

✓ Mr Wilson  
Mr Hoskyns



Q 1  
PRIME MINISTER

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Contact with  
this approach and  
these tactics?

Nick Sanders Esq  
Private Secretary  
Prime Minister's Office  
10 Downing Street  
LONDON SW1

Will leave the points  
to S.M.S.

15 April 1980

MS  
15/4

Dear Nick,

EMPLOYMENT BILL: BALLOTS AT THE WORKPLACE

(both  
attached)

I am replying to Tim Lankester's letter of 10 April conveying the Prime Minister's support in principle for the proposal outlined in my Secretary of State's minute of 8 April and raising two additional points.

The purpose of the proposal - and the reason it has the full support of the CBI - is to encourage and enable unions to take decisions by means of secret ballots at the workplace rather than out of doors at mass meetings by ensuring them the availability of a suitable place for holding the ballot. To require external supervision of the ballot which would be strongly resented by the trade unions would be inconsistent with this purpose. Such a requirement would make it unlikely that the provision would be used. Unions would continue holding meetings rather than avail themselves of the statutory provision under such conditions.

The suggestion that the Clause should also contain a provision for a ballot where a majority of the workforce had indicated their desire to be balloted but the union had not asked for one would involve placing the obligation to hold the ballot either on the employer or on the union. In the case of the employer this would seem unnecessary. If over 50% of his workforce had intimated to him their desire for a ballot, the employer would surely take the initiative himself in holding a ballot. If he did not, he would doubtless have good reasons for this and we should not force his hand in the matter.

To place the obligation to hold the ballot on the union would fundamentally alter the character of the Clause. It would go against the Government's philosophy embodied in Clause 1 of the Bill of encouraging greater use of secret ballots by voluntary means. To impose compulsory ballots would lose us the chance we at present have - and to which I attach very great importance - of splitting the unions on the Bill by enticing some - notably the EETPU and AUEW - to seek Government finance despite TUC opposition. It would also give rise to extremely difficult, if not insuperable, problems of practicality and enforcement.

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As it happens, four new clauses have now been put down by back-benchers for Report Stage which would have the common effect of requiring unions to hold ballots where strike action was contemplated, in three cases at the request of a small percentage of members. These suffer from the same - and sometimes greater - objections of policy and of practicality and enforcement and my Secretary of State will be asking for their withdrawal in the context of the present Bill. The whole question of compulsory ballots on industrial action will, of course, be discussed in the Green Paper on immunities, which my Secretary of State believes to be **the** right way of dealing with this.

On further consideration of the tactics of the Bill the Secretary of State now considers that it would be preferable that his own new clause on ballots at the workplace should be taken in the House of Lords rather than at Report Stage. He would, however, intend to make known at Report Stage the Government's intentions in the matter.

I am sending copies of this letter to the Private Secretaries of E Committee and David Wright (Cabinet Office).

*Yours ever*

*Richard Dykes*

RICHARD DYKES  
Private Secretary

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MAFF

16 April 1980

Employment Bill: Ballots at the Workplace

The Prime Minister has seen your letter to me of 15 April. She is entirely content with your Secretary of State should proceed as he suggests.

I am copying this letter to the Private Secretaries to the members of E Committee and to David Wright (Cabinet Office).;

NJS

Richard Dykes, Esq.,  
Department of Employment.

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