REGISTER OF ENTERPRISE AGREEMENTS

ENTERPRISE AGREEMENT NO: EA06/123

<u>TITLE:</u> <u>Serco Australia Transport Services Port Kembla Agreement</u> <u>2005</u>

I.R.C. NO: IRC5/6776

DATE APPROVED/COMMENCEMENT: 10 February 2006 / 10 February 2006

TERM: 33

NEW AGREEMENT OR

VARIATION: Replaces EA04/64.

GAZETTAL REFERENCE: 24 March 2006

DATE TERMINATED:

NUMBER OF PAGES: 11

COVERAGE/DESCRIPTION OF

EMPLOYEES: The agreement applies to all employees employed by Serco Australia Pty Ltd at the BlueScope Steel Contract, Port Kembla, who are engaged in any of the classification set out in this agreement, who fall within the coverage of the Transport Industry - Motor Bus Drivers and Conductors (State) Award.

PARTIES: Serco (Australia) Pty Ltd -&- The Australian Workers' Union, New South Wales

Serco Australia Transport Services Port Kembla Agreement 2005

PART ONE - APPLICATION AND OPERATION OF AGREEMENT

1.1 Title

This Agreement shall be known as the "Serco Australia Transport Services Port Kembla Agreement 2005", and is made pursuant to Chapter 2, Part 2 of the *Industrial Relations Act* 1996 (NSW).

1.2 Arrangement

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1.3 APPLICATION OF AGREEMENT

1.3.1 This Agreement shall be binding upon the Australian Workers Union and its members and those employees eligible to be members employed in any of the classifications set out in this Agreement, and employed by Serco Australia Pty Ltd at the BlueScope Steel Contract, Port Kembla.

1.4 OPERATION OF AGREEMENT

1.4.1. This Agreement will commence from the first full pay period to commence on or after 1 December 2005 and will continue until 30 November 2008.

1.4.2 NO FURTHER CLAIMS

It is agreed no further claims will be made by the parties for the duration of this agreement other than in accordance with the provisions of the Act.

1.5 RENEGOTIATION OF AGREEMENT

The parties undertake to commence negotiations for a new certified agreement at least three (3) months prior to the expiry of this Agreement with a view to negotiating and settling a replacement agreement.

1.6 DEFINITIONS

"Award" means the Transport Industry - Motor Bus Drivers and Conductors (State) Award [674]

"AWU" means Australian Workers Union.

"Commission" means the Industrial Relations Commission of N.S.W

"Continuous Service" means the calculation of service which includes ordinary working hours; and any period of paid leave of absence provided for in this Agreement or agreed between the parties to this Agreement.

"Employee" means a person employed by Serco Australia Pty. Limited under one of the classifications of this Agreement.

"Employer" means Serco Australia Pty. Ltd. hereafter also referred to as Serco or the Company.

"Union" means the Australian Workers Union.

"The Act" means the *Industrial Relations Act* 1996 (NSW)

1.7 ANTI DISCRIMINATION

- 1.7.1 It is the intention of the parties to this Agreement to achieve the principal object in s3(f) of the Act through respecting and valuing the diversity of the work force by helping to prevent and eliminate discrimination in the workplace on the basis of race, colour, sex, sexual preference, age, physical or mental disability, marital status, family responsibilities, pregnancy, religion, political opinion, natural extraction or social origin.
- **1.7.2** Accordingly, in fulfilling their obligations under the dispute avoidance and settling clause' the parties must make every endeavour to ensure that neither the Agreement provisions nor their operation are directly or indirectly discriminatory in their effects.

1.7.3 Nothing in this clause is taken to affect:

- (i) Any different treatment (or treatment having different effects), which is specifically exempted under the State anti-discrimination legislation.
- (ii) An employee, employer or registered organisation, pursuing matters of discrimination in any State or Federal jurisdiction, including by application to the Human Rights and Equal Opportunity Commission.

PART 2 CONSULTATION AND DISPUTE RESOLUTION

2.1 CONSULTATIVE PROCESS

2.1.1 CONSULTATION

- (i) A consultative committee shall be formed and meet quarterly. The committee shall consist of two elected workplace union delegates, management representatives and a full time union officer may be in attendance.
- (ii) The parties to this Agreement are committed to a framework which is based on mutual respect and working in cooperation to achieve the objectives of this Agreement.
- (iii) Consultation means the full, meaningful and frank discussion of issues/proposals and the consideration of each party's views, prior to any decision. The Committee established for the purpose of implementing aspects of this Agreement are part of the consultative process.
- (iv) The parties recognise the right of Serco to plan, direct and control operations, to organise and assign work to scheduled shifts, and to maintain order and efficiency in accordance with the terms and conditions of this Agreement.

2.2 DISPUTE RESOLUTION

- **2.2.1** There shall be effective means of consultation between the employer, its employee(s) and the union on all matters pertaining to the employment relationship. The following procedure shall be followed in an effort to achieve a satisfactory resolution of any dispute or grievance.
- **2.2.2 Step** 1. The dispute or grievance shall be submitted by the employee or employee representative and/or employee(s) to the employee's immediate supervisor.
- **2.2.3** Step 2. If not settled at Step 1, the matter shall be submitted to the appropriate manager
- **2.2.4 Step** 3. If not settled at Step 2, the matter shall be recorded. The matter shall be submitted to the appropriate delegated manager and the appropriate union official for consultation.
- **2.2.5 Steps** 1 3 must be concluded within a period of ten (10) consecutive days.
- **2.2.6 Step** 4. If the matter is not settled at Step 3, the dispute or grievance shall be formally submitted in writing to the officer responsible for industrial relations, setting out details of the dispute or grievance and, where appropriate, with supporting documentation.
 - Such officer shall convene a meeting of the parties within a period of one (1) week of receipt of such submissions and endeavour to reach a satisfactory settlement.
- **2.2.7 Step** 5. If the matter is not settled following progression through the disputes procedure it shall be referred to the Commission for conciliation and then if required, determination.
- **2.2.8** While the above procedures are being followed, the status quo shall be maintained until the matter is resolved. No party shall be prejudiced as to the final settlement by the continuance of work in accordance with this sub clause.
- **2.2.9** This clause shall not apply to a dispute on a bona fide Health and Safety issue.

PART 3 EMPLOYMENT RELATIONSHIP

Serco expects its employees to conduct themselves in a manner that would reflect its current high standards. All issued clothing is to be kept in a good condition and employees are to present themselves in a clean and tidy manner when at their place of duty.

All employees are expected to treat each other as representatives of the client, and other employees they deal with while on duty, with respect and courtesy.

3.1 STRUCTURAL EFFICIENCY

The employer may direct an employee to carry out duties and use tools and equipment that are 3.1.1 within the limits of the employee's skill, competence and training and are consistent with the classification structures in this Agreement provided that such duties are not designed to promote deskilling.

3.2 TERMINATION OF EMPLOYMENT

3.2.1 NOTICE OF TERMINATION BY EMPLOYER

(i) In order to terminate the employment of an employee the employer shall give to the employee the period of notice specified in the table below:

Period of Notice

Period of continuous service 1 year or less 1 week Over 1 year and up to the completion of 3 years 2 weeks Over 3 years and up to the completion of 5 years 3 weeks Over 5 years of completed service 4 weeks

- (ii) In addition to this notice, employees over 45 years of age at the time of the giving of the notice with not less than two years continuous service, are entitled to an additional week's notice.
- (iii) Payment in lieu of the notice will be made if the appropriate notice period is not required to be worked. Employment may be terminated by the employee working part of the required period of notice and by the employer making payment for the remainder of the period of notice.
- (iv) In calculating any payment in lieu of notice, the wages an employee would have received in respect of the ordinary time they would have worked during the period of notice had their employment not been terminated, will be used.
- (v) The period of notice in this clause, shall not apply in the case of dismissal for conduct that justifies instant dismissal including neglect of duty or misconduct.

3.2.2 NOTICE OF TERMINATION BY AN EMPLOYEE

- (i) The notice of termination required to be given by an employee is the same as that required of an employer, save and exce
- (ii) If an employee fails to give notice the employer may withhold monies due to the employee to a maximum amount equal to the ordinary time rate of pay for the period of notice.

3.3 REDUNDANCY AND SEVERANCE PAYMENT

Redundancy provisions and severance payments will apply in accordance with the New South Wales *Employment Protection Act*.

3.4 SECURITY OF EMPLOYMENT

The parties agree it is reasonable to assume that current employees will be employed for the duration of Serco's contract with BlueScope Steel provided that anyone or more of the following circumstances do not occur:

- (a) The employee terminates their employment with the Company or alternatively the employer terminates the employee.
- (b) The customer alters the scope of the contract or terminates its contract with Serco

(c) The employee is unable to perform the duties due to illness, injury or loss of licence to drive a bus.

3.5 TRANSMISSION OF BUSINESS

In the event that the Company's business is transmitted from the Company ("the transmittor") to another employer ("the transmittee"), then the following arrangements will apply:

- (a) where an employee is offered and accepts employment with the transmittee which recognises the period of employment which the employee had with the transmittor and any prior transmittor to be the employee's service with the transmittee; or
 - (b) where an employee rejects an offer of employment with the transmittee in which the terms and conditions of employment are no less favourable, considered on an overall basis, than the employee's terms and conditions of employment applicable at the time of ceasing employment with the transmittor; and which recognises the employee's period of employment which the employee has had with the transmittor and any prior transmittor to be the employee's service with the transmittee; then the Company would not be under any obligation to pay redundancy payments to an employee upon termination of employment with the Company.

PART 4 RATES OF PAY AND RELATED MATTERS

4.1 SALARIES

4.1.1 SALARY RATES

The following annual salaries are effective from the first full pay period to commence on or after the dates set out in the table below:

Job classification	1 December 2005	1 December 2006	1 December 2007
Transport Services Officer	\$45,867.53	\$47,702.23	\$49,610.32
	[Being a 4.0% increase]	[Being a 4.0% increase]	[Being a 4.0% increase]

4.1.2 PAYMENT OF SALARIES

Salaries shall be paid in equal fortnightly payments direct to a bank account or another financial institution of the employee's choice.

4.2 REST PERIODS OVERTIME

When overtime work is necessary it must, wherever reasonably practicable, be so arranged that employees have at least 10 consecutive hours off duty between the work of successive working days. Provided in the case of shift workers 8 hours will be substituted for the 10 hours when overtime is worked:

- (i) for the purpose of changing shift rosters; or
- (ii) where a shift worker does not report for duty and a day worker or a shift worker is required to replace the shift worker; or
- (iii) where a shift is worked by arrangement between the employees themselves.

4.3 SUPERANNUATION

- 4.3.1 Serco will make contributions to an eligible choice superannuation fund (complying fund) on behalf of employees in accordance with the provisions of the *Superannuation Guarantee (Administration) Act* 1992 (Cth).
- 4.3.2 In the event that an employee does not exercise his/her right to choose a superannuation fund or if an employee fails to do so within the prescribed time, Serco will make contributions on behalf of such an employee(s) into the Serco (AON Master Trust) superannuation fund (default fund).

- 4.3.3 Employees may voluntarily elect to contribute a proportion of their Salary on a salary sacrifice basis to their eligible choice superannuation fund or to the default fund. To do so an employee is required to notify Serco in writing and the Company will deduct the authorized amount from the employee's pay and remit it to the relevant superannuation fund.
- 4.3.4 Serco makes no guarantee nor is it required to assure the availability of benefits from any superannuation fund(s).

4.4 TRAVEL AND USE OF EMPLOYEE VEHICLES

Where an employee is required to use their personal vehicle for the employer's business during the course of their employment, they will be paid \$0.58 per kilometre for such usage.

PART 5 HOURS OF WORK

5.1 ORDINARY HOURS OF WORK

- 5.1.1 The ordinary hours of work will be an average of 38 hours per week in accordance with the roster which has been provided separate to this Agreement. The salary as outlined in clause 4.1 hereof is the remuneration for the average 38 hours per week.
- 5.1.2 Shift arrangements including but not limited to the days to be worked and/or the time of commencing and finishing shifts, may be varied by agreement between the employer and the employee concerned to suit the employer's operational requirement.
 - In the absence of such agreement, shift arrangement may be varied by seven day's notice of alteration given to the employee.
- 5.1.3 Should shift arrangements be varied, the rate of pay will be adjusted if appropriate to ensure it complies with the requirements of the award known as the "Motor Bus Drivers and Conductors (State) Award.
- 5.1.4 Where a requirement exists to perform overtime duties outside of the average 38 hours per week a payment will be paid at \$25.57 per hour for the first two hours Monday to Saturday and \$34.09 per hour for each hour worked thereafter.
- 5.1.5 Where an employee is absent from their shift, a deduction of wages will be made which is equal to the hours so absent. Provided, where a sick leave payment is made for the time so absent the payment will be made at \$17.05 per hour.

5.2 MEAL BREAKS AND ALLOWANCE

An employee shall not be required to work in excess of 5 hours without a break for a meal. Provided the 5 hours may be extended to 6 hours due to an operational requirement or by agreement with the employee concerned. The meal breaks are paid and counted as part of hours worked for the purposes of the salary as prescribed in clause 4.1 of this Agreement.

5.2.1 Meal Allowance

Where an employee is required to continue working in excess of two hours past the ordinary hours of his or her shift a meal allowance of \$10.00 will be paid to the employee. During the period of operation of this Agreement, allowances will be increased consistent with the percentage increases I salary rates (clause 4.1).

5.3 CALL INS/OUTS EXCLUDING CASUAL EMPLOYEES

Where a full time employee is called in to commence earlier than his/her shift commencing time and the employee has not been given at least one and a half hours notice of this requirement, the employee will be entitled to be paid a meal allowance.

Where a full time employee is called into work overtime they will receive a minimum of 4 hours work paid at the appropriate overtime rate of pay. Where such a payment is paid the employee shall remain at work for at least the minimum 4 hours and perform worked as required.

PART 6 TYPES OF LEAVE AND PUBLIC HOLIDAYS

6.1 PERSONAL LEAVE

6.1.1 DEFINITIONS

- (i) The entitlement to carer's or bereavement leave is subject to the person in respect of whom the leave is taken being either a member of the employee's immediate family; or a member of the employee's household.
- (ii) The term immediate family includes, spouse including a former spouse, a de facto spouse and a former de facto spouse of the employee. A de facto spouse means a person of the opposite sex to the employee who lives with the employee as his or her husband or wife on a bona fide domestic basis. Child or an adult child (including an adopted child, a step child or an ex-nuptial child), parent, grandparent, grandchild or sibling of the employee or spouse of the employee.

6.1.2 ENTITLEMENT

The amount of personal leave an employee may take as sick leave depends on how long he or she has worked for the employer and accrues at the rate of 76 hours per annum.

An employee who attends a registered dentist, physiotherapist, chiropractor, osteopath, optometrist, or a psychologist may be granted out of their sick leave entitlement leave of absence for a period not exceeding one week in aggregate (in respect of each practitioner) in any twelve month period, provided they furnish the employer with a satisfactory certificate from such practitioner.

6.2 SICK LEAVE

6.2.1 Subject to Clause 6.2.2:

- (i) An employee is entitled to up to 76 hours paid sick leave in each year of employment if he/she is unable to perform his/her duties due to genuine illness or injury; and
- (ii) untaken sick leave accruals will accumulate from year to year for a maximum period of 912 hours.
- (iii) for the number of hours, which the employee is paid sick leave, an equal amount of hours will be deducted from the employee's sick leave accrual.

6.2.2 Before granting paid sick leave, the Company will:

- (i) require the employee as far as practicable to state the nature of the injury or illness and the estimated duration of the absence; and may
- (ii) require the employee to provide evidence to prove to the Company's satisfaction that you were unable, on account of such illness or injury to attend for duty on the day or days for which sick leave is claimed.

In addition before granting paid sick leave, the Company may:

- (iii) require the employee to be examined by a medical practitioner nominated by the Company who will provide a report to the Company in respect of the illness or injury.
- 6.2.3 Sick leave is leave to which an employee is entitled without loss of pay because of his or her personal illness or injury.

- 6.2.4 <u>Extended (discretionary) paid sick leave</u>. In addition to the paid sick leave entitlements set out in sub clause 6.2.1. hereof the Company will in its discretion, consider making further paid sick leave to an employee subject to the following circumstances and conditions:
 - (i) the employee is suffering from a <u>serious</u> illness or injury that requires hospitalization and/or extended time off work for recuperation at home;
 - (ii) the employee has exhausted all accrued sick leave entitlements;
 - (iii) the employee has provided and/or has authorized the Company to obtain written opinion from a registered medical practitioner as to the nature and extent of the illness or injury suffered by the employee and the estimated time the employee would be unable to work;
 - (iv) as a general guide, extended sick leave would normally be for a period of up to 4 months.

6.3 BEREAVEMENT LEAVE

An employee is entitled to use up to five days paid bereavement leave on any occasion on which a member of the employee's immediate family or household in Australia dies or outside of Australia if the employee attends the funeral. Additional bereavement leave shall be negotiated between the employer and the employee should the employee travel outside of Australia to attend the funeral.

6.4 ANNUAL LEAVE

- 6.4.1 Subject to clause 6.4.2 each employee shall be entitled to 190 paid hours of annual leave following each 12 months of continuous employment and pro rata entitlements for incomplete years.
- 6.4.2 There will be no entitlement to an annual leave loading as it is included as part of the annual salary.
- 6.4.3 All annual leave arrangements are subject to the approval of the Contract Manager.
- 6.4.4 Annual leave will be paid at the ordinary rate as outlined in Clause 4.1.1.

6.5 PARENTAL LEAVE

An employee will be entitled to parental leave in accordance with the Act.

6.6 JURY SERVICE

An employee required to attend for jury service during his/her ordinary working hours shall be reimbursed by the employer an amount equal to the difference between the amount paid in respect of his/her attendance for such jury service and the amount of wage he/she would have received in respect of the ordinary time he/she would have worked had he/she not been on jury service.

An employee shall notify his/her employer as soon as possible of the date upon which he/she is required to attend for any service. Further the employee shall give his/her employer proof of his/her attendance, the duration of such attendance and the amount received in respect of such jury service.

6.7 OTHER LEAVE

Absences for study, examinations etc. may be granted either as paid or unpaid leave subject to the absolute discretion and prior written approval of the Contract Manager.

6.8 LONG SERVICE LEAVE

Entitlements to long service leave will be in accordance with the Long Service Leave Act 1955 (NSW).

6.9 CASUAL EMPLOYMENT

6.9.1 A casual employee shall be engaged by the hour and paid to the nearest minute with a minimum payment of one hour.

- 6.9.2 A casual employee shall be paid at the rate of \$20.25 per hour.
- 6.9.3 The hourly rate of pay prescribed in this clause shall apply to the hours worked on all or any shift which the employee may work Monday to Sunday.

6.10 PUBLIC HOLIDAYS

Entitlement

- 6.10.1 New Year's Day, Good Friday, Easter Saturday, Easter Monday, Christmas Day and Boxing Day; and the following days, as prescribed in New South Wales: Australia Day, Anzac Day, Queen's Birthday and Eight Hours Day/Labour Day; and one other day which may be specified by the State of New South Wales as being a public holiday or otherwise nominated by the majority of the employees.
- 6.10.1.1 Where public holidays in lieu of the above days are declared or prescribed on days other than those set out in the above paragraph, those days shall constitute holidays in substitution for the above holidays for the purposes of this agreement.
- 6.10.2 Where an employee is rostered to work on any of the above holidays they must so work as required. Payment for working on any of the above holidays has been included in the salary as outlined in clauses 4.1.
- 6.10.3 Where public holidays are worked in addition to an employee's established shift/roster arrangements, such days worked will be paid at the rate of double time and one half.

PART 7 UNION DELEGATE TRAINING

7.1 Elected union delegate shall be allowed training on approved courses with the consent of the employer up to a maximum of 76 hours per year at the employers cost. The 76 hours will be the total aggregate of hours paid by the employer for all or any delegates.

PART 8 LICENCES

- 8.1 All employees will be required to obtain and retain the appropriate drivers licence(s).
- 8.2 Should an employee lose their Drivers licence their employment with the company shall be terminated unless suitable alternative duties can be found when the loss of licence is for a period of less than 6 months.

Consultation with the employee and their employee representative will be taken into consideration, with the final decision to be determined solely at the discretion of the employer and the employer's decision shall be final in this regard. Any loss of licence for a period of 6 months or more will result in termination without consultation.

PART 9 WAGE DEDUCTIONS

9.1 Where an employee gives the employer a signed authority for a wage deduction the employer will make the deduction in accordance with such authority.

PART 10 UNDERPINNING AWARD

10.1 The terms of this Agreement shall apply to the exclusion of the Award known as the "Motor Bus Drivers and Conductors (State) Award New South Wales".

PART 11 APPRAISAL

11.1 The Company will conduct an annual appraisal on or about the anniversary date of the employment with the Company to cover all aspects of the employment including any training courses deemed necessary. These appraisals are structured in such a way as to allow a two-way communication between the appraiser and appraisee.

PART 12 QUALITY

12.1 The Company takes great pride in its quality of service to the customer. An employee is to ensure a commitment to their work that will maintain and enhance such quality.

PART 13 TRAINING

An employee may be required to undergo training to both retain and improve their competency levels and enable higher skilling of existing functions to ensure improved efficiency.

PART 14 DISCRIMINATION

14.1 The relevant State and Federal Government Legislation will apply.

PART 15 - SIGNATORIES

Signed for and on behalf of: Serco Australia Pty. Ltd.:	Brad Carpenter General Manager Defence & Technology	
Date:		
Signed for and on behalf of: The Australian Workers' Union:	Secretary	
Date:		