## **Collective Bargaining in OECD and accession countries**

www.oecd.org/employment/collective-bargaining.htm

# **Switzerland**



#### **KEY FEATURES OF THE COLLECTIVE BARGAINING SYSTEM IN 2015**

Predominant level Sectoral

Co-ordination High

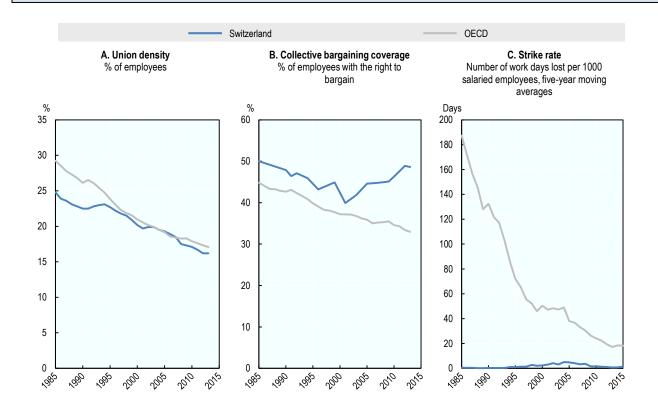
Trade union density in the private sector 10-20%

Employer's organisation density Information not available

Collective bargaining coverage rate 40-50%

Quality of labour relations High

## TRENDS IN INDUSTRIAL RELATIONS IN SWITZERLAND, 1985-2015





#### **BUILDING BLOCKS OF COLLECTIVE BARGAINING**

The detailed description of the building blocks of collective bargaining mainly relies on information provided by the responses to the policy questionnaires that were sent to Labour Ministries, employer organisations and trade unions in 2016. The information reported in the questionnaires represents the situation in December 2015.

#### Use of erga omnes clauses

Legal application of a sector level agreement in the

absence of administrative extensions

Legal application of a firm-level agreement

Double affiliation principle (only members of signing

organisations) but workers can opt in.

Union members and workers who sign in.

### Use and coverage of extensions

Use of extensions of sectoral collective agreements

Yes

Procedure

Extensions are issued by the Government upon a formal request of

all the parties.

Representativeness criteria

Employer organisation have to represent >50% of firms and their members must occupy >50% of employees in the sector (but there can be exemptions to this criterion), trade unions >50% of

employees.

Public interest criteria

Yes

Exemptions or possibility of appeal

No

#### **Duration of collective agreements**

Average duration 12-36 months

Yes, agreed by social partners (at firm and sectoral levels). Maximum duration of collective agreements

Yes and the agreement immediately comes to an end within a fix Can contracting parties terminate an agreement before its expiry date?

#### Ultra-activity of collective agreements

Is maximum duration of after-life/ultra-activity of agreements fixed by law?

No, but social partners can agree.

#### Retroactivity of agreements

Do firms have to pay arrears in case of late renewal?

No legal obligation, but parties may agree on that.

Does retroactivity apply only to members of signatory parties or does it cover all parties?

Only to signatory parties.



Use of the favourability principle

Favourability principle always applies.

Use and scope of derogations and opt-out (only for manufacturing)

Derogations from the law No

Derogations from collective agreements

Scope Temporary opt-out in case of economic difficulties can be foreseen

in sector-level agreements.

Topics Working time (and as a consequence reduction in wages).

Rationale Defensive and offensive measure.

Criteria Based on an agreement with firm-level trade unions and with work

council and subject to a vote by employees.

Other Not relevant

Forms of co-ordination

Mode of co-ordination Inter/intra-associational

Degree of co-ordination Strong

**Enforcement of collective agreements** 

Sector-level agreements Firm-level agreements

Do agreements typically include a peace clause? Yes Yes, common.

Yes

Do agreements typically include a

mediation/arbitration procedure?

Is it compulsory? No Not relevant

Worker representation at the workplace

Work council and union or union representatives but union

Not relevant

predominant (in the manufacturing sector).

Board-level employee representation

Public sector Not relevant

Private sector Not relevant

Scope Not relevant

Proportion/number of workers' representatives Not relevant

Nomination of candidates Not relevant

Appointment mechanism Not relevant



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