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Just Transition Commissioner

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https://www.gov.scot/publications /transition-commission-nationalmission-fairer-greener-scotland/



Just Transition Commission

A national mission for a fairer, greener Scotland



The challenge, and what we mean by a just transition:

"The imperative of a just transition is that Governments design policies in a way that ensures the benefits of climate change action are **shared widely**, while the **costs do not unfairly** burden those least able to pay, or whose livelihoods are directly or indirectly at risk as the economy shifts and changes."

Where we are now and so solutions

- Evidence from thematic sessions, invited representatives, surveys, open consultations, etc.
- Case studies
- Energy efficiency in housing: benefits the climate, improves the health and wellbeing of people, and can create and sustain jobs across the economy. How we pay for this is crucial, with public and private finance needed. But it is important to remember that improving health and wellbeing through better housing could lead to reductions in expenditure elsewhere
- Transport system that improves our health and wellbeing. National Transport Strategy: which is underpinned by four principles – reduced inequalities, improved climate, inclusive growth, and improved health and wellbeing

More than energy

positive opportunity to tackle existing inequalities and to build a society that prevents injustice from occurring in the first place. This vision of a just transition seeks to identify how climate action can build our collective wellbeing.

Our call to action in four simple messages

Key Message 1. Pursue an orderly, managed transition to netzero that creates benefits and opportunities for people across Scotland. Delivery of this must be a national mission

• Fundamental changes to the way we live, work and do business could have a positive impact on Scotland's overall economy. The impact will differ widely across sectors and regions. Just transition roadmaps will give direction and confidence, driving investment that brings jobs, skills and value to Scotland; stakeholders will work together on robust plans; government business support will be more explicitly linked to emissions reductions, stronger local supply chains and Fair Work. These fundamentals can be a catalyst for action across the public and private sectors.

Orderly, managed transition:

Particular recommendations

- 1 Ensure sufficiently developed **roadmaps** exist for the net-zero transition in Scotland, including for key technology options.
- 2 The **public sector** must be more prescriptive and strategic in its use of funding streams to build strong and resilient local supply chains
- 3 All levers should be used to achieve increased local content
- 4 All public funding for climate action should be conditional on **Fair Work** terms

Key Message 2. Equip people with the skills and education they need to benefit from the transition

 We need a flexible and accessible skills and education system that can meet the needs of a net-zero economy and address inequalities. Specific interventions will be needed for some, such as those in carbonintensive industries, farmers and land managers and small businesses, particularly in construction and transport.

Skills and education:

Particular recommendations

 8 Lay the groundwork for a flexible, accessible skills and education system that can meet the needs of net-zero while addressing existing inequalities in the labour market.



Key Message 3. **Empower and** invigorate our communities and strengthen local economies

 A just transition is shaped by Scotland's citizens, not imposed on them. It energises social partnerships and local democracy and develops places and communities that are designed for net-zero and improved wellbeing. It empowers consumers to choose local products, such as sustainably produced food and drink.

Communities and local economies

Particular recommendations

- 12 Conclude the Local **Governance** Review at the earliest possible date
- 13 Implement Green **Participatory** Budgeting with agreed target levels of funding
- 15 Apply the lessons learned from Scotland's Climate Assembly across the development of all policies for tackling climate change
- 16 Empower and resource local authorities to deliver a just and green recovery
- 17 A new "Sustainable Scotland" brand should be created to support Scottish agriculture deliver climate action and to empower consumers to choose sustainably produced food and drink
- 18 Scottish Government, local authorities and developers must commit to creating communities that embed lowcarbon lifestyles, while improving our health and wellbeing

Key Message 4. Share benefits widely and ensure burdens are distributed on the basis of ability to pay.

• A just transition **refocuses** on **wellbeing**; it uses the power of government intervention and public finance (such as the Scottish **National Investment Bank and public** pension funds) to drive action; it explores new funding methods for local projects; it fully explores the **distributional** impact of taxes; it ensures new technologies and services are delivered in a way that works for people, and improves the lives of the most vulnerable in our society.

Benefits and Burdens:

Particular recommendations

- 20 Decisive action must be taken to ensure that all consumers are able to benefit from the increasing availability of new ways of buying and selling electricity
- 21 Any additional costs for consumers associated with emissions reduction must be linked to **ability to pay**.
- 22 The power of public sector pension funds and business support funding must be directed towards ensuring companies align with the just transition to netzero
- 24 We must move beyond GDP as the main measure of national progress. Scottish Government must champion frameworks that prioritise wellbeing. [The recent Strategic Transport Projects Review is a sign that this is moving in the right direction, but updated guidance outlining how to balance the objectives of net-zero, wellbeing and health should be produce]

Next speaker

Dr Margaret Douglas

Look to the future

- 1. Deputy First Minister or a Cabinet Secretary responsible for a just transition to net-zero. (partly under Kate Forbes, split across several portfolios and Ministers)
- 2. Scottish Government must establish capacity for **independent scrutiny and advice** on the just transition provisions in our Climate Change legislation. (also for NHS Lothian?)
- 3. The Scottish Government should launch a **national call for action** at COP26, that brings business, trade unions, and civic society together in a commitment to support just transition principles in Scotland. (focus and action)