TIPS Development Dialogue Webinar
Unravelling South Africa's just transition: Unpacking cross-cutting interventions
16 February 2021

Policy toolbox for a just transition

Gaylor Montmasson-Clair Trade & Industrial Policy Strategies (TIPS)





Dimensions of a just transition

Procedural justice

- Focuses on an inclusive process
- Recognises marginalised groups by including them in decision-making processes; and enabling/ empowering broad stakeholder

Procedural justice Restorative **justice** Distributional justice

Distributive justice

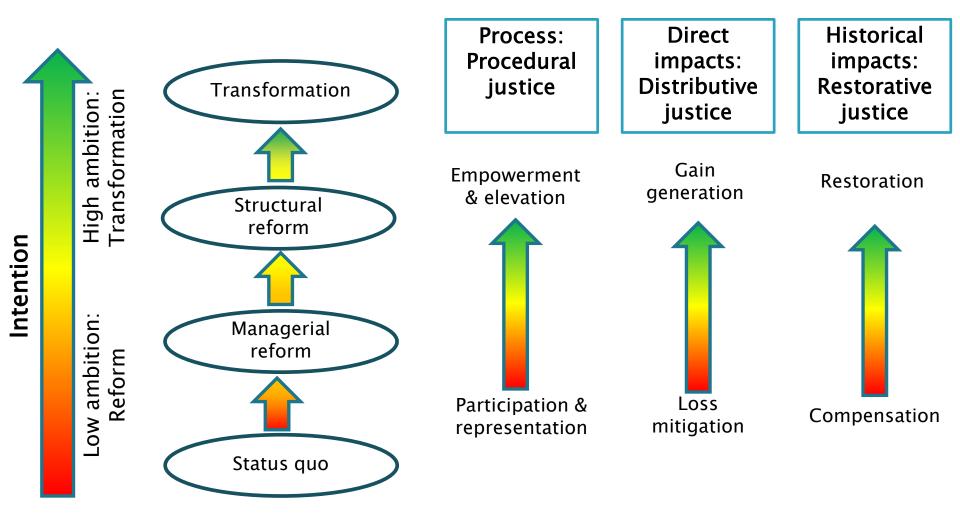
Deals with the distribution of risks and responsibilities Aims to address a "double inequality" around responsibilities (who pays?) and impacts (who benefits? And how?)

Restorative justice

- Considers past, present and future damages that have occurred against individuals, communities and the environment
- Provides opportunities to rectify or ameliorate the situations of harmed or disenfranchised communities



Dimensions of a just transition





Dimensions of a just transition

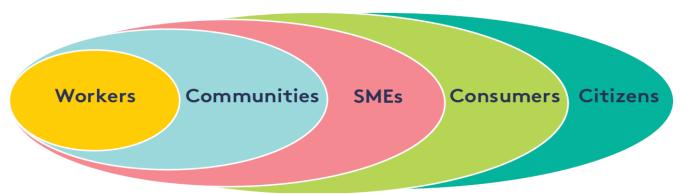
What beneficiaries?

- Beneficiaries of a JT are generally identified as 'vulnerable stakeholders
 - What width of scope?
 - Who should be prioritised?
 - Most affected people/communities? Future workers in new activities? Low-income consumers of high-carbon products?

What impacts?

- Climate change only?
- Other environmental impacts?
- All (technological) transitions?

Very different measures follow from such choices





Source: LSE 2020

Policies for procedural justice

Dignity and respect

All individuals are treated with dignity and respect

- Inclusive public participation
- Equal weight for all

Voice

 Individuals are given a chance to express their concerns and participate in decision-making processes by telling their side of the story

- Bottom-up process
- Empowerment

 capacity
 building / skills
 dev.

Neutrality, impartiality and transparency

 Decisions are unbiased and guided by consistent and transparent reasoning

- Evidence-based
- Equal, unrestricted access to info

Trustworthiness

 Decision-makers convey trustworthy motives and concern about the well-being of those impacted by their decisions

- Ongoing public engagement
- Clear, explicit proceedings



Procedural justice - Key questions

How to decide on which participants should take part in the social dialogue?

- The decision on whom to include inevitably gives some groups a voice while shutting out others.
 - Open, grassroots participation empowers individuals and communities that often cannot engage in representative processes but may lead to capture by unrepresentative individuals
 - Representative stakeholder engagements (e.g. NEDLAC), where constituencies are expected to designate and mandate representatives.

A central difficulty is always to balance:

- the power of organised constituencies,
- the desire for participatory and open procedures, and
- the need to bring in expertise to test diagnostics and proposals against the evidence, and to identify the necessary resources.

Social dialogue is a means to an end, not an end in itself.

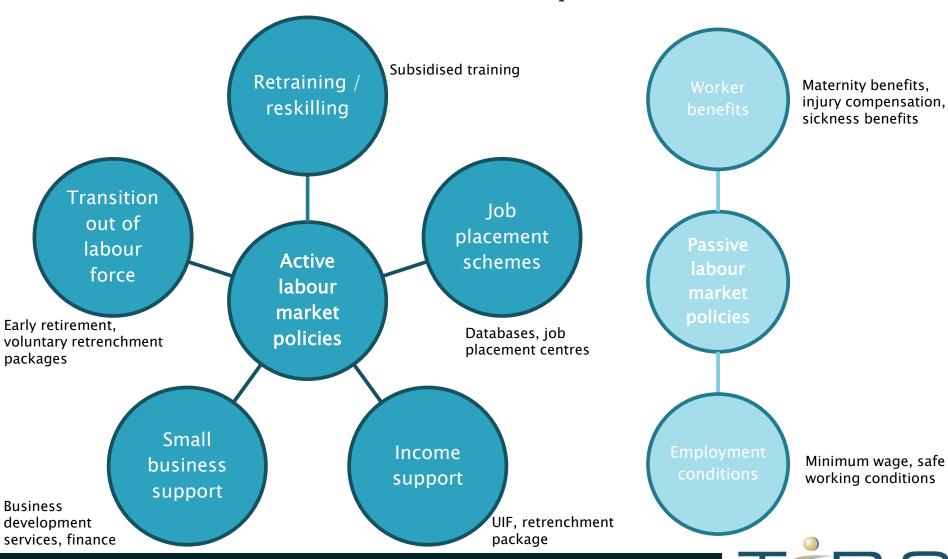
- Realistically, some differences between stakeholders are inherently ideological and full consensus might well never be reached.
- This should not prevent action.

Achieving co-creation takes time

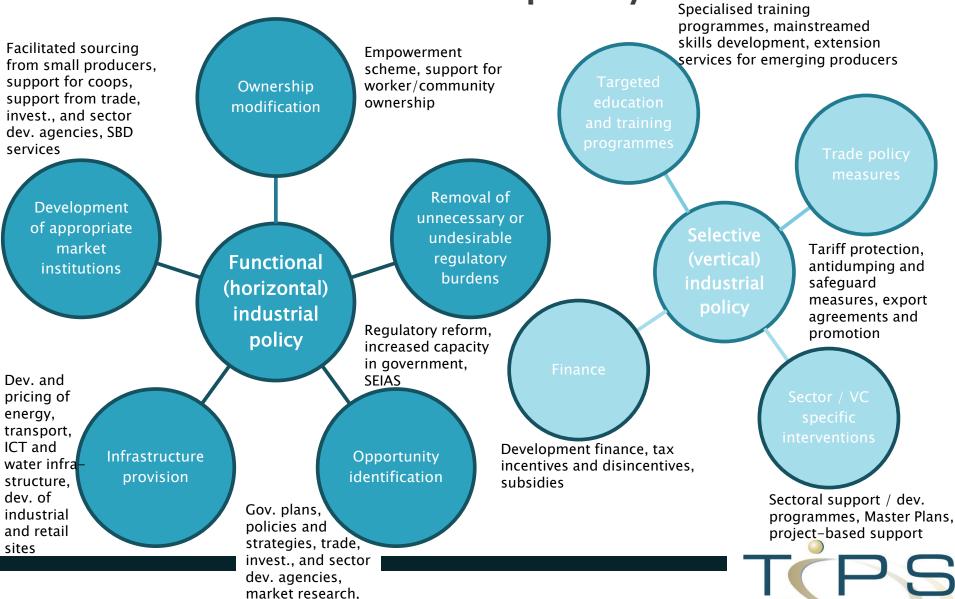
 Trade-off between co-creation and the urgency to act



Policies for distributive justice Labour market policies



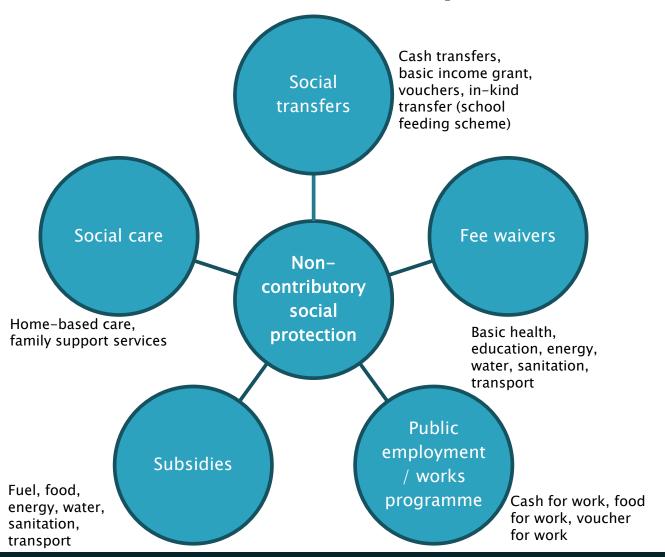
Policies for distributive justice Industrial policy

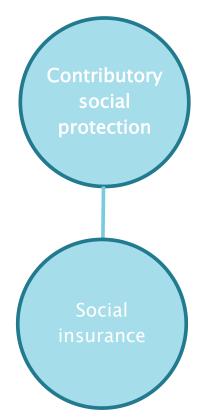


8

trade fairs

Policies for distributive justice Social protection





Health insurance, UIF, maternity / paternity insurance, disability insurance, work accident insurance, old age pension, crop / livestock insurance



Distributive justice - Key questions

What beneficiaries? And whose problems should be prioritised?

- Managing the tension between a broad social compact and specific solutions to current challenges
- Broad JT: Risk of broad guidelines (which can delay solutions) rather than specific plans for affected communities.
- Narrow JT: Risk of missing vulnerable stakeholders
- Realistically, both are required

What role should each stakeholder play?

- Incumbents
- New comers
- Communities
- Workers
- Government (local, prov., nat.)

Who should pay?

- Incumbents?
- New comers?
- Government/Society?
 - Role of fiscal reform

Who should implement?

Role of dedicated entity



Policies for restorative justice

Socio-economic empowerment

- Access to modern housing and services (energy, water, etc.)
- Access to economic opportunities
- ·Social ownership

- Social dialogue
- Industrial policy
- Social protection

Socio-cultural restoration

- Non-predatory use of land
- Respect for local, indigenous culture, heritage and practices
- Access to health, education, safety, etc.

- Social dialogue
- Social protection
- SEIAS and socio-eco assessment of land use

Environmental restoration

- · Land (mine) rehabilitation
- ·Safe, clear air
- ·Safe, clean water

- Social dialogue
- Policy / regulatory enforcement
- Rehabilitation entity



Restorative justice - Key questions

Stage 1 (discovery)

- Who are the victims?
- Who are the offenders?
- Who constitutes the communities of care?
- What loss and damage?

Stage 2 (process design and preparation)

- Are the victims and offenders willing to participate in the process?
- Do the victims and offenders have sufficient support to participate in the process?

Stage 3 (restorative dialogue)

What repairs can be made?

Stage 4 ([re]integration)

How can changes made be sustained?

Litigation vs restorative justice

- Limited effectiveness of litigation in addressing issues of restorative justice
- Restorative justice requires an acknowledgement of wrongdoing
- Role of litigation as last resort

Restitution

- Financial compensation vs alternative remedies
- What should be covered?
 - Relocation, resilience costs, emergency finances, remediation, upliftment, etc.
- Who should be liable? Question of historical responsibility



Looking ahead

State of play in South Africa

- Some existing instruments for all 3 dimensions of JT
- But more ersatz mechanisms than optimal channels
- Not necessarily aligned with a JT agenda
- And not structured/coordinated, between and within stakeholder groups

Procedural justice

- What role for the PCCCC?
- How to organize co-creation through a bottomup process?
- Need for an implementing entity?

Distributive justice

- Alternative opportunities for workers and small businesses
- Diversification and rejuvenation of affected regions/ communities
- Role of various stakeholders

Restorative justice

- Role of rehabilitation funds and SLPs
- Policy for equitable access to housing, energy, water, sanitation
- Role of various stakeholders



Trade & Industrial Policy Strategies

Supporting policy development through research and dialogue

www.tips.org.za

Gaylor Montmasson-Clair
Senior Economist: Sustainable Growth

gaylor@tips.org.za

+27 12 433 9340

LinkedIn | Twitter

