Working for business. Working for Australia

Annual Wage Review 2022-23

**Fair Work Commission** 

**Draft Timetable** 

Statement [2022] FWC

2756

**ACCI Submission** 

25 October 2022





# WORKING FOR BUSINESS. WORKING FOR AUSTRALIA

Telephone 02 6270 8000 Email <u>info@australianchamber.com.au</u> Website www.australianchamber.com.au

### **CANBERRA OFFICE**

Commerce House Level 3, 24 Brisbane Avenue Barton ACT 2600 PO BOX 6005 Kingston ACT 2604

### **MELBOURNE OFFICE**

Level 2, 150 Collins Street Melbourne VIC 3000

### SYDNEY OFFICE

Level 15, 140 Arthur Street North Sydney NSW 2060 Locked Bag 938 North Sydney NSW 2059

ABN 85 008 391 795 © Australian Chamber of Commerce and Industry 2022

This work is copyright. No part of this publication may be reproduced or used in any way without acknowledgement to the Australian Chamber of Commerce and Industry

#### Disclaimers & Acknowledgements

The Australian Chamber of Commerce and Industry has taken reasonable care in publishing the information contained in this publication but does not guarantee that the information is complete, accurate or current. In particular, the Australian Chamber is not responsible for the accuracy of information that has been provided by other parties. The information in this publication is not intended to be used as the basis for making any investment decision and must not be relied upon as investment advice. To the maximum extent permitted by law, the Australian Chamber disclaims all liability (including liability in negligence) to any person arising out of use or reliance on the information contained in this publication including for loss or damage which you or anyone else might suffer as a result of that use or reliance.



## **DRAFT TIMETABLE — ANNUAL WAGE REVIEW 2022-23**

- 1. ACCI welcomes the opportunity to respond to the draft timetable for the Annual Wage Review 2022-23 published by the Fair Work Commission (**Commission**).
- 2. On 23 March 2020, the Commission published Statement [2020] FWC 1544 which sought the views of interested parties on a proposal to vary the timetable for the Annual Wage Review 2019-20 to delay the final decision of the review. The purpose was to allow for submissions in response to the March quarter National Accounts statistics released by the ABS because of the volatile and unpredictable circumstances presented by the outbreak of the COVID-19 pandemic.
- 3. In a letter to the President of the Commission on 1 April 2020, ACCI responded to the proposal in the following terms (emphasis added):

ACCI does not oppose such this approach, recalling however that in more usual circumstances it remains important, as the Panel has previously recognised, that there be a due period of notice prior to the commencement of any increase.

- 4. The Australian economy continues to face significant challenges over the short and medium term which should encourage caution in decision-making, as we will address throughout the forthcoming review. However, relative to the extent of uncertainty that beset the economy during the last three reviews, those "more usual circumstances" have now returned for the purposes of timetabling.
- 5. Accordingly, the Commission should now strive to return to providing a longer period of notice after the annual wage review decision prior to any annual wage review determinations varying modern awards and national minimum wage orders coming into operation under sections 286 and 287 of the Fair Work Act 2009 (Cth) (FW Act) respectively. As Statement [2022] FWC 2756 notes, this course of action provides businesses affected by the Commission's decision with critical time to implement payroll changes.
- 6. Additionally, as Statement [2022] FWC 2756 also notes, this longer period will provide more time for interested parties to respond to published draft award determinations. ACCI considers this process highly important. At no fault of the Commission or any participating party, the extended timetable for the Annual Wage Review 2021-22 unavoidably restricted the timeframe in which interested parties were able to reply to a submission in response to the draft determinations regarding modern award wage increases to apprentice and trainee rates. Similar circumstances should be avoided in the Annual Wage Review 2022-23 if possible.
- 7. The timetable for the Annual Wage Review 2022-23 should reflect that of annual wage reviews prior to the COVID-19 pandemic. The final opportunity for interested parties to express views to the Commission prior to the handing down of the decision should be during final consultations occurring in mid-May 2023. This would allow the Commission to finalise its decision by early June 2023 and responses to draft determinations to be lodged by mid-June, weeks prior to the earliest date any awarded changes to modern award and minimum wages can take effect.



## **About the Australian Chamber**

The Australian Chamber represents hundreds of thousands of businesses in every state and territory and across all industries. Ranging from small and medium enterprises to the largest companies, our network employs millions of people.

The Australian Chamber strives to make Australia the best place in the world to do business – so that Australians have the jobs, living standards and opportunities to which they aspire.

We seek to create an environment in which businesspeople, employees and independent contractors can achieve their potential as part of a dynamic private sector. We encourage entrepreneurship and innovation to achieve prosperity, economic growth and jobs.

We focus on issues that impact on business, including economics, trade, workplace relations, work health and safety, and employment, education and training.

We advocate for Australian business in public debate and to policy decision-makers, including ministers, shadow ministers, other members of parliament, ministerial policy advisors, public servants, regulators and other national agencies. We represent Australian business in international forums.

We represent the broad interests of the private sector rather than individual clients or a narrow sectional interest.

### **Current ACCI Members**

### State and Territory Chambers

















### **Industry Associations**































































































































































