The Campus Anti-Sweatshop Movement

PETER DREIER  DECEMBER 19, 2001
Each year of the past five, the annual survey of national freshman attitudes conducted by the University of California at Los Angeles has hit a new record low with students who say it is important to keep up with political affairs. At 26 percent this year, it was down from 58 percent when the survey was first done in 1966.

Boston Globe, February 15, 1999

From: Arne David Ekstrom

To: usas@listbot.com [United Students Against Sweatshops listserve]

Date: Thursday, April 29, 1999

Subject: U of Arizona STUDENTS AGAINST SWEATSHOPS SIT-IN CONTINUES

For those of you who are wondering, the University of Arizona sit-in is STILL GOING ON! We have reached a USAS record of 200 hours and still counting. Negotiations are still going slowly although progress is being made. We could still most definitely use your support in the form of emails, phone calls, and letters. Morale tends to go up and down but support ALWAYS keeps it high!

our cell phone: (520) 400-1066 (somewhat unreliable)

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our President's email: President Likins at plikins@lan.admin.arizona.edu

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If University of Arizona activist Arne Ekstrom was aware of today's widely reported student apathy, he certainly was not deterred when he helped lead his campus anti-sweatshop sit-in. Nor, for that matter, were any of the other thousands of students across the United States who participated in anti-sweatshop activities during the past academic year, coordinating their activities on the United Students Against Sweatshops (USAS) listserv (a listserv is an online mailing list for the purpose of group discussion) and Web site.

Last year's student anti-sweatshop movement gained momentum as it swept westward, eventually encompassing more than 100 campuses across the country. Sparked by a sit-in at Duke University, students organized teach-ins, led demonstrations, and occupied buildings first at Georgetown, then northeast to the Ivy League, then west to the Big Ten. After militant actions at Notre Dame, Wisconsin, and Michigan made the New York Times, Business Week, Time, National Public Radio, and almost every major daily newspaper, the growing student movement reached California, where schools from tiny Occidental College to the giant ten-campus University of California system agreed to limit the use of their names and logos to sweatshop-free apparel. Now the practical challenge is to devise a regime of monitoring and compliance.

The anti-sweatshop movement is the largest wave of student activism to hit campuses since students rallied to free Nelson Mandela by calling for a halt to university investments in South Africa more than a decade ago. This time around, the movement is electronically connected. Student activists bring their laptops and cell phones with them when they occupy administration buildings, sharing ideas and strategies with fellow activists from Boston to Berkeley. On the USAS listserv, victorious students from Wisconsin counsel neophytes from Arizona and Kentucky, and professors at Berkeley and Harvard explain how to calculate a living wage and guarantee independent monitoring in Honduras.
The target of this renewed activism is the $2.5 billion collegiate licensing industry led by major companies like Nike, Gear, Champion, and Fruit of the Loom which pays colleges and universities sizable royalties in exchange for the right to use the campus logo on caps, sweatshirts, jackets, and other items. Students are demanding that the workers who make these goods be paid a living wage, no matter where in the world industry operates. Students are also calling for an end to discrimination against women workers, public disclosure of the names and addresses of all factories involved in production, and independent monitoring in order to verify compliance.

These demands are opposed by the apparel industry, the White House, and most universities. Yet so far students have made significant progress in putting the industry on the defensive. A growing number of colleges and clothing companies have adopted "codes of conduct"—something unthinkable a decade ago although student activists consider many of these standards inadequate.

In a world economy increasingly dominated by giant retailers and manufacturers who control global networks of independently owned factories, organizing consumers may prove to be a precondition for organizing production workers. And students are a potent group of consumers. If students next year succeed in building on this year's momentum, the collegiate licensing industry will be forced to change the way it does business. These changes, in turn, could affect the organization of the world's most globalized and exploitative industry—apparel manufacturing along with the growing number of industries that, like apparel, outsource production in order to lower labor costs and blunt worker organizing.

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The Global Sweatshop
In the apparel industry, so-called manufacturers—reality, design and marketing firms-outsource the fabrication of clothing to independent contractors around the world. In this labor-intensive industry where capital requirements are minimal, it is relatively easy to open a clothing factory. This has contributed to a global race to the bottom, in which there is always someplace, somewhere, where clothing can be made still more cheaply. Low wages reflect not low productivity, but low bargaining power. A recent analysis in Business Week found that although Mexican apparel workers are 70 percent as productive as U.S. workers, they earn only 11 percent as much as their U.S. counterparts; Indonesian workers, who are 50 percent as productive, earn less than 2 percent as much.

The explosion of imports has proven devastating to once well-paid, unionized U.S. garment workers. The number of American garment workers has declined from peak levels of 1.4 million in the early 1970s to 800,000 today. The one exception to these trends is the expansion of garment employment, largely among immigrant and undocumented workers, in Los Angeles, which has more than 160,000 sweatshop workers. Recent U.S. Department of Labor surveys found that more than nine out of ten such firms violate legal health and safety standards, with more than half troubled by serious violations that could lead to severe injuries or death. Working conditions in New York City, the other major domestic garment center, are similar.

The very word "sweatshop" comes from the apparel industry, where profits were "sweated" out of workers by forcing them to work longer and faster at their sewing machines. Although significant advances have been made in such aspects of production as computer-assisted design, computerized marking, and computerized cutting, the industry still remains low-tech in its core production process, the sewing of garments. The basic unit of production continues to be a worker, usually a woman, sitting or standing at a sewing machine and sewing together pieces of limp cloth.
The structure of the garment industry fosters sweatshop production. During the past decade, retailing in the United States has become increasingly concentrated. Today, the four largest U.S. retailers—Wal-Mart, Kmart, Sears, and Dayton Hudson (owner of Target and Mervyns)—account for nearly two-thirds of U.S. retail sales. Retailers squeeze manufacturers, who in turn squeeze the contractors who actually make their products. Retailers and manufacturers preserve the fiction of being completely separate from contractors because they do not want to be held legally responsible for workplace violations of labor, health, and safety laws. Retailers and manufacturers alike insist that what happens in contractor factories is not their responsibility—even though their production managers and quality control officers are constantly checking up on the sewing shops that make their clothing.

The contracting system also allows retailers and manufacturers to eliminate much uncertainty and risk. When business is slow, the contract is simply not renewed; manufacturers need not worry about paying unemployment benefits or dealing with idle workers who might go on strike or otherwise make trouble. If a particular contractor becomes a problem, there are countless others to be found who will be only too happy to get their business. Workers, however, experience the flip side of the enormous flexibility enjoyed by retailers and manufacturers. They become contingent labor, employed and paid only when their work is needed.
Since profits are taken out at each level of the supply chain, labor costs are reduced to a tiny fraction of the retail price. Consider the economics of a dress that is sewn in Los Angeles and retails for $100. Half goes to the department store and half to the manufacturer, who keeps $12.50 to cover expenses and profit, spends $22.50 on textiles, and pays $15 to the contractor. The contractor keeps $9 to cover expenses and profits. That leaves just $6 of the $100 retail price for the workers who actually make the dress. Even if the cost of direct production labor were to increase by half, the dress would still only cost $103—a small increment that would make a world of difference to the seamstress in Los Angeles, whose $7,000 to $8,000 in annual wages are roughly two-thirds of the poverty level. A garment worker in Mexico would be lucky to earn $1,000 during a year of 48 to 60 hour workweeks; in China, $500.

At the other end of the apparel production chain, the heads of the 60 publicly traded U.S. apparel retailers earn an average $1.5 million a year. The heads of the 35 publicly traded apparel manufacturers average $2 million. In 1997, according to the Los Angeles Business Journal, five of the six highest-paid apparel executives in Los Angeles all came from a single firm: Guess?, Inc. They took home nearly $12.6 million—enough to double the yearly wages of 1,700 L.A. apparel workers.

Organizing workers at the point of production, the century-old strategy that built the power of labor in Europe and North America, is best suited to production processes where most of the work goes on in-house. In industries whose production can easily be shifted almost anywhere on the planet, organizing is extremely difficult. Someday, perhaps, a truly international labor movement will confront global manufacturers. But in the meantime, organized consumers may well be labor's best ally. Consumers, after all, are not as readily moved as factories. And among American consumers, college students represent an especially potent force.

**Kathie Lee and Robert Reich**
During the early 1990s, American human rights and labor groups protested the proliferation of sweatshops at home and abroad with major campaigns focusing on Nike and Gap. These efforts largely fizzled. But then two exposés of sweatshop conditions captured public attention. In August 1995, state and federal officials raided a garment factory in El Monte, California, a Los Angeles suburb where 71 Thai immigrants had been held for several years in virtual slavery in an apartment complex ringed with barbed wire and spiked fences. They worked an average of 84 hours a week for $1.60 an hour, living eight to ten persons in a room. The garments they sewed ended up in major retail chains, including Macy's, Filene's and Robinsons-May, and for brand-name labels like B.U.M., Tomato, and High Sierra. Major daily papers and TV networks picked up on the story, leading to a flood of outraged editorials and columns calling for a clamp-down on domestic sweatshops. Then in April 1996, TV celebrity Kathie Lee Gifford tearfully acknowledged on national television that the Wal-Mart line of clothing that bore her name was made by children in Honduran sweatshops, even though tags on the garments promised that part of the profits would go to help children. Embarrassed by the publicity, Gifford soon became a crusader against sweatshop abuses.

For several years, then-Labor Secretary Robert Reich (now the Prospect's senior editor) had been trying to inject the sweatshop issue onto the nation's agenda. The mounting publicity surrounding the El Monte and Kathie Lee scandals gave Reich new leverage. After all, what the apparel industry primarily sells is image, and the image of some of its major labels was getting a drubbing. He began pressing apparel executives, threatening to issue a report card on firms' behavior unless they agreed to help establish industry-wide standards.
In August 1996, the Clinton administration brought together representatives from the garment industry, labor unions, and consumer and human rights groups to grapple with sweatshops. The members of what they called the White House Apparel Industry Partnership (AIP) included apparel firms (Liz Claiborne, Reebok, L.L. Bean, Nike, Patagonia, Phillips-Van Heusen, Wal-Mart’s Kathie Lee Gifford brand, and Nicole Miller), several nonprofit organizations (including the National Consumers League, Interfaith Center on Corporate Responsibility, International Labor Rights Fund, Lawyers Committee for Human Rights, Robert F. Kennedy Memorial Center for Human Rights, and Business for Social Responsibility), as well as the Union of Needletrades, Industrial and Textile Employees (UNITE), the Retail, Wholesale, and Department Store Union, and the AFL-CIO.

After intense negotiations, the Department of Labor issued an interim AIP report in April 1997 and the White House released the final 40-page report in November 1998, which included a proposed workplace code of conduct and a set of monitoring guidelines. By then, Reich had left the Clinton administration, replaced by Alexis Herman. The two labor representatives on the AIP, as well as the Interfaith Center on Corporate Responsibility, quit the group to protest the feeble recommendations, which had been crafted primarily by the garment industry delegates and which called, essentially, for the industry to police itself. This maneuvering would not have generated much attention except that a new factor—college activism—had been added to the equation.

A "Sweat-Free" Campus
The campus movement began in the fall of 1997 at Duke when a group called Students Against Sweatshops persuaded the university to require manufacturers of items with the Duke label to sign a pledge that they would not use sweatshop labor. Duke has 700 licensees (including Nike and other major labels) that make apparel at hundreds of plants in the U.S. and in more than 10 other countries, generating almost $25 million annually in sales. Following months of negotiations, in March 1998 Duke President Nannerl Keohane and the student activists jointly announced a detailed "code of conduct" that bars Duke licensees from using child labor, requires them to maintain safe workplaces, to pay the minimum wage, to recognize the right of workers to unionize, to disclose the locations of all factories making products with Duke's name, and to allow visits by independent monitors to inspect the factories.

The Duke victory quickly inspired students on other campuses. The level of activity on campuses accelerated, with students finding creative ways to dramatize the issue. At Yale, student activists staged a "knit-in" to draw attention to sweatshop abuses. At Holy Cross and the University of California at Santa Barbara, students sponsored mock fashion shows where they discussed the working conditions under which the garments were manufactured. Duke students published a coloring book explaining how (and where) the campus mascot, the Blue Devil, is stitched onto clothing by workers in sweatshops. Activists at the University of Wisconsin infiltrated a homecoming parade and, dressed like sweatshop workers in Indonesia, carried a giant Reebok shoe. They also held a press conference in front of the chancellor's office and presented him with an oversized check for 16 cents—the hourly wage paid to workers in China making Nike athletic shoes. At Georgetown, Wisconsin, Michigan, Arizona, and Duke, students occupied administration buildings to pressure their institutions to adopt (or, in Duke's case, strengthen) anti-sweatshop codes.
In the summer of 1998, disparate campus groups formed United Students Against Sweatshops (USAS). The USAS has weekly conference calls to discuss their negotiations with Nike, the Department of Labor, and others. It has sponsored training sessions for student leaders and conferences at several campuses where the sweatshop issue is only part of an agenda that also includes helping to build the labor movement, NAFTA, the World Trade Organization, women's rights, and other issues.

Last year, anti-sweatshop activists employed the USAS listserv to exchange ideas on negotiating tactics, discuss media strategies, swap songs to sing during rallies, and debate the technicalities of defining a "living wage" to incorporate in their campus codes of conduct. In May, the USAS listserv heated up after the popular Fox television series Party of Five included a scene in which one of the show's characters, Sarah (played by Jennifer Love Hewitt), helps organize a Students Against Sweatshops sit-in on her campus. A few real-life activists worried that the mainstream media was trivializing the movement by skirting the key issues ("the importance of unionized labor, the globalization of the economy, etc.") as well as focusing most of that episode on the characters' love life. University of Michigan student Rachel Paster responded:

Let's not forget that we ARE a student movement, and students do complain about boyfriends and fashion problems. One of the biggest reasons why USAS and local student groups opposing sweatshops have been as successful as we have been is that opposition to sweatshops ISN'T that radical. Although I'm sure lots of us are all for overthrowing the corporate power structure, the human rights issues involved are what make a lot of people get involved and put their energies into rallies, sit-ins, et cetera. If we were a 'radical' group, university administrations would have brushed us off . . . . The fact that they don't is testament to the fact that we have support, not just from students on the far left, but from students in the middle ground who don't consider themselves radicals. Without those people we would NEVER have gotten as far as we have.
Indeed, the anti-sweatshop movement has been able to mobilize wide support because it strikes several nerves among today's college students, including women's rights (most sweatshop workers are women and some factories have required women to use birth control pills as a condition of employment), immigrant rights, environmental concerns, and human rights. After University of Wisconsin administrators brushed aside anti-sweatshop protestors, claiming they didn't represent student opinion, the activists ran a slate of candidates for student government. Eric Brakken, a sociology major and anti-sweatshop leader, was elected student body president and last year used the organization's substantial resources to promote the activists' agenda. And Duke's student government unanimously passed a resolution supporting the anti-sweatshop group, calling for full public disclosure of the locations of companies that manufacture Duke clothing.

The Labor Connection

At the core of the movement is a strong bond with organized labor. The movement is an important by-product of the labor movement's recent efforts, under President John Sweeney, to repair the rift between students and unions that dates to the Vietnam War. Since 1996, the AFL-CIO's Union Summer has placed almost 2,000 college students in internships with local unions around the country, most of whom work on grassroots organizing campaigns with low-wage workers in hotels, agriculture, food processing, janitorial service, and other industries. The program has its own staff, mostly young organizers only a few years out of college themselves, who actively recruit on campuses, looking for the next generation of union organizers and researchers, particularly minorities, immigrants, and women. Union Summer graduates are among the key leadership of the campus anti-sweatshop movement.
UNITE has one full-time staff person assigned to work on sweatshop issues, which includes helping student groups. A number of small human rights watchdog organizations that operate on shoestring budgets—Global Exchange, Sweatshop Watch, and the National Labor Committee—give student activists technical advice. (It was NLC's Charles Kernaghan, an energetic researcher and publicist, who exposed the Kathie Lee Gifford connection to sweatshops in testimony before Congress.) These groups have helped bring sweatshop workers on speaking tours of American campuses, and have organized delegations of student activists to investigate firsthand the conditions in Honduras, Guatemala, El Salvador, Mexico, and elsewhere under which workers produce their college's clothing.

Unions and several liberal foundations have provided modest funding for student anti-sweatshop groups. Until this summer USAS had no staff, nor did any of its local campus affiliates. In contrast, corporate-sponsored conservative foundations have, over the past two decades, funded dozens of conservative student publications, subsidized student organizations and conferences, and recruited conservative students for internships and jobs in right-wing think tanks and publications as well as positions in the Reagan and Bush administrations and Congress, seeking to groom the next generation of conservative activists. The Intercollegiate Studies Institute, the leading right-wing campus umbrella group, has an annual budget over $5 million. In comparison, the Center for Campus Organizing, a Boston-based group that works closely with anti-sweatshop groups and other progressive campus organizations, operates on a budget under $200,000.

This student movement even has some sympathizers among university administrators. "Thank God students are getting passionate about something other than basketball and bonfires," John Burness, a Duke administrator who helped negotiate the end of the 31-hour sit-in, told the Boston Globe. "But the tone is definitely different. In the old days, we used to have to scramble to cut off phone lines when they took over the president's office, but we didn't have to worry about that here. They just bring their laptops and they do work."
At every university where students organized a sit-in (Duke, Georgetown, Arizona, Michigan, and Wisconsin) they have wrested agreements to require licensees to disclose the specific location of their factory sites, which is necessary for independent monitoring. Students elsewhere (including Harvard, Illinois, Brown, the University of California, Princeton, Middlebury, and Occidental) won a public disclosure requirement without resorting to civil disobedience. A few institutions have agreed to require manufacturers to pay their employees a "living wage." Wisconsin agreed to organize an academic conference this fall to discuss how to calculate living-wage formulas for countries with widely disparate costs of living, and then to implement its own policy recommendations. [See Richard Rothstein, "The Global Hiring Hall: Why We Need Worldwide Labor Standards," TAP, Spring 1994.]

The Industry's New Clothes

Last November, the White House-initiated Apparel Industry Partnership created a monitoring arm, the Fair Labor Association (FLA), and a few months later invited universities to join. Colleges, however, have just one seat on FLA's 14-member board. Under the group's bylaws the garment firms control the board's decisionmaking. The bylaws require a "supermajority" to approve all key questions, thus any three companies can veto a proposal they don't like.

At this writing, FLA member companies agree to ban child and prison labor, to prohibit physical abuse by supervisors, and to allow workers the freedom to organize unions in their foreign factories, though independent enforcement has not yet been specified. FLA wants to assign this monitoring task to corporate accounting firms like PricewaterhouseCoopers and Ernst & Young, to allow companies to select which facilities will be inspected, and to keep factory locations and the monitoring reports secret. Student activists want human rights and labor groups to do the monitoring.
This is only a bare beginning, but it establishes the crucial moral precedent of companies taking responsibility for labor conditions beyond their shores. Seeing this foot in the door, several companies have bowed out because they consider these standards too tough. The FLA expects that by 2001, after its monitoring program has been in place for a year, participating firms will be able to use the FLA logo on their labels and advertising as evidence of their ethical corporate practices. [See Richard Rothstein, "The Starbucks Solution: Can Voluntary Codes Raise Global Living Standards?" TAP, July-August 1996.]

The original list of 17 FLA-affiliated universities grew to more than 100 by mid-summer of this year. And yet, some campus groups have dissuaded college administrations (including the Universities of Michigan, Minnesota, Oregon, Toronto, and California, as well as Oberlin, Bucknell, and Earlham Colleges) from joining FLA, while others have persuaded their institutions (including Brown, Wisconsin, North Carolina, and Georgetown) to join only if the FLA adopts stronger standards. While FLA members are supposed to abide by each country's minimum-wage standards, these are typically far below the poverty level. In fact, no company has made a commitment to pay a living wage.

The campus movement has succeeded in raising awareness (both on campus and among the general public) about sweatshops as well as the global economy. It has contributed to industry acceptance of extraterritorial labor standards, something hitherto considered utopian. It has also given thousands of students experience in the nuts and bolts of social activism, many of whom are likely to carry their idealism and organizing experiences with them into jobs with unions, community and environmental groups, and other public interest crusades.
So far, however, the movement has had only minimal impact on the daily lives of sweatshop workers at home and abroad. Nike and Reebok, largely because of student protests, have raised wages and benefits in their Indonesian footwear factories which employ more than 100,000 workers to 43 percent above the minimum wage. But this translates to only 20 cents an hour in U.S. dollars, far below a "living wage" to raise a family and even below the 27 cents Nike paid before Indonesia's currency devaluation. Last spring Nike announced its willingness to disclose the location of its overseas plants that produce clothing for universities. This created an important split in industry ranks, since industry leaders have argued that disclosure would undermine each firm's competitive position. But Nike has opened itself up to the charge of having a double standard, since it still refuses to disclose the location of its non-university production sites.

Within a year, when FLA's monitoring system is fully operational, students at several large schools with major licensing contracts including Duke, Wisconsin, Michigan, North Carolina, and Georgetown will have lists of factories in the U.S. and overseas that produce university clothing and equipment. This information will be very useful to civic and labor organizations at home and abroad, providing more opportunities to expose working conditions. Student activists at each university will be able to visit these sites bringing media and public officials with them to expose working conditions (and, if necessary, challenge the findings of the FLA's own monitors) and support organizing efforts by local unions and women's groups.

If the student activists can help force a small but visible "ethical" niche of the apparel industry to adopt higher standards, it will divide the industry and give unions and consumer groups more leverage to challenge the sweatshop practices of the rest of the industry. The campus anti-sweatshop crusade is part of what might be called a "conscience constituency" among consumers who are willing to incorporate ethical principles into their buying habits, even if it means slightly higher prices. Environmentalists have done the same thing with the "buy green" campaign, as have various "socially responsible" investment firms.
Beyond Consumer Awareness

In a global production system characterized by powerful retailers and invisible contractors, consumer action has an important role to play. But ultimately it must be combined with worker organizing and legislative and regulatory remedies. Unionizing the global apparel industry is an organizer's nightmare. With globalization and the contracting system, any apparel factory with a union risks losing its business.

Domestically, UNITE represents fewer than 300,000 textile and garment industry workers, down from the 800,000 represented by its two predecessor unions in the late 1960s. In the low-income countries where most U.S. apparel is now made, the prospects for unionization are dimmer still. In Mexico, labor unions are controlled by the government. China outlaws independent unions, punishing organizers with prison terms. Building the capacity for unfettered union organizing must necessarily be a long-term strategy for union organizers throughout the world. Here, the student anti-sweatshop movement can help. The independent verification of anti-sweatshop standards that students want can also serve the goal of union organizing.
Public policy could also help. As part of our trade policy, Congress could require public disclosure of manufacturing sites and independent monitoring of firms that sell goods in the American market. It could enact legislation that requires U.S. companies to follow U.S. health and safety standards globally and to bar the import of clothing made in sweatshops or made by workers who are denied the basic right to organize unions. In addition, legislation sponsored by Representative William Clay could make retailers and manufacturers legally liable for the working conditions behind the goods they design and sell, thereby ending the fiction that contractors are completely independent of the manufacturers and retailers that hire them. Last spring the California Assembly passed a state version of this legislation. Student and union activists hope that the Democrat-controlled state senate and Democratic Governor Gray Davis whose lopsided victory last November was largely attributed to organized labor's get-out-the-vote effort will support the bill.

Thanks to the student movement, public opinion may be changing. And last spring, speaking both to the International Labor Organization in Geneva and at the commencement ceremonies at the University of Chicago (an institution founded by John D. Rockefeller and a stronghold of free market economics, but also a center of student anti-sweatshop activism), President Clinton called for an international campaign against child labor, including restrictions on government purchases of goods made by children.

A shift of much apparel production to developing countries may well be inevitable in a global economy. But when companies do move their production abroad, student activists are warning "you can run but you can't hide," demanding that they be held responsible for conditions in contractor factories no matter where they are. Students can't accomplish this on their own, but in a very short period of time they have made many Americans aware that they don't have to leave their consciences at home when they shop for clothes.