The German Commission on „Growth, Structural Change and Employment“

Overview on its recommendations

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1. The role of coal in the German energy mix
While the relevance of coal for the energy system and the economy in total has been declining steadily, the economic relevance in traditional mining regions is still substantial.
“Coal Culture” is a relevant part of the German identity
2. Mandate and structure of the commission
In June 2019, the German government mandated the Commission „Growth, Structural change and Employment“ to solve the ongoing political conflict around the future role of coal.
The commission was staffed with 31 members rather representing social, economic and environmental interests then scientific expertise.

The commission included representatives from the following interest groups:

- 7 representatives from mining regions
- 5 representatives from business and industry
- 5 scientists
- 4 representatives from the energy industries
- 3 representatives from environmental associations
- 3 representatives from trade unions
- 3 members of the federal parliament
- 1 representative from the administration
3. A snapshot of the commission’s proposal
The Commission suggests to accelerate the proceeding reduction in coal power generation and to phase out coal until 2038 the latest.

Step by step reduction of coal capacity in the market:

- from 23 GW lignite and 20 GW hard coal in 2017
- to 15 GW lignite and 15 GW hard coal in 2022
- to 9 GW lignite and 8 GW hard coal in 2030
- Final phase out until 2038 the latest; reviewing in 2032, if 2035 is doable
The Commission’s proposal is a framework, aiming to both allow for Germany meeting its climate targets as well as allow for a *Just Transition*.

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| Renounce new plants and minds | Secure competitiveness with compensation on power prices  
Ensure socially acceptable implementation with compensation on power prices for households, no dismissal and labour market measures | Create new jobs by modernizing the energy regions and kickstart investments in *infrastructure and research*  
Secure polluter-pays-principle for recultivation | Ensure effective climate mitigation with *renewable energy*  
Secure security of supply with *reserves and new gas capacity*  
Make the power and energy system *more flexible* |
...summing up

1. Germany, the 4th largest economy in the world, will accelerate the phase out from coal and complete the phase out within the next 20 years.

2. The compromise is not only a shut-down plan, but offers a credible modernisation and growth perspectives for the traditional coal regions and a just transition for workers.

3. The proposal sets a framework of measures, which now are about to be implemented und afterwards closely monitored.
Be proactive before market forces do their thing. Or at least make a Plan B.

Talk with each other and exchange ideas, it’s worth it.

Team up with allies from the other side when identifying common interests.
Thank you very much!

Haben Sie noch Fragen oder Kommentare?
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Agora Energiewende ist eine gemeinsame Initiative der Stiftung Mercator und der European Climate Foundation.