Presentation prepared for the kick-off meeting of the BreakBack Project Florence, Italy – 2019, April 23-24

Industrial Relations in Italy

Andrea Bellini

DSPS University of Florence, Italy



Main contents

- Dasic features of the IRs system
- The problem of representation
- Trends in union membership
- What trade unions do (and how)
- **Examples of innovative services**



"Ambivalent" features

- Collective autonomy as a source of strength for the SPs
- Competitive pluralism (a contractual/conflictual nature)
- Low legislative regulation and weak institutionalisation (e.g. representativeness, CB extension, workplace representation)
- Small and little generalised participatory orientation

Collective autonomy exercised in a context of institutional fragility

A changed scenario: no more concertation

- End of the "neocorporative" season (and of political exchange)
 - -From 1992 to 1998, four tripartite agreements were signed
 - -Two further episodes in 2002 and 2007
 - -Since 2007, social concertation was abandoned



A changed scenario: decentralisation

- 2010, amendment to the 2009 agreement on the CB structure
 - Introduction of an explicit "opt-out" clause allowing "derogatory" company agreements in case of company crisis
- The FIAT-Pomigliano case (2010) as a turning point
 - -FIAT's withdrawal from the Metalworking industry-wide agreement and exit from Confindustria
 - -Set up of "new companies" at the workplace level
 - —Signature of new company agreements (not including FIOM-CGIL, which was also impeded to have workplace representatives, then restored by the Constitutional Court)
- Increased State intervention
 - -Article 8 of Law 148/2011 on "proximity agreements"

A changed scenario: social dialogue

- The season of bilateral agreements on "the rules of the game"
 - −2009, reform of the structure of CB (not signed by CGIL)
 - −2011, representativeness and effectiveness of company agreements
 - -2012, productivity and competitiveness
 - −2014, framework agreement on union representation
 - -(2016, inter-confederation agreement on "modern IRs")
 - −2018, programmatic agreement on IRs and CB

PART 2 THE PROBLEM OF REPRESENTATION (AND REPRESENTATIVENESS)

The 2009 agreements on CB

- Two "separate" agreements (not signed by CGIL)
- Main contents
 - -Confirmation of a **two-tier structure of CB** (industry, company)
 - -Three-years duration of industry-wide agreements
 - -New forecast inflation index
 - –Incentives to CB

The 2011 agreement on representativeness

- Country-level industry-wide bargaining
 - -Associative data *plus* votes obtained at the elections for the RSU (to be held every three years)
 - -Threshold of 5% of total workers in the sector



The 2014 framework agreement

• Main contents

- -Definition of the procedures for the collection (INPS) and weighting (CNEL) of representativeness data
- -Regulation of company-level representation
- -Effectiveness of CB (at both the national and company levels)
 - o Being above the threshold of 5% and participating in the negotiations
 - o Having reached a representativeness of 50%+1
- Introduction of "freezing" clauses/procedures

The 2018 programmatic agreement

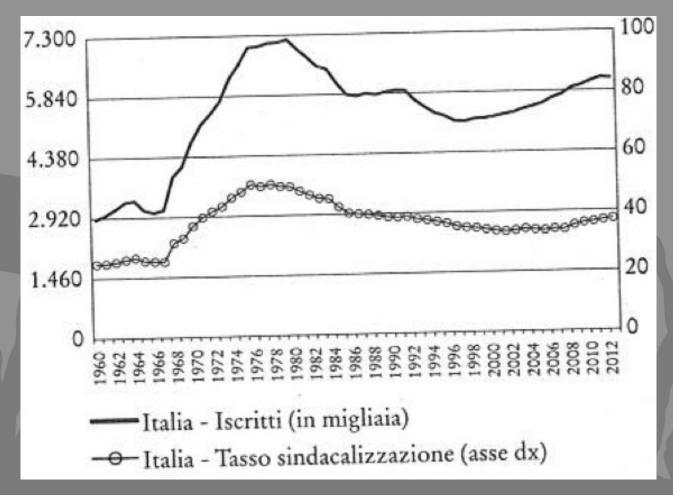
- Main contents (to be further developed)
 - -Distinct competencies for industry-wide and company agreements
 - -Measurement of representativeness
 - -Union unity (of action), through dialogue on a series of key issues





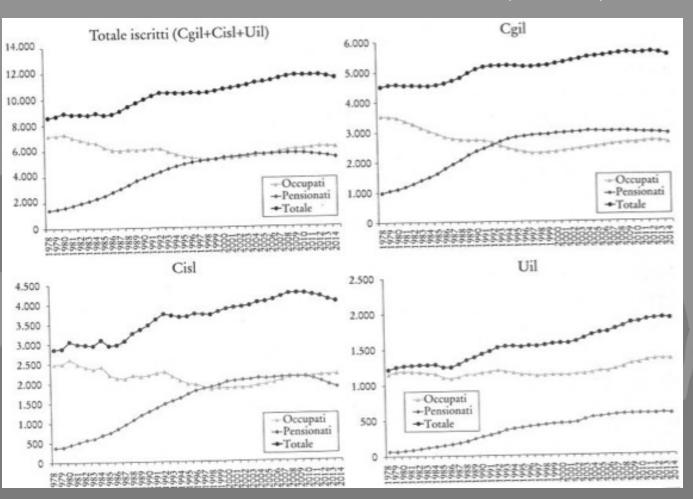
General trends

Number of active union members and union density



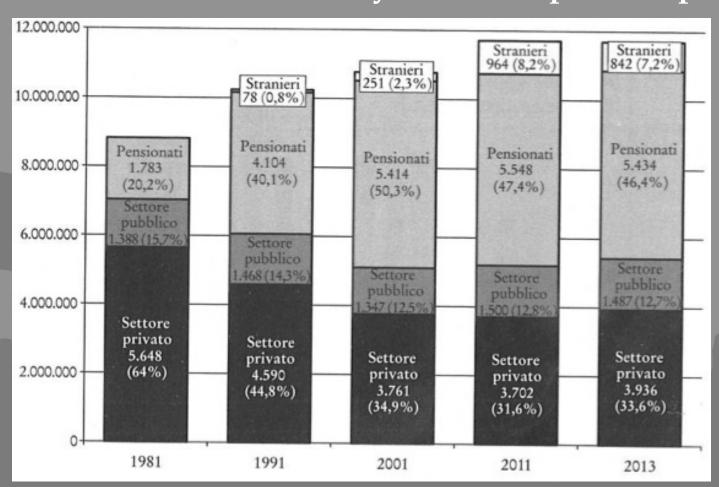
Patterns of the main TUs

Number of union members: CGIL, CISL, UIL



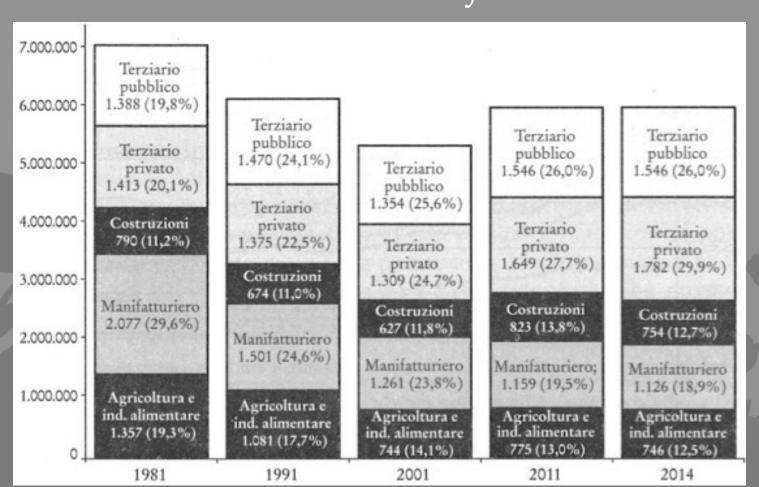
Social structure

Number of union members by socio-occupational profile



Sectoral structure

Number of union members by economic sector



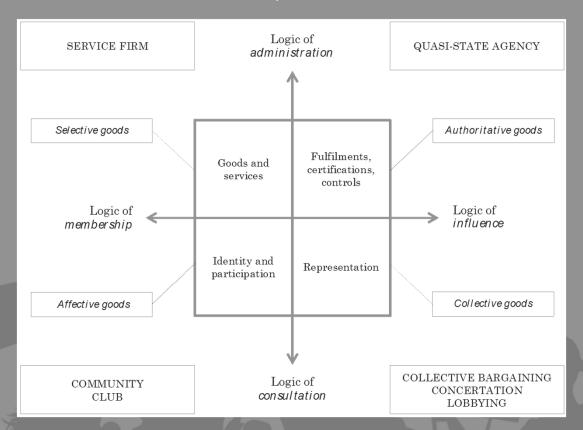
Possible explanations

- *Explanation for the recovery (1): "labour market"*
 - -Employment grew from 1995 to 2008 (significant contribution of trade and services)
- *Explanation for the recovery* (2): "union services"
 - -CAAF, fiscal assistance (established in 1991), as the front door of TUs
- Explanation for the recovery (3): "politics"
 - The struggle against the reduction of public expenditure as a facilitator in attracting new members
- Explanation for the differences between TUs: "organisation"



Logics of action

A theoretical framework (from Schmitter and Streeck)



Goods provided

Identity goods	Collective goods	Individual goods
Political identity	Country-level agreements	Legal/contractual advise
Associative identity	Second-level agreements	Labour market in/outflow
Sectoral identity	Labour legislation	Vocational training
Professional identity	Safety at work	Immigration
Participation	Negotiated welfare	Fiscal assistance
[]	Central concertation	Consumer protection
	Peripheral concertation	Free time
	Health	Market goods and services
	Assistance	[]
	Social insurance	
	Taxation	
	[]	

The impact of services on financing

Components of the financing system	Estimated revenues (millions euro)
Membership	1,000-1,200
Fiscal assistance	290-320
Patronage	200-220
Dispute resolution	130-140
Joint bodies and funds	130-150
Quotes for contractual services	40-50
Other revenues	10-20
Total	1,800-2,100

The impact of services on membership

The three drivers of membership growth



PART 5 **EXAMPLES OF INNOVATIVE SERVICES**

The node of "innovativeness"

- What is innovative and what is not?
 - -Provider
 - -Channel/method
 - -Contents
 - -Target group



Some examples

- Vivace (CISL) and Sindacato-Networkers (UIL)
 - -Limited financial and human resources
 - -"Cultural isolation"?
- Innovative service provided by Nidil (CGIL) e Felsa (CISL)
 - -Established in the 1990s, they have extended their range of action
 - -Services for self-employed workers
 - -Contractual welfare for atypical and self-employed workers
- Organisations of managers and high-skilled professionals
 - Agenquadri (CGIL) and APQ (CISL)
- Joint bodies and funds
 - -Byblos (supplementary insurance), Quadrifor (training)

Fragmentation and competitive pluralism

- Competition between confederal TUs
- Competition between confederal and autonomous TUs
- Competition between TUs and other organisations
 - –Associations of freelancers (such as ACTA)
 - -Professional associations