fishers, farmers and dwellers of neighboring communities. Data were tabulated and percentages, mean scores, variances and standard deviations were computed. The hypotheses were tested using ANOVA, F-statistics and the t-test. Results shows that beyond the marketed cost of producing power there are myriads of environmental costs, often concealed by the difficulty of determining the non-market values of the benefits and cost associated therewith. It was concluded that the environmental impact of hydropower plants/projects is significant and calls for critical study during its environmental administration process. Thus, the total cost of producing electricity should reflect environmental components in order to serve as adequate basis for pricing units of production.

Keywords

Environmental impact–Hydropower–Farmers–Communities.

* ACA, MNIM, MISDS. Department of Management and Accounting Ladoke Akintola University of Technology, Ogbomosho. Nigeria.

¹Corresponding author T. E. Olatunji

Contents

1 Introduction	1	5.3 FSD- Fish Diversity Loss	7
1.1 Background	1	5.4 FSQ - Fish Size and Quantity Loss	7
1.2 Defining the Problem	2	5.5 VFD- Vegetables and Fruits Diversity loss	8
1.3 Research Questions	2	5.6 GLL- Grazing Land loss	8
1.4 Objectives of the Study	2	5.7 WLD- Wildlife loss	8
1.5 Conceptual and Theoretical Clarifications	3	5.8 RCL- Riparian Crops loss	8
1.6 Methodology	3	5.9 FOR- Forest Cover loss	9
2 Results and Discussions	3	5.10 ERS- Erosion	9
3 Analysis of Data	5	5.11 YLD- Lowered Crop Yield	9
4 Willingness to Pay (WTP)	5	6 Conclusions and Recommendations	10
4.1 Constant and free Power Supply	5	References	10
4.2 EMP- Employment	5		
4.3 COL- Collaborations for Development	6		
4.4 COM- Improved Commerce	6		
4.5 IRR- Irrigation	6		
4.6 FCM- Flood Control Mechanism.	6		
5 Willingness to Accept Compensation (WTA)	7		
5.1 FLD- Flooding	7		
5.2 WPL- Water Pollution	7		

1. Introduction

1.1 Background

The need for increased energy generation is global. Statistics abound to justify increased energy demand, considering population growth and growth in economic activities generally. The projected population growth rate for the world for 2009-2035 was put at 0.9%, with 1.1% growth rate for the period 2009-2020 and a slower growth rate of 0.8% between 2020 and 2035. In Africa, a growth rate

of 2.3% was projected for 2009-2020 which is expected to slow down to 2% between 2020 and 2035 to average 2.1% overall for 2009-2035 (OECD/IEA, 2011). Nigeria's population is estimated at 173.6 million (2013) and growing at the rate of 2.7% annually (World Bank Group, 2015).

Similarly, economic activities had risen over the years, with global GDP growth and Nigeria's economic growth at 6.3% between 2011 and 2015. This economic growth has brought with it increased economic activities that require energy consumption. The estimated Total Global Primary Energy Supply in 2012 was estimated by The International Energy Agency (IEA) at 155,505 terawatt-hour (TWh) or 17.7 TW (Mtoe 13,371); up from 71,013 terawatt-hour (TWh) (Mtoe 6,106) in 1973 over a 100% increase (IEA, 2014). As observed by Kaunda, Kimambo and Nielson (2012), "the global energy is still dominated by fossil fuel," providing about 80% of total energy supply. The environmental implications of fossil fuel paints a gloomy future for the world, hence the search for a more sustainable energy source.

Sustainable energy system is one that extracts, converts and utilizes energy in a manner that its current generation does not lead to significant environmental degradation, and its use does not compromise those of future generations in meeting their needs (Kaunda, et al., 2012). Environmental degradation and climate change has occupied the focus of the world considering the threat to livelihoods and biodiversity, especially food diversity and security. The looming consequences of global climate change have created a strong imperative to move away from fossil fuels and to develop more sources of renewable energy. This had encouraged the adoption of renewable sources that is carbon neutral and creates less air pollution. Hydro electric power is one of such sources. It is a renewable energy source.

Hydropower is one of the important renewable energy resources for generating electricity and hydropower occupies global position in sustainable energy generation. A discussion on global environment and climate change is crucial because they constitute the main concerns for energy systems. It was noted by Ehinger and Vergara (2011), that energy sector emits about 70% of the total Green House Gases (GHG) emissions with electricity generation being responsible for a larger share of global energy consumption. But, hydroelectricity generation technology seem to resolve the problem of GHG and in addition is one of the cheapest in terms of electricity generation costs (USA Department of Energy, 2012). Hydroelectric power systems are judged to be highly efficient in energy conversion- mechanical work is directly converted into electricity. This technology may achieve 85% efficiency as contrasted with thermal-electric plants which achieve less than 50% on the average (Roth, 2005).

Wang, et al. (2009) observed that " although hydropower is usually regarded as a kind of clean energy, its

negative impacts on water quality, estuary sedimentation, habitat, landscape, biodiversity and human health during development are generally well known and critically studied" (Puff et al., 1997; Jansson et al., 2000; WCD, 2000; Andreas et al., 2002; Gehrke et al., 2002; Dudgeon, 2005). They further noted that hydropower development has many negative impacts on watershed ecosystems.

1.2 Defining the Problem

The significance of hydropower projects in curtailing climate change cannot be overlooked, in that when compared to other sources of electrical power it is one of the least direct contributors to climate change. However, when examined closely, a hydropower project produces social and environmental impacts during construction and operation phases of the project. The construction of the plant could involve making of roads, dam, weirs, tunnels, power plants structures, and electricity transmission lines. Often, land is cleared, forest removed and some communities displaced to make room for such constructions. Flooding of land by the reservoir may destroy ecosystem, destroy infrastructure, and displace settlements. The various activities involved in construction and operating a hydropower project "result in localized air and water pollution, loss in biodiversity, destruction of infrastructure, change of landscape, destruction of settlements, and loss of livelihood and cultural identity in the direct project affected areas" (Kaunda, et al., 2012). There is a consensus of opinions as to the degradation of the environment and livelihoods around the projects, especially downstream, what constitutes problem in literature is how to ascribe meaningful values to these impacts in a manner that would be acceptable globally. This gap is a formidable challenge in research on natural assets accounting and management. It is the thrust of this study.

1.3 Research Questions

The following questions are raised to guide this study:

- (i) What is the nature of impact of hydropower plant operations in Jebba on the watershed?
- (ii) To what extent has hydropower plant dam affected the ecosystem downstream?
- (iii) What is the perceived cost of hydropower plant to communities?

1.4 Objectives of the Study

The main objective of this study is to evaluate the costs of Jebba lake hydropower plant on the Niger river watershed of Jebba. Accordingly, it is aimed to :

- (i) Determine the nature of impacts of Jebba hydropower plant on the Niger river watershed of Jebba;
- (ii) Assess the impacts of the dam on ecosystem downstream;

- (iii) To evaluate the costs of hydropower plant on communities.

1.5 Conceptual and Theoretical Clarifications

There are various definitions to climate change. Intergovernmental Panel on Climate Change (IPCC) defined climate change as “any change in climate system over time which can be identified (e.g., using statistical tests), whether due to natural variability or as a result of human activity” (IPCC, 2001). United Nations Framework Convention on Climate Change (UNFCCC) (2011) also defined it as “a change of climate which is attributed directly or indirectly to human

activity that alters the composition of the global atmosphere and which is in addition to natural climate variability observed over comparable time periods.”

From these definitions, the question of climate change in a country or region can be answered through research, by examining both natural causes and human-induced aspects over long time periods. Climate change is the result of global warming when human-induced gases (or emissions) trap heat from solar energy in the atmosphere similar to a “greenhouse.” These gases are referred to as Greenhouse Gases (GHGs), with Carbon dioxide being the major greenhouse gas; others are methane, nitrous oxide, and carbon-fluorinated gases (Kaunda, et al., 2012).

1.6 Methodology

Research Design. A descriptive research design was adopted for the study. This calls for resolving issues around research questions and tests of hypotheses. The survey method was combined with exploratory tools that seeks to provoke further discoveries of latent issues/variables for consideration.

Study Area. This study was carried out at the watershed of the Jebba Lake of Niger River and the host communities for Mainstream Hydropower station. The watershed comprise of three towns and several smaller settlements downstream of the plant within ten kilometers distance. Djebba, as the towns are sometimes called comprise of Jebba North in Niger State, Jebba South in Kwara State and Gana in Niger State. Its coordinates are 9°7'60" N and 4°49'60" E in DMS (Degrees Minutes Seconds) or 9.13333 and 4.83333 (in decimal degrees). Its UTM position is GL01 and its Joint Operation Graphics reference is NC31-12 (Get-A-Map.net,2015). It is a major connecting settlement between Southwestern and Northern Nigeria.

Jebba South located in Kwara State is predominantly Yoruba ruled by an Oba, while Jebba North and Gana on both banks of the river are Nupes ruled by Etsu Nkpa. These communities live harmoniously among themselves with the settlers who dwell among them. The power plant is located between three and five kilometers from the towns by road. The main occupations of the dwellers are farming and fishing supported with trade. It had

been a stop over town for travellers and tourist attractions including the historical Mungo Park cenotaph, the scenery of the lakes and river and the mountain.

The Hydropower Station. Jebba Hydropower station is one of four hydropower plants in Nigeria, the other three being Kainji, Shiroro and Zamfara power stations. Other hydropower projects under construction are Kano, Kiri and Mambilla power stations. Jebba Hydropower

station was the second to be commissioned for operation in Nigeria in 1985, the first being Kainji, 1962; the third being Shiroro ,1990; and, the fourth, Zamfara, 2012. The installed capacity of the plant was 540mw. Due to the desire of the Federal Government of Nigeria to increase power generation, transmission and distribution, the power sector reform was pursued and power generation and distribution subsectors were privatized. Jebba Hydroelectric Station is run by Mainstream Energy Solutions Limited.

Population and Sampling. Conflicting statistics of the population of residents were obtained from various websites, however Jebba South is more densely populated than Jebba North. A sample of two hundred and seventy respondents were selected from the three immediate neighbouring communities to the power plant downstream for a survey to determine a willingness to accept compensation.

Research Instrument. Questionnaire was designed and administered to dwellers in the riparian communities of Jebba. The first part focused on socioeconomic characteristics of the residents, while part two sought information on the perceived benefits of the power plant and part three, on the adverse effects. Parts two and three examined the willingness to pay (WTP) for furtherance of benefits and a willingness to accept (WTA) compensation for the losses suffered. These questionnaires were explained in local tongues, i.e. Yoruba and Hausa, although most respondents preferred to answer in English.

Methods of Analysis. The data collected were analysed using various descriptive and inferential tools of analysis. The percentages, mean scores and standard deviations of responses were calculated. Furthermore, the LOGIT regression model was used to determine the willingness to pay/ willingness to accept compensation while the amount indicated as willingness to pay were aggregated, averaged and expressed per unit of power generated.

2. Results and Discussions

For the first part of evaluation, i.e. Willingness to Pay, the Independent Variables (Respondents Attributes) were:

X1: Gender, X2: Marital Status, X3: State of Origin, X4: Education, X5: Size of farm

X6: Occupation, X7: Average Annual Income, X8: Age, X9: Size of family, X10: Location, X11: Distance from Power Plant

And the dependent variables are the benefits provided by power plants. These are

ENG- Energy; EMP- Employment; COL-Collaborations; COM- Commerce; IRR- Irrigation; FCM- Flood Control Mechanism.

For the second part of evaluation, i.e. Willingness to Accept Compensation, the Independent Variables (Respondents Attributes) were:

X1: Gender, X2: Marital Status, X3: State of Origin, X4: Education, X5: Size of farm

X6: Occupation, X7: Average Annual Income, X8: Age, X9: Size of family, X10: Location, X11: Distance from Power Plant

And the dependent variables are the benefits provided by power plants. These are

FLD- Flooding; WPL- Water Pollution; FSD- Fish Diversity loss; FSQ- Fish Size & quantity loss; VFD- Vegetables and Fruits Diversity loss; GLL- Grazing Land loss; WLD- Wildlife loss; RCL- Riparian Crops loss; FOR- Forest Cover loss; ERS- Erosion; YLD- Lowered Crop Yield

Questions raised elicited a dichotomous response of Yes or No, in respect of the willingness of respondents to pay or accept compensation for environmental benefits and damages of hydropower plant as identified. That is, to each of the identified environmental benefit and costs, the respondents indicated their willingness to pay as shown in Tables 1 and II, and Fig. 1 and II.

Table 1. Willingness to Pay for the Benefits of Hydropower Plant

Benefits of Hydropower Plant	Yes	%	No	%	Total
Power Supply	251	94.4	15	5.6	266
Employment Opportunities	252	94.7	14	5.3	266
Collaborations	218	81.9	48	18.1	266
Improved Commerce	236	88.7	30	11.3	266
Irrigation	194	72.9	72	27.1	266
Flood Control Mechanism	187	70.3	79	29.7	266

Source: Research Survey, 2015

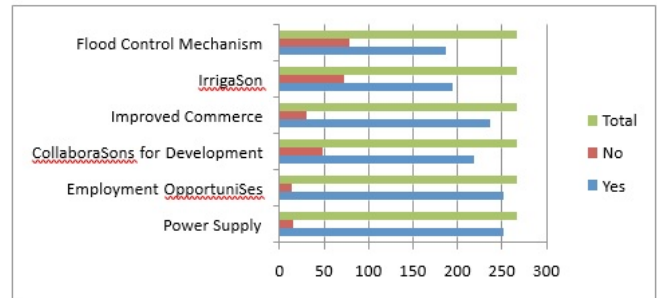


Figure 1. Willingness to Pay for the Benefits of Hydropower Plant

Source: Research Survey, 2015

Table 2. Willingness to Accept Compensation for Environmental Impacts

Impacts / Costs	Yes	%	No	%	Total
Flooding	236	88.7	30	11.3	266
Water pollution	194	72.9	72	27.1	266
Fish Diversity	187	70.3	79	29.7	266
Fish Sizes and Quantity	244	91.7	22	8.3	266
Vegetable and Fruits Diversity	184	69.2	82	30.8	266
Grazing Land Loss	199	74.8	67	25.2	266
Wildlife Loss	255	95.9	11	4.1	266
Riparian Plants Decline	252	94.7	14	5.3	266

Source: Research Survey, 2015

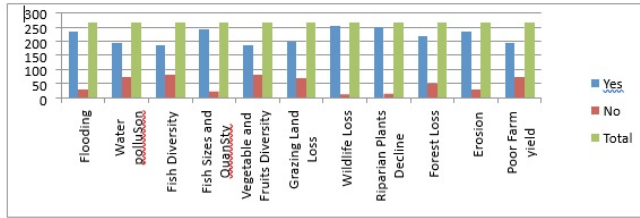


Figure 2. Willingness to Accept Compensation for Environmental Impacts

Source: Research Survey, 2015

3. Analysis of Data

The data in respect of the dichotomous responses on environmental services were analysed with the use of LOGIT Regression Model. However, to overcome the problems of crowding out of important details in the analysis, each response was subjected to the evaluation, using the model as follows:

$$\ln \frac{P_i}{1-P_i} = \frac{f(X_1+x_2+x_3+\dots+X_n)}{f_i,ormi}$$

Where X_1 = Gender of respondents; X_2 = Marital Status of respondents;

X_3 = State of origin of respondents; X_4 = Education of respondents;

X_5 = Size of farm of respondents; X_6 = Annual Income of respondents;

X_7 = Age of respondents X_8 = Size of family of respondents;

X_9 = Distance from Power Plant F_i , could be

F_1 , or ENG- Energy; F_2 , or EMP- Employment; F_3 , or COL - Collaborations for Development;

F_4 , or COM - Improved Commerce;

F_5 , or IRR - Irrigation;

F_6 , or FCM - Flood Control Mechanism.

M_i , could be

M_1 , or FLD - Flooding;

M_2 , or WPL - Water Pollution;

M_3 , or FSD - Fish Diversity loss;

M_4 , or FSQ - Fish Size & quantity loss;

M_5 or VFD - Vegetables and Fruits Diversity loss;

M_6 or GLL - Grazing Land loss;

M_7 or WLD - Wildlife loss;

M_8 or RCL - Riparian Crops loss;

M_9 or FOR - Forest Cover loss;

M_{10} or ERS - Erosion; and

M_{11} or YLD - Lowered Crop Yield

The results of the LOGIT regression are shown for each of the environmental variable

4. Willingness to Pay (WTP)

4.1 Constant and free Power Supply

The equation line for determining the probability and significance of the WTP for ENG, the outcome variable, z , is the willingness to pay for Provision of Constant and free Power Supply. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$\ln \frac{P(ENG)}{1-PENG} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(ENG)}$$

That is, = $f(-1.44X_1 - 0.63X_2 + 0.36X_3 - 0.36X_4 + 1.68X_5 - 2.07X_6 + 0.87X_7 - 1.44X_8 + 1.44X_9 + 1.76)$

Table 3. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.15	0.532	0.721	0.716	0.094	0.038	0.382	0.151	0.149
Odds ratio	0.346	0.457	1.322	0.953	2.421	0.572	1.578	0.467	4.705

The combined influence of the nine variables to determine the willingness to pay for constant and free power supply was not significant at $P = 0.3510$ which is substantially greater than 0.05, or 0.10 significance levels. This is further proved by a mere 8.36% Pseudo R^2 . The only variables that were significant were X_6 , i.e. Annual Income (at 5%) and X_5 , i.e. Size of Farm (at 10%).

4.2 EMP- Employment

The equation line for determining the probability and level of significance of the WTP for EMP. The outcome variable, z , is the willingness to pay for Provision of Employment for indigenes. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$\ln \frac{P(EMP)}{1-P(EMP)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(EMP)}$$

That is, = $f(1.99X_1 + 0.74X_2 - 0.36X_3 - 0.45X_4 - 0.72X_5 + 0.63X_6 - 0.19X_7 - 1.45X_8 + 0.32X_9 + 3.01)$

Table 4. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.047	0.46	0.718	0.65	0.469	0.526	0.85	0.147	0.747
Odds ratio	4.006	2.423	0.661	0.941	0.598	1.21	0.892	0.429	1.264

The combined influence of the nine variables to determine the willingness to pay for provision of employment to indigenes was not significant at $P = 0.2442$ which is substantially greater than 0.05, or 0.10 significance levels. This is further proved by a mere 9.41% Pseudo R^2 . The only variable that was significant was X_1 , i.e. Gender (at 5% level of significance).

4.3 COL- Collaborations for Development

The equation line for determining the probability and significance of the WTP for COL. The outcome variable, z, is the willingness to pay for Collaborations for Development. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(COL)}{1-P(COL)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(COL)}$$

That is, = $f(-3.55X_1 + 1.24X_2 - 0.21X_3 \sim 3.71X_4 + 0.61X_5 + 1.15X_6 - 0.35X_7 + 0.45X_8 + 4.11X_9 + 3.01)$

Table 5. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0	0.215	0.833	0	0.539	0.248	0.728	0.65	0
Odds ratio	0.147	2.225	0.914	0.763	1.204	1.212	0.887	1.146	14.39

The combined influence of the nine variables to determine the willingness to pay for watershed and prevention of water pollutions was significant at $P = 0.0000$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 25.2% Pseudo R^2 . Three variables exerted significant influence in the respondents choice. These were X_1 , i.e. Gender; X_4 , Education; and, X_9 , Distance from Forest Reserve (at 5% level of significance).

4.4 COM- Improved Commerce

The equation line for determining the probability and significance of the WTP for COM. The outcome variable, z, is the willingness to pay for Wildlife Conservation. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(COM)}{1-P(COM)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(COM)}$$

That is, = $f(-2.11X_1 + 0.35X_2 + 1.76X_3 - 0.01X_4 + 3.09X_5 + 1.66X_6 + 0.52X_7 - 0.06X_8 + 0.25X_9 + 1.28)$

Table 6. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.035	0.728	0.079	0.996	0.002	0.096	0.606	0.949	0.804
Odds ratio	0.328	1.728	2.689	0.999	2.733	1.629	1.296	0.981	1.15

The combined influence of the nine variables to determine the willingness to pay for wildlife conservation was significant at $P = 0.0002$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 17.82% Pseudo R^2 . Four variables exerted significant influence on the respondents choice. These were X_1 , i.e. Gender;

X_5 , Size of farm (at 5% level of significance); and, X_3 , State of origin; and X_6 , Annual Income (at 10% level of significance).

4.5 IRR- Irrigation

The equation line for determining the probability and significance of the WTP for IRR. The outcome variable, z, is the willingness to pay for Irrigation. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{IRR}{1-P(IRR)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(IRR)}$$

That is, = $f(-1.71X_1 + 1.58X_2 - 0.51X_3 - 3.16X_4 + 1.78X_5 + 2.27X_6 - 1.13X_7 - 2.10X_8 + 0.69X_9 + 2.02)$

Table 7. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.088	0.115	0.613	0.002	0.076	0.023	0.258	0.036	0.487
Odds ratio	0.539	2.305	0.844	0.824	1.484	1.371	0.708	0.567	1.306

The combined influence of the nine variables to determine the willingness to pay for maintenance of carbon balance was significant at $P = 0.0017$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 17.82% Pseudo R^2 . Five variables exerted significant influence on the respondents choice, namely, X_4 , i.e. Education; X_6 , Annual Income; X_8 , Size of family (at 5% level of significance) and, X_1 , Gender; and X_5 , Size of Farm (at 10% level of significance).

4.6 FCM- Flood Control Mechanism.

The equation line for determining the probability and significance of the WTP for FCM. The outcome variable, z, is the willingness to pay for Flood Control Mechanism. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(FCM)}{1-P(FCM)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(FCM)}$$

That is, = $f(-1.63X_1 + 1.72X_2 + 0.14X_3 \sim 2.55X_4 + 0.93X_5 + 2.48X_6 - 1.42X_7 - 2.12X_8 + 0.51X_9 + 2.24)$

Table 8. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.102	0.085	0.89	0.011	0.352	0.013	0.156	0.034	0.609
Odds ratio	0.554	2.385	1.046	0.859	1.215	1.39	0.665	0.564	1.207

The combined influence of the nine variables to determine the willingness to pay for biodiversity was significant at $P = 0.0017$ which is less than 0.05, or 0.10 significance levels.. Four variables exerted significant influence on the respondents choice, namely, X_4 , i.e. Education; X_6 , Annual Income; X_8 , Size of family (at 5% level of significance) and, X_2 , Marital Status.

5. Willingness to Accept Compensation (WTA)

5.1 FLD- Flooding

The equation line for determining the probability and significance of the WTA for FLD. The outcome variable, z, is the Willingness to Accept Compensation for Flooding. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$\ln \frac{P(FLD)}{1-P(FLD)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(FLD)}$$

That is, $= f(0.54X_1 + 1.97X_2 - 0.41X_3 + 0.51X_4 - 0.05X_5 + 0.81X_6 - 1.26X_7 + 0.55X_8 + 1.08X_9 + 0.96)$

Table 9. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.588	0.049	0.682	0.612	0.957	0.42	0.208	0.579	0.28
Odds ratio	1.388	5.325	0.723	1.065	0.977	1.165	0.469	1.326	1.879

The combined influence of the nine variables to determine the willingness to accept compensation for flooding was not significant at $P = 0.2823$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 5.39% Pseudo R^2 . One variable, X_2 , Marital Status exerted significant influence on the respondents choice (at 5% level of significance).

5.2 WPL- Water Pollution

The equation line for determining the probability and significance of the WTP for WPL. The outcome variable, z, is the Willingness to Accept Compensation for Water Pollution. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$\ln \frac{P(WPL)}{1-P(WPL)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(WPL)}$$

That is,

$= f(-0.45X_1 + 2.31X_2 + 1.09X_3 - 2.32X_4 + 0.96X_5 + 2.70X_6 - 2.33X_7 - 2.09X_8 + 0.78X_9 + 1.60)$

Table 10. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.649	0.021	0.613	0.276	0.02	0.337	0.007	0.02	0.037
Odds ratio	0.852	3.319	1.419	0.873	1.229	1.434	0.505	0.566	1.335

The combined influence of the nine variables to determine the willingness to Compensation for Water Pollution was significant at $P = 0.0001$ which is less than 0.05, or 0.10 significance levels.. Five variables exerted significant influence on the respondents choice, namely, X_4 , i.e. Education; X_5 , Size of Farm; X_6 , Annual Income; and, X_7 , Age (at 5% level of significance)

5.3 FSD- Fish Diversity Loss

The equation line for determining the probability and significance of the WTP for FSD. The outcome variable, z, is the willingness to pay for Fish Diversity Loss. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$\ln \frac{P(FSD)}{1-P(FSD)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(FSD)}$$

That is,

$= f(-2.82X_1 + 1.82X_2 + 1.75X_3 - 2.50X_4 + 1.96X_5 + 3.04X_6 - 2.37X_7 - 0.28X_8 + 2.78X_9 + 0.77)$

Table 11. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.005	0.069	0.081	0.012	0.051	0.002	0.018	0.782	0.005
Odds ratio	0.35	2.93	1.808	0.857	1.701	1.726	0.463	0.923	3.325

The combined influence of the nine variables to determine the willingness to Accept Compensation for Fish Diversity Loss loss was significant at $P = 0.0000$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 21.43% Pseudo R^2 . Eight variables exerted significant influence on the respondents choice, namely, X_1 , Gender; X_4 , Education; X_6 , Annual Income; X_7 , Age; X_9 , Distance from forest reserve (at 5% level of significance) and, X_2 , Marital Status; and X_3 , State of Origin; X_5 , Size of Farm (at 10% level of significance).

5.4 FSQ - Fish Size and Quantity Loss

The equation line for determining the probability and significance of the WTP for FSQ. The outcome variable, z, is the willingness to Accept Compensation for Fish Size and Quantity loss. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$L \frac{P(FSQ)}{1-P(FSQ)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(FSQ)}$$

That is, $= f(0.90X_1 + 0.08X_3 + 0.48X_4 + 0.77X_5 - 0.90X_6 + 0.51X_7 - 0.60X_8 + 0.32X_9 + 1.08)$

Table 12. P values and odds ratio

	X_1	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.369	0.94	0.629	0.439	0.368	0.608	0.549	0.748
Odds ratio	1.614	1.11	1.084	1.552	0.791	1.576	0.704	1.269

The combined influence of the nine variables to determine the willingness to Accept Compensation for Fish Size and Quantity loss willingness to Accept Compensation for Fish Size and Quantity loss was not significant at $P = 0.2857$ which is much greater than 0.05, or 0.10 significance levels. This is further proved by a 3.65%

Pseudo R^2 . None of the variables exerted significant influence on the respondents choice, at 5% and 10% levels of significance).

5.5 VFD- Vegetables and Fruits Diversity loss

The equation line for determining the probability and level of significance of the WTP for VFD. The outcome variable, z, is the willingness to accept compensation for Vegetables and Fruits Diversity loss. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(VFD)}{1-P(VFD)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(VFD)}$$

That is,

$$= f(1.99X_1 + 0.74X_2 - 0.36X_3 - 0.45X_4 - 0.72X_5 + 0.63X_6 - 0.19X_7 - 1.45X_8 + 0.32X_9 + 3.01)$$

Table 13. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.047	0.46	0.718	0.65	0.469	0.526	0.85	0.147	0.747
Odds ratio	4.006	2.423	0.661	0.941	0.598	1.21	0.892	0.429	1.264

The combined influence of the nine variables to determine the willingness to accept compensation for Vegetables and Fruits Diversity loss was not significant at $P = 0.2442$ which is substantially greater than 0.05, or 0.10 significance levels. This is further proved by a mere 9.41% Pseudo R^2 . The only variable that was significant was X_1 , i.e. Gender (at 5% level of significance).

5.6 GLL- Grazing Land loss

The equation line for determining the probability and significance of the WTA for GLL. The outcome variable, z, is the Willingness to Accept Compensation for Grazing Land Loss. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(GLL)}{1-P(GLL)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(GLL)}$$

$$= f(0.54X_1 + 1.97X_2 - 0.41X_3 + 0.51X_4 - 0.05X_5 + 0.81X_6 - 1.26X_7 + 0.55X_8 + 1.08X_9 + 0.96)$$

Table 14. P values and odds

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.588	0.049	0.682	0.612	0.957	0.42	0.208	0.579	0.28
Odds ratio	1.388	5.325	0.723	1.065	0.977	1.165	0.469	1.326	1.879

The combined influence of the nine variables to determine the willingness to Accept Compensation for Grazing Land Loss was not significant at $P = 0.2823$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 5.39% Pseudo R^2 . One variable, X_2 , Marital Status exerted significant influence on the respondents choice (at 5% level of significance).

5.7 WLD- Wildlife loss

The equation line for determining the probability and significance of the WTP for WLD. The outcome variable, z, is the willingness to accept compensation for wildlife loss. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(WLD)}{1-P(WLD)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(WLD)}$$

That is,

$$= f(-1.71X_1 + 1.58X_2 - 0.51X_3 - 3.16X_4 + 1.78X_5 + 2.27X_6 - 1.13X_7 - 2.10X_8 + 0.69X_9 + 2.02)$$

Table 15. P values and odds

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.088	0.115	0.613	0.002	0.076	0.023	0.258	0.036	0.487
Odds ratio	0.539	2.305	0.844	0.824	1.484	1.371	0.708	0.567	1.306

The combined influence of the nine variables to determine the willingness to accept compensation for wildlife loss was significant at $P = 0.0017$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 17.82% Pseudo R^2 . Five variables exerted significant influence on the respondents choice, namely, X_4 , i.e. Education; X_6 , Annual Income; X_8 , Size of family (at 5% level of significance) and, X_1 , Gender; and X_5 , Size of Farm (at 10% level of significance).

5.8 RCL- Riparian Crops loss

The equation line for determining the probability and significance of the WTP for RCL. The outcome variable, z, is the willingness to accept compensation for riparian crops loss. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(RCL)}{1-P(RCL)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(RCL)}$$

$$= f(-2.11X_1 + 0.35X_2 + 1.76X_3 - 0.01X_4 + 3.09X_5 + 1.66X_6 + 0.52X_7 - 0.06X_8 + 0.25X_9 + 1.28)$$

Table 16. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.035	0.728	0.079	0.996	0.002	0.096	0.606	0.949	0.804
Odds ratio	0.328	1.728	2.689	0.999	2.733	1.629	1.296	0.981	1.15

The combined influence of the nine variables to determine the willingness to accept compensation for riparian crops loss was significant at $P = 0.0002$ which is less than 0.05, or 0.10 significance levels. This is further proved by a 17.82% Pseudo R^2 . Four variables exerted significant influence on the respondents choice. These were X_1 , i.e. Gender; X_5 , Size of farm (at 5% level of significance); and, X_3 , State of origin; and X_6 , Annual Income (at 10% level of significance).

5.9 FOR- Forest Cover loss

The equation line for determining the probability and level of significance of the WTP for FOR. The outcome variable, z, is the willingness to accept compensation for forest cover loss. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(VFD)}{1-P(VFD)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(VFD)}$$

That is, $= f(1.99X_1 + 0.74X_2 - 0.36X_3 - 0.45X_4 - 0.72X_5 + 0.63X_6 - 0.19X_7 - 1.45X_8 + 0.32X_9 + 3.01)$

Table 17. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.047	0.46	0.718	0.65	0.469	0.526	0.85	0.147	0.747
Odds ratio	4.006	2.423	0.661	0.941	0.598	1.21	0.892	0.429	1.264

The combined influence of the nine variables to determine the willingness to accept compensation for forest cover loss was not significant at $P = 0.2442$ which is substantially greater than 0.05, or 0.10 significance levels. This is further proved by a mere 9.41% Pseudo R^2 . The only variable that was significant was X_1 , i.e. Gender (at 5% level of significance)..

5.10 ERS- Erosion

The equation line for determining the probability and significance of the WTP for WPL. The outcome variable, z, is the Willingness to Accept Compensation for Erosion. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(ERS)}{1-P(ERS)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(ERS)}$$

That is,
 $= f(-0.45X_1 + 2.31X_2 + 1.09X_3 - 2.32X_4 + 0.96X_5 + 2.70X_6 - 2.33X_7 - 2.09X_8 + 0.78X_9 + 1.60)$

Table 18. P values and odds ratio

	X_1	X_2	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.649	0.021	0.613	0.276	0.02	0.337	0.007	0.02	0.037
Odds ratio	0.852	3.319	1.419	0.873	1.229	1.434	0.505	0.566	1.335

The combined influence of the nine variables to determine the willingness to accept compensation for erosion was significant at $P = 0.0001$ which is less than 0.05, or 0.10 significance levels.. Five variables exerted significant influence on the respondents choice, namely, X_4 , i.e. Education; X_5 , Size of Farm; X_6 , Annual Income; and, X_7 , Age (at 5% level of significance)

5.11 YLD- Lowered Crop Yield

The equation line for determining the probability and significance of the WTA for YLD. The outcome variable, z, is the willingness to pay for Lowered Crop Yield. As stated earlier, the independent variables are X_1 to X_9 . Thus, the expanded equation is given as:

$$In \frac{P(YLD)}{1-P(YLD)} = \frac{f(X_1+X_2+X_3+\dots+X_9)}{f(YLD)}$$

That is,
 $= f(0.90X_1 + 0.08X_3 + 0.48X_4 + 0.77X_5 - 0.90X_6 + 0.51X_7 - 0.60X_8 + 0.32X_9 + 1.08)$

Table 19. P values and odds ratio

	X_1	X_3	X_4	X_5	X_6	X_7	X_8	X_9
P values	0.369	0.94	0.629	0.439	0.368	0.608	0.549	0.748
Odds ratio	1.614	1.11	1.084	1.552	0.791	1.576	0.704	1.269

The combined influence of the nine variables to determine the willingness to accept compensation for lowered crop yield was not significant at $p = 0.2857$ which is much greater than 0.05, or 0.10 significance levels. This is further proved by a 3.65% Pseudo R^2 . None of the variables exerted significant influence on the respondents choice, at 5% and 10% levels of significance). Assigning Values to Environmental impacts of Hydropower Plant on the Watershed of Jebba Lake on Niger River, Jebba-Nigeria.

The data in respect of amounts which the respondents are willing to pay for each of the environmental services were in the intervals of- Below N1,000; Between N1,000-N10,000; Between N10,000-N20,000; Above N20,000. The average WTP for each of the environmental benefits were:

Table 20. Mean WTP for

Environmental Benefits of Power Plant	Amount (N)
Power Supply	4,264.71
Employment Opportunities	3,873.05
Collaborations	3,622.29
Improved Commerce	3,719.92
Irrigation	3,682.74
Flood Control Mechanism	3,750.00

Table 21. Mean WTA for

Environmental Damage Costs	Amount (N)
Flooding	4,264.71
Water pollution	3,873.05
Fish Diversity	3,622.29
Fish Sizes and Quantity	3,719.92
Vegetable and Fruits Diversity	3,682.74
Grazing Land Loss	3,750.00
Wildlife Loss	3,659.18
Riparian Plants Decline	3,573.48
Forest Loss	3,639.42
Erosion	3,458.82
Poor Farm yield	3,790.64

These costs are per capita values of the unit of power produced. To arrive at total environmental costs of hydropower generation, these unit costs need to be extrapolated to reflect production levels from time to time.

6. Conclusions and Recommendations

It was concluded that the environmental impact of hydropower plants/projects is significant and calls for critical study during its environmental administration process. Thus, the total cost of producing electricity should reflect environmental components in order to serve as adequate basis for pricing units of production.

The issue of environmental measurements transcends mere social responsibility costs but mainstreaming the environmental elements into product costing. This requires further research to establish the exact nature of impacts and remediation required to promote sustainability. The ability to provide for environmental remediation will go a long way to forestall damages and enhance quality of life around the power plants.

Assigning values to environmental elements noted calls for standardisation of metrics and evaluation tools. This is still some way off, hence the dependence on contingent valuation basis. Further multidisciplinary researches is suggested to arrive at a globally accepted measures.

References

- [1] ANDREAS, C., FRITZ, S., HERWIG, W., ROBERT, S., (2002). Rehabilitation of a heavily modified river section of the Danube in Vienna Austria: biological assessment of landscape linkages on different scales. *International River Hydrobiology* 87, 183–195.
- [2] DUDGEON, D., (2005). River Rehabilitation for Conservation of Fish Biodiversity in Monsoonal Asia. *Ecology and Society* 10, 15–34.
- [3] EBINGER, J. AND VERGARA, W. (2011). Climate Impacts on Energy Systems: Key Issues for Energy Sector Adaptation, Energy Sector Management Assistant Program (ESMAP) of the World Bank, 2011.
- [4] GEHRKE, P.C., GILLIGAN, D.M., BARWICK, M., (2002). Changes in Fish Communities of the Shoalhaven River 20 years after Construction of Tallowa Dam, Australia. *River Research and Applications* 18, 265–286.
- [5] GET-A-MAP. NET, (2015). Niger State http://www.getamap.net/maps/nigeria/niger/_niger_state/ Gower, Peat and Hill (2012)
- [6] IPCC TAR WG1 (2001). Houghton, J.T.; Ding, Y.; Griggs, D.J.; Noguer, M.; van der Linden, P.J.; Dai, X.; Maskell, K.; and Johnson, C.A., ed. *Climate Change 2001: The Scientific Basis. Contribution of Working Group I to the Third Assessment Report of the Intergovernmental Panel on Climate Change*. Cambridge University Press. ISBN 0-521- 80767-0 (pb: 0-521-01495-6).
- [7] JANSSON, R., NILSSON, C., RENOFALT, B., 2000. Fragmentation of riparian floras in rivers with multiple dams. *Ecology* 81, 899–903.
- [8] KAUNDA, CHIYEMBEKEZO SUZGO; KIMAMBO, CUTHBERT Z. AND TORBJORN C. NIELSEN (2012). Hydropower in the Context of Sustainable Energy Supply: A Review of Technologies and Challenges *International Scholarly Research Notes: Renewable Energy Volume* (2012), Article ID 730631 <http://dx.doi.org/10.5402/2012/730631>
- [9] OECD/IEA (2011). *World Energy Outlook 2011* www.iea.org
- [10] OECD/IEA (2014). *World Energy Outlook 2014* www.iea.org
- [11] PUFF, N.L., ALLAN, J.D., BAIN, M.B., KARR, J.R., PRESTEGAARD, K.L., RICHTER, B.D., SPARKS, R.E., STROMBERG, J.C., (1997). The Natural Flow Regime, A Paradigm for River Conservation and Restoration. *Bioscience* 47, 769–784.
- [12] ROTH E. (2005). “Why thermal power plants have relatively low efficiency,” *Sustainable Energy for All (SEAL) Paper*, February 2005 Issue, 8 pages, Leonardo ENERGY, https://docs.google.com/file/d/0BzBU0gQlsdocYmI1NDkyMDctY2RmYy00YzY0LTgwYmYtY2RjZGFhN2U1ZDk2/edit?hl=en_GB&pli=1.
- [13] UNFCCC(2012). Fact sheet: Climate change science - the status of climate change science today https://unfccc.int/files/press/backgrounders/.../press_factsh_science.pdf USA Department of Energy (2012) www1.eere.energy.gov/sustainability/pdfs/doe_sspp_2012.pdf
- [14] WANG QINHUA FANG, LUOPING ZHANG, WEIQI CHEN, ZHENMING CHEN, HUASHENG HONG (2009). Valuing the effects of Hydropower Development on Watershed Ecosystem Services: Case studies in the Jiulong River Watershed, Fujian Province, China. *Estuarine, Coastal and Shelf Science* 86 (2010) 363–368
- [15] WCD (WORLD COMMISSION ON DAMS), 2000. *Dams and Development: a New Framework for Decision-making*. Earthscan Publishing, London, pp. 448.
- [16] WORLD BANK GROUP (2015). GDP growth (annual%) [http://www.worldbank.org/data/indicators/GDPgrowth\(annual%\)/tables](http://www.worldbank.org/data/indicators/GDPgrowth(annual%)/tables).