SOCIETY

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Are multinational companies good for trade unions?



Central European
Labour Studies
Institute

MNCs' hostility towards trade unions in the Slovak automotive and retail sectors

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## Selected cases - hostility towards trade unions

| CENTRAL I<br>LABOUR S<br>INSTITUTE |            | <ul> <li>Est. in 2004; &gt; 3.700 employees</li> <li>TU affiliated to OZ KOVO, density 25-30%</li> </ul>            | <ul> <li>KIA-TU relations strongly impacted by the Korean ER (early years) – problematic bargaining mechanism, caused by lack of experiences on both sides;</li> <li>"union free policy" inapplicable for the local Slovak realities;</li> <li>Hostility moved into the direction of dialogue with them (but, keep workers under control; union does not recognize it as a threat);</li> </ul>                  |
|------------------------------------|------------|---|---|
|                                    | STELLANTIS | <ul> <li>Est. in 2003; &gt; 4.500 employees</li> <li>2 TUs: OZ KOVO &amp; MOV, density rate: 25%</li> </ul>         | <ul> <li>Positive attitudes towards the union formation         <ul> <li>PSA extended its agreement with IndustriAll to the Slovak production facility; but trying to shape the workforce structure by weakening TU's position, causing problematic negotiations</li> </ul> </li> </ul>   |
|                                    |            | <ul> <li>Est. in 2004; 5.500 employees</li> <li>TU est. in 2016, affiliated to OZ KOVO (unique example);</li> </ul> | <ul> <li>Strong reluctance from Lidl, focused on the disabling the TU leadership; following the company's hostility policy from other countries (e.g., representatives' paid release and union dues not allowed);</li> <li>Pre-2019: stagnant membership; after 2019 – increased membership - new TU president + Facebook page (informative &amp; recruitment character) + TU membership in OZ KOVO;</li> </ul> |



## Main findings

- Hostility on the side of employers is present; individual activities are visible cases showed situations when the unions were recognized, however also cases of problematic cooperation (e.g., obstacles setting Stellantis & Kia; ) or keeping of insufficient work task towards union representatives (e.g., Lidl management towards the trade union);
- Hostility = domestic practicalities + expectation of weak trade union density & cheaper labour force in CEE countries;
- Employers demonstrate the control over the agenda, but formulate the decisions according to the local standards and principles;
- TUs are focusing on own initiatives membership in international unions is present, but limited activities.

## Thank you for your attention