

Governance for the just transition

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The just transition and collective action

- Five key impacts (using TOC terminology)
 - Net zero emissions
 - Working people and communities that depend on emissions-intensive industries find alternative livelihoods
 - Anticipate and address the effects of climate change on working people and the poor
 - Stronger participatory democracy and collective action by working people and their communities
 - The transition maximises economic social opportunities for society as a whole

- Requires fundamental shifts in social relations and market outcomes
- Government has critical role in shaping collective action
- Challenges:
 - Pursuing sustainable solutions in unpredictable conditions
 - Empowering affected citizens to influence decisions
 - Promoting solidarity and collaboration in implementation

Already seeing contestation, delays and inconsistencies.

How to improve outcomes?

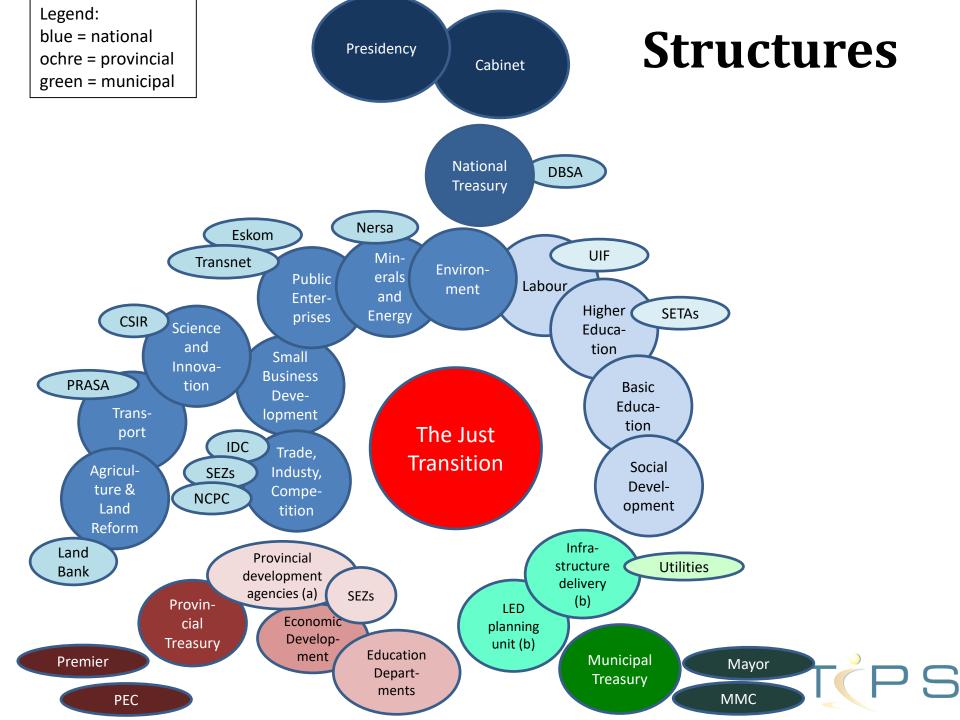
What undermines effective governance?

Power outside democracy (in SA, mostly economic inequality)

Structures and systems do not ensure accountability

Corruption, bias, incompetence Here focus on structures and systems, as central to democratic project
Shapes conditions for individual officials' (mis)behaviour

But deep inequalities are a core threat to democracy and specifically to the just transition



Why?

- Overall, the state is fragmented
- Ad hoc allocation of responsibilities for just transition as crisis has intensified
- Impacts are not articulated clearly, much less prioritised
 - Not in mandates or KPIs for almost any department except DFFE
- If included at all, then in terms of outputs
 - e.g. DMRE has KPIs for evaluating how it measures emissions, but not progress in reducing them
- Means often under-resourced

- Weak coordination mechanisms
 - Do not define priority impacts for the just transition and measure progress against them
 - Only Cabinet and the courts can finally resolve disputes – they may drag on forever
 - Forums do not exist for many functions and are usually under-resourced



Spheres

- Climate impacts largely local, but national state critical to ensure funding, technical capacity and coherence
- Autonomous elected governments but very limited Constitutional roles for provinces and municipalities
 - Municipalities: Supply and pricing of local infrastructure (bulk of spending); licencing local business; tourism promotion
 - Provinces: Education and health (75% of spending); SEZs; provincial roads; some housing
 - National: Economic and energy policy, bulk infrastructure, social grants and labour policy, security services, providing postsecondary education, setting policy on general education and health, some housing

- Municipal revenues and capacity vary sharply depending largely on apartheid spatial planning/ investment
- Typically very limited capacity for economic policy – dominated by infrastructure and spatial planning with focus on households
- Biggest challenges:
 - Coal towns (mostly secondary cities in Mpumalanga – historically a heavy industrial centre)
 - Rural towns especially in historic labour-sending regions that depend on agriculture and tourism



Decision-making systems

Variables

What democracy needs

Decision-making for the just transition

Stated objectives

Objectives should reflect commitments to voters

Most decision-making systems do not target the just transition at all (e.g. for Musina Makhado: SEZ designation; EIA)

Information

Input systems should empower citizens and control lobbying Some decisions still don't have open input systems; constituencies not organised or capacitated to engage; few quality controls on technical inputs; extensive lobbying and forum shopping

Decisionmakers' perspectives Require that show how decisions meet objectives and use information Decision-makers not required to justify decisions in terms of just transition or show how used information inputs; rarely understand just transition issues – and university economics doesn't help

Participatory democracy and the just transition

- Include citizens and their organisations directly in decisionmaking
- May mean:
 - Setting
 objectives for
 decision making
 systems
 - Providing information
 - Helping to make decisions directly

- Participation can have various aims:
 - Information gathering (e.g. group interviews, hearings)
 - Mobilisation (e.g. training, discussions and mandating)
 - Negotiations with stakeholders
- Each differs in:
 - > Participants
 - Role of technical expertise
 - Costs and risks

- Challenges:
 - Constituencies are not organised
 - Inequality affects ability to engage
 - Solutions are inherently technical
 - No time or space for public participation
 - Few officials understand how to promote participation
- Risks and costs
 - Time for engagement and mandating
 - Disappointed expectations vs flexibility
 - Managing compromise



Using evidence

- Evidence for policymaking is always a patchwork
- Harder because just transition is occurring in a crisis – so rapidly changing conditions and science
- How to manage uncertainty without paralysis?

- The precautionary principle
 - > Take action, but adapt as information improves
 - Understand as a process:
 - Applies when inaction risks "serious, irreversible and uncertain consequences"
 - Decision-makers do not need to prove every move beyond a reasonable doubt but rather have shared burden of proof
 - between state and cost-bearers;
 - Government establishes iterative processes that permit decisive action but ensure learning and improvement over time;
 - Government is open to alternatives and new options based on improved information. (Bourguignon 2015:8)
- E.g.: The change in responses to COVID-19 as scientific understanding improved - from full lockdown to restrictions only on indoor social gatherings



Some questions

- Can the impacts and outcome targets proposed for the just transition in the paper be improved?
- In terms of the session's questions around how to achieve coherence, participation, capacity and agreement on priorities:
 - What structures should drive the just transition nationally and locally?
 - What changes to decision-making systems would ensure consequences when the aims of the just transition are not being met?
 - ➤ How to ensure that just-transition oversight and implementation structures respond to the views of working people and the available evidence, rather than informal elite networks and groupthink?
 - What is the role of NEDLAC in the just transition?





Re a leboha!