16 Meaning of base rate of pay

General meaning

- (1) The *base rate of pay* of a national system employee is the rate of pay payable to the employee for his or her ordinary hours of work, but not including any of the following:
 - (a) incentive-based payments and bonuses;
 - (b) loadings;
 - (c) monetary allowances;
 - (d) overtime or penalty rates;
 - (e) any other separately identifiable amounts.

Division 6—Base rate of pay under enterprise agreements

206 Base rate of pay under an enterprise agreement must not be less than the modern award rate or the national minimum wage order rate etc.

If an employee is covered by a modern award that is in operation

- (1) If:
 - (a) an enterprise agreement applies to an employee; and
 - (b) a modern award that is in operation covers the employee;

the base rate of pay payable to the employee under the agreement (the *agreement rate*) must not be less than the base rate of pay that would be payable to the employee under the modern award (the *award rate*) if the modern award applied to the employee.

(2) If the agreement rate is less than the award rate, the agreement has effect in relation to the employee as if the agreement rate were equal to the award rate.