RAPID RESPONSE LABOUR MECHANISM COMPLAINT

PANASONIC

COMPANY

Panasonic Automotive Systems de Mexico

INDUSTRY

Manufacture of automotive audio systems and switches

LOCATION

Reynosa, Tamaulipas State

UNION & LABOUR ORGANIZATION

National Independent Union of Industry and Service Workers (SNITIS)

Autonomous Industrial Union of General Maquila Workers of the Mexican Republic (SIAMARM), CTM-affiliated

Request filed by US government: May 18, 2022

Concluded:

July 14, 2022



n April 2022, the National Independent Union of Industry and Service Workers (SNITIS) won the title to the collective bargaining agreement in a Panasonic factory located in Reynosa, Tamaulipas, defeating the existing union, the Confederation of Mexican Workers (CTM)-affiliated Autonomous Industrial Union of General Maquila Workers of the Mexican Republic (SIAMARM).

Prior to that vote, the company dismissed 50 workers who were SNITIS sympathizers. In addition, weeks before the union representation vote, the company signed a new collective bargaining agreement (CBA) with SIAMARM and requested its registration with the Local Conciliation and Arbitration Board (junta), despite the fact that the earlier version of the CBA had been rejected in a democratic vote held in October 2022.

In response to these violations of the workers' associational and collective bargaining rights, the US Government accepted a complaint under the Rapid Response Labour Mechanism (RRLM).

TIMELINE

October 2021	Through a transparent and democratic legitimation vote, Panasonic workers <u>rejected</u> the existing collective bargaining agreement (CBA) negotiated between the company and SIAMARM. In total, 888 workers voted against the CBA, whereas 643 workers endorsed it.
March 22, 2022	Even though a vote to determine which union has the right to hold the title to the collective bargaining agreement had been scheduled, the company signed a new collective bargaining agreement with SIAMARM and requested its registration at the local junta.
April 2022	The <u>company dismissed 50 workers</u> who were sympathizers of SNITIS in an attempt to weaken the independent union and intimidate the remaining workers to support the CTM union.
April 18, 2022	SNITIS, with the support of the US NGO Rethink Trade, <u>filed a formal complaint</u> with the US government under the USMCA's Rapid Response Labour Mechanism (RRLM), alleging violation of freedom of association and collective bargaining rights.
April 21 & 22, 2022	A recuento (union representation election) was held to determine which union would hold the title to the CBA. <u>SNITIS received 1,200 votes</u> , against 390 votes for the CTM union.
May 18, 2022	The <u>US government presented a formal request to the Mexican government to review the Panasonic</u> case within the framework of the RRLM.
June 2022	SNITIS reported that the <u>company refused to sit down to negotiate a CBA</u> , and the union responded by filing a legal notice to call a strike.
June 10, 2022	SNITIS and Panasonic <u>reached an agreement on the terms and conditions of a new CBA</u> , including a 9.5% wage increase, a one-time only monetary bonus of 3.5% of the annual salary, and reinstatement of the dismissed workers.

The US Government announced the successful completion of the complaint process



under the RRLM.

July 14, 2022