## Notice to Employers Operating in the City of Chicago: Minimum Wage to Increase July 1

June 29, 2015

ffective July 1, 2015, the minimum wage for employees in the city of Chicago will increase to \$10 per hour. All employers doing business in Chicago are required to post this "Notice to Employers and Employees" regarding the pay increase at every work site. Additionally, this notice must be provided with the first paychecks issued to non-exempt employees after the wage increase goes into effect and to every new non-exempt employee hired after the wage increase goes into effect.

The minimum wage ordinance, passed by the Chicago City Council in December 2014, increases the minimum wage for Chicago workers annually.

The timeline of incremental increase is:

Effective Date	Non-Tipped Employees	Tipped Employees
Current	\$8.25	\$4.95
July 1, 2015	\$10.00	\$5.45
July 1, 2016	\$10.50	\$5.95
July 1, 2017	\$11.00	Increases with CPI*
July 1, 2018	\$12.00	Increases with CPI*
July 1, 2019	\$13.00	Increases with CPI*
July 1, 2020	Increases with CPI*	Increases with CPI*

<sup>\*</sup> The ordinance provides that the minimum wage will not increase when the unemployment rate in Chicago for the preceding year, as calculated by the Illinois Department of Employment Security, was equal to or greater than 8.5 percent. The ordinance also provides that if the consumer price index (CPI) increases by more than 2.5 percent in any year, the minimum wage increase shall be capped at 2.5 percent.

Additional information about the Chicago Minimum Wage Ordinance is available here.

• • • • • • • • •

If you have any questions related to this article or would like additional information, please contact your attorney at Neal Gerber Eisenberg, or any attorney in the Labor & Employment practice group. <u>Click here</u> for a full listing of our Labor & Employment attorneys.

Please note that this publication should not be construed as legal advice or a legal opinion on any specific facts or circumstances. The contents of this publication are intended solely for general purposes, and you are urged to consult a lawyer concerning your own situation and any specific legal questions you may have.

Any tax advice contained in this publication is not intended or written to be used, and cannot be used, for the purpose of (i) avoiding penalties under the Internal Revenue Code or (ii) promoting, marketing or recommending to another party any transaction or matter addressed herein.

The alert is not intended and should not be considered as a solicitation to provide legal services. However, the alert or some of its content may be considered advertising under the applicable rules of the supreme courts of Illinois, New York and certain other states.