## Economy Disadvantage

Global Economy rising now due to stabilizing effects but COVID still means that it’s on the brink. Strikes hurt the economy since 1] they hurt core business industries like automobiles which can have cascading effects and 2] unstable labor relations can deter investment opportunities which wrecks growth.

#### The Global Economy is stabilizing and set for increases in 2021 but is still vulnerable to shocks

World Bank 6-8 6-8-2021 "The Global Economy: on Track for Strong but Uneven Growth as COVID-19 Still Weighs" <https://www.worldbank.org/en/news/feature/2021/06/08/the-global-economy-on-track-for-strong-but-uneven-growth-as-covid-19-still-weighs>

A year and a half since the onset of the COVID-19 pandemic, the global economy is poised to stage its most **robust post-recession recovery** in 80 years in 2021. But the rebound is expected to be **uneven across countries**, as major economies look set to register strong growth even as many developing economies lag. Global growth is expected to accelerate to 5.6% this year, largely on the strength in major economies such as the United States and China. And while growth for almost every region of the world has been revised upward for 2021, many continue to grapple with COVID-19 and what is likely to be its long shadow. Despite this year’s pickup, the level of global GDP in 2021 is expected to be **3.2% below** pre-pandemic projections, and per capita GDP among many emerging market and developing economies is anticipated to remain below pre-COVID-19 peaks for an extended period. As the **pandemic continues to flare**, it will shape the path of global economic activity.

#### Strikes hurt the Economy – two warrants:

#### 1] They hurt critical core industries that is necessary for economic growth

McElroy 19 John McElroy 10-25-2019 "Strikes Hurt Everybody" <https://www.wardsauto.com/ideaxchange/strikes-hurt-everybody> (MPA at McCombs school of Business)

This creates a **poisonous relationship** between the company and its workforce. Many GM hourly workers don’t identify as GM employees. They identify as UAW members. And they see the union as the source of their jobs, not the company. It’s an unhealthy dynamic that puts GM at a disadvantage to non-union automakers in the U.S. like Honda and Toyota, where workers take pride in the company they work for and the products they make. Attacking the company in the media also **drives away customers**. Who wants to buy a shiny new car from a company that’s accused of underpaying its workers and treating them unfairly? Data from the Center for Automotive Research (CAR) in Ann Arbor, MI, show that **GM loses market share during strikes and never gets it back**. GM lost two percentage points during the 1998 strike, which in today’s market would represent **a loss of 340,000 sales**. Because GM reports sales on a quarterly basis we’ll only find out at the end of December if it lost market share from this strike. UAW members say one of their greatest concerns is job security. But causing a company to lose market share is a sure-fire path to **more plant closings and layoffs**. Even so, unions are incredibly important for boosting wages and benefits for working-class people. GM’s UAW-represented workers earn considerably more than their non-union counterparts, about $26,000 more per worker, per year, in total compensation. Without a union they never would have achieved that. Strikes are a powerful weapon for unions. They usually are the only way they can get management to accede to their demands. If not for the power of collective bargaining and the threat of a strike, management would largely ignore union demands. If you took away that threat, management would pay its workers peanuts. Just ask the Mexican line workers who are paid $1.50 an hour to make $50,000 BMWs. But strikes don’t just hurt the people walking the picket lines or the company they’re striking against. They hurt **suppliers, car dealers and the communities located near the plants.** The Anderson Economic Group estimates that 75,000 workers at supplier companies were temporarily laid off because of the GM strike. Unlike UAW picketers, those supplier workers won’t get any strike pay or an $11,000 contract signing bonus. No, most of them lost close to a month’s worth of wages, which must be financially devastating for them. GM’s suppliers also lost a lot of money. So now they’re cutting budgets and delaying capital investments to make up for the lost revenue, which is a further drag on the economy. According to CAR, the communities and states where GM’s plants are located collectively lost a couple of hundred million dollars in payroll and tax revenue. Some economists warn that if the strike were prolonged it could knock the state of Michigan – home to GM and the UAW – **into a recession.** That prompted the governor of Michigan, Gretchen Whitmer, to call GM CEO Mary Barra and UAW leaders and urge them to settle as fast as possible. So, while the UAW managed to get a nice raise for its members, the strike left a path of destruction in its wake. That’s not fair to the innocent bystanders who will never regain what they lost. John McElroyI’m not sure how this will ever be resolved. I understand the need for collective bargaining and the threat of a strike. But there’s got to be a better way to get workers a raise without torching the countryside.

#### 2] Strikes create a stigmatization effect over labor and consumption that devastates the Economy

Tenza 20, Mlungisi. "The effects of violent strikes on the economy of a developing country: a case of South Africa." Obiter 41.3 (2020): 519-537. (Senior Lecturer, University of KwaZulu-Natal)

When South Africa obtained democracy in 1994, there was a dream of a better country with a new vision for industrial relations.5 However, the number of violent strikes that have bedevilled this country in recent years seems to have shattered-down the aspirations of a better South Africa. South Africa recorded 114 strikes in 2013 and 88 strikes in 2014, which cost the country about **R6.1 billion** according to the Department of Labour.6 The impact of these strikes has been hugely felt by the mining sector, particularly the platinum industry. The biggest strike took place in the platinum sector where about 70 000 mineworkers’ downed tools for better wages. Three major platinum producers (Impala, Anglo American and Lonmin Platinum Mines) were affected. The strike started on 23 January 2014 and ended on 25 June 2014. Business Day reported that “the five-month-long strike in the platinum sector pushed the economy to the brink of recession”. 7 This strike was closely followed by a four-week strike in the metal and engineering sector. All these strikes (and those not mentioned here) were characterised with violence accompanied by damage to property, intimidation, assault and sometimes the killing of people. Statistics from the metal and engineering sector showed that about 246 cases of intimidation were reported, 50 violent incidents occurred, and 85 cases of vandalism were recorded.8 Large-scale unemployment, soaring poverty levels and the dramatic income inequality that characterise the South African labour market provide a broad explanation for strike violence.9 While participating in a strike, workers’ stress levels leave them feeling frustrated at their seeming powerlessness, which in turn provokes further violent behaviour.10 These strikes are not only violent but **take long to resolve.** Generally, a lengthy strike has a **negative effect on employment, reduces business confidence and increases the risk of economic stagflation**. In addition, such strikes have a major setback on the growth of the economy and investment opportunities. It is common knowledge that consumer spending is directly linked to economic growth. At the same time, if the economy is not showing signs of growth, employment opportunities are shed, and poverty becomes the end result. The economy of South Africa is in need of rapid growth to enable it to deal with the high levels of unemployment and resultant poverty. One of the measures that may boost the country’s economic growth is by attracting potential investors to invest in the country. However, this might be difficult as investors would want to invest in a country where there is a likelihood of getting returns for their investments. The wish of getting returns for investment may not materialise if the labour environment **is not fertile** for such investments as a result of, for example, unstable labour relations. Therefore, investors may be reluctant to invest where there is an unstable or fragile labour relations environment. 3 THE COMMISSION OF VIOLENCE DURING A STRIKE AND CONSEQUENCES The Constitution guarantees every worker the right to join a trade union, participate in the activities and programmes of a trade union, and to strike. 11 The Constitution grants these rights to a “worker” as an individual.12 However, the right to strike and any other conduct in contemplation or furtherance of a strike such as a picket13 can only be exercised by workers acting collectively.14 The right to strike and participation in the activities of a trade union were given more effect through the enactment of the Labour Relations Act 66 of 199515 (LRA). The main purpose of the LRA is to “advance economic development, social justice, labour peace and the democratisation of the workplace”. 16 The advancement of social justice means that the exercise of the right to strike must advance the interests of workers and at the same time workers must refrain from any conduct that can affect those who are not on strike as well members of society. Even though the right to strike and the right to participate in the activities of a trade union that often flow from a strike17 are guaranteed in the Constitution and specifically regulated by the LRA, it sometimes happens that the right to strike is exercised for purposes not intended by the Constitution and the LRA, generally. 18 For example, it was not the intention of the Constitutional Assembly and the legislature that violence should be used during strikes or pickets. As the Constitution provides, pickets are meant to be peaceful. 19 Contrary to section 17 of the Constitution, the conduct of workers participating in a strike or picket has changed in recent years with workers trying to emphasise their grievances by causing disharmony and chaos in public. A media report by the South African Institute of Race Relations pointed out that between the years 1999 and 2012 there were 181 strike-related deaths, 313 injuries and 3,058 people were arrested for public violence associated with strikes.20 The question is whether employers succumb easily to workers’ demands if a strike is accompanied by violence? In response to this question, one worker remarked as follows: “[T]here is no sweet strike, there is no Christian strike … A strike is a strike. [Y]ou want to get back what belongs to you ... you won’t win a strike with a Bible. You do not wear high heels and carry an umbrella and say ‘1992 was under apartheid, 2007 is under ANC’. You won’t win a strike like that.” 21 The use of violence during industrial action affects not only the strikers or picketers, the employer and his or her business but it also affects innocent members of the public, non-striking employees, the environment and the economy at large. In addition, striking workers visit non-striking workers’ homes, often at night, threaten them and in some cases, assault or even murder workers who are acting as replacement labour. 22 This points to the fact that for many workers and their families’ living conditions remain unsafe and vulnerable to damage due to violence. In Security Services Employers Organisation v SA Transport & Allied Workers Union (SATAWU),23 it was reported that about 20 people were thrown out of moving trains in the Gauteng province; most of them were security guards who were not on strike and who were believed to be targeted by their striking colleagues. Two of them died, while others were admitted to hospitals with serious injuries.24 In SA Chemical Catering & Allied Workers Union v Check One (Pty) Ltd,25 striking employees were carrying various weapons ranging from sticks, pipes, planks and bottles. One of the strikers Mr Nqoko was alleged to have threatened to cut the throats of those employees who had been brought from other branches of the employer’s business to help in the branch where employees were on strike. Such conduct was held not to be in line with good conduct of striking.26 These examples from case law show that South Africa is facing a problem that is affecting not only the industrial relations’ sector but also the economy at large. For example, in 2012, during a strike by workers employed by Lonmin in Marikana, the then-new union Association of Mine & Construction Workers Union (AMCU) wanted to exert its presence after it appeared that many workers were not happy with the way the majority union, National Union of Mine Workers (NUM), handled negotiations with the employer (Lonmin Mine). AMCU went on an unprotected strike which was violent and resulted in the loss of lives, damage to property and negative economic consequences including a weakened currency, reduced global investment, declining productivity, and increase unemployment in the affected sectors.27 Further, the unreasonably long time it takes for strikes to get resolved in the Republic has a negative effect on the business of the employer, the economy and employment. 3 1 Effects of violent and long strikes on the economy Generally, South Africa’s economy is on a downward scale. First, it fails to create employment opportunities for its people. The recent statistics on unemployment levels indicate that unemployment has increased from 26.5% to 27.2%. 28 The most prominent strike which nearly brought the platinum industries to its knees was the strike convened by AMCU in 2014. The strike started on 23 January 2014 and ended on 24 June 2014. It affected the three big platinum producers in the Republic, which are the Anglo American Platinum, Lonmin Plc and Impala Platinum. It was the longest strike since the dawn of democracy in 1994. As a result of this strike, the platinum industries lost billions of rands.29 According to the report by Economic Research Southern Africa, the platinum group metals industry is South Africa’s second-largest export earner behind gold and contributes just over 2% of the country’s Gross Domestic Product (GDP).30 The overall metal ores in the mining industry which include platinum sells about 70% of its output to the export market while sales to local manufacturers of basic metals, fabricated metal products and various other metal equipment and machinery make up to 20%. 31 The research indicates that the overall impact of the strike in 2014 was driven by a reduction in productive capital in the mining sector, accompanied by a decrease in labour available to the economy. This resulted in a sharp increase in the price of the output by 5.8% with a **GDP declined by 0.72 and 0.78%**.32

#### Err Negative – over-estimate the effect on Strikes on the economy since traditional economic measures underestimate the damage.

Babb No Date Katrina Babb "Chapter 11: The Economic Impact of Unions" <http://isu.indstate.edu/conant/ecn351/ch11/chapter11.htm> (Professor of Economic at Indiana State)

Strikes ­ Simple statistics on strike activity suggest that strikes are relatively rare and the associated aggregate economic losses are relatively minimal. Table 11-3 provides data on major work stoppages, defined as those involving 1000 or more workers and lasting at least one full day or one work shift. But these data **can be misleading** **as a measure of the costliness of a strike.** On the one hand, employers in the struck industry may have anticipated the strike and worked their labor force overtime to accumulate inventories to supply customers during the strike period, so that the work lost data overstates the actual loss. On the other hand, the amount lost **can be understated** by the data if production in associated industries ( those that buy inputs from the struck industry or sell products to it) **is disrupted**. As a broad generalization, the adverse effects of a strike on nonstriking firms and customers are likely to be greater **when services are involved** and less when products are involved. Remember, that strikes are the result of the failure of both parties to the negotiation, so it is inaccurate to attribute all of the costs associated with a strike to labor alone.

#### Economic Collapse goes Nuclear.

Tønnesson 15, Stein. "Deterrence, interdependence and Sino–US peace." International Area Studies Review 18.3 (2015): 297-311. (the Department of Peace and Conflict, Uppsala University, Sweden, and Peace research Institute Oslo (PRIO), Norway)

Several recent works on China and Sino–US relations have made substantial contributions to the current understanding of how and under what circumstances a combination of nuclear deterrence and economic interdependence may reduce the risk of war between major powers. At least four conclusions can be drawn from the review above: first, those who say that interdependence may both inhibit and drive conflict are right. Interdependence raises the cost of conflict for all sides but asymmetrical or unbalanced dependencies and negative trade expectations may generate tensions leading to trade wars among inter-dependent states that in turn increase the risk of military conflict (Copeland, 2015: 1, 14, 437; Roach, 2014). The risk may increase if one of the interdependent countries is governed by an inward-looking socio-economic coalition (Solingen, 2015); second, the risk of war between China and the US should not just be analysed bilaterally but include their allies and partners. Third party countries could drag China or the US into confrontation; third, in this context it is of some comfort that the three main economic powers in Northeast Asia (China, Japan and South Korea) are all deeply integrated economically through production networks within a global system of trade and finance (Ravenhill, 2014; Yoshimatsu, 2014: 576); and fourth, decisions for war and peace are taken by very few people, who act on the basis of their future expectations. International relations theory must be supplemented by foreign policy analysis in order to assess the value attributed by national decision-makers to economic development and their assessments of risks and opportunities. If leaders on either side of the Atlantic begin to seriously fear or anticipate their own nation’s decline then they may blame this on external dependence, appeal to anti-foreign sentiments, contemplate the use of force to gain respect or credibility, adopt protectionist policies, and ultimately refuse to be deterred by either nuclear arms or prospects of socioeconomic calamities. Such a dangerous shift could happen abruptly, i.e. under the instigation of actions by a third party – or against a third party. Yet as long as there is both nuclear deterrence and interdependence, the tensions in East Asia are unlikely to escalate to war. As Chan (2013) says, all states in the region are aware that they cannot count on support from either China or the US if they make provocative moves. The greatest risk is not that a territorial dispute leads to war under present circumstances but that changes in the world economy alter those circumstances in ways that render inter-state peace more precarious. If China and the US fail to rebalance their financial and trading relations (Roach, 2014) then a trade war could result, interrupting transnational production networks, provoking social distress, and exacerbating nationalist emotions. This could have unforeseen consequences in the field of security, with nuclear deterrence remaining the only factor to protect the world from Armageddon, and unreliably so. Deterrence could lose its credibility: one of the two great powers might gamble that the other yield in a cyber-war or conventional limited war, or third party countries might engage in conflict with each other, with a view to obliging Washington or Beijing to intervene.

## Hong Kong DA

#### Hong Kong doesn’t allow political strikes

Tang and Pang 20 [Nickolas Tang, writer on Hong Kong’s self-determination for the Nation, and, Jun Pang, writer and researcher of migration and detention for the Nation, 3-12-2020, "‘I Am Willing to Take a Bullet for You. Are You Willing to Go on Strike for Me?’," Nation, https://www.thenation.com/article/world/hong-kong-unions-strike/]/Kankee

After the wave of political mobilization in the 1960s, the British colonial government attempted to defuse activism by strengthening social service provisions, including implementing free basic education, shorter working hours, and increasing the availability of public housing. Academic Agnes Ku notes that the government continually pointed to the example of the 1967 riots as an example of the threat of social upheaval, stressing instead the importance of state-directed efficiency, stability, and prosperity. This continued after the handover, with the government adopting policies prioritizing Hong Kong’s economic development and competitiveness, presenting them as a panacea to all social and distributive issues. Article 27 of Hong Kong’s Basic Law—the territory’s mini-constitution—guarantees residents the right to form and join associations, including trade unions. The right to form a union is reserved for those who ordinarily reside in Hong Kong; that does not necessarily include migrant workers, though some have mobilized through unions and other networks to fight for stronger protections. Notably, there are no provisions for collective bargaining for anyone, which means that negotiations between employers and trade unions are not protected by law. Furthermore, strikes are legally protected only when they pertain solely to labor disputes—which is why, for example, the Hospital Authority recently warned striking medics that they may face repercussions for their politicized strike action. Carol Ng, the chairperson of the Hong Kong Confederation of Trade Unions, the largest pro-democracy union organization in Hong Kong, believes that many of the city’s unions have failed to reflect their members’ political views. “For example, there are seven unions representing railway workers in Hong Kong, but they are all pro-establishment, and disconnected from their members’ grievances,” she says. “It wasn’t until the formation of Railway Power [a pro-democracy union] last October that rank-and-file workers have a union actively supporting their demands.”

#### Backing down on the Hong Kong strike implodes the CCP and escalates Chinese nationalism – star this card

Hiciano 20 [Lery Hiciano, graduate student at Claremont, 2020, “Nearly Halfway There: The Future of Hong Kong, China, and One Country Two Systems,” Claremont Colleges, https://scholarship.claremont.edu/cgi/viewcontent.cgi?article=3513&context=cmc\_theses]/Kankee

Chapter 5: Domestic Legitimacy, The CCP, and Xi Jinping Today, Hong Kong’s democratic movements pose even less risk than before to China’s economic growth. In fact, 2019’s protest shows that an actively rebellious Hong Kong can still meet the requirements for China’s domestic market. With the 2047 date looming ever closer, the Central Government likely feels assured of eventual economic integration. The seriousness with which Beijing treats Hong Kong protest movements, as well as other offenses to China’s territorial integrity, are driven not by economic concerns, but more foundationally by concern about the CCP’s ability to survive into the future. Mainland reactions to the protests of 2003 and 2012 compared to the protests of 2014 and 2019 demonstrate China’s policymakers have become significantly less tolerant of Hong Kong demands for democracy, autonomy, and personal freedoms. The balancing act between Beijing’s credibility, China’s domestic security, and defense of its territorial sovereignty on one hand, and the need for a prosperous, placated Hong Kong on the other, is the central issue in Beijing’s calculations regarding the territory. The CCP betrays its anti-colonial roots when it suppresses local autonomy in the name of unification. China is not the first nation that disregarded its revolutionary origins. Zakaria’s theories are founded in the fact that the U.S underwent a similar process when it went from advocating a European-free hemisphere to seeking its own colonies. Within China, the same fears of Hong Kong secessionism and pro-independence ring even louder as Chinese officials view Hong Kong as merely an arena for Chinese nationalism to compete with local elements. As one expert put it, “Hong Kong’s resilient struggle for autonomy is seen as presenting similar challenges already apparent in China’s peripheries: terror attacks in Xinjiang, self-immolations in Tibet, and political agitation in Taiwan.”180 Xinjiang and Tibet, although different due to the role ethnicity has played in both region’s resistance to Chinese rule and subsequent Chinese tactics of repression, are fundamentally related to the issue of Hong Kong and stages on which the CCP can demonstrate its commitment to territorial integrity no matter the cost. Snyder’s most relevant observation is that states’ adherence to the myth of domino theory – “losses in the empire’s periphery can easily bring a collapse of power at the imperial core” – can lead to strategic blunders and over-expansion.181 He cites this as, additionally, a product of the myth of the “turbulent frontier,” the belief that the best defensive strategy is one that continuously expands into the periphery in order to tame anarchic forces seeking to undermine the state in those same territories. Some of the first moves made by the newly founded PRC were on shoring up periphery, on the national front invading Tibet and forcing the Dalai Lama into exile, reintegrating the nascent second East Turkestan Republic into Xinjiang (literally translated to “new frontier”), and the First Taiwan Crisis. Within China, the concept of untamed, peripheral, frontiers is central to the nation’s creation myth. Zhongguo, or China, most accurately translates to “middle country,” a designation derived from the old imperial system in which the Chinese emperor not only governed China, but in fact, invested legitimacy in other monarchs. Confucian maps from pre-modern China show a world in which the emperor is at the center, with each concentric ring radiating out, signifying not just physical distance, but also cultural distance, or civilizational distance. Cartographers placed Korea in the second ring, since Koreans adopted Confucianism and used Chinese characters. Semi-nomadic, semi-Confucian barbarians in areas under nominal Chinese authority made up the third ring. Beyond them, untamed nomadic settlers made up the fourth. Centralized, Chinese authorities delegating autonomy to frontier, non-Chinese groups is part of a wider web of narratives that nationalist groups promote as an integral part of China’s legacy. The PRC, deriving legitimacy from this historical tradition, no doubt was inspired by dynastic precedent. The original basis for OCTS, even before Deng offered it to Taiwan, has its roots in a 17-point proposal from 1951 to allow Tibet to maintain autonomy. That proposal itself derived from Qing imperial policy that encouraged border areas to maintain local autonomy for a short period of time, before eventual integration within China. As Ho-fung Hung states, “The “one country, two systems” formula for Hong Kong is just a tactical and transitional arrangement. What awaits Hong Kong is what Tibet has seen since 1959: forced assimilation and tight direct control by Beijing.”182 Part of the CCP’s suppression of Hong Kong’s autonomy is the use of very paternal language. Xi himself stated in a 2017 speech, “It has been 20 years since Hong Kong’s return. According to China’s tradition, a man enters adulthood at the age of 20. So today, we are celebrating the coming of age of the Hong Kong Special Administration Region (HKSAR), which has grown with the vigor of a bamboo or pine tree.”183 His language is obviously patronizing, and by specifying that the HKSAR had not yet entered “adulthood,” he reduces the conflicts of the Umbrella Movement to adolescent rebelliousness. Xi’s words speak to a larger trend of thought within the ranks of the CCP. Another official once stated that Hong Kong residents’ different understanding of OCTS necessitated not just “serious attention,” but that “the people of Hong Kong should be re-enlightened about the ‘one country, two systems’ policy.”184 Behind this rhetoric, it is clear that there is growing tension within the PRC to how to resolve the issues within Hong Kong. Ultimately, the CCP finds itself at a critical juncture. Its core interests, and the lengths it goes to in order to protect them from slights, betray an inherent insecurity within the CCP apparatus. It has been abundantly clear for much of the decade that the way forward for the CCP and China looks very different from the path it has taken so far. The same methods of economic growth are no longer possible, the demographics of the nation are different, the global stage is changed, and institutional ossification within the CCP has only further set in. The 2019 Hong Kong protests touched on various sensitive nerves within a party that is increasingly wary of threats, however real or imaginary, to its rule. Simultaneously, the CCP is currently led by Xi Jinping, who is the first leader since Mao to abandon the party’s practices of ruling-bycommittee. The CCP Within a State-Party system such as China, the fundamental goal of the party is to survive. Following Mao, the CCP staked its legitimacy on economic progress, with its nationalist defense of Chinese honor in close second.185 To describe nationalism as natural, or to assume Chinese people are inherently more nationalistic than others, would be a mistake. The CCP has made it an explicit goal to foster nationalism within China through educational means and statecontrolled media. The Taiwan issue became the third rail of Chinese politics because of years of propaganda initiatives. It is such a problem that many within China, from officials to military generals to average citizens, remain convinced that “No regime could survive the loss of Taiwan.”186 There is no way for any observer to know if this is true, but Shirk states, “…the myth linking the political survival of the CCP regime to Taiwan is so pervasive that it creates its own political reality, especially in Communist Party headquarters.”187 If Taiwanese independence, something that has been the de-facto reality for seven decades, is a threat to the CCP’s survival, then Hong Kong’s moving away from China through democracy would assuredly be a setback. Hong Kong’s independence, the first time China would have lost territory following the Century of Shame, would be such a disaster for the party’s ability to rule that it is not mentioned as a potential possibility. The question of regime survival in the aftermath of Taiwanese, or worse, Hong Kong secession, is a question Chinese leadership is keen to avoid, hence the tension around the lack of any law in the territory supporting Article 23. The CCP’s Propaganda Ministry is ultimately responsible for the wellspring of domestic pressure that a Chinese official has termed a “hostage” situation, in which Chinese citizens, taught to care about Taiwan and Hong Kong as integral territories of China cut off by foreign powers, refuse to allow government acquiescence. The Chinese Communist Party depends on its nationalist image: the party fought off Japanese invasion in World War II, won the Civil War despite the KMT receiving significant amounts of foreign aid, and eventually negotiated the peaceful return of Hong Kong and Macau back to Chinese sovereignty. In the 1990s, in the aftermath of Tiananmen Square, the breakup of the Soviet Union, the impending return of Hong Kong, and the Taiwan Strait Crisis, the Propaganda Ministry led the “patriotic education campaign” to improve CCP legitimacy, a strategy that now severely distorts rhetoric with regards to Hong Kong democratic movements or Taiwanese elections. The Chinese professor who said that China can afford to let Taiwan go dared not voice this opinion even in a time of “soft politics” and the current domestic political situation in Mainland China is far from the softer politics that dominated pre-2008 and especially pre-Xi Jinping.188 In describing the CCP’s crisis of nationalism, Snyder states, “it may nonetheless become politically entrapped in its own rhetoric. Insofar as the elite’s power and policies are based on society’s acceptance of imperial myths, its rule would be jeopardized by renouncing the myths

#### The perception of backing down on a “core interest” magnifies the link – the aff is seen as compromising national sovereignty

Hiciano 20 [Lery Hiciano, graduate student at Claremont, 2020, “Nearly Halfway There: The Future of Hong Kong, China, and One Country Two Systems,” Claremont Colleges, https://scholarship.claremont.edu/cgi/viewcontent.cgi?article=3513&context=cmc\_theses]/Kankee

Core Interests In Mainland criticisms and observations of Hong Kong’s status, several sources present a focus on the definition of “one country.” In another speech contained within The Governance of China, Xi highlights that for OCTS to function, there must be a “strong sense of one country.” He further adds that sovereignty is not for negotiation, and that it is China’s “red line.”209 The mythmaking around China’s history: the imperial system that placed Han civilization at the center of the world, which was then erased in “The Century of Shame,” in turn defines the CCP’s core interests. The nationalist core of CCP legitimacy and mythmaking is that the party will be the vanguard to lead China out of the ruins of that horrible period. Starting with the First Opium War and continuing until the CCP’s victory over the communists, China was the scene of some of history’s most tragic stories. The First Opium War was followed by the Second Opium War, the Taiping Rebellion, Dungan Rebellion, Boxer Rebellion, the First Sino-Japanese War, the Warlord Period, the First Chinese Civil War, and the Second World War. In one century, China suffered tens of millions of deaths inflicted by combat, disease, famine, and natural disasters. Following the CCP’s victory in 1949, Chinese leaders across different eras have all explicitly made reference to the goal of returning the nation to its previous heights. Despite the party’s missteps in the 20th century, it has succeeded in rapidly moving China up in the global hierarchy. In a country such as China, a framework like OCTS is particularly groundbreaking because it is an agreement between the CCP and the people of Hong Kong. Not only that, it is also an agreement with the people of China, as it forever alters the contract between rulers and subjects by creating distinctions between the rights of different subnational entities. At the same time, it drastically widens the purview of “politics,” as the individual distinctions between subnational entities are negotiated. To do this between the PRC, a nominally communist authoritarian state, and one of the world’s most free-market cities required a significant amount of compromise to ensure a smooth transition. One writer states, “By casting reunification as an uncompromisable issue of national sovereignty, the Chinese government made this a default justification for all political, economic, social, and cultural changes. That is, reunification with Hong Kong demanded the supreme power of sovereignty to act ethically by not abiding by existing (Maoist) socialist norms and laws.” Now that the initial transition is complete, the justifications used to drive reform and originally put forward the concept of OCTS can now be used to harshly respond to the city’s democratic impulses. As the matter of reunification is “uncompromisable” to the extent that socialism is no longer at the core of the CCP, at the very least in one area, then any attempts to damage that relationship strike at the heart of the CCP’s authority. Since 2009, the CCP has given the general policies associated with this goal the name “core interests.”210 Starting with the territorial claims in Taiwan, Tibet, and Xinjiang, they have now expanded to include regime stability, and continued economic development. The CCP is unwilling to negotiate on these issues. However, the full list of core interests as defined by the CCP has never been published or revealed. One army advisor stated, “as China becomes stronger, we can publicize by installments those core interests that our country can effectively safeguard”211 That quote is a clear admission that as China gains strength, the core interests will expand. In other words, there is no effective route of appeasement or clear stopping point for China’s potential expansion. However, the CCP is not only unwilling to negotiate on this vague list of issues, it also has a tendency to force others to acknowledge its position. For external audiences, the punishment for failing to follow the CCP agenda could come in the form of economic sanctions or corporate espionage. H.R McMaster, a former White House national security advisor, stated that the CCP’s tactics were “successful in part because the party is able to induce cooperation, wittingly or unwittingly, from individuals, companies, and political leaders.”212 In 2010, the CCP sanctioned Norway for the decision to award a Nobel Prize to dissident Liu Xiaobo. In another episode, Marriot International Hotels had to apologize for “violating national laws and hurting the feelings of the Chinese people” after perhaps insinuating that Tibet, Hong Kong, Macau, and Taiwan are independent from China.213 When Daryl Morey, General Manager of the Houston Rockets, tweeted his support for the 2019 Hong Kong Protests, the Houston Rockets had all their games banned from Chinese television, with threats that the same would happen to other NBA franchises. Other international firms consistently face the same pressure to conform to these narratives. Internal audiences, subject to actual enforcement of these policies, have no ability to dissent. The CCP’s track record regarding human rights and civil liberties is well-known to be abysmal. Human rights activists accurately compare it to a 21st century 1984, complete with mass surveillance, censored news & media, advanced facial recognition software, and much more. The personal costs of disagreeing can be extraordinarily high, even for something as apparently innocuous as a social media post. This also obscures whatever the true opinions of Chinese citizens may be. During the 2019 Hong Kong protests, many famous Chinese celebrities posted messages in support of the police or of the CCP.214 However, could any celebrity realistically have posted any message in support of the protestors? In a recent Athenaeum speech at Claremont McKenna College, a Chinese human rights lawyer questioned if the “resistance” had the ability to resist, if the state had made it impossible to do so. Hong Kong residents, through cases such as the disappearances of the booksellers, have already seen what awaits them under the CCP’s human rights regime. The CCP has succeeded in lasting this long by continuously adapting, however it is approaching the longest rule ever by a single party government. Minxin Pei, a foremost China expert, writes about how the CCP has survived by fueling mass consumerism, nationalism, and learning how to “fine tune” its repression tactics.215 However, with slowing economic growth and contentious power politics in the Asia-Pacific, it remains to be seen if increased repression is an effective tool with which to ensure regime survival. In South Korea and Taiwan, the authoritarian, economically focused, developmental states eventually gave way to democratic transitions. China is now nearing the point at which middle class citizens would call for democracy and greater participation in government ($10,000 per capita GDP).216 It remains to be seen whether in the face of growing potential crises, the CCP once again faces internal calls for democracy.

#### Authoritarianism limits the CCP’s ability to make concessions

Sala 19 [Ilaria Maria Sala, journalist based in Hong Kong, 8-7-2019, "Hong Kong Strikes, and Strikes a Nerve in Beijing The Chinese government is acting as though it would come unmoored if it made any concession to the protesters.," NYT, https://www.nytimes.com/2019/08/07/opinion/hong-kong-protests-strike-china.html]/Kankee

This is not to say that all Hong Kongers are of one mind. Demonstrations in support of the police have taken place regularly, too, if less frequently and with fewer participants. In those rallies, which are never visited by riot police officers, participants stress their support for China, waving Chinese flags and wielding banners that declare their roots in various Chinese cities and provinces. The fault line running through Hong Kong is, more and more, about how much the city should be allowed to maintain its distinct identity or be refashioned as China’s Hong Kong. On Tuesday, Yang Guang, the spokesman for the Hong Kong and Macau Affairs Office in Beijing, held his office’s second news conference since the beginning of the crisis more than two months ago. Previously, the office had only one in more than two decades, after Britain handed control of Hong Kong to China in 1997. Mr. Yang didn’t address any of the protesters’ grievances or demands, such as the withdrawal of the proposed extradition bill that set off the unrest or an independent inquiry into police brutality. The mainland authorities repeated their support for the city’s chief executive and the police. They strongly condemned the violence — by protesters, that is — calling them “reckless violent groups” who will “pay the price if they play with fire.” They admonished, patronizingly, that all this striking and demonstrating was damaging Hong Kong’s economy. “Do not mistake our restraint as being soft,” Mr. Yang also said. “Do not underestimate the central government’s determination in maintaining stability.” It was a veiled threat, and an admission of weakness, too. One of the most powerful governments in the world is acting as though it would come unmoored if it made any concession to popular demands. China seems as fragile as only a truly authoritarian government can be.

#### Declining credibility causes CCP war over Taiwan to distract attention – it’s a key driver of Chinese political dynamics

Blumenthal 20 [Dan Blumenthal, senior fellow and the director of Asian studies at the American Enterprise Institute9-28-2020, "China's aggressive tactics aim to bolster the Communist Party's legitimacy," American Enterprise Institute - AEI, https://www.aei.org/articles/chinas-aggressive-tactics-aim-to-bolster-the-communist-partys-legitimacy/]/Kankee

Why does China seem to be on the warpath? In the first half of the 2020, Chinese soldiers killed dozens of Indian troops over disputed borders, sank a Vietnamese fishing vessel, and launched a record number of incursions into Taiwanese airspace. Beyond military coercion, China’s belligerence included selling arms to Serbia despite concerns expressed by NATO about military dependence, pressuring the WHO to censor anti-China content, and sentencing a Canadian national to death. and placing crushing tariffs on Australia for criticizing Beijing’s handling of the coronavirus. The prevailing wisdom is that Beijing is more aggressive now because it is ascendant and the United States is distracted and declining. This “Chinese ascendancy school” argues that President Xi Jinping has successfully consolidated domestic power and built China’s military and economic might to enable his vision of an aggressive, revisionist foreign policy. But this account is overly-simplistic: Chinese aggression is not merely a result of China’s strength, but also of its weakness. Xi Jinping’s overwhelming concern with domestic stability, the Chinese Communist Party’s (CCP) legitimacy and party unity are crucial drivers of China’s bellicosity. China has faced two disasters in 2020—the coronavirus and historic floods—which exposed its fragilities and created internal unrest. Its response to both was the same: escalating aggression against its neighbors. China’s economic and military power made these provocations possible, but its need to suppress internal divisions made them necessary. The question is not why China has disputes with neighbors, but why now. If China’s aggression were only a result of its economic and military strength, then it could have paused its aggressive foreign policy as the political leadership back in Beijing refocused on dealing with the destructive wages of the coronavirus. Typically, governments in chaos have little time for adventurism abroad and must focus on remedies at home. In fact, many experts predicted that China would face inward during 2020, to focus on restarting economic growth and preventing new coronavirus cases. Yet for the CCP, external aggression is a necessary tool to combat internal weakness. The CCP is obsessed with its fragilities, such as the threat of losing popular support and legitimacy and demands for more justice and freedoms. When Chinese people criticize their government, China must act more aggressively abroad. Beijing uses external aggression to fan Chinese nationalism and cast the CCP as the protector of the people and champion of a new era of Chinese glory. Coronavirus was a true moment of weakness for the CCP, as it exposed fissures in China’s overcentralized authoritarian political system to light. A now-infamous example of Chinese paranoia over potentially out-of-control domestic crises was the case of Dr. Li Wenliang. On February 7, Li, a doctor who warned of the coronavirus but was quickly censored by the Wuhan police, died from the virus himself. Li’s death quickly became the top trending topic on Chinese social media with hashtags such as “We want freedom of speech.” The CCP censored all mentions of Li or any coronavirus failings, fearing more organized protests. Simultaneously, the coronavirus battered China’s economic growth, which underpins the CCP’s claim to legitimacy, with an unprecedented 6.8 percent Q1 contraction. Far from the unified front which Beijing seeks to project, the coronavirus revealed the CCP’s dysfunction. For example, Dali, a midsize city, intercepted and distributed a shipment of surgical masks headed to the hard-hit municipality of Chongqing. Similarly, the City of Qingdao instructed customs officials to hold on to a shipment of masks and medical products headed to Shenyang. At the same time, Hong Kong dealt the CCP a major political embarrassment when it halted traffic coming in from the mainland. These reports demonstrate the government’s inability to enforce basic order among competing cities and provinces. In response to the tumult caused by the coronavirus crisis, the CCP mobilized popular support by reigniting conflicts with its neighbors. On April 2, during the peak of the coronavirus, a Chinese maritime security vessel sank a Vietnamese fishing boat near the Parcel islands. Just two weeks later on April 16, China escalated a month’s long standoff with Malaysia by deploying the coast guard to a disputed oil shelf. China also stepped up its military activities targeting Taiwan—who’s coronavirus response was strong and effective—with as many as three incursions in a single week in June. These episodes were widely condemned by the international community, but greeted with nationalist revelry at home. The need to project strength and unity domestically explains the timing of China’s border dispute with India. In May, violent brawls broke out between Chinese and Indian soldiers near Sikkim. On June 15, the Indian government reported that twenty Indian soldiers were killed by Chinese soldiers in the Galwan River Valley, a disputed border region controlled by India but claimed by China. The CCP has made full use of the crisis to rally nationalism. China’s foreign ministry issued statements blaming India for the clashes and state-propaganda popularized the slogan “China is not afraid.” The Global Times, a propaganda outlet, cast the clashes as an Indian invasion, saying “India has illegally constructed defense facilities across the border into Chinese territory in the Galwan Valley region.” Importantly, Chinese state-owned news outlets were also running news about India’s poor coronavirus response at the time, in contrast to its own “successes.” The recent border clashes mirror China’s 2017 standoff with India at Doklam, a strategic point near Bhutan. During the conflict, Foreign Minister Wang Yi made statements that cast the conflict as an Indian attack upon China, and state media circulated images from the 1962 Sino-Indian War, to remind the China populace that Beijing had defeated Delhi before. The India clashes coincided with another threat to CCP legitimacy: a fight to remove pro-democracy advocates from the Hong Kong Legislative Council. China ended up harshly cracking down on the supposedly autonomous city as well. Understanding China’s weaknesses is essential for policymakers attempting to make sense of its aggression. This dynamic is not only a Xi Jinping phenomenon: China’s modern history shows that domestic crises are often followed by belligerence. A study that pre-dated Xi’s rule, with a dataset of over three thousand interactions between the United States and China, found that the CCP was twice as likely to initiate disputes when the Shanghai Stock Exchange (SSE) experienced a substantial drop. The SSE is a barometer of elite sentiment in China because the government pledges to protect elite investments and uses SSE listings to reward party insiders. Insight into the CCP’s domestic political objectives helps determine the magnitude of the conflict and appropriate response. The editor of the Global Times wrote that a belligerent foreign policy was “necessary to satisfy the Chinese people.” Policymakers can use history to deduce what levels of aggression are “necessary” for the CCP’s goals. In India, it is unlikely that clashes will escalate into invasion because the current skirmishes satisfy the CCP’s purpose of bolstering legitimacy. However, Taiwan may be in particular danger from China’s reactionary aggression. This is because the ways in which conflict with Taiwan would bolster the CCP’s legitimacy align more closely with more violent coercion—reunification is a core element of the CCP’s platform and Taiwan’s clear success fighting the coronavirus is a major blow to Beijing’s legitimacy. Because Taiwan’s “threat” to the CCP stems from its mere existence, it is particularly vulnerable to reactionary aggression. Xi is a self-proclaimed follower of Mao. So, the 1958 Taiwan Strait Crisis is a powerful example; Mao needed to generate support for the great leap forward and deflect criticism from poor economic growth. To stir the nation, Mao seized islands controlled by Taiwan and threatened an invasion of the country until restrained by American nuclear brinksmanship. Over the last three months, China has faced another crisis in the form of historic floods. The Yangtze river basin has been inundated, affecting sixty-three million Chinese and inflicting over twenty-five billion dollars in direct damages. Many Chinese have raised concerns that the government’s massive infrastructure projects have worsened the crisis by draining wetlands and promoting development in flood-prone areas. Poor transparency has stirred more backlash as the CCP has been accused of hiding the extent of damages and censoring criticism. One political commentator in Beijing even predicted that the “Chinese public will question Beijing from this year’s continuous natural and man-made disasters, and even question China’s governance model and its effectiveness.” Instead of hoping that the crisis created by the current floods will give China’s neighbors breathing space, the United States should brace itself for the possibility of renewed aggression. The CCP must prove its worthiness to the tens of millions of displaced people across China, making it prone to lashing out. Taiwan may be an appealing target; it has been spared from flooding and has been visible in assisting neighboring countries like Japan with post-flood reconstruction. Already, China has begun live-fire sea-crossing drills near Taiwan. Recognizing the nature of the problem is the first step to successfully confronting China’s threats. China’s aggression is enabled by its power but motivated by its fragility. The coronavirus crisis makes it clear that the CCP views external aggression as a key tool to shore up its domestic support and legitimacy. Instead of viewing China’s aggressions merely as a “natural” function of its supposedly inevitable ascendency, neighbors, policymakers should start examining China’s weaknesses for signs of looming threats. The United States and its allies can both better prepare for onslaughts of aggression and devise better deterrent policies.

# Case

#### Strikes fail and spark backlash – leads to fragmentation.

Grant and Wallace 91 [Don Sherman Grant; Ohio State University; Michael Wallace; Indiana University; “Why Do Strikes Turn Violent?” University of Chicago Press; March 1991; <https://www.jstor.org/stable/pdf/2781338.pdf?refreqid=excelsior%3Aca3144a9ae9e4ac65e285f2c67451ffb>]//SJWen

\*\*RM = Resource-Mobilization, or Strikes

3. Violent tactics.-Violent tactics are viewed by RM theorists exclu- sively as purposeful strategies by challengers for inciting social change with little recognition of how countermobilization strategies of elites also create violence. The role of elite counterstrategies has been virtually ig- nored in research on collective violence. Of course, history is replete with examples of elites' inflicting violence on challenging groups with the full sanction of the state. Typically, elite-sponsored violence occurs when the power resources and legal apparatus are so one-sidedly in the elites' favor that the outcome is never in doubt. In conflicts with weak insiders, elites may not act so openly unless weak insiders flaunt the law. Typically, elite strategies do not overtly promote violence but rather provoke violence by the other side in hopes of eliciting public condemnation or more vigorous state repression of challenger initiatives. This is a critical dynamic in struggles involving weak insiders such as unions. In these cases, worker violence, even when it appears justified, erodes public support for the workers' cause and damages the union's insider status.

4. Homogeneity and similarity.-Many RM theorists incorrectly as- sume that members of aggrieved groups are homogeneous in their inter- ests and share similar positions in the social structure. This (assumed) homogeneity of interests is rare for members of outsider groups and even more suspect for members of weak-insider groups. Indeed, groups are rarely uniform and often include relatively advantaged persons who have other, more peaceful channels in which to pursue their goals. Internal stratification processes mean that different persons have varying invest- ments in current structural arrangements, in addition to their collective interest in affecting social change. Again, these forces are especially prev- alent for weak insiders: even the group's lowest-status members are likely to have a marginal stake in the system; high-status members are likely to have a larger stake and, therefore, less commitment to dramatic change in the status quo.

Internal differences may lead to fragmentation of interests and lack of consensus about tactics, especially tactics suggesting violent confronta- tion. While group members share common grievances, individual mem- bers may be differentially aggrieved by the current state of affairs or differentially exposed to elite repression. White's (1989) research on the violent tactics of the Irish Republican Army shows that working-class members and student activists, when compared with middle-class partici- pants, are more vulnerable to state-sponsored repression, more likely to be available for protest activities, and reap more benefits from political violence. When we apply them to our study of strike violence, we find that differences in skill levels are known to coincide with major intraclass 1120 Strikes divisions in material interests (Form 1985) and are likely to coincide with the tendency for violent action. For instance, skilled-craft workers, who are more socially and politically conservative than unskilled workers, are less likely to view relations with employers as inherently antagonistic and are prone to separate themselves from unskilled workers, factors that should decrease their participation in violence.