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Annual Review of Labour Relations and Social Dialogue in South East Europe:

Bosnia and Herzegovina

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1. Summary

For Bosnia and Herzegovina the year 2013 was extremely difficult both in political and socio-economic terms. Bosnia and Herzegovina has made no positive progress on the international stage i.e. in the area of EU-accession. BiH is still a potential EU-candidate country. The Stabilization and Association Agreement between Bosnia and Herzegovina



and the EU was ratified in 2011, but it hasn't become effective yet because the country has not implemented the Sejdic-Finci verdict of the European Court of Human Rights.

The economy in BiH started to improve slowly in 2013 but this has unfortunately not contributed to an employment increase, to higher salaries, to an increase of foreign investment or the development of economic activities. The official unemployment rate is still above 44%.

2013 was marked by government reconstructions on all levels, by workers' protests and strikes because of the lack and reduction of wages as well as violations of basic workers' and trade union rights. In the Republika Srpska (RS) the protests and strikes took place because of the decision of the RS Government to reduce the salaries of budget beneficiaries by 10%. The last quarter of 2013 in RS was marked by the efforts of the Union of the Employers' Association, the Ministry of Labour and the Disabled Soldiers' Protection to adopt a new labour law in order to reverse or significantly reduce workers' rights which the Confederation of Trade Unions of RS was against. In the Federation of BiH the protests were held because labour legislation was not adopted for a two of years in a row.

When it comes to social dialogue, there are no significant changes. The social dialogue programme is functioning without disruption on the level of individual entities but on the national level the social-economic council has not been established. In the Brčko District the Government and the Parliament of the District have signed an Agreement on Cooperation with the Employers' Association, the Chamber of Commerce and the trade union in order to improve the business environment and increase employment rates in the District.

2. Socio-economic development

The gross domestic product amounted for Bosnia and Herzegovina is 28,325,000.00 KM nominally in 2013 (1 KM = 0.51 EUR); compared to 2012 it is nominally 4.1% higher while the real growth rate amounted to 1.5%.

The GDP per capita for 2013 amounted to 7.372,00 KM and macro-economic projections foresee a slow growth of 1% in 2014.

Despite the reduction of the domestic demand the economy in BiH has started to slowly recover and it has experienced a slight growth in the first three quarters of 2013, mostly due to the reduction of the foreign trade deficit of 16%. The deficit reduction occurred due to nominal export growth of 5.8% and an import drop of 4%. Despite unfavourable processes on export markets export growth was achieved due to a significant increase in electric power production and export. On the other hand, a slight domestic demand reduction led to a drop of imports. The domestic demand reduction was the consequence of the negative trend of private and public consumption and the drop of private investments which was somewhat mitigated by the growth of public investments. The bad situation on the labour market in BiH and in its surroundings has significantly endangered the available income of the citizens while the drop of budgetary income in 2013 has limited expenditure; including public spending.

The average growth of industrial production amounted to 6.8% percent in the first seven months of 2013 and merchandise exports enjoyed an almost 8.5% increase thus expressing stronger economic activity as well as an influence of the base. Relatively favourable processes in the area of trade in the first half of 2013 have helped to additionally narrow the current account balance. The current account deficit in 2012 was financed mostly from foreign loans and to a smaller degree by foreign direct investments (FDI). The FDI share in the GDP has grown to 3.5% during 2012 but it is still significantly



below the value from before the crisis. The net FDI almost tripled in the first six months of 2013 compared to the same period in the previous year. After a significant drop in the first half of 2012 BiH saw a renewed improvement of net foreign currency reserves in the second half of the year and in the first six months of 2013 which was positively influenced by the withdrawal of two tranches of the stand-by arrangement of the International Monetary Fund. Investments mostly increased in the non-financial sector and above all in the production of basic metals and in wholesale markets. Limitations for foreign direct investments are still being applied in the media sector where a limit of 49% for foreign capital has been introduced.

Official foreign currency reserves have had a 0.6% increase in 2012 and in the first seven months in 2013 an additional annual increase of 6.6% was noted. The public foreign debt of Bosnia and Herzegovina experienced an increase of 7.4% in 2012 thus amounting to 27.5% of GDP while foreign debt decreased and amounted 32.2% of GDP. In the first half of 2013 public foreign debt had an additional annual increase of 5.8%. The World Bank Group is still the largest creditor and more than 90% of the public external debt of the country goes to international public creditors. In total, in spite of certain improvements in 2012 and in the second half of 2013 the lack of external balance is still high. Financing the deficit is increasingly based on foreign loans which have led to an increase of the gross public external debt.

Unemployment is still very high and went from 28% in 2012 to 28.6% in 2013. The total level of employment stagnated in 2012 and in the first half of 2013 it was reduced minimally on the annual basis (-0.6%). Certain increases of the number of employed in the service sector and in the public sector were not enough to compensate for the constant loss of the labour force in the largest part of the private sector, especially in construction, mining and agriculture. The number of employees in public administration at all levels continued to grow during 2012 and in the first half of 2013 which additionally increased the public sector which was already too large. Unemployment was especially high among young people (63.1% among young people between 15 and 24 years of age). The very high unemployment rate and the big difference between the official data and the data based on research points to a very large informal labour market. According to the last indicators the number of unemployed persons in BiH is 552,707. The number of unemployed persons in November 2013 amounted to 387,907 in FBiH and 164,800 in RS. That means that in Bosnia and Herzegovina the unemployment rate in this period was 44.8% which is a devastating fact. The number of employed persons is 683,645.

It is estimated that every sixth inhabitant of Bosnia and Herzegovina is living below the poverty line. This is not surprising if we take into consideration the number of unemployed persons and average salaries and pensions.

The inflation pressure was reduced in 2012 and in the beginning of 2013. The average annual inflation of consumer prices dropped to 2.1% in 2012 and to 1.9% in 2013 compared to 2.7% in 2011. The main factor which led to lower inflation is the slower growth of food and transportation prices under the influence of changes of international prices.

Macroeconomic analyses show that the inflation rate in BiH should amount to between 1.5% and 1.7% in 2014. The average disbursed net salary in BiH for November 2013 (this is the latest information) amounted to 826.00 KM (average gross salary 1,300.00 KM). The average net salary in FBiH for November amounted to 832.00 KM and in RS 811.00 KM.

According to the data from the CIA and UNDP the Gini index in Bosnia and Herzegovina was 0.36 (or 36.2). This information is relatively old since the analysis was done in 2007. Bosnia and Herzegovina was not included in subsequent analysis. According to the only



available data the Gini index for BiH in 2003 amounted 0.32 which shows the increase of inequality in our society.

3. Governmental policies and legislation

The past year was extremely difficult both on political and socio-economic levels. BiH has not achieved any progress on the international level when it comes to the EU-accession. Bosnia and Herzegovina is still a potential candidate for the EU-membership. The Stabilisation and Association Agreement between Bosnia and Herzegovina and the EU was ratified in 2011, but it is still not effective because the country could not implement the verdict of the European Court of Human Rights in the case of Sejdić-Finci.

Bosnia and Herzegovina is receiving IPA funding. The funding of the state IPA programme for 2013 amounts to 103,5 million EUR, which is meant for projects dealing with support for the judiciary, the implementation of laws, transportation, education, refugees and expelled persons as well as mine clearing. Since it was not possible to achieve an agreement, the procedure was initiated for 54% (which represents a 47 million EUR reduction of the programme).

The year was marked by government reconstruction in both entities and on the level of BiH which were performed after a series of demonstrations, protests and strikes concerning the lack of ability of authorities to change the current situation.

The situation is more stable in Republika Srpska. The problems in RS included protests of trade unions of budget beneficiaries (workers in the sectors of education, administration, police and judiciary) because they were not refunded the 5% salary reduction which was taken at the beginning of 2013 and because of the attempt to adopt a new labour law which would suspend or significantly reduce workers' rights.

As positive in Republika Srpska we can mention is that after a year-long fight of the Confederation of Trade Unions of Republika Srpska changes in the Penal law were adopted according to which the non-payment of five or more salaries for unjustified reasons represents an offence for which a prison sentence of six months to five years can be declared. Unlike in the FBiH there is the practice of peaceful resolution of disputes in RS and labour disputes are being resolved faster and more efficiently. The programme of social care of workers has been functioning for 10 years, according to which, means for the bridging of service periods are being provided from the budget for workers who have been dismissed due to insolvency or liquidation. It is also planned to introduce in RS a non-taxable part of each salary in the amount of 20 KM per worker with the payment of every salary starting on January 1st 2014. There have been changes and amendments in the Companies law with the goal of reducing the minimal starting capital necessary for the foundation of a limited liability company to 1 KM and to create conditions to convert the tax obligation into a share in the company ownership. The new Law on company registration was adopted in Republika Srpska in order to simplify the registration procedure and to prepare the environment for the introduction of the one-stop-shop system for the registration of business entities within three days; which will significantly ease pressure on businesses.

4. Industrial Relations

The Confederation of Trade Unions of RS organised large protests at the end of 2012 against the decision of the RS Government to reduce the salaries for workers in administration, education and culture, police and judiciary in 2013 by 10%. At the beginning of 2013 the trade unions of budget beneficiaries organised strikes which endured unconceivable pressures by the authorities including the pressure to provide the necessary



minimum work even in fields where that is no plan to introduce the law on strikes (such as in education). After three days the trade unions of education and culture, police and administration decided to put a moratorium on strike action, while the trade union for the judiciary continued to strike for a full two months. After the strike, the RS Government was reconstructed and the Prime Minister and six ministers were replaced. The trade unions continued negotiations with the new government and they managed to return 5% of the reduced salaries to the budget beneficiaries from July 1st 2013 by signing the new labour agreement. It was promised that the other 5% would be returned from Jan. 1st 2014. That didn't happen and workers in these areas (presidents of trade union organizations) were forced to express publically their dissatisfaction in the form of a protest walk from the trade union building to the Parliament of the RS where the members of parliament were meeting. On that occasion a clear message was sent to the RS Government that they would intensify their activities within the trade union fight should this issue not be solved.

In the last quarter of 2013 the Union of Employers' Associations and Ministry of Labour and Disabled Soldiers' Protection worked on adopting a new Labour law which would suspend or significantly reduce workers' rights. The Trade Union Confederation of RS and the workers have decisively said NO to the new Labour Law. Such a decision was made by all bodies of the Confederation of Trade Unions of RS and the branch trade unions as well as by the presidents and representatives of the Confederations of Trade Unions through protests all over RS. Trade unions demanded an analysis of the current Labour law in order to understand why the current law is not being applied after which possible new solutions should be negotiated. Bearing in mind the economic crisis in RS and BiH and the confrontational political situation it is clear that it is not possible to change the system of law at this time since it is the most important legal act after the Constitution of RS, referring as it does to workers, pensioners, students and pupils i.e. the future workers. At the request of the Trade Union Confederation of RS more than 100,000 workers who are trade union members signed the petition NO to the new Labour Law after which the working text of the law was withdrawn from the procedure. The working text of the Labour Law foresees the suspension of collective bargaining i.e. the employer would have the authority to regulate independently through internal regulations (Rules of operations) the salaries and other income of employers if the employer is not a signatory of the collective agreement. Nobody can be forced to sign the collective agreement; thus the employer would decide independently whether the worker has the right to a salary increase due to working years, to severance payments, dismissal periods, warm meals, holiday allowances, transportation and how high those amounts will be. It is also planned to prolong the limited labour contract and to introduce an Agency for temporary employment (rental of workers).

In the Federation of Bosnia and Herzegovina in May 2013 the Confederation of Independent Trade Unions of BiH organised general protests of workers asking, among other things, for the adoption of Changes and Amendments of the Labour Law, the Strike Law and the Law on Security and Health at Work as well as the bridging of service periods of workers who were dismissed due to bankruptcy and liquidation. There is still a trend of violating basic human and workers' rights in many companies in BiH. This trend was additionally increased during the world economic crisis since the violation of workers' rights was justified by the crisis. A large problem remains certain multinational companies which are not allowing their workers to organise themselves in trade unions or to be members in already existing trade unions. There were no losses of trade union members in 2013 and there was no development of any trade unions controlled by employers.



5. Tripartite social dialogue

When it comes to the tripartite social dialogue in Bosnia and Herzegovina we can say that there has been no significant progress compared to previous years. The Government and the Parliament of the Brcko District have signed a Cooperation Agreement with the Employers' Association, the Chamber of Commerce and the trade unions in order to improve the business environment and to increase employment in the District. Social dialogue on the level of entities takes place with no problems besides the fact that social dialogue in RS has experienced a crisis because of the reduction of salaries for budget beneficiaries and the attempts to adopt a new Labour Law. The social-economic council is not founded on the state level because it is not decided yet who would represent each social partner.

6. Forecasts

For 2014 it is expected that BiH should experience a mild growth of 1.5%. It is fore-casted that exports and final consumption will rise due to increased demand and that investments will be increase for the first time by 7.8%. It is expected that first the serious steps will be made toward a renewed increase of economic activities in BiH which should lead to a minimal increase of salaries and employment.

It has been planned to adopt a new labour law in RS for three years in a row. The Confederation of Trade Unions in RS will be challenged to keep the current level of workers' rights or to try to prevent the adoption of a new law which would reduce the these rights. In that sense they will be facing a huge fight in 2014 when it comes to Social Dialogue at the highest level in RS. The Confederation of Trade Unions in RS will most certainly have to use all forms of trade union power in order to prevent the reduction of workers' rights. There will be general elections on the level of entities and on the level of BiH in 2014 and the economic and political situation in BiH will depend on the outcome of these elections. The political parties will try to show that they are on the side of trade unions in order to get support in the election campaign.

It is planned to allocate means for employment action plans in RS next year (around 20 million KM) in order to reduce the large number of unemployed persons especially among young people, many of which don't have a day of working experience.

It is certain that there will be no lack of protests and strikes in the period to come, both in the private and public sectors. It is especially expected for budget beneficiaries to be exposed to different pressures after the finalized general elections when there will most probably be problems in forming the government (which could result in slower completion of the budget and the lack of possibility to pay out salaries of the planned amount).

Annex of data

Collective bargaining system

Collective bargaining in BiH is guaranteed by the Constitution of BiH, the European Social Charter, the ILO Conventions, as well as by entity Labour Codes. The most important level of collective bargaining in BiH is the entity level because it is at this level that General Collective Agreements, which guarantee minimum rights and obligations of both workers and employers, are agreed and signed. In Republika Srpska, parties involved in collective bargaining and concluding of the General Collective Agreement are: the RS Government, the Confederation of Trade Unions of RS, and the Union of Associations of Employers of RS. In the Federation of BiH, they are: the FBiH Govern-



ment, the Confederation of Independent Trade Unions of BiH and the Employers' Association of the Federation of BiH.

At the branch level, the respective branch trade unions and respective employers' associations conclude the collective agreements in both entities. A specific characteristic of collective agreements in the Federation of BiH are collective agreements that are concluded at the cantonal level, which primarily pertain to budgetary users and must be in line with the General Collective Agreement and with respective branch agreements. In both entities, collective agreements may also be concluded at the company level provided, of course, that there is an organized form of trade union organization in the given company.

Currently, there is a trend in BiH, especially advocated by the associations of employers, to reduce the scope of rights regulated by the General Collective Agreements and to bargain most of the rights and obligations at the branch or enterprise level. The trade unions are unanimous in their condemnation of such efforts since they believe that it is the General Collective Agreements that represent the last line of defence of workers' rights and that their reduction would lead to a radical reduction of workers' and union rights.

Collective agreements are generally not harmonised with General Collective Agreement (especially in FBiH) several years after their adoption.

System of tripartite social dialogue

The system of tripartite social dialogue is organized through the work of the Economic and Social Councils at the level of entities. They involve representatives of the entity governments, the largest confederations of trade unions and entity associations of employers. In RS, the representativeness of trade unions and associations of employers is legally regulated by the Amendments to the Labour Code. In FBiH, this issue has not yet been legally regulated, so the decisive factor for participation in tripartite social dialogue is the number of members of trade unions or associations of employers. In FBiH, the new Labour Code, which is to be adopted, envisages representativeness through trade unions and through employers' associations.

Social security systems

According to the law, all registered employees should be 100% covered by health and pension insurance, as well as by unemployment insurance. However, in the years following the war, there has been a marked presence of the grey economy, as well as the practice of many companies not paying contributions for their employees. It is impossible to obtain accurate data on the number of such workers. According to the official rate, unemployment in BiH is above 40%, i.e. about 44%. According to the survey the unemployment rate (applying ILO methodology), is at about 28%. Furthermore, there are many employed persons whose contributions for pension and health insurance funds are not paid. These funds are on the verge of collapse, and with an increase in the number of beneficiaries of pension funds, the future is dark, unless urgent reform of the system is introduced. Currently, the ratio of workers vs. Pensioners is about 1.2:1 which is unsustainable even in much stronger economies.

Education and vocational training

As demonstrated by the increasing unemployment rate, the education system, including VET activities, is woefully insufficient and incapable of providing the workforce with skills that are needed to find a job on the labour market. Cooperation between the education system and employers is still weak and the proper functioning of the labour market continues to be hampered by structural rigidities and the weak performance of the education and training system.



The entities and Brčko District are, inter alia, competent for regulating Education as an integral part of social policy. In the FBiH all powers in the area of Education are within the exclusive competence of the cantons. Education and training is not a significant item, nor are they a priority in the programmes of any of the governments. The process of education reform in BiH is proceeding at an uneven and slow pace, and is mainly focused on the adoption of the necessary legislation in the area of preschool, elementary, secondary, higher and vocational education. Elementary education is compulsory and according to the new reformed law it consists of 9 years. Furthermore, in all these years BiH has been faced with the phenomenon of unequal access to education, as well as with the non-existence of national curricula and syllabi. The Higher Education system is going through a transformation by means of introduction of the Bologna Process. There is an increase in the number of enrolled university students, but the problem occurs after they complete their studies according to the Bologna system. Ethnically based and divided educational systems still prevent the achievement of full inclusiveness in education.

Life-long learning is incorporated in the strategy of vocational training in BiH and its policies, and goals of development of the system of life-long learning have been defined, but this type of education is not yet systematically developed and none of envisaged goals or defined measures had been met by September 2010.

Employment and unemployment

	2011 (As of 30.09)	2012 (As of 30.09)	2013 (As of 30.09)
Number of employed persons	693,359	688,318	683,645
Number of unemployed persons	529,994	545,508	552,707
Unemployment rate	43.3 %	44.2 %	44.8 %
Survey unemployment rate	27.6 %	28.0 %	27.5 %
Survey employment rate	31.9 %	31.7 %	31.6 %

Source: Agency for Statistics of BiH; Labour Force Survey 2013 – Final results

Average monthly salaries

Year	Average monthly salary (EUR)
2022	400.00
2009	403.92
2010	408.01
2011	417.21
2012	420.79
2013	423.58

Source: Agency for Statistics of BiH; Press Release – Average paid net salaries in 2013

Gender pay gap

There is a noticeable wage gap between men and women in BiH, which is primarily the consequence of traditional distribution of employment in some sectors and levels of education. The analysis of wage differences shows significant gender differences in all wage classes, with the exception of the highest and lowest wage classes, where the number of male and female employees is approximately the same. The wage differ-



ence between men and women is largest in non-industrial sectors, and smallest among clerks.

As regards the amounts, the largest difference in wages is found in the category of the population without Degrees, where the difference is 88.5 Euro in favour of men. The wage gap is reduced as the education level goes up, so that at the level of the secondary school diploma the gap is 57.6 Euro. Women with a university degree earn on average 92% of the net wages of their male colleagues. According to research conducted by the Agency for Gender Equality of BiH, the BiH gender gap is larger than the EU average.

Monthly minimum wage (Euro)

	2009	2010	2011	2012	2013
Federation of BiH	184.00	184.00	190.00	190.00	190.00
RepublikaSrpska	163.61	189.18	189.18	189.18	189.18

Source: General Collective Agreement for the Territory of FBiH and General Collective Agreement of RS

Actual weekly working ours

The Labour Codes and the General Collective Agreements at the entity level of BiH defined the weekly working hours of employees at a total of 40 hours with a mandatory 12 consecutive hours of rest between two working days. It also includes 24 consecutive hours of rest in the course of one week. Employees may work overtime, but laws limit the number of overtime working hours. If required by the nature of work, the full-time working hours can be redistributed but in such a way that the average working hours can be no longer than 52 hours per week, and for seasonal jobs no longer than 60 hours per week. If a redistribution of working hours is introduced, the average working hours in the course of one year may not be longer than 40 hours per week.

Normal work /atypical work

Year	Number of persons in full time employment	% Of total number of em- ployed
2007	758,000	89.28
2008	645,000	72.47
2009	789,000	88.65
2010	755,000	89.56
2011	732,000	89.70
2012	686,000	
2013	679,000	

Source: Agency for Statistics of BiH; Labour Force Survey 2013 - Final results

Year	Self-em	ployed	Unpaid fami	ily members	Employed on part-time
ı eai	Total	% wome	Total	% womer	basis
2007	193,000	26.94	37,000	70.27	91,000
2008	197,000	27.41	48,000	68.75	102,000
2009	176,140	27.40	58,039	68.90	
2010	175,440	29.78	47,265	73.03	87,000
2011	163,000	28.22	43,000	72.09	84,000
2012	185,000	30.20	38,000	71.05	128,000
Source: Agenc	y for Statistics of BiH	; Labour Force Su	rvey 2013 – Final res	ults	

Migration

Data not avalable



HDI

Year	Index	International ranking
2007.	0.706	
2008.	0.710	
2009.	0.709	
2010.	0.710	68
2011.	0.733	74
2012.	0.742	

Source: http://hdr.undp.org/en/statistics/

Gini-coefficient

Year	Index	International ranking
2007.	36,3	68

Source:http://www.indexmundi.com/bosnia_and_herzegovina/distribution_of_family_income_gini_index.html

Collective agreement coverage

The General Collective Agreements, both in the Federation of BiH and in RS, stipulate that they are binding and that apply to all workers and employers. No collective agreement concluded at the branch or company level may grant lesser rights than those stipulated in the General Collective Agreements. Differences between the public and private sector are especially pronounced in the area of implementation of the existing collective agreements and it is a fact that the provisions of agreements are more frequently violated in the private than in the public sector.

Ongoing important collective bargaining agreements

The most important collective agreement in the FBiH is the General Collective Agreement signed by the three social partners in 2005. So far it has been amended twice, with the amendments pertaining to the amount of the minimum wage, and there were ongoing negotiations of social partners on more substantial amendments. In addition to the General Collective Agreement, there are also 23 branch collective agreements in force. In some branches, mainly in the private sector, the collective agreements have not yet been fully harmonized with the General Collective Agreement due to the absence of respective sectoral employers' associations; which leaves the agreements signed with the line ministries in force. At the cantonal level there are collective agreements in the areas of administration, education, police and health care in force, signed between the respective trade unions and the cantonal line ministries. In RS there is the General Collective Agreement, signed in 2012 between the RS Government, the Union of Associations of Employers of RS and the Confederation of Trade Unions of RS. There are also 15 branch collective agreements in force. Brčko District has not adopted a general collective agreement due to the specific characteristics of its organization where employers were free to act in accordance with the collective agreements in force in one of the two entities of BiH.

Trade union density

Although there are no official data that could accurately indicate the actual number of members of trade unions, or the ratio between this number and the number of registered employees, according to the existing estimates the level of trade union density in BiH is currently approximately 50%. When making this assessment, one definitely



needs to bear in mind the aforementioned fact that accurate data on trade union membership are not available, which is the consequence of the existence of a great number of firms where workers have not received their salaries for several years or months, so that the payment of membership fee, as one indicator of membership, is either irregular, or it is not regular to the extent it should be, given the actual number of members of trade unions in those firms. Additionally, there are workers who are members of trade unions, and who, due to economic problems in their companies, are in a sort of "waiting" status and who do not receive any salary, and, consequently, cannot pay their membership fees. It is for these reasons that records on paid membership fees cannot be treated as meritorious records of actual union membership.

There is a higher trade union density in the public sector; in the private sector, trade unions most often exist only in those companies that used to have organized trade unions before they were privatized, whereas it is rarely the case in newly established private companies that employers allow union organization of workers. Especially prominent were the problems that organization of trade unions faced in multinational companies that have entered the BiH market.

Employer's organizations density

There is no accurate data on the membership in the Employers' Association of BiH. As for the entity associations, according to the latest available data the Employers' Association of the Federation of BiH has approximately 1,000 collective and individual members, while the Union of Associations of Employers of Republika Srpska, which comprises 13 branch employers' associations, has 430 affiliated companies from the private sector.

• Workplace representation

According to the law, workers in Bosnia and Herzegovina are given the opportunity to be represented at work through trade union organizations and workers' councils. Trade union membership is voluntary and a worker becomes a trade union member by registering for membership in the trade union of the respective activity, i.e. the branch of the trade union organization. Any employed worker can become a member of a trade union upon signing the membership application form, whereby s/he accepts the rights and obligations arising from the Statute and other acts of the given trade union. Employers cannot be members of a trade union. As for the employees' councils, i.e. workers' councils organizations regulated by entity laws. In order for an employees' council to be formed, the employer must have at least 15 workers employed on a full-time basis. In FBiH, employees' councils can be organized upon the request of a trade union or minimum 20% employees of a single employer; in RS, the decision on establishment of a workers' council can be made by a minimum of one-third of the total number of workers of a single employer. Rights and obligations of employees' councils and trade unions, as well as the obligations of employers towards these representatives of employees, are laid down in the legal regulations and trade union acts. It is also stipulated that, in case there is no organized trade union within an employer, powers and obligations of the trade union are assumed by the workers' council (RS), i.e. in the case of the absence of the employees' council, its rights and powers are assumed by trade union (FBiH). In general, there is a low level of organization of employees' councils in BiH, and especially so in RS, and they are organized only sporadically. Workers still have more confidence in trade unions as their legitimate representatives, which is partly due to the long-standing tradition of organizing in trade unions. Generally, the problem of low level of organization in employees'councils and of the low activity of workers in trade unions is a consequence of the fact that workers' representatives are denied their legal right to participate in co-decision making processes.



• Trade unions

In Bosnia and Herzegovina, at the state level, there is the Confederation of Trade Unions of BiH, which is comprised of the Confederation of Independent Trade Unions of BiH, Confederation of Trade Unions of RS and the Trade Union of Brčko District.

Name	English name	Membership	Membership in international organizations
Konfederacijasindikata BiH	Confederation of Trade Unions of BiH	223.000	ITUC, observer status in ETUC

SAVEZ SAMOSTALNIH SINDIKATA BIH (CONFEDERATION OF INDEPENDENT TRADE UNIONS BOSNIA AND HERZEGOVINA)			
Branch trade union	English name	Membership in int. organizations	
SindikatmetalacaBiH	Trade Union of Metal Workers BiH	IndustriAll-ETU	
Sindikat BH Pošta	Trade Union of BH Post	UNI	
Sindikat državnih službenika i	Independent Trade Union of	EPSU/PSI	
namještenika u FBiH	Workers of State Administration FBiH		
Samostalni sindikat osnovnog	Independent Trade Union of Primary	El	
obrazovanja i odgoja BiH	School Education and Nursing BiH		
Sindikat radnika rudnika uglja BiH	Trade Union of Miners BiH		
Samostalnisindikatšumarstva,	Independent Trade Union of	BWI	
preradedrveta i papiraBiH	Forestry, Wood Processing and Paper in BiH		
Samostalni sindikat radnika hemije	Independent Trade Union of	IndustriAll-Global	
nemetala BiH	Chemistry and Non-metal Workers BiH	Union	
Sindikat građevinarstva i IGM BiH	Independent Trade Union of Building Const. Materials Industry in BiH	BWI	
Sindikatsaobraćaja u FBiH	Traffic Trade Union in FBiH		
Sindikat BH Telecoma	Trade Union of BH Telecom	UNI	
Sindikat tekstila, kože obuće i	Trade Union of Textile, Leather,	IndustriAll-Global	
gume BiH	Footwear and Rubber Industry BiH	Union	
Sindikatelektroenergetskih radnikaBiH	Trade Union of Electricity Workers BiH	EPSU/PSI	
Sindikat radnika komunalne privrede u FBiH	Trade Union of Utility Workers in FBiH	EPSU/PSI	
Samostalni sindikat radnika nafte i	Independent TU of Oil and		
petrohemije BiH	Petrochemical Workers BiH		
Samostalni sindikat radnika u	Independent Trade Union of	UNI	
finansijskim organizacijama BiH	Financial Organization's Workers BiH		
Unija sindikata policije u FBiH	Union of Police Trade Unions in FBiH	CESP	
Nezavisni strukovni sindikat	Independent Trade Union of Health	EPSU/PSI	
radnika zaposlenih u zdravstvu	Service Employees BiH		
BiH			
SindikatradnikaželjeznicaBiH	Trade Union of Railway Workers BiH	ITF	
SindikatradnikatrgovineBiH	Trade Union of Trading BiH	UNI	
Sindikat grafičkih, izdavačkih i	Trade Union of Graphic, Media and Pub	UNI	
medijskih radnika BiH	ing Workers BiH		
Sindikat srednjeg i visokog	Trade Union of Secondary and High Ed	EI	
obrazovanja, odgoja, nauke i	tion, Nursing, Science and		
kulture BiH	Culture BiH		



Sindikathrvatskih	Trade Union of	UNI
telekomunikacijaMostar	Croatian Telecommunications Mostar	
SindikatpenzioneraBiH	Trade Union of Pensioners BiH	
SindikathrvatskepošteMostar	Trade Union of Croatian Post Mostar	

SAVEZ SINDIKATA RS (CONFEDERATION OF TRADE UNIONS OF REPUBLIKA SRPSKA)			
Branch trade union	Nazivnaengleskom	Membership in int. organisations	
Sindikat metalske industrije i rudars RS	Trade Union of Metal Industry and Mining RS		
Sindikat trgovine, ugostiteljstva, turizma i uslužnih djelatnosti RS	Trade Union of Trading, Catering, Tourism and Services RS	UNI	
Sindikat zdravstva i socijalne zaštite RS	Trade Union of Health Workers of RS	EPSU/PSI	
Sindikat obrazovanja, nauke i kulture RS	Trade Union of Education, Science and Culture of RS	EI	
Sindikatšumarstva, prerade drveta i papira RS	Trade Union of Forestry, Paper and Wood Processing RS		
Sindikatmedija i grafičara RS	Trade Union of Medias and Graphic Workers RS		
Sindikat građevinarstva i stambeno-komunalne djelatnosti RS	Trade Union of Construction, Housing and Communal Services of RS	EPSU/PSI	
Sindikat saobraćaja i veza RS	Trade Union of Traffic and Connections		
Sindikatuprave RS	Trade Union of Administration RS	EPSU/PSI	
Sindikatpravosuđa RS	Trade Union of Judiciary RS		
Sindikatpoljoprivrede i	Trade Union of Agriculture and Food Inc		
prehrambeneindustrije RS	try RS		
Sindikatradnikaunutrašnjih	Trade Union of Internal Affairs	EPSU/PSI	
poslova RS	Workers of RS		
Sindikatfinansijskihorganizacija RS	Trade Union of Financial Organizations		
Sindikat tekstila, kože i obuće RS	Trade Union of Textile,	IndustriAll-Global	
	Leather and Footwear RS	Union	
SindikatTelekoma RS	Trade Union of Telecom RS	EUROFEDOP	

SINDIKAT BRČKO DISTRIKTA (TRADE UNION OF BRČKO DISTRICT)

Employer's Organisations

At the state level, there is the Association of Employers of BiH; its members are the Association of Employers of FBiH, The Union of Associations of Employers of RS, and the Association of Employers of Brčko District BiH. In RS, the Union of Associations of Employers is vested with representative status.

Name	English name	Membership	Membership in int. organisations
Asocijacija poslodavacaBiH	Employers' Association of BiH		UEAPME

Name	English name	Membership in nat. organisation	Membership in int. organisations
Udruženje poslodavaca u FBiH	Employers' Association of the Federation BiH	APBiH	



Savezposlodavaca RS	Federation of Employers' Associations of RS	APBiH	
Udruženjeposlodavaca Brčkodistrikta	Association of Employers of Brčko District	APBiH	
Unijaudruženja poslodavaca RS	Union of Associations of Employers of RS		