



Policy Webinar Series SMEs and Climate Action

Output10th Webinar: SMEs in a 'Just Transition' to Net-Zero: What next?

* About:

This 10-part webinar series provides a platform for researchers and policy-makers to share experiences and explore new policy approaches to engage Small and Medium Enterprises (SMEs) in the path towards climateneutral economies. The series is jointly hosted by the <u>Austrian Institute for SME Research</u> and the <u>Zero Emission Enterprise</u> (ZEE) Network. The webinar series ran from November 2023 until April 2025.

□ 10th webinar 30 April 2025

Speakers: Afra Gründl, Constructor University (DE); Will Eadson, Sheffield Hallam University (UK)

Topic: SMEs in a 'Just Transition' to Net-Zero: What next?

In this final edition of the webinar series, we reflect on the inequalities and inequities in the net-zero transition among SMEs. Afra Gründl (Constructor University – Bremen) provided reflections from a gender perspective, while Will Eadson (Sheffield Hallam University) considered spatial and regional disparities in the transition to net-zero. Following their keynotes, we invite you to a joint discussion on how ecological and social dimensions can be better aligned in the path to net-zero.

Output Padlets:

When thinking of a just transition to net-zero: what are the similarities and differences between households and small businesses?

Similarities:

- o Role of the individual
- o Many smaller businesses are home-based / household businesses so some overlap between the two
- o Even if not home based, they share a vehicle or partially use home/household for work.
- Energy poverty There is a common misconception that businesses can easily just get out of business when fuel issues happen, but most 1-2 person businesses are basically 100% overlapping with households so there is major welfare loss spill.
- o Limited resources lead to need for support, e.g. government incentives, subsidies, accessible financing, supporting policies







Differences:

- One is perceived to act rationally
- o Decision making (e.g. investment) processes
- o Householders move on more frequently (perhaps?)
- o Property ownership is higher amongst householders (I think) In UK about 50% of businesses rent I think
- o Fuel Poverty: If an SME cannot afford to pay its energy bills, it may go out of business. This might be a shame, but it is considered normal. If a household cannot afford to pay (to keep warm e.g.) that is considered a major problem

How can a 'social climate fund' address inequities among SMEs? What policy measures would you propose?

Gender inequities

- o Qualification and training of women for green jobs in collaboration with SMEs
- Transitioning from manufacturing towards care and service sectors funding initiatives for the reskilling of men
- o Promoting local jobs might attract more women workers and reduce carbon footprints
- o requirements to include women in investment decisions?
- o Promoting inclusive business practice in 'green' sectors '
- o Identify and support strongly gendered sectors E.g. floriculture / floristry is overrepresented by women. This sector also faces other forms of exposure, and the intersection of these with women-specific challenges (e.g. caring responsibilities) demands particular kinds of support

Spatial and regional inequities

- o Social leasing of electric vehicles for small businesses in remote areas
- o Providing vouchers for SMEs to join local energy communities
- o Green industrial strategy which takes into account needs of smaller businesses as well as largest emitters
- o Prioritise off gas Electrification of heating for SMEs in rural areas (e.g. using heating oil)
- o Promoting on line retail allows a wider market access to the goods and services of the SME
- o Financing producer communities in rural areas

Other inequities among small businesses

o Access to capital is a problem

