

WA award summary

Food Industry (Food Manufacturing or Processing) Award

1 July 2023

About this award summary

This document is a summary of the state Food Industry (Food Manufacturing or Processing) Award. WA awards are legal documents that outline the pay rates, allowances, working hours, and leave entitlements for employees in a particular industry or type of work.

Complying with the provisions of a WA award is compulsory and all employers who are covered by this WA award must provide employees with the pay rates and employment entitlements in the WA award, as outlined in this award summary and in the full award as a minimum. Potential penalties for employers who do not meet WA award requirements are detailed on page 2.

This WA award summary is a summary only and does not include all obligations required by the award. It is important to also refer to the full Food Industry (Food Manufacturing or Processing) Award that is available on the Western Australian Industrial Relations Commission website www.wairc.wa.gov.au. Provisions of other employment legislation also apply to employees and have been included in this WA award summary where appropriate. Reference should also be made to the *Minimum Conditions of Employment Act 1993* (MCE Act), the *Long Service Leave Act 1958* (LSL Act), and the *Industrial Relations Act 1979* (IR Act) for full details.

This document is formatted for viewing on the Wageline website and contains web links to other relevant information. If using a printed copy in which links are not visible, all additional information can be found at www.dmirs.wa.gov.au/wageline or by contacting Wageline on 1300 655 266.

Disclaimer

The Department of Mines, Industry Regulation and Safety has prepared this WA award summary to provide information on pay rates and major award provisions. It is provided as a general guide only and is not designed to be comprehensive or to provide legal advice. The department does not accept liability for any claim which may arise from any person acting on, or refraining from acting on, this information.

Three Step Check: to make sure this WA award summary is relevant to you

Step 1

Is the business in the state system?

This WA award summary applies to businesses in the **state industrial relations system.** The state system covers businesses (and their employees) that operate as:

- ✓ sole traders
- unincorporated partnerships
- ✓ unincorporated trust arrangements
- incorporated associations and other non-profit bodies that are not trading or financial corporations

This summary does **not** apply to businesses in the national industrial relations system which operate as:

- Pty Ltd businesses
- incorporated partnerships or incorporated trusts
- incorporated associations and other non-profit bodies that are trading or financial corporations

For more information visit the <u>Guide to who is in the WA state system</u> page.

If the business or organisation is in the national system visit the Fair Work Ombudsman website www.fairwork.gov.au

Step 2

Is the business covered by the Food Industry (Food Manufacturing or Processing) Award?

The Food Industry (Food Manufacturing or Processing) Award applies to businesses in the state industrial relations system which is undertaking food manufacturing or processing.

An extensive list of types of businesses covered is available in *Clause 3 Scope*, in the full award at the WA Industrial Relations Commission website www.wairc.wa.gov.au

Step 3

Is the employee's job covered by the Food Industry (Food Manufacturing or Processing) Award? The Food Industry (Food Manufacturing or Processing) Award sets pay rates, working hours and other employment arrangements for employees working in food manufacturing businesses covered by the award.

Industrial inspectors at the Department of Mines, Industry Regulation and Safety have powers under the IR Act to investigate employee complaints about underpayments of pay rates and leave entitlements under this WA award and state employment laws. Industrial inspectors also undertake regular proactive compliance audits in particular industries to determine if employers are paying correct wages and keeping correct employment records.

The penalty for contravening a provision of a WA award or not complying with a requirement relating to employment records is up to \$13,000 for individuals and \$65,000 for bodies corporate. Higher penalties apply for serious contraventions of up to \$130,000 for individuals and \$650,000 for bodies corporate. An industrial inspector is also able to give a person a civil infringement notice, similar to an 'on-the-spot fine', for not complying with employment record-related requirements. Record keeping requirements are outlined in the Employment Records section.

Employees who believe that they have been underpaid, or who wish to make an anonymous report of wage theft, should visit the Making a complaint about underpayment of wages or entitlements page.

Stay informed when WA award pay rates change, subscribe to Wageline News or follow Wageline on social media.

Rates of pay

All rates of pay are gross rates (before tax). The tables below provide the rates that apply from the first full pay period on or after 1 July 2023.

For classification definitions of job roles at each level, see the separate Classifications publication on the <u>Food Industry</u> (<u>Food Manufacturing or Processing</u>) <u>award summary</u> page of the Wageline website.

Adult rates of pay

Classification	Weekly	Hourly	Casual (includes 20% loading)
Level 1	\$863.40	\$22.72	\$27.27
Level 1A	\$873.30	\$22.98	\$27.58
Level 2	\$883.30	\$23.24	\$27.89
Level 3	\$910.00	\$23.95	\$28.74
Level 4	\$935.00	\$24.61	\$29.53
Level 5	\$977.90	\$25.73	\$30.88

When an employee performs duties that carry a higher rate of pay for more than half a day or shift, the employee is entitled to be paid at the higher rate for the entire day or shift.

Junior rates of pay

Age	% of Level 1	Weekly	Hourly	Casual (includes 20% casual loading)
20 years	100%	\$863.40	\$22.72	\$27.27
19 years	90%	\$777.10	\$20.45	\$24.54
18 years	80%	\$690.70	\$18.18	\$21.81
17 years	70%	\$604.40	\$15.91	\$19.09
16 years	60%	\$518.00	\$13.63	\$16.36

The award also has rates for under 16 year olds.

Registered trainee rates of pay

Adult registered trainees

A registered trainee who is 21 years of age or older must be paid \$670.00 per week.

Junior registered trainees

- The pay rates for a registered trainee who is under 21 years of age are based on the highest level of schooling the registered trainee has completed, and how long they have been out of school. The below rates apply to full time registered trainees working a 38 hour week.
- Registered trainees who are undertaking qualifications at AQF IV level are entitled to an additional **3.8% loading** on top of the applicable rate as shown in the tables below.

	Highest Year of Schooling Completed		
School leaver	Year 10 and below	Year 11	Year 12
	Weekly	Weekly	Weekly
School leaver	\$315.00	\$376.00	\$437.00
Plus 1 year out of school	\$376.00	\$437.00	\$528.00
Plus 2 years	\$437.00	\$528.00	\$589.00
Plus 3 years	\$528.00	\$589.00	\$670.00
Plus 4 years	\$589.00	\$670.00	
Plus 5 years	\$670.00		

- Registered trainees are employees who are undertaking a traineeship registered with the <u>Apprenticeship Office</u>
 at the Department of Training and Workforce Development.
- Adult and junior employees undertaking a registered traineeship are covered by the Food Industry (Food Manufacturing or Processing) Award and the relevant pay rates are outlined in the tables below.
- An employer is required to pay a registered trainee for time spent at TAFE (or other off the job training) as normal working hours. An employer is not required to pay TAFE fees on behalf of the registered trainee.

Deductions from pay

- An employer may **only** make a deduction from an employee's pay if:
 - o the employer is required by a court or a state or federal law to make the deduction (e.g. tax that must be withheld from the employee's pay);
 - o the employee has authorised the deduction in writing (as part of a written employment contract or otherwise) and the deduction is paid on behalf of the employee; or
 - o the employer is authorised by the WA award to make the deduction and the deduction is paid on behalf of the employee.
- Deductions or requirements to pay an amount of money to the employer or another person in relation to an
 employee under the age of 18 are not permitted unless the deduction or payment is agreed to in writing by the
 employee's parent or guardian.
- A term of a WA award or employment contract providing for a deduction from an employee's pay will be of no
 effect if it is for the benefit of the employer or a party related to the employer and is unreasonable in the
 circumstances.
- An employer cannot directly or indirectly compel an employee to accept goods, accommodation or other services instead of money as part of the employee's pay.

Allowances

Meal money

An employee required to work overtime for more than two hours, without having been notified the previous day or earlier, must be supplied with a meal by the employer or be paid \$10.80 and, if owing to the amount of overtime worked, a second or subsequent meal is required the employee must be supplied with such meal paid \$7.35. If an employer has provided notice and the employee provides their own meal, but is then not required to work the overtime, the employee is entitled to have the meal allowance paid.

Leading hand allowance

A leading hand must be paid a weekly allowance if placed in charge of:

Less than 3 other employees
 Not less than 3 and not more than 10 other employees
 More than 10 other employees
 \$16.00 per week
 \$31.50 per week
 \$46.30 per week

Travel allowance

Where an employee, (except for a shift employee) is detained at work until it is too late to travel home by public transport, the employer must provide free transport to the employee's home. This allowance does not apply to any employee who usually has their own means of transport.

Meal breaks

- An employee must not be compelled to work for more than 5 hours without an unpaid meal break except where an alternative arrangement is entered into as a result of discussions between the employer and an employee and the majority of employees in the plant or work section concerned.
- An employer may postpone the time of taking a scheduled break for one hour if it is necessary to do so in order to meet a requirement for continuity of operations.

Employment of children

- Under the *Children and Community Services Act 2004*, it is illegal to employ children under the age of 15 in this industry, except if the child is working as part of a school program (e.g. work experience placement) or in a family business.
- School aged children must not be employed during school hours, unless participating in a school program.
- Visit the When children can work in Western Australia page for more information.

Hours and overtime

- Ordinary hours are:
 - o an average of 38 hours a week;
 - o worked Monday to Friday inclusive between the hours of 6.00am and 6.00pm (except in poultry processing plants where the ordinary starting time may be 5.00am); and
 - o worked on 5 days of the week on any one of the following cycles:
 - 38 hours within a work cycle not exceeding 7 consecutive work days;
 - 152 hours within a work cycle not exceeding 28 consecutive days; or
 - 1,976 hours within a work cycle of one calendar year provided that for each day in excess of 364 days in a calendar year, 7 hours and 36 minutes must be added to 1,976 hours.
- Where an employee (not being a shift employee) works any ordinary hours between 6.00pm and 6.00am before and after an enterprise's usual operating hours the employee must be paid 20% in addition to their ordinary rate for all such hours worked.
- The employer must give 7 days of notice of the time at which they require the employee to commence and cease work unless otherwise agreed between the employer and the union.
- Alternative hours arrangements apply to shift workers, view Clause 17 of the award on the WA Industrial Relations Commission website www.wairc.wa.gov.au for details.

Overtime

- All time worked before the usual starting time or after the usual finishing time, or beyond 8 hours in any one day,
 is deemed overtime and be paid for at the rate of time and a half for the first 2 hours per day and double time
 after that.
- All work performed after 12 noon Saturday or on Sunday must be paid for at the rate of double time.
- Work done on any day prescribed as a holiday by this award must be paid for at the rate of double time and a half.

Public holidays

- Full time employees are entitled to public holidays without deduction of pay. Part time employees are entitled to
 public holidays without deduction of pay if they would ordinarily be required to work on that day if it was not a
 public holiday.
- The Easter Sunday public holiday is observed on the actual day, and it is not substituted to another day solely because it falls on a weekend. Employees required to work on Easter Sunday must be paid at public holiday penalty rates. Visit the Easter Sunday public holiday page for more information.
- If an employee works on a public holiday they must be paid at the rate of double time and one half.
- Visit the Public Holidays in Western Australia page to view the public holiday dates.

Leave entitlements

Quick reference guide

Leave entitlement	Full time	Part time	Casual
Annual leave	\checkmark	✓	*
Personal leave	✓	✓	×
Unpaid personal leave for caring purposes	✓	✓	✓
Bereavement leave	✓	✓	✓
Unpaid parental leave	✓	✓	✓
Long Service leave	✓	✓	✓
Unpaid family and domestic violence leave	✓	✓	✓

This WA award summary covers the basic leave entitlements for employees covered by the Food Industry (Manufacturing or Processing) Award but does **not** include all details on leave obligations and entitlements. Full details of conditions are contained in the Food Industry (Manufacturing or Processing) Award on the WA Industrial Relations Commission website www.wairc.wa.gov.au, the *Minimum Conditions of Employment Act 1993* and the *Long Service Leave Act 1958*.

Annual leave

- Full time employees are entitled to a minimum of four weeks of paid annual leave for each year of completed service, up to 152 hours. Part time employees are entitled to a minimum of four weeks of paid annual leave per year paid on a pro rata basis according to the number of hours they are required ordinarily to work in a four week period. Casual employees are not entitled to annual leave.
- Annual leave is a minimum entitlement in the Minimum Conditions of Employment Act 1993 and the Food Industry (Food Manufacturing or Processing) Award sets out additional requirements regarding annual leave and annual leave loading.
- During a period of annual leave an employee must be paid annual leave loading of 17.5%, unless they are a shift employee and would have received more for the leave in which case they must be paid what they would have been entitled to had they worked their ordinary rostered shift.
- Annual leave loading is not payable on any unused annual leave paid out on termination.
- Annual leave accrues on a weekly basis:
 - A full time employee accrues 2.923 hours of annual leave for each completed week of work.
 - A part time employee accrues the relevant proportion of 2.923 hours annual leave for each completed week of work.
 - O Wageline's Annual leave calculation guide can assist with calculating annual leave entitlements.
- Visit Wageline's <u>Annual leave</u> page for more information.

Bereavement leave

- All employees, including casual employees, are entitled to two days paid bereavement leave on the death of a spouse, de facto partner, parent, step-parent, grandparent, child, step-child, grandchild, sibling or any other member of the employee's household. The two days need not be consecutive.
- Bereavement leave is a minimum entitlement from the Minimum Conditions of Employment Act 1993.

Parental leave

Employees, including eligible casual employees, are entitled to the unpaid parental leave entitlements in the National Employment Standards of the *Fair Work Act 2009*, as well as a number of more beneficial conditions contained in the *Minimum Conditions of Employment Act 1993* (a return to work after parental leave on a modified basis and a reversion to pre-parental leave working conditions). Visit the <u>Parental leave</u> page for more details.

Personal leave

- Personal leave entitles a full time or part time employee to paid time off work due to either illness or injury to themselves, or because they have to care for a member of their family or household who requires care or support because they are sick, injured or affected by an unexpected emergency.
- Each year, full time and part time employees accrue paid personal leave equal to the number of hours they would ordinarily work in a two week period, up to 76 hours per year. Personal leave is a cumulative entitlement, and any leave not taken in one year is carried over and able to be taken in future years.
- Paid personal leave accrues on a weekly basis for full and part time employees. Wageline's <u>Personal leave</u> calculation guide can assist with calculating paid personal leave entitlements.
- An employee, including a casual employee, is entitled to up to two days of unpaid personal leave per occasion
 when a member of the employee's family or household requires care or support because of a personal illness or
 injury or unexpected emergency affecting the member. A full time or part time employee cannot take unpaid
 personal leave for caring purposes if they have paid personal leave available.
- Casual employees are not entitled to paid personal leave. Casual employees can access up to two days of unpaid personal leave for caring purposes per occasion.
- Personal leave is a minimum entitlement from the Minimum Conditions of Employment Act 1993.
- Visit Wageline's <u>Personal leave</u> page for definitions of 'member of the family or household' or for more information.

Family and domestic violence leave

- All employees are entitled to five days' unpaid family and domestic violence leave in each 12 month period. This leave is available in full at the start of each 12 month period of an employee's employment and does not accumulate from year to year. The five days' leave is available in full to part time and casual employees (i.e. it is not pro rata).
- An employee is able to take unpaid family and domestic violence leave if:
 - o the employee is experiencing family and domestic violence; and

- o the employee needs to do something to deal with the impact of the family and domestic violence; and
- o it is impractical for the employee to do that thing outside the employee's ordinary hours of work.
- Leave can be taken in a single continuous five day period, separate periods of one or more days each, or periods of less than one day.
- Family and domestic violence leave is a minimum entitlement from the *Minimum Conditions of Employment Act*
- Visit Wageline's <u>Family and domestic violence leave</u> page for more information.

Long service leave

- Long service leave is a paid leave entitlement for full time, part time and casual employees. Under the *Long Service Leave Act 1958* (LSL Act), an employee may be eligible for long service leave:
 - o after 10 years of continuous employment with the same employer, and for every 5 years of continuous employment after the initial 10 years; and
 - o on a pro-rata basis when their employment ends after 7 years of continuous employment but before 10 years.
- The <u>Long service leave</u> pages of the Wageline website contain information on who is covered by the LSL Act, the entitlement to long service leave, how long service leave can be taken and frequently asked questions.
- To be entitled to long service leave an employee's employment with their employer must be continuous. There are some paid and unpaid absences or interruptions to an employee's employment that:
 - o do not break an employee's continuous employment; and
 - o count towards the employee's period of employment for the purposes of accruing long service leave. Some other types of absences do not break an employee's continuous employment, but do not count towards an employee's period of employment for the purposes of accruing long service leave. Visit the <u>Long service leave</u>—

 <u>What is continuous employment</u> page for details.
- An employee's employment may in some circumstances also be continuous despite a change in the ownership of
 a business and the associated change of employer. This applies regardless of anything written in a sale of business
 contract. Visit the <u>Long service leave What happens when business ownership changes?</u> page for details.
- The <u>WA long service leave calculator</u> can provide an estimate of an employee's long service leave entitlement when employment ends as a result of resignation, dismissal, death or redundancy.

Resignation, termination and redundancy Resignation by the employee

Full time and part time employees are required to provide:

- no notice if on a probationary period of up to 3 months agreed in advance; or
- one week's notice in all other circumstances.

A casual employee can resign by providing one hour's notice to the employer.

Termination

An employer is required to give a casual employee one hours' notice of termination.

Except in cases of serious misconduct, an employer is required to give full time and part time employees the following period of notice of termination (or payment in lieu):

Period of continuous service	Notice period
Not more than 1 year	1 week
More than 1 year but not more than 3 years*	2 weeks
More than 3 years but not more than 5 years*	3 weeks
More than 5 years*	4 weeks

^{*}Employees over 45 years of age with two or more years of continuous service must receive an additional week's notice.

Dismissal requirements

Under state laws, employees cannot be dismissed if to do so would be harsh, unfair or oppressive. There must be a valid and fair reason for dismissal, such as:

- consistent unsatisfactory work performance (which has been raised with the employee and the employee given further training and an opportunity to improve their work performance);
- inappropriate behaviour or actions or;
- serious misconduct.

The <u>Dismissal information</u> page outlines obligations and requirements when an employee is terminated.

Redundancy

An employee is redundant when their employer has made a definite decision that they no longer wish the job the employee has been doing to be done by anyone.

When an employee has been made redundant they are entitled to receive:

- the appropriate notice period or pay in lieu of notice, as outlined in the termination section above;
- paid leave for job interviews;
- any unpaid wages;
- any unused accrued and pro rata annual leave;
- any unused accrued long service leave;
- pro rata long service leave (if applicable); and
- severance pay (if applicable).

Visit the <u>Redundancy – General information</u> page for information on redundancy obligations.

Award severance pay - Employers who employ less than 15 employees

Employers covered by the Food Industry (Food Manufacturing or Processing) Award who employ less than 15 employees must pay the severance pay entitlements in the award when an employee is made redundant, as outlined in the table below.

Award severance pay does not need to be paid to casual employees, apprentices, employees who have been engaged for a specific period of time or for a specified task or tasks, or employees terminated as a consequence of conduct that justifies instant dismissal.

Period of continuous service with employer	Award severance pay	
Less than 1 year	Nil	
1 year but less than 2 years	4 weeks	
2 years but less than 3 years	6 weeks	
3 years but less than 4 years	7 weeks	
4 years and over	8 weeks	

Severance pay – Employers who employ 15 or more employees

Employers covered the Food Industry (Food Manufacturing or Processing) Award who employ 15 or more employees must pay severance pay when an employee is made redundant, as outlined in the table below.

Period of continuous service*	Number of weeks severance pay
Less than 1 year	Nil
1 year and less than 2 years	4 weeks
2 years and less than 3 years	6 weeks
3 years and less than 4 years	7 weeks
4 years and less than 5 years	8 weeks
5 years and less than 6 years	10 weeks
6 years and less than 7 years	11 weeks
7 years and less than 8 years	13 weeks
8 years and less than 9 years	14 weeks
9 years and less than 10 years	16 weeks
10 years and over	12 weeks

^{*}An employee's period of continuous service includes any service with that business under a previous employer where there has been a transmission of the business.

These severance pay requirements do not apply to probationary employees, apprentices and trainees, casual and contract employees or employees terminated due to serious misconduct or for other reasons not related to redundancy.

Redundancy pay is calculated based on the applicable number of weeks' severance multiplied by ordinary time earnings. Ordinary time earnings excludes overtime, penalty rates, and allowances.

If the employee resigns during the notice period, they are entitled to the same severance pay they would receive if they had worked until the end of the notice period. However, in this circumstance the employee is not entitled to payment in lieu of notice.

Visit the Redundancy payments page for more information on redundancy payments.

Pay slip and record keeping requirements

Employers must provide all employees with a pay slip, and must keep employment records as required by state employment law. There are penalties for not keeping records and not providing a pay slip.

Pay slips

Employers need to provide a pay slip to each employee within one working day of paying the employee for work performed. The employer can decide whether to give a hard copy or electronic form of the pay slip.

A pay slip needs to include the following information:

- the employer's name and Australian Business Number (if any);
- the employee's name;
- the period to which the pay slip relates;
- the date on which the payment referred to in the pay slip was made;
- the gross and net amounts of the payment, and any amount withheld as tax;
- any incentive based payment, or payment of a bonus, loading, penalty rates or another monetary allowance or separately identifiable entitlement;
- if an amount is deducted from the gross amount of the payment:
 - o the name of the person in relation to whom or which the deduction was made;
 - o if the deduction was paid into a fund or account the name, or the name and number, of the fund or account; and
 - the purpose of the deduction;
- if the employee is paid at an hourly rate of pay:
 - o the rate of pay for the employee's ordinary hours;
 - o the number of hours worked during the period to which the pay slip relates; and
 - o the amount of the payment made at that rate;
- if the employee is paid a weekly or an annual rate of pay the rate as at the latest date to which the payment relates:
- if the employer is required to make superannuation contributions for the benefit of the employee:
 - o the amount of each contribution that the employer made during the period to which the pay slip relates and the name, or the name and number, of any fund to which the contribution was made; or
 - the amounts of the contributions that the employer is liable to make in relation to the period to which the pay slip relates, and the name, or the name and number, of any fund to which the contributions will be made.

Wageline's Pay slip information page provides more information and a pay slip template to assist employers.

Employment records

Record keeping requirements

It is compulsory for all employers to keep employment records which include the following information:

- the employee's name and, if under 21 years of age, their date of birth;
- the employer's name and Australian Business Number (if any);
- the name of the WA award that applies (in this case the Food Industry (Food Manufacturing or Processing Award);
- date the employee commenced employment with the employer;
- for each day of work:
 - o the time at which the employee started and finished work;
 - o period/s for which the employee was paid; and
 - o details of work breaks including meal breaks;
- for each pay period:
 - o the employee's designation (such as full time, part time, casual) and employee classification;
 - o the gross and net amounts paid to the employee;
 - o any amount withheld as tax; and
 - o all deductions from pay and the reasons for them;
- any incentive based payment, bonus, loading, penalty rates or other monetary allowance or entitlement;
- all leave taken, whether paid, partly paid or unpaid;

- the following matters relating to superannuation:
 - the date on which each superannuation contribution was made, the amount of the contributions, the period over which the contributions were made, the name of any fund to which a contribution was made;
 - o how the employer worked out the amount of superannuation owed; and
 - o any choice made by the employee as to which fund their contributions are to be made and the date on which the choice was made;
- the information necessary for the calculation of and payment of long service leave under the LSL Act. Employers are also be required to comply with the record keeping requirements in the LSL Act. Visit www.dmirs.wa.gov.au/longserviceleave for details;
- any other information necessary to show that the pay and benefits received by the employee comply with the WA award and other legal obligations such as employee entitlements under the MCE Act or LSL Act; and
- any other information required by the WA award to be recorded.

It is also compulsory to keep employment records that detail specific information regarding:

- termination related matters; and
- any supported wage system or a supported wage industrial instrument provision that applies to an employee with a disability.

If an employer makes a payment to an employee in cash, the employer must provide a record of the payment to the employee and ensure that a copy of the record of payment is kept as an employment record.

Wageline's <u>Employment records - Employer obligations</u> page provides more information and record keeping templates to assist employers.

Time periods for keeping records

It is compulsory that each entry in relation to annual leave and long service leave must be retained during the employee's period of employment and for not less than 7 years after the employment ends and each other employment record must be retained for not less than 7 years after it is made.