

Workplace Relations Circular

For the information of members of Australian Business Industrial

CIRCULAR No.	CASE FILE No.	CIRCULAR DATE	
2023/006	ALL MEMBER	6/03/2023	IMPORTANT INFORMATION

DIRECTION TO TAKE ANNUAL LEAVE DURING A SHUTDOWN - NEW MODEL CLAUSE INSERTED INTO 78 AWARDS

On 22 December 2022, the Fair Work Commission (**Commission**) issued a decision to insert a new plain English model clause in multiple modern awards about taking annual leave during shutdowns. This impacts a total of 78 modern awards (**the Awards**).

What are the changes to the Awards?

For the Awards listed, the model clause below will replace the current 'Close down' or 'Shut down' clause. This will have the effect that employers will no longer be able to direct employees to take unpaid leave during a shut down. Below is the model clause:

XX.X Direction to take annual leave during shutdown

- (a) Clause XX.X applies if an employer:
 - (i) intends to shut down all or part of its operation for a particular period (temporary shutdown period); and
 - (ii) wishes to require affected employees to take paid annual leave during that period.
- (b) The employer must give the affected employees 28 days' written notice of a temporary shutdown period, or any shorter period agreed between the employer and the majority of relevant employees.
- (c) The employer must give written notice of a temporary shutdown period to any employee who is engaged after the notice is given under clause X and who will be affected by that period, as soon as reasonably practicable after the employee is engaged.
- (d) The employer may direct the employee to take a period of paid annual leave to which the employee has accrued an entitlement during a temporary shutdown period.
- (e) A direction by the employer under clause X:
 - (i) must be in writing; and
 - (ii) must be reasonable.
- (f) The employee must take paid annual leave in accordance with a direction under clause X.

- (g) In respect of any part of a temporary shutdown period which is not the subject of a direction under clause X, an employer and an employee may agree, in writing, for the employee to take leave without pay during that part of the temporary shutdown period.
- (h) An employee may take annual leave in advance during a temporary shutdown period in accordance with an agreement under clause X.
- (i) In determining the amount of paid annual leave to which an employee has accrued an entitlement, any period of paid annual leave taken in advance by the employee, in accordance with an agreement under clause X, to which an entitlement has not been accrued, is to be taken into account.
- (j) Clauses X to X do not apply to a period of annual leave that an employee is required to take during a temporary shutdown period in accordance with clause X.

When will the changes come into effect?

The changes come into operation on 1 May 2023.

To view the full decision click here.

See below for the full list of Awards impacted (including links to determinations):

Aboriginal and Torres Strait Islander Health Workers and Practitioners and

Aboriginal Community Controlled Health Services Award 2020

Aircraft Cabin Crew Award 2020

Airline Operations-Ground Staff Award 2020

Alpine Resorts Award 2020

Aluminium Industry Award 2020

Ambulance and Patient Transport Industry Award 2020

Animal Care and Veterinary Services Award 2020

Aquaculture Industry Award 2020

Asphalt Industry Award 2020

Banking, Finance and Insurance Award 2020

Broadcasting, Recorded Entertainment and Cinemas Award 2020

Building and Construction General On-site Award 2020

Business Equipment Award 2020

Car Parking Award 2020

Cement, Lime and Quarrying Award 2020

Cemetery Industry Award 2020

Children's Services Award 2010

Cleaning Services Award 2020

Clerks—Private Sector Award 2020

Coal Export Terminals Award 2020

Commercial Sales Award 2020

Concrete Products Award 2020

Contract Call Centres Award 2020

Control Industry Award 2020

Educational Services (Post-Secondary Education) Award 2020

Electrical Power Industry Award 2020

Electrical, Electronic and Communications Contracting Award 2020

Fitness Industry Award 2020

Food, Beverage and Tobacco Manufacturing Award 2020

Gardening and Landscaping Services Award 2020

Gas Industry Award 2020

General Retail Industry Award 2020

Graphic Arts, Printing and Publishing Award 2020

Hair and Beauty Industry Award 2020

Health Professionals and Support Services Award 2020

Horse and Greyhound Training Award 2020

Hospitality Industry (General) Award 2020

Hydrocarbons Industry (Upstream) Award 2020

Joinery and Building Trades Award 2020

Journalists Published Media Award 2020

Local Government Industry Award 2020

Manufacturing and Associated Industries and Occupations Award 2020

Meat Industry Award 2020

Mining Industry Award 2020

Miscellaneous Award 2020

Mobile Crane Hiring Award 2020

Nursery Award 2020

Nurses Award 2020

Pharmaceutical Industry Award

Plumbing and Fire Sprinklers Award 2020

Poultry Processing Award 2020

Premixed Concrete Award 2020

Professional Employees Award 2020

Racing Clubs Events Award 2020

Racing Industry Ground Maintenance Award 2020

Real Estate Industry Award 2020

Refining and Manufacturing Award 2020

Registered and Licensed Clubs Award 2020

Restaurant Industry Award 2020

Road Transport (Long Distance Operations) Award 2020

Road Transport and Distribution Award 2020

Salt Industry Award 2020

Seafood Processing Award 2020

Security Services Industry Award 2020

Services Award 2020

Silviculture Award 2020

Storage Services and Wholesale Award 2020

Sugar Industry Award 2020

Supported Employment Services Award

Surveying Award 2020

Telecommunications Services Award 2020

Textile, Clothing, Footwear and Associated Industries Award 2020

Timber Industry Award 2020

Vehicle Repair, Services and Retail Award 2020

Water Industry Award 2020
Wine Industry Award 2020
Wool Storage, Sampling and Testing Award 2020

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