

## Human Resources Motivation in the National Electric Power Authority (NEPA) of Nigeria: a Study of Port-Harcourt Zone

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### **Abstract**

This study, carried out in 2015/2016 enquired into human resources development in the national electric power authority (NEPA) in the port-Harcourt zone. A total of 314 out of 1,046 Staff of the authority in the zone (30%) served as survey subjects. The questionnaire was the instrument of data collection. Out of the five motivation determinants employed by the researcher in the investigation, motivation was found to be poor in four of them-financial satisfaction-staff participation in decision matters-availability of working materials-equipments and effects of training on staff advancement. The other index employed (feeling of job security among staff) was found to be high. The analysis of variance (ANOVA) static was employed in testing the three hypothesis formulated for the study. The results show that workers satisfaction with financial rewards varied with rank of staff; and effects of training on job advancement varied with category of staff. These are seen as factors that impair inter-staff co-operation and assistance in an organizational setting. All the above permitted the conclusion that poor staff motivation might be one of the factors that accounted for the performance of NEPA when it existed. This study which can be regarded as a post-mortem of NEPA is considered instructive to its successor, the power holding company of Nigeria.

**Keywords:** *Human resources, NEPA, Development, Motivation*

### **Background to the Study**

One of the major determinants of industrial development and, by implication, socio-economic development in any polity is the level of availability and consumption of electricity. Hence there is a direct correlation between the amounts of electricity consumed in a nation and the level of socio-economic development of such a nation; the higher the level of consumption of electric energy is a nation, the higher the socio-economic development of such a nation and vice versa.

In Nigeria, the level of availability and consumption of electricity is abysmally low. Ebonugwo and udochukwu (2000) indicate that South Africa with population of 42million has an installed capacity of 40,000 mega watts (MW) while Nigeria can only generate an embarrassing 5,800 megawatts for fee, 120 million citizens.

The generation of electricity in a copious quality to meet the soaring needs of a nation requires enormous amounts of both non-human and human resources. Money, equipment, and facilities, for instance, must be available in the right qualities and quantities for electricity generating outfit to perform optimally. More importantly, however, the human resources of the organization must be adequate both in quality and quantities as Aina (1992:111) rightly asserts, "People are the single most important resources in any enterprise. They are the key to higher productivity and efficiency. One of the crucial determinants of the level of efficiency of organizational human resources is their level of motivation. Kreitner (1980:30) defines motivation as "a process that arouses channels, sustains and gives people behavior, purpose and direction. It is that socio-psychological element that generates and sustains the zeal to work and to be productive in work. Motivation stimulates people to act in a given way in order to achieve a set of goals. Perceptive managers, therefore, do not trifle with the issue of staff motivation and they see a direct relationship between personal motivation, industrial morale, and industrial efficiency.

The national electric power authority (NEPA), a federal monopoly parastatal charged with the tedious task of generating, transmitting and distributing electricity to the end users of the commodity in Nigeria, was perceived by many Nigerians as having efficiency problem from inception in 1972. Electricity generating and supply efficiency problem from inception in 1972. Electricity generating and supply activities of the NEPA were erratic and unavailable to the charging of industrialists, private individuals, and individuals in government. This was hampering the nation's socio-economic development. Udeala (2000) states that in the last decade especially, Nigeria cost billions of naira in direct costs as well as many hours on account of the failure of the national electric power authority (NEPA) to meet the minimum requirement of consumers'. Of course, this situation led to its privatization in 2005 to become the power holding company of Nigeria.

### **Objective of the Study**

The study determines the extent of human resources motivation in NEPA. In other words, it was to discover how far NEPA managed for the motivation of its employees.

### **Research Questions**

Five research questions were asked for the study

1. What is the extent of financial motivation of NEPA staff in Port-Harcourt Zone?
2. To what extent does staff of NEPA in Port-Harcourt Zone participate in decision making and implementing process?
3. What is the extent of availability of working materials/facilities in the Port-Harcourt Zones of NEPA?
4. What is the extent of job security of staff in NEPA?
5. To what extent do NEPA staff in Port-Harcourt zone experience job advancement after training?

### **Research Hypotheses**

Three research hypotheses were formulated and tested for this study:

- i. Worker's satisfaction with their financial rewards in NEPA, Port-Harcourt Zone varies with rank of staff.
- ii. Job security of staff in NEPA, Port-Harcourt Zone varies with education of staff
- iii. Advancement of staff after training in NEPA, Port-Harcourt Zone varies with category of staff.

### **Methodology**

Study Population: The National Electric Power Authority (NEPA) was, for administrative convenience, divided into nine zones: Abuja, Benin, Enugu, Ibadan, Jos, Kaduna, Kano, Lagos, and Port-Harcourt Zone. Part-Harcourt Zone was subdivided into six districts (Borokiri, Diobu, Calabar, Uyo, Ikom/Ogoja, and Yenagoa). In the Zone too was an operational generating station (AFAN) which had a Semi-autonomous status in NEPA in the sense that the General Manager reported directly to Managing Directors of NEPA at the corporate Headquarters in Abuja. On the whole, there were 1,046 employees of NEPA in Port-Harcourt Zone including Afam generating station. These 1,046 employees located in five distinct departments of NEPA (Engineering, Accounts, Administration/personnel, and marketing) comprised the population study.

### **Sample and Sampling Procedure**

The proportional stratified sampling technique was employed to select 30% of the population used as the sample of this study. Proportional stratified sample than might be expected under simple random or systematic sampling (Blalock, 1977). The population was broken down into homogenous subgroups (departments) reflecting the specialties of its members. Simple random selection of members within the subgroups was eventually undertaken to select the 314 (30%) employees that served as the sample of this study. Table 1 represents the details.

**Table 1: staff Distribution in Port-Harcourt Zone in Districts and Departments and the 30% sample size.**

| Dept.              | BOROKIN    |        | DIOBU      |        | CALABAR    |        | UYO        |        | IKOM/<br>OGAJA |        | YEN.       |        | AFAM       |        | TOTAL      |        |
|--------------------|------------|--------|------------|--------|------------|--------|------------|--------|----------------|--------|------------|--------|------------|--------|------------|--------|
|                    | Population | Sample | Population | Sample | Population | Sample | Population | Sample | Population     | Sample | Population | Sample | Population | Sample | Population | Sample |
| Eng.               | 100        | 30     | 82         | 25     | 77         | 23     | 16         | 5      | 39             | 12     | 4          | 1      | 138        | 14     | 456        | 137    |
| Account            | 39         | 12     | 31         | 9      | 21         | 6      | 39         | 12     | 15             | 5      | 1          | -      | 14         | 4      | 160        | 48     |
| Adim/<br>personnel | 51         | 15     | 47         | 14     | 47         | 14     | 89         | 27     | 22             | 7      | -          | -      | 56         | 17     | 314        | 94     |
| Marketing          | 31         | 9      | 19         | 6      | 12         | 4      | 45         | 13     | 8              | 2      | 3          | 1      | -          | -      | 118        | 35     |
| Total              | 221        | 66     | 179        | 54     | 157        | 47     | 189        | 57     | 84             | 26     | 8          | 2      | 208        | 62     | 1,046      | 314    |

**Table 2: Financial motivation Staff**

|      | Motivation index                               | Very adequate | %    | Adequate | %    | Inadequate | %    | Very inadequate | %    | Total |
|------|--|---------------|------|----------|------|------------|------|-----------------|------|-------|
| i.   | Basic salaries of staff                        | 39            | 12.4 | 132      | 45.5 | 124        | 39.5 | 8               | 2.6  | 314   |
| ii.  | Allowance of staff                             | 32            | 10.2 | 83       | 26.4 | 180        | 57.3 | 19              | 6.1  | 314   |
| iii. | Fringe benefits of staff                       | 23            | 7.3  | 73       | 23.3 | 185        | 58.9 | 33              | 10.5 | 314   |
| iv.  | Payment of gratuities/pension to retired staff | 30            | 9.6  | 70       | 22.3 | 160        | 50.9 | 54              | 17.2 | 314   |

### Data analysis Results, and Discussion

The motion of the economic man associated with Taylor's scientific Management school is still a dominant one in Nigeria and other Third World Countries due to the high level of poverty prevailing in these countries. In the case of Nigeria, for example, Yaqub (2003) posits that, according to the 48.5% of the country's population was living below poverty level has since been revised upward to between 66 and 70%, with all the different dimensions of poverty and deprivations having become mere severely aggravated. It is therefore expected that people are motivated by monetary matters in a country like Nigeria, and would work harder when better remunerated.

In all, six financial motivation indices were used in this study to determine the extent of financial motivation of NEPA employees in Port-Harcourt Zone. Table 2 shows that majority of the respondents were satisfied with their experiences in two or the six indices. "basic

salaries” and “implementation of annual salary increments” with 57.9% and 86% of them respectively indicating that those were either adequate or very adequate in the zone. On the other hand, majority of the responding employees (63.4%) found their “allowances” either inadequate or very inadequate. This was also the case with “fringe benefits of staff”, “payment of gratuities/pension to retired staff” and “promptness in the payment of financial entitlements” with 69.4%, 59.9%, and 68.1% respectively expressing that those were either in adequate or very inadequate.

In all, it can be concluded that financial motivation of NEPA staff in the zone was poor. This is considered unfortunate considering the crucial importance of the industry to the Nigerian populace and economy. NEPA employees who work within the wither contact of the Nigerian society where their contemporaries (in the oil/steel industries for example) earn by for higher salaries and other prerequisites but whose organizations may not be contributing more to national development than NEPA may feel demotivated by their situation of pay inequality. As Sherman et al (1998:349) reveal, research clearly demonstrates that employees' perceptions for both work behaviours and productivity.

**Table 3: Financial Motivation by Rank of Staff**

|     | Motivation index.                                  | Very adequate | Adequate | Inadequate | Very inadequate | Total | Very adequate | Adequate | Inadequate | Very inadequate | Total | Very adequate | Adequate | Inadequate | Very inadequate | Total |
|-----|--|---------------|----------|------------|-----------------|-------|---------------|----------|------------|-----------------|-------|---------------|----------|------------|-----------------|-------|
| i.  | Basic salaries                                     | 17            | 43       | 33         | 2               | 95    | 20            | 90       | 74         | 4               | 188   | 2             | 10       | 17         | 2               | 31    |
| ii  | Allowance of staff                                 | 9             | 26       | 52         | 8               | 95    | 20            | 45       | 115        | 8               | 188   | 3             | 12       | 13         | 3               | 31    |
| iii | Fringe benefits of staff                           | 2             | 41       | 49         | 3               | 95    | 20            | 25       | 114        | 29              | 188   | 1             | 7        | 22         | 1               | 31    |
| iv  | Payment of gratuities/pension to retired staff     | 9             | 43       | 26         | 17              | 95    | 21            | 45       | 69         | 53              | 188   | 2             | 6        | 19         | 4               | 31    |
| v   | Promptness in the payment of financial entitlement | 3             | 40       | 43         | 9               | 95    | 25            | 25       | 98         | 41              | 188   | 2             | 6        | 19         | 4               | 31    |

Table.3 contains the division of the sampled staff into three broad categories of rank-junior, middle-level, and top level with an employee's satisfaction with his/her financial entitlements in NEPA. Operationally for this study, junior staff were those on Grade level 01-06; middle level staff, GL 07-12; top level staff GL 13 and above. To determine this, the analysis of variance (ANOVA) test carried out F-ratio (624) > F-crit (1.8). Workers satisfaction with their financial rewards in NEPA Port-Harcourt zone, therefore, varied with rank of staff.

**Table 4: Staff Participation in Decision Matters**

|     | <b>Participation indicator</b>   | <b>Very adequate</b> | <b>%</b> | <b>Adequate</b> | <b>%</b> | <b>Inadequate</b> | <b>%</b> | <b>Very inadequate</b> | <b>%</b> | <b>Total</b> |
|-----|--|----------------------|----------|-----------------|----------|-------------------|----------|------------------------|----------|--------------|
| i   | The rate at which meetings are hold  | 58                   | 18.5     | 97              | 30.9     | 140               | 44.6     | 19                     | 6.0      | 314          |
| ii  | The rate at which staff express their views freely during meetings                                 | 53                   | 16.9     | 97              | 30.9     | 116               | 36.9     | 48                     | 15.3     | 314          |
| iii | The rate at which describes are democratically reached during meetings                             | 53                   | 16.9     | 97              | 30.9     | 116               | 36.9     | 48                     | 15.3     | 314          |
| iv  | The rate at which decisions collectively reached during meeting are put into effects               | 34                   | 10.8     | 63              | 20.1     | 159               | 50.6     | 58                     | 18.5     | 314          |
| v   | The rate at which staff are involved in the implementation of decisions and evaluation of outcomes | 29                   | 9.2      | 102             | 32.5     | 135               | 43.0     | 48                     | 15.3     | 314          |

Decisions are of crucial importance to individual's art organizations. This is because future policies and actions of individuals/organizations are necessarily informed by today's decisions. Hence Knezevich (1975:32) has stated that “the importance attached to decision. Making lies in large part in its influence over the organizations subsequent behavior” participating in decision making processes in organizations gives workers a sense of belonging and makes for their enthusiastic identification with organizational goals.

Five participation indicators were used in this study to determine the extent of workers' participation in decision matters. Table 4. Shows majority of the respondents were satisfied with “the rate at which staff expresses their views freely during meetings” with 50.7% of the respondents expressing that it was either adequate or very adequate in the organization. Apart from the above, majority of the respondents expressed that their participation in the other four indicators was either inadequate or very inadequate as follows:

1. The rate at which meetings were hold 50%
2. The rate at which decisions were democratically reached during meetings 52.2%
3. The rate at which decisions collectively reached during meeting were put into effect 69.1%
4. The rate at which staff were involved in the implementation of decisions and evaluation of outcomes =58.3%

The above situation permits the conclusion that staff participation in decision matters in NEPPA port-Harcourt zone was poor.

**Table 5: Availability of Working Materials**

| Response        | No of Respondents | (%)   |
|-----------------|-------------------|-------|
| Very inadequate | 15                | 4.8   |
| Adequate        | 49                | 15.6  |
| Inadequate      | 172               | 54.8  |
| Very inadequate | 78                | 24.8  |
| Total           | 314               | 100.0 |

Table 5: shows there was low level of working materials equipment in NEPA port-Harcourt zone as nearly 80% (79.6%) of the sampled employees stated that they were either inadequate or very inadequate working materials/equipment constitute the materials capital of a worker and therefore a major factor that determines his efficiency shortage of it in a workplace is necessarily a hindrance worse still in NEPA in the indication that even the available once were lacking in maintenance. For instance, Okoro (2004) reports that “ the last power station was built in the country in 1980 just as all the plants were denied the mandatory two-yearly turn around maintenance (TAM) as and when due”. According to him, “Shiroro Hydropower station did not have its Tam for over 20 years.

**Table 6: Job Security of Staff**

| Response      | No of respondent | (%)   |
|---------------|------------------|-------|
| Very adequate | 67               | 21.3  |
| Adequate      | 140              | 44.6  |
| Inadequate    | 81               | 25.8  |
| v. inadequate | 26               | 8.3   |
| Total         | 314              | 100.0 |

Table 6 shows that majority of the survey subjects (65.9%) expressed that job security in NEPA was either adequate. This is a position discovery because workers have to have a good feeling of job security to concentrate on their job and do it well. As stonor (1978:414) has pointed out, after satisfying their basic body needs “employees still must have their safety needs gratified with job security and freedom from coercion or feelings of arbitrary treatment”.

**Table 7: Job security by education staff**

| Educational qualification of staff | Very adequate | Adequate | Inadequate | Very inadequate | Total |
|------------------------------------|---------------|----------|------------|-----------------|-------|
| Staff with high education          | 43            | 82       | 39         | 24              | 188   |
| Staff with low education           | 24            | 58       | 42         | 2               | 126   |

The respondents were broken down into two categories those with high education and those with low education. This was to help the researchers determine of the variable (education had any effect on workers feeling of job security).

Operationally, respondents with first degree HND and above were regarded as people with high education while those with lesser qualifications were of low education. The resultant data are shown on table 7. When subjected to analysis of various (ANOVA) test at 0.05; level of significance and 4/10 degrees of freedom. F-ratio (5.9) > F-crit (3.5). This shows that educational level of staff was a crucial factor determining the feeling of job security among staff of NEPA in Port-Harcourt zone.

**Table 8: Effects of Training on staff Advancement**

| Advancement parameter | Very often | %    | Often | %    | Rarely | %    | Never | %    | Total |
|-----------------------|------------|------|-------|------|--------|------|-------|------|-------|
| Promotion rank        | 51         | 16.2 | 70    | 22.3 | 112    | 35.7 | 81    | 25.8 | 314   |
| Promotion in salary   | 47         | 15.0 | 74    | 23.6 | 101    | 32.1 | 92    | 29.3 | 314   |

Advancement in ones career is the expectation of every member (employee) of an organization and training is one of the means of achieving this. Hence after training and possibly a change in task assignment, the affected employee expects advancement in his career by way of promotion in rank or in salary or both. Where this is not the case, there is a resulting demoralization that does not augur well for performance.

Table 8: shows that advancement of staff after training in NEPA port-Harcourt zone was poor of the 314 samples staff, 61.5% and 61.4% expressed that they rarely or never experienced promotion in rank and promotion in salary respectively after training. Considering that many organization members see training as null and void if it is not accompanied by employee advancement, NEPA might not have benefited much from the training of its employees.

**Table 9: Advancement of Staff after Training by Category Staff.**  
**Technical staff**

| Advancement paramount | Very often | Often | Rarely | Never | total | Very often | Often | Rarely | Never | Total |
|-----------------------|------------|-------|--------|-------|-------|------------|-------|--------|-------|-------|
| Promotion in rank     | 35         | 27    | 53     | 22    | 137   | 16         | 43    | 59     | 59    | 177   |
| Promotion in salary   | 31         | 26    | 53     | 27    | 137   | 16         | 48    | 48     | 65    | 177   |

Again, an additional step was taken by the researcher to determine if employee's specialties and nature of assignment had any effect on their post-training advancement in NEPA. Consequently the respondents were split into two groups: technical and non-technical. Technical staff comprised engineering staff charged with the core responsibility of generating, transmitting, and distributing electricity to consumers. Non-technical staff, on the other hand, comprised of staff in the other three departments (accounts, admin/personnel, and marketing). who played supportive role to the technical staff.

Table 9 stout data yielded by this effort and on subjected to analysis of variance (ANOVA) test, f-ratio (493.9) > f-cr.t(3.0) at (0.05 levels of significance and 9/10 degrees of freedom.



Category of staff (technical or non-technical) was therefore a factor determining whether NEPA staff in P.H zone advanced after training experiences or not.

### **Summary and Conclusion**

Motivation, the stimulation of a person or group of persons to act in a given way in order to realize a personal or corporate goal, is one of the important factors determining performance in an industrial organization. This study took up for investigation, the phenomenon of motivation in the national electric power authority (NEPA) in the port-Harcourt zone. It aimed at determining the extent the issue of employee motivation could be held accountable for the shoddy performance of NEPA while it exists. The study threw up a number of salient findings.

Out of the five motivation issues taken up for investigation (finance, participation in decision matters, availability of working materials, job security, and job advancement after training), the majority of respondents expressed a positive experience in only one-job security of staff. The ANOVA test hypothesis showed dichotomies in experiences among different categories for survey staff as all the null hypothesis were rejected. Based on all the above, insufficient human resources motivation became identified as one of the factors that might have been responsible for the poor performance and demise of NEPA. This study which might well serve, as a post-mortem on NEPA, is instructive to its successor in assignment, the power holding company of Nigeria.

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