## **Criminalising Wage Underpayments**

## Practical example

Employer ABC Pty Ltd has been underpaying their employees under the genuine mistaken belief that they were covered by the Professional Employees Award 2020 but realised after consultation with lawyers a few months later that these employees were covered under the Clerks Private Sector Award 2020, instead.

The employer conducts a review of the amounts owing to the employees and rectifies the underpayment by advising their employees and paying them the amounts owed.

## Has the employer committed wage theft?

No.

Employer ABC Pty Ltd's underpayment was inadvertent and does not amount to wage theft.













## Legal Disclaimer

The information contained in this, and all other guidance material published by The Council of Small Business Organisations Australia (COSBOA) is not intended to constitute, and should not be treated or relied upon as, legal advice or a substitute for legal advice.

Instead, all information, content, and materials available from COSBOA are published for general informational purposes only.

Readers of this material should contact a suitably qualified legal practitioner to obtain appropriate legal advice with respect to any particular legal matter. No person should act or refrain from acting on the basis of information published by COSBOA without first seeking appropriate legal advice from a suitably qualified legal practitioner.

If any reader requires legal advice or assistance in relation to a workplace or employment law matter, contact a suitably qualified legal practitioner.

Please note this publication has been funded by the Australian Government Department of Employment and Workplace Relations through the Productivity, Education and Training Fund grant program.