## Understanding Individual Contracts of Employment

An exploratory study of how 25 workplace agreements compare with relevant award entitlements

### for the TRADES AND LABOR COUNCIL OF WESTERN AUSTRALIA

BY
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#### Introduction

In January 1996 the Australian Centre for Industrial Relations Research and Teaching (ACIRRT) at the University of Sydney was commissioned to study how individual contracts for former award employees in Western Australian compared with award entitlements. The project was funded by the Trades and Labor Council of Western Australia.

Research of this nature is difficult to undertake. As one recent researcher of the subject has noted, there is 'relatively little empirical information on individual contracts.' This analysis drawing on data collected from 25 agreements is a contribution to rectifying this problem. The fact that agreements struck under the West Australian legislation are not available for public scrutiny, unlike most other Australian jurisdictions, has limited the size of the sample in the analysis. Because of this, the study is best regarded as exploratory. It is not possible to conclude how representative the agreements studied are of the population of current workplace agreements.

#### Background and data limitations

This analysis is based on a comparison of how 25 individual contracts, known as workplace agreements, compare with the awards that previously covered the employees now working pursuant to these contacts. The contracts come from four industries (Retail, Hospitality, Construction and Cleaning) covered by the following awards:

- The Shop and Warehouse (Wholesale and Retail Establishments) Award of 1976,
- Restaurant, Tearoom and Catering Workers' Award, 1979,
- Building Trades (Construction) Award 1987, and

Jonathan Hamberger, Individual Contracts: Beyond Enterprise Bargaining?, Australian Centre for Industrial Relations Research and Teaching Working Paper No 39, December 1995 p 46

#### Contract Cleaners Award, 1986.

A number of workplace agreements from other industries were also examined, but the number available was too small to permit a useful comparison with the appropriate awards. Even in those industries where analysis has been conducted, the number of agreements surveyed cautions us against drawing any final judgements on the impact of the agreements. Rather, the study should be seen as identifying prima facie trends and outlining areas where award entitlements may, in the future, be likely to change.

The study reports on how provisions in individual contracts differ from award standards. It is important to note that the analysis does not simply compare wage rates. While base rates of pay have been examined, equal attention has been devoted to supplementary and incidental payments. There are a number of reasons for this approach. Some agreements seem, on a superficial analysis, to offer levels of remuneration surpassing those in the award. An example from one agreement falling into the Shop and Warehouse Award area (see Table 1) sets a base rate of \$10.97 per hour for most permanent staff. This represents an increases of 4% on the Monday to Friday, 7.00 am to 6.00 pm, award rate (which is \$10.55). However, if any shift work outside these hours was worked, the award rate becomes higher as there is no provision for the payment of any allowance or shift penalty in this agreement. Weekend work is also treated as any other work day. The only loading mentioned for full-time workers in this agreement is a flat 15% overtime payment. As will be shown, analogous results can be found in all of the industries covered by the study. While a small rise is detectable in some agreements, in nearly all, penalty rates, loadings, and allowances have been diminished and there is a discernible inclination towards lengthening working hours and treating public holidays and Saturday and Sunday as normal work days. Attention to these sorts of payments is particularly important in the industries examined. In the building, cleaning, retail and restaurant either allowances or penalty rates have been a significant component of total remuneration due to the patterns of hours worked.

#### Methodology

All agreements were examined by experienced industrial relations researchers in terms of the entitlements they offered in the area of:

- Hours of Work & Minimum Engagement,
- Wage Rates & Casual Loadings,
- · Shiftwork & Shift Loadings,
- Overtime & Saturday and Sunday work,
- · Allowances paid,
- · Sick Leave,
- Annual Leave & Leave Loading,
- Bereavement Leave,
- · Provision of Breaks,
- Consultation Arrangements,
- Mechanisms for Wage Rises, and
- Alternative Remuneration Schemes.

The details of the research findings are provided in the Attachments (Tables 1 - 4). In comparing agreement provisions with those in awards the following types of information have been provided on each provision:

- the number of agreements silent on the issue (see column 2 in each table),
- the range of entitlements included in agreements to provide an indication of the
  most generous and least favourable entitlements offered to employees across the
  agreements sampled (see column 3 in each table),
- a summary of the most common provision in the majority of agreements on the particular issue (see column 5 in each table), and
- an overall assessment of what the agreements offer when compared with the provisions of the relevant award on the issue. (see column 6 in each table).

Some of the agreements provided by the WA TLC had not been signed by employees or had the name of the employee blacked out. Where there was evidence provided to ACIRRT that the agreements examined had not been signed because they had been rejected by employees, the agreements were not included in the sample studied. Similarly, in those cases where the agreements were not signed, and sections of standard form agreements covering wages and hours had never been filled in, the agreements were culled from the sample.

A commentary on the nature of individual contracts and how they effectively change award entitlements in the four industries studied follows.

#### The Shop and Warehouse Award - Major changes (Table One)

Of the ten agreements studied, while all differed to some extent, there were a number of common trends. While the award recognises a 38 hour week, half the agreements examined had moved to implement a 40 hour week. The award also specifies that there must be a minimum period of engagement for casuals of three hours (in thost circumstances). Only one agreement specified a minimum period of engagement.

In terms of wage rates, six of the agreements listed only one rate. This may be because the agreements, by their nature, are designed to cover the conditions of one employee. The format of most agreements, however, discloses that a standard form document has probably been used. Only two agreements displayed a rate for permanent staff marginally higher than that offered by the award (\$10.62 & \$10.97 as opposed to the award \$ 10.55) and one offers a casual rate 4 cents higher than the award rate, inclusive of a 20 % casual loading. Pay rates have then, on face value, declined from the award minimum under the majority of agreements sampled.

Shift loadings do not appear in nine of the ten agreements studied. The 8 hr maximum shift length contained in the award is not retained in any agreements and four of the agreements have introduced a maximum shift of 12 hours duration. Only one

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agreement retains the award concept of a minimum interval between the working of consecutive shifts. In relation to overtime, half of the agreements do not discuss any overtime and those that do discuss overtime rates vary between a loading of 15% to 35%. Saturdays and Sundays are treated as normal working days in seven of the ten agreements.

There has been a noticeable shift away from recognising allowances. Only one of the agreements makes any provision for their payment. This agreement contains a flat 5 % in-charge payment. Three agreements are silent on sick leave and annual leave entitlements. Half the agreements do not specify that annual leave is cumulative. Annual leave loading has been abolished as a separate entitlement.

Regarding public holidays, two of the agreements do not contain any reference and three pay a higher rate on these days if employees are required at work (of \$17.00. \$18.86, and in one case an additional \$5.00 for each hour worked on these days). No agreement provides the double time and a half loading contained in the award. There has also been a significant erosion of award entitlements to breaks with four agreements remaining silent on unpaid rest breaks and three only offering a thirty minute break after six hours of work. The award entitlement to paid tea breaks has been dropped in all but two of the agreements examined.

The award entitlement to consultation on the introduction of change does not appear in any agreements. The three agreements that consider any wage adjustment all leave the decision in the hands of the employer. The removal of the range of classifications and relevant job descriptions covered by the award in the agreements also raises the obvious possibility of de-skilling.

The limitation on the use of *casuals* in the award for shops employing 13 or more employees has disappeared from all agreements studied. The agreements studied contained a variety of approaches to settling disputes. Half of the agreements obliged the parties to share the costs of the process while one specified that the loser will pay. Some agreements contained a provision for the employer to pay if they were found to

be significantly at fault. This represents a disincentive for employees to pursue a grievance through the mechanism in the agreement. There has been some innovation in who appoints the arbitrator in the case of a dispute. Half nominate the Industrial Relations Commission, two nominate the Institute of Private Arbitrators, two the West Australian Law Society and one refers to the WA Chamber of Commerce and Industry as the body to perform this function.

Restaurant, Tearoom and Catering Workers' Award - Major changes (Table Two)

Eight agreements covering workers formerly employed under this award were examined. Arguably the most striking feature of these agreements is the shift away from the 76 hour fortnight contained in the award. Five agreements specify that employees are expected to work 40 hours or more a week with three requiring weekly hours above 42 (the maximum being a 50 hour week in one agreement). Six of the agreements were totally silent on a minimum period of engagement for casuals. The minimum adult rate in the award converts to an hourly amount of \$9.27 for full time employees working ordinary hours, or \$11.62 per hour for casuals. Half of the agreements provide for employees working on a casual basis at rates of \$8.95, \$10.00, \$12.00 to a maximum of \$13.50 per hour. Considerable variation is also present in the other agreements. The only two agreements retaining any shift work loadings or overtime provisions have hourly rates of \$8.88 per hour (for a non-casual employee) and \$8.95 (for a casual in the other agreement). It is clear that rates offered in agreements are at best comparable to or at worst lower than the award. Penalty rates were only mentioned in two agreements. In one agreement an extra \$1.00 is to be paid for hours worked midnight to 7.00 am and \$2.00 on public holidays, and in the other, a rate of 30 % for work 6.00 pm to 6.00 am. This is perhaps the most generous provision offered in any agreement studied but the base rate here is still only \$8.88 per hour.

No agreements have kept the broken shift allowance, the minimum interval between shifts entitlement or recognise weekend work as attracting any special payments as per the award. All types of allowance have been abolished in 6 of the 8 agreements examined. One agreement providing a flat \$1.00 per hour in charge allowance (a significant diminution of the award allowance) and another providing a \$50.00 rental and location allowance for a worker (who seems to have come from overseas) conditional upon the rental accommodation being approved by the employer.

Annual leave and sick leave entitlements are not mentioned in half the agreements. Four agreements suggest or directly state that annual leave is not cumulative. All agreements that mention sick leave express it as a flat entitlement to either ten days or eighty hours a year. No agreement mentions the payment of an annual leave loading. One agreement appears to offer an extra day's bereavement leave above that specified in the award.

One agreement remains silent on entitlements relating to work performed on *public holidays*. One pays an additional dollar per hour (mentioned already) and the most generous of the agreements pays hourly rates of between \$16.50 and \$19.75, except that this agreement only recognises three public holidays each year. Most agreements state that they recognise public holidays but then specify that employees will be paid normal rates if required to work on those days.

The award provides a minimum unpaid break of 30 minutes after 6 hours work but only one mentions any such entitlement. The situation is similar on the requirement for consultation where all but two are silent on the need for the employer to consult employees on significant changes. Only one agreement mentions wage adjustment during the life of the agreement and this is to be at the employer's discretion.

award entitlements to change and rest rooms, as well as the provision of first aid kits in the workplace, are absent from any agreement. Six of the Agreements note that dispute resolution is to normally be paid for equally between employer and employee. One agreement nominates the WA Chamber of Commerce as the body to appoint an

arbitrator while another specifies the General Manager of the Company to nominate the arbitrator.

Building Trades (Construction) Award - Major changes

(Table Three)

Five agreements from employees formerly covered by the Building Trades Award were studied. One appears to be a standard form contract issued by the Housing Industries Association. Three agreements moved from a 38 hour week but of these, only one specifies any maximum weekly hours (forty). The concept of minimum period of engagement or payment for casuals is not mentioned in any of the agreements. Wage rates vary considerably between agreements. While the award contains a number of adult wage rates, varying from \$11.58 to \$12.81 for permanent employees, agreements vary between \$12.60 and \$16.25. The lower rate shown here is separate from the casual rate paid under that agreement so it could conceivably be higher than that afforded to a worker under the award. On the whole, the amounts should be seen as equivalent to or lower thatn the award when changes to penalties and allowances are taken into account.

Shiftwork is not specifically discussed in any of the agreements. Two agreements specify a span of hours to be worked, one of these also sets a maximum of 12 hours to be worked in any one day. Two agreements do not mention any overtime, one lists a flat rate of 20% for all hours worked over 38, another sets a 15% payment for all work over 40 hours and one partially follows the award prescription, except that weekends are treated as normal work days. None of the agreements treat weekend work as attracting any special payments.

The award lists a series of allowances and supplementary payments. Three of the agreements do not list any of these allowances or make any provision to pay workers during periods of inclement weather. Although two agreements mention inclement weather payments and some allowances, the penalty rates shown represent a significant reduction from normal award entitlements, although the loaded base rates partially

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compensate for the removal of allowances. The award provides for all workers (except plumbers) located on sites within a radius of 50 km of the Perth GPO to be paid an amount greater than \$10.50 every day as travel allowance. These payments are not mentioned in any of the agreements.

Two agreements do not mention sick leave. Where it is mentioned, it is not stated as being cumulative as per the award. Two of the Agreements allow some annual leave to be paid out rather than taken. Leave loading has been abolished in all of the agreements studied. Bereavement leave remains largely as per the award except that two agreements are silent on the matter. Each agreement takes a different approach to public holidays but none specify a separate rate of pay if employees are required to work on those days.

Three agreements are silent on the provision of any breaks, paid or otherwise. Two agreements follow the award but no agreements allow for the paid crib breaks which the award recognises as existing during overtime. Only one agreement recognises the need for any consultation with employees on the introduction of change. Two agreements provide for the possibility of some wage adjustment during the life of the agreement with no guarantee of any rise being delivered.

A number of important award clauses dealing with health and safety representatives, first aid equipment and amenities for employees do not appear in any of the agreements. Accident pay has similarly been removed from employment conditions in agreements. One agreement introduces its own alternative to the recognised apprenticeship system. Again there has been some variation with the handling of disputes resolution. The agreed arbitrator varies between the Industrial Relations Commission, a Justice of the Peace, a Post Master or in another, the site maintenance manager.

Contract Cleaners Award - Major changes

(Table Four)

Only two agreements covering workers formerly falling under the Contract Cleaners Award were available for scrutiny. Both agreements are designed to cater for casual employment only and neither specifies any minimum period of engagement. Only one has a cycle of hours (which is set at 38 per week, Monday to Sunday). The casual rate for cleaners under the award is either \$12.02 or \$12.29. The agreements list base rates as being a flat \$11.80 in one, and a variable amount ranging from \$11.10 for Monday to Friday, 4.00 am to 10.00 pm to \$16.65 for Sunday work. The normal hourly rates in both agreements are lower than the award.

No allowances are mentioned in the agreements and the one agreement that does cater for overtime and shiftwork displays rates lower than those provided under the award. There is no broken shift allowance and no minimum overtime payment in either agreement. Annual leave and Sick Leave are not discussed in either agreement except for the provision in one that employees notify the employer 3 hours prior to the commencement time of their inability to start. Bereavement leave is as per the award.

One agreement extends to six hours the time needed to be worked before a break is to be taken and the other does not mention breaks. Public Holidays are not mentioned in either agreement, Consultation is not required and there is no mechanism for pay rises.

#### Conclusion

As noted in the introduction, data on individual contracts involving workers previously covered by awards is scarce because of the difficulty in accessing registered contracts in this jurisdiction. On the basis of the analysis of 25 agreements provided, the following points should be noted.

First, when considering how individual contracts compare with awards it is important to consider more than just the wage rates contained under both forms of employment regulation. A superficial comparison of wage rates tends to indicate that wages in individual contracts are the same as, or sometimes even slightly higher, than base rates contained in awards. This does not mean, however, that workers employed on the

basis of individual contracts are necessarily better off in terms of pay. awards are comprehensive documents that provide a wide range of entitlements and protections for employees. Individual employment contracts either left out of or significantly reduced most additional entitlements.

Second, the most profound difference between individual contracts studied and the relevant award provisions concern the approaches to regulating the working times of employees. Many contracts do not reward work done on weekends, at night or on public holidays any differently to work performed during daylight hours Monday to Friday. In addition, where individual contracts contain penalty rates for working 'non-standard' hours, such penalties are usually paid at a single rate which is lower than that contained in the relevant award. Some people may argue that such arrangements reflect the informed agreement of the parties to mutually beneficial 'flexibility'. Most of the agreements studied, however, came from the retail, hospitality and contract cleaning industries. These are industries where wages are already relatively low and in which workers traditionally have had little or no bargaining power given the high levels of unemployment and the unskilled nature of the work. In such circumstances the flexibility is likely to result in a better matching of labour requirements to the needs of employers and not necessarily a better matching of the work and family responsibilities of employees.

Third, the dispute settling procedures in agreements appear to mark a sharp break with current arrangements. Australia has a unique set of industrial tribunals and award enforcement agencies to ensure fair rates of pay and the inexpensive enforcement of entitlement standards. The dispute settling procedures contained in many of the agreements studied would discourage the formal pursuit of grievances as, if accessed by employees, it could result in significant financial cost.

Fourth, and most importantly, the very fact that many individual contracts in industries are so similar indicates that 'pattern bargaining' and 'comparative wage justice' are not simply products of awards and unions. Employers themselves appear to have a strong sense of what they feel should be the employment conditions and the forms of

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'flexibility' they desire. On the basis of the individual contracts studied, it appears that deregulation may simply result in reduced accountability in the settlement of wages and working conditions and not the development of dynamic, innovative agreements that meet the peculiar needs of the individual parties involved.

The issues identified in this study require further analysis. This project has been hampered by the lack of access to a larger number of individual contracts. Its findings are, however, consistent with studies of the effects of 'deregulated' labour markets in the US and the UK.<sup>2</sup> If our understanding of the important issues at stake is to improve, it is vital that independent researchers have access to information allowing more systematic study of the how employment conditions are changing in Australia as a result of individual contracts of employment.

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<sup>&</sup>lt;sup>2</sup> For details on the major problems besetting the US labour market, see L Michels and J Burnstein, The State of Working America 1994-1995, ME Sharpe, New York, 1994. For the UK see R Dickens, et al 'Wage Councils: Was there a Case for their Abolition?', British Journal of Industrial Relations, Vol 13 No 4, December 1993 pp 515 - 529.

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# TABLE ONE Sample of 10 WA Workplace Agreements - Shop and Warchouse Award

| Wage Rates &<br>Casual Loadings  | Hours of Work & Minimum Engagement  | Entitlements  |
|--|---|---|
| •  | •   | A <sub>V</sub>  |
| The award specifies a weekly rate for a range of classifications. The towest adult rate in the award is \$10.55 (per hr) for shop and sales assistants, for work performed Mon to tri (cl. 28). Casual loadings are 20% for a full days work or 25% otherwise (cl. 7). | Ordinary hrs are 38 per wk for all those covered by the Award (although cl. 8 permits averaging of hrs over 2, 3 or 4 consecutive wks).  The min engagement for casuals is usually 3 hrs (cl. 7). | Provisions of Shop and Warehouse<br>Award No.32 of 1976 |
| •  | • •   | No.   |
| 6 Agreements do not specifically include a higher rate for casuals or a casual loading.  | I agreement is silent on hours of work. 9 agreements remain silent on the min engagement for casuals.   | No. of Agreements Silont<br>on Entitlement              |
| •  | •   | Kan   |
| The rates are normally expressed as brly, from a min of \$4.50 for a 16 year old shop assistant in one agreement, to a max (in another agreement) of \$10.97 for an adult  | Wk (which appears in 3 agreements) - the max is tho 40 hr wk. Only 1 agreement specifies a minimum engagement (of 2 hr per shift).  | Range of Entitlements                                   |
| •  | •   | Mode  |
| 6 agreements display a flat rate for all employees. Amounts differ considerably.   | 5 agreements provide for a 40 hr wk, which, in all cases, is expressed as being averaged over a cycle.  | . <b>.</b>  |
|  | • • • • • • • • • • • • • • • • • • •   | Asses   |
| On face value agreements display hely rallower than the Award rates f permanent standard 9 display lower rate for casuals.   | There is a clear shift towards to 40 hr working week (average over a cycle). The concept of minimum engagement for casuals has be virtually ahandoned.  | Assessment  |
| On face value, 8 agreements display hely rates lower than the Award rates for permanent staff and 9 display a lower rate for casuals.  | There is a clear shift towards the 40 hr working week (averaged over a cycle). The concept of a minimum engagement for casuals has been virtually ahandoned.                                      |   |

occupation. in the same

rate section).

9 agreements shift loadings. Assessment Other forms of shift length no The 8 hour max significantly to shift workers are protections afforded longer applies. payments for shift abandoned in all work have been Additional

a higher hely rate 3 Agreements have \$13.67 for Sat -(max \$17.00 Sun shown in hourly for weekend work min rate is same as 5 agreements payments, the is 15% (in 2) ngreements those that do don't wkend rates, 2 paying higher between Sat & distinguish There is an wcckends as pay overtime

but I agreement. towards treating identifiable trend normal work days. higher rates on Those that do pay wkends tend not to

| ר ספר מח | no Error  |  |   |  |   |
|----------|---|--|---|--|---|
|          | Annual Leave<br>& Leave Loading   | Sick Leave   |   | Allowances   | Entitlements  |
|          | •   | •  |   | • •  | Pro   |
|          | Annual leave is 4 consecutive weeks after 12 months continuous service (ct. 15) with leave loading of 17.5%.  | Sick leave is one sixth of a wk for each completed inth of service (cl. 27). | allowance (cl. 46).  Motor Vehicle allowances are set in cl. 32.  In charge allowance is payable at differing rates, depending on number of subordinates, 3.4 % to 11.2% (cl. 28).  Award provides meal allowance for workers required to finish late (cl. 12). | Finightly location allowances range from \$4.50 to \$37.50 (cl. 39).  There is a \$6.00 wkly first aid | Provisions of Shop and Warehouse<br>Award No.32 of 1976 |
|          | . •   | •  |   | • " •  | No. o   |
| :        | 3 agreements are silent on annual leave. There is no mention of annual leave loading (except in 1 agreement to specify that it has been abolished).                               | 3 agreements do not mention sick leave.                                      |   | 9 Agreements remain silent on the payment of any allowance.  | No. of Agreements Silent<br>on Entitlement              |
|          |   | •  |   | •  | Ran   |
|          | Annual leave is expressed us either 160 hrs or 4 wks when it is mentioned. 2 agreements specify how it is to be taken & 2 allow for it to be paid out rather than taken us leave. | I agreement follows the Award model, 6 provide 10 days per annum.            |   | agreement hus a<br>5% flat in charge<br>altowance.   | Range of Entidements                                    |
|          | as •  | •  |   |  | Mode  |
|          | The mode is as per the Award provisions. Only five specify cumulative leave.  | The mode is 10 days every year, non-cumulative.                              | <u>.                                    </u>  | 9 agreements -<br>no allowances.   | Ç   |
| •        | •   |  | ·   |  | Asser   |
|          | Half the agreem specificave in Annual Ionatin aboils agreem   | allow si only wh illness i (more s than the require No acc sick les          |   | majority allowance been left agreemen  | Assessment  |

Half the

agreements do not specify that annual leave is cumulative.

Annual leave tonding has been abolished in all the

agreements.

(more stringent than the award

illness is provided only where proof of

requirement).
No accumulation of

sick leave.

There is a trend to allow sick leave

An over-whelming majority of Award allowances have

agreements. been left out of

| Breaks   | Public Holidays   | Вејсачениен Leave  | Entitlements  |
|--|---|--|---|
|  | . •   | •  | Рго.<br>Анд   |
| The Award provides for specific guarantees of meal and rest breaks (45 min to 1 hr) after not less than 2 1/2, and not more than 5 hrs in cl. 11.  There is also the entitlement to 2 paid 10 min tea breaks when working more than 8 hours. | public holidays (cl. 14) paid at dble time and a half (clause 13). When falling on a weckend, they are to be observed on another day. Clause 29 specifies Easter Eve and Saturday to be paid at 150%.   | Compassionate leave of two paid days is contained in ct. 38. | Provisions of Shop and Warehouse<br>Award No.32 of 1976 |
| . •  | • •   |  | No. c   |
| 4 agreements do not mention any unpaid rest breaks. 8 agreements do not provide for paid tea breaks.   | 2 agreements do not mention public holiday provisions. 7 agreements do not specify any special rate of pay for public holidays.   | 4 agreements are silent on any form of bereavement leave.    | No. of Agreements Silent<br>on Entitlement              |
|  | •   | •  | Ran   |
| The range is from a 30 min break after 5 hrs to a 30 min break after 6 hours. Paid ten breaks are similar to the Award provision when mentioned.   | Agreements vary in dealing with public holidays. Some allow alt days off under different conditions (if falling on weekend, normal work day, RDO etc.). 3 pay a special rate ranging from a min of \$17.00 in one to a max of \$18.86 in another. | Bereavement leave<br>ranges between 2 to<br>5 days.          | Range of Entiticments                                   |
| •  | •   | •  | Made  |
| 3 agreements give a 30 min unpaid break after 6 hours  | The mode is to recognize public holidays (8 agreements) but not to pay any special rates if an employee is required to work (7 agreements).   | 5 Agreements maintain the Award standard.                    | <del>г</del>  |
| •  | •   | •  | λss   |
| Entitlent breaks 2 breaks 1 croded.  | The provi   | Only one agreement any benefulan the /                       | Assessment  |

Only one agreement provides any benefit greater than the Award.

The provisions represent a diminution of the rates of pay for public holidays in the Award.

Emillement to rest breaks and tea breaks have been

| Wage Rises &<br>Allegnative<br>Remuneration.   | Entitlements  Consultation  |
|--|---|
| • The Award system usually provides a number of mechanisms for achieving payrises.   | Provisions of Shop and Warehouse Award No.32 of 1976  There is a requirement to consult with employees on the introduction of change set out in cl. 44. |
| • 7 agreements remain silent on the possibility of any wage rise during the life of the agreement.   | No. of Agreements Silent on Entitlement  No agreements mention any need for consultation on workplace issues.   |
| <ul> <li>a agreements provide for the possibility of wage adjustments.</li> <li>I agreement gives a 6 milty payments of \$150 contingent upon non-use of sick leave.</li> <li>I agreement gives a 5% staff discount</li> </ul> | Range of Entitlements  • n/n  |
| P agreements     provide no     mechanism of     chance of     achieving a     pay rise.   | Mode  |
| • The agreements show little possibility for employees to particleate in discussions on their wages or conditions.   | Assessment  There has been a major shift away from employers having to consult or even notify employees of any future workplace changes.                |

| Wage Raics &<br>Casual Loadings   | Hours of Work &<br>Minimum<br>Engagement  | TABLE TWO<br>Sample of 8 WA V  |
|---|---|--|
| Wage rates are expressed as finightly amounts, conversion to hely, min is \$9.27 for a kitchenhand, max is \$10.79 for a chef (cl. 21).  Casual rates are hely and for the same classifications are \$11.62 and \$13.57. Holiday rates specified as being \$19.09 and \$22.34 (cl. 11). | Itours of work are 76 hrs per finight, no more than 10 days rostered on in a finight period (cl. 8). These provisions may be aftered by agreement.  No less than 4 and no more than 10 hrs work in any ordinary hrs work period (cl. 8).  The nath engagement for casuals | TABLE TWO Sample of 8 vy A Workplace Agreements - Restaurant, Tearoom and Catering Workers' Award 1979.  Entitlements Provisions of Restaurant, Tearoom No. of Agreements Silent Range of Entitlements and Catering Workers' Award, on Entitlement |
| • No agreement mentions casual loadings. Of the 3 agreements that appear to cater for cusual employment, the max rates are (per hr) \$10.50, \$12.00 & \$13.50.   | I agreement specifies that hrs will be determined wkly. 2 are silent apart from one specifying a min number of 3 shifts to be worked. 6 agreements to not mention any min engagement.   | ant, Tearoom and Catering<br>No. of Agreements Silent R<br>on Entidement   |
| • All agreements but 2 specify a flat rate for all classifications. Adult rates vary from \$8.88 min to a max of \$13.50, but this 2nd rate is for a casual employee.   | take different take different take different approaches. The max is 50 hrs per week (with poss of extra hrs). The unin works out to be 40 hrs per wk.   | g Workers? Award 197 Range of Entitlements   |
|   | specify at least a 40 hr week. 3 of these specify above 42 hrs per week   | ide  |
| are also considered, it appears that all offer similar or lower amounts to those in the Award.  | hrs.  hrs.  Allowances  | Assessment  I here is a move   |

| Allowances   | Overtime &<br>Saturday and Sunday<br>work  | Shiftwork and Shift<br>Loadings.  | Entitlements  |
|--|--|---|---|
| In charge allowance, \$17.60 to \$45.20 per finight (cl. 21). There is a bar work (cl. 24) tandry, protect clething and equip altowances (cl. 26 - 28), prov for higher duties (cl. 25), board, travel facilities and loc allowances (cl. 30 - 31, 42). Meal allowance of \$6.30 is paid after 2 hrs overtime when no notification (cl. 14). | <ul> <li>Overtime worked Mon to Fri is time and a half, dbl time after 2 hrs (cl. 10). Provision for time off in lieu at overtime rates (cl. 10).</li> <li>Sat &amp; Sun are paid at time &amp; a half if ord hrs of work (cl. 9) but dbl time if overtime (cl. 10).</li> <li>If called back to work, a min of 3 hrs overtime must be paid (cl.</li> </ul> | <ul> <li>Work prior to 7.00 am, after 7.00 pm, Mon - Fri, pays extra \$1.05 or \$1.10 per fn (cl. 9).</li> <li>A broken shift allowance of \$1.74 per day (cl. 9).</li> <li>At least 8 hrs off between consecutive work periods otherwise dbl time (cl. 10).</li> </ul> | Provisions of Restaurant, Tearoom<br>and Catering Workers' Award, |
| 6 agreements make no mention of any allowanees.  d   | No agreements provide additional payment of Sat or Sun work while 3 agreements make it clear that employees will be required to work on those days. The other 5 do not preclude weekend work only specifying hrs per wk.   | While 3 agreements indicate that employees will have to work shifts. None mention time off or broken shift allowance.   | No. of Agreements Silent<br>on Eutlidement                        |
| a greement pays a flat \$1.00 hrly in charge ullowance. I agreement pays a \$50.00 rental and location allowance when the board is approved by employer  | <ul> <li>No overtime in any<br/>agreement although<br/>note londings<br/>above.</li> </ul>   | • I agreement pays an extra \$1.00 hrly for work between 2400 and 0700. I pays 30 % on all work between 6.00 am.  | Range of Entitlements Mode  |
| • 6 agreements pay no allowances   | The mode is to not recognise any overline payments.  | 5 agreements have no provision for extra shift payments (and only the 2 in the prev column even discuss span of hrs).   | •   |
| • Significant crosion of allowances and incidental benefits offered by the Award in most cases.  | • The rates in the agreement represent a lowering of the Award rate. I agreement allows time off in lieu at norm rates.  | Major change away from Award entitlements. 1 agreement offers better obtitlement.   | Assessment  |

| Breaks   | Public Holidays  | Bercavement Leave                                    | Annual Leave & Leave Leading  |  | Sick Leave  | Entitlements   |
|--|--|--|---|--|---|--|
| •  | •  | •  | •   | •  | •   | Provi<br>and C   |
| The Award provides for a break (30 min to 1 hr) after 6 hrs plus another break of min 1 hr taken in conjunction or otherwise (cl. 13). | 10 days are specified as being public holidays paid at dbl time and a half with min pay of 4 hrs if worked (cl. 17). Employer can also pay time and a half and give day in lieu. | Bereavement leave of two paid work periods (cl. 16). | Annual leave is 4 wks after 12 mths service, to be taken consecutively, or min 2 wk period, with leave loading of 17.5% (cl. 18). | <ul><li>15).</li><li>Certificate may be required after</li><li>2 days absence (cl. 15)</li></ul> | Sick leave is 6 and 1/3 hrs per mth - accumulating - a max of 10 wks to be taken in any 1 year (cl. | Provisions of Restaurant, Tearcom<br>and Catering Workers' Award,<br>1979. |
| •  | •  | •  |   |  | •   | No. o<br>on Er   |
| 7 agreements do not mention breaks.  | l agreements does not<br>mention public holiday<br>provisions.   | 4 agreements do not mention bereavement leave.       | 4 agreements do not mention annual leave. No agreements list payment of leave loading.  |  | 4 agreements do not mention sick leave.   | No. of Agreements Silent<br>on Entitlement                                 |
| •  | •  | •  | •   |  | •   | £uu}   |
| 1 agreement provides for a 30 min break after 6 hrs.   | I pays an additional \$2.00 hrly. I lists rates of \$16.50 to \$19.75 but only acknowledges 3 holidays.  | 3 state that cutillement is 2 days. 1 offers 3 days. | Annual leave is 4 weeks. 1 ugreement permits payment in lieu of leave.  | lower).  | 4 agreements offer<br>either 10 days or 10<br>days or 80 hrs<br>(whichever is                       | Range of Entidements   |
| . •  | <del>-</del> -,<br>•   | •  | •   |  | •   | Spork  |
| No<br>entitlement to<br>breaks.  | 5 agreements pay norm rates if worker not required. Otherwise it appears work if rostered (at norm rates).   | As per the<br>Award.                                 | Annual leave, when mentloned, appears to be non-cummulative   |  | 10 days per<br>year, non-<br>comulative   | G  |
|  | •  | •  | •   |  |   |  |
| Provision of breaks<br>eroded.   | The modo is to pay at normal rates whether the day is worked or not.   | an additional day.                                   | of entitlement.   | requires med<br>certificate.   | appear to be cumulative. One agreement always   |  |

Range of Entitlements Mode

Assessment

| CO 00 1110 Ex 10 |  |   |   |  |
|------------------|--|---|---|--|
|                  |  | Wage Rises &<br>Alternative<br>Remuneration.  | Consultation  | Entitlements   |
|                  |  | <b>, , , , , , , , , , , , , , , , , , , </b>   | •   |  |
|                  |  | <ul> <li>The Award<br/>provides a<br/>mechanisa<br/>rises.</li> </ul>                       | <ul> <li>Required o<br/>arrangeme<br/>in method<br/>wages with</li> <li>20).</li> </ul>   | Provisions of R<br>and Catering V  |
|                  |  | The Award system usually provides a number of mechanisms for achieving pay rises.           | Required over some ruster arrangements (cl. 8). No change in method or frequency of paying wages without 4 wks notice (cl. 20). | Provisions of Restaurant, Tearoom<br>and Catering Workers' Award,<br>1979. |
|                  |  | •   | •   | No. 0  |
|                  |  | 7 agreements mention no mechanism for delivering any wage adjustments.                      | 6 agreements do not<br>mention any requirement<br>for consultation.   | No. of Agreements Silent<br>on Entitlement                                 |
|                  |  | ntion   | ot  | ent  |
|                  |  | •   | • 2<br>8 = C 2  | Range of   |
|                  |  | 1 agreement leaves 12 mthly adjustment at employer's discretion.                            | 2 dictate consultation when there will be a significant effect on workforce.  | e of Entitlements  |
|                  |  | •   | •   | Mode   |
|                  |  | No wage rises.  | No need for consultation.   | C  |
|                  |  | •   | • 6 7 7   | Asses  |
|                  |  | 2 free meals 2 free meals rtn flight to Bangkok. A discussex pos of am bonus scheme.        | Move away from requirement to consult.  | Assessment   |
|                  |  | 2 free meals and a rtn flight to Bangkok. Another discusses possibility of an bonus scheme. | Move tway from requirement to consult.  | ,  |

# Sample of 5 14/A Workplace Agreements - Building Trades (Construction) Award TABLE THREE

| Entitlements Hours of Work &           | Provisions of Building Trades (Construction) Award 1987  Hours of work are generally 38 has not we over a 4 wk cycle  | No. of Agreements Silent on Endidement  I agreement remains totally silent on hours of   | Range of Entitlements  I agreement has no max number of   | Mode  2 agreements still retain a 38 hour   | Assessment  3 agreements have moved away from a 38 hr week   |
|--|---|--|---|---|--|
| Hours of Work & Minimum<br>Eingagement | <ul> <li>Hours of work are generally 38 hrs per wk over a 4 wk cycle (although cl. 13 permits alternative arrangements if agreed in writing).</li> <li>Casual employees are classified as those who are employed for a period of less than 5 days (cl. 7). The min payment for casuals is as for 3 hrs worked (cl. 8).</li> <li>If not required after presenting for work, cl. 35 specifies at least 8 hrs pay must be provided.</li> </ul> | • I agreement remains totally silent on hours of work while I simply slipulates a 5 day working week.  | max number of weekly hes, engagement only being on an hourly basis (also stipulating no guarantee of any min period of employment).  l agreement provides for a 38 hour week aveg over agreed cycle (but states that casuals can be terminated at any time without notice). | still retain a 38 hour working week.  | have moved away from a 38 hr week but only 1 has replaced this with a set amount of hrs (40 hrs).  The idea of a minimum engagement (except where there is a payment for work halting thus to inclement weather) no longer appears in any agreement. |
| Wage Rates &<br>Casual Loadings        | • The Award specifies un hourly rate for a range of classifications. The lowest adult rate in the award is \$11.58 (per hr) for group 3 employees with the highest being \$12.81 for  | <ul> <li>I agreement provided has rates of pay blacked out.</li> <li>4 agreements make no specific mention of casual loading or have incorporated it into the</li> </ul> | The highest adult rate is \$16.25 hrly (this is an all inclusive rate). The lowest adult rate is \$12.60 (this agreement  | The majority appear to reduce wages if Award loadings, penulty rates & allowances | • Some appear to offer higher rates than the Award if only the face value is considered.   |

Casual loadings are 20% (cl. 8).

incorporated it into the

recognizes some

are taken into account.

Range of Entitlements Mode

Assessment

| Overtime &<br>Saturday and Sunday<br>work   | Shilt Loadings   | Shiftwork   | Entitlements   |
|---|--|---|--|
| <ul> <li>Overtime is time &amp; a half for the first 2 hrs, dble time thereafter (cl. 15).</li> <li>Sat work is paid time &amp; a half for the first 2 hrs, dble time thereafter, all overtime after 12 noon is at dble time. All Sun work is also paid at dble time (cl. 16).</li> </ul> | • Early morning and afternoon shift rates are an additional 25%. Afternoon and night shift are paid an extra 50% (cl. 18).     | • There are a number of protections built into the Award. 48 hrs notice is to be given of the requirement to work shifts (cl. 18), apprentices under 18 are not to be required to work OT or shiftwork (cl. 15) and paid breaks are required after 3 days of consecutive 8 hr shifts have been worked (cl. 18). | Provisions of Building Trades<br>(Construction) Award 1987 |
| 2 agreements do not list<br>any extra payment for<br>overtime.  | <ul> <li>No separate shift<br/>loadings are specified in<br/>any agreement.</li> </ul>   | No agreements specifically mention shiftwork and therefore none of these sorts of entitlements are included.  | No. of Agreements Silent I<br>on Entitlement               |
| • I agreement specifies a flat 20% rate for all hrs worked over 38. 1 agreement specifies 15 % for work over 40 hrs. I partially follows the Award formula, treating weekend work as any other ordinary work day.   | • u/n  | • 2 agreements specify a span of hours, 5.30 am to 7.30 pm, one of which also stipulates a max number of hrs per day (12).  | Range of Entitlements                                      |
| • The mode is to acknowledge overtime, usually to be paid at a flat rate.   | • No shift loadings  | with no Award protections could (arguably) be initiated under the terms of 3 agreements.  | Mode   |
| <ul> <li>Only I agreement provides a condition similar to the Award.</li> <li>No agreements treat weekend work as attracting a special rate.</li> </ul>   | is identified in the majority of agreements. Shift work could possibly be performed and be paid at the base rate they contain. | afforded to shift workers have not been incorporated into the agreements. Note that 2 of the Agreements appear to deat only with junior employees   | Assessment  A ward protections                             |

| <ul> <li>The majority</li> </ul> | <ul> <li>I agreement pays a</li> </ul> | 2 agreet make no • l'agreet                |                             |              |
|----------------------------------|--|--|-----------------------------|--------------|
|                                  |  | on Entitlement                             |                             | Entitlements |
| Mode                             | Range of Entitlements                  | No. of Agreements Silent Range of Entitlen | restance of Building Trades |              |

of supplementary payments The Award contains a multitude special rates for hot, cold, leading hand, and sito including industry, tool, location, allowances. There are also

confined, wet, dirty, underground

allowance, distant work mixed functions payment, meal and height work. There is a

cls. 8 - 12, 20 & 21).

faces and travel allowances (eg payments as well as generous

In cases of inclement weather

Allowances

- 5 agreements make no mention of any allowances
- 3 agreements do not contain provisions covering inclement weather.
  - employee is using \$4,00 a day if an allowance and \$6,00 per day travel their vehicle for

of agreements

of \$50.85 per week. and travel to a max

work purposes.

weather

arrangements payment recognise uny allowances or do not pay any

> agreements. been left out of the allowances have Most Award

inclement

Another pays fares

- mentioned specify a min inclement weather 2 agreements
- payment of 2 hrs.

#### mention sick leave. 2 agreements do not

still entitled to be paid (within stopping work, employees are

monthly limits) cl. 19.

Sick leave is one sixth of a wk for each completed inth of

Sick Leave

service (cl. 23).

- provides 10 days 2 agreements provides for 76 hrs per year.- I per year.
- When days every mode is 10 included, the yeur.
- Sick leave referred to as being entitlements are not cumulative. l agreement
- of a certificate and pays back days not taken at the rate of

requires production

some leave to be 2 agreements allow paid out ruther than Leave loading has been abolished.

- Annual Leave & Leave Loading
- taken consecutively or in 2 sep Annual leave is 28 days, to be
- service (cl. 22) with leave periods, accruing after 12 mths loading of 17.5%.
  - 2 agreements are silent
  - on annual leave. annual leave loading. There is no mention of

  - 2 agreements give 4 stipulates 152 brs. l agreement wks lcave.
  - discussed, 4 weeks is the When entitlement. normal

Assessment

| Pravisions of Contract Cleaners No. of |  |
|--|--|
| Agreements Silent                      |  |
| Range of Entitlements                  |  |
| Mode                                   |  |
| Assessment                             |  |

|      | Breaks  | Public Holidays                            | Bereavement Leave  | Annual Leave<br>& Leave Loading  |   | Sick Lenve  | Entitlements                                   |
|------|---|--|--|--|---|---|--|
|      |   | 9  | . •  | •  | •   |   | Prot<br>Atva                                   |
| (*** | and a half if worked (cl. 13). The Award provides for a break (not exceeding 1 hr) after 5 hrs (cl. 6). | 10 days are specified as being             | Bereavement leave of two paid days is contained in cl. 25. | Annual leave is 4 wks after 12 mths service, to be taken consecutively with leave loading of 17.5% (cl. 14). | service - accumulating - a max or 10 wks to be taken in any 1 year (cl. 12).  Certificate may be required after 2 days absence (cl. 12) | Sick leave is one sixth of a wk for each completed mth of | Provisions of Contract Cleaners<br>Award, 1986 |
|      | •   | •  | •  | •  |   | •   | No. o<br>on E                                  |
|      | provisions. Lagrocment remains silent.  | 2 agreements do not mention public holiday | All mention.   | 2 agreements are silent<br>on annual leave.  |   | 2 agreements do not mention sick leave.                   | No. of Agreements Silent<br>on Entitlement     |
|      | •   | •  | . •  | •  |   | •   | Rang   |
| ino. | I agreement<br>provides for a 30<br>min break after 6   | n/a.                                       | 2 state that entitlement is 2 days.                        | wa.  |   | n/a.  | Range of Entitlements                          |
|      | •   | •  | •  | •  |   | •   | Mode   |
|      | Lessening of Award entitlements.  | No public<br>Holidays.                     | As per the Award.  | No annual<br>lenve.  |   | NO SICK ICAYC   | G  |
|      | •   | ٠  | •  | •  |   | •   | Asse   |
|      | Provision of breaks<br>croded.  | Not discussed.                             | remains<br>unchanged.                                      | Annual leave is not given to engual employees.   | prior to the commencement time of inability to attend.  | specifies that employees must                             | Assessment                                     |

| • The wage rates are fixed for the duration of the agreement. | <ul> <li>No wage rises.</li> </ul> | • n/a.                | <ul> <li>Neither agreement has a<br/>mechanism for<br/>delivering wage<br/>adjustments</li> </ul> | <ul> <li>The Award system usually<br/>provides a number of<br/>mechanisms for achieving pay<br/>rises.</li> </ul>     | Wage Riscs &<br>Alternative<br>Remuneration. |
|---|------------------------------------|-----------------------|---|---|--|
| consult on workplace changes.                                 | • No need or consultation.         | • n/a.                | <ul> <li>No agreements<br/>mentions any<br/>requirement for<br/>consultation.</li> </ul>          | • The Award requires consultation in a number of areas. Cl. 29 details procedures to set up a consultative mechanism. | Consultation                                 |
| Assessment  |                                    | Range of Entitlements | No. of Agreements Silent on Entitlement   | Provisions of Contract Cleaners<br>Award, 1986  | Entitlements                                 |