Global Epidemics: The Contribution of Work

Peter Schnall, MD, MPH and Paul Landsbergis, PhD, MPH Marnie Dobson, PhD Ellen Rosskam, PhD, MPH

> UCLA Work and Health EHS 270/CHS 278

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A Good Society

Society has basic responsibilities to its citizens. A "good society" must ensure:

- good working conditions (healthy work)
- certain basic standards of living
- collective representation
- controls on income inequality
- social and racial justice
- good schools, housing and supports for children and families
- a healthy physical environment.

Social justice generally refers to the idea of creating a society or institution that is based on the principles of <u>equality</u> and solidarity, that understands and values <u>human rights</u>, and that recognizes the dignity of every human being. St. Thomas Aquinas, philosopher John Rawls

What is Globalization?

Globalization is a widely-used term that can be defined in a number of different ways. When used in an **economic** context, it refers to the reduction and removal of barriers between national borders in order to facilitate the flow of goods, capital, services and labor... although considerable barriers remain to the flow of labor.

Increasing inter-connectedness!!

Globalization is not a new phenomenon. It began before the distinct emergence of capitalism in the 16th or 17th century.

Globalization, Work and Health

Globalization impacts people's health in 3 inter-dependent ways:

- Creates wealth for some, raises standard of living for some thereby improving health for those with rising living standards (offset by exposure to new risk factors)
- Increases social inequality, creates disparities in resources between communities & groups, between developing & developed countries.
- For some groups poverty is increased due to disruption of previous economic systems and food supplies.
- 4) Impacts (transforms) community & work environments
 - a) promotes toxic physical environments
 - b) contributes to unhealthy work environments (chemical toxins, unsafe working conditions, psychosocial work stress)

Globalization and work

- Globalization contributes to the changing nature of work in industrial and industrializing societies.
- New and changing working conditions impact the health of many working people.
 - E.g., 40,000 reportable occupational health injuries each day in China

Research evidence

- Throughout the course we will examine data from industrialized countries relating working conditions to health outcomes.
- More data are available from western countries than developing nations (though U.S. data on work & health is less available than European data).

Data are inadequate in all countries on the <u>health impact</u> of recent changes in work organization (downsizing, mergers, outsourcing, off-shoring, informal labor sectors).

Global epidemics are not natural

- CVD, stroke, obesity, diabetes, even most cancers, are global epidemics...but are not the natural result of aging.
- Rather these are products of industrialization, urbanization, environmental and behaviors exposures as well as chronic stress
- Medical model explanations are inadequate to explain or contain these epidemics
- These epidemics are not caused (for the most part) by genes or individual behaviors - they involve <u>social causes</u> (e.g. social class differences, economic inequalities, unhealthy working & living conditions).

How does work contribute to epidemics?

- Unhealthy work organization/working conditions include: employment insecurity; precarious employment, long work hours, dangerous work environments, noxious psychosocial working environments. <u>All these factors also contribute to</u> <u>chronic stress at work.</u>
- Exposure to chronic stress at work (& other environments) has cumulative impact & can lead to mental and physical illness.
- Ubiquitous appearance of stress suggests it is a social process with social causes (e.g, stressors in the work environment).
- Focusing on individual responsibility for "stress" removes focus from systemic causes, creating challenges in finding/presenting a "common language" about the causes of stress across stakeholders (e.g. businesses, labor unions and academics).

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What is capitalism?

Capitalism is an economic and social system in which capital and land, the non-labor factors of production (also known as the means of production), are privately owned; labor, goods and resources are traded in markets; and profit, after taxes, is distributed to the owners or invested in technologies and industries.

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*Emmanuel Wallerstein – "The modern-world system" 1974, 1980,1989 3 Vol's.

□ Wallerstein proposes a scheme

A lasting division of the world in core, semi-periphery and periphery is an inherent feature of the world-system. Areas which have so far remained outside the reach of the world-system enter it at the stage of 'periphery'.

Wallerstein continued:

There is a fundamental and institutionally stabilized 'division of labor' between core and periphery: while the core has a high level of technological development and manufactures complex products, the role of the periphery is to supply raw materials, agricultural products and cheap labor for the expanding agents of the core. 11

Wallerstein Continued:

Economic exchange between core and periphery takes place on unequal terms: the periphery is forced to sell its products at low prices but has to buy the core's products at comparatively high prices. This unequal state which once established tends to stabilize itself due to inherent, quasideterministic constraints. 12

IS THIS UP TO DATE

- □ HOW DOES CHINA FIT IN?
- □ Part of Semi-periphery
 - manufactures sophisticated devices
 - but with mostly unskilled workers at low hourly wage rates.

China Post WW2 Changes

- Rapid industrialization and urbanization
- Mass migration from rural areas to urban areas
- Emergence of traditional capitalist class society; rich, middle class, working class and poverty stricken
- □ Increasing social conflict

The global economy: neo-liberal policies

□ Liberalization

Reduce trade barriers, eliminate subsidies

□ **Privatization**

- Sale of state-owned industries
- Services: health, education, welfare: from govt \rightarrow private sector

□ De-regulation

- Reduce state control/barriers to mobility of capital, goods, services
- Reduce state control over labor market (social protections):
 - Minimum wage, overtime, job safety & health, job security
- □ Reduce social welfare transfer payments to population
 - Social security, pensions, health insurance, unemployment insurance, progressive taxation

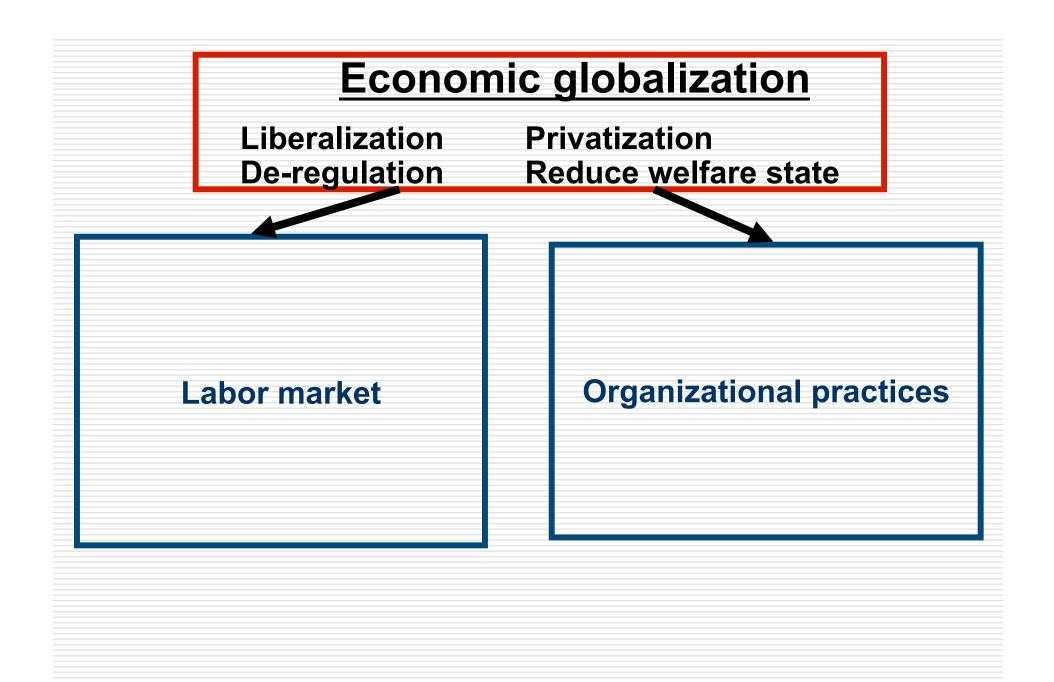
Benach J, Muntaner C, Santana V (coords). Employment, work, and health inequalities: A worldwide perspective. Generg: World Health Organization (forthcoming). Johnson, JV. The Growing Imbalance. In Schnall PL, et. al. (eds) Unhealthy Work. Amityville, NY: Baywood 2009

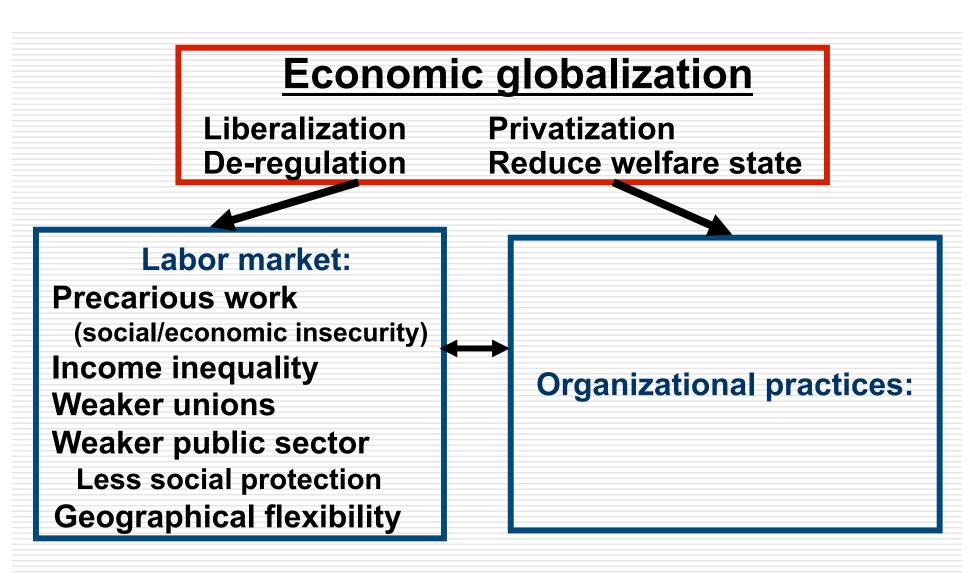
Impact of "Neo-liberalism"

Regarding economic development lots of evidence it is not a success Growth in Latin Amercia fell under neoliberalism in the 1980's (and elsewhere) Real wages decreased in the top 13 countries of the OECD since 1970 Yes, trade increases prosperity but disproportionate share of wealth is attained by the very rich – increasing social inequality the consequence 16

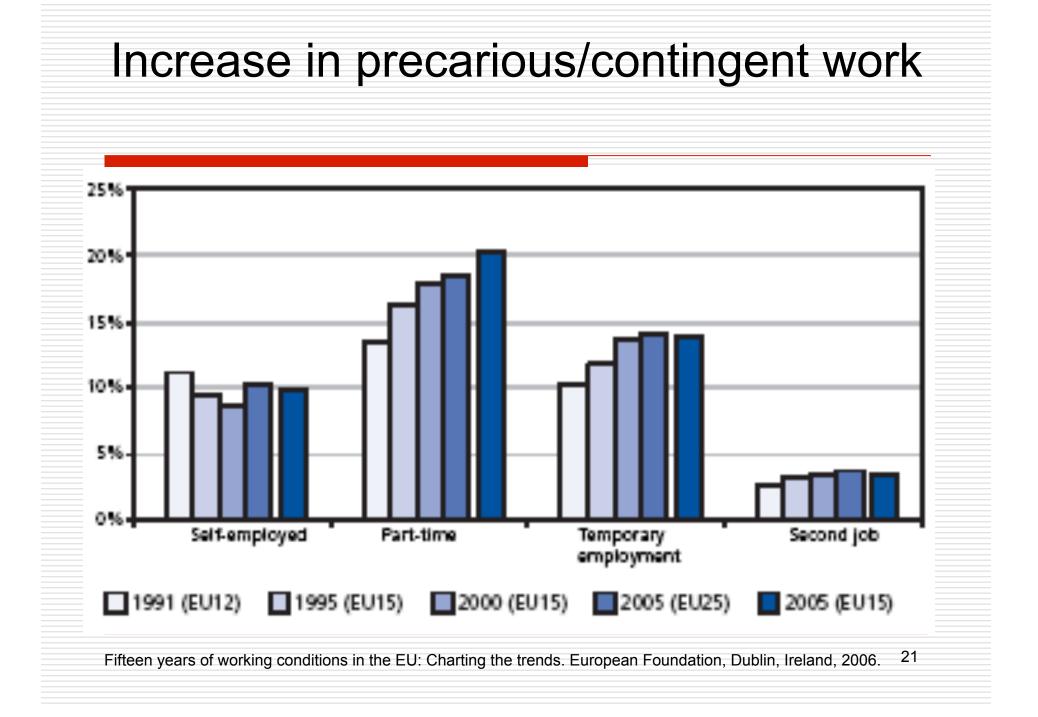
Neoliberalism and trade imbalances

- World trade has expanded rapidly over the past 3 decades. Since 1986, it has grown significantly faster than the world gross domestic product (GDP)
- During 1970's trade liberalization with framework of GATT (general agreement on tariffs and trade) modest and mostly in industrialized countries.
- Trade expansion not uniform and the 12 most developed countries accounted for lion's share. Majorit of developing countries did not experience significant trade expansion
- Many of the least developed countries (LDCs), includes sub-saharan Africa, experienced a proportional decline in the share of world markets – despite liberalization of trade





The global economy and the changing nature of work



New organizational practices: Flexibility

Numerical flexibility

- External: Staff reductions thru downsizing, short-term contracts, P/T work (precarious employment)
- Internal: Irregular hrs, mandatory overtime, 24/7 operations
- □ Structural flexibility
 - Teamwork, flatter hierarchies, teleworking (some of these changes beneficial to workers)

□ Functional or task flexibility

- Greater involvement/multiskilling for some
- Job assignment/rotation based on employers' needs
- Lean production (Japanese production management)

Main Consequence – Intensification of labor Kompier MAJ. Scandinavian Journal of Work, Environment and Health 2006;32(6, special issue):421-430.; 22

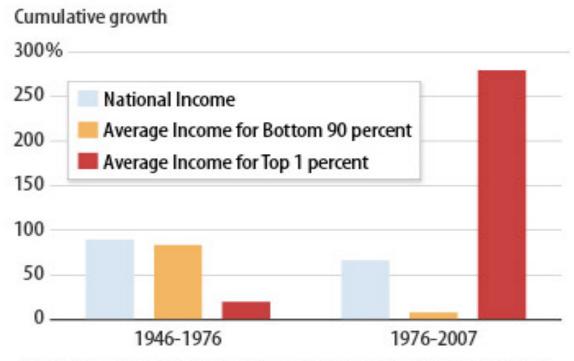
Kompier MAJ. *Scandinavian Journal of Work, Environment and Health* 2006;32(6, special issue):421-430.; Holman D, Wall TD, Clegg C, Sparrow P, Howard A. *The Essentials of the New Workplace*. London: Wiley, 2005. Johnson JV. The Growing Imbalance. In Schnall P et al (eds) Unhealthy Work. Amityville, NY: Baywood (forthcoming).

Precarious employment aids work intensification

- Temporary workers are often "desperate to achieve targets that would secure future work or permanent employment"
 - Undermine resistance of permanent workers to work intensification
- Apparent task control vanishes when overriding economic pressures force workers to work harder and longer

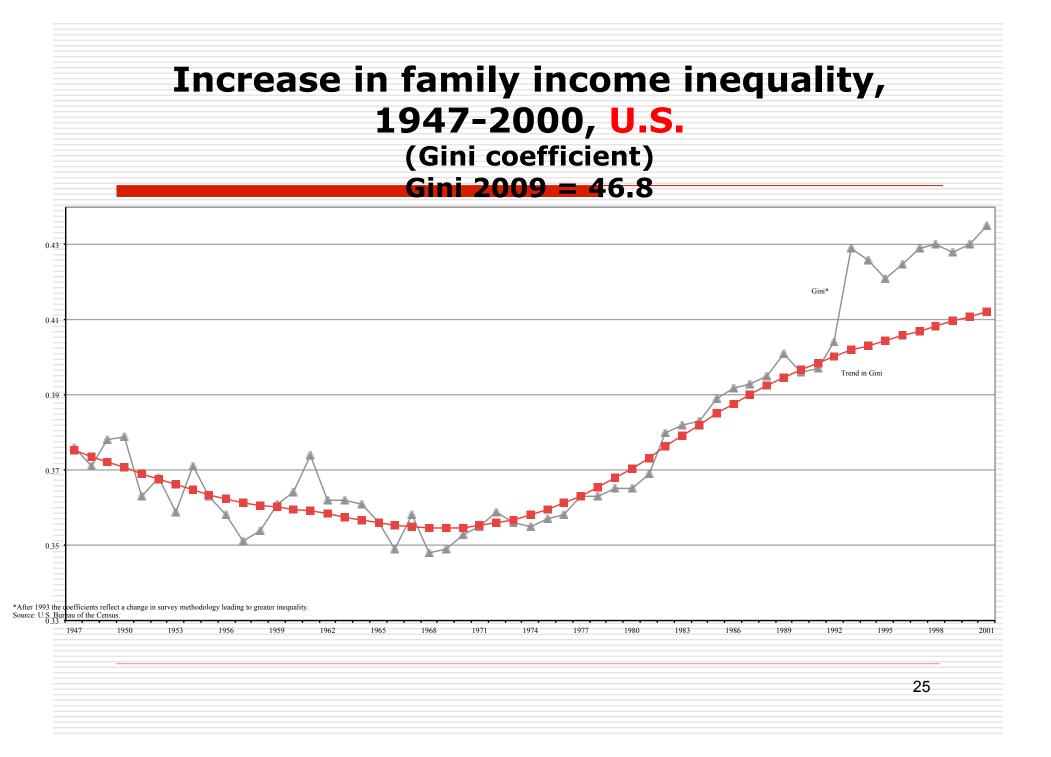
Increasing Income/Social Inequality

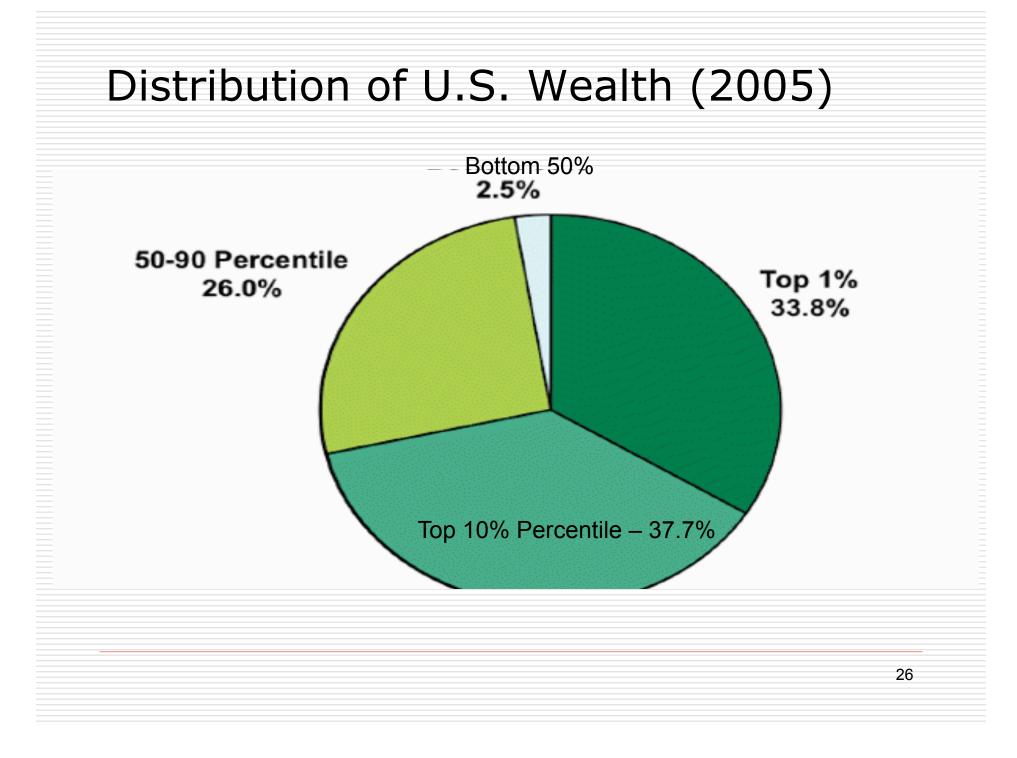
Rising Inequality Since 1970s a Sharp Break From Shared Prosperity of Earlier Era

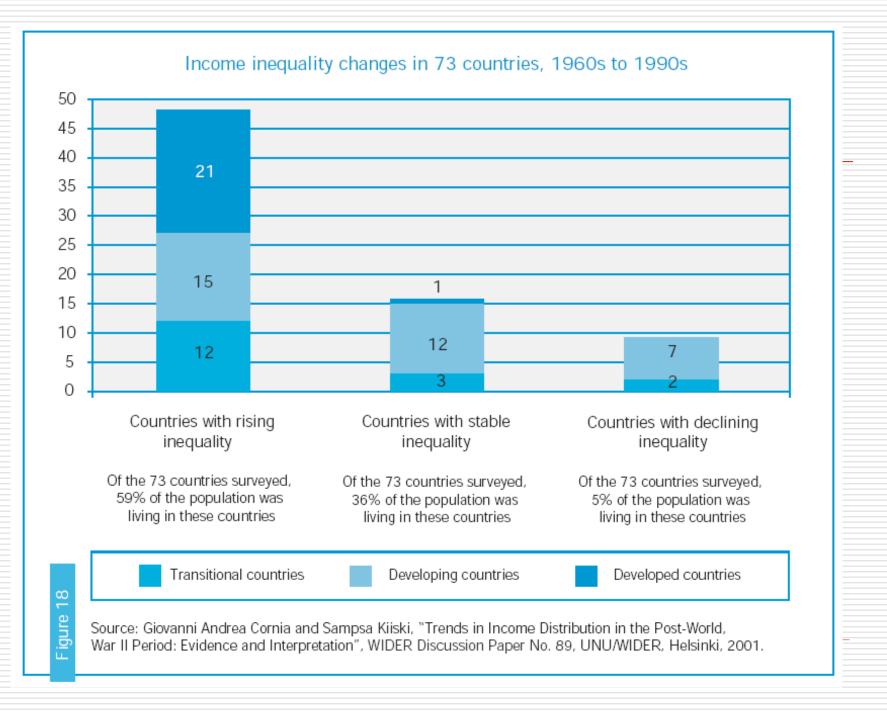


Source: CBPP calculations based on data from Piketty & Saez, BEA, and the Census Bureau.

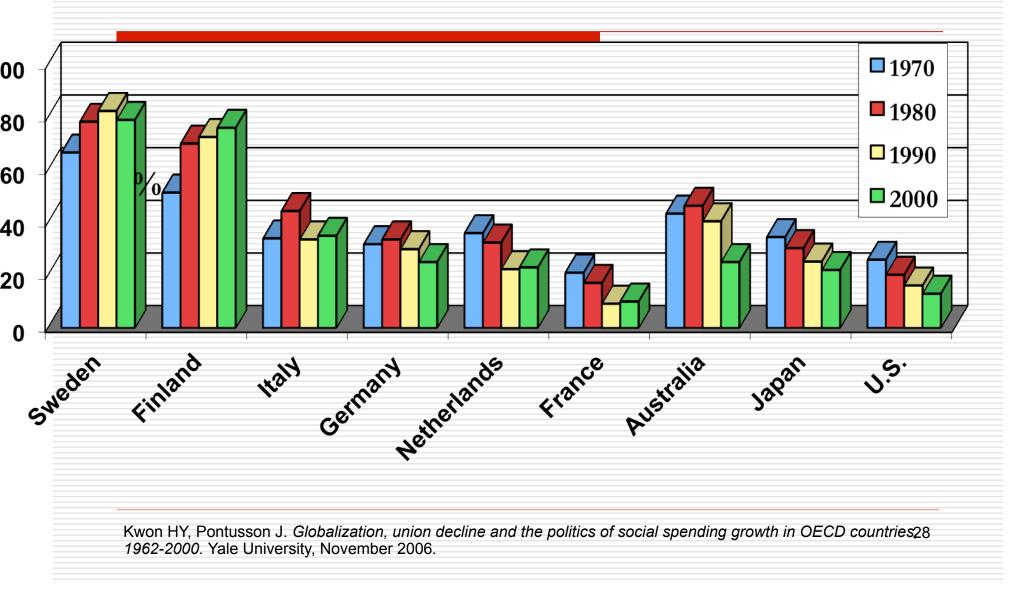
1946-1976







Decline in trade union membership (as % of workforce)



Transformation of "unionized labor" to flexible labor

Fewer high paid unionized blue collar jobs

More flexible jobs - part-time, contingent jobs, non-contractual

More women, "feminization" of the workforce (jobs more closely associated with women's work (e.g., caretaking)

Women's work low wages, less stable, less powerful, emotional labor, and general lack of skills

In general, greater social and economic insecurity

Weaker Public sector

Shrinking budgets cities, states, U.S. government

Decreasing unionization

Threats to Social security and Medicare

Declining public sectors jobs NY Times Feb 18 2012

"While the # of private sector jobs has begun to rise again, public sector jobs continue to decline"

Economic globalization

Liberalization **De-regulation**

Privatization Reduce welfare state

Labor market:

Precarious work (social/economic insecurity) Income inequality Weaker unions Weaker public sector Less social protection Geographical flexibility Organizational practices: Downsizing, restructuring Irregular, long hours Involvement, flexibility Lean production Intensification of labor Electronic monitoring Union avoidance

Restructuring, Downsizing

Restructuring – reorganizing of company to make it more profitable, or better organized to meet current needs.

Downsizing



Privatization/reduction of government services

Health care

- Workforce reduction/flexibility, worse working conditions
- Poorer quality of care
- Public health & disease prevention: lower priorities

"Caring economy": educ, health, social services

- Women are majority of this work force
- Reduction in paid workforce → Women absorb unmet burden of society by unpaid "invisible labor"

Rosskam E (ed.) Winners or losers? Liberalizing public services. International Labour Office, 2006. 33 Moutsatsos E. Economic globalization and its effects on labor. Johnson JV. The Growing Imbalance. In Schnall P et al (eds) Unhealthy Work. Amityville, NY: Baywood (forthcoming).

Economic globalization

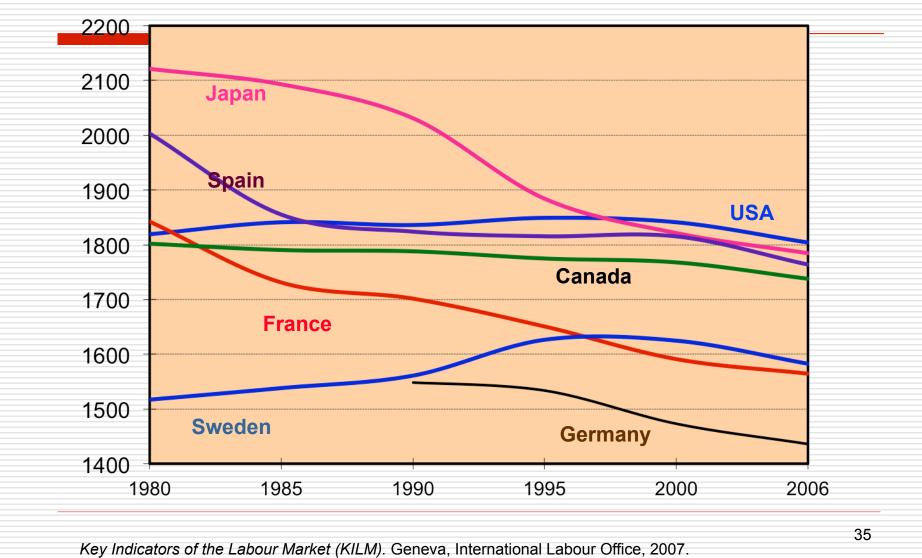
Liberalization De-regulation Privatization Reduce welfare state

Labor market:

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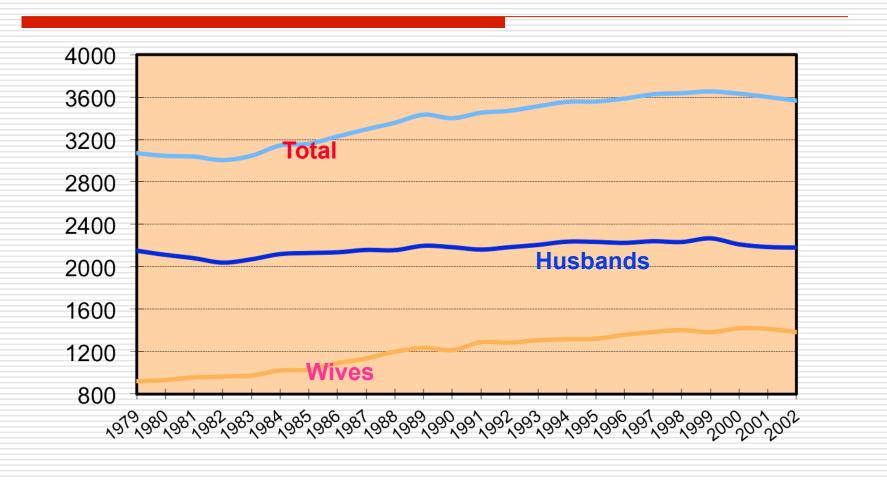
Job characteristics:Job demands ↑Job control?Work hours ↑Social support?Job insecurity ↑Rewards?

HOURS WORKED PER YEAR



Increase in family hours worked/year, U.S.

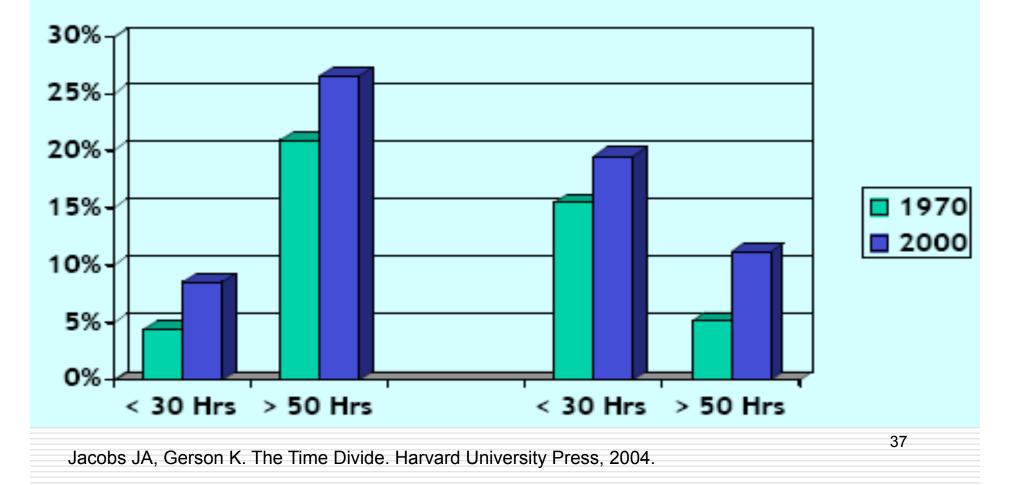
(middle-income husbands + wives with children, age 25-54)

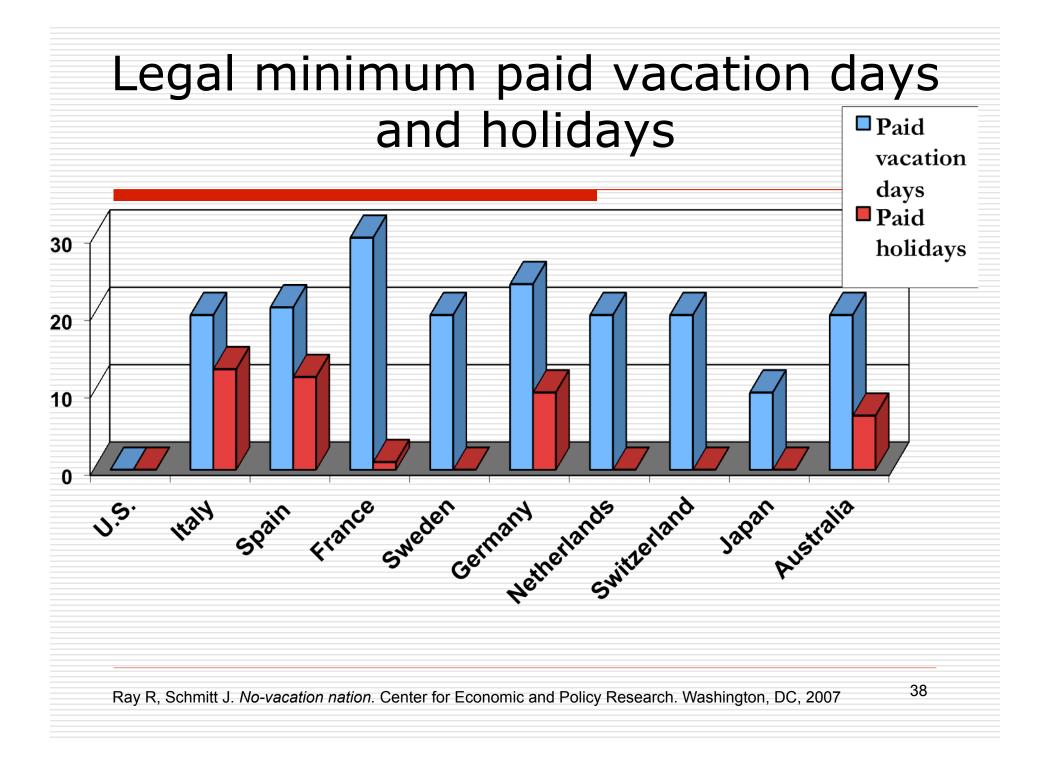


The State of Working America 2004-05, Figure 1T, Economic Policy Institute, Washington, DC

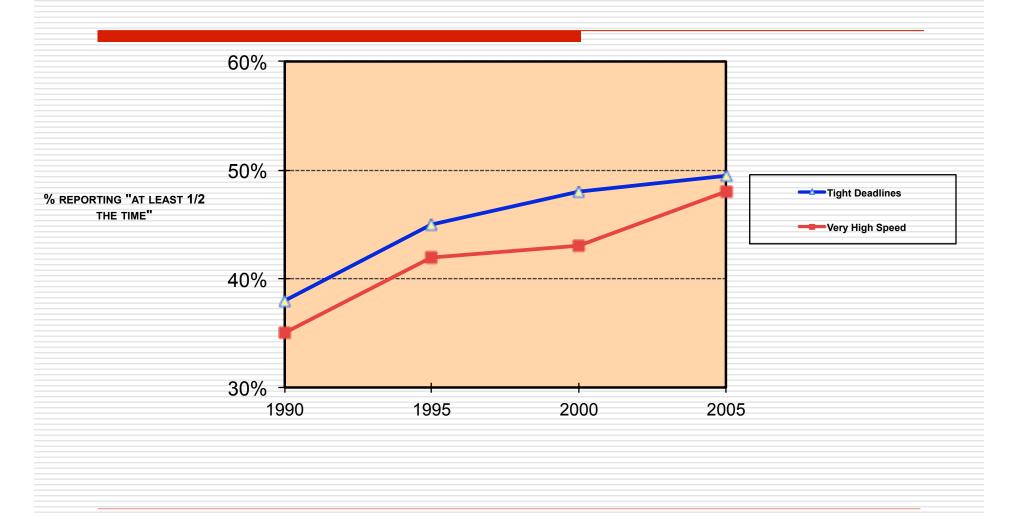
Beyond "The Average Worker": Trends in Long and Short Workweeks 1970 and 1990, by Gender

MEN WOMEN





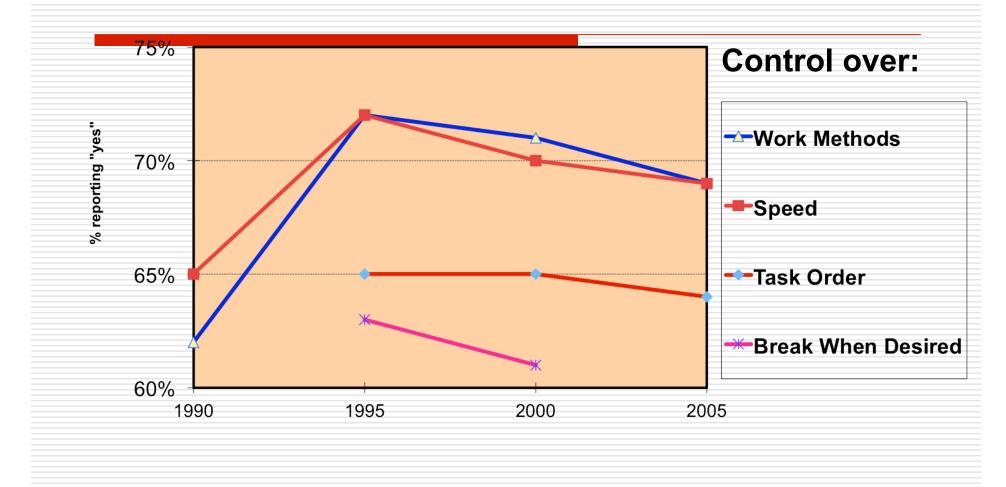
Increase in work intensity, job demands European Union surveys, 1990-2005



Fifteen years of working conditions in the EU: Charting the trends. European Foundation, Dublin, Ireland, 2006

European Union surveys, 1990-2005

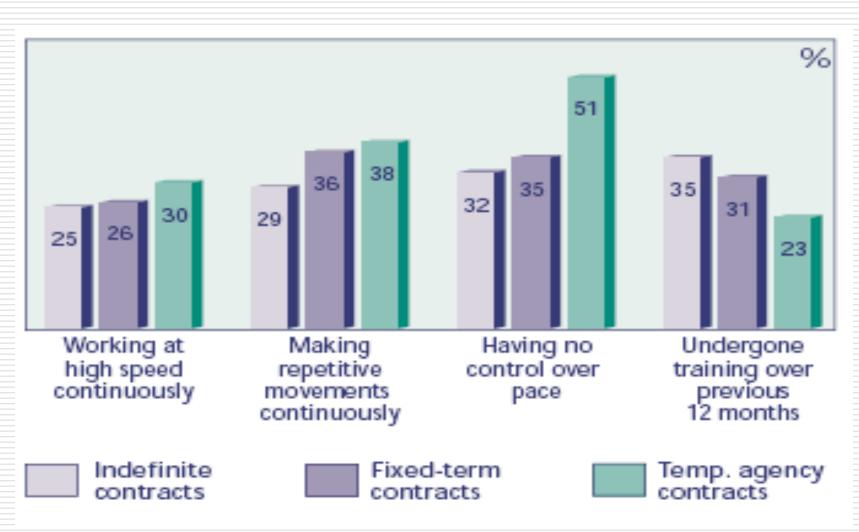
Decrease in job control (autonomy)



Pascal Paoli, Damien Merllié. Third European Survey on Working Conditions. European Foundation for the Improvement of Living and Working Conditions, Dublin, Ireland, 2001. Fifteen years of working conditions in the EU: Charting the trends. European Foundation, Dublin, Ireland, 2006.

Precarious work means more job stress

European Union surveys (2000)



Paoli P, Merllié D. Third European Survey on Working Conditions. European Foundation for the Improvement of Living and Working Conditions, Dublin, Ireland, 2001.

Electronic monitoring means more job stress

Less worker control over how job is done & work schedules

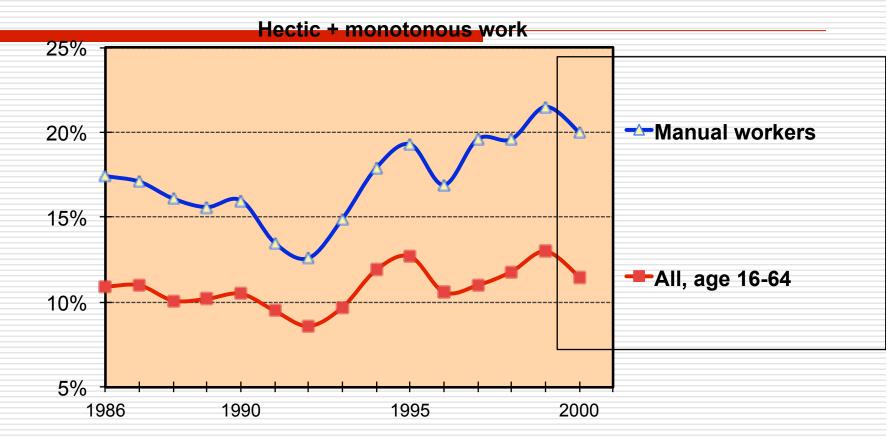
Work is simplified to make it quantifiable

Emphasis on quantity & speed over quality

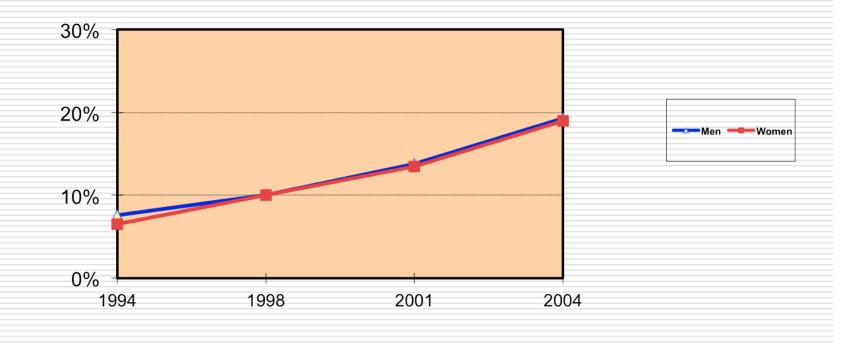
□ Climate of fear, threat of reprimand, deadline pressure, fear of increasing production standards

Office of Technology Assessment, U.S. Congress. The Electronic Supervisor: New Technology, New Tensions. Washington, DC., 1987; Smith MJ, Amick BC. Electronic monitoring at the workplace. In Sauter SL, Hurrell, JJ, Jr, Cooper CL (Eds.) Job control and worker health (pp. 275-289). New York: Wiley, 1989.

Is work getting more stressful for workers in lower social class positions?

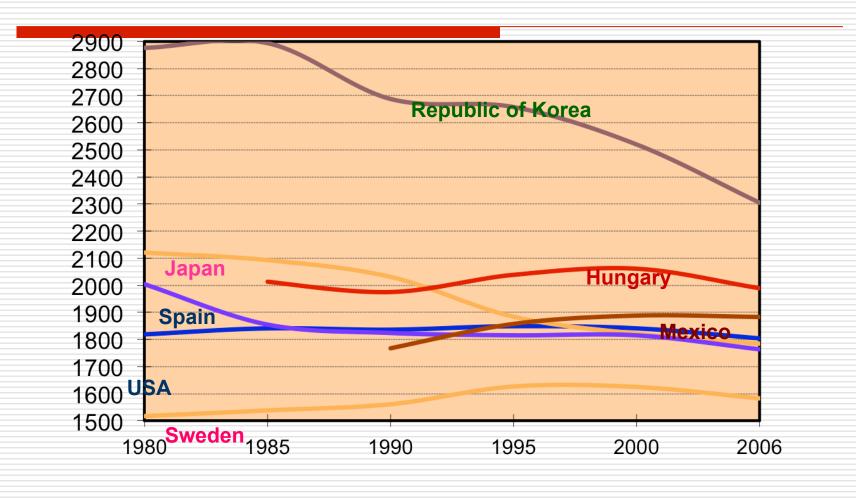


Increase in perceived high work stress Taiwan national surveys, 1994-2004



Cheng Y. Job stress and burnout problems in Taiwan -- data from national surveys. Taipei, Taiwan, October 4, 2007.

HOURS WORKED PER YEAR



Key Indicators of the Labour Market (KILM). Geneva, International Labour Office, 2007.

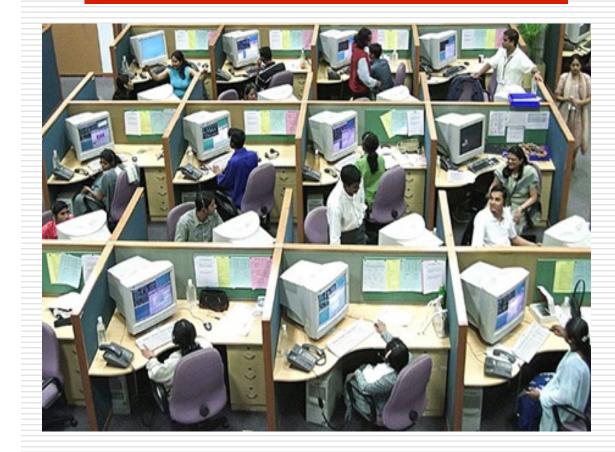
Developing countries

"Race to the bottom" in working conditions to attract overseas capital

- corporate friendly low regulatory export zones, despite effects on local economy, rural dislocation, social/environmental sustainability
- Cuts in public sector budgets, social protections
- Formal economy: downsizing, job insecurity
- Growth in (unregulated) informal economy (poorer health)
- 218 M child laborers (126 M in hazardous work)
- 28 M forced or bonded laborers; 5.7 M children

Benach J, Muntaner C, Santana V (coords). Employment, work, and health inequalities: A worldwide perspective. Genev#6World Health Organization (forthcoming); The Global Occupational Health Network, World Health Organization, July 2007.

A cry for help at India's call centers

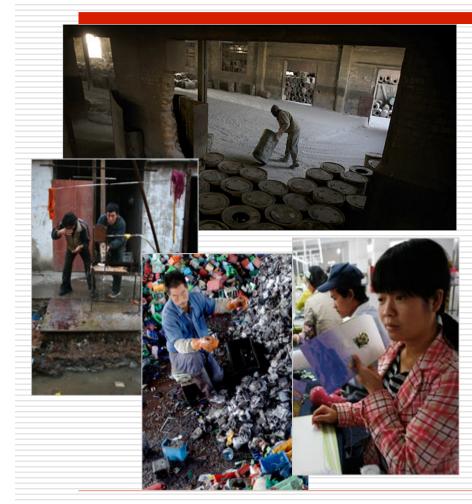


Those working nights answering calls from the U.S. and Europe face:

- musculoskeletal disorders
 sleep disorders
- heart disease
- depression
- family discord

Rajesh Mahapatra, The Associated Press, January 1, 2008 Jennifer Anderson, February 25, 2008, <u>http://www.ergoweb.com/news/detail.cfm?id=2198</u>

In Chinese factories, lost fingers and low pay



 worker abuse still commonplace in many Chinese factories that supply Western companies

• in the Pearl River Delta region, factory workers lose or break about 40,000 fingers on the job every yr

child labor

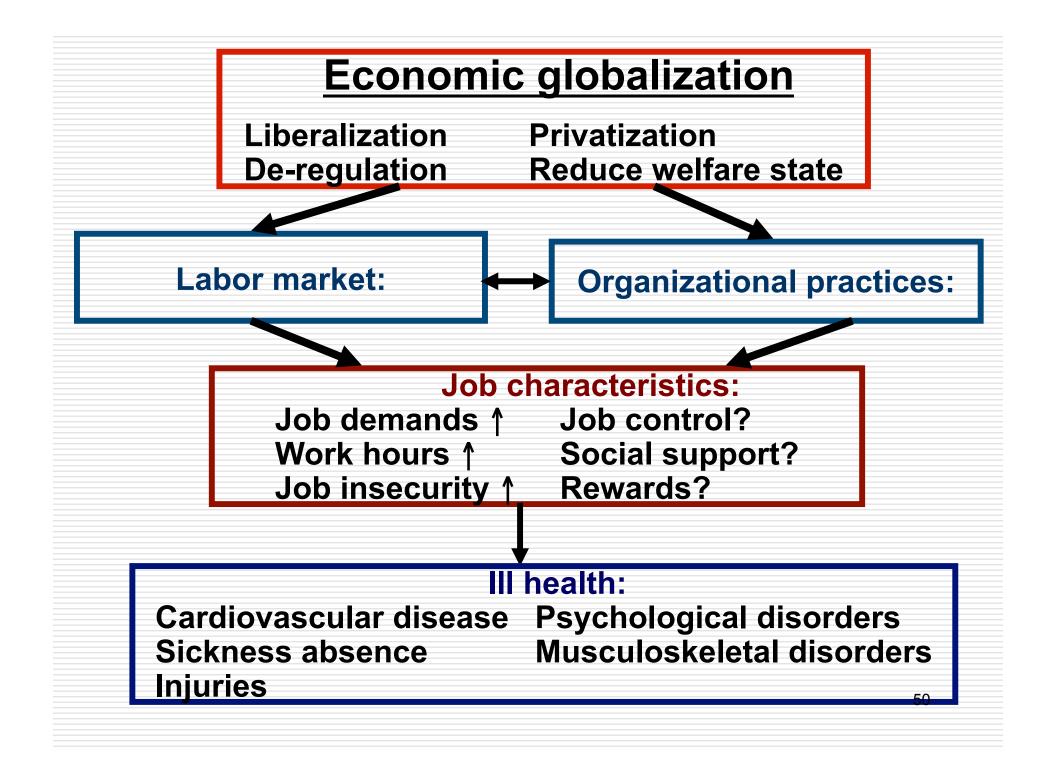
- 16-hour days on fast-moving assembly lines
- paying less than minimum wage
- •Guangdong Province -> .68\$/hour

David Barboza, New York Times, January 5, 2008

Lean Manufacturing Comes to China: A Case Study of Its Impact on Workplace Health and Safety



Brown GD, O'Rourke D. International Journal of Occupational & Environmental Health 2007;13:249–57.



Increase in heart disease rates in British civil servants undergoing privatization (5 yr follow-up, n=8,354)

