

POLICY BRIEF | ECONOMICS

Israel's Violations of Palestinian Workers' Rights: COVID-19 and Systemic Abuse

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Overview

The rights of Palestinian workers¹ in Israel and illegal Israeli settlements in the West Bank have been the subject of increasing violations since the outbreak of the COVID-19 pandemic. On 17 March 2020, former Israeli Security Minister Naftali Bennett announced a <u>series of special provisions</u> to regulate the labor and accommodations of Palestinian workers from the West Bank in an effort to curb rising COVID-19 cases among the Israeli population. While the provisions have allowed those with work permits and those under the age of 50 to enter and exit Israeli territories, they require that workers coordinate their work and accommodation with their Israeli employers, and prohibit them from returning to the West Bank during the period of their work contracts.²

In addition to these strict provisions, Palestinian Prime Minister Mohammad Shtayyeh <u>ordered these workers</u> to immediately return and quarantine in their homes for 14 days, while calling on Palestinian security services and popular emergency committees across the West Bank to tighten measures to prevent workers from traveling. The announcement came as the <u>first COVID-19 fatality</u> was recorded in the West Bank: a woman in the town of Biddu, northwest of



Jerusalem, who contracted the disease from her son, a laborer in the industrial settlement of Atarot in Jerusalem.

While <u>thousands of workers</u> adhered to Shtayyeh's order, some 40,000 defied the call and returned to their workplaces in early May 2020, risking their lives as COVID-19 infections and fatalities in Israel rose at rates significantly higher than in the West Bank and Gaza. Their return coincided with a <u>Palestinian-Israeli</u> agreement by which the Palestinian Authority (PA) implemented Bennett's provisions regarding the work and accommodation of Palestinian workers. Despite this, the Israeli regime did little to protect these workers from infection, and instead, increased its systemic violations of their labor and human rights.

This policy brief highlights the Israeli regime's violations of Palestinian workers' rights in Israel and the settlements prior to and throughout the COVID-19 pandemic, arguing that these violations have become more pronounced since the outbreak. It concludes with recommendations to protect Palestinian workers.

Israel's Strangulation of the Palestinian Labor Market

Palestinians with West Bank IDs began to flow into Israel and the settlements in the wake of the 1967 war, when Israel occupied the West Bank, Gaza, the Sinai Peninsula, and the Golan Heights. Two factors combined to increase this influx: the Israeli regime needed workers for its burgeoning settlement enterprise, and Palestinians' urgent need for employment after the destruction of their economy in the aftermath of the 1948 war. As the Israeli regime could offer higher wages and greater opportunities for employment, Palestinians rushed to fill these positions. However, by absorbing the flow of Palestinian workers, Israel primarily <u>sought to</u> <u>control</u> the main factors of Palestinian production with an eye to weakening, depleting, and controlling the Palestinian economy, forcibly bringing it under Israeli control.



Palestinians have since become a major labor force within Israel, especially in the construction and services sectors. Their <u>number rose</u> from 20,000 workers in 1970 to 116,000 in 1992, increasing at an average of 6.3% annually. After signing the Oslo Accords in 1993 and the subsequent 1994 Paris Protocol, which formally integrated the Palestinian economy into Israel's and closed Palestinian borders to the global economy, Israel imposed restrictions on the movement of Palestinian workers from the West Bank and Gaza and limited the number of work permits granted to Palestinians. Nonetheless, the influx of Palestinian workers into Israel and the settlements increased from <u>95,000 in 1995</u> to <u>133,000 in 2019</u>,³ the highest figure ever recorded.

Since 1967, the Palestinian population in the West Bank and Gaza has grown more than five-fold, from about <u>965,000</u> to <u>5.1 million</u> in 2020, with just over half of individuals being of working age (over 15 years old). However, the Palestinian economy has not been able to generate new job opportunities to absorb this demographic group. Consequently, the relative distribution of Palestinian workers in the Palestinian public and private sectors has decreased, while their relative distribution within Israel and the settlements has risen.

A case in point is the aftermath of the Second Intifada, which was followed by a noticeable jump in the number of Palestinian workers in Israeli territories, as outlined in the following table:

Group	2005	2019
Relative distribution of	9.3%	13.2%
Palestinian workers in Israel		
and settlements		
Relative distribution of	22.5%	20.7%
Palestinian workers in the		
Palestinian public sector		



Relative distribution of	68.2%	66.1%
Palestinian workers in the		
Palestinian private sector		
Self-employed Palestinians	26.1%	18.1%
and Palestinian		
entrepreneurs		

Table created by the author based on the 2005 and 2019 reports of the Palestinian Central Bureau of Statistics

Although the ability to work in Israel and the settlements has allowed Palestinians to find job opportunities, earn higher incomes (albeit, on average, <u>less than half</u> the Israeli minimum wage), and improve their economic conditions since the late 1960s, these workers suffer abysmal working conditions, lack adequate safety measures and insurance, and often complain of <u>violations of Israeli labor laws</u> and Israeli-ratified <u>international labor standards and covenants</u>, particularly in relation to wages, working hours, and leave policies. These conditions have only been exacerbated since the COVID-19 pandemic.

Furthermore, Israel's rule over the main production factors in the Palestinian economy has hindered its ability to create job opportunities. Israel continues to control and restrict access to Palestinian lands and natural resources, forcing about a quarter of the West Bank's Palestinian population to forfeit working in several vital sectors — notably, the agricultural sector, a major source of Palestinian employment and livelihood prior to the Oslo Accords. Indeed, <u>since</u> the 1993 agreement, the expansion of settlements and theft of Palestinian lands and natural resources have <u>crippled the Palestinian economy</u>, forcing Palestinians to forsake working their own lands and seek employment in Israel and the settlements. Hence, Israel created a noticeable structural gap in production costs between the Palestinian and Israeli economies, in favor of the latter. This led to an increase in the proportion of Israeli imports to the West Bank and Gaza, which contributed to a steady increase in the Palestinian trade deficit.



Moreover, since 1967, Israel's establishment of military checkpoints has limited the movement of Palestinians and the exchange of goods and merchandise between Palestinian cities and villages. Within this fragmented landscape, which ultimately <u>serves Israel's economic interests</u>, only Palestinians with work permits issued by the Israeli regime are permitted movement in and out of settlements, Jerusalem, and Israel. In this way, work permits serve to affirm the Israeli regime's ongoing strategy to <u>manage and control</u> Palestinians' movement, and to confine them to work spaces that violate international labor standards and laws, continually putting them at great risk.

COVID-19 and the Intensification of Israeli Violations

Following decades of the Israeli regime deliberately thwarting Palestinian efforts to build an economy that can accommodate its working-age population, Palestinian workers have been left with few alternatives for employment within the West Bank and Gaza. This has posed a serious problem for laborers following the outbreak of the COVID-19 pandemic, which spread at an alarming rate across Israel at the start of 2020. With soaring infection rates and abysmal working conditions, Palestinian workers were the main <u>transmitters of the virus</u> to the West Bank.

Prior to the outbreak of COVID-19, <u>Israeli abuses</u> of Palestinian workers' rights were well documented, including pressuring them to cooperate with the Israeli intelligence service in exchange for work permits. Since the outbreak, these abuses have only increased.

In April 2020, as the pandemic spread widely in Israel, the West Bank, and Gaza, Palestinian workers were required to download "Al-Munasiq" (The Coordinator), an <u>Israeli mobile application</u> developed in February 2019 by the Israeli Ministry of Defense at the request of the Israeli Civil Administration to better manage



Palestinian applications for Israeli permits. Yet the <u>Palestinian Digital Rights</u> <u>Coalition</u> warns that downloading the application offers Israel the opportunity to further blackmail, exploit, and humiliate Palestinians.

Throughout the pandemic, as demographic control remains a paramount concern for governments, the application has served the Israeli regime's population management strategy perfectly: the application collects information and personal data from the cellphones of Palestinian workers, including device location, incoming and outgoing calls, photos and videos, messages and email, and data from other third-party applications. Forcing workers to download Al-Munasiq in order to access and work on colonized Palestinian lands is yet another mechanism in the history of Israeli exploitation, humiliation, and extortion of Palestinians.

Since the start of the pandemic, Palestinian workers have also suffered further abuses by Israeli soldiers on their way to work, especially their <u>right to freely</u> <u>access</u> their workplaces. On August 17, 2020, Israeli and international media circulated evidence of the types of <u>Israeli crimes</u> that have been committed since May 2020; this included a <u>recording of Israeli soldiers</u> beating, insulting, and robbing Palestinian workers at gunpoint as they crossed military checkpoints in the southern West Bank to reach their places of employment.

Israeli occupation soldiers have also been seen firing <u>tear gas canisters</u> at workers crossing <u>Israeli checkpoints</u>, and at those without permits who attempt to breach Israel's Apartheid Wall through its <u>sporadic gaps</u>, <u>as well as chasing</u> and <u>stalking</u> <u>Palestinian laborers</u> on their way to work. These violations culminated in the murder of two Palestinians while on their daily commute by Israeli soldiers. The killings of <u>Fouad Sebti</u> of Tulkarm on 24 January 2021, and <u>Sherif Rajeh Irzeigat</u> of Hebron on 14 February 2021, demonstrate the cruelty of these violations in the time of COVID-19.

Indeed, COVID-19 has highlighted the hazardous conditions faced by Palestinian



workers, rendering their need to maintain their source of livelihood by working in Israel and the settlements into an <u>economy of death</u>.

For example, Palestinian workers risk their lives during their stays in Israel due to the lack of public safety measures in their accommodations. <u>Workers have</u> recounted sleeping in large groups at construction sites, on factory floors, in warehouses, gardens, facilities, and greenhouses, in areas without clean bedding or blankets, and without access to sanitation and necessary supplies to maintain personal hygiene. In May 2020, numerous <u>images circulated on social media</u> exposed the <u>unhygienic accommodations</u> and unhealthy living conditions of workers in construction sites and warehouses. In addition, those workers were not provided food or drink in their accommodations due to imposed curfews across Israel and the settlements.

Subsequently, Palestinian workers reported a <u>lack of preventive measures</u> in their workplaces, and the failure of their Israeli employers to provide them with necessary medical tests or proper treatment in cases of COVID-19 infection. In response, Israeli authorities expelled or abandoned these workers at Israeli checkpoints. One video clip circulated on social media showed Palestinian worker, <u>Malek Ghanem</u>, being dumped by the Israeli authorities on the side of the road at the Beit Sira checkpoint, near Ramallah, because he was suspected of being infected with COVID-19. This was followed by <u>similar incidents</u> across the West Bank.

Implications of Israel's Violations for the Palestinian Economy

Palestinian workers in Israel contribute nearly \$3.25 billion annually to the Palestinian economy — an average of \$271 million per month, or <u>\$71 per worker</u> <u>per day</u>. In contrast, the monthly minimum wage in the West Bank and Gaza stands at about <u>\$400 and \$206</u> respectively.⁴ Accordingly, the <u>average daily</u> <u>wage</u> for Palestinian workers in Israel and the settlements is more than twice that



of their counterparts in the public and private sectors in the West Bank, and more than four times that of their counterparts in Gaza.

Combined, these workers' income is crucial for boosting the performance of the Palestinian economy; any changes thereto — namely, via the loss of jobs in Israel and the settlements — will directly affect hundreds of thousands of Palestinian families.⁵ This became particularly evident when the number of workers in Israel and settlements <u>decreased at the end of 2020</u> by about 34,000 workers. The decline was more pronounced in the construction sector, with 15% of 70,000 Palestinian workers losing their jobs, followed by the agricultural sector, with a 9% decrease. Moreover, about 8,000 Palestinian workers <u>lost their jobs</u> in Israel and the settlements by the end of 2020 due to layoffs of workers over the age of 50 — a direct result of the PA-approved Israeli special provisions to regulate Palestinian labor during the pandemic.

Many Palestinian workers have likewise faced wage cuts since April 2020 — a violation of Israeli labor laws which prohibit <u>discrimination based on nationality</u>. Israeli employers <u>reduced the average daily wage</u> for Palestinian workers in Israel and the settlements in the first half of 2020 from \$82 to \$76. While they <u>raised it</u> to \$80 in the second half of the same year, this is still below the pre-pandemic level. Moreover, when Palestinian workers adhered to the PA's order to refrain from reporting to work in Israeli territories, Israeli employers refused to compensate them for their forced absence from work, resulting in <u>financial losses</u> estimated at \$250 million in 2020.

The declining number of Palestinian workers in Israel and the settlements, and the reduction of their wages and compensation in the time of COVID-19, have impacted the Palestinian economy dramatically – accounting for \$2.5 billion (or one-third) of the <u>Palestinian economy's losses</u> in 2020. In March 2021, the PA announced that the <u>Palestinian economy shrank</u> by 11.5% in the past year,



government revenue decreased by 20%, the fiscal deficit rose to 9.5% of GDP, and domestic debt reached 15%.

Although Israel has vaccinated over <u>100,000 Palestinian workers</u> since March 2021, the uncertainty surrounding economic recovery and the PA's vaccine rollout in the West Bank and Gaza suggests that the Palestinian economy will continue to suffer. Accordingly, the Palestinian economy's forced dependence on the Israeli economy is expected to deepen, especially in terms of labor and employment, given the inability of the Palestinian economy to absorb workers affected by the pandemic, in addition to new job seekers. The <u>unemployment rate</u> is also expected to rise in the West Bank and Gaza from 26% at the end of 2020 to about 31% by the end of 2021.

Policy Recommendations

The following are policy recommendations for ending Israeli violations of the rights of Palestinian workers in Israel and the settlements:

- The PA should lobby the international community to <u>intensify efforts</u> to protect Palestinian workers' rights.
- The PA should include the violations of Palestinian workers' rights in its legal cases against the Israeli regime at the International Criminal Court, in order to hold Israeli politicians, employers, and companies accountable.
- The BDS movement should further center the violation of Palestinian workers' rights in its call for boycotts of Israeli companies.
- The Palestinian General Federation of Trade Unions should support the efforts of Palestinian workers in Israel and the settlements in instituting an independent Palestinian labor union that protects their union rights, and integrates them in the political struggle for liberation from Israeli colonialism.



- The trade union should develop a unionist and political discourse that treats all Palestinian workers in Israel and the settlements — whether from the West Bank, Gaza, or Israel — on equal footing.
- Palestinian and Arab digital rights organizations should mobilize international human rights organizations around blocking the use of the "Al-Munasiq" application, which is dedicated to collecting personal data from Palestinian workers.
- Regional and international labor-focused human rights organizations should pressure Israeli politicians, employers, and companies that violate the rights of Palestinian workers to desist from these abuses.
- For the purposes of this policy brief, "Palestinian workers" refers only to those who hold West Bank IDs and work in Israeli settlements or Israel. It does not encompass the broader labor experiences of Jerusalemites and Palestinians with Israeli citizenship who work in Israeli territories.
- 2. To read this piece in French, <u>please click here</u>. Al-Shabaka is grateful for the efforts by human rights advocates to translate its pieces, but is not responsible for any change in meaning.
- 3. The number of Palestinians working in Israel and the settlements would be significantly higher if Palestinians working without permits or with merchant or special needs permits were included in these estimates.
- The minimum wage is based on <u>Cabinet Decision no. (11) of 2012</u>, stipulating 1,450 shekels as the monthly minimum wage for all sectors within the PA's jurisdiction.
- For an alternative perspective on the role of Israeli settlements in the Palestinian economy, see "<u>How</u> <u>Israeli Settlements Stifle Palestine's Economy</u>," by Nur Arafeh, Samia al-Botmeh, and Leila Farsakh (2015).



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