

European Foundation for the Improvement of Living and Working Conditions The tripartite EU Agency providing knowledge to assist in the development of better social, employment and work-related policies

A green transition needs to be a just transition

First CISL meeting –#GreenFin Financing the green transition 20 February 2024

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The European Green Deal: Leading the green transition

The first clinPolitical, financial investment (patient capital)neutral contiSystem transition

- Links with industrial policies and sectors
- Sectors are interconnected
- Green technology, digitalisation, innovation
- Social dimension of transition (who is left behind?)
- Participatory (with me, not for me!)
- Global actor

2.4

restoration

Nature protection and

S.

Fit for 55 package, including emissions trading, regulations

Farm-to-fork strategy

Circular econo

package

EGD

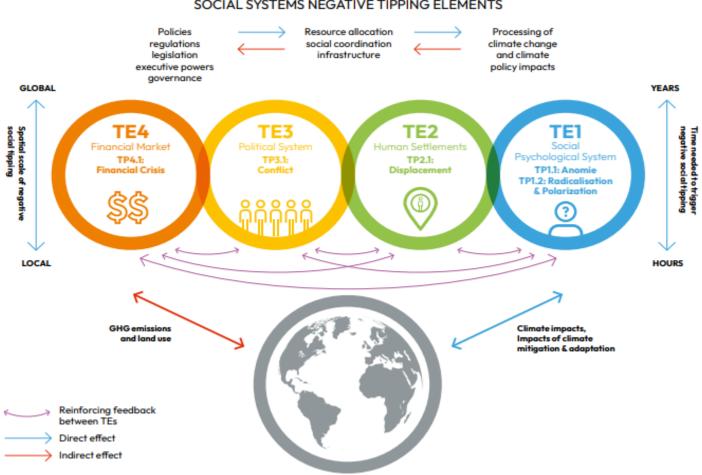
and target



Earth system destabilisation; the tipping point and impacts on social systems

'A 2°C world might be insurable, a 4°C world certainly would not be'

Former CEO of AXA (2015)

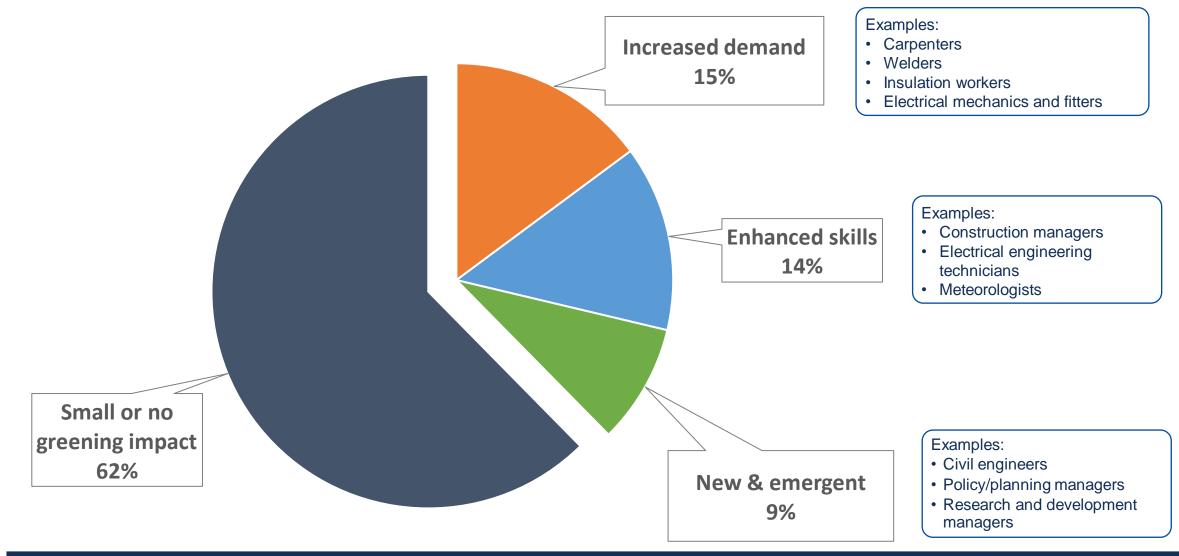




Green transition and job quality



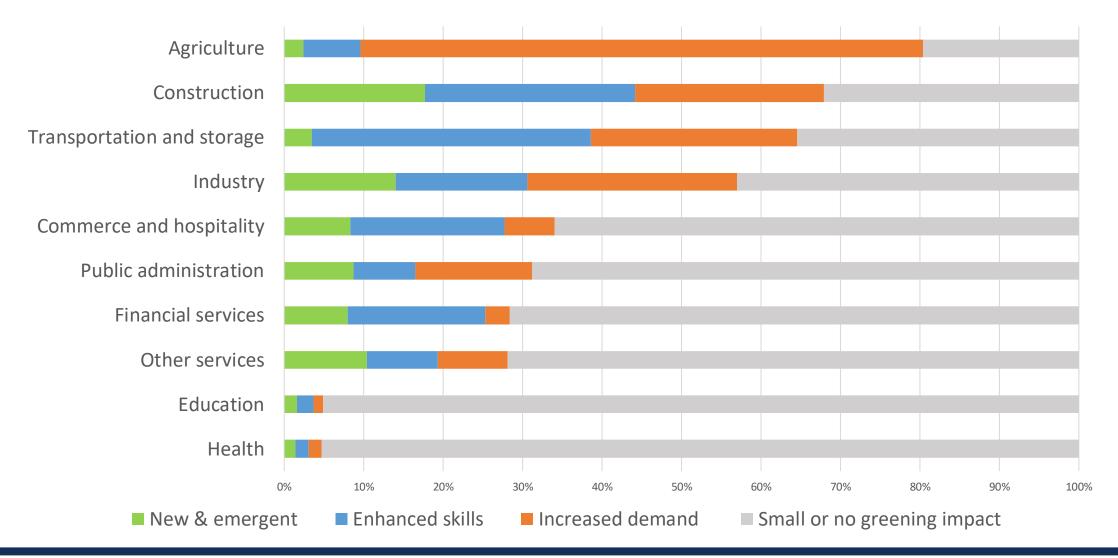
Greening occupations - Jobs likely impacted by the transition



Source: EWCTS, 2021.



Greening by sectors



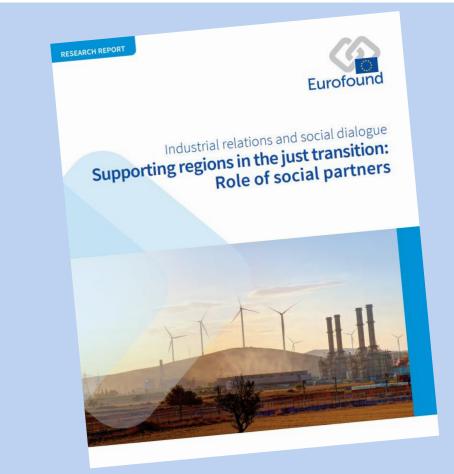
Source: EWCTS, 2021.



A green transition needs to be a just transition



Just transition at regional level: the role of social partners

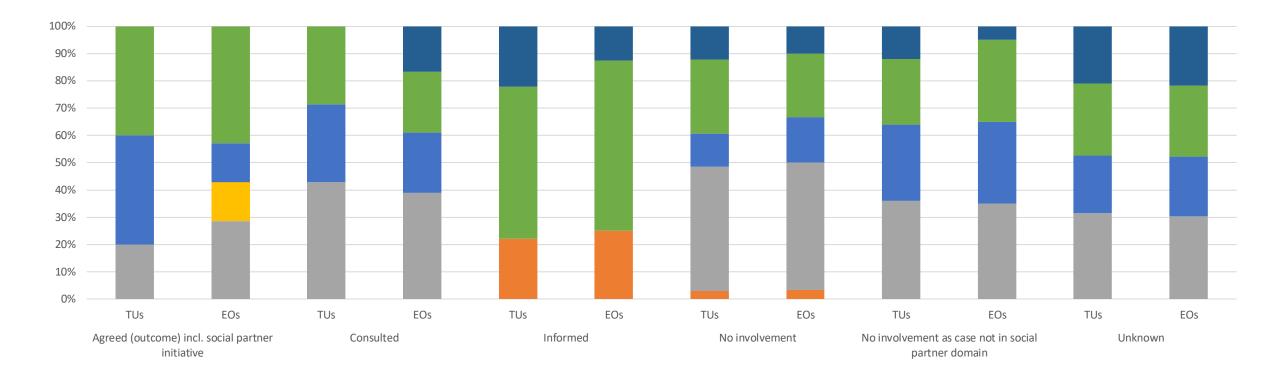


Involvement of social partners in the governance structure of regional plans (TJTP)

- Multi-level governance
- Coordination: Monitoring Committees (ESF+)
- Participation in three stages: Design, Monitoring and Implementation > few MS
- Fewer opportunities for participation of social partners at regional level.
- Capacity issues



EU PolicyWatch: role of trade unions and employers in the adoption of policies related to the green transition, 2022-2023



- Ensuring business continuity and support for essential services
- Promoting the economic, labour market and social recovery
- Reorientation of business activities
- Supporting businesses to stay afloat

- Measures to prevent social hardship
- Protection of workers, adaptation of workplace
- Responses to inflation





Proposals submitted by social partners



Employment and quality of work

Skilling, upskilling, career guidance



Education system

Adapting the education system to the green economy



Subsidies & support for businesses

Competitiveness, green ndustrial policies, green entrepreneurship



Research, innovation, digitalisation



Circular economy



Views of social partners

Employers

- Flexibility, business friendly rules for funding
- Support for companies, removal of barriers
- Involvement in TJTP
- Reskilling and retraining

Trade unions

- Just transition through social dialogue
- Good quality jobs, working conditions, social support to workers
- Reskilling and retraining
- Alignment with other plans
- A broader approach to sectors
- Capacity issues



Social dialogue on just transition

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Cross-sector
Germany: Coal commission
and legislation

- Spain: 2 agreements for coal phase out & social plan
- Finland, green and just transition
- Sweden, job security councils

Collective Agreements in electricity and oil -Italy

- > A new 'charter on the value of people'
- Commitment to training, re-employability, new individual evaluation system
- A commission to assess the impact of the twin transition on jobs and identify new skill needs for the sector
- Ecological transition: participation, stronger labour relations

"To foster this paradigm shift, labour relations are called upon to promote the anchoring of a culture of participation, which takes care of work and workers,"

preamble in collective agreement (Mind RH, 2022)



Social dialogue in green, just transition

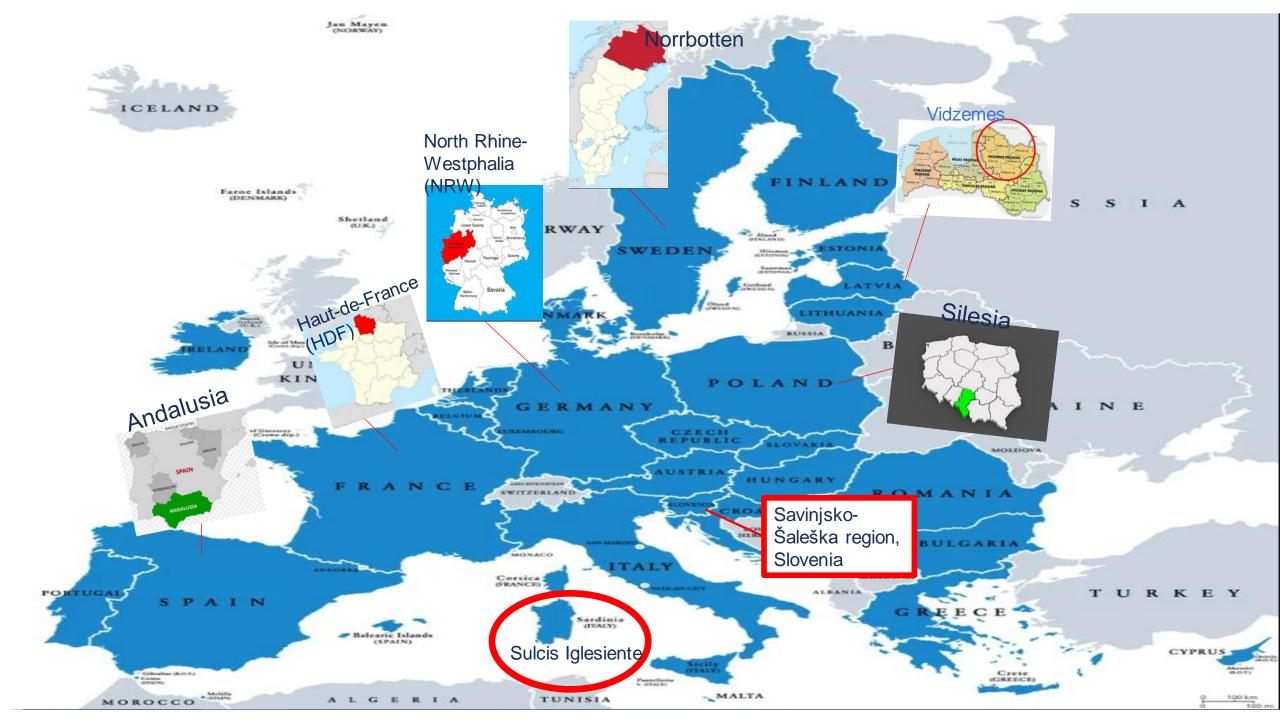
- Agreement on the EGD and 'green' goals
- Social dialogue agenda: limited inclusion of green, just transition in collective bargaining
- EU level social dialogue:
 - > More on digitalisation, less on green, just transition
 - > Electricity, gas sector statements
 - EU level Gas sector: negotiations towards a European Framework Agreement focusing on Just Transition



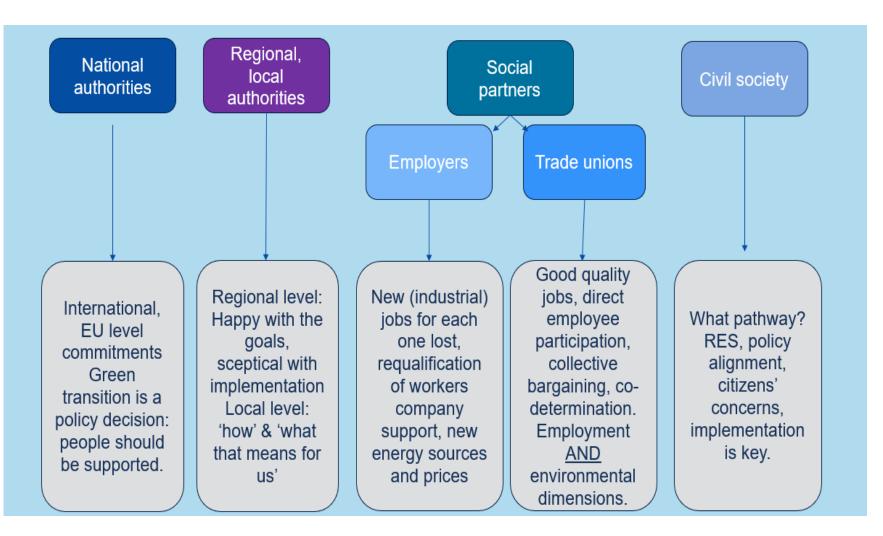
Just transition: Partnerships

Roles, challenges, opportunities, enablers





How the various stakeholders perceive the green, just transition





Stakeholder involvement: the case for MLG

Member States	National Body/Role	Regional/State Body/Role	Local Body/Role
Netherlands	3	3	3
Poland	3	3	2
France	3	3	1
Sweden	3	2	2
Czechia	3	2	2
Estonia	3	2	2
Slovakia	3	2	2
Croatia	3	2	1
Latvia	3	2	1
Lithuania	3	2	1
Slovenia	3	2	1
Italy	3	1	1
Bulgaria	3	1	1
Greece	3	1	1
Hungary	3	1	1
Denmark	3	1	1
Luxembourg	3	1	1
Malta	3	1	1
Romania	3	1	1
Cyprus	3	1	1
Ireland	3	1	2
Belgium	1	3	2
Portugal	1	3	2
Austria	2	3	2
Germany	2	3	1
Spain	2	3	1
Finland	1	3	1

- Not just MLG but also..
- Multi-actor
- Relationships across three levels:
 - National- EU (& international)
 - State-region
 - State-society



First insights (work in progress..)

Challenges

- Capacity to deal with large, complex projects (at regional level)
- Meaningful involvement of actors
- Funding complexities (involvement of different ministries)
- Lack of private investments
- Communication
- Timing
- Delays in passing legislative measures
- Project fragmentation

Opportunities

- Financing of measures going beyond existing funding
- Strong, diversified regional economy
- Potential for developing sectors
- Enhancement of 'green' skills
- Potential for SMEs development
- Restoration of degraded areas
- Bottom-up, inclusive approaches to transition



Eurofound engaging with tripartism on green just transition: Tripartite Exchange Seminars 2024

- Promoting social dialogue and tripartism (involvement of employers' organisations, trade unions and governments in the shaping of policies) and mutual learning, sharing of experiences and good practices and supporting Communities of Practice on social dialogue in green, just transition.
- Multi-Agency Seminar (Eurofound, Cedefop, EEA and ETF)
- Seminars to be held in May 2024 (residential part).





Making the green transition work: reflections on financing

- Whole of government approach; multi-level, multi-actor, systemic
- Addressing potential overlap of green policies or tools financing projects across ministerial departments and localities (outcomes, target group)
- Addressing different timelines and priorities at national, regional, local level
- Creating a data infrastructure for sharing information
- Connecting action on green transition to an overarching agenda of innovation, growth, good jobs
- Meaningful public-private co-financing of green projects that meet the needs of society
- Bringing together workers, firms, communities, intellectual (research) and financial capital
- Considering conditionalities on subsidies and grants



Thank you!

