Bargaining

HEADLINE

• The Government has modernised bargaining to deliver better productivity and flexibility for employers and better pay and conditions for workers.

KEY ISSUES

BACKGROUND

Bargaining is important but is in decline

- As of 31 March 2022, there were 57% fewer current enterprise agreements than there were in December 2010 (Department of Employment and Workplace Relations, *Workplace Agreements Database*, 2022).
- Bargained outcomes for small business employees are 74% higher than for small business employees on awards (ABS, *Employee Earnings and Hours*, May 2021).

Industrial Action

BACKGROUND

Industrial disputation trends

- There has been a large reduction in industrial disputation since the mid-1990s, noting industrial dispute data is volatile and can vary significantly from quarter to quarter.
- Latest data from the ABS shows in the March quarter 2023 there were:
 - <u>0.6 working days lost per thousand employees</u> due to industrial disputation (compared to 1.7 in the December quarter 2022, and 2.3 in the September quarter 2022).
 - <u>7,700 working days lost</u> due to industrial disputation (compared to 21,000 in the December quarter 2022, and 28,100 in the September quarter 2022).
- In the March quarter 2023, the highest rates of working days lost per thousand employees across all industries were:
 - o Manufacturing: Metal product etc: 6.6
 - Construction: 1.6
 - Transport, postal and warehousing: 1.6.
- The Manufacturing: Metal product etc industry accounted for 28.6% (2,200 days) of the total working days lost in the March quarter 2023, followed by Construction, Accounting for 22.1% (1,700 days).
- By State and Territory, the highest dispute rates were in:
 - South Australia: 0.8 working days lost per thousand employees
 - Victoria: 0.7 days lost per thousand employees.
- By State and Territory, nearly one third (32.5%, 2,500 days) of total days lost occurred in New South Wales and 28.6% (2,200 days) occurred in Victoria.

Early Childhood Educators' Wages

HEADLINE

• The Albanese Labor Government has taken action to get wages moving

in the early childhood education and care sector. s 22(1)(a)(ii)

• The Government introduced reforms as part of our Secure Jobs, Better

Pay Act so that these workers can more easily bargain for higher wages. ${\mbox{s }22(1)(a)(ii)}$

Bargaining reforms

• The Government has reinvigorated the enterprise bargaining system to deliver better productivity and flexibility for employers and better pay and conditions for workers.

KEY ISSUES

- From <u>7 December 2022</u>, the Secure Jobs, Better Pay Act has made it easier for workers to initiate bargaining.
- Workers covered by enterprise agreements benefit from better pay and conditions – and employers on agreements benefit from better productivity.
- Bargaining reforms (including those relating to multi-enterprise bargaining) commence from <u>6 June 2023</u>, streamlining agreement approval processes and giving businesses and workers more options to reach agreements and settle disputes quicker.

BACKGROUND

Bargaining is important but has been in decline

- As of 31 March 2022, there were 57% fewer current enterprise agreements than there were in December 2010 (Department of Employment and Workplace Relations, *Workplace Agreements Database*, 2022).
- Bargained outcomes for small business employees have been 74% higher than for small business employees on awards (ABS, *Employee Earnings and Hours*, May 2021).