

Coal-Phase out in Germany and structural aid for the affected regions

Panel: Coal Regions in Germany and Russia: Development Prospects for a Low-Carbon Future

Berlin, March 17th, 2021

Eric Altmann, LL.M.

Division IB7 – Structural Change in the Coal Regions
Federal Ministry for Economic Affairs and Energy

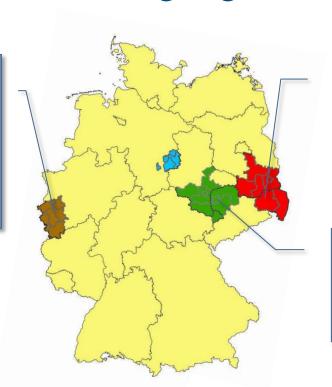
The German coal mining regions

Rhenisch coal region

approx. 9000 directly employed in the coal sector

approx. 5000 indirectly employed in the coal

sector



Lusatia coal region

approx. 8000 directly employed

approx. 5000 indirectly

employed

Middle German coal region

approx. 2400 directly employed approx. 1200 indirectly employed

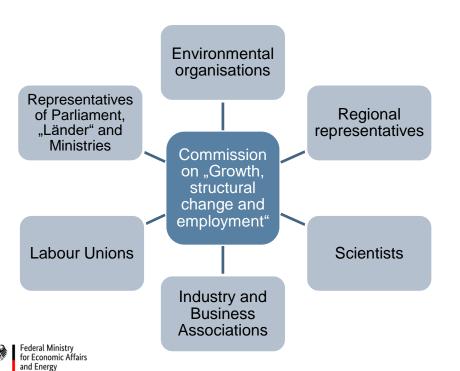


Source: RWI (2018)

The challenges of the German coal phase-out

Long-**Sizable** standing history of regions that Strong coal mining stakeholder are economicall and high groups with y dependent share of conflicting on coal interests coal in mining electricity production

Commission on Growth, Structural Change and Employment



- ✓ 9 months of intensive work
- ✓ 24 members with voting rights
- ✓ On-site inspection of the affected regions
- √ 10 plenary meetings
- ✓ Further meetings in two subworking groups on structural change and energy-related topics
- ✓ Expert-hearings on various topics

Fields of action

- Shutdown of the power plants
 - → Act on the Phase-out of Coal-fired Power Plants

- Structural aid for the affected regions
 - → Structural Strengthening Act for coal regions



The Structural Strengthening Act

Pillar 1: Investment Act

Financial aid to federal states and municipalities for public investments until 2038.

Up to 14 billion euros

Pillar 2: Federal Projects

Further measures by the federal government until 2038.

Up to 26 billion euros

Example:

Transport infrastructure, new research institutions (e.g. *Fraunhofer*, *DLR*) and new research programmes.



Up to 1 billion euros for selected communities with hard coal power plants.

Federal programme to finance consumption spending.

Coordination Committee with federal states.

Scientific evaluation of progress every three years.

Link to coal phase out law.





Thank you for your attention

Eric Altmann, LL.M.

Division IB7 – Structural Change in the Coal Regions
Federal Ministry for Economic Affairs and Energy