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# Wages in the Printing Industry of the Metrololitan Area of Montreal

1940-1949

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mic situation of the industry, its paying power and its capabilities of competition with the outside.

Some time from now, especially if an economic crisis is in the offing, other establishments will close their doors. It will continue to be said, in certain circles opposed to extended conventions, that these factories had to shut down because of the convention. No one will say that there was a poor or improvident administrator. But the facts are that, with or without agreements, these firms would shut down just the same, with this differen-

ce, however, that without extended collective agreements, they would shut down after having lowered wages to a lamentable state in their own workrooms and bringing about a similar reduction of wages in competing factories.

The decree for the shoe industry was set up to do away with competition in the wages and breadwinning of the worker's family. The documents cited above seem to demonstrate that it has accomplished that without at the same time imperilling the life of the industry.

# WAGES IN THE PRINTING INDUSTRY OF THE METROPOLITAN AREA OF MONTREAL

1940 - 1949

RAYMOND GAUDREAU

One of the first collective agreements with juridical extent in the province of Quebec was that of the printing industry of Montreal and surrounding territory, concluded in 1936. Since then new collective agreements have succeeded one another year after year. These different collective agreements cover the printing establishments of Montreal and the surrounding territory for a hundred miles.

All printing establishments located in this territory fall into three zones, as follows:

Zone I: the Island of Montreal and the surrounding territory within a radius of ten miles. Zone II: the following municipalities and the surrounding territory within ten miles of each: East Templeton, Granby, Hull, Joliette, St-Hyacinthe, St-Jean, Iberville, St-Jérôme, Sherbrooke, Sorel, Trois-Rivières and Valleyfield. Those establishments which were publishing or printing one or more weekly newspapers as of the 15th of June, 1946, are not included in this zone. Zone III: all the territory not included in zones I and II. (The establishments located in zones II and III which were publishing or printing weekly newpapers as of the 15th of June, 1946, are grouped under the heading of Zone 2a, or Zone 3a.)

These specifications facilitate understanding of the behaviour of wages in the printing industry. They trace out the framework of our study: Montreal and its metropolitan area of a hundred mile radius (i.e. from the city limits). As to the terms of the decree giving a juridical extent to the col-

lective agreement, the minimum wage rates and the number of regular hours of work are fixed for each zone. Let us note at once that the general behaviour of wages is affected by these minimum wage rates. Since the remuneration of the marginal worker is automatically elevated by a rise in the minimum wage, average wage rates are by this very fact subject to an upward pressure.

In the light of these facts let us study the behaviour of wages under two aspects: the volume of wages paid and the wage rate minimums and maximums.

Volume of wages paid

The volume of wages mounted from 3 million in 1940 to 11.5 million in 1949 (see table below). Wages show a somewhat different behaviour for the period from 1940 to 1949 than that of hours of labour and of the average number of employees. Federal wage control during the war restrained the expansion of volume of wages paid. Hence the decade of 1940 to 1949 shows two distinct periods: from 1940 to the first half of 1945, and from the second half of 1945 to 1949.

Between 1940 and 1945, whereas the number of hours worked increased by 72% and the number of employees, by 52%, total wages increased by 97%. From 1945 to 1949, however, these factors increased in the following proportions: number of hours worked, 17.9%; average number of employees, 26.0%; wages paid, 96.1%. In gene-

ral, since 1945 total wages continued to increase at an accelerated rate whereas the number of hours worked and the average number of workers became more and more stabilized.

Since 1940 total wages increased some 286.6%, compared to an increase of 102.8% in the number of hours worked and an increase of 92.1% in the average number of workers. This considerable rise of wages in the printing industry is much greater than that for Canadian workmen in general, for the same period. According to the figures of the Federal Bureau of Statistics, total revenue of Canadian workmen increased by 162% between 1940 and 1949.(\*)

### Hourly wage rates

To remain within the limits of this article, we must restrict our attention to the progression of hourly wage rates of zone I only. These are the most representative because 85% of the total wages were paid in zone I. Wage rates in the other zones, moreover, perceptibly followed the movement of those in zone I since 1940.

The minimum legal rate for journeymen increased \$0.80 to \$1.40 between 1940 and 1949, an increase of 75%. The actual average base rate for the same period increased from \$0.85 to \$1.55, an increase of 87%.

The minimum legal rate, from 1940 to 1946, did not change except for two bonuses for high prices authorized by the federal government. But since 1946, i.e. since the labour market controls were removed, the minimum rate increased six times. From the \$0.88 that it was in 1946, it mounted to \$1.40 in 1949, an increase of 60%. This represents 80% of the total increase for the ten years. Just as noteworthy is the fact that from 1946 to 1949 minimum wage rates increased in an accelerating movement: in 1946, \$0.06; in 1948, \$0.16; in 1949, \$0.30.

From 1940 to 1945 the actual average hourly rate remained just about as stationary as the legal minimum rate: 1940, \$0.83; 1944, \$0.95. But after 1945 the gap between the two wided up until 1949 when it returned to the proportion of 1946. This phenomenon is explained by the following facts: 1. the printing industry underwent the general wage increases which followed the war and the end of wage controls; 2. the gigantic increase in production provoked a parallel demand for printed matter. On account of the specialized character of the printing industry and, on the other hand, on account of the relative rarity of skilled labour,

there were more hours of work, both regular and overtime. Without doubt this contributed much to the increase in the average base rate paid.

A comparison between the cost-of-living indices and the minimum and the actual average rates permits many interesting conclusions. However, it is necessary to limit the range of the terms. The cost-of-living is that prepared by the Federal Bureau of Statistics. This index is valid for Canada in general. The legal minimum rate is the obligatory minimum wage rate for a journeyman in zone I according to the terms of the decrees relating to printing trades in Montreal and the surrounding area. The actual average rate paid is the average base rate for a regular working hour.

Since 1939 three phases characterized the behaviour of wage rates compared to the cost-of-living. From 1939 to 1941, the cost-of-living and the average hourly rate ran close together. Then came the period of 1941 to 1944 during which wages were frozen and the index for the cost-of-living outran that of the average base rate of pay. But after 1944 the average base rate took the lead. Wage and cost-of-living indices both underwent a strong rise at the end of the war, during 1946 and 1947. The upward spiral of the cost-of-living was arrested in 1948, but the indices show that wage rates (minimum rates and average rates) continued to mount at a more and more accelerated tempo.

The following figures sum up well what happened in the ten years:

	Cost-of-living index	Minimum legal hourly rate index	Average base rate index
1940	105.6	106.7	106.5
1945	119.5	117.3	124.8
1949	160.8	186.7	198.7

Workers in the printing industry, highly skilled workmen, are thus paid at a minimum rate and an average base rate more than sufficient to contend with the cost-of-living as estimated by the federal government.

The considerable increase in total wages as well as the not less considerable rise in hourly wage rates, notably since the end of the war, bears witness to the prosperity and progress of our printing industry. We can likewise conclude — it is a commonplace today but it bears repeating — that the system of collective agreements with juridical extension and of parity boards creates an atmosphere of peace and understanding in industry eminently favorable both to workmen and to employers.

<sup>(\*)</sup> Statistical Review of Canada, March 1950.

# WAGES PAID, BY YEAR, BY OCCUPATION, FOR ALL ZONES

			1940	- 1949						
OCCUPATIONS	1940	1941	1942	1943	1944	1945	1946 \$	1947	1948	1949
COMPOSING Journeymen Apprentices	1,072,499 157,463	1,315,854 181,343	1,456,518 165,599	1,535,365 161,297	1,675,378 188,808	1,872,387 243,342	2,173,050 391,245	2,465,328 490,017	2,982,673 566,284	3,485,165 625,415
PRINTING Rotary pressmen Assistant rotary pressmen Cylinder press feeders Cylinder pressmen Cylinder pressmen Platen pressmen Platen pressmen Platen pressmen Apprentice pressmen Multigraph operators BOOKBINDING Journeymen Apprentices Bookbinding girls	457,582 130,049 187,480 63,328 50,507 110,698 25,217 287,633 69,106	578,393 179,724 184,724 184,750 79,144 125,574 23,673 339,746 72,773 478,766	648,035 148,133 204,727 84,296 96,977 113,988 32,424 396,299 59,890 659,102	723,172 128,445 221,738 72,329 121,555 111,674 34,469 44,821 786,337	839,812 116,167 238,225 82,437 125,573 157,580 35,397 43,772 946,904	41,167 ————————————————————————————————————	59,520 1,073,838 102,160 338,200 117,247 233,225 316,786 37,669 692,742 111,702 111,702 111,702	117,823 1,262,209 105,656 36,162 113,371 283,703 380,709 30,446 751,203 159,826 1,530,091	133,363 1,495,105 87,902 506,673 112,914 360,101 466,295 31,690 844,686 189,501 1,761,404	203,849 99,215 1,664,835 93,905 632,905 389,709 539,068 37,238 927,947 258,862 1,915,255
Helpers	28,037	56,082	77,146	111,210	158,458	211,780	262,511	291,921	347,198	466,125
TOTALS — (All occupations)	2,967,872	3,695,333	4,143,134	4,506,361	5,116,856	5,850,765	7,172,667	8,350,465	9,885,789	11,474,197

### LABOUR JURISPRUDENCE

### Prescription and labour laws

"On August 17, 1945, the plaintiff was engaged as a teacher by the defendants, at a salary of \$400.00 per year. She fulfilled her contract and received the sum of \$400.00. The St-Philippe school board is in inspection district number 60. The teachers of this district formed an association following the Labour Relations Act and the Public Services Employees Disputes Act (R.S.Q. 1941, ch. 162A and 169). The certificate of the association is dated August 2, 1944, and it is the negotiation agent for catholic teachers employed by the defendants. The parties being unable to arrive at a collective agreement, the Minister of Labour ordered a council of arbitration to be set up to settle the dispute. The council of arbitration rendered its decision on the 11th of February, 1946. The arbitration award was delivered to the Minister of Labour and transmitted to the defendants. It established the right of the plaintiff, like that decided by the Court of Appeals in the case of The Catholic Association of Rural Teachers of District No. 60 versus the School Commissioners of St-Pascal (1947 B.R. 728). The plaintiff, according to this award, had a right to the sum of \$730.00. The balance of \$330.00 which she claims is still owing to her.'

The debate hinged on a question of prescription by the defense which pretended, for this reason, that the arbitration award does not apply.

Here is the substance of the judgment. The Labour Relations Act, the Quebec Trade Disputes Act and the Public Services Employees Disputes Act do not decree any prescription of wages. Similarly, the Professional Association Act, the Collective Agreement Act and the Minimum Wage Act, which do decree a prescription of six months, do not apply to a case of this kind. Hence we must have recourse to article 2260, paragraph 6, C.C. Consequently, the teacher's demand for a raise in her stipulated salary is prescribed by an arbitration award for five years, the parties admitting that there never has been a specific agreement.

(Mlle Gagnon, plaintiff, vs Les commissaires d'écoles pour la municipalité de St-Philippe, defendant, Kamouraska, Jan. 24, 1949; President, Justice Langlais; plaintiff's lawyer, Me M.-L. Beaulieu; defendant's lawyer, Me V. Trépanier; cf. R.J. de Q., C.S., 1949, p. 201.)

# Union Security

In a recent arbitration case, the members of the board rejected unanimously a request for a "union shop", giving the following reasons for their decision: "The liberty of the individual for which unions themselves fought in the past, individual liberty which is at present sanctioned by the Treaty of the Rights of Man, signed by our country, and the spirit of our laws, do not seem to authorize us or give us the power to grant this request".

(Mc Lennan Lumber Limited, Montreal, and the Association canadienne des travailleurs du bois, local No. 16, Inc.; unanimous decision, July 18, 1949; President, Justice Irénée Lagarde; representative of the employer, Me Philippe Lamarre, c.r.; representative of the union, M. Léopold Lavoie.)