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# **Unions in Tough Times:**

### **Preserving our Space, Building our Power**

Jim Stanford, CAW Economist stanford@caw.ca Sefton Lecture, University of Toronto, March 2008

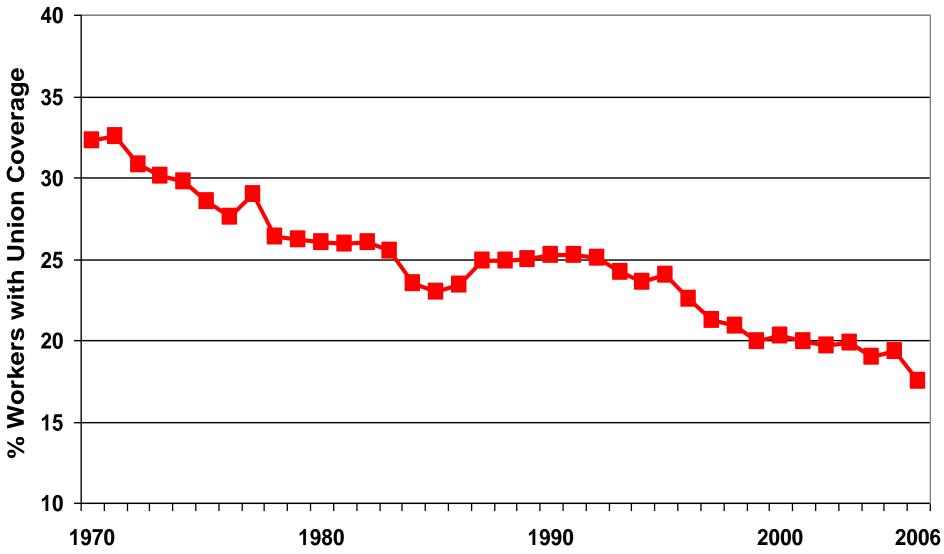






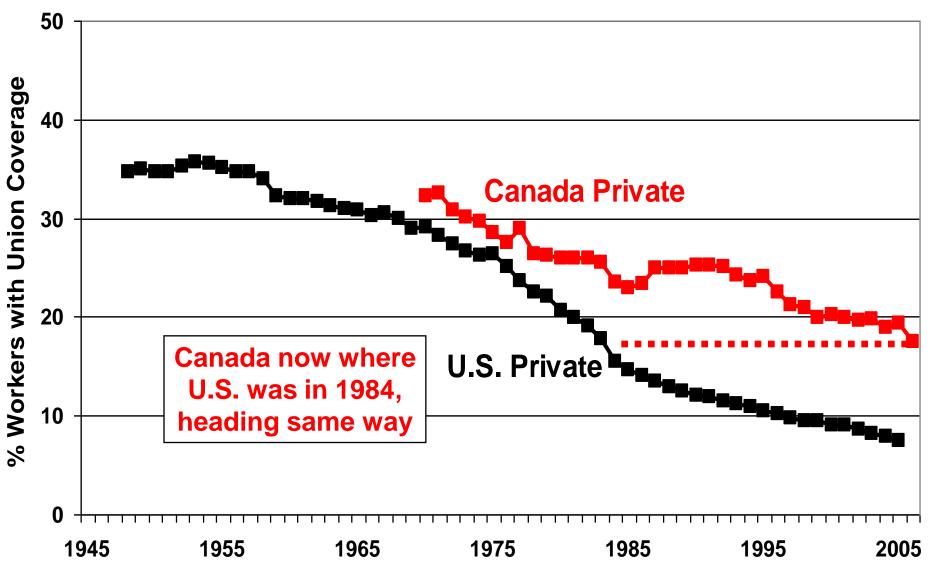
## **Union Density:**

#### Canada, Private Sector

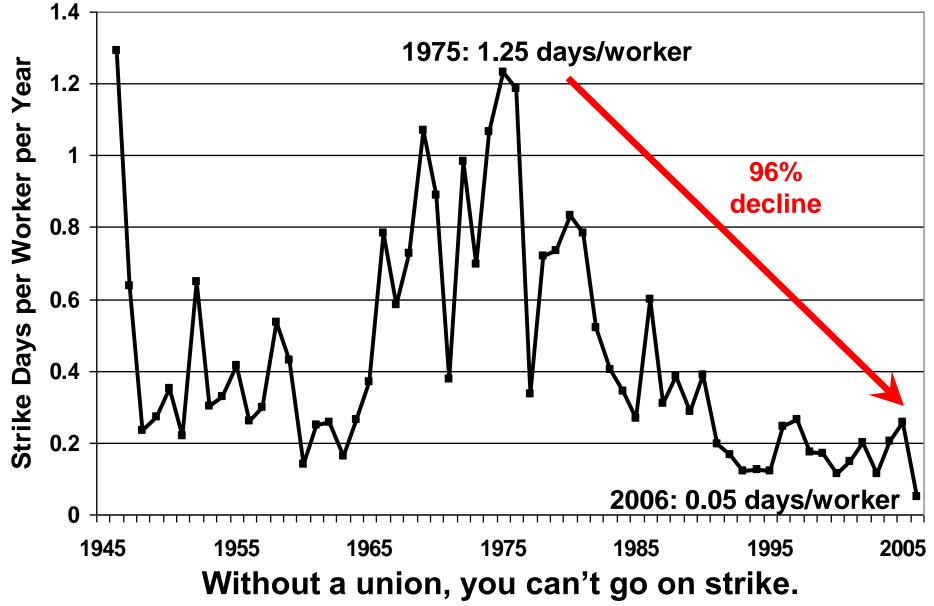


# **Union Density**

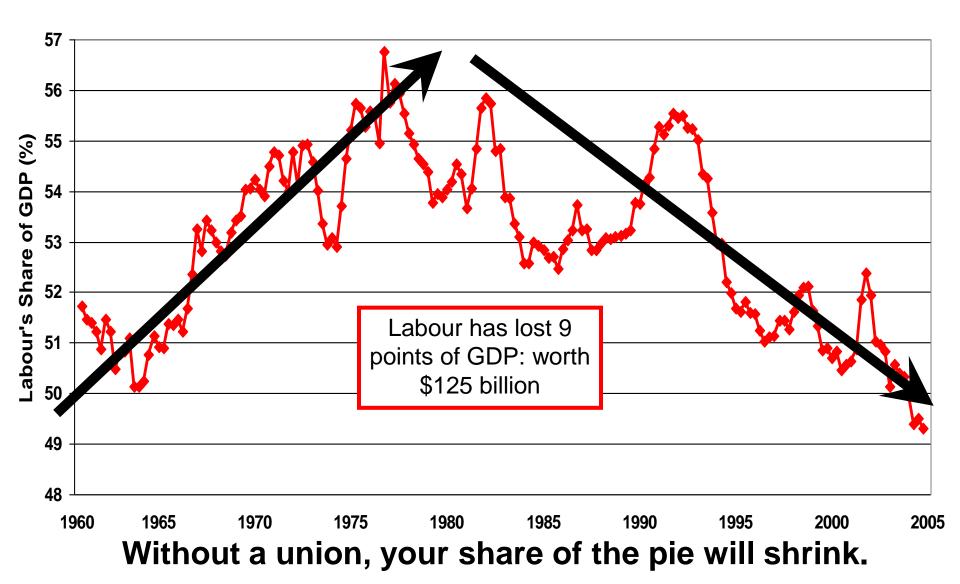
Canada vs. U.S.



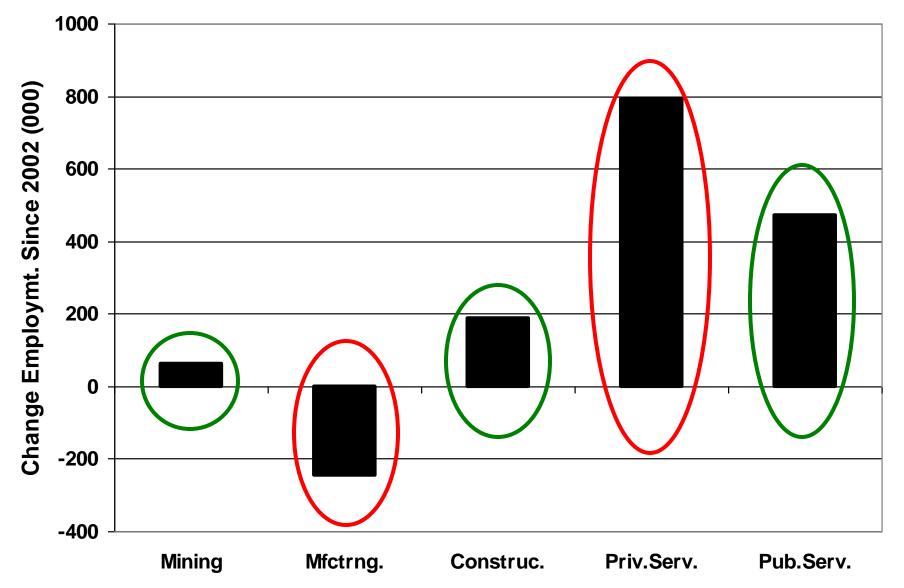
#### **Strike Frequency**



### Labour Share of GDP



#### Canada's Shifting Sectoral Makeup



Make progress for members

Preserve viability of employer, jobs

Intensity of competitionGlobalization

•Sophistication of resistance

# Why Density Matters

- Micro: union power depends on having a critical mass in each industry
  - In danger of losing that with growth of leading non-union firms (Magna, Toyota, Dofasco, WestJet, WalMart)
- Macro: the entire direction of society depends on union movement having critical mass
  - Income distribution
  - Social policies
  - Progressive politics

# Responses to Declining Union Density

- 1. Try harder 🗸
- 2. Work to change labour law 🗸
- Work to change economic policy, create more "good" jobs
- 4. Try alternative approaches
  - Voluntary recognition
  - Community campaigns
  - Innovative forms (eg. minority/individual)
  - Sector-wide strategies
  - Strategy for private service sector
  - Cost sharing

# Unanswered Questions from "The Great Magna Debate"

- Who else has done this, and what has been the experience?
- What are the legal issues of no-strike clauses?
- What will be the impact of having a "real union" in a "participatory" workplace?
- What is the labour movement's overall strategy to deal with falling density?

# **Voluntary Recognition**

- Sophisticated union avoidance strategies defeat most organizing drives
- Removing that resistance makes the difference
  - Freightliner Dana
- But voluntary recognition must be negotiated
  - Use your initial power to get employer's attention
  - Leverage, negotiate to win something bigger
  - All negotiations involve give and take

# 8 Standard Features

- 1. Magna employees vote to join (no intimidation).
- 2. CAW recognized as bargaining agent.
- 3. Collective agreement with all the features.
- 4. Full union dues.
- 5. Contract enforced through dispute settlement with binding arbitration.
- 6. Members represented by full-time local representatives.
- 7. Members serviced by national reps, full access to all national resources and services.
- 8. Contract renegotiated every three years; changes ratified by secret ballot.

# **4 Unique Features**

- 1. Concern Resolution Process: Binding arbitration is last resort
- Local representatives ("Employee Advocates") elected/ratified by an indirect process.
- Local structures of workplace democracy, including a Fairness Committee at each Magna plant (with the workers holding a 50%+1 majority) and referendums.
- Contract disputes settled by final-offer arbitration; no strikes or lockouts.