FIGHTING PRIVATIZATION • CUPE AND FEDERAL POLITICS • PAY EQUITY GAINS CANADIAN UNION OF PUBLIC EMPLOYEES • VOL. 11 N°. 1 • FALL 2008

UKGAN/ZE

# Exposing the truth about P3s



CUPE members from across the country will gather in Montréal, Québec, February 10-13, 2009 for the National Bargaining Women's Equality Conference.

Take advantage of the easy online registration at cupe.ca or e-mail us at settingthetable@cupe.ca

**Deadline:** January 11, 2009



Join us in Montréal and be part of setting the table!



## Combating privatization and P3s



National President Paul Moist joined PSAC's cross-Canada Walk for Respect in June.

This issue of *Organize* focuses on the number one policy direction from our 2007 national convention - fighting privatization in all of its forms, wherever and whenever it arises.

Our union's history is replete with examples of successful campaigns against contracting out and privatization. The scope of what we face today - such as multi-decade P3 agreements – makes the stakes much higher, and requires diligence, sound support from across our union and research and reaching out beyond our membership to inform and connect with the public and other concerned parties.

In May, CUPE pension trustees supported them. heard from Professor Éric Pineault of the Université de Québec à Montréal. He outlined the secrecy and scandal in a P3 real estate development project at the university. This fall, based upon concerns CUPE members were instrumental expressed by Quebec's provincial auditor, the criminal investigation arm of the Quebec Provincial Police is looking into the lack of transparency and huge cost overruns being your ongoing dedication to the work experienced.

This is a crystal clear example of the perils associated with P3s and the threat they pose to public ownership and accountability of public services. Elsewhere in this issue, we highlight key actions of our members. In particular, we celebrate the brave members who work at the *Journal de* Québec. Locked out for some 15 months, these 252 members, with

## **Contents**

Frontline

Settlement at Journal de Québec; Pay equity wins; Air Canada layoffs; CUPE and the federal election; First Ministers' meeting in Quebec City; Solidarity with Colombia and Mexico.

20 **CUPE across Canada** 

Wage increases in Newfoundland and Labrador; Trenching death in Nova Scotia; Casino and hydro workers make gains in Quebec; Ontario school board workers achieve coordinated bargaining; CUPE Manitoba welcomes 350 new members; Regina city workers douse closures; Organizing always a challenge in Alberta ... but looking up in N.W.T.; Speaking up in B.C.

24 Cultural Revolution

What's new in books and film

24 From the National Secretary-Treasurer Bargaining, organizing, and fighting privatization like never before

elsewhere, fought back and achieved a good agreement using techniques new to our union. I salute these members, the staff and all of you who

Finally, as we go to press, we have just finished a 37-day federal election campaign, one where Canadians elected their third straight minority government. And one in which in electing progressive candidates and in pushing key issues such as health care and child care.

I thank all CUPE members for of our union, your activism, and what you are achieving for our union and our communities.

In solidarity,

faul maint.

Paul Moist National President



#### Features

#### CUPE members combat P3s and privatization

- Public private pressure: How CUPE members are fighting back by Allison Gifford
- The P3 con game by CUPE economist Toby Sanger
- Majority of Canadians agree with CUPE by Pam Kapoor
- Pensions: Part of the privatization fight by Catherine Louli
- Ontario rocks for public services by Valerie Dugale

# ORGANIZE

#### ISSN 1913-9888

Organize is published by the Canadian Union of Public Employees. Address all correspondence to CUPE Communications, 1375 St. Laurent Blvd., Ottawa, ON, K1G 0Z7. Phone: 613-237-1590. Fax: 613-237-5508. Letters to the editor are welcome but may be edited for brevity and clarity. All material appearing in Organize may be reprinted (please credit)

Publications Mail Agreement Number 40005741

Return undeliverable Canadian addresses to: CUPE Communications 1375 St. Laurent Blvd Ottawa, ON, K1G 0Z7

Visit CUPE's website at cupe.ca or contact us at cupemail@cupe.ca

Communications Director: Louise Leclair Managing Editor Services: DeGros Marsh Consulting Translation: Louise O'Neill and Victoria Barkoff Graphic Design: Julie Turmel Cover Image: Ian Morin

Communications Staff: Lou Arab. Robert Bellerose. Alexandre Boulerice, James Chai, Jan Clysdale, Patricia Daley, Valerie Dugale, Wendy Forbes, Daniel Gawthrop, Allison Gifford, Sébastien Goulet, Karin Jordan, Chris Lawson, Dennis Lewycky, Catherine Louli, John McCracken; Doreen Meyer Roseanne Moran David Robbins Danielle Savoie, Beth Smillie, Janet Szliske, Marnie Thorp and Luc Tittley.

Editorial Assistants : Hélène Bélanger, Marjorie Savoie and Manon Lajoie-Beaulne

Union printed on 25% post-consumer chlorine-free recycled paper, certified by the Forest Stewardship Council.

#### Canadian Union of Public Employees

National Executive Board National President - Paul Moist National Secretary-Treasurer - Claude Généreux

General Vice-Presidents Daniel Légère Lucie Levasseu Patrick (Sid) Ryan Kevin Rebeck Barry O'Neil

**Regional Vice-Presidents** 

Donna Ryan - Newfoundland & Labrador Danny Cavanagh - Nova Scotia Sandy Harding - New Brunswick Milo Murray – Prince Edward Island Charles Fleury - Quebec Nathalie Stringer - Quebeo Candace Rennick - Ontario Michael Hurley – Ontario Wyman MacKinnon - Northern Ontario Tracey Beastall – Manitoba Tom Graham - Saskatchewan D'Arcy Lanovaz – Alberta Mark Hancock – British Columbia Fred Muzin – British Columbia

**Diversity Vice-Presidents** Brian Barror Yolanda McClear

## Settlement at Journal de Québec



Locked out Journal de Ouébec workers and their many friends in the labour movement demonstrate their solidarity.

2

FRONTLINE



Lucie Levasseur, President of CUPE Quebec speaking to supporters at a Montreal rally in May, while Lucie Butler, President of CUPE 2808 (front row, second from right) and Jocelyne Martineau, President of CUPE 1872 (beside Butler) look on.

Denis Bolduc, President of CUPE 1450 (at left), and Claude Géneréux, National Secretary-Treasurer, holding up copies of the locked out workers' paper, MédiaMatinQuébec



## CUPE members lead the fight for pay equity – and win!

The summer of 2008 can be con- employer was very cooperative and sidered a pivotal time in the fight for pay equity in Canada, with a couple of key wins on the part of CUPE Martha Thompson: "We did have members.

In July, the 299 members of ation gave us a sense of what the CUPE 963 won wage increases of 5 to 42 per cent thanks to a pay equity agreement reached with the New Brunswick Liquor Board. The overall settlement puts \$1.6 million more into members' pockets.

According to Diane Ouimet, ment in June. A year-long job evalu-CUPE Job Evaluation Officer, "significant wage inequities existed for several female dominated jobs as well as for permanent part-time workers."

"After years and years of wondering if women are paid correctly for what they do, we decided to do a job out of ten CUPE 416 members at evaluation," says Past-President of the Toronto Public Library will the local, Brian Buckley. "The receive a wage increase.

could see how well it worked out." Adds CUPE 963 President pay equity before, but the job evaluwork was worth."

Meanwhile, wages at Toronto's public libraries will go up anywhere from 15 cents to \$4.22 per hour after CUPE 416 and the Toronto Public Library signed a pay equity settleation set a floor wage that will finally lift the library's 119 lowest-paid workers (shelvers and pages) out of poverty-level wages. Members will see their wages increase about three per cent annually on average. Nine Pam Kapoor

#### Unions key in protecting workers with AIDS

Two members represented CUPE at the XVII International AIDS Conference in Mexico City in August. Gerry Lavallée, co-chair of CUPE's Pink Triangle Committee and member of CUPE 4092 in Toronto, and Roger Procyk, a Winnipeg community health care worker, President of CUPE 2348, and member of the CUPE National Aboriginal Council, met with medical professionals, community health workers and activists to discuss the challenges facing the global response to HIV/AIDS.

FALL 2008



With an estimated 58,000 people in Canada living with HIV – up from 50.000 in 2002 - Lavallée sees



Standing together for pay equity in British Colombia

a clear role for unions as a safeguard for workers with HIV. "HIV/AIDS must be a priority for trade unions because unions protect the rights of people at work against stigma, discrimination, compulsory testing and dismissal."

Lavallée sees a special role for CUPE as a leader in defending the rights of people living with HIV/AIDS here in Canada and around the world. "We can do this," says Lavallée. "We just need the will." Allison Gifford

#### Air Canada flight attendants **PUSH BACK** company cuts and closures

were greeted with harsh

attendants would be laid off in November. A few weeks later, the airline announced plans to close flight attendant bases in Halifax and Winnipeg.

Air Canada says the closures are justified by a "base viability study," but has refused to make the results sand flight attendants and supporters public. So on September 22, CUPE replied with its own study showing that there is no business case or economic justification for the closures.

The layoffs will affect 144 CUPE flight attendants in Winnipeg, 187 in Halifax and 300 in Vancouver. The move will have a devastating impact on members of the CUPE

On July 10, Air airline division, their families and Canada flight attendants their communities.

In response, CUPE flight attennews: over 600 flight dants decided to push back. The union has launched a national campaign devoted to stopping the base closures and staff cuts.

> Simultaneous, cross-country rallies took place on July 28 in Halifax, Winnipeg, Montreal, Toronto, Calgary and Vancouver. One thoucame out, including Premier Gary Doer in Winnipeg, and MPs Alexa McDonough and Geoff Regan and Mayor Peter Kelly in Halifax.

"The numbers of people who came out, and the passion with which our political leaders spoke was fantastic, so inspiring," says Lesley Swann, President of CUPE's Air



Canada Component.

The union won a victory on July 25 when Federal Labour Minister Jean-Pierre Blackburn rejected Air Canada's request to skip the consultation process required under the Canada Labour Code when laying off more than 50 employees.

This fall, CUPE took advantage of the federal election to ratchet up its campaign, gathering support from dozens of candidates, including NDP leader Jack Layton.

Allison Gifford & Sébastien Goulet



## The silver lining: NDP gains seats in fall election

Canadians were forced into another election this fall by the Harper Conservatives, who broke their own "fairness" law that had set October 19, 2009 as the date for the next federal election. And what did we get: another Conservative minority government, a \$300 million bill for Canadian taxpayers at a time when we cannot afford it, and an all-timelow in voter turnout in a federal election.

Despite the waste of money and broken promises by the Conservatives, there have been some gains. Jack Layton led one of the strongest campaigns in NDP history, resulting in an increased percentage of the popular vote and inroads in Quebec, Newfoundland, Alberta and Northern Ontario. The NDP finished with 8 new seats over all, climbing from 29 seats in 2006, to 30 at dissolution, to 37 by the end of election night.



CUPE 54 member Brandon Walker (left), CUPE 4731 member Shelina Hassanali and CUPE 3242 member Kevin Carswell congratulate Jack Layton after the televised leaders debate.

Bloc Québécois leader Gilles their harsh proposals for sentencing Duceppe played an integral role in denying Stephen Harper his coveted majority. Quebeckers and others rejected the Conservatives' \$45 million in cuts to arts and culture, and

#### Manitoba social services and child care meeting

living workers, women's shelter plan to help raise the profile of workers, child care workers, social services in the community child protection and child sup- and with members. port workers came together May committee conference.

days," says Sheree Capar, CUPE National representative assigned to the conference. "Coordinated bargaining was a hot topic. We see it as a strategy to shore up support for bargaining while meeting the different needs of the sub-sectors." The other hot

Association for community topic was developing an action

For domestic violence month, 23 and 24 in Manitoba for a CUPE Manitoba will sponsor an social services and child care Irish exhibit of posters on domestic violence from around "It was an incredible two the world. "Our members at women's shelters have wanted to bring this exhibit to Manitoba for some time now. The exhibit is planned for November and we hope to have it at the provincial legislature," says Capar. Catherine Louli



young offenders.

The best news to come out of this election is that Canadians do not want the Conservatives to have a free hand to govern our country. Voters have demonstrated strong support for the NDP, who are now charged with being the true opposition in the House of Commons. "We are committed to working with the NDP to ensure that issues affecting working families are addressed in this parliament," says CUPE National President Paul Moist.

So what do the election results mean for CUPE members? Harper has said that he plans to govern as though he has a majority. This means he'll continue to push his partisan and ideological agenda through parliament. Harper will use economic woes to justify a smaller government and reduced public services.

At over half a million members strong, we're ready to keep up the fight, to push back against cuts to public spending and jobs.

Allison Gifford



Labour leaders gather to develop strategic positions on federal issues during the July premiers' meeting.

CUPE enjoyed a prominent profile when the Council of the took place, the Canadian Federation Federation, made up of Canada's premiers and territorial leaders, met Fédération interprofessionnelle de la in Quebec City in July.

President Paul Moist wrote a letter to the leaders outlining the main priorshould take into consideration: strengthen our economy, improve infrastructure, reject so-called public P3s. private partnerships (P3s), and say no to interprovincial trade agreements that could undermine the democratic powers of governments and other public organizations.

When the premiers' assembly of Nurses Unions and the santé du Québec chaired a think-Prior to the meeting, National tank addressing important issues for health care professionals. Moist declared CUPE's full support for the ities CUPE believes the premiers nurses' mandate, which included a national pharmacare program, greater transparency in expenditure income security, rebuild our public of public funds, and the rejection of

> As well, Moist and Federation of Labour presidents met to share ideas on a constructive role for labour in the development of federal policies that affect workers in Canada.

While the labour conferences were productive, the outcome of the actual premiers' meeting was disappointing. The leaders determined to amend the Agreement on Internal Trade (AIT), an interprovincial agreement on trade and labour mobility, to include a tribunal mechanism to resolve internal trade disputes, coupled with up to \$5 million in penalties for governments that fail to comply with the agreement. CUPE is concerned that the new dispute mechanism might be opened up for corporate abuse rather than only being accessible to provincial and territorial governments.

From now until January 2009, when the amendment takes affect, Canada's largest union is calling on its 570,000 members to put pressure on governments to fight any amendment to the AIT that compromises democracy in favour of private investment.

Allison Gifford

Taking advantage of attention on the premiers' meeting to raise public awareness about the impacts of privatization.





National President Paul Moist and other Canadian labour representatives meet with Colombia labour leaders and their families as part of the solidarity exchange.

Four of Canada's public sector union leaders took part in a high profile tour in Colombia July 18 to 25 to examine human and labour rights in view of the Canada-Colombia Free Trade Agreement. CUPE National President Paul Moist joined leaders from the Canadian Union of Postal Workers, the Public Service Alliance of Canada and the National Union of long tour. Public and General Employees.

The leaders strengthened solidarity ties with Colombian unions and discussed ways to defend public services against privatization and globalization. They also shared concerns about free trade and its negative effects on workers.

"Free trade will hurt, not help Colombian workers," says a news release that the leaders issued jointly in Bogota and Ottawa.

The Canadian labour leaders also met with the Colombian Minister of the Interior and the Canadian Ambassador, and witnessed the Permanent People's Tribunal delivering its final judgement on Colombia's human and labour rights record. What they heard from the Tribunal confirmed everything that they had learned during their week-

"This is a country where 95 per cent of workers do not have an enforceable collective agreement," Moist told Colombia's Minister of the Interior. "We can't accept a free trade agreement until these basic labour rights and human rights are in place.'

Allison Gifford



Mexico City sanitation workers attach "water is life" headbands to their hats.

#### **CUPE warns Mexico** of NAFTA energy trap

Trade and energy meetings held in Mexico City this summer helped in building solidarity among unions in Canada, Mexico and the United States, as the three countries ready themselves for the next round of Security and Prosperity Partnership discussions.

"Canada is the only nation in the world that is committed to serving U.S. energy needs in priority to its own," lawyer Steven Shrybman, attending on CUPE's behalf, told the Mexico meetings. "This is because under NAFTA, U.S. consumers are now entitled to at least 60 per cent of Canadian natural gas, and approximately 65 per cent of its oil and gas. Moreover, even if supply shortages arise, Canada is precluded from meeting its own needs before those of the U.S." Catherine Louli

More on NAFTA and the energy trap:

# Public private pressure: How CUPE members are fighting back

Canadian media and politics have been abuzz with talk of public private partnerships, or "P3s". Allison Gifford demystifies the debate and focuses on some key anti-privatization campaigns of CUPE members.



P3s exist when a public institution agrees to pay a private company to fund, build and operate (and sometimes own) a facility or service that would normally belong in the public domain. Although proponents say P3s are a kinder, friendlier alternative to selling off public services, they're wrong – P3s are privatization, pure and simple.

The federal government is trying to convince Canadians that P3s are a good idea. The Harper Conservatives even created the Building Canada Fund, with \$1.25 billion earmarked to build infrastructure by subsidizing P3 projects. Some provincial governments,



Travelling ad raises public awareness about privatization.

like Gordon Campbell's B.C. Liberals, have hopped on the bandwagon. Private companies, and consultants like Corpus Sanchez and Ernst & Young Orenda, are also singing the praises of P3s.

But in communities across Canada, people are realizing that P3s simply don't work. Citizens are becoming frustrated as their once-public services are being replaced by cheaper, inferior quality providers. And taxpayers are having a tough time footing the bill for P3s, which, when all is said and done, can cost up to twice as much as public infrastructure projects.

It is possible to defeat P3s, but it takes organizing and campaigning. CUPE members have been working tirelessly across the country to raise public awareness, build coalitions, take political action and educate communities about the dangers of P3s.



#### **Decoding P3 lingo** in Nova Šcotia

In need of massive infrastructure improvements, and with mounting pressure from the provincial and

federal government to go the P3 route, it's easy to see Nova Scotia as Canada's newest battleground against privatization.

> The Nova Scotia government hired Partnerships BC – a company founded by B.C. Premier Gordon Campbell to promote public private partnerships - to evaluate P3 opportunities in the province. In July, Partnerships BC delivered a report recommending 10 possible P3 projects.

> CUPE Nova Scotia President Danny Cavanagh has serious concerns about the impartiality of Partnerships BC. "It's just a smokescreen for the government to promote P3s," says Cavanagh. "We need to make sure people understand that. Partnerships BC is now in the process of developing business scenarios for each project. We assume they will all be P3s."

And Partnerships BC's "help" has been costly. The price for each project assessment? Two-hundred thousand dollars.

CUPE's Union Education Department facilitated Understanding Public-Private Partnerships, a one-day workshop to help Nova Scotia members separate the facts from the spin. They learned what P3s are, the problems with them, how corporations benefit from them, and what union members can do about them.

For John Evans, a CUPE staff member in the Sydney office, the training was invaluable. "This workshop explained P3s in a way that was easy to understand. Now, members know the truth about P3s, beyond what's presented in the media."

"The educational component helped us gain more activists to help mobilize other activists," adds Cavanagh. "We're up against a lot of privatization. We need all the help we can get."



#### Victoria's water watchers unite

When the Sierra Legal Defence Fund (now Ecojustice) published its 2004 report card for municipal sewage treatment in Canadian cities,

Victoria, B.C. got the dunce cap. The city was "suspended" for being "the only city in Canada that still dis-

charges all of its sewage raw and has not taken steps to improve." It is estimated that the city won't be fully treating sewage until 2017.

Victoria's Capital Regional District (CRD) is under pressure to consider a P3 water treatment system. Premier Gordon Campbell said the province would kick in one-third of the costs for sewage treatment in Victoria, but only if his pro-P3 organization, Partnerships BC, gets to decide whether the project becomes a P3.

In spring 2007, the Ernst & Young Orenda

to prepare a financial analysis of Victoria's sewage treatment project. Given the consulting company's track record of pushing P3s, they'll likely suggest private sector involvement.

CUPE BC is fighting back with the Water Watch campaign, which seeks to raise awareness about the risks of privatizing water and sewer systems. CUPE members and staff have worked diligently to liaise with local media and use strategic paid advertising, such as Victoria's double-decker buses.

CUPE is also active with the Greater Victoria Water Watch Coalition – a team of local environmental groups, community organizations, student groups, church groups, politicians and members of the agricultural community. "The coalition has been really key in all of this," says Kim Manton, a campaign coordinator with CUPE 1978.

The CRD's report to B.C. Environment Minister

Barry Penner outlining the city's plans to treat sewage has been delayed until December 2009. "This decision gives us a lot more space to strategize and figure out where we want to go," says Manton. "Sewage treatment isn't a glamorous issue, so it's hard to get people engaged. It's also the lingo – most people don't know what P3s are, so now we can spend another year educating members."

With municipal elections in November, and a provincial election slated for May 2009, the delay will

also allow the campaign to make water treatment a prominent issue in the coming elections.

More on CUPE BC's Water Watch: http://www.cupe.bc.ca/452

More on Greater Victoria Water Watch Coalition: http://www.greatervictoriawaterwatchcoalition.ca/cgi-bin/show home.cgi



CUPE BC leaders Barry O'Neill, Cindy McQueen and Carolae Donoghue, CUPE 900 President Gayle Nelson, CUPE 900 Past-President Mel Hale, and other local CUPE members get a tour of the innovative, publicly-owned Kamloops Centre for Water Quality



the tune of \$200 million.

#### Political action in Saint John

The City of Saint John, New Brunswick, lays claim to one of Canada's oldest sewage systems. For the past 140 years, sewage and

of English-language newspaper circulation in New Brunswick. "The Irving newspaper never misses a beat," says Danielle Savoie, a CUPE communications representative for the Maritimes region. "It always goes after the Council, and it wants everything privatized." water treatment has remained in public hands. But now To ensure the balance of power on City Council was pro-public, CUPE became politically active during the the drinking water system is in need of an upgrade – to municipal elections last May. "No to Water for Profit" signs dotted city lawns alongside candidates' signs, and CUPE 18 led a public candidate forum on the issue.

Faced with high costs and mounting pressure from private companies, the federal government, and the

provincial media, City Council has been forced to weigh its options. The Harper Conservative's Building Canada Fund requires that P3 financing be considered for infrastructure projects requiring more than \$50 million in federal cash.

And the Tories have a worthy sidekick in the provincial media. The Irving Group, controlled by the K.C. Irving family, dominates 90 per cent FOR PROFIT

CUPE Canadian Union

FALL 2008



CRD hired consultants Double-decker buses in Victoria take the campaign to the streets.

10

|       |   |  | <br> |   |   |   |  |   |   |   |   |   |   |  |   |  | <br> |   |  |   |   |   |   |   |   |   |   |   |  |   |   |  | <br> | <br> |  |
|-------|---|--|------|---|---|---|--|---|---|---|---|---|---|--|---|--|------|---|--|---|---|---|---|---|---|---|---|---|--|---|---|--|------|------|--|
| <br>- | - |  |      | - | - | - |  | - | - | - | - | - | - |  | - |  |      | - |  | - | - | - | - | - | - | - | - | - |  | - | - |  |      |      |  |



"The water issue wasn't even on the radar when these elections were called. We brought it to the forefront and made it a political issue. We asked each candidate exactly where they stood on P3s," says Mike Montgomery, President of CUPE 18. The forum was a success: the majority of the newly elected Council members, including Mayor

cont. p.12



## **CUPE shines at library** conference

CUPE and its library members made a significant contribution to the 63rd annual meeting of the Canadian Library Association, held in Vancouver this past spring. From May 21 to May 24, a host of authors, editors, library workers, administrators, students and volunteers attended the meeting, which provided an excellent opportunity for networking, discussion and training.

For its fourth year of participation in the event, CUPE was a Platinum Sponsor, the highest category of support, which included sponsorship of the keynote address by Rowland Lorimer, author, respected professor and major advocate of public libraries.

The much-visited CUPE booth allowed our members to introduce themselves and share their experiences, including their 2007 battles against privatization in British Columbia. Sébastien Goulet

A video on library work, displayed at the booth, is now available: http://cupe.ca/libraries

Ivan Court, oppose P3s. Montgomery says, "the people spoke when they voted. They realize that water is a public right and should never be for profit."

Simultaneously, CUPE spearheaded a strong lobbying campaign, linking with the Council of Canadians to launch a citizen's coalition of water stewards. CUPE also sponsored Maude Barlow's tour for her book, Blue Covenant: The Global Water Crisis and the Coming Battle for the Right to Water. CUPE members sent P3 fact sheets to every household in Saint John with an invitation to Barlow's presentation. More than 300 people attended.

This fall, City management will need to make some decisions about how it's going to improve the drinking water system. In the meantime, CUPE's campaign continues, gearing up to host an Anti-Privatization Summit in the port city in mid-October.

More on CUPE New Brunswick Anti-Privatization Summit: http://nb.cupe.ca/



### Port Moody dumps private contractor

CANADIAN UNION OF PUBLIC EMPLOYEES

Ten years ago, Port Moody's City Council decided to contract out municipal garbage collection to

International Paper Industries (IPI) - without any public consultation. It wasn't long before irritated residents started to report missed pickups, spilled garbage, broken bins, neglected recycling and speeding garbage trucks. At its worst, the Council office was fielding 40 complaints per day. Two city officials were fired, and the Mayor who contracted out the garbage did not run for Council again.

This past June, 10 years after the IPI contract was inked, Port Moody City Council voted to kick IPI to the curb and contract-in solid waste and recycling services. Maria Wahl, President of CUPE 825, says her local

never stopped fighting to bring the service back inhouse. "We've been vigilant for 10 years, so this is a very sweet victory for us."

In 2008, Council approached CUPE to form a joint committee to bring the contract back in-house. The coalition conducted a phone survey to canvass public opinion about the City's garbage services. Port Moody residents spoke out overwhelmingly against the private company, with up to 80 per cent of residents reporting at least one missed garbage pickup. Based on the survey results, City Council voted to bring the service home by a 6-1 vote.



Wahl says the secret to the coalition's success was to remain attentive and community-minded. "We stayed on that service constantly, and reported and logged every single complaint and safety offence," says Wahl. At the same time, both CUPE 825 and City Council put the community first. "You have to bring the residents in," says Wahl. "We didn't just make it about CUPE. The real victory is for the citizens of Port Moody because they had endured such terrible service. Now they're getting the quality they deserve."

Maria Wahl (left) and Brigitte Pronovost of CUPE 825 with one of the recently contracted-in garbage trucks.



#### PEI unions fight for public manors

CUPE PEI is no stranger to the fight against P3s. In 1999, Islanders halted plans for what

would have been Canada's first P3 hospital. Earlier this year, the union found itself mobilizing once more. The province is in serious need of new long-term care homes for seniors (called "manors" in PEI). The provincial government allocated \$4 million to build new manors. Liberal Premier Robert Ghiz said the government will "explore all options" for building new long-term care facilities – including P3s.

CUPE members wasted no time kicking off "Keep our Manors Public," a coalition campaign with health unions including the National Union of Public and General Employees, the PEI Union of Public Sector Employees and the International Union of Operating Engineers. The coalition will move into high gear this fall, increasing pressure on Ghiz. CUPE PEI expects a final decision on P3s when the province tables its capital budget this fall.

The province hired pro-P3 consultants Corpus Sanchez to review the state of the province's manors. Knowing the company's track record, the coalition refused to participate in the consulting process unless the province committed not to privatize. "We know who Corpus Sanchez are," says CUPE representative Bill McKinnon. "The whole process is just windowdressing for an agenda already put in place by the federal government." While CUPE still awaits the Corpus Sanchez report, McKinnon is confident that they will recommend going the P3 route.

In the meantime, CUPE has remained tightly focused on building public awareness. The campaign's strategy is twofold: first, lead a softer campaign until the government weighs in on P3s this fall, and second, if the

#### Workshop: Understanding Public-Private Partnerships

CUPE's Union Education Department offers an engaging one-day workshop, *Understanding Public-Private Partnerships*, to help members learn more about what P3s are, why they're being introduced, why they don't work, and what members can do to combat them. The workshop begins with small group discussions about P3s, followed by video presentations by P3 health care and trade experts. By the end of the workshop, members are able to review specific P3 case studies and analyze the impact of each project.

To find out about an upcoming P3 workshop near you, contact your regional education rep: http://cupe.ca/www/educreps



Learning about tools to tackle P3s at a Union Development workshop in Sydney, N.S.



CUPE Regional Vice-President and President of CUPE PEI Milo Murray (left) and CUPE National representative Bill McKinnon (centre), with Conservative Opposition Leader Olive Crane, at a press conference launching the campaign to keep long-term care homes public on PEI.

government doesn't move away from P3s, hit them heavy with radio, TV and newspaper ads. "We don't want to poke the bear in the early stages," says McKinnon. "We want people to see who we are, what we do, that we're professionals. We also want to raise awareness in PEI about the dangers of P3s."

For CUPE PEI, the outlook is promising. While the Building Canada Fund is leaning on the government to at least explore private sector involvement, the Premier has carefully avoided endorsing P3s. "I'm very optimistic they're not going to go P3 in PEI," says Wanda Livingston, President of CUPE 1051 and Hospital Council President. "Still, I was reading about P3s in B.C., and they said maintenance was the first to go. It's scary when you hear things like that. So we're doing all we can, and we'll keep fighting right until the end."

More on PEI manors: www.keepourmanorspublic.ca

In every province, CUPE teams are developing plans to fight public private partnerships and other forms of privatization as part of a national strategic campaign.

More on the national campaign: http://cupe.ca/privatization

#### Setting it straight

Ever feel like you're missing the real story while browsing the offerings of mainstream media? StraightGoods.ca might give you the fresh perspective you crave. Founded in 1999 by publisher Ish Theilheimer, Straight Goods is an independent journalism site that provides progressive context on national and international news.

"We're a private company founded by about 30 colleagues and friends who wanted to make a difference. We're supported by readers – we have about 36,000 at present – and sponsors, including approximately 15 unions and labour federations," explains Theilheimer.

The site decodes spin on everything from politics and labour to health care and consumer information. Straight Goods also features some of Canada's best progressive journalists, including Linda McQuaig, Mel Watkins, Naomi Klein, Gwynne Dyer and Charles Gordon.

Allison Gifford

Check out www.straightgoods.ca and www.publicvalues.ca



# The P3 con game

The cardsharks and hucksters may have moved on, but another con game is still in town.

Public private partnerships (P3s) are being heavily promoted by the federal

Conservative government and by a number of provincial and local governments across Canada.

In the past, P3s were used by politicians to hide debt. Even though private financing ultimately cost the public more, it allowed governments to keep development and operating costs off their books. But public auditors got wise to this dodge and forced governments to account for long-term P3 payments.

Now P3 promoters will admit the deals cost more, but use other accounting gimmicks to justify P3s. British Columbia's P3 agency uses private sector "discount rates" to make P3s seem much less costly than they are. For example, a discount rate of 10 per cent means that a cost of \$57.31 listed on the books today will actually cost

\$1,000 when the public pays the bill in 30 years. Other promoters claim that P3s allow governments to transfer massive amounts of "risk" to the private sector. Not only is value of the "risk transfer" highly exaggerated, it rarely pans out. Residents of Hamilton found this out when the corporation running their water system had a major sewage spill, and the public was forced to pay the cleanup costs. Canada has a growing list of P3s that have resulted in costly public bail-outs and environmental clean-ups.

Unfortunately, it's very difficult to uncover financial details about P3s before - and unless - they fail. CUPE, the Ontario Health Coalition and other unions waged a four-year court battle to gain access to information about the Brampton P3 hospital that eventually revealed that the hospital cost at least \$300 million more as a P3.

Regardless of the accounting tricks used, they add up to billions of dollars siphoned from the public purse into private profits, leaving less money for public services. P3s make no economic sense. It's time governments at all levels dealt themselves out of this losing game. Toby Sanger



# Coordinating the CUPE anti-privatization campaign

Mary Catherine McCarthy

at the 2007 CUPE convention.

CUPE National funds, they are members. working on special campaigns that al level, CUPE is working in coalito the Harper government's agenda

Making links across the country of privatizing and commercializing that strengthen the on-the-ground water, community infrastructure, fight to stop privatization and pro- health care, child care, education mote public services: that's the and other public services. And challenge for coordinating this CUPE National's women's bargainnational strategic initiative, adopted ing and health and safety conferences will have a focus on privati-CUPE provincial divisions are ris- zation, connecting the dots division and to check out online ing to the occasion; backed by between diverse issues and our resources. She asks to be informed

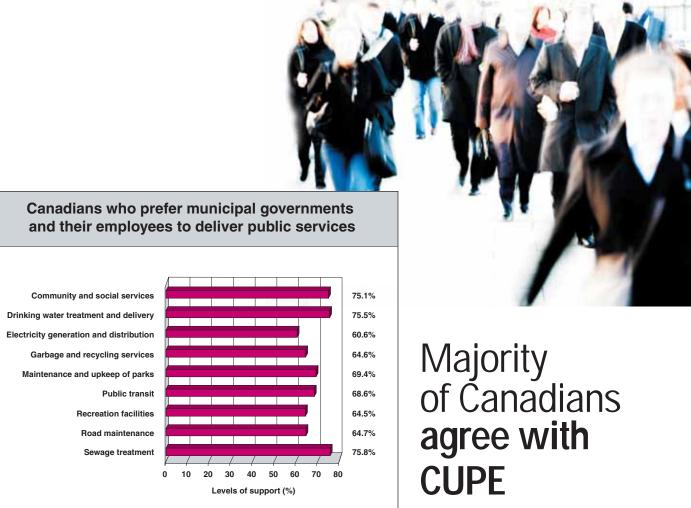
From mobilization workshops take on privatization. At the nation- and rock concerts to solidarity conferences, community town hall tions to advance public alternatives meetings and anti-P3 summits, CUPE is organizing to fight back.

National polling and focus group work will get underway this fall to help sharpen our language and develop common messages.

National Coordinator Mary Catherine McCarthy is tracking, evaluating and sharing the experiences of local, divisional and national campaigns. A team of national and regional staff is working with her to strengthen strategies across the union. McCarthy advises members interested in getting involved to call their provincial about privatization campaigns at mmccarthy@cupe.ca.

Tools and resources can be found on page 25 of this issue, and at www.endprivatiza tion.ca





A total of 1,004 random telephone interviews were conducted by Nanos Research across Canada between May 7 and 11, 2008. The survey is accurate ±3.1 per cent, 19 times out of 20.

According to a major poll conducted by Nanos Research for CUPE in May, CUPE's fight for public services represents a majority sentiment.

Asked who they would trust more to deliver public services, their municipal government and its employees or a private corporation, a majority of respondents chose their municipal government.

Almost three-quarters (73.7 per cent) of Canadians said they want municipalities in charge of providing and operating public services on a notfor-profit basis rather than revenue-focused corporations.

"These results confirm that CUPE is fighting for precisely what Canadians want," says Paul Moist, CUPE National President. "We must ramp up our efforts to convince all levels of government to protect the public services that Canadians prefer in public hands."

The same study found that a whopping 87.6 per cent of Canadians agree that public services like drinking water, sewage treatment, garbage and recycling services, road maintenance and recreation facilities play an essential role in their community.

"Municipal governments facing pressure from the Harper government to privatize public services should be bolstered by the results of this poll," adds Moist. "People clearly want public services delivered by democratically elected local governments and workers."

Pam Kapoor





Éric Pineault

Diane Urguhart

# **Pensions**: Part of the privatization fight back

Taking the lead from CUPE's strategic direction plan adopted at the CUPE National convention, pension trustees and other pension practitioners came to Ottawa in June to discuss the growing concern that pension funds are being invested in P3 privatization schemes.

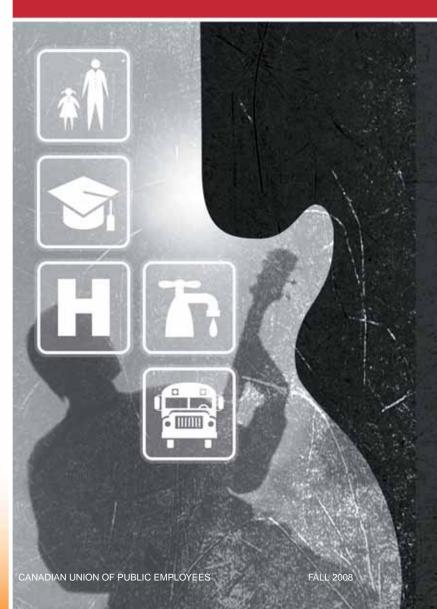
CUPE National's strategic directions paper makes it clear that CUPE will take on a concerted campaign to ensure that pension plans for public and private sector workers and the Canada Pension Plan do not invest in P3s in any of our sectors.

Éric Pineault of the Université du Québec à Montréal was one of two keynote speakers at the June conference. Pineault packed as much information as possible into a one-hour presentation, and left participants wanting more. "P3s," says Pineault, "are designed to be advantageous to investors, and so it is not surprising that pension funds are being considered as growing investment source of these schemes."

Following Professor Pineault's presentation, independent financial analyst Diane Urguhart spoke to participants about the regulatory gaps that exist in the Canadian financial sector. Urguhart, a vocal proponent of stronger financial sector regulation and enforcement, spoke about the asset-backed commercial paper debacle.

"Worker retirement programs in Canada stand to suffer estimated losses of \$7 to 13 billion from the rerouting of asset-backed commercial paper [ABCP] in Canada which was supposed to have been a 'secure' investment. This example is a reminder of the risks to workers of unstable, under-regulated, and increasingly complex financial markets," says Paul Moist, CUPE National President. Catherine Louli





# **ONTARIO ROCKS FOR** PUBLIC SERVICES



reaching deep into communities to build awareness and support for public services, bers play in our communities. The con-Trooper, April Wine and Kim Mitchell, are being funded as part of CUPE National's anti-privatization campaign.

about how important public services are in their lives," says CUPE Ontario President Sid Ryan. "Our messaging is helping peo-- that we're not just about strikes."

The concerts have exceeded expectations, drawing 4,000 spectators in Ajax, and over 1,200 in Lindsay/Kawartha in Kenora. Lakes. A concert is also planned for Valerie Dugale Ottawa on November 1. Combined with paid media advertising and extensive

18



With its series of "Rock for Public media coverage from press conferences, Services" concerts, CUPE Ontario is the impact of the event in communities has been substantial.

Ads and audience handouts spell out and for the unique role that CUPE mem- the range of public services provided in communities, and describe how privatizacerts, featuring well-known bands like tion, P3s and contracting out cost more, deliver less and cheat people out of the services they need and deserve. Materials address local issues where government "These concerts are an innovative, non- underfunding or privatization is threatentraditional way to get people thinking ing services. Audience members are asked to fill out plebiscite-like cards called, "Count me in for public services."

With 40-50 local volunteers required ple to understand CUPE members' work for each venue, participation from locals and national reps has been strong. "These concerts are a great way for locals to work together on anti-privatization efforts in Sturgeon Falls, 1,000 in Kenora, 2,500 in their towns," says Judy Bain, concert series Thorold and Kingston, 6,000-7,000 in coordinator and President of CUPE 1781

CANADIAN UNION OF PUBLIC EMPLOYEES



In sharp contrast with the last round of provincial bargaining Newfoundland in and Labrador. which 28-dav. saw а province-wide strike end with back to legislation, work CUPE members there are celebrating an historic new deal with dramatic wage increases.



Wage increases in Newfoundland

and Labrador

Wayne Lucas and Donna Ryan are reelected as President and Vice-President respectively at the CUPE NL convention.

Under a four-year deal between close to 6,000 CUPE members and the provincial government, employees will see almost 21.5 per cent wage increases and increases to standby premiums, a job evaluation plan to be implemented by 2010, improvements in clothing allowances for housing and school board employees, and an Employee Assistance Program (EAP) for all school board employees. John McCracken

#### **Trenching death** in Nova Scotia

CUPE Nova Scotia hopes charges in the trenching death of one if its members sends a strong message to employers in both the public and private sectors.

The Town of New Glasgow was charged with five counts under the Occupational Health and Safety Act in the October 2006 death of Michael Bonvie, who had just started working for the municipality and was a member of CUPE 281.

CUPE Health and Safety Representative Robert Wells says: "Sadly, a survey from our municipal locals showed that safe trenching practices in this province are, at best, hit and miss. The CUPE survey showed that only 33 per cent of our locals said their employer even had a trench cage or box that they could use. This is unacceptable."

CUPE Nova Scotia President Danny Cavanagh says: "With charges now being laid in the New Glasgow fatality, it is our hope that

employers in both the public and private sectors start taking their responsibility to provide a safe workplace a lot more seriously. This is the least we owe the family of Michael Bonvie." ■ John McCracken





More than 60 CUPE members and allies gather for the first PEI human rights conference, including (I to r) Joey Jeffrey, Education and Liaison Officer for the PEI Association of Newcomers to Canada, Yolanda McClean, CUPE Diversity Vice-President, Leo Cheverie, member of the CUPE PEI Division Executive, and Marian White, Atlantic Outreach Officer for CUSO.

Danielle Savoie



#### Casino and hydro workers make gains in Quebec

breakthrough for the 1.700 members of CUPE 3892, 3939, 3959 and 3993 who work at the casinos in Montreal and Lac-Leamy in have increased while those of the Gatineau. After a long deadlock in negotiations on the issues of pensions and group insurance, new agreements have achieved significant gains. A separate private pension plan with defined benefits on a par with Hydro-Québec - CUPE 957, 1500, the existing Loto-Québec plan has been created, which could be charac-

Summer 2008 marked a major terized as a turning point in the history of the labour relations with these employers. In addition, the employers' contributions to group insurance employees have been reduced, giving the workers better coverage at a lower cost.

> The four locals that together represent the 17,000 employees of 2000 and 4250 – have renewed their collective agreements for five years.

#### Ontario school board workers achieve coordinated bargaining



The members of the OSBCC (pictured here) led a sector-wide bargaining conference in Toronto, September 20 to 21.

In other news from the same sector, on August 19, Hydro-Québec announced that it would proceed with repairs to the Gentilly-2 nuclear generating station. At the Quebec Federation of Labour convention, CUPE members and all other delegates were unanimous in their support for repairing Gentilly-2 in a context of safety and environmental protection.

Robert Bellerose

The Ontario School Board Coordinating Committee (OSBCC) unites more than 45,000 school board workers under the CUPE banner. After years of hard work and lobbying, the group is about to seize a major opportunity in achieving a coordinated bargaining process.

The Ministry of Education facilitated a series of tripartite meetings with representatives from all Ontario school boards and CUPE. A first province-wide tentative agreement was negotiated last May. This tentative settlement has been recommended to all CUPE school board locals by the OSBCC and the leadership of the locals. The next step is local bargaining, which is intended to conclude by late fall 2008.

■ Luc Tittley



#### **CUPE Manitoba** welcomes 350 new members

CUPE will formally welcome 350 new members from the Northern Manitoba Regional Health Authority.

Earlier this year, health care support workers at the Nor-Man RHA had the opportunity to choose a new union. The workers, who belonged to the Service Employees International Union, voted in an overwhelming majority to join CUPE. They will now be members of CUPE 8600.

CUPE now represents almost 11,000 health care support workers in most of the regional health authorities in the province. Dennis Lewycky



Mike Desautels facilitates a "Unionism and Turtle Island" workshop as part of the CUPE Manitoba Summer School, May 25-30, 2008.

**Regina city workers** douse closures





CUPE members know that hockey rinks and swimming pools are important to communities.

Regina last year. The Professional Environmental Recreation Consultants' final report, released in July, recommended the closure of two pools and up to four community hockey rinks.

makes no sense," says Tim and radio ads. Anderson, President of CUPE 21, which represents about 1,100 city employees. Regina's eight city arenas have a utilization rate of

City workers are pouring cold 98 per cent in the after-school water over a consultant's report hours and attendance at the city's commissioned by the City of five outdoor pools has increased by 40 per cent in recent years.

A campaign by CUPE 21, costshared with CUPE National, is urging Regina's city councillors to reject the consultant's recommendations "for the sake of the kids." "Closing indoor hockey rinks The local is mobilizing community and swimming pools, especially opposition to the proposed cloin low-income neighbourhoods, sures through leaflets, billboards

#### Beth Smillie

Check out the local's campaign website: www.publicrinks4all.ca



#### **Organizing always** a challenge in Alberta ... but looking up in the N.W.T.

A group of 30 municipal employees in St. Albert, Alberta is learning that nothing comes without a fight in the Wild Rose province. The employees are on their second attempt to join CUPE. A majority of employees has signed union cards, but the result of that vote has been delayed by the employer while the Labour Board hears objections.

Twenty employees of an intensive residential treatment centre in Fort Smith, N.W.T. may soon gain the benefit of CUPE representation after Woods Homes of Calgary was contracted to manage their facility. Woods Homes employees are represented by CUPE 4731. CUPE has a large presence in Alberta workplaces, but doesn't have many members in the north. The employees will see improvements almost immediately in wages and working conditions upon joining Canada's largest union.

Lou Arab

#### Speaking up in B.C.

CUPE joined six of B.C.'s largest and the public – ended on March next provincial election – a period fully. eventually reduced to three months, thanks to broad-based launched a creative, energetic campublic criticism. CUPE and the paign. Building on the groundswell other unions see Bill 42 as a gag



Oak Bay high school student Ellen Hunter-Perkins (centre) and Greater Victoria Water Watch Coalition co-ordinator Kim Manton (CUPE 1978) join Maude Barlow for a reading on her cross-Canada tour about the importance of public ownership of water.

law, and are challenging the bill in members organized town hall the Supreme Court of Canada meetings to hold local politicians because several aspects of it violate accountable. After 454 days withfreedom of expression guarantees out a contract, library workers sucunder the *Canadian Charter of* ceeded in winning equal pay for Rights and Freedoms.

In the library sector, a six-week **Daniel Gawthrop** lockout of CUPE 410 members -

unions to launch a legal challenge 31 with Victoria's public library against Bill 42, the *Election* workers winning wage equity with Amendment Act. The bill, which municipal workers. Consensus on was rammed through the house pay equity had been reached during the spring legislative ses- through a joint union/managesion, originally attempted to ment comparison study, but the restrict third party election adver- Greater Victoria Library Board tising for five months before the (GVLB) refused to implement it

> In response, CUPE members of public support, CUPE 410

work of equal value.

#### **CULTURAL REVOLUTION**



End Privatization By CUPE National

Privatization can be like dominos. Knock over one public service and they all start to fall. But solidarity works like that too. One victory can bring the whole sell-off to a halt.

That's the message in CUPE's video on the power of collective action against P3s and other privatization. The video was shown at division conventions this spring, and has been sent to all CUPE locals.

The two-minute DVD is a useful mobilizing tool for locals. Use it to start a discussion with members - and share it with friends and allies in your community.

Karin Jordan

Check it out: http://cupe.ca/privwatchmayjune08/Privatization domino

## Bargaining, organizing, and fighting privatization like never before

When Stan Little spoke at our resources, polling and research to supfounding convention, he asked delegates to work hard on the three pillars of public sector trade unionism: negotiating, organizing and fighting privatization. While CUPE has made major strides on all fronts since then, the latter has taken on a whole new meaning since our 2007 convention, when delegates passed an historic resolution to invest \$5 million over two years to vices like never before. fight privatization.

Board members met to plan the antiprivatization campaign, and recommended a decentralized approach for this initiative. CUPE's provincial divisions have taken the lead to plan and bring our campaign to the front lines. And local unions have been encouraged to mobilize and join with their provincial divisions to maximize the strength of our voice locally, provin- decade. cially and nationally.

I am happy to report that we are on track to reach, if not surpass, the \$2.5 million campaign target by the end of this year, with plans already in the works for 2009. While \$750,000 is being spent nationally this year on

port this major campaign initiative, the bulk of our spending, over \$1.75 million, is being invested in our regions.

+

Х

All over Canada, fighting privatization and protecting our members' jobs have attracted media attention and put governments and employers on notice: we're defending jobs and public ser-

These campaigns offer many other Last spring, National Executive benefits, multiplying our strength in organizing, bargaining, and moving ever forward on the long march to equality.

> Next October, when delegates gather for the 2009 convention, we will be in a position to report back on this exciting initiative and lay the groundwork for future efforts, building on our successes leading into the next

In solidarity,

blande gehéreng

Claude Généreux National Secretary-Treasurer



# Resources to **FIGHT PRIVATIZATION**

Plug into the many CUPE resources you and your local can use to fight P3s, contracting out and other forms of privatization:

- Start by visiting www.endprivatization.ca, the new webpage for CUPE's antiprivatization work. There you'll find the latest developments in defending public services and fighting privatization. New campaign tools and updates will be posted this fall, so bookmark this page and check back regularly. Your provincial division website is another great source of information.
- Find out more about what's planned in your region or community by contacting your provincial division. Connect with your local executive about fighting privatization. If your local doesn't already have an anti-privatization committee, consider starting one.
- Connect with specialist communications, research, education and legal staff at CUPE National regarding collective bargaining, member education, campaign planning and funding, research and much more.
- Be alert for the early warning signs of privatization in your workplace and community. (There's a tool to help you learn the signs - download it at http://cupe.ca/privatization/signs)
- Order materials free from CUPE National's online store, including copies of the P3 dominoes video (see story on page 24), buttons and other campaign materials. Place your order at http://cupe.ca/store
- Subscribe to Privatization Watch, CUPE's monthly electronic newsletter about defending public services and stopping privatization. Sign up and read past issues at www.cupe.ca/privatizationwatch
- Visit www.cupe.ca/privatization/resources to download the latest tools, research and analysis about P3s, contracting out and other forms of privatization.
- Use cupe.ca's search engine to browse many other privatization-related news stories, research reports and campaign updates.

Together, we can STOP THE SPREAD OF PRIVATIZATION and strengthen public services.























# Keep tabs on the privateers

Read **Privatization Watch**, CUPE's monthly update on defending public services from P3s, contracting out and other forms of privatization.

Sign up and see past issues at cupe.ca/privatizationwatch

