Briefing in the Committee on Energy Independence and Global Warming of the House of Representatives on 26 September 2007

Statement by the Federal Minister for the Environment, Nature Conservation and Nuclear Safety of the Federal Republic of Germany, Mr Sigmar Gabriel

- At the upcoming climate change conference in Bali comprehensive negotiations on a post-2012 climate regime have to be launched. There is urgency to act, as the IPCC report confirmed once more this year.
- Our goal for Bali is to adopt a roadmap, i.e. a concrete negotiating mandate and a timetable until 2009.
- The EU considers a post 2012 agreement should comprise 8 major building blocks:
 - a shared vision to reach the ultimate objective of the Convention;
 - deeper absolute emission reduction commitments by developed countries;
 - promoting further fair and effective contributions by other countries, including incentives set by new and flexible types of commitments, to reduce the greenhouse gas emission intensity of economic development;
 - extending the carbon market, including innovative and enhanced flexible mechanisms;
 - increasing cooperation on technology research, development, diffusion, deployment and transfer;
 - enhancing efforts to address adaptation, including risk management instruments, finance and technologies for adaptation;
 - addressing emissions from international aviation and maritime transportation, making further use of the expertise, experience and work of relevant international organisations;
 - reducing emissions from deforestation and enhancing sinks by sustainable forest management and land use practices.
- Bali has to be prepared very carefully. This will be done through the various formal and informal events such as the UN High Level Event which has just been concluded. All these events are important opportunities for **preparing** a decision in Bali.
- In Heiligendamm the G8 heads of state and government committed themselves to climate protection. The G8 clearly acknowledged the UN process as the central forum to negotiate a future climate protection regime.

We have to make use of this political momentum in order to make Bali a success.

- Under Germany's EU Presidency the European Union adopted a far-reaching decision in March 2007: our goal is to reduce greenhouse gas emissions by 30 percent by the year 2020 if other industrialised countries also commit themselves to comparable efforts, but in any event by 20 percent. In doing this we are already securing investment in the European carbon market. In the long term, the EU is aiming for a 60-80 percent reduction of its greenhouse gas emissions by 2050.
- Germany has also set itself ambitious targets: by 2020 we are aiming for a 40 percent reduction in greenhouse gas emissions as compared to the base year 1990; this is 10 percent more than the EU target.
- With the recently adopted future-oriented energy and climate package, which is unique worldwide, we have moved a big step closer to reaching our target. The package of measures will provide impetus for all CO₂-relevant key areas, promote climate protection and create jobs in Germany.
- Environmental and climate protection are already real job motors: currently around 3.5 million people are employed in the environmental protection sector in the EU. In Germany this figure is around **1.5 million**. This means that already 3.8% of the German workforces are employed in the environmental protection sector.
- With this policy, Germany will continue in its pioneering role on the lead markets of the future. Successful energy and climate policy also has positive impacts for Germany as a location for business and innovation. It secures both jobs and a liveable environment.
- The example of renewable energies: we have ambitious expansion targets for renewable energies (in the electricity, heat and fuel sectors): we want to achieve a share of 25 to 30 percent by 2020.
- The expansion of renewables shows how our country is benefiting from its role as a driving force for climate protection: within just two years, from 2004 to 2006, employment in the renewables sector rose by 50 percent - to 235,000 jobs. At least 134,000 jobs – almost 60 percent of the employment figures

calculated for 2006 – can be directly attributed to the Renewable Energy Sources Act. The dynamic employment development in the field of renewables will create more than **400,000 jobs by 2020**. This generates demand in other **industries** too and gives the industry sustainable growth in lead markets. Solar power installations and wind turbines made in Germany are an **export** hit all over the world.

- The example of combined heat and power: by 2020, we want to double the share of electricity from combined heat and power, to 25 percent. The additional demand in plant manufacture and the local construction industry leads to major labour market effects - securing and creating jobs on a sixfigure scale.
- The example of low-emission power plants: scenario calculations assume a global growth in the construction of power plants up to 2020, with an estimated capital requirement of several trillion Euros. This will have a corresponding effect on the labour market. We will implement measures and strategies to speed up investments in state-of-the-art, low-emission power plant technologies.
- The example of energy efficiency: energy efficiency standards and consumer-friendly labelling will be developed for all energy-consuming appliances and products. Efficient and rational energy use particularly benefits labour-intensive sectors in the building industry, engineering and trades.
 Private budget restructuring and the demand for domestic products stimulate employment and growth at home. At the same time, it encourages the improvement of technological know-how and keeps the domestically generated value added at home, instead of transferring it abroad for energy imports.
- The example of building modernisation: raising the energy standards for buildings under the Energy Saving Ordinance triggers investments on a large scale. These standards comprise considerably stricter requirements for new buildings, modernisation obligations for existing buildings etc.
- By integrating climate protection and energy policies as described jointly we increase our energy security, reduce greenhouse gases, upscale employment and economic development.