

2017 "Contractor Minimum Wage" Rate Released

Insights 9.20.16

The U.S. Labor Department has <u>published</u> the 2017 wage-rate floor required by President Obama's "Establishing A Minimum Wage for Contractors" Executive Order <u>13658</u>. The Order was implemented through regulations appearing at 29 C.F.R. <u>Part 10</u>. Both the Order and 29 C.F.R. § <u>10.5</u> call for USDOL to conduct annual re-determinations of that minimum wage.

Beginning on January 1, 2017, the minimum rate will be \$10.20 per hour.

At the same time, USDOL announced that the 2017 minimum cash wage for tipped workers performing on or in connection with a covered contract again will increase by 95 cents per hour, that is, to \$6.80 per hour. This too takes effect beginning on January 1, 2017.

USDOL presumably soon will revise the <u>online version</u> of its required poster to reflect these figures as set forth in the <u>poster</u> accompanying today's notice.