

#### OVERVIEW OF PRIVATE SECTOR PARTICIPATION IN WASTE MANAGEMENT IN ACCRA

**Connective Cities Session on Climate Change** 

19<sup>th</sup> August 2021

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# Presentation outline

Waste management prior to private sector involvement

Service level prior to private sector inclusion

Private sector investment in waste management

Services provided by private sector

Achievement

Constraints

Way forward

Waste management prior to private sector involvement

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The Assembly was solely responsible for waste management



Waste management was financed by central government and revenue from City

ŵ	Services provided	Waste collection Haulage Treatment Disposal
	Infrastructure	Communal waste storage facilities Public toilets and bath houses

Public tollets and bath houses Treatment and disposal facilities



Insufficient funds resulted in inefficient services

## Waste management prior to private sector involvement



### Service level prior to private sector inclusion



Waste collection coverage was less than 50%



House to house collection services were limited to few household in high income communities (less than 10%)



Waste was dump on bare ground at sanitary sites



Huge heaps of refuse at sanitary sites



Public places of convenience in very deplorable state



Annual outbreak of cholera and other diarhoea diseases











#### Private sector investment in waste management (60s to early 80s)



Private involvement in waste management in Accra commenced in the late 60s



Limited contracts were awarded to private contractor to evacuate waste from public sanitary sites



Equipment used then were dump trucks



Loading of waste was done manually



J. Stanley and Co Limited replaced manual loading with wheel loaders in the 70s



City pay for services by contractors monthly



There no sustained improvement in services due to irregular payment of contractors

### Ghana – German Waste Management Project



Ghana – German cooperation in WM commenced in 1985



The project spanned 10 years with a grant from the German Government



There was massive injection of equipment and spare parts back up for the duration of the project



AMA once again solely responsible for waste management



Skip containers were provided for communal collection



House to house collection services were extended to more communities



There was sustained improvement in services

#### Private sector investment – 1995 to 2010



Ghana - German project expired in 1995



Services could not be sustained due to poor cost recovery and financial constraints



Broken down equipment could not be repaired or replaced



Waste management services deteriorated



Infrastructure could not be maintained



Private investors were once again engaged to provide more varying waste management services



AMA paid for services directly to contractors

#### Services by private sector

Waste	Liquid waste	Landfill
collection and	management	equipment
haulage	services	rental
Fumigation	Landfill management services	Public cleansing

## Initial challenges



AMA spends about US\$800,000 monthly on MSW management services



Less than 15% of households paid for waste collection services



AMA could not generate adequate revenue to pay contractor offering waste collection services



Collection contractors often withdraw services



Frequent accumulation of refuse at sanitary sites



There was public outcry over level of service







#### Waste collection franchise - from May 2010



AMA introduced a waste collection franchise system in May 2011



Collection contractors were awarded concessions to collect waste and corresponding revenue



Transfer financial responsibility to service beneficiaries



Increase service coverage



Improve waste collection through house to house waste collection



Achieve cleaner communities



AVAILABLE FINANCE FOR OVER U WASTE MANAGEMENT BE SERVICES

OVER US\$500 MILLION HAVE BEEN INVESTED IN EQUIPMENT, INFRASTRUCTURE AND HUMAN RESOURCE BY PRIVATE SECTOR AMA SAVES AN AVERAGE OF US\$7 MILLION FOR WASTE COLLECTION SERVICES

#### EQUIPMENT AND INFRASTRUCTURE PROVIDED BY PRIVATE INVESTORS











#### Constraints



Non economic tariffs



Irregular payment for services



High cost of waste equipment



High import duties for waste equipment



Unstable exchange rate



Limited land for waste infrastructure

#### Next steps











ENGAGE STAKEHOLDERS TO FIX ECONOMIC TARIFFS DEVELOP A SUSTAINABLE FINANCING MODEL REACTIVATE NEGOTIATIONS ON IMPORT DUTIES AND OTHER CHARGES ON WASTE MANAGEMENT INPUTS AND SERVICES ENHANCE PUBLIC EDUCATION ON ENVIRONMENTAL ISSUES STRICT ENFORCEMENT OF ENVIRONMENTAL LAWS AND CODES



CONTINUE AND COMPLETE INTEGRATION OF INFORMAL WASTE WORKERS

