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GOVERNOR

## STATE OF MICHIGAN DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY LANSING

SUSAN CORBIN DIRECTOR

Informational Sheet: Minimum Wage

## **Youth Training Wage**

The Improved Workforce Opportunity Wage Act, Public Act 337 of 2018, as amended, allows workers under the age of 20 to be paid a training wage for the first 90 calendar days of employment under certain conditions. The statutory provisions covering the training wage can be found at Section 4b(1) 408.934b(1) of the Michigan Compiled Laws. Anyone interested in information on the training wage should consult the statute for the complete text.

An employer covered by the Improved Workforce Opportunity Wage Act may pay a newly hired employee 16 through 19 years of age a training wage of \$4.25 per hour for the first 90 calendar days of employment.

## The following conditions apply to the training wage:

- An employer may not discharge, layoff or displace another employee or reduce the hours, wages or benefits of an employee to hire a worker at the training wage.
- The overtime rate of pay for a worker subject to the training wage provisions is \$6.38 per hour; 1-1/2 times the regular hourly rate of \$4.25.
- The training wage period covers 90 calendar days.
- A change in employment classification, duties, or occupation does not extend the training wage period.
- Employers who violate the training wage provisions are subject to payment of minimum wages, liquidated damages, and a civil fine of up to \$1,000.00.

For more information visit our web site at <a href="https://www.michigan.gov/wagehour">www.michigan.gov/wagehour</a> or call toll free at 1-855-4MI-WAGE (1-855-464-9243).

LEO is an equal opportunity employer/program.

Auxiliary aids, services and other reasonable accommodations are available, upon request, to individuals with disabilities.