# Summary of Proposed Variations Prepared for the purpose of conciliations in the Supported Employment Services Award (AM2014/286)

#### 1. BACKGROUND

- 1.1 Our clients, Australian Business Industrial (ABI) and the New South Wales Business Chamber (NSWBC) wrote to the Fair Work Commission on 4 October 2016 in response to directions issued on 26 August 2016 (Directions) requiring that parties confirm the proposed variations they sought in the Supported Employment Services Award 2010 (Award).
- 1.2 Our clients rely on this correspondence of 4 October 2016 and the draft determinations attached to that document, but remain committed to working with interested parties to determine whether these draft determinations can further be refined during the conciliation conferencing process and presented as consent variations to the Award.
- 1.3 Accordingly, this summary paper has been prepared pursuant to a request by Deputy President Booth on 3 April 2017 that parties prepare and provide a summary of the issues they would like to progress in the conciliation conference session on 10 April, 21 April and 24 April 2017.

#### 2. ABI AND NSWBC CLAIMS

- 2.1 Our clients intend to pursue 6 claims in these proceedings. Specifically they relate to:
  - (a) coverage of school-aged employees engaged in casual supported employment at clause 4 of the Award;
  - (b) wage assessment tools, specifically:
    - (i) inserting references to new versions of existing wage assessment tool at clause 14.4 of the Award;
    - (ii) inserting our client's proposed wage assessment tool (the ABI Wage Assessment Tool) at clause 14.4 of the Award;
    - (iii) as a consequential amendment to the insertion of our client's proposed wage assessment tool (the ABI Wage Assessment Tool) at clause 14.4, including a new Schedule I which contains the content of ABI Wage Assessment Tool.
  - (c) variation of penalty rates at clause 20.3 for supported employees working in retail and hospitality industries to ensure that their employers are not disadvantaged when compared to other employers operating in these industries;
  - (d) variation to clause 20.5 to clarify that employers and employee(s) can agree that an employee's roster will comprise only night shift work (i.e. without the need for a rotating shift) in order to attract the relevant night shift loading.
- To assist the parties, we have attached a copy of our clients' proposed draft determinations which we believe can be used as a starting point for discussions during conference.

Australian Business Lawyers & Advisors Pty Ltd
On behalf of Australian Business Industrial and the NSW Business Chamber
7 April 2017

### **DRAFT DETERMINATION**

Fair Work Act 2009
Part 2-3, Div 4 – 4 Yearly reviews of modern awards

## **Supported Employment Services Award 2010** [MA000103]

Supported employment services industry

COMMISSION MEMBER

SYDNEY, XX YYY 2016

Review of modern awards to be conducted.

Further to the Decision and Reasons for Decision << DecisionRef>> in AM2014/286, it is determined pursuant to section 156(2)(b)(i) of the Fair Work Act 2009, that the Supported Employment Services Award 2010 be varied as follows:

[1] By inserting a new clause 4.8 as follows:

Subject to clause 4.1, the award covers employees in the classifications listed in Schedule B who are of school age and engaged in casual supported employment.

- By updating the approved wage assessment tools at clause 14.4(b) to refer to new versions of existing wage assessment tools.
- By inserting a new clause 14.1(b)(xxxi) as follows:

#### (xxxi) ABI Wage Assessment Tool

and inserting a new clause 14.4(f) (with consequent renumbering of subsequent clauses), as follows:

(f) The Wage Assessment Tool referred to at clause 14.4(b)(xxxi) above is at Schedule I.

#### [4] By inserting the following at Schedule I:

#### Schedule I – ABI WAGE ASSESSMENT TOOL

#### 1. WAGE ASSESSMENT FOR AN EMPLOYEE WITH A DISABILITY

#### 1.1 Employer to Assess an Employee with a Disability

Subject to clause 1.7 below, the employer shall assess an employee with a disability into the relevant assessment criteria set out in **Annexure A**.

The employer shall use the **Indicative Task Schedules** found in **Annexure C** to assist in the wage assessment process.

No employee will remain in the Training and Assessment Level for a period of more than 6 months or 600 hours, whichever comes first.

All wage assessments in accordance with this clause are to be carried out by a qualified wage assessor and appropriate assessment documentation in relation to wage assessment must be kept for review or dispute purposes.

#### 1.2 Reassessment for assessment to a Higher Level

Having initially assessed an employee in accordance with this Schedule, the employer shall review the assessment of an employee at least every 12 months as part of the employee's individual plan to determine whether the employee should be reassessed to a higher Level.

#### 1.3 Reassessment to a Higher Level

If, having undertaken a reassessment under clause 1.2 above, the reassessment demonstrates that the employee can reliably perform work at a higher Level, the employer shall reassess the employee into the higher Level effective from the next full pay period.

#### 1.4 Reassessment for Reassessment to a Lower Level

From time to time an employee may no longer be capable of performing work at the Level they are assessed at. Where, after having observed the employee over a period of not less than six months, an employer reasonably believes this to be the case, they may reassess the employee to determine whether they can no longer reliably perform work at the Level the employee is assessed at.

#### 1.5 Reassessment to a Lower Level

If, having undertaken a reassessment under clause 1.4 above, the employer demonstrates that the employee can no longer reliably perform work at the Level the employee is assessed in, the employee may be reassessed to a relevant lower Level provided that the employer:

(a) gives the employee concerned no less than 8 weeks' notice of their intention to reassess the employee;

- (b) provides the employee the opportunity to be represented by their union or advocate in any further discussions in relation to the employer's intention; and
- (c) having consulted the employee, gives the employee two weeks' notice of the reassessment.

The employee shall have the right to have the matter dealt with as per the grievance procedure set out in this Agreement.

#### 1.6 Progression to Full Award Rate and/or Open Employment

Once a person has reached Level D a discussion will take place with the employee about their employment aspirations, including their ability to transition to a full award wage within the organisation or options which might be available should the employee want to work in open employment. The result of such discussions will be recorded in the employee's Individual Plan.

#### 1.7 Employees carrying out majority of their duties above Grade 2

A supported employee carrying out the majority of their work at Grade 3 level or above in the Award shall be assessed under the Supported Wage System.

#### 2. RATE OF PAY

#### 2.1 Weekly Ordinary Rate

An employee that is assessed in accordance with clause 1 above shall be paid at the percentage of the weekly ordinary rate of pay set out in the Wages Table below:

Each employee shall have their output assessed within their skill level using the **Output Guidelines in Annexure D** to determine their salary point within the level.

Output at each level will be determined as follows:

- (a) if 25% or under output on average across level work, the first wage point shall apply;
- (b) if over 25% on average across level work but under 50%, the second wage point shall apply;
- (c) if over 50% on average across level work but under 75%, the third wage point shall apply; and
- (d) if 75% and over the fourth wage point shall apply.

Level	Percentage of
Grade 2 SESA Award	Weekly Ordinary Rate of Pay
Training and assessment	15%
Level	
Level A	15%
A2	20%
A3	25%
A4	30%
Level B	30%
B2	35%
B3	40%
B4	45%
Level C	45%
C2	50%
C3	55%
C4	60%
Level D	70%
D2	80%
D3	90%
D4	100%

#### 3. **DEFINITIONS**

#### 3.1 Definitions to be Applied

Definitions used in this Schedule are set out in **Annexure B**.

#### 4. REVIEW OF WAGE ASSESSMENT

#### 4.1 Right to Review Wage Assessment

Each of the persons set out in clause 4.3 below may seek a review of the wage assessment.

#### 4.2 Review Process

A review of the wage assessment in accordance with clause 4.1 above shall be conducted in accordance with the following procedure:

- (a) The review shall first be discussed between the person seeking the review and the employer; and then if the matter remains unresolved.
- (b) Either party can notify the matter to the Fair Work Commission in accordance with clause 9 Dispute Resolution of the Award and the matter shall then be dealt with in accordance with that clause.
- (c) For the purposes of this review the Fair Work Commission may utilise a qualified independent assessor to assist it in resolving a dispute in relation to an employee's assessment.

#### 4.3 Persons Eligible to Seek a Review

The following persons may seek a review in accordance with clause 4.1 above:

- (a) the employee concerned;
- (b) a legal guardian of the employee, or
- (c) if authorised by the employee/legal guardian concerned:
  - (i) a registered employee organisation of which they are a member and which is entitled to represent their industrial interests at the employer's workplace;
  - (ii) a parent of the employee; or
  - (iii) a disability advocacy organisation.

#### Annexure A - Wage Assessment Descriptors

#### A.1 Training and Assessment

An employee at this Level is undergoing training and assessment. The employee has rudimentary Base Work Skills. During the employees time at this level they will:

- (a) require a very high level of Work Support;
- (b) always require Personal Support;
- (c) always requires their work to be closely and directly supervised;
- (d) not work to any pre-set pace;
- (e) has the quality of their work constantly checked; and
- (f) during their employment at this level are being assessed as to their future skill level.

An employee shall only be assessed to be at the Training and Support Level for 6 months or 600 hours, whichever comes first, at which time they will be offered a permanent position or not.

#### A.2 Level A

An employee at this level has rudimentary Base Work Skills and:

- (a) is directly supervised;
- (b) continually requires a high level of Work Support;
- (c) continually requires Personal Support;
- (d) is incapable of organising their own work;
- (e) does not work to any pre-set pace;
- (f) has some difficulty staying on task or remaining at their work station;
- (g) has the quality of their work constantly checked; and

(h) performs very basic tasks.

#### A.3 Level B

An employee at this level has intermediate Base Work Skills and:

- (a) is directly supervised;
- (b) requires a high level of Work Support;
- (c) requires Personal Support;
- (d) is incapable of organising their own work but can communicate with their supervisor/trainer if they have some issues with their work;
- (e) does not work to any pre-set pace;
- (f) generally stays on task but can be distracted and sometimes wonders from their work station;
- (g) has the quality of their work routinely checked; and
- (h) is capable of performing variety of basic tasks and in training to do more complex tasks.

#### A.4 Level C

An employee at this level has intermediate Base Work Skills and:

- (a) is directly supervised;
- (b) requires a moderate level of Work Support;
- (c) occasionally requires Personal Support;
- (d) is capable of organising some of their own work within limits with the assistance of their supervisor;
- (e) stays on task unless deliberately distracted by others;
- (f) has the quality of their work periodically checked by their supervisor; and
- (g) is generally capable of performing all basic tasks and some complex tasks.

#### A.5 Level D

An employee at this Level has achieved good Base Work Skills and:

- (a) is directly supervised;
- (b) requires limited Work Support;
- (c) occasionally requires Personal Support;
- (d) is capable of organising their own work with the assistance of their supervisor;
- (e) assists other employees in their work group by leading by example;

- (f) works at a pace with pre-determined output targets agreed to with their supervisor;
- (g) generally stays on task;
- (h) has the quality of their work occasionally checked by their supervisor; and
- (i) can perform complex tasks within grade 2.

**NOTE**: An employee who has the ability to competently carry out tasks at a higher level shall not be paid at a lower level simply because higher level tasks are not available.

#### **Annexure B - Definitions**

#### **B.1** Personal Support

- (a) "Personal Support" is the care and support of an employee with a disability in the workplace provided by a trainer and/or supervisor.
- (b) Personal Support may take many forms including:
  - (i) encouragement;
  - (ii) mentoring;
  - (iii) counselling; and/or
  - (iv) behavioural intervention.
- (c) Personal Support may relate to different issues in the workplace including:
  - (i) interpersonal skills;
  - (ii) life issues:
  - (iii) personal needs; and/or
  - (iv) personal behaviour.

#### **B.2** Work Support

- (a) "Work Support" is the support of an employee with a disability in the workplace provided by a trainer and or supervisor including:
  - (i) the design of work tasks (including the disaggregation of work tasks to sub-tasks) tailored to the employee to allow them to perform a productive task;
  - (ii) coaching and/or training in Base Work Skills and/or work tasks and/or the use of machinery; and/or
  - (iii) coaching and/or training in communicating with others in the workplace or commuting to and from work.

#### **B.3** Base Work Skills

"Base Work Skills" refers to an employee's ability to:

- (i) work safely;
- (ii) follow instructions;
- (iii) perform their work at a reasonable pace;
- (iv) have fewer errors associated with their work;
- (v) stay on task;
- (vi) remain at an employee's workstation or area
- (vii) not disturbing the work of others or workflow generally; and
- (viii) be punctual and reliable with respect to work attendance.

#### **B.4** Rudimentary Base Work Skills

(a) A person at this level finds it difficult to stay on task and is easily distracted. The person can stay on task but only if the supervisor/trainer is in close proximity. The person needs reminding of work related issues and needs time to develop their understanding of new tasks. A person at a rudimentary level must be constantly observed with respect to WHS issues as their ability to carry out their duties can be limited.

#### **B.4** Intermediate Base Work Skills

(a) A person at this level generally can stay on task for periods of time (e.g. an hour at a time) but not at a consistent pace. A person can be distracted by other things happening in the workplace. A person at this level can generally learn new tasks within their skill level and have a very basic understanding of WHS issues in their immediate work area under the observation of their supervisors/trainers.

#### **B.5** Good Base Work Skills

(a) A person at this level generally stays on task at a reasonable pace as determined with their supervisor. The person is rarely distracted and has a basic understanding of WHS issues with respect to the work they are carrying out. A person at this level can pick up new work tasks following initial training or instruction reasonably well. A person at this level can also communicate reasonably well with their supervisor/trainer regarding work issues. A person at this level does not require ongoing motivation other than when they require Personal support.

#### **Annexure C - Indicative Task Schedules**

C.1 Indicative tasks to be undertaken by an employee are referenced for each Level in the wage assessment structure in accordance the Schedule below. The exact task to be performed may not be listed in the indicative task schedule for the Level concerned. Where this is the case the employer

should seek to match the task performed by the employee with indicative tasks that are similar in overall character.

#### C.2 Level A tasks - very basic tasks

This involves tasks which are elementary and simple to carry out. Such tasks are easy to complete and can be carried out in a stationary position. Typically it would involve very basic packing or assembly or work involving simple jigs or templates that have been created to guide the employee.

Level A indicative tasks include:

(a) TBD

#### C.3 Level B tasks - basic tasks

This involves tasks which involve more physical movement but like very basic tasks are easy to complete. At this level quality issues are more susceptible. Simple tools or mechanisms may be used to complete a task.

Level B indicative tasks include:

(a) TBD

#### C.4 Level C tasks - more complex tasks

This involves tasks where initiative is greater than basic tasks and where WHS issues are of greater significance. Simple machinery and tools may also be used at this level and greater levels of communication skills are also of more importance. Tasks at this level may also involve greater productive interaction with the workers without disabilities or in the service sector interaction with the public.

Level C indicative tasks include:

(a) TBD

#### C.5 Level D tasks - complex tasks

This involves a person who is capable of carrying out a wider variety of the work outlined in Grade 2 of the Award and as such with general training and ongoing direct supervision and support can carry out most tasks requested of them.

The person would still require a limited level of Personal Support and/or Work Support.

Level D indicative tasks include:

(a) TBD

#### **Annexure D - Output Guidelines**

**D.1** To determine a supported employee's output and hence salary point in accordance with the outcome of their wage assessment the following shall apply.

- **D.2** A supported employee will be assigned a range of tasks within their level. The employee's salary point within the Level shall be determined by their output as follows;
  - (a) If 25% or under output on average across the level work, the first wage point shall apply;
  - (b) If over 25% on average across level work but under 50%, the second point shall apply;
  - (c) If over 50% on average across level work but under 75% third wage point shall apply; and
  - (d) If 75% and over the fourth wage point shall apply.
- **D.3** The supported employees output will be benchmarked against a person who has carried out the same task who does not have a disability. Such benchmarks can be historical as long as they have been updated within a 4 year period or if required to be updated in the case of a dispute relating to the salary point.
- D.4 The comparative count shall occur over a 2 hour period, allowing for a ½ hour count on each of 4 tasks that the employee spends the majority of their time on. The average percentage of the outcome of all 4 counts shall determine the output percentage figure for the level and thus determine the salary point within the level.
- **D.5** The following are examples:

The supported employee is at Level B of the Wage Assessment Structure

Task	Supported employee	Benchmark	%
Task 1	50	100	50
Task 2	210	350	60
Task 3	65	180	36
Task 4	35	100	35
Average %			45 %

Based on the above calculation a supported employee who is assessed at Level B will be paid at level B2 which is 35% of the minimum rate.

The supported employee is at Level C of the Wage Assessment Structure

Task	Supported employee	Benchmark	%
Task 1	40	100	40
Task 2	210	350	60
Task 3	50	180	28
Task 4	35	100	35
Average %			41 %

Based on the above calculation a supported employee who is assessed at Level C will be paid at level C2 which is 50% of the minimum rate.

[5] By amending clause 20.3 to read as follows (underlined text is new to the clause):

Where work is carried out on weekends, payment will be at time and half on Saturdays and double time on Sundays, other than for employees engaged on catering services who will be paid at the rate of time and three quarters on Sunday and for employees engaged in the retail or hospitality industries, who will be paid at the rate of time and a quarter on Saturday and time and a half on Sundays.

[6] By amending clause 20.5 to read as follows (underlined text is new to the clause):

By agreement between an employer and an employee, an employee who works their <u>rostered hours of work or</u> hours in a rotating roster shift which finishes after 12.00 midnight and at or before 8.00 am Monday to Friday, will be paid for the whole shift 30% more than their ordinary rate.

The determination shall operate on and from XX YYY 2016.

BY THE COMMISSION