

# DIGITAL PLATFORMS AND THE TRANSFORMATIONS IN THE DIVISION OF LABOUR IN HANDBOOK OF LABOR, HUMAN RESOURCES AND POPULATION ECONOMICS (FORTHCOMING)

*Please do not cite without permission*

Ivana Pais  
Università Cattolica del Sacro Cuore  
Faculty of Economics, Department of Sociology  
Milano, Italy  
[ivana.pais@unicatt.it](mailto:ivana.pais@unicatt.it)

## Abstract

This chapter analyses the labour transformations linked to the platform economy from a sociological perspective, applying one of the categories best established in the literature, namely the division of labour. The first section describes the main characteristics of digital platforms, with particular attention to lean digital work platforms. The three subsequent sections interpret the transformations linked to the spread of digital platforms, based on the concept of socio-economic formation of labour propounded by Miriam Glucksman and articulated in division of labour in the strict sense, total social organisation of labour, and instituted economic processes. The final section summarises the main tensions that emerges, between: job searching via open and inclusive platforms and forms of labour protection that create strongly polarised markets; different platform models, ranging from the most extractive types of market to collaborative economy models, which are also related to urban governance; forms of prosumerism linked to the activation and involvement of the consumer and the (self-)exploitation of free labour, and also in the new kind of value extraction from the data produced unconsciously by the platform users.

## Introduction

In the years following the economic and financial crisis, the spread of digital platforms for the exchange of goods and services was initially labelled the “sharing economy”, a definition that highlighted its potential in terms of developing idle resources, reducing waste and strengthening relationships between peers (Sundararajan 2016). Criticisms of the fragmentation of labour, lack of social protection, extractive dynamics and monopolistic tendencies of these platforms resulted in a reversal in perspective and the formulation of terms such as “gig economy” and “on-demand economy” (Huws 2014). More recently, the search for a more neutral definition has popularised the term “platform economy”, which encompasses a growing number of digitally enabled activities in business, politics and social interaction (Kenney and Zysman 2016).

These platforms are based on network effects, through which the platform increases in value the more people use it. In their position as intermediaries, platforms can control the rules of exchange, and have direct access to the data generated by the online interactions.

The most widely shared definition sees the platform as a digital infrastructure that enables interaction between two or more social groups for the exchange of goods and services (Snircek 2017). The conceptual overlap between platform and infrastructure represents the main weak point in this definition, because it nullifies the differences between the two concepts, and also its strong point, because it highlights the convergence, through the two complementary and simultaneous processes of the “platformisation” of infrastructures and the “infrastructuralisation” of platforms, because the platform

provides an infrastructure on which other platforms are built (Plantin et al. 2018). Studies of the infrastructure, originating in the fields of science and technology studies and information science, and dedicated primarily to historical analysis of large socio-technical systems (electric power grids, telephone networks, air traffic control, etc.), have identified key features of infrastructure, such as ubiquity, reliability, invisibility, gateways and breakdowns. Studies of the platforms have mostly been developed within the field of media studies, through the study of architectures characterised by programmability, the provision of connection, and data exchange with applications developed by others. Platforms may be distinguished from infrastructure primarily by the latter feature: “unlike system builders, platform builders do not seek to internalize their environments through vertical integration. Instead, their platforms are designed to be extended and elaborated from outside, by other actors, provided that those actors follow certain rules” (Plantin et al. 2018, p. 298). Kenney and Zysman (2016, p. 64) also emphasise this aspect: “the key aspect is that they provide a set of shared techniques, technologies, and interfaces to a broad set of users who can build what they want on a stable substrate [...] Indeed, platforms can grow on platforms”.

Based on this definition, Kenney and Zysman (2016) define the main types of platforms: platforms for platforms (e.g. Apple IOS and Google Android); platforms that make digital tools available online and support the creation of other platforms and marketplaces (for example, GitHub, Zenefits); platforms mediating work (e.g. LinkedIn, UpWork, Amazon Mechanical Turk); retail platforms (e.g. Amazon, eBay, Etsy); and service-providing platforms (e.g. Airbnb and Lyft).

Snircek (2017) reworks this distinction and identifies: advertising platforms (Google, Facebook) that extract information about users, analyse it and then use the results of this process to sell advertising space; cloud platforms (AWS, Salesforce) that own the hardware and software required by firms operating digitally, and make it available on demand (cloud computing); industrial platforms (GE's Predix, MindSphere from Siemens) that build the hardware and software required to transform traditional manufacturing companies into digital processes based on the Internet of Things (for these processes and the related support policies, Germany has coined the term “Industry 4.0”); product platforms (Rolls Royce, Spotify, Zipcar) used to transform goods into services (good-as-a-service model), for instance with the transition from car purchase to having access to the most appropriate means of transport as and when required; and finally lean platforms (Uber, Airbnb) that reduce the direct ownership of assets to a minimum, beginning with the labour force. Lean platforms can be divided into labour-based platforms, which directly broker professional performance and correspond to Kenney and Zysman's (2016) platforms mediating work, and capital-based platforms, which amalgamate retail platforms and service-providing platforms, divided instead into platforms for buying and selling goods, leasing space and cost sharing.

If analysis is confined to lean work platforms only, platforms are differentiated by other factors (De Groen and Maselli 2016): localisation of the service (online labour markets based entirely on remote exchanges and mobile labour market, where the task is remotely brokered, but provided in situ); skills required (high skilled or low skilled); the use of resources belonging to the worker or made available by the platform; the method of remuneration (monetary or non-monetary; with rates being defined by the platform, including the use of dynamic pricing algorithms, or by the users); functionality of the platform (limited to bringing together the supply and demand of labour, or global, when the platform also operates as a work provider); the method of assigning tasks (by the platform, whether manually or using algorithms, or by the client directly, including through a bidding process); assignment of an entire project (work on demand) or subdivision into microtasks (microwork or crowdwork).

This last point is what most directly stimulated our reflections on the division of labour. To analyse this topic, the concept of the division of labour advanced by Miriam Glucksmann, emeritus professor at the University of Essex, will be applied. Glucksmann takes the traditional definition of the Division of Labour (DL), intended as a technical division of tasks and skills and their allocation to different

categories of people, with the respective outcomes in constructing hierarchies of earnings, prestige and power, along with two further forms of differentiation and interdependence of labour: Total Social Organisation of Labour (TSOL), which analyses the connections and interdependencies of labour through various socio-economic models (market and non-market, formal and informal, paid and unpaid, etc.); Instituted Economic Processes of Labour (IEPL) through the analysis of the various phases of labour associated with economic processes: production, distribution, marketing, sales, etc. This approach also includes analysis of consumer labour, which is particularly relevant in a collaborative economy.

The combination of and interaction between these three dimensions (technical, modal and procedural) constitutes the socio-economic formation of labour (SEFL) as a whole. This analytical framework is then used to analyse the division of labour on digital platforms.

## Main Text

### 1. The division of labour

The first dimension – division of labour (DL) – follows classical tradition in analysing the technical division of tasks and labour activities within particular labour processes, organisations and sectors, and their allocation to different types of people, via a hierarchy. Adam Smith, in his famous analysis of pin making (1776), shows for the first time the efficiency of the division and combination of various operations into successive tasks. Subsequent socio-economic analysis highlights the consequences of the division of labour in terms of the transformation of models of social cohesion and solidarity (Durkheim 1893) and the emergence of new power hierarchies, from which arise the production and reproduction of social inequalities (Marx 1867).

The analysis of the division of labour returned to prominence during the latter half of the last century, as part of reflection on socio-economic transformation: the “dequalification of labour” thesis (Braverman 1974) applied to the organisation of labour in industrial capitalism; globalisation and the new international division of production between companies, with the creation of global value chains (Greco 2016); the analysis of discrimination within the so-called “peopled” division of labour (Glucksmann 2009) also in light of recent studies on intersectionality (McCall 2008) and on free labour (Gershuny 2003).

The perspective of the division of labour – with attention not only to its vertical (technical) dimensions, but also to the horizontal (spatial, and more generally, social) dimensions – is re-emerging strongly following the application of technological innovations to the organisation of labour. Digitalisation proceeds through reduction of the continuity of phenomena toward a discrete, binary logic. In organisations based on a digital platform, this entails the possibility of breaking down the productive process into micro-activities (*taskification*) and micro-transactions (*unbundling of tasks*). Platforms make it possible to transcend the traditional limitations on task specialisation: transaction costs and the limited dimensions of markets. Unlike in the past, the fragmentation of labour is not a consequence of automation, but a prerequisite for it (Casilli 2019): the reduction of human activities to the smallest unit of execution makes it possible, under certain conditions, to automate them. The standardization and fragmentation of complex processes into normalized and simplified tasks was started with outsourcing and now becomes a necessary condition for the operation of a platform ecosystem. At the moment, the automation performed by crowd of human users – the ‘ghost work’ - exceeds artificial intelligence (Gray and Sury 2019).

Available analyses clearly show that the new global labour chains mediated by platforms reflect local labour markets and, in some cases, strengthen rather than reduce the frictions linked to geographical dynamics (Kässi and Lehdonvirta 2018; ILO 2018; Graham et al. 2017; Gandini, Pais and Beraldo 2016).

This has obvious consequences in terms of social inclusion. Platforms are primarily channels for job matching. Compared with the consolidated opacity of the labour market, platforms display an open structure and few barriers to entry. This characteristic has increased expectations in terms of the potential for inclusion, especially for workers who encounter greater difficulties in the traditional labour market (Martin 2016), including those arising from a lack of cultural and social capital. For this reason, digital platforms are also seen as a potential for local economic development. The first researches available show that this is a double-edged sword: “some of the frictions that are identified serve to harm or discriminate against workers who are unable to navigate the complexities of a digital work marketplace” (Graham, Hjorth, Lehdonvirta 2017, p. 158). This question is linked to the issue of the qualification of digital work. Ursula Huws (2014) introduced the concept of the cybertariat to identify workers who possess the general skills to access platform working (e.g. digital literacy) but who lack the skills to complete complex tasks and are therefore easily replaced. On the other hand, the category of “digital nomads” identifies qualified professionals who can autonomously choose their own workplace (Müller 2016). Fabo et al. (2017) show the prevalence of qualified workers in online labour markets and of low-skilled workers in mobile labour markets.

Studies undertaken to date often face methodological constraints that make their estimates of the number of platform workers somewhat unreliable (on this point, see OECD 2019 for a review and Current Population Survey Staff 2018 for an accurate reconstruction of the difficulties encountered in introducing questions about electronically mediated work in the Contingent and Alternative Employment Arrangements survey by the United States Bureau of Labor Statistics). This notwithstanding, all surveys seem to return a homogenous profile of the platform worker from a socio-demographic viewpoint: young, evenly distributed by gender, with a high average level of education, particularly among those who work exclusively online. From the COLLEEM survey (Pesole 2018) relating to European countries, for example, it emerges that among platform workers aged over 25, the percentage of people with a high level of education (ISCED level 5 and above) is 50% higher compared with the Eurostat average (calculated across 14 countries) of 35.3%. Juliet Schor (2017) highlights the risk of exacerbating differences, through the “inequality-enhancement” effect. Her qualitative research based on interview with US providers on for-profit platforms present evidence for increased income inequality among the bottom 80% of the distribution: it shows a “crowding-out” effect in cases where highly educated people, many of them having well-paying full-time jobs, are using platforms to do menial jobs that were traditionally the preserve of less-educated people.

The results relating to social capital are more ambiguous. It is worth mentioning a study by Parigi et al. (2013) concerning Couchsurfing.com, which in recording the creation of interpersonal connections between users, links these forms of reciprocity to the expansive phase of the platform and points out that these connections tend to weaken once the point of stability is reached. Social capital may therefore not be a product of the platform as organisational model, but a result of the movement that sustained its growth, which is lost with the related processes of institutionalisation. This position is reaffirmed by Schor and colleagues (2016), who point out a loss of social capital in more mature platforms, at the time when they are strengthening their own commercial positioning. This would also explain the studies carried out on platforms that are more strictly marketplaces, such as the study of Zipcar by Bardhi and Eckhart (2012), which highlighted the absence of a sense of belonging, mutual support and cultural identification among its users.

One of the most relevant studies in this area (Andreotti et al. 2018) instead shows the propensity of platform users to interact repeatedly with other users, just as with off-platform interactions, even on well-established commercial platforms (Uber, Airbnb and BlaBlaCar). This is a central topic, because it allows a shift of attention from social capital on entry to that on exit: besides asking if the platform contributes to social capital, it is important to understand whether workers can then transfer any acquired capital outside

the platform. Clearly, this goes against the interests of the platforms, which use lock-in mechanisms to retain their users.

Another pivotal question with regard to social inclusion concerns “reciprocity traps”: the tendency to homophily in relationship dynamics, once incorporated into market mechanisms can generate forms of discrimination, as demonstrated for example by studies on Airbnb (Edelman, Luca and Svirsky 2017). This also depends on the limits of the reputation-building mechanisms, which facilitate trust between strangers. Digital platforms facilitate mutual admiration mechanisms (Origgi and Pais 2018) in which the evaluator is also being evaluated, and evaluations are public and not anonymous. This creates ratings inflation that renders the reputation systems rather unreliable, while being highly discriminating in terms of performance. Moreover, this peer-to-peer evaluation has consequences in terms of emotional labour (Hochschild 1983) embedded into these platforms: digital workers “perform emotional labour in exchange for ratings instead of tips” (Rosenblat and Stark 2016, p. 3775).

Lastly, labour fragmentation also carries risks in terms of social protection. Micro-tasking workers may struggle not only to earn a satisfactory income, but also to have their work recognised so they can access key forms of social protection. This is an especially pertinent question for those who combine work activities in various fields: so-called “slash workers” – people who indicate multiple roles (separated by the “/” symbol) in their professional profile – who, as a direct result of their multiple career paths, struggle to assert their rights to social protection and the representation of their interests. These multi-activity paths often move between online and offline, but they can also involve digital workers who perform different activities using a variety of digital platforms. A report on micro-work in France (Casilli et al. 2019) shows that only 18.5% users micro-work exclusively on one platform, while most of them are at least on two other platforms, websites or applications. The Debenedetti Foundation report in Italy shows that 60% of platform workers carry out these activities as a second job and over 25% work with more than one platform (Inps 2018). The main survey on platform working conditions (European Parliament 2017) indicate a polarisation between a few highly regarded qualified workers able to obtain plenty of work with good remuneration, and a large number of workers who find less work than they hoped for, for which reason they operate on many platforms simultaneously and accept rates below minimum wage. Social protection is therefore low and inversely proportional to dependence on platform working.

## 2. Total social organisation of labour

This second dimension analyses labour through various socio-economic domains. Recent years have brought an increasingly evident emergence of multinational platforms, originating primarily in Silicon Valley and financed by venture capital, that tend toward extractive models, based on a monopoly in their sector and the resulting exploitation of labour; their main objective is economic sustainability and their valuation is based on forms of financial valuation (the performance of their shares on the stock markets). The risk of these practices is that they may attribute a “sharing label” or “sharing rhetoric” to organisations and companies doing “business as usual” (Arcidiacono et al. 2018; Arvidsson 2018). On the other hand, there are small-scale grassroots initiatives with a stronger social, environmental and ethical grounding, but which often have problems with economic sustainability. Belk (2014) defines the former as pseudo-sharing, as opposed to true sharing platforms based on forms of collaborative consumption that create collective identities and cooperative relationships.

To avoid any ideological or moralistic analysis, it may be useful to link these differences between platform models to the forms of integration between economy and society identified by Karl Polanyi (Pais and Provasi 2015):

- Market platforms: the market regulates the prices of goods or services by matching demand and supply through an efficient allocation of resources. The motives that drive the actors are purely

extrinsic and instrumental to maximization of their economic utility and their personal identity is irrelevant to the purposes of the transaction. The trust is based on systemic confidence and contracts are complete. The Uber platform operates largely in this domain.

- Redistribution platforms: resources are allocated by a top level and the subordinates are bound by an obligation of obedience. Redistributive processes are inspired by agreed criteria of justice. The goods and resources assume the nature of public goods. The goods redistributed are unconcerned with the personal identity of the recipient, in order to respect the impartiality of public action). The MuniRent platform for equipment sharing between public agencies may be considered part of this domain.
- Reciprocity platforms: the person who starts the cycle of this reciprocity does so gratuitously and unconditionally, accepting the risk of not being repaid (brave reciprocity). This is an asynchronous and non-equivalent exchange such to generate a «mutual positive debt» mediated by personal gratitude. The motives that drive brave reciprocity may not be entirely instrumental; the intention may also be to safeguard a strong intrinsic component which consists in willingness to bet on the initial cooperation. It is a form of elective reciprocity that presupposes a direct relationship between individuals who know each other and accept each other. It generates a specific (inter)personal trust that involves the identities of the partners in the relation. Donation-based crowdfunding platforms operating at community level, such as DonorsChoose for example, are included in this domain.

Beside the platforms that can be directly linked to the traditional Polanyian domains, it is interesting to note the emergence of hybrid forms, especially in terms of the expansion of reciprocity toward the market or toward redistribution, from which two further platform models emerge (Pais and Provasi 2015):

- Collaboration platforms: they are based on hybrid forms between reciprocity and markets. The reciprocity cycle becomes «short» and the instrumental motives prevails over intrinsic ones. The reciprocity is cautious. Knowledge, even if superficial, and a certain degree of trust in the partner, based on reputation, are necessary. One example is BlaBlaCar, which displays traits that cannot be linked directly to the market domain nor to that of reciprocity: for example, payment is involved, but as a sharing of expenses rather than paying for a service at market rates. Additionally, users are strangers, so it does not fall within the domain of reciprocity, yet neither is there pure anonymity as in the market dynamic, due to the information left by users who have already interacted via the platform.
- Common-pool platforms: they are based on hybrid forms between reciprocity and redistribution. It consists of reciprocal bond between persons who share a strong sense of belonging to a community from which derive obligations on all members of the community. An example is civic crowdfunding: the municipality finances projects that are supported by the local community, in a hybrid form between public investment (redistribution) and grassroots activation (typical of reciprocal mechanisms).

Most of the platforms described in the literature as “collaborative” fall within this hybrid form precisely because they display specific distinctive traits that can be linked to the expansion of the domain of reciprocity (and to the idealism that led to the identification of the first sharing economy platforms). The Dimmons research group at the Open University of Catalonia elaborated a framework for assessing the pro-democratic qualities of collaborative economy initiatives, articulated around three main dimensions (Fuster Morell and Espelt 2018; Fuster Morell 2018):

1. Governance and economic model: the decision-making model of the organization, and mechanisms and political rules of participation in the digital platform; the financing model, the business models, mechanisms of economic transparency, distribution of value generated, and equity payment and labour rights.
2. Knowledge policy and technological policy: type of property, as established by the license used for the content and knowledge generated, type of data, the ability to download data, and the promotion of

the transparency of algorithms, programs, and data; privacy awareness, the protection of property including personal data, and preventing abuse and the collection or sharing of data without consent; guaranteeing the portability of data and reputation; the mode of property and freedom associated with type of software used and its license and the model of technology architecture.

3. Social responsibility and impact: any source of awareness and responsibility regarding the externalities and negative impacts, such as social exclusion and social inequalities, compliance with health and safety standards that protect the public, the environmental impact, and the impact in the policy arena.

Attention to the democratic qualities of digital platforms led to the birth of a movement of intellectuals and activists that sustains platforms cooperativism, worker-owned cooperatives based on open-source technologies that respect ethical working conditions and redistribute their value among the users who produced it (Scholz and Schneider 2017). Scholz (2016) divided this idea into ten principles: collective ownership; decent pay and income security; transparency and data portability; appreciation and acknowledgement; co-determined work; a protective legal framework; portable worker protections and benefits; protection against arbitrary behaviour; rejection of excessive workplace surveillance; the right to log off.

This formula connects the new collaborative platforms with the cooperative tradition, based on a community vision of the means and purposes of production. The idea that guides this proposition is that if platforms were controlled by their users – organized in the form of a cooperative – most of the governance and social responsibility issues would be solved; the shared ownership of the platform would allow for a fairer distribution of the value produced to the people who actually created it; and it would also be an opportunity for strengthening solidarity and social ties among workers, fighting the tendency towards new forms of alienated on-demand employment (Scholz 2016).

The hybridisation of platform and cooperative economy may assume two forms: that which has attracted the most attention proposes a transition from extractive to inclusive platforms (Acemoglu and Robinson 2012), through cooperative-style governance. This transition may occur through the shared acquisition of a platform (as in the attempt to acquire Twitter) or with the creation of new cooperative platforms (as in the case of Stocksy). In his foundational article, Scholz (2014) stated “the algorithmic heart of any of these citadels of anti-unionism could be cloned and brought back to life under a different ownership model, with fair working conditions, as a humane alternative to the free market model”. The opposite path, as yet little explored either in practice or in the literature, postulates the platform economy as a form of digital transformation of traditional cooperatives. The common thread between these two approaches is that the platform economy may benefit from contamination by the cooperative world in terms of stronger democratic qualities and reduced inequality, while at the same time, cooperativism can benefit from new models of value creation by opening up mutualism on a larger scale.

Despite the attention it has received in public and academic debate, the spread of platform models in the cooperative economy has been slowed by numerous obstacles: the difficulty of established cooperatives to develop and incorporate this type of innovation; the lack of appropriate financial instruments to attract equity capital and long-term investments, which slows down innovation and creates a disadvantage compared to capitalistic competitors; the tendency of recently created cooperatives to remain local, small in size, and insufficiently interconnected even if echnology would allow them to work on a larger scale; the difficulty to “copy” ideas and models from the collaborative economy platforms without making the mistake of exactly replicating what they are doing (Como et al. 2016).

If Platform Capitalism reproduces the same limits and risks of the “neoliberal experiment” (Bowman et al., 2014), at the national and global level, platform cooperativism brings back to the core of the debate the potentialities of projects and initiatives developed more in the local and sub-national areas, as a laboratory of an innovative model of governance.

The criteria for identifying democratic collaborative platforms are also the basis of the Common Declaration of Principles and Commitments for Sharing Cities, signed by 42 cities on 15 November 2018, based on 10 principles, summarised as follows: platform models differentiation; new work agreements

and adapted fiscality; fair, legally compliant and timely compensation and fair working conditions and access to benefits and rights for workers; fair and equal access to work for people of all incomes, genders and backgrounds; health, safety and security standards; environmental sustainable practices; data sovereignty and citizens' digital right, including algorithmic accountability and the portability of users' data, digital identity and reputations; city sovereignty; economic promotion of local collaborative economic ecosystems; general interest.

This initiative confirms urban policies to be a privileged level of intervention for the governance of platforms (McLaren and Agyeman 2015). This may be consistent with the operating logic of the platforms, facilitated by the population density of urban areas, but also leaves unaddressed problems that can be confronted only at national or supranational level. Furthermore, it poses questions about the perspectives and specifics of non-urban areas, especially inland areas, where nascent "bottom-up" initiatives have thus far elicited little response in local policies. Lastly, it requires attention in the transition toward implementation, which represents the Achilles' Heel of collaborative economy policies (Pais et al. 2019).

### 3. Instituted economic processes

Lastly, analysing the division of labour as instituted economic processes, in the collaborative economy, there is an evident collapse of boundaries between the various phases of the production process. In the case of crowdfunding for example, the traditional order is overturned: purchase occurs before production, often through processes of co-design and co-creation.

The question of "consumer labour" (Glucksmann 2016) - defined as the labour performed by the consumer necessary for the purchase, the use and reuse of consumer goods that contributes to the completion of an economic process - therefore becomes central in processes where it is increasingly difficult to distinguish between production and consumption.

This poses some crucial questions about the boundaries between labour and non-labour, between formal and informal labour, and between production and consumption.

The perspective adopted by Glucksmann (2016) defines labour as all paid labour in a formal context and unpaid activities of social reproduction. This is a key topic for the collaborative economy, from the moment a significant number of platforms are operating through non-monetary systems, including those using barter or points systems, and also asset-sharing platforms where the saving or sharing of costs are the main components in the intermediation of the product or service. To this is added the ambiguity of platforms that allow visibility and potentially the emergence of transactions traditionally conveyed through undeclared work and, at the same time, they escape the fiscal regulation of the countries in which they operate.

Since the early 2000s, an interpretative contrast has emerged between those speaking of free labour (Terranova 2000), interpreting the gap between value extracted by the platform and missing return for the users in terms of exploitation and self-exploitation, and those who believe an activity can only be considered labour when considered as such by whoever performs it; the literature on prosumers (Dusi 2018) and amateur professionalism (Flichy 2014) refers to this approach. The concept of *prosumer* namely producer and consumer at the same time, first identified by Toffler in the early 1980s, finds a broadened and renewed agency and popularity in digital environments (Dusi 2018). Ritzers reworked version of the concept of prosumption (2014) taking a further step: while Toffler argued that prosumption is a third sector, further than production, Ritzer argues that individuals are always prosumers, namely they always are in the prosumption sector. This concept enables to consider every kind of usage of the Internet as relevant for productive paradigms. This approach is also linked to communication studies and the political economy of media, highlighting the productivist role of audience. The notion of audience labour has been recently revised by Fisher (2012), showing a dialectical link between exploitation and alienation in social network sites: in order to be de-alienated, social network users must communicate and socialize,



thus exacerbation their exploitation; and vice-versa, in order for social network sites to exploit the work of its users, it must contribute to their de-alienation. These dynamics seem to be outdated by the shift from users of digital media to actual paid workers in digital labour platforms but they are still relevant in terms of unremunerated or underpaid activities.

The collaborative economy has emphasised this profile, but has lingered on the most superficial reading, that of the possibility for the user to be producer and consumer at the same time and on the same platform. The empirical research has shown that in reality, the person fulfilling a role tends always to remain in that same role (Andreotti et al. 2018).

Moreover, users of the platforms display little awareness of a central issue: the production of data. On one hand, platform users dedicate a great deal of time to the work of “maintaining” their profile (content creation, user ratings, etc.) – an unpaid working time that Uber drivers call “dead miles” (Rosenblat 2018). This labour, which is not directly remunerated, is however fundamental for the users to maintain their positioning within the platform’s marketplace. Andreotti et al. (2018) showed that those who invest more time in these activities receive a return in terms of accumulating social capital, which on platforms translates into exchanges that increase their economic capital. On the other hand, the data produced by users through their behaviour on the platform is sold, primarily for advertising purposes, which makes the users of those platforms “data workers”. Andrejevic (2011) distinguishes between two type of information that are subject to exploitation on social media: intentional information, that pertains to data extracted from intentional actions of users, and unintentional information that pertains to data that users produce unintentionally while doing something else. As stated by Fisher (2012), this distinction is hard to make because most data that users produce on digital platforms has a dual character: while being intentional, they also produce unintentional information. On the other hand, even before their sale, the same analysis of data produced by workers raises questions in terms of managerial control and surveillance (Zuboff 2019), mainly through peer-to-peer control using feedbacks, reviews and rating systems as instruments for the enactment of techno-normative forms of control (Gandini 2019).

This lack of awareness in relation to their own working status is directly linked to the question of building an individual and collective professional identity, corresponding to a weak capacity for the representation of their interests. This is a problem that affects all non-standard labour, but there are a number of features specific to platform working (Johnston and Land-Kazlauskas 2018; Kilhoffer et al. 2017). The first is linked to the trilateral nature of the platforms: workers’ disputes are often addressed to clients rather than to the platform. On some platforms, workers are inherently encouraged to compete rather than collaborate (Graham, Woodcock 2018). Another point concerns the possibility for platform workers to meet. It is interesting to note that the main field in which workers have organised protests and strikes is that of home food deliveries, characterised by working conditions common to all workers and venues that allow the delivery agents to meet in person. Moreover, the chat organized by the platform to communicate with the riders was used by workers to build an autonomous digital space for discussing working conditions (Tassinari, Maccarone 2017; Woodcock 2016). Finally, the platforms exacerbate the issue of information asymmetries between workers and employers: even where there are unions, they “cannot collectively bargain with an algorithm, they can’t appeal to a platform, and they can’t negotiate with an equation” (Gearhart 2017, p. 13). For these reasons, new forms of mutualism – as platform cooperativism - are often proposed as an alternative to the failure of trade unionism.

## Summary

The concept of socio-economic formation of labour propounded by Glucksmann enables us to analyse platform working in all its complexity and highlights the main tensions that run through it:

- Division of labour: digital platforms are – at the same time – market intermediary and employer (or ‘shadow employer’, Friedman 2014). As market intermediary they re-mediate the social relations that determine the matching between labour demand and offer and could encourage new

forms of labour inclusion, but at the moment the research shows the reproduction of traditional forms of inequality between skilled and unskilled workers and between advanced countries and emerging or marginal ones, that create strongly polarised labour markets. As employer, the platform is responsible for the organization of labour: “the platform represents the place whereby the social processes of production are put under logics of managerialization and work organization within a single, clearly delimited environment (Gandini 2019, p. 1045). The characterizing element of this work organization is the taskification process, that determines the fragmentation of work paths, with consequences both in terms of the construction of individual and collective professional identity, and in terms of social protection.

- Total social organisation of labour: despite the presence of common features, it is increasingly difficult to bring the platforms back to a single model. For this reason, the researches showing the processes of differentiation in progress both between the business models of the platforms and in terms of territorial embeddedness of the relative markets are particularly useful. The increasing polarization between the most extractive types of platforms and the collaborative models, has favoured the emergence of the platform cooperativism movement and the proposals for urban governance linked to the Sharing Cities programme.
- Instituted economic processes: the platforms re-propose in new terms the debate between forms of prosumerism linked to the activation and involvement of the consumer and the (self-)exploitation of free labour. This applies both to activities carried out intentionally by workers on the platforms and to those carried out unintentionally, with particular attention to data analysis and the consequent processes both in term of managerial control related and value extraction.

The mapping exercises based on the identification of these interpretative polarities are returning socio-economic contexts vastly different from each other. This variety depends on the characteristics of the platforms active in a territory, with a significant difference between platforms “native” to a given area, which therefore incorporate its culture, and platforms “active” in an area other than where they originated; on their characteristics in terms of the users’ human, social and cultural capital; on the local collective competition goods available; and on the types of regulation implemented locally. Socio-economic analysis has to date allowed us to progress from a single platform economy model to the identification of a variety of types; the next transition is therefore the comparison between the various local socio-economic systems, with the aim of identifying the most appropriate policy instruments for governing local and global platform economies.

## Cross-References

[List with titles of other chapters in this Handbook that deal with a related topic ...]

→ Quantity and quality of work in the sharing economy

## References

- Andreotti A, Anselmi G, Hoffmann C (2018) Are weak relations working? Sharing platforms and social capital. *Sociologia del lavoro* 152:87-103
- Arcidiacono D, Loconto A, Maestripieri L, Podda A (2018) Introducing the wave of the prosumers in the age of labour market shattering. *Sociologia del lavoro* 152:7-22
- Arvidsson A (2018) Value and virtue in the sharing economy. *The Sociological Review Monographs* 66(2):289-301
- Bardhi F, Eckhardt GM (2012) Access-based consumption: The case of car sharing. *Journal of consumer research* 39(4):881-898
- Belk R (2014) You are what you can access: Sharing and collaborative consumption online. *Journal of business research* 67(8):1595-1600

- Bowman A, Ertürk I, Froud J et al. (2014) *The End of the Experiment? From Competition to the Foundational Economy*. Manchester: Manchester University Press.
- Casilli A (2019) *En attendant les robots. Enquête sur le travail du clic*. Editions du Seuil, Paris
- Casilli A, Tubaro P, Le Ludec C, Coville M, Besenval M, Mouhtare T, Wahal E (2019) *Le Micro-travail en France. Derrière l'automatisation de nouvelles précarités au travail?. Rapport Final Projet DiPLab «Digital Platform Labor», <<http://diplab.eu>>*.
- Current Population Survey Staff (2018) *Electronically mediated work: new questions in the Contingent Worker Supplement*. *Monthly Labor Review* 1-32
- De Groen W, Maselli I. (2016) *The Impact of the Collaborative Economy on the Labour Market*. CEPS special report, 138 [http://aei.pitt.edu/76467/1/SR138CollaborativeEconomy\\_0.pdf](http://aei.pitt.edu/76467/1/SR138CollaborativeEconomy_0.pdf). Accessed 29 March 2019
- Dusi D. (2018) *Beyond prosumer capitalism: Retaining the original understanding of prosumption*. *Current Sociology* 66(5):663-681
- Como E, Mathis A, Tognetti M., Rapisardi A. (2016) *Cooperative Platforms in a European Landscape: an Exploratory Study*. [https://coopseurope.coop/sites/default/files/Paper\\_Cooperatives%20Collab%20Economy\\_\\_0.pdf](https://coopseurope.coop/sites/default/files/Paper_Cooperatives%20Collab%20Economy__0.pdf). Accessed 29 March 2019
- Edelman B, Luca M., Svirsky D. (2017) *Racial Discrimination in the Sharing Economy: Evidence from a Field Experiment*. *American Economic Journal: Applied Economics* 9 (2):1-22.
- European Parliament (2017) *The Social Protection of Workers in the Platform Economy, Study for the EMPL Committee*. [http://www.europarl.europa.eu/RegData/etudes/STUD/2017/614184/IPOL\\_STU\(2017\)614184\\_EN.pdf](http://www.europarl.europa.eu/RegData/etudes/STUD/2017/614184/IPOL_STU(2017)614184_EN.pdf) .Accessed 29 March 2019
- Fabo B, Beblavý M, Kilhoffer Z, Lenaerts K. (2017) *Overview of European Platforms: Scope and Business Models*, Publications Office of the European Union, Luxembourg
- Fisher E (2012) *How Less Alienation Creates More Exploitation? Audience Labour on Social Network Sites*. *tripleC: Communication, Capitalism & Critique*. *Open Access Journal for a Global Sustainable Information Society*. 10(2):171-83.
- Fitzgerald KJ (2016) *Thinking Globally, Acting Locally: Locavorism and Humanist Sociology*. *Humanity & Society* 40(1):3-21
- Flichy P (2014) *Le Sacre de l'amateur. Sociologie des passions ordinaires à l'ère numérique*, Le Seuil, Paris
- Fuster Morell M (2018) *Sharing Cities. A worldwide cities overview on platform economy policies with a focus on Barcelona*. [http://www.share.barcelona/wp-content/uploads/2018/11/SharingCities\\_book.pdf](http://www.share.barcelona/wp-content/uploads/2018/11/SharingCities_book.pdf). Accessed 29 March 2019
- Fuster Morell M, Espelt R (2018) *A Framework for Assessing Democratic Qualities in Collaborative Economy Platforms: Analysis of 10 Cases in Barcelona*. *Urban Science* 2(3):61
- Gandini A, Pais I, Beraldo D. (2016) *Reputation and Trust on Online Labour Markets: The Reputation Economy of Elance*. *Work Organisation, Labour and Globalisation* 10 (1):27-43
- Gandini A (2019) *Labour process theory and the gig economy*. *Human Relations*. 72(6):1039-56.
- Gearhart D (2017) *Giving Uber Drivers a Voice in the Gig Economy*, in Graham M, Shaw J. (eds.) *Towards a Fairer Gig Economy*, Meatspace Press, 13-15
- Gershuny J (2003) *Changing times: Work and leisure in postindustrial society*. Oxford University Press on Demand
- Glucksmann M (2005) *Shifting boundaries and interconnections: extending the 'total social organisation of labour'*. *The Sociological Review* 53:19-36
- Glucksmann M (2016) *Completing and complementing: The work of consumers in the division of labour*. *Sociology* 50(5):878-895
- Glucksmann MA (2009) *Formations, connections and divisions of labour*. *Sociology* 43(5):878-895

- Graham M, Hjorth I, Lehdonvirta V (2017) Digital labour and development: impacts of global digital labour platforms and the gig economy on worker livelihoods. *Transfer: European Review of Labour and Research* 23(2):135-162
- Graham M, Woodcock J. (2018) Towards a fairer platform economy: introducing the Fairwork Foundation. *Alternate Routes*, 29: 242–53.
- Gray ML, Suri S (2019) *Ghost Work: How to Stop Silicon Valley from Building a New Global Underclass*. Eamon Dolan Books
- Hochschild AR (1983) *The managed heart*. Berkeley.
- Huws U (2014) *Labor in the Global Digital Economy: The Cybertariat Comes of Age*. NYU Press, New York
- ILO (2019) Digital labour platforms and the future of work: Towards decent work in the online world, [https://www.ilo.org/global/publications/books/WCMS\\_645337/lang--en/index.htm](https://www.ilo.org/global/publications/books/WCMS_645337/lang--en/index.htm). Accessed 29 March 2019
- Inps (2018) XVII rapporto annuale, Roma, Inps, <https://www.inps.it/nuovoportaleinps/default.aspx?itemdir=51978>. Accessed 29 March 2019
- Johnston H, Land-Kazlauskas C (2018) Organizing On-Demand Representation, Voice, and Collective Bargaining in the Gig Economy. International Labour Organization, Geneva
- Kässi O, Lehdonvirta V (2018) Online Labour Index: Measuring the Online Gig Economy for Policy and Research. *Technological Forecasting and Social Change* 137:241-248
- Kenney M, Zysman J (2016). The rise of the platform economy. *Issues in Science and Technology* 32(3):61
- Kilhoffer Z, Lenaerts K, Beblavý M, (2017) The Platform Economy and Industrial Labour Organization, CEPS Report, 12, [http://aei.pitt.edu/88525/1/RR2017-12\\_PlatformEconomyAndIR\\_formatted.pdf](http://aei.pitt.edu/88525/1/RR2017-12_PlatformEconomyAndIR_formatted.pdf). Accessed 29 March 2019
- Mair VH (2009) Danger+ opportunity ≠ crisis. How a misunderstanding about Chinese characters has led many astray, <http://pinyin.info/chinese/crisis.html>. Accessed 29 March 2019
- Martin CJ (2016) The Sharing Economy: A Pathway to Sustainability or a Nightmarish Form of Neoliberal Capitalism? *Ecological Economics* 121:149-159
- Marx K (1867) *Das Kapital. Kritik der politischen Oekonomie*. Verlag von Otto Meisner, Hamburg
- McCall L (2008) The complexity of intersectionality. *Signs* 30 (3):1771-1800.
- McLaren D, Agyeman J (2015) *Sharing cities: a case for truly smart and sustainable cities*. MIT Press, Boston
- Müller A (2016) The Digital Nomad: Buzzword or Research Category? *Transnational Social Review* 6 (3):344-348
- OECD (2019) Measuring platform mediated workers. OECD Digital Economy Papers, No. 282, OECD Publishing, Paris, <https://doi.org/10.1787/170a14d9-en>. Accessed 29 March 2019
- Origgi G, Pais I (2018) Digital Reputation in the Mutual Admiration Society. *Studi di Sociologia* 2:175-194
- Pais I, Provasi G (2015) Sharing economy: A step towards the re-embeddedness of the economy? *Stato e mercato* 35(3):347-378
- Parigi P, Dakhilallah D, Corten R, Cook K. (2013) A community of strangers: The dis-embedding of social ties. *PloS one*, 8(7), <https://journals.plos.org/plosone/article?id=10.1371/journal.pone.0067388>. Accessed 29 March 2019
- Pesole A, Brancati MC, Macias EF, Biagi F, Vazquez IG (2018) Platform Workers in Europe: Evidence from the COLLEEM survey, Publications Office of the European Union, Luxembourg
- Plantin JC, Lagoze C, Edwards PN, Sandvig C. (2018) Infrastructure studies meet platform studies in the age of Google and Facebook. *New Media & Society* 20(1): 293-310.
- Ritzer G (2014) Prosumption: Evolution, revolution, or eternal return of the same? *Journal of Consumer Culture* 14(1):3-24.
- Robinson J, Acemoglu R. (2012) *Why nations fail*. Crown Publishing Group, New York

- Rosenblat A, Stark L (2016) Algorithmic labor and information asymmetries: A case study of Uber's drivers. *International Journal Of Communication*, 10, 27.
- Scholz T (2014) Platform Cooperativism vs. the Sharing Economy, <https://medium.com/@trebors/platform-cooperativism-vs-the-sharing-economy-2ea737f1b5ad>. Accessed 29 March 2019
- Scholz T (2016) Platform cooperativism. Challenging the corporate sharing economy. Rosa Luxemburg Foundation, New York
- Scholz T., Schneider N. (2017) *Ours to Hack and to Own: The Rise of Platform Cooperativism, a New Vision for the Future of Work and a Fairer Internet*. OR books, New York
- Schor JB (2017) Does the Sharing Economy Increase Inequality Within the Eighty Percent? Findings from a Qualitative Study of Platform Providers. *Cambridge Journal of Regions, Economy and Society* 10 (2): 263-279
- Schor JB, Fitzmaurice C, Carfagna LB, Attwood-Charles W, Poteat ED (2016) Paradoxes of openness and distinction in the sharing economy. *Poetics* 54:66-81
- Sigala M (2018) Market formation in the sharing economy: Findings and implications from the sub-economies of Airbnb. In Barile S, Pellicano M, Polese F (eds) *Social dynamics in a systems perspective*. Springer, Cham, p 159-174
- Srnicek N (2017) *Platform Capitalism*, John Wiley & Sons, Hoboken
- Sundararajan A (2016) *The sharing economy: The end of employment and the rise of crowd-based capitalism*. Mit Press, Boston
- Maccarone V, Tassinari A (2017) The mobilisation of gig economy couriers in Italy. *Transfer*. 23:353-7
- Terranova T (2000) Free labor: Producing culture for the digital economy. *Social text*, 18(2):33-58
- Woodcock J (2016) Deliveroo and UberEATS: Organising in the Gig Economy in the UK. *Conessioni precarie*. <https://www.conessioniprecarie.org/2016/11/11/deliveroo-and-ubereats-organising-in-the-gig-economy-in-the-uk/>. Accessed 29 March 2019
- Zuboff S. (2019) *The age of surveillance capitalism: the fight for the future at the new frontier of power*. Profile Books