Labor Unions

SALT LAKE COMMUNITY COLLEGE

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Contents

- Labor Unions
- National Labor Relations Act of 1935
- Why did it start?
- NLRB and AFL
- Number of Americans in unions
- How it affects businesses
- Why are labor unions good?
- Why are labor unions bad?

Labor Unions

- A group of people that usually share a profession.
- These groups of people share a common interest.
- Many kinds of goals these unions can have
- What Unions would do if businesses do not reach an agreement.



Picture 1: Workers on Strike (<u>History.com</u>, 1920)

National Labor Relations Act of 1935 (NLRA)

- Started in the interest of helping labor unions
- Before this act was passed workers would just go on strike
- NLRB represents labor unions
- NLRB is a federal agency



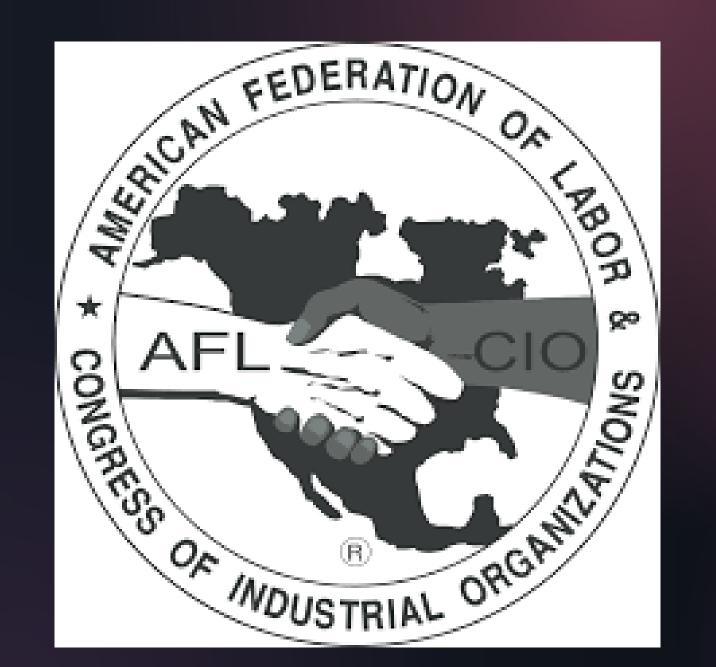
Picture 1: NLRB logo (NLRB, 2021)

Why did labor unions start?

- Workers wanted rights
- Workers wanted a fair wage
- Workers wanted better hours
- Unsafe or Unsanitary conditions



Picture 1: Federation of Labor (<u>History.com</u>, 1886)



What do NLRB and AFL do?

- NLRB represents labor unions legally
- AFL founded in 1886
- AFL represents labor unions as a whole

Picture 1: AFL logo (AFLCIO.org, 2017)

The rise and fall of private-sector unions in the United States Union membership as a percent of the U.S. private-sector workforce, 1920–2018 35% 30 1920 1940 1960 1980 2000 2020 Source: Barry Eidlin, Labor and the Class Idea in the United States and Canada (New York: Cambridge University Press, 2018), Appendix A. Equitable Growth

Population of labor unions

- There were more unions in the mid 1900's compared to now
- Businesses have found ways to prevent unions



How do labor unions affect businesses?

- Labor unions can negotiate positive outcomes for their benefit.
- Businesses would make less money

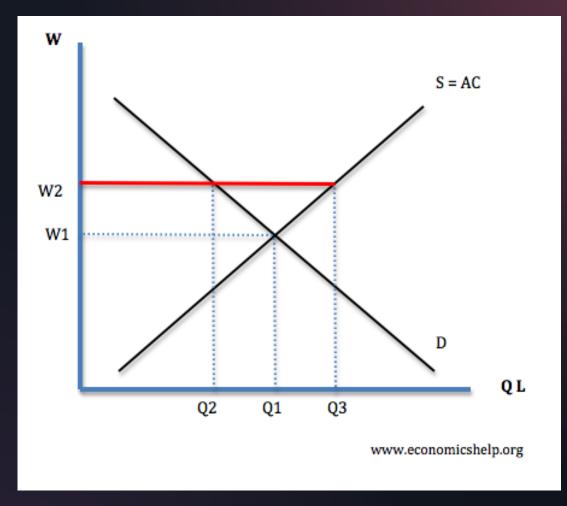
Picture 1: Workers protesting (<u>USA Today</u>, 2018)

Why are labor unions good

- Workers may feel they are not getting paid enough to keep up with inflation
- Workers are not safe at their jobs
- Labor unions only benefit workers positively



Picture 1: Labor Management art (Flickr, 2011)



Picture 1: effect of having a wage higher than equilibrium(<u>Economicshelp.org</u>, 2019)

How can labor unions bad?

- If wages are too high, it can cause unemployment
- If workers are getting a wage higher than the equilibrium wage, then the company be unable to employ more people.
- low morale due to disputes
- Inflation



Conclusion

- Labor unions can have a positive effect on workers benefits and wages
- Labor unions have organizations and laws that protect them
- Labor unions can have a negative effect as well

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