REGISTER OF CONTRACT AGREEMENTS

CONTRACT AGREEMENT NO: CA06/6

<u>TITLE:</u> <u>Wollongong City Council Contract Carrier's Agreement</u> 2005-2008

I.R.C. NO: IRC6/524

DATE APPROVED/COMMENCEMENT: 28 February 2006 / 1 July 2005

TERM:

36

NEW AGREEMENT OR VARIATION: Replaces CA04/5

GAZETTAL REFERENCE: 17 March 2006

DATE TERMINATED:

NUMBER OF PAGES: 14

COVERAGE/DESCRIPTION OF

EMPLOYEES: The agreement applies to all contract carriers employed by Wollongong City Council, located at 41 Burelli Street, Wollongong, who fall within the coverage of the Transport Industries - Excavated Materials, Contract Determination.

PARTIES: Wollongong City Council -&- the Transport Workers' Union of New South Wales



WOLLONGONG CITY COUNCIL

CONTRACT CARRIERS' AGREEMENT

1 JULY 2005 - 30 JUNE 2008



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1 TITLE

This agreement shall be known as the Wollongong City Council Contract Carriers Agreement.

2 PARTIES BOUND

An agreement, entered into on 1 July 2005 between the Principal, Wollongong City Council (WCC) of the first part, the Transport Workers' Union of Australia (New South Wales Branch) (TWU) of the second part and the Contract Carriers listed in Attachment 1.

The Contract Carrier is an independent Contract Carrier that provides services to the Principal under this commercial contract. Nothing in this contract is intended to create an employment, or partnership relationship, between the Principal and the Contract Carrier (or its officers, employees or agents).

3 AREA INCIDENCE AND DURATION

This agreement is a commercial agreement which will regulate the terms and conditions of engagement of the Contract Carriers listed in "Attachment 1" and **terminates Agreement CA04-05** which has been registered with the New South Wales Industrial Relations Commission as IRC4-723.

This agreement shall operate on and from the 1 July 2005 and shall remain in force for a period of three (3)) years until 30 June 2008, provided that this Contract shall continue to remain in force beyond 30 June 2008 until it is terminated, replaced or superseded.

4 STATEMENT OF INTENT

This Agreement builds upon the previous Enterprise agreement and reinforces the Parties commitment to demonstrating "best value" services for its customers through continuous improvement principles and practices. It is recognised that Council must be able to respond quickly and creatively to community needs. The parties recognise that Council must be able to implement technological and organisational change initiatives to attain continuous improvement in the provision of quality service to its customers.

5 COMMITMENT

It is the intention of the parties to this agreement to address the impending challenges by taking a joint approach and establish commitment to:

- Carefully manage the process of competitive analysis and market testing
- Manage organisational change through consultation.
- Treat people with fairness and equity.
- Enhance engagement prospects through being competitive
- Create an environment in which contract carriers want to be involved in proving our competitiveness and generating competitive performance.
- View the process of market testing and competitive analysis in the context of maintaining and improving occupational health and safety standards and ensuring appropriate rates of pay for services provided

6 COUNCIL'S VALUES

In everything we do, we will always:

- Respect and respond to community needs
- Continually improve the quality of our services
- Be open and accessible
- Be fair and equitable
- Act with honesty and integrity
- Value people's contribution
- Support the culture of teamwork, cooperation and safety
- Be creative and innovative, and
- Ask ourselves, "What is best for Wollongong?"

7 **OBJECTIVES**

The partners to this agreement agree to share Council's vision, mission and goals and agree on the following objectives:

Quality Operation

To demonstrate and prove that the parties to this agreement can provide efficient, on time, cost effective and competitive quality services to our customers and the community.

People

To use our committed, skilled and responsive employees, suppliers and Contract Carriers to provide our quality services on a competitive basis.

Partnership

To develop and maintain a partnership between management, employees, the unions and suppliers, including Contract Carriers, as the key to proving the competitiveness of Council's services and optimising employment security.

Benefits

To provide benefits to the customers, community, employees and suppliers including contract carriers.

8 ENGAGEMENT

- 8.1 Prior to Council officers offering any work, Contract Carriers will ensure that they:
 - Are owner-drivers.
 - Appear on the priority list (Attachment 1).
 - Are medically fit to perform the duties required under this Agreement.
 - Have been issued with and wear, appropriate safety wear.
 - Have undergone Council's induction training program.
 - Have undergone OH&S training.
 - Have provided proof of identity.
 - Have furnished an ABN issued by the ATO.
 - Have furnished proof of registration for GST with the ATO.
 - Have furnished two employment references.
- 8.2 Further, they will ensure that lorries are:
 - Comprehensively or third party property damage insured with Wollongong City Council indemnified.
 - Insured under public risk with Wollongong City Council indemnified for a minimum of \$10 million.
 - Registered by the NSW Roads and Traffic Authority.
 - Inspected by Council's mechanical staff and are of sound and safe mechanical condition.
 - Of good appearance.
 - Regularly serviced and a satisfactory service and repair record is maintained.
 - Have fitted a two-way tail gate, Pintal combination towing hitch, flashing turret light and identification number.
 - Displaying a Wollongong City Council logo.
- 8.3 Work shall be offered, if and when it becomes available, to Contract Carriers in the order in which they appear on the priority list (see Attachment 1). If Council

hires a contract carrier out of sequence with the priority list and a higher priority Contract Carrier is not engaged then payment is to be made to the disadvantaged contractor on the basis of four (4) hours at labour and truck rate for that day.

- 8.4 At least one telephone contact number must be provided to Council so that drivers may be contacted between 2.00 pm and 3.00 pm Monday to Friday for hire instructions for the following day. If a driver cannot be contacted on up to two telephone numbers provided it will be assumed he is not available for hire.
- 8.5 If Contract Carriers are unavailable on three (3) occasions in a twelve (12) month period without a valid explanation they will be removed from the permanent list. However, in times where there is a shortage of work, owner drivers may request a leave of absence to work elsewhere. Council should not unreasonably withhold granting of said leave of absence.
- 8.6 The total number of Contract Carriers to be retained on the priority list is six (6), which is the number listed at the date of this agreement being signed. If during the course of this agreement contract carriers are removed from the priority list, Council will review the appropriate number demanded by operations in consultation with the TWU.
- 8.7 In the event of a vacancy, Council shall advise the TWU if a replacement Contract Carrier is required. TWU will provide a list of contract carriers available from which a replacement will be selected by Wollongong City Council.
- 8.8 This agreement is restricted to the engagement of those Contract Carriers listed in Attachment 1 Contract Carriers Priority List.
- 8.9 Preference of engagement will be given to Contract Carriers covered by this agreement, over carriers engaged through the plant hire tender agreement, with the carrying capacity of 9 tonnes and above.
- 8.10 Contract Carriers engaged on a work site during normal work hours will be given preference of engagement over other contract carriers on that site for any inclusive after normal hours work regardless of their contract carrier priority listing.

9 GENERAL CONDITIONS

- 9.1 Appearance, general condition and mechanical condition of vehicles will be maintained to a standard acceptable to Wollongong City Council and the Transport Workers' Union.
- 9.2 Hire time will be discontinued in the event of vehicle breakdown.
- 9.3 Council may conduct a review of the truck, driver and general success of the hire, including OH&S, quality and environmental performance, in order to determine

whether the Contract Carrier should remain on the list for hiring by the Council. The driver will be given a copy of all written comments and may respond within fourteen (14) days to any report with which he does not agree.

9.4 Drivers must ensure that the appropriate RTA and statutory licences are held and that RTA registration and truck insurances are current. Hiring of Contract Carriers is subject to copies of such current renewal documents being made available to Council for recording.

10 MINIMUM HIRE

- 10.1 If a Contract Carrier reports for work at the depot or job site as directed during normal working hours and is not required, due to wet weather, etc, he will be paid four hours hire, at the normal truck and labour hire rate. Acceptance of the four hours hire will deem the Contract Carriers remain on site for that time to enable possible resumption of operations.
- 10.2 After the commencement of work, during normal working hours, a Contract Carrier shall be paid not less than eight hours hire at the normal truck and labour hire rate. Acceptance of the eight hours hire will deem the truck remain on site for that time to enable possible resumption of operations.

11 HOURS OF ENGAGEMENT

- 11.1 Contract Carriers will be available for engagement between the hours of 6.00 am and 6.00 pm, daily paid at a rate of single time at the flat hourly rate.
- 11.2 The normal hours of engagement on a Council roster day shall be paid at a rate of single time at the flat hourly rate.
- 11.3 If the contract carrier is engaged outside the hours of engagement, as provided in Clause 11.1, then the contract carrier will be paid at the rates set out in Clause 12.

12 RATES FOR HOURS OUTSIDE THE HOURS OF ENGAGEMENT

- 12.1 Where the Contract Carrier provides services in excess of eight hours on any one day, payment will be made at the rate of normal truck and entitlement rates plus time and one half on the labour rate for the first two hours. For time worked in excess of those first two hours the normal truck and entitlement rates will continue and the normal labour rate will be doubled.
- 12.2 A Contract Carrier invited to work on a Saturday shall be paid a minimum of four hours at the normal truck and entitlement rates and the normal labour rate at time

and one half for the first two hours and then double labour rate for any time thereafter.

- 12.3 A Contract Carrier invited to work on a Sunday shall be paid a minimum of four hours at the normal truck and entitlement rates and the normal labour rate at double time.
- 12.4 A Contract Carrier recalled by Council after being hired during the hours of engagement as provided in Clause 11 shall receive a minimum of four hours hire at the normal truck and entitlement rates plus the appropriate penalty labour rate.
- 12.5 A Contract Carrier called for work prior to the spread of hours shall be paid the normal truck and entitlement rates plus the appropriate penalty labour rate up to the starting time of the span of hours.

13 PUBLIC HOLIDAYS

All proclaimed or gazetted public holidays are observed under this Agreement.

14 PAYMENTS FOR HIRES

- 14.1 Contract Carriers will need to provide Council with proof of registration with the ATO for GST and supply their ABN.
- 14.2 Contract Carriers will be required to sign a Recipient Created Tax Invoice Agreement with Council.
- 14.3 Contract Carriers will be required to submit a Daily Hire Timesheet, signed by the authorised Council officer.
- 14.4 Payments, by electronic funds transfer, for Contract Carrier hire will be made fortnightly by a Recipient Created Tax Invoice including GST and ABN details.

15 GRIEVANCE PROCEDURE

- 15.1 Any Contract Carrier should, in the first instance, discuss any grievance affecting their engagement with Council with a nominated Council employee with authority to investigate the grievance.
- 15.2 In the event of failure to resolve the matter at job level, the matter shall be the subject of discussions between a delegate of the TWU and the Operations Manager Plant, Workshops & Supply.

- 15.3 In the event of failure to resolve the matter, then it shall be the subject of discussions between the TWU Organiser and the Manager Engineering Services.
- 15.4 Should the matter still remain unresolved, the Secretary of the TWU or his nominee will confer with the General Manager.
- 15.5 In the event of no agreement being reached at this stage, the dispute will be referred to the Industrial Relations Commission for determination.
- 15.6 All work shall continue normally while these negotiations are taking place.

16 LEAVE RESERVED

Where on any job abnormal working conditions exist which, in the opinion of the TWU warrant a higher rate, leave is reserved to the TWU to invoke the dispute procedure for this purpose.

17 UNION DELEGATE

A Contract Carrier appointed as TWU delegate shall, upon notification thereof to the Council's Operations Manager - Plant Workshops & Supply by the Secretary of the Union, be recognised as the accredited representative of the Union.

18 ALL INCLUSIVE HIRE RATES

- 18.1 A flat hourly rate will apply for the purposes of this agreement. These rates incorporate payment for all conditions, allowances, public holidays, etc, under "Entitlements" in Attachment 2.
- 18.2 The only exception to Clause 18.1 is the payment of "Meal Allowances" to Contract Carriers in the event of work outside normal hours which is not included in the "Entitlement Rate" and Clauses 19 and 20. Meal allowances will be paid to Contract Carriers under the same conditions that apply to the coverage of employees of Council.

19 WORKERS' COMPENSATION

Workers' Compensation coverage for non-incorporated contract carriers will be provided by Council.

20 SUPERANNUATION

The superannuation guarantee levy (currently 9% of the labour component of the hire rate) will be paid by Council for non-incorporated contract carriers to the superannuation fund of choice of the non-incorporated Contract Carriers or as required by legislative provisions.

21 ORGANISATIONAL CHANGE

- 21.1 In the event that the Council does not require the services of the Contract Carriers due to either business conditions or reorganisation, the Contract Carriers will be removed from the hiring list in order of those with the least amount of service with the Council.
- 21.2 When removing a Contract Carrier from the list, Council will provide three (3) weeks payment for each year of service. The payment will be based on average weekly fees charged by the Contract Carrier to the Council over the twelve month period preceding the notification of removal from the hiring list.

SIGNED for and on behalf of Wollongong City Council

In the presence of:

SIGNED for and on behalf of The Transport Workers' Union Of Australia (New South Wales Branch):

In the presence of:

ATTACHMENT 1 – Contract Carriers - Priority List

Truck	
Priority	Owner Driver
1	Mr L Hartley
2	G P & K A Hills
3	M J & M E Phillips
4	R & T Neilson
5	P & D Murdzevski
6	M James

As at 1 July 2005

Labour (excl. GST)

		3%	3%
		from	from
	1/7/05	1/7/06	1/7/07
	\$	\$	\$
Labour	15.68	16.15	16.63
Entitlements	3.79	3.90	4.02
Labour Total– Normal Time	19.47	20.05	20.65
Labour Total– Penalty Time and One Half	27.31	28.15	28.97
Labour Total – Penalty Double Time	35.15	36.20	37.28

12 Tonne Truck (excl. GST)

	From	From	From
	1/7/05	1/7/06	1/7/07
	\$	\$	\$
	50.10	51.60	53.15
Truck			

Total (Labour + Truck Hire excl GST)

	From 1/7/05	From 1/7/06	From 1/7/07
	\$	\$	\$
Total – Normal Time	69.57	71.65	73.80
Total – Penalty Time and One Half	77.41	79.75	82.12
Total – Penalty Double Time	85.25	87.80	90.43

ATTACHMENT 3 – Driver and Truck Information

Owner/Driver			
Address			
Phone	Fax	Mobile	
Driver's Licence No		Class	
Expiry Date			
Priority List Numbe	In truck class		
Truck Make		Model	
Year of Manufacture	2		
Registration No.		Registration Expiry Date	
Tare		GVM	,
Comprehensive Insu	arance with		
Policy Number		Expiry Date	