REGISTER OF ENTERPRISE AGREEMENTS

ENTERPRISE AGREEMENT NO: EA00/114

TITLE: Austral Tiles Production Workers' Agreement 2000

I.R.C. NO:

2000/1464

DATE APPROVED/COMMENCEMENT: 17 March 2000

TERM:

16 March 2002

NEW AGREEMENT OR

VARIATION:

New

GAZETTAL REFERENCE:

DATE TERMINATED:

NUMBER OF PAGES:

13

COVERAGE/DESCRIPTION OF

EMPLOYEES: Applies to all production employees engaged in the manufacture of terracotta floor tiles and any other related ceramic products

PARTIES: Austral Tile Company -&- The Federated Brick, Tile and Pottery Industrial Union of Australia, New South Wales Branch



BEFORE THE INDUSTRIAL RELATIONS COMMISSION OF NEW SOUTH WALES

RE: ENTERPRISE AGREEMENT

The Austral Tile Company Pty Limited, ACN (000012340), Federated Brick, Tile and Pottery Industrial Union of Australia (NSW Branch) and Employees

This Agreement shall be known as THE AUSTRAL TILES PRODUCTION WORKERS'
AGREEMENT 2000

1. PARTIES

The Austral Tile Company Pty Limited, (the Company) and The Federated Brick, Tile and Pottery Industrial Union of Australia (NSW Branch), (the Union) and the employees of the Austral Tile Company Pty Ltd.

2. APPLICATION

This Paid Rates Agreement is binding on The Austral Tile Company Pty Limited, The Federated Brick, Tile and Pottery Industrial Union of Australia (NSW Branch) representing their members, production employees of the Company, and production employees of the said Company in respect to employment conditions and rates of pay for the Company's production employees engaged in the manufacture of terracotta floor tiles and any other related ceramic products.

3. PERIOD OF OPERATION

This Agreement will operate from the first pay period after 17 March 2000 providing the Agreement has been approved by the Industrial Relations Commission of New South Wales, and will continue in force until 16 March 2002, subject to the provisions of the New South Wales Industrial Relations Act 1996.

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ARRANGEMENT

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4. SCOPE

This Agreement will cover all employees engaged in the production of terracotta floor tiles and any other related ceramic products. It will not apply to maintenance employees who work in or in connection with such manufacture.

This Agreement is to be read and interpreted in conjunction with the Brickmakers and Assistances (State) Award (the Award). It contains some additions and/or modifications to the rates and conditions of that Award. Where there is any inconsistency between this Agreement and the Award, the Agreement will prevail.

5 OBJECTIVES

- (a) The objectives of this Agreement are to continue to facilitate:
 - (i) flexible working hours
 - (ii) workplace productivity
 - the development and maintenance of the most productive and harmonious working relationship obtainable.
- (b) An important factor in reaching the above objectives is the continued development of the working environment where all parties are involved in the decision making process. Both management and employees are committed to a continuation of positive co-operation in implementing work practices that are flexible and meet the requirements of the Company.

6 WORKPLACE EFFICIENCY

- (a) It is the objective of the parties to this Agreement to continue to implement workplace practices providing for more flexible working arrangements to improve the efficiency and productivity of the Company, enhance skills and job satisfaction, and assist positively towards making the Company a more efficient enterprise.
- (b) In particular, employees will not impose any restrictive practices. They will perform a wide range of functions and duties, including work incidental or peripheral to their main tasks according to training and competency. They will take all necessary steps to ensure the quality, accuracy and completion of any task.
- (c) Employees will comply with all reasonable requests to transfer and to perform work covered by this Agreement.
- (d) In case of machine breakdown, employees will ensure that the plant is kept clean and free from spent materials.

7 CAREER PROGRESSION AND TRAINING

(a) The parties to this Agreement continue to recognise that a strong commitment to skill development is required in order to increase efficiency and productivity.

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- (b) Opportunities will be made available, wherever practicable, to enable employees to develop skills and competencies for progression through the classification structure consistent with the needs of the enterprise.
- (c) Employees will be encouraged to progress to the highest level personally attainable, consistent with the needs of the enterprise.
- (d) When a new employee commences at a high level due to particular skill requirements, that employee must "backfill" lower level skills within 12 months in order to ensure full flexibility of the enterprise:

8 CASUAL/CONTRACTOR EMPLOYMENT

- (a) Casual/contractor labour may be employed on the basis of 1 casual/contractor employee to every 10 full time production employees, in a particular week. (This basis may be reviewed by the Consultative Committee). Any change to the basis of this clause will be committed to writing.

 Such casual employees may be used to cover:
 - * employees on annual leave or extended sick leave, or workers compensation.

* employees undergoing training requirements,

* the need to supplement labour during peak load periods, and

* the need to supplement labour during the commissioning of plant

provided that

- (i) they are not used to replace full time employment and normal overtime,
- (ii) they only work overtime after all full time employees have declined to work overtime, and
- (iii) whilst they are employed there will be no retrenchments of full time employees.

Where possible the Consultative Committee will be notified prior to the employment of casual labour.

(b) A casual employee is one specifically engaged as such and paid a loading of an additional 20% on the wage rate prescribed in this Agreement. This loading is in lieu of non-payment for sick leave, public holidays, annual leave and long service leave.

9 HOURS (DAY WORKERS

(a) The ordinary hours of work will be 38 per week.

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(b) Ordinary hours will be worked between the hours of 6am and 6pm with a maximum of 8 hours (apart from meal breaks), worked consecutively, on any one day, including the Thursday before a Friday public holiday.

However, ordinary hours may be worked in the period Monday to Sunday by

agreement between the Company and the employees, provided that employees will not be required to work in excess of 12 consecutive hours per day (apart from meal breaks).

- (c) The Plant Manager may fix the starting time in the Plant Manager's Yard within the limitations in subclause (b) above, and may alter it from time to time with the consent of the employees.
- (d) Employees will be provided with a meal break of not less than 20 minutes nor more than 30 minutes no longer than 5 hours after commencing work. The morning rest period will be deemed as time worked.
- (e) Where it is agreed that employees work during their usual meal break, due to an emergency or for the purpose of maintaining production, they will be allowed to take their meal break when the other employees have resumed work and relief is available.
- (f) Employees are to clock on and off at the bundy clock, be at their working station by the commencement of the shift and to remain at their working station until the bell sounds for morning tea, lunch and end of shift.
- (g) Employees agree to work a rostered meal break to keep machines on line.

10 SHIFT WORKERS

10.1 DEFINITIONS

- (a) "Continuous shift" means work carried on with consecutive shifts throughout 24 hours each day for at least six consecutive shifts.
- (b) "Seven day shift" means shift work, other than continuous shift work, rotating across 24 hours of each day and seven days of the week.

10.2 HOURS OF WORK AND ANNUAL LEAVE

- (a) The ordinary hours of shift workers will be 38 per pay period and each shift will not exceed 8 consecutive hours inclusive of a paid meal break. However, if the Company and the employees agree, a greater number of hours may be worked providing that employees are not required to work in excess of 12 consecutive hours per shift.
- (b) The starting and finishing time for shift workers will be set by the Company to best service the effective operation of the plant.
 However, the Company may alter the starting and finishing times and vary the shift in order to enable a factory to respond flexibly and maximise production in the pattern of demand for the Company's product.
- (c) Rosters will be provided to enable weekly rotation and equity. An employee's place on a roster will not be changed with less than 48 hours notice unless payment of penalty rates is made. However, the notice period will change to 7 days if and when it becomes a provision of the Award.
- (d) Employees will observe punctuality for start times by clocking on prior to their normal shift at a time which will allow them to be at their place of work at the start time so

that machines do not stop on shift changes, and to remain at their working station until the bell sounds for morning tea, lunch and end of shift.

(e) A continuous or seven day shift worker will have added to the worker's annual leave period, one extra day for any holidays (as prescribed by the Award) which fall within the leave period.

10.3 OVERTIME Shift Workers

- (a) An employee who is engaged on shift work for less than five shifts in any working week will be paid overtime rates for the time worked as a shift worker in that particular week. Overtime rate will be as per Clause 6(ii) of the 1996 Award.
- (b) The above overtime penalty will not apply if:
 - (i) the employee has been engaged on continuous shift work for more than one week, or
 - (ii) the Company and the employee have agreed to work a greater spread of ordinary hours per shift over a lesser working week, or
 - (iii) The lesser number than five shifts worked is due to the action of the employee, or
 - (iv) the employee is a regular burner or tunnel kiln operator to whom Clause 21(vi) of the Award applies

11 OVERTIME - All Employees

(a) Overtime work will be so arranged that, wherever practicable, employees have at least 8 hours off duty between successive days.

However, an employee whose ordinary working time commences on the following day before the employee has had 8 consecutive hours off duty, will be released until the 8 consecutive hours are completed. The employee will suffer no loss of pay for the ordinary working time occurring during the employee's absence from duty.

12 SICK LEAVE

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work on account of

- (a) An employee, other than a casual employee, who is absent from work on account of personal illness, or injury by accident not arising out of and in the first year of service and 8 days for each subsequent year of service, subject to the following:
 - (i) Sick leave taken during the first 3 months of employment (which satisfies the other provisions of this clause) will only be paid for after the employee has been employed for 3 months.
 - (ii) No payment will be made for any absence for which workers' compensation is paid.
 - (iii) The employee will not be entitled to payment in respect of any time lost on an ordinary working day on which, had the employee attended for duty, the employee would not have been required to work.
 - (iv) The employee will advise the Company of the expected absence and state, as far as practicable, the nature of the illness or injury, within 24 hours of the commencement of the absence.

- (v) For absences of 3 single days or more in any sick leave year the employee will provide satisfactory evidence of the illness or injury.
- (vi) The yearly entitlement of sick days will apply to the sick leave year commencing I January 1974 and continue thereafter. Continuous service with an employer prior to this date will be taken into consideration in assessing an employee's sick leave entitlements.
- (vii) An employee will not be entitled to sick leave for rostered time off due to the 38 hour week pattern of work.
- (viii) Any untaken sick leave at the end of each year's continuous service will accumulate and be added to the employee's entitlement for the taking of genuine sick leave except as provided in sub-clause (ix).
- (ix) In place of adding the accumulation to the entitlement, the employee may apply for a bonus made up of wages equivalent to the outstanding days of the current year's entitlement plus \$25 for each full day of untaken sick leave during the current year.
- (x) The sick leave entitlement for each year of service will be calculated as follows:
 - * For employment commenced before 31 December each year, pro rata until an employee has reached 31 December of the following year after employment.
 - * For employment thereafter, the period from 1 January to 31 December of each year.
- (b) Continuous service will be deemed not to have been broken by absence on sick leave which meets the above requirements.
 It will also be deemed not to have been broken in the case of leave of absence granted by the Company or other reasonable cause (proof of which will be on the employee.

13 WAGES

- (a) Wages will be paid by EFT on Thursday of each week. Changes may be made to accommodate unusual situations or circumstances providing they are in accordance with the Industrial Relations Act 1996.
- (b) This Agreement provides for an immediate wage increase of 5% for all purposes of the Agreement and a 5% increase to the production bonuses only. (Previous rates and new rates attached as Appendix B)
- (c) A further 5% increase in wages for all purposes of the Agreement and a 5% increase to the production bonuses only, will be available from a date 12 months after the date of the first increase.
- (d) The union agrees and gives an undertaking that no further claims will be made in relation to wage increments for the duration of this agreement.



14 PUBLIC HOLIDAYS

When a public holiday falls on a day where ordinary hours are worked, it will be classed as that day and no time off in lieu will be available to be taken on another day. i.e. 8 hours Monday to Thursday and 6 hours on Friday.

15 **SAFETY BONUS**

- (a) A safety bonus will be paid when the designated teams achieve a 3 month period without any team member having a lost time injury. The two teams are the entire day shift and the afternoon shift, night shift and the burners.
- (b) Bonus payments available will be as follows:

First 3 months	\$20
Second 3 months	\$30
Third 3 months	\$50

(c) Protective clothing and/or safety equipment is to be worn at all time as required by the Company.

16 SEVERANCE PAY

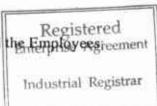
(a) Payments will be made in accordance with the following scale:

Years of Service	Entitlement in Weeks Under 45 Years	Over 45 years
Less than 1 year	Nil	Nil
l year and less than 2 years	4	5
2 years and less than 3 years	7	8.75
3 years and less than 4 years	10	12.5
4 years and less than 5 years	12	15
5 years and less than 6 years	14	17.5
6 years and less than 7 years	16	20

- (b) An employee with seven or more years' service will receive, in addition to the above payments, two weeks' pay for each year of service from the seventh year.
- (c) "Week's Pay" means the all-purpose rate of pay for the employee concerned at the date of termination and will include, in addition to the ordinary rate of pay and overaward payments, shift penalties and allowances paid in accordance with Clause 7 (Penalty Rates) and Clause 9 (Shift Allowances) of the Award.

17 <u>DISCIPLINARY PROCEDURE</u>

The following procedure will be adhered to by the Company and the Employees rement



- (a) Employees who exhibit unsatisfactory performance or behaviour will be counselled so that they understand the standards expected of them, and will be offered assistance and guidance in achieving those standards
- (b) Confidential written records of such counselling will be made. The employee will be shown the written record and will have the opportunity of commenting on its contents whether in writing or orally. The record will be placed on the employee's file where the employee has been given the opportunity of responding to the record.
- (c) Employees whose performance or behaviour is unsatisfactory will be given adequate time to demonstrate a willingness to improve. If at the end of this period the employee shows no willingness to improve in the opinion of the Company, then disciplinary action up to and including dismissal may be taken.
- (d) Nothing in the procedure will limit the right of the Company to summarily dismiss an employee for serious and wilful misconduct.
- (e) At all stages of the disciplinary process the employee will be entitled to have another available employee present as a witness if desired. The union representative may be informed providing employee confidentiality is not breached.
- (f) All warnings will only expire 12 months after the anniversary date of the relevant warning

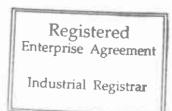
18 GRIEVANCE PROCEDURE

A. Procedure in relation to a grievance of an individual employee:

- (a) The employee is required to notify (in writing or otherwise) the Company as to the substance of the grievance, request a meeting with the Company for bilateral discussions and state the remedy sought.
- (b) A grievance must initially be dealt with as close to the source as possible, with graduated steps for further discussion and resolution at higher levels of authority.
- (c) Reasonable time limits must be allowed for discussion at each level of authority.
- (d) At the conclusion of this discussion, the Company must provide a response to the employee's grievance, if the matter has not been resolved, including reasons for not implementing any proposed remedy.
- (e) While a procedure is being followed, normal work must continue.

B Procedure for a dispute between the Company and the Employees:

- (a) A question, dispute or difficulty must initially be dealt with as close to its source as possible, with graduated steps for further discussion and resolution at higher levels of authority.
- (b) Reasonable time limits must be allowed for discussion at each level of authority.
- (c) While a procedure is being followed, normal work must continue.
- (d) The employee may be represented by an industrial organisation of employees and the Company may be represented by a chosen adviser for the purposes of each procedure.



19 UNION MEETINGS

All planned Union meetings are to be held in the employees' own time.

20 ADDITIONAL ANNUAL LEAVE

In lieu of Financial members' Day as provided in Clause 8(i)(a) of the Award, an extra day of annual leave will be added to each employee's entitlement (as currently customarily provided), and taken at a time mutually agreeable to the employee and the Company.

21 DRUGS AND ALCOHOL

Where a plant manager, after investigation, feels that an employees health had deteriorated to the point where they are unable to carry out their normal duties effectively or they are deemed to be a danger to themselves of other employees, may suspend the employee, and request the person to attend a doctors surgery for a blood alcohol or drug test before being allowed to continue work.

Repeated presentation to work affected by alcohol or drugs shall lead to disciplinary action and ultimately to dismissal.

Employees found consuming alcohol or drugs at work shall be dismissed for misconduct.

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AUSTRAL TILES APPENDIX A CLOTHING AGREEMENT

An agreement made between the Austral Tile Company and employees.

The company agrees to supply to the employees clothing in accordance with the following stipulations.

- 1. No further claims to be placed on the company for clothing.
- 2. The clothing issued dates to be June and November of each year (no exceptions).
- 3. Jackets to be reissued only every three years.
- 4. The maintenance of clothing is the total responsibility of the employee.
- 5. The employee is to wear the company issued clothing as often as practicable.
- 6. The issue of clothing to employees is to be in line with the following criteria.

Winter:

2 Long Sleeve Shirts

2 Pairs Long Pants

1 Jacket (every three years)

Summer:

2 Tee Shirts

2 Pairs Shorts.

N.B. The first issue of clothing will be the winter issue bought forward baring the jacket which will be issued in June. After the first issue all subsequent issues will be as stated above.

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AUSTRAL TILES APPENDIX B WAGE RATES

Existing Rate

New Rate

Effective from

17/03/00

Division A

\$419.60

\$440.58

Basic skill/Trainee Employee not involved in the operation of machinery.

Division B

\$432,20

\$453.81

Employee whose work intails the operation of static machinery.

Division C

\$436.50

\$458.33

Employee whose work intails the operation of mobile machinery.

Division D

\$449.50

\$471.98

Employee who is capable of operating all machinery covered by B and C.

Division E

\$487,40

\$511.77

Employee who has formal qualifications, as required by the employer, form a recognised provider and who is employed as a technician to work in one or more areas of the plant,

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22 **SIGNATORIES**

As an indication of their acceptance of the terms and conditions of this Agreement, the parties have placed their signatures below.

Signed for The Austral Tile Company Pty Limited

Date: 23-3-2000

Signed for the Federated Brick Tile and Pottery Industrial Union of Australia (NSW Branch)

Date 23 3 00

Signed on behalf of the employees of The Austral Tile Company Pty Ltd

24.3.00

Witnessed

Witnessed

Witnessed

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