

2016 "Contractor Minimum Wage" Rate Released

Insights 9.17.15

The U.S. Labor Department has <u>published</u> the 2016 wage-rate floor required by President Obama's "Establishing A Minimum Wage for Contractors" Executive Order <u>13658</u>. The Order has been 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, 2016, the minimum rate will be \$10.15 per hour.

At the same time, USDOL announced that the 2016 minimum cash wage for tipped workers performing on or in connection with a covered contract will increase by 95 cents per hour, that is, to \$5.85 per hour. This too takes effect beginning on January 1, 2016.

USDOL has revised its required <u>poster</u> to reflect these figures.