"Rights at Work"

Why Unions Matter,
To You <u>AND</u> Your Community

Unifor Leadership Meetings, January/February 2014









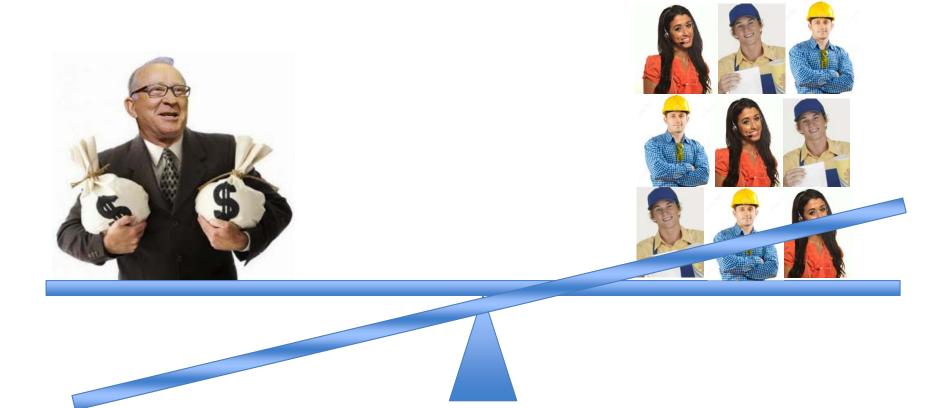






- There is an inherent imbalance of power between employers and individual workers.
- Each worker needs a job to support themselves and their family ("work or starve").
- But the employer doesn't need any <u>particular</u> worker.
 - Unless you are Wayne Gretzky or Steve Jobs!
 - Employer does need <u>all</u> workers to run the business.
- One-on-one, the worker has no power to reach a fair deal. Wages stay low, incomes are lopsided.
- By going to the boss collectively, workers can even the scales, reach a fair deal that shares the gains.





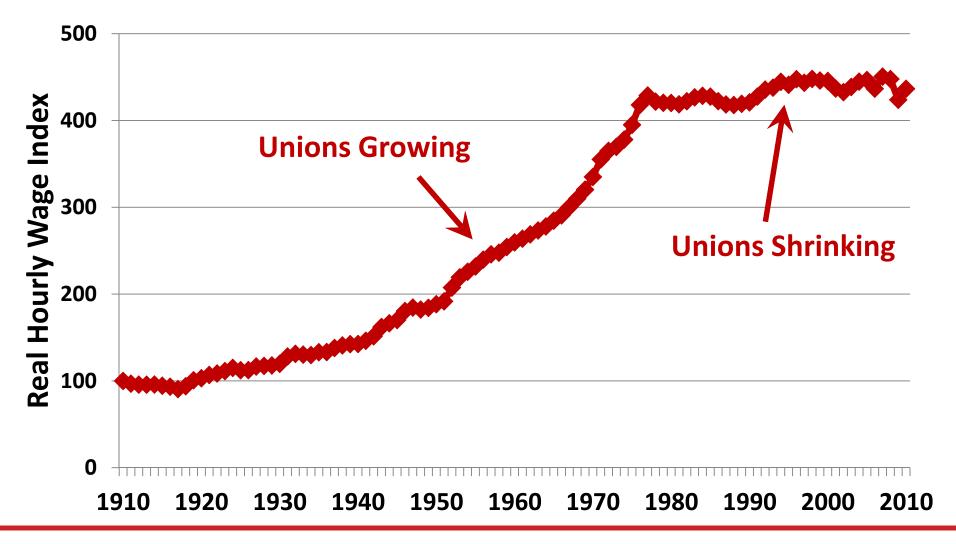


Unions and YOU

- The advantages of union membership and collective bargaining for union members are clear:
- Wages: On average across the whole economy, union members earn \$5 more per hour (23%).
 - The positive effect is bigger for part-timers and women.
 - We work hard for those higher wages!
 - \$50 billion/yr extra purchasing power from "union advantage."
 - Would be \$150 billion if <u>everyone</u> made a union wage.
- <u>Pensions</u>: Union members have 85% coverage (versus under 30% for non-union).
- Other Union Advantages: drug/health benefits, sick pay/LTD, health & safety, seniority rights, no unjust termination, a voice in the workplace, more.



Unions and Wages



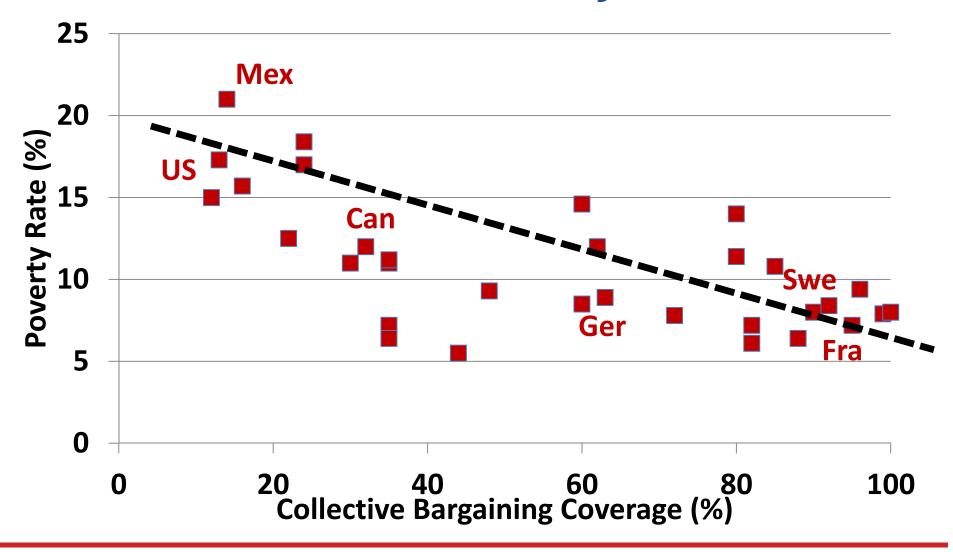


Unions and CANADA

- The broader benefits of collective bargaining for a healthier, more inclusive society are also clear:
- <u>Inequality</u>: Where unions are stronger, income is more equal – and communities are stronger.
- <u>Productivity</u>: Value-added per worker is higher in unionized jobs, this benefits exports and the whole economy.
- Purchasing Power: Union wages support spending & jobs.
- <u>Health</u>: Better incomes, benefits produce healthier families
 with fiscal savings for government, too.
- **Democracy**: Unions promote participation and voting.
- Happiness: International surveys show unionized countries report better happiness! (Denmark ☺).



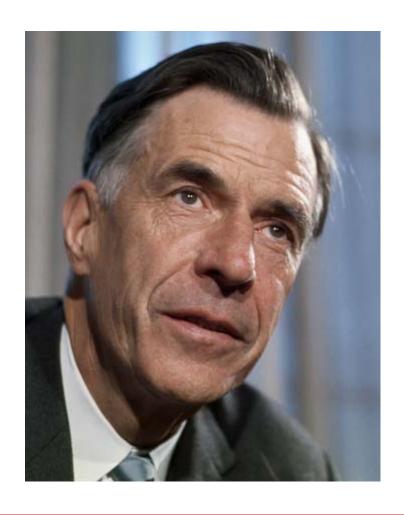
Unionization and Poverty





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Theory of "Countervailing Power"



John Kenneth Galbraith

- Corporate influence will unbalance society.
- Need institutions to push in opposite direction.
- Unions are a crucial force.

...Imagine what Canada would look like today without unions???



Takeaway #1:

Workers are better off, and society is healthier, when unions and collective bargaining are strong.



Collective Bargaining Needs Support

- Predictably, most employers would prefer not to deal with workers collectively.
- Their resistance can defeat efforts to establish and maintain collective bargaining:
 - Firings.Refusal to bargain.
 - Relocation / Outsourcing.Violence.
- For stable collective bargaining to survive, supportive laws / policies / standards must be in place.
 - It must be a goal of policy to support bargaining.



Takeaway #2:

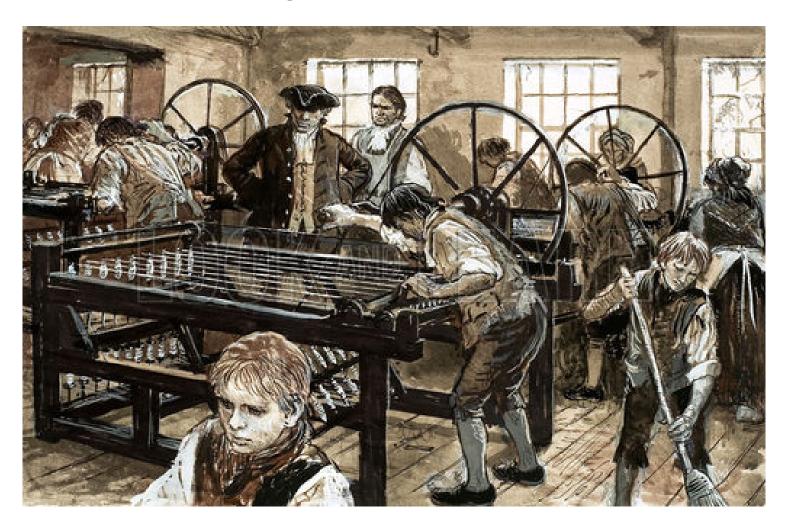
Collective bargaining will not survive without supportive laws & policies. This should be a government goal.



A Little History where did our



A Little History





A Little History





A Little History





A Little History: PC 1003

- During World War II, for first time, government codified collective bargaining, protected the right to organize, established a process for recognizing and certifying bargaining agents, and required companies to bargain.
 - "Canada's Wagner Act," 1944.
 - Majoritarian system.
- Government recognized the broader social benefits of a stable collective bargaining system.
- No clarity yet on union security.



A Little History: The Rand Formula





A Little History: The Rand Formula

- Arbitrated end to 99-day strike by UAW Local 200 (now Unifor Local 200) at Ford in Windsor over union security.
- Sensible compromise: everyone who benefits from the contract, should pay toward the contract.
 - Even if they don't "join."
- Avoids the "free rider" problem that is recognized even in conventional economics:
 - If some people can access a good or service for free, its provision will be jeopardized.



"Free Riders"





Labour Rights: Always Contested

- Business never surrenders. If they are able to turn back labour rights, they will.
- History is marked by repeated attacks by business on labour rights & bargaining, whatever the excuse:
 - Early suppression in Industrial Revolution.
 - Banning unions as a "barrier to trade."
 - 1930s: R.B. Bennett, Mitch Hepburn.
 - 1947: Taft Hartley Act (roll back Wagner Act).
 - 1970s and 1980s: Dictatorships in many countries.
 - Europe today: IMF, "troika" attacks on labour laws.
 - Canada today.



Takeaway #3:

We must be prepared and active to defend our labour rights, or they will be taken away.



Canada: The Current Attack

- Business is more aggressive: They once tolerated unions, but now feel they can go for the jugular:
 - "We can fully roll back the postwar system."
- Many Conservatives (not all) have made a political choice.
- Their strategy: "<u>Divide and Rule</u>." Stoke envy among those who don't benefit from unions, to turn against unions (instead of turning against the boss).
- Result: New attacks on right to organize, right to strike, right to collect dues.



A Many-Headed Monster

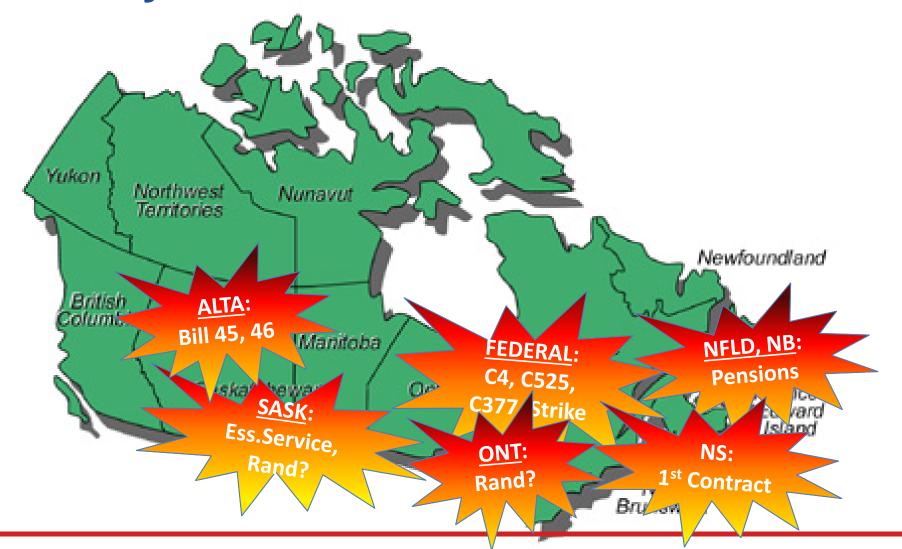




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A Many-Headed Monster





Federal Bills

- <u>C-4</u>: "Omnibus" budget bill
 - Unilateral power to define essential service (PSLRA).
 - Undermines H&S practices, right to refuse.
- C-525: "Private members' bill"
 - Prevents certification, eases decertification in federal sector (where Unifor is biggest).
 - Totally lopsided voting system.
- C-377: "Transparency bill" (private members')
 - Ties up unions in red tape, exposes advocacy activity.
 - Gutted in the Senate: victory? What can we learn?



The Biggest Monster Yet...





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The U.S. Experience

- 1947 Taft-Hartley Act: Business-led, McCarthyist, racist backlash against Wagner Act & New Deal.
- **DON'T USE THEIR LANGUAGE**: There is no such thing as a "right to work."
- Call it what it is: The government makes it <u>illegal</u> to negotiate union security. (Not exactly "freedom"!)
- Now covers 24 states (incl. Indiana & Michigan).
- Dramatic impact on unionization, wages.
- Spillover impact on society: poverty, risk, division.
- No consistent impact on jobs.



The U.S. Experience

| | States With Check-Off | States Without Check-Off | Effect of Check-Off |
|--|-----------------------|-----------------------------|---------------------|
| Unionization Rate (% of wage and salary workers, 2010) | 14.3% | 6.5% | More than double |
| Avg. Weekly Wage (\$ per week, all employees, 2011) | \$925 | \$760 | 22% higher |
| Workplace Fatalities (per 100,000 workers, 2009) | 3.7 | 5.2 | 30% lower |
| Family Poverty Rate (% of families below poverty level) | 9% | 11% | 2 points lower |
| Education Spending (state and local spending per K-12 pupil) | \$12,730 | \$9,300 | 37% higher |
| Manufacturing Jobs (decline since 2000) | -33% | -30% | Bad all around |



Rand Formula Lies

• It's "forced unionism":

- But workers must vote to form the bargaining unit (and can vote to end it, if they aren't happy).
- And ratify a contract with dues check-off in it.
- They're always free to leave a well-paid union job!

Canada is the only country requiring union dues:

- Remember: the Rand Formula is only relevant to the majoritarian system in Canada and the U.S.
- Other countries have other systems, all aimed at supporting collective bargaining – all paying for cost of bargaining.
- The U.S. is the outlier (lowest coverage in industrial world),
 and should not be our role model.



Diversity of International Experience



Germany: Mandated works councils, sector-wide collective agreements.



Scandinavia: Unions deliver social services, solidifying their coverage & financial base.



 Australia: Sector minimum agreements, unions have access to all workplaces.



 Brazil: Government collects a bargaining tax, forwards it to unions.



Unifor's "Rights at Work" Campaign

- Top priority for our new union (and the whole labour movement).
- Must show that unions play a broader role in building the middle class and a healthy society.
- Must build alliances with moderate voices, isolate extreme Conservatives.
- Given the political problems faced by Harper, Hudak, and others, this <u>IS</u> a campaign we <u>CAN</u> win.
 - Cement labour rights for another generation.



Takeaway #4:

We CAN will this fight, if we are ready and active.

Conservatives are vulnerable, and this could be a historic win.



"Rights at Work": Strategy

- 1. <u>Educate</u> our members about labour rights, their history, and the threat we face.
- 2. Change the <u>public conversation</u> about unions and what we do (including by proposing positive reforms to labour law, not just resisting changes).
- 3. Mobilize support from **potential allies** among social partners, employers, enlightened Conservatives.
- 4. Increase the **political cost** on Conservatives for attacking labour rights and bargaining.
- **5.** <u>Mobilize</u> our members and supporters before, during, and after upcoming elections.



"Rights at Work": Elements

- 1. <u>Education</u> activities with membership (leadership tour).
- 2. Take campaign **through the union** (national and local).
- **3.** <u>Canvass</u> every Unifor member with a "Rights at Work" card (with information on labour rights).
- **4.** <u>Lobbying</u> / meetings / letters to politicians (federal, incl. Senate, and provincial), from leadership and from members.
- 5. Target vulnerable or "slim win" **Conservatives**.
- 6. Systematic approaches to **employers** to oppose attack on Rand (publicly or privately).
- 7. Systematic outreach & alliance-building with <u>local allies</u> (other unions, social movements, community agencies, others).
- 8. Marshall <u>research</u> evidence and experts to speak about benefits and social effects of collective bargaining.
- 9. Prepare for **workplace action** to defend labour laws.



The Canvass: Start With Our Members

- <u>Core idea</u>: Speak with every Unifor member, remind them where their rights came from, explain the current threat, and ask for their their support.
- The tool: A "Rights at Work" card.
 - Better than any loyalty or air miles card!
 - After all, it's union cards that created the middle class.
 - Unique features (QR code, screen cleaner).
 - Contains key facts on value of labour rights and bargaining.
 - Not a membership card (but could have name and local info).
- Approach each member to explain the campaign, give them their card & information, have a conversation.



The Canvass









Timeline

Late February:

- Begin printing the cards and distribute to locals.
- Telephone town halls to introduce the campaign to individual members.
- Briefings for local leaders to plan the canvass.
- Perform the canvass in March, April, May.
- At same time: Systematic outreach in community:
 - Lobbying, approaches to employers, social allies.
- Wrap up canvass by <u>late spring</u>.



Local To Do List

- 1. Assemble membership lists.
 - To get personalized cards printed, develop tally lists.
 - Can use contractual right to information from employer.
- 2. Map your workplaces.
- 3. Determine best time / place / form for the canvass.
 - Plant gates? Breaks? Cafeteria? Special meetings?
- 4. Appoint coordinator in each workplace.
 - Barg. unit chair or designate; liaison for Memb. Mob.
- 5. See a briefing.
- 6. Perform the canvass; report progress to area office.
 - Treat it like an election campaign!



Remember the Takeaways:

- 1. Unions and collective bargaining are essential to a healthy society.
- 2. Bargaining requires supportive labour laws & policy to exist.
- 3. We must be ready to defend our labour rights, or we will lose them.
- 4. We CAN win a historic struggle to save our rights for a generation.





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Table Exercise

- We will encounter criticism and counter-arguments as we promote the message that labour rights and collective bargaining build a better society.
 - Sometimes from our own members.
- What are some of these counter-arguments?
- Let's practice some of our responses.
- Form small groups. Fill out worksheet together. We'll reconvene to discuss.



Report-Back

- You've identified some of the key arguments we will face as we take this campaign to our members, and into the broader community.
- Let's discuss the arguments, and how we respond.
- We've developed some ideas, based on previous brainstorming sessions...



Why am I forced to pay union dues?

Possible Responses:

- The majority of workers in your workplace voted to form a union (and could vote to decertify if they didn't want a union).
- The majority of workers in your workplace voted to approve a contract that includes dues check-off (and could vote to change that if they didn't want it).
- The level of your dues is determined democratically by the elected local delegates to Unifor convention.
- Dues payments therefore reflect the majority decision.
- You benefit from the contract, and the services of the union. It wouldn't be fair to others if you didn't pay a fair share.



Unions are pricing Canada out of competition. We have to cut wages, or we will lose our jobs.

Possible Responses:

- Some of the most successful countries in world exports have even stronger unions (Germany, Scandinavia, Brazil).
- Low wages can't guarantee your job. Someone else will always work for less. We should emphasize quality and innovation.
- By boosting purchasing power, unions help job-creation.
- US states that banned union security did not do better than other states in avoiding the recession and losing jobs.
- The Canadian dollar is falling back to normal levels. That will help our international position a lot.



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It should be an individual "choice" to pay dues.

Possible Responses:

- It is certainly a <u>democratic</u> choice to pay dues, but it shouldn't be an <u>individual</u> one.
- Our workplaces are not individualized. We work together, and our compensation and working conditions affect us all.
- The current system is fair: "majority rules."
- We decide as a group (through card-check or ballot) to form a union, and the union must fairly represent everyone in the workplace.
- It's only fair that everyone who benefits from a collective agreement, pays a fair share toward maintaining it.



I am not happy with my union. I shouldn't have to pay dues to them.

Possible Responses:

- Everyone in Canada has experienced tough times in recent years, including unionized workplaces.
- Unions have fought hard to resist the downward pressure on workers, wages, and working conditions.
- Things would have been much worse without a union to hold the line, and maintain a collective voice against concessions.
- Unions are democratic organizations. You have a voice in your union. If you are not happy with how your union is performing, get involved to make a change.



I don't even know what the union does with my money, so I don't want to pay.

Possible Responses:

- Unifor is constitutionally required, both nationally and locally, to have financial reports for its membership.
- Financial reports are regularly audited, both nationally and locally.
- Your elected leaders make the best judgments about how to use dues revenues to support bargaining and other union activities – but if members disagree, that can be changed.
- Unlike corporations, the union's finances are driven by, and accountable to, the interests of their members.





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