Role of Lower Parewa Khola Micro-Hydropower Project in Dangapa VDC Terhathum District

A Thesis

Submitted to

Central Department of Rural Development
In Partial Fulfillment of the

Requirements

for the Award of the Degree of Master of Arts
in Rural Development

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December, 2008

LETTER OF RECOMMENDATION

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This entitled "Role of Lower Parewa Khola Micro-Hydropower Project in Dangapa VDC, Terhathum District" has been prepared by Mr. Laxmi Prasad Kharel under my supervision as a partial fulfillment of the academic requirements for the award of the degree of Master of Arts in Rural Development. I recommend it for evaluation to the Thesis Committee.

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This is to certify that the thesis entitled "Role of lower Parewa Khola Micro-Hydropower Project in Dangapa VDC, Terhathum District" written and submitted by Mr. Laxmi Prasad Kharel has been examined. It has been declared successful for fulfillment of the academic requirements toward the completion of Masters of Arts in Rural Development.

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ACKNOWLEDGEMENTS

First and foremost, I would like to express my deep sincere respect and gratitude to my research supervisor Dr. Uma Kanta Silwal, for his valuable guidance, suggestions, constructive criticism and excellent supervision during preparation of this thesis. His constant encouragement during the entire study period has been memorable for me.

The author expresses sincere gratitude to Prof. Dr. Pradeep Kumar Khadka, Head, Central Department of Rural Development, T.U., Kirtipur, Kathmandu, for his intellectual supports with moral encouragements.

I am also grateful to Swoveet Man Thapa, president of MH users committee in Dangapa VDC, and all respondents who helped me for collecting fact information during the research period in the study area.

I would like to express my thanks to all the instructor and staff of the Central Development of Rural Development, T.U. for their valuable suggestions and kind help during preparation of this dissertation.

My special thanks due to my memorable friends Mrs. Jonu Khatiwada, Mr. Prakash Chaudhary, Mr. L.K. BC, Mr. Min Kumar Magar, Mr. Rohit Bhandari, Mr. Rup Kumar BK, Mr. Bishnu Subba and others for their direct or indirect support during preparation of this dissertation.

At last, my deep sense of gratitude goes to my parents Mr. Hem Raj Kharel and Mrs. Jeev Kala Kharel (Subedi) and brothers Yogendra, Krishna and sisters Muna, Tika, Gunga, Jamuna for their full encouragement and support to make this dissertation. They have been the constant source of inspiration to me in the every steps of my life.

ABSTRACT

Energy is major determining factor for the rural development as well as national development. Development is the function of energy D = F(E). It is basic need for all sectors such as agriculture, social services, transportation, communication, industry, trade and commerce. It plays the role of a catalyst in rural development by providing a modern form of energy. It can effectively help in reducing the drudgery of the rural population and cutting down the time required to collect and use traditional forms of energy. It is used for lighting, heating, cooking in specially hilly areas. Nepal's per capita final energy consumption of about 15 GJ. Only four other countries in the world have a per capita consumption lower than Nepal. Traditional energy provided 85.85 percent, commercial energy provided 13.54 percent and only 0.61 percent received from renewable energy in total energy consumption. About 40 percent of total population has been benefited from electricity where as 33 percent consume from national grid and 7 percent from alternative energy.

The total potential power of water in Nepal has been estimated to be 83,000 MW of which 42,750 MW is economically feasible. However, only about 548 MW has been generated by the various hydropower stations. There are approximately 600 rivers totaling about 45,000 KM in length and innumerable rivulets flowing from the mountains in the country. Micro-hydropower plays crucial role to reduce energy crisis of Nepal. The present study is emphasized in the role of Lower Parewa Khola micro-hydro in Dangapa VDC, Terhathum District. It was conducted with following objectives:

- To find out the energy utilization pattern of Dangapa VDC of Terhathum District.
- To examine contribution of Micro-hydropower in rural electrification.
- To assess the socio-economic impact of MHP in Dangapa VDC of Terhathum district.

Dangapa VDC of Terhathum district was selected as the study area. To achieve of the above objectives, the study guided by simple size from where the sample population 10 percent and the total sample is to be 31 households. Survey

found that more than 67 percent of the total households benefited from MHP in the study area. After the initialization of MHP, more than 35.48 percent of the sample respondents utilized their surplus time on households activities. After using electric bulbs students paid one hour more to study every day during evening. Only about 9.68 percent of the sample respondents were involved in productive work by using MHP and income level was increased considerably. It was recommended that simple and transparent procedures for Loan sanctioning should be developed and institutionalised. Capabilities should be built up at village level for operation, maintenance and repairing. There is a need to integrate MHP system promotion with income generating and social development activities in order to justify the subsidy scheme. Community owned and managed micro-hydropower plants should be promoted.

Laxmi Prasad Kharel

December 2008

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ABBREVIATIONS AND ACRONYMS

ADB/N Agriculture Development Bank/Nepal

AEPC Alternative Energy Promotion Centre

AETs Alternative Energy Technologies

CBOs Community Based Organizations

CBS Central Bureau of Statistics

CCO Canadian Cooperation Office

CDM Clean Development Mechanism

CM Community Mobilizer

CRT/N Centre for Rural Technology/Nepal

DDC District Development Committee

ESAP Energy Support Assistance Program

FY Fiscal Year

GDP Gross Domestic Product

GJ Gigajoule

HHs Households

HKH Hindu Kush Himalayan

HMG His Majesty's Government

Hrs Hours

ICIMOD International Centre for Integrated Mountain Development

ICS Improved Cooking Stove

IREF Interim Rural Energy Fund

IWM Improved Water Mill

KM Kilometre

KW Kilo Watt

Ltrs Litres

MGSP Mini-Grid Support Program

MHP Micro-Hydro Power

MHUG Micro-Hydro User Group

MHVEP Micro-Hydro Village Electrification Project

MMHP Mini and Micro-Hydro Power

MOF Ministry of Finance

MPPU Multi Purpose Power Unit

MW Megawatt

NEA Nepal Electricity authority

NGOs Non Government Organizations

NPC National Planning Commission

RADC Remote Area Development Committee

REDP Rural Energy Development Program

REDST Rural Energy Development Section Terhathum

RET Renewable Energy Technology

RETRUD Renewable Energy Technology for Rural Development

Sq.km. Square Kilometre

TOE Tone of Oil Equivalents

UNDP United Nations Development Program

VDC Village Development Committee

WECs Water and Energy Commission Secretariat