

Better Work Labor Standards Compliance Indicators Amy Luinstra November 18, 2009













Better Work Compliance Indicators

- Compliance Count and Rate
 - Firm relative to itself over time
 - Firm relative to industry
 - Cross country comparable
- Checklist Count and Rate
 - Firm relative to itself over time
 - Firm relative to industry
- Compliance Improvement
- Severity Score







Assessment Questionnaire Structure

In each country's questionnaire: A set of <u>Clusters</u>

(8 in total, same for all countries.)

In each cluster:

A set of **Compliance Points**

(38 in total. Same for all countries.)

For each compliance point: A set of **Compliance Questions**

(Approximately 256 in total. Varies by country.)













- The first four clusters are fundamental rights:
 - 1. Child of labour
 - 2. Discrimination
 - 3. Forced labour,
 - 4. Freedom association and collective bargaining









- Declaration on fundamental principles and rights at work
 International Labour Organization,1998
- Based on eight very widely ratified International Labour Conventions (29, 87, 98, 105, 100, 111, 138, 181)
- Questions in these clusters largely the same across all Better Work country programs





Clusters

Compliance Points

Questions



National Law Clusters

- 5. Compensation
- 6. Contracts and human resources
- 7. Occupational safety and health
- 8. Working time



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Clusters



Questions

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Compliance points

- Division of clusters into key components
 - For example, within the *Working time* cluster there are three compliance points:
 - Regular hours
 - Overtime
 - Leave
- Allows cross country comparison











Questions



Questions

- Working Time cluster
 - Regular Hours compliance point
 - Q1: Do regular daily working hours exceed the national legal limit?
 - Q2: Do regular weekly working hours exceed the national legal limit?
 - Q3: Does the employer comply with national requirements regarding shift work arrangements?
 - Q4: Has the employer complied with a relevant collective agreement, an agreement between workers and employers, or an arbitral award that regulates regular daily and/or weekly hours of work, daily rest periods, or shift work?







Compliance and Checklist Scores

- (no evidence of non compliance).
- <u>Compliance rate</u> = the count divided by total number of compliance points in the cluster
- The <u>checklist rate</u> for a cluster is the percentage of <u>all</u> questions in compliance for the cluster







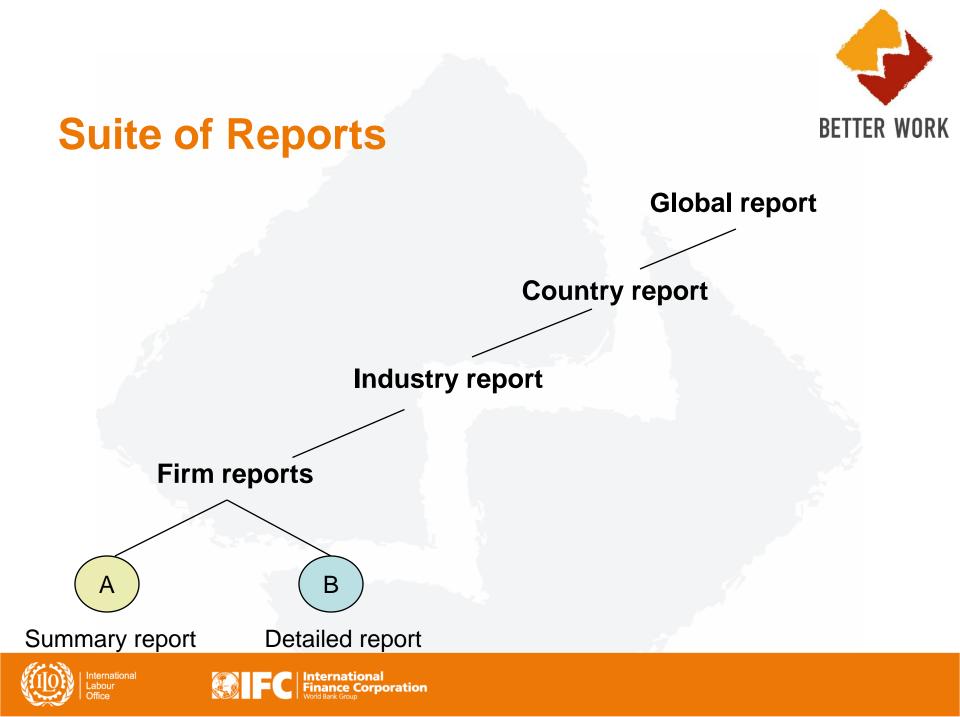
Compliance Count vs. Checklist Rate

Cluster	Compliance Points	Question	In Compliance?
Cluster 1	CP1	Q1.1	Yes
		Q1.2	No
		Q1.3	Yes
		Q1.4	Yes
	CP2	Q2.1	Yes
		Q2.2	Yes
		Q2.3	Yes
		Q2.4	Yes
	Cor	Compliance Rate	
	Checklist Rate		87.5%



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Firm Report

- Factory information, including good practices
- Compliance scores, compared to previous and industry averages
- Checklist scores, comparison to previous and industry averages
- Detailed findings by question including evidence









Detailed Non Compliance findings

Cluster:	Occupational Safety and Healt		
Compliance Point:	Emergency Preparedness		

Compliance Point:

Finding #14

Question #	Q219	Supporting Information						
			Interview					
Finding	Finding The workplace did not have a fire detection and alarm system.	Observation	Documentation	Management	Union	Worker	Other	
		Х						
Comments Eight exits lights did not work upon testing them.								



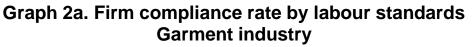


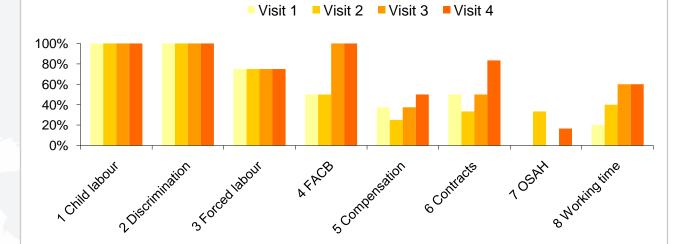




Firm Reporting (compliance rates)





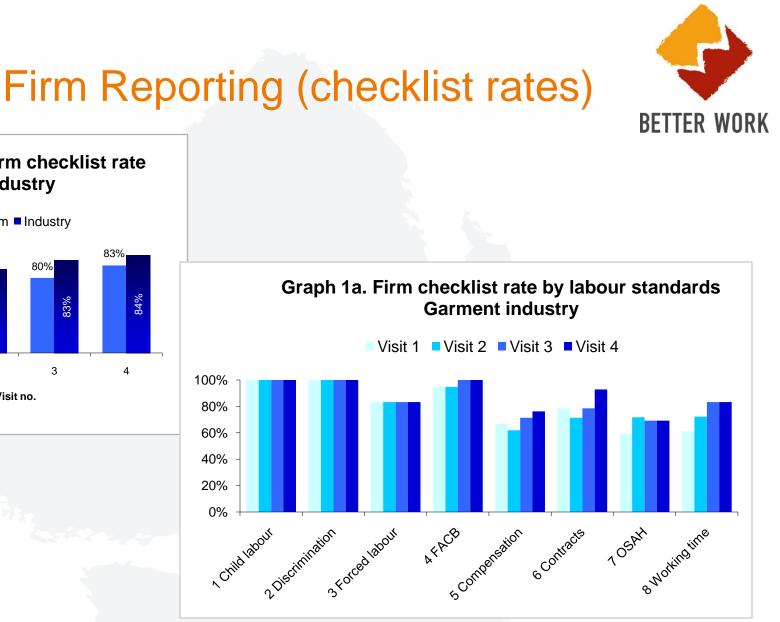




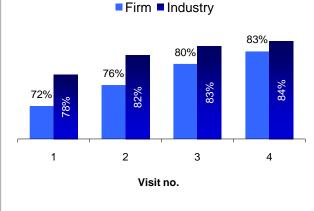


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Graph 1. Firm checklist rate **Garment industry**



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International Finance Corporation

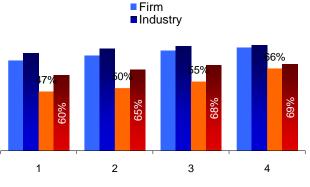
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Checklist v. Compliance Rate

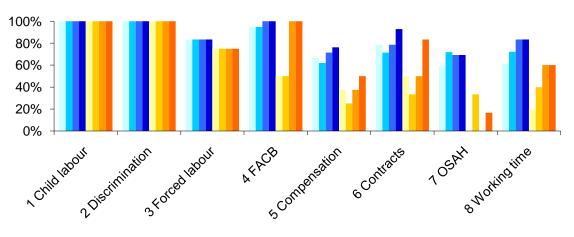
Graph 2. Firm compliance rate Garment industry



Visit no.

Graph 2a. Firm compliance rate by labour standards Garment industry

Visit 1 Visit 2 Visit 3 Visit 4









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