

We Won't Work 4 Less! The Coming Fight to Save The Rand Formula

Ford Windsor 1945



A Little History

- Being in a "union job," and paying union dues, was not always "automatic."
- Workers had to fight, even go on strike, just to get the employer to talk to them ("recognition").
- Workers couldn't make progress until they could create a stable, strong structure for the union.



A Fair Solution

- Ivan Rand: Justice on the Supreme Court of Canada.
- Arbitrated an end to the 99-day strike over recognition/check-off at Ford.
- "The Rand Formula": Individual workers in a certified bargaining unit do not have to join the union, but they do have to pay union dues.
 - Reflecting the services every member of the bargaining unit receives from the union.

Democracy at Work

 No certified union can exist unless a majority of workers in a workplace want it to:



- Secret ballot vote in most jurisdictions.
- Majority card-check in some circumstances.
- Workers who are unhappy with a union can decertify by majority vote.
- There is no such thing as "forced unionism."

The Union Advantage

- UNION CARD
- Paying union dues is an <u>investment</u> in your economic future.
 - Higher wages (average union wages are \$5/hr higher: \$27 versus \$22).
 - Pensions (85% chance for union members, 20% chance for non-union workers).
 - Other benefits.
 - Protection against arbitrary dismissal.
- Because union dues "pay off," you deduct them when you pay tax.
 - Similar to tax deductions for investors.
 - Unions are not "subsidized" by government.

It's Only Fair

- Nobody likes a freeloader.
- People agree that if you
 get something, it's only fair to pay for it.
- Certified bargaining agents are <u>required by</u> <u>law</u> to bargain on behalf of <u>all</u> workers in the bargaining unit.
- By making union dues a voluntary, individual choice, Conservatives are ratifying the principle of freeloading.

Going Backward

 1935: Wagner Act (part of Roosevelt's "New Deal"),



- including right to dues check-off.
- 1947: Taft-Hartley Act, undoes much of that progress.
 - Context of "Red scare," McCarthyism.
 - Context of racism in deep south: conservatives hated unions' work to integrate workplaces.
- Allowed individual states to opt out of Wagner Act measures (including dues check-off).

So-Called "Right to Work"

- The first states to use Taft-Hartley powers to ban dues check-off were former slave states.
- "Right to Work" is a gross misnomer:
 - They do not give you the right to a job.
 - They prevent unions & employers from freely negotiating check-off.
- Without ability to collect dues, unions cannot function.
- Mobile businesses prefer to operate in a unionfree environment.
- And so competitive pressures have led more states to do the same.

A Creeping Disease...



24 states, including IN and MI

Life Without Check-Off

	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

Sources: U.S. Census Bureau, *Statistical Abstract of the U.S.* (2012); U.S. Bureau of Labor Statistics; National Education Association, *Rankings and Estimates: Rankings of the States 2011* (2011); AFL-CIO, *Death on the Job: The Toll of Neglect* (2012). Unweighted averages.

Michigan and Indiana included in check-off states since data precedes their abolition of dues check-off systems.

Choosing Our Words

- "Right to Work" is a manipulative, misleading term.
- We won't use it in our discussions and campaigns.
- We are working to save <u>free collective</u> <u>bargaining</u>, and <u>preserve the Rand formula</u>.
- "Right to Work" actually means "work for less" (#work4less) and the <u>right to freeload</u>.
- We will link this to the <u>overall low-wage agenda</u>.
- We will talk about <u>fairness</u> for <u>all workers</u>.



The Battle Comes to Canada

 For the first time, powerful mainstream conservatives are demanding Canada follow



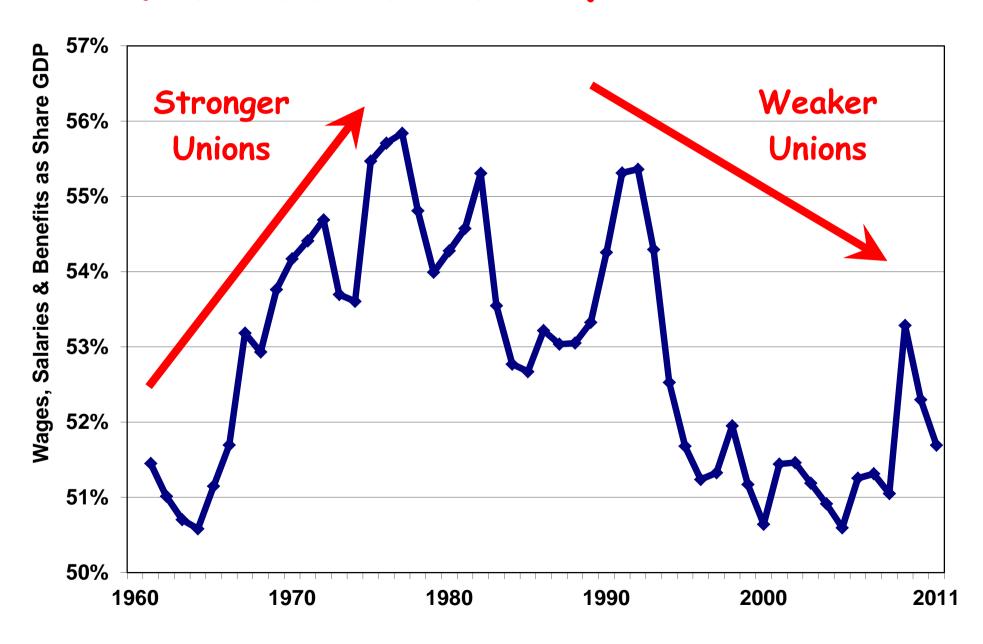
U.S. laws and abolish the Rand formula.

- Saskatchewan (Brad Wall).
- Ontario (Tim Hudak).
- Federal jurisdiction (private members bill?).
- Unions here must mobilize to defend the principle of democratic majority unionism.

Already on the Defensive

- Union power peaked in Canada in the 1970s.
 - Supportive government policies & laws.
 - Workers had high expectations, demands.
 - Economy was strong, less globalization.
- Neoliberal policies have been working to roll back those gains for 30 years.
 - Hostile labour laws (mandatory votes, less protection for organizers, harder to get a contract).
 - Aggressive, mobile employers.
- Weaker unions mean <u>all</u> workers are getting a smaller slice of the pie.

Workers' Share of the Pie



Unions Matter to Everyone!

- Evidence shows stronger unions lift wages/standards for all the labour market.
- Unions are the "voice" for workers in broader economics, politics, culture.
- Can you imagine what Canada would be like without unions?
 - All workers would be worse off.
- We need to show Canadians that unions serve the public good, to win popular support to keep the Rand formula.

Get Ready for the Fight of Our Lives

- CAW, CEP, and labour movement will be mobilizing a top-priority campaign:
 - Public education about unions.
 - Refute lies about "forced unionism."
 - Lobbying / pressuring government (including Conservative MPs and MPPs).
- CLC and provincial federations will play a crucial role.
- We will even enlist businesses to speak out.
- Get ready: WE NEED You!

Key Messages

- Unions are crucial to well-being of all workers.
- Check-off is crucial to union survival.
- Unions only exist with majority support of members in workplaces.
- Everyone in a bargaining unit benefits from the union.
- It's only fair that all members pay their fair share.
- The attacks on the Rand formula, and unions in general, are part of a bigger strategy to drive down wages and boost profits.

Step-by-Step Action Plan

- 1. Talk to your members.
 - Including union awareness, other courses.
- 2. Talk to the public.
- 3. Talk to employers.
 - Remind them that stability is good for them, too.
- 4. Pressure politicians.
 - Including campaigns in the coming elections.
- 5. Act as needed.

Watch for: leaflets, videos, research & data, other supporting materials coming.



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