Understanding and Preparing for the Labor Impacts of Decarbonizing the U.S. Economy

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### Concern 1:

# Obsolete workers



Coal miners marching in the Lusatia coal region of Germany

### The Boston Globe

## Avoiding job loss in the transition to renewable energy

Policy makers must act now to blunt job losses by being prepared to offer much more help to workers who are affected by mass layoffs.

By Gordon Hanson Updated February 1, 2023, 11:27



Taiwan election: It's not war young voters worry about - it's jobs

11 January 2024

By Tessa Wong BBC News, Taipei

### Concern 2:

# Unprepared workers

## THE WALL STREET JOURNAL

# America's Green Skills Gap July 6, 2023 3:00 am ET Raises Concerns About Energy Transition

In 2022, U.S. green job postings on LinkedIn jumped 20%, but green talent grew only 8.4%



"green skills are the knowledge, abilities, values and attitudes needed to live in, develop and support a sustainable and resource-efficient society"

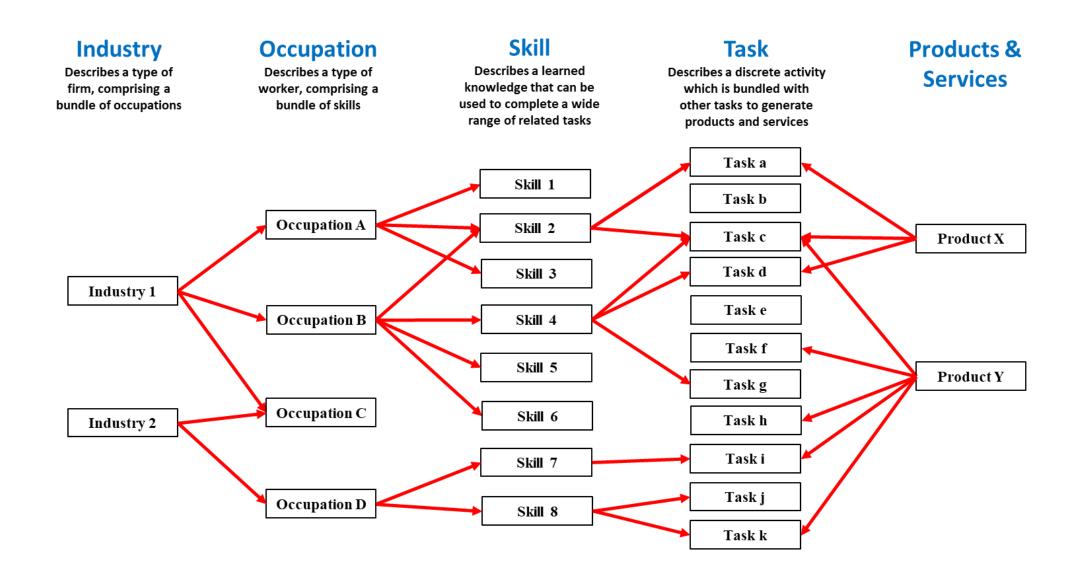


# Two guiding research questions

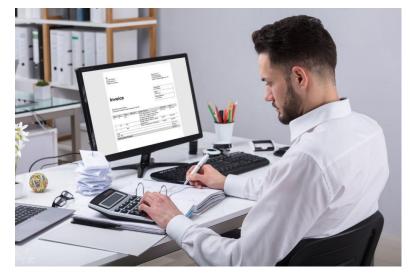
How will workers be impacted by decarbonization?

What can policy makers do to mitigate those impacts?

### A framework for studying the US workforce



#### Accountant



Auto Mechanic



**Coal Miner** 



Solar Panel Installer



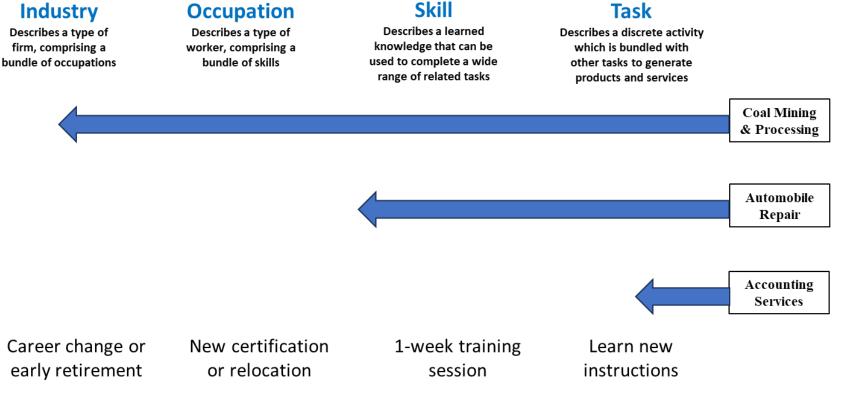
How will they differ in a decarbonized economy?

Four example jobs:

### Jobs will not simply be obsolete or new

A range of impacts will be felt requiring a range of policy interventions

It is possible (likely?) that most impacts will be minimal



Example worker activities

Example worker interventions at various levels of impact magnitude

# What is the impact on workers



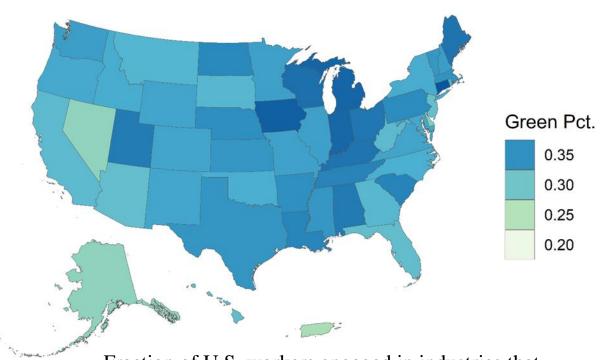
- How will employment impacts of decarbonization differ by industry sector?
- How will employment impacts of decarbonization differ by occupation?
- How will decarbonization impact various products and services?
- How will employment impacts of decarbonization differ by geography?

# How can worker disruption be mitigated?

- What are low-resistance pathways for workers to move between legacy occupations and industries to new occupations and industries?
- How much will decarbonization require worker relocation as opposed to skills upgrade?
- How does worker age and experience affect the likely success of different disruption mitigation strategies?
- How can the resilience of the future workforce be increased?



### Related questions



Fraction of U.S. workers engaged in industries that could presently undertake sustainable activities

- How do worker skills for a given occupation systematically vary across industry and city size?
- What GHG emissions are linked to individual product and how do those product link to worker tasks?

## Learning from history

January 1942, the WPB established to:

- (1) Transition the nation's industry
- (2) Conserve critical materials





- The Lionel toy train company started producing items for warships, including compasses.
- Ford Motor Company produced B-24 Liberator bombers.
- Alcoa, the aluminum company, produced airplanes.
- The Mattatuck Manufacturing Company, which had made upholstery nails, switched to making cartridge clips for Springfield rifles.

### Summary

• Fears over labor disruption are a major obstacle to decarbonization

 Social science can help assess the nature of that disruption and suggest solutions

 Analyzing worker tasks offers a fruitful and novel approach

Data obstacles exist

