

Please note – This is a previous WA award summary and <u>does not</u> contain the current rates of pay WA award summary

Farm Employees Award

Pay rates applicable from 1 July 2021 to 30 June 2022

About this award summary

This document is a summary of the state Farm Employees 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 Farm Employees 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.

This WA award summary includes information on new employer obligations and employee entitlements introduced by the *Industrial Relations Legislation Amendment Act 2021* which commenced on 20 June 2022.

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 (e.g. Jane Smith trading as Jane's Farm)
- unincorporated partnerships (e.g. Jane and Bob Smith trading as Jane's Farm)
- unincorporated trust arrangements. (e.g. Jane and Bob Smith as trustees for Jane's Farm)
- 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 (e.g. Smith Pty Ltd trading as Jane's Farm)
- incorporated partnerships or incorporated trusts
- incorporated associations and other non-profit bodies that are trading or financial corporations

For more information visit the Guide to who is in the WA state system 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 Farm Employees Award?

The Farm Employees Award applies to farms and properties in the state industrial relations system in connection with:

- the sowing, raising, harvesting and/or treatment of grain, fodder or other farm produce
- ✓ the breeding, rearing or grazing of horses, cattle, sheep, pigs or deer
- clearing, fencing, well sinking, dam sinking or trenching on farms or properties

Step 3

Is the employee's job covered by the Farm Employees Award?

The Farm Employees Award sets pay rates, and other employment arrangements for full time and casual employees working as

- ✓ Farm hands
- ✓ Farm tradespersons

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 pay period on or after 1 July 2021.

Rates of pay – applicable from the first pay period on or after 1 July 2021 until end of last pay period commenced in June 2022.

General Farm Hand or Farm Tradesperson	Weekly	Hourly	Casual (includes 20% loading)
Adult - 21 years or more	\$779.00	\$20.50	\$24.60
20 years of age (90%)	\$701.10	\$18.45	\$22.14
19 years of age (80%)	\$623.20	\$16.40	\$19.68
18 years of age (70%)	\$545.30	\$14.35	\$17.22
17 years of age (60%)	\$467.40	\$12.30	\$14.76
16 years of age (50%)	\$389.50	\$10.25	\$12.30
15 years of age (45%)	\$350.60	\$9.23	\$11.07

Note – some of the pay rates in the Farm Employees Award fall below the minimum wages set by the 2021 State
 Wage Order. In such instances the rates listed here are the legal minimum rate.

Classification

A "Farm Tradesperson" shall mean a farm hand who has satisfactorily completed the approved apprenticeship in "farming" or who has been issued with an approved trade certificate and provides proof satisfactory to the employer of such qualification or who has by other means achieved a standard of knowledge deemed by their employer as equivalent thereto and is appointed as such in writing by their employer.

Accommodation

If an employee is provided with board and lodging including food an employer is allowed to make a deduction of \$45.60 per week.

Deductions from pay

- An employer may only make a deduction from an employee's pay if:
 - 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.

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 or in a family business.
- School aged children must not be employed during school hours, unless participating in a school program (e.g. work experience placement).
- Visit the When children can work in Western Australia page for more information.

Ordinary working hours

- The weekly rates listed above are for working a 38 hour week. Employees are required to be paid the hourly rate as listed above for each hour worked in excess of 38 hours per week.
- The hours of work each week are to be set by agreement between the employer and the employee provided that subject to necessary attention to stock, all employees are to be allowed one full day off each week.
- There is a minimum condition of employment (set by the *Minimum Conditions of Employment Act 1993*) relating to reasonable hours of work that applies to employees covered by this WA award. Employees can only be required to work 38 hours per week plus reasonable additional hours. Visit the <u>Hours of Work</u> page for more information on reasonable hours.

Public holidays

- An employee is entitled to public holidays (or days substituted for public holidays) without deduction of pay.
- If a public holiday (except Easter Sunday) falls on a Saturday or Sunday, the following Monday will be considered to be the public holiday. However, if Boxing Day falls on a Sunday or Monday, the following Tuesday will be considered to be the public holiday. When a public holiday is substituted with another day, the public holiday itself is no longer considered a public holiday for the purposes of the WA award.
- From 2022, Easter Sunday is a public holiday in Western Australia. 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. Visit the <u>Easter</u>
 <u>Sunday public holiday</u> page for more information.
- Visit the <u>Public Holidays in Western Australia</u> page to view the public holiday dates.

Leave entitlements

Quick reference guide

Leave entitlement	Full time	Casual
Annual leave	✓	*
Personal leave	✓	*
Unpaid personal leave for caring purposes	✓	✓
Bereavement leave	✓	✓
Unpaid parental leave	✓	✓
Long service leave	✓	✓
Unpaid family and domestic violence leave	✓	✓
Unpaid pandemic leave	✓	✓

This WA award summary covers the basic leave entitlements for employees covered by the Farm Employees Award but does **not** include all details on leave obligations and entitlements. Full details of conditions are contained in the Farm Employees 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*.

Unpaid pandemic leave

- An entitlement to two weeks' unpaid pandemic leave has been re-introduced for private sector state system employees through the COVID-19 General Order issued by the Western Australian Industrial Relations Commission on 25 March 2022.
- Employees are entitled to take up to two weeks' unpaid pandemic leave if the employee is required, by
 government or medical authorities or acting on the advice of a medical practitioner, to self-isolate or is otherwise
 prevented from working by measures taken by government or medical authorities in response to the COVID-19
 pandemic.
- The General Order applies until 30 September 2022, unless extended.
- The <u>Unpaid pandemic leave</u> page of the Wageline website details the specifics of the unpaid pandemic leave entitlement please refer to this page for information.
- Comprehensive information for state system employers and employees on COVID-19 related topics is available on the Employment Impacted by COVID-19 page.

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.

Annual leave

- Full time employees are entitled to a minimum of four weeks of paid annual leave for each year of completed service. Casual employees are not entitled to annual leave.
- Annual leave is a minimum entitlement in the *Minimum Conditions of Employment Act 1993* and the Farm Employees 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%. On termination, annual
 leave loading of 17.5% is paid out on fully accrued annual leave entitlements for completed years of employment.
 Annual leave loading is not paid on proportionate leave (leave accrued in an incomplete year of employment) on
 termination.
- A full time employee accrues 2.923 hours of annual leave for each completed week of work.
 - Wageline's <u>Annual leave calculation guide</u> can assist with calculating annual leave entitlements.
- Visit Wageline's **Annual leave** page for more information.

Personal leave

- Personal leave entitles a full 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 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 time employees. Wageline's <u>Personal leave calculation guide</u> 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 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 casual employees (i.e. it is not pro rata).
- An employee is able to take unpaid family and domestic violence leave if:
 - 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 Family and domestic violence leave page for more information.

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.

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
 - 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>—

 What is continuous employment 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 Long service leave What happens when business ownership changes? 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 employees are required to provide one week's notice.

Termination

Except in cases of serious misconduct, an employer is required to give full 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.
- These obligations come from the *Fair Work Act 2009* which applies rather than the notice provisions in the Farm Employees Award.

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.

Severance pay – Employers who employ 15 or more employees

Employers covered by this 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 business.

Employers who employ less than 15 employees are not required to make severance payments to redundant employees.

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 <u>Redundancy payments</u> page for more information on redundancy payments.

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 Dismissal information page outlines obligations and requirements when an employee is terminated.

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:
 - 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 Farm Employees 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.