Michigan LEO Wage and Hour Employing Minors in Michigan Overview and Q&A

Jill Hookey (she/her), Region Manager



Michigan Wage and Hour Division

- Information provided in this presentation may contain legal information. Legal information is not the same as legal advice the application of law to an individual's specific circumstances.
- The division will do its best to provide information that is accurate and useful, but it is recommended you consult a lawyer if you want professional assurance the information and your interpretation of it is appropriate to your situation.



Wage and Hour Division

Currently 24 people in the Department of Labor and Economic Opportunity (LEO) who administer 5 Michigan statutes and investigate on behalf of DTMB:

- Public Act 90: Youth Employment Standards (YESA)
- Public Act 390: Payment of Wages & Fringe Benefits (PWFB)
- Public Act 337: Improved Workforce
 Opportunity Wage (Min. Wage & Overtime, IWOWA)
- Public Act 338: Paid Medical Leave (PMLA)
- Public Act 62: Human Trafficking Notification (HT)
- **DTMB Prevailing Wage:** On behalf of the Department of Technology, Management & Budget (DTMB)

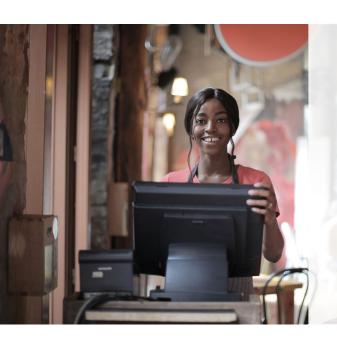


Mission

To provide public service through the fair, effective, and efficient administration of laws that protect the wages and fringe benefits of Michigan workers including paid medical leave, provide for the safe and legal employment of minors, and require posting of notices related to human trafficking, youth employment, paid medical leave, and minimum wage.

Youth Employment Standards

Youth Employment Standards Act



Covers all Michigan employers who employ minors, people under 18 years old, and in general it:

- Sets work permit requirements
- Prohibits employment in hazardous or injurious occupations
- Regulates hours of employment
- Requires meal and rest periods
- Mandates adult supervision
- Contains posting requirement

Businesses covered by the federal Fair Labor Standards Act (FLSA) must follow the stricter standard

Minimum Age and Work Permits

Minimum age (in general) is 14 - exceptions:

- 11 to 13 referees or umpires, golf caddies, and bridge caddies
- 13 trap setters for shooting events

Non-exempt minors require work permit at work location

Work permit is employer specific

Permit valid if continuously employed; new issuance if break in service or turns 16

Permit returned to school when employment terminates

Permit may be refused, suspended, or revoked by issuing officer if:

- Minor's employment is in violation of federal or state law
- Poor school performance due to attendance issues

Work Permits

Issued in person or school may establish an alternative electronic process

Minors under the age of 16 years landscape orientation

Completed in full

Minors aged 16 and 17 years old portrait orientation

State of Michigan	1		
Combined Offer	of Employment and	Work Permit/Age	Certificate
CA-6 for minors	UNDER 16 years of	age	

State of Michigan

Combined Offer of Employment and Work Permit/Age Certificate CA-7 for minors 16 and 17 years of age

Permit Number for School Use

Employer Information:

- The employer must have a completed work permit form on file <u>before</u> a minor begins work.

 The employer must always provide competent adult supervision.

 The employer for the minor must comply with federal, state, and local laws and regulations including nondiscrimination against any applicant. or employee because of race, color, religion, national origin or ancestry, age, gender, height, weight, marital status, or disability.

 The employer must return the work permit to the issuing officer upon termination of the minor's employment.

Directions: Please type or print using an ink pen. See back of this form for summary of requirements.
Section I: To be Completed by Minor Applicant

Section I: To be Completed by Minor Applicant							
Name of Minor:		Address:			City:	ZIP:	
Age: Date of Birth Month/Day/Year: Last Four Digi		its of Contact Telephone Number for Minor: Applic		ation Submitted Electronically: [] Yes [] No , provide email address to return approved form:			
Name of School (present or last attended):			Address:			City:	ZIP:
Last Grade Completed:				Type of Business (e.g., fast food,	retail sales):		
School Status (check one): [] in school [] home schooled [] online/cyber/virtual [] Not Attending							
Name of Parent/Guardian (circle one):			Parent/Guardian Telephone:		Parent/Guardian Email Address (optional):		

Section II: To be Completed by the Employer - Offer of Employer Earliest Starting Time a.m./p.m.: Latest Ending Time a.m./p.m.: Hours per Day:

Section III: To be Completed by School's Issuing Officer - Must be Signed by the Issuing Officer to be Valid Evidence of Age Confirmed by (issuing officer checks one): Number of Work Hours Per Week When School is in Session: This is to certify that: (1) this form was properly completed,
(2) listed job difference amplicat with state and feder



Adult Supervision

Minors may not be employed without adult supervision.

Adult supervisor must ensure immediate assistance is available in case of emergency.

Special penalties apply for employing minors without adult supervision when the occupation involves cash transactions after 8:00 p.m. or sunset.

Alcoholic Beverage Restrictions

Minors may not work in an establishment where alcohol sales are 50% or more of total sales.

14- and 15-year-olds may not work where alcohol is consumed or sold for consumption on the premises.

Selling and serving alcohol is regulated by the Liquor Control Commission.



Hours of Employment

For All Minors:

- No work during school hours
- 30-minute break before exceeding 5 hours
- No more than 10 hours per day
- Maximum of 6 days in a workweek
- Limited to average of 8 hours per day in 1 week

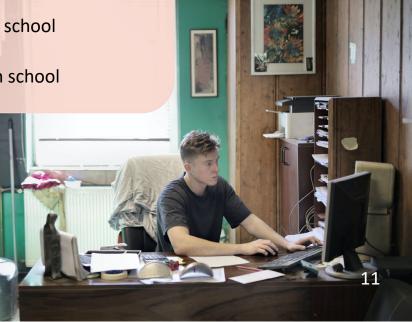


- 48 hours school & work combined per workweek
- Before 7 a.m. or after 9 p.m.
- Federal law has some stricter standards

Hours of Employment

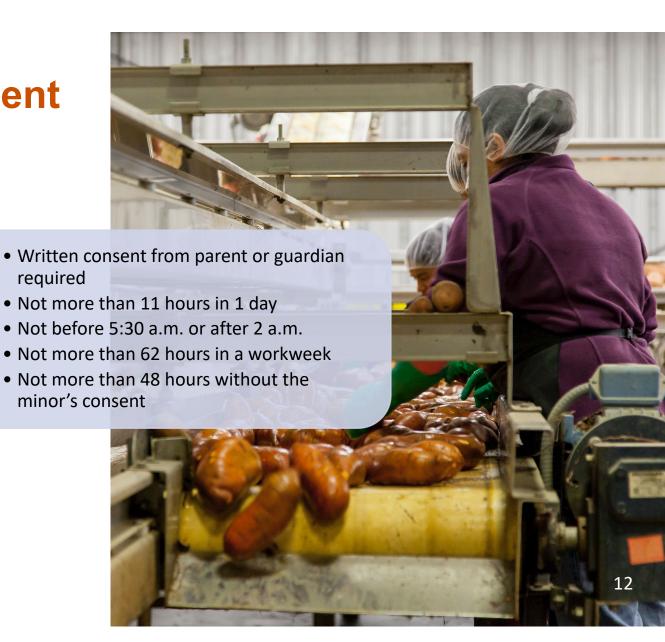
16- and 17-year-old Minors Hour Restrictions:

- 24 hours per workweek when school is in session
- 48 hours per workweek when school is not in session
- Before 6 a.m. or after 10:30 p.m.
 - Sunday through Thursday when in school
- Before 6 a.m. or after 11:30 p.m.
 - Friday & Saturday and when not in school



Hours of Employment

Agricultural Processing Hours for 16- and 17-year-old Minors When School is Not in Session:



Hours Deviations

Applies to 16and 17-year old minors only

Deviation from beginning and ending time standards only Applications are online and must be completed in full

Electronic submission is preferred to leo-yesadeviation@michigan.gov

General Hours Deviation:

- Allows minors to start at 5 a.m. Saturdays and Sundays when school is in session or any day when school is not in session for at least 7 days
- Allows minors to work until 11:30 p.m. Sunday through Thursday when school is in session
- Allows minors to work until 12:30 a.m. on Fridays and Saturdays when school is in session or any day when school is not in session
- Separate written parental or guardian consent must be maintained by employer

An employer may apply for an individual hours deviation if starting and ending times are needed outside of the general hours deviation

Hazardous Occupations

A minor may not be employed in any hazardous or injurious occupations that include, but are not limited to:

- Contact with hazardous substances, chemicals, explosives, or radioactive substances
- Driving and working as an outside helper (pizza delivery, etc.)
- Jobs in the logging and sawmill industry
- Jobs using woodworking machinery
- Ladders and scaffolding for those less than 16 years of age
- Brazing, welding, soldering, or heat treating for those less than 16 years of age
- Work on construction sites, excavation sites, bridges, streets, or highways
- Slaughtering, butchering, cutting meat or using meat slicers, cleavers, or boning knives
- Occupations involving power driven equipment, tools, saws, or machinery (bakery machines, paper product machines, and metal-forming, punching, and shearing machines)

Please see the Work Activities Prohibited or Restricted by Law or Administrative Rule table for quick reference.

Hazardous deviation possible under limited circumstances.

Federally covered employers are subject to the Fair Labor Standards Act hazardous occupation orders listed in the <u>USDOL Child Labor Bulletin 101</u>.

Federal Hazardous Occupation Orders

Copied verbatim for informational purposes from the USDOL's Child Labor Bulletin 101: <u>USDOL Child Labor Bulletin 101</u>. For more details, please visit <u>youthrules.gov</u> or contact the USDOL, Wage & Hour Division.

HO 1	Manufacturing and storing of explosives
HO 2	Motor-vehicle driving and outside helper on a motor vehicle
HO 3	Coal mining
HO 4	Occupations in forest fire fighting, forest fire prevention, timber tract operations, forestry service, logging, and sawmilling
HO 5*	Power-driven woodworking machines
HO 6	Exposure to radioactive substances
HO 7	Power-drive hoisting apparatus, including forklifts
HO 8*	Power-driven metal-forming, punching, and shearing machines
HO 9	Mining, other than coal mining

Federal Hazardous Occupation Orders

Copied verbatim for informational purposes from the USDOL's Child Labor Bulletin 101: <u>USDOL Child Labor Bulletin 101</u>. For more details, please visit <u>youthrules.gov</u> or contact the USDOL, Wage & Hour Division.

HO 10*	Operating power-driven meat processing equipment, including meat slicers and other food slicers, in retail establishments (such as grocery stores, restaurant kitchens and delis) and wholesale establishments, and most occupations in meat and poultry slaughtering, packing, processing, or rendering
HO 11	Power-driven bakery machines including vertical dough or batter mixers
HO 12*	Power-driven balers, compactors, and paper processing machines
HO 13	Manufacturing bricks, tile, and kindred products
HO 14*	Power-driven circular saws, bandsaws, chain saws, guillotine shears, woodchippers, and abrasive cutting discs.
HO 15	Wrecking, demolition, and shipbreaking operations
HO 16*	Roofing operations and all work on or about a roof
HO 17*	Excavation operations
*These	

^{*}These HOs provide limited exemptions for 16- and 17-year-olds who are bona-fide student-learners and apprentices (see pages 24-25 of the USDOL Child Labor Bulletin 101).



Hazardous Deviations

Applies to 16and 17-year old minors only

Must not be a federally covered business

Consideration given only when it is in the minor's best interest, proper training is provided, and there is protection of the minor's health, safety, and well-being

Performing Arts Authorizations

Minors 15 days or older

Print, media, modeling, motion pictures, productions, such as television, radio, and theatrical, or musical performances

Medical verification from a doctor for minors under 6 years of age

Recommendation letter from school or teacher for school-aged children



All deviations are obtained through the Wage and Hour Division and are either approved or denied. If approved, may be revoked for noncompliance. Denials and revocations may be appealed.



Individual exemptions include, but are not limited to:

- 16- or 17-year-old minor who has graduated from high school
- 17-year-old minor who passed the general educational development (GED) test
- Emancipated minor
- A minor on a valid cooperative agreement or work-based learning program when a contract is entered into between the employer and school

Occupational exemptions include, but are not limited to:

- Domestic chores in connection with a private residence
- Employment in a business owned and operated by the parent or legal guardian of the minor
- Employment of a minor at least 14 years of age at the school where the minor is enrolled
- Farm work if the employment is not in violation of a standard established by LEO

"Farm work" includes any practices performed on a farm as an incident to or in conjunction with farming operations, including preparation for market and delivery to storage, market, or carriers for transport to market

Employer Responsibilities

Legally employ minors

Provide adult supervision and breaks

Maintain a copy of the work permit or proof of exemption and any deviation and necessary parental consents at the minor's worksite

Maintain a daily time record containing the number of hours worked by the minor to include the starting and ending times of shifts and 30-minute breaks

Post the Michigan Youth Employment Poster at the worksite



PUBLIC ACT 90

Enforcement

Anyone violating Act 90 is guilty of a misdemeanor punishable by imprisonment for not more than 1 year, or a fine of not more than \$500.00, or both (except Section 12a violations which carry higher penalties)

Potential enforcement referrals:

- School district(s)
- County prosecutor
- State attorney general
- USDOL, Wage and Hour
- Workers' Disability Compensation Agency
- Liquor Control Commission

Wages



Wages

- Paid in accordance with the agreement
- Agreement must be at least minimum wage:
 - \$4.25/hour 16- to 19-year-old training wage for 90 days
 - 16- to 17-year-old subminimum wage equal to 85% of minimum wage: **currently \$8.59/hour**
 - \$10.10/hour current minimum wage which will increase to \$10.33/hour on January 1, 2024, if the state's 2023 unemployment rate averages less than 8.5%
 - Tipped employees may be paid 38% of minimum wage, \$3.84/hour currently, if tips are reported in writing equal to minimum wage
- Overtime, 1½ times regular pay rate, for hours over 40 in a 7-day workweek

Wages

- Paid regularly with a retainable check stub (weekly, biweekly, semimonthly, or monthly)
- Paid by US currency, negotiable check, direct deposit, or payroll debit card.
- Paid free of deductions unless permitted:
 - By law
 - Court ordered garnishment
 - Collective bargaining agreement
 - Employee signed written consent
 - Under clerical error overpayment conditions



Fringe Benefits

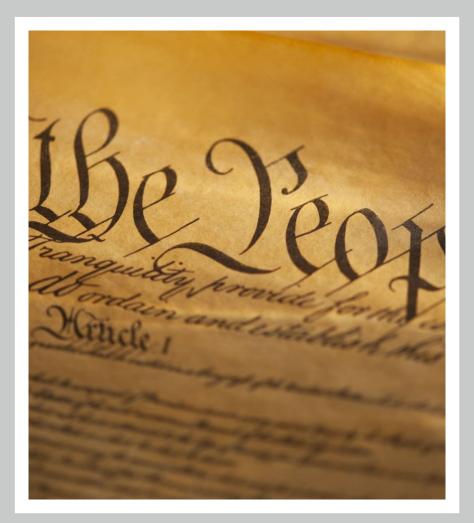
Fringe Benefits



- Payment of Wages and Fringe Benefits Act requires vacation pay, sick pay, holiday pay, bonuses, and authorized expenses be paid in accordance with written contracts or written policies
- Paid Medical Leave Act (PMLA) provides for accrual and usage of leave for medical reasons and illness
- The PMLA does not apply to individuals:
 - Under the age of 18
 - Who average less than 25 hours per workweek in the preceding calendar year
 - Age 18-19 the first 90 days of employment

Recent Court Rulings Regarding Adopt & Amend

- Impact the Improved Workforce Opportunity Wage Act (IWOWA-minimum wage law) and Paid Medical Leave Act (PMLA).
- Adoption of the 2018 ballot initiatives and subsequent amendments by the 2018 legislature was ruled unconstitutional by the Michigan Court of Claims on 7/19/2022.
- Michigan Court of Claims decision was appealed and the Michigan Court of Appeals reversed it on 1/26/2023.
- Michigan Court of Appeals decision was appealed on 2/10/2023 and is pending at the Michigan Supreme Court





Recent Court Rulings Regarding Adopt & Amend

- Potential minimum wage increase and expansion of eligibility, accrual, and use of paid sick leave.
- The adopted version of the IWOWA may be found in the legislature's archives at mcl-Act-337-of-2018.pdf (mi.gov).
- The adopted version of the Earned Sick Time Act (it was amended to the Paid Medical Leave Act) may be found in the legislature's archives at <u>mcl-Act-338-of-2018.pdf</u> (mi.gov).
- The situation is fluid and available updates will be posted at michigan.gov/wagehour.

Human Trafficking Notification

Human Trafficking Notification

Requires conspicuous, public posting of a human trafficking notification in English and Spanish at the following entities:

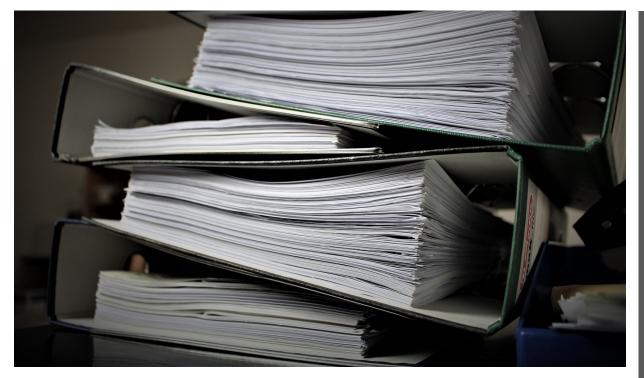
- Public rest stops and welcome facilities
- Public bus and rail transportation stations
- Public airports
- Adult entertainment establishments
- Court declared public nuisance properties



The notification is also available in the following languages:

- Arabic
- Bengali
- Bosnian
- Chinese Traditional Cantonese
- Chinese Simplified Mandarin
- Hmong
- Polish
- Ukrainian

Recordkeeping, Resources, and Services



Recordkeeping

Maintain records for 3 years:

- Employee name, address, birthdate, occupation, and rate of pay
- Daily time records with starting and ending shift and 30-minute break times to the nearest 10th of an hour or smaller increment
- Total hours worked each pay period
- Total wages paid each pay period along with an itemization of deductions
- Itemization of fringe benefits including written agreements and paid medical leave taken
- Signed, dated tip statements each pay period
- Signed, written deduction authorizations

Poster Requirements

- **General Requirements** Minimum Wage and Overtime by all businesses
- Youth Employment Standards Act Posting requirement by businesses who employ minors
- **General Requirements** Paid Medical Leave Act by businesses with 50 or more employees
- **Human Trafficking Notification** by certain entities



Michigan Department of Labor and Economic Opportunity

Wage and Hour Division PO Box 30476 REQUIRED POSTER

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GENERAL REQUIREMENTS - PAID MEDICAL LEAVE ACT Coverage

The Paid Medical Leave Act, 2018 Public Act 338, as amended by 2018 Public Act 369, effective March 29, 2019, cover employers who employ 50 or more individuals. The act covers individuals engaged in service to an employer in the business of the employer and from whom an employer is required to withhold for federal income tax purposes. An eligible employee does not include executive, administrative, and professional overtime exempt employees, employees covered by a private collective bargaining agreement that is in effect, employees of the United States government, another state, or a political subdivision of another state, individuals whose primary work location is not in this state, individuals 16-19 years of age being paid the youth training wage in accordance with the Improved Workforce Opportunity Wage Act, temporary employed Michigan Employment Security Act, variable hour employees as defined by

Railway Labor Act and Railroad Unemployment Insurance Act, individuals em calendar year for a job scheduled for 25 weeks or fewer, individuals who wo during the immediately preceding calendar year. (See section 2 of The Paid Me

Paid medical leave accrual begins on March 29, 2019, or upon commencem later. Paid medical leave is accrued at a rate of 1 hour for every 35 actual hour. allow accrual of over 1 hour in a calendar week or more than 40 hours in a b sex, housework, farm work, or any other activity, please month period used by an employer to calculate an eligible employee's benef unused accrued paid medical leave from one benefit year to the next; howeve to use more than 40 hours in a single benefit year. An employer may provide hotline at 888-373-7888 or text 233733 to access help by providing at least 40 hours at the beginning of the benefit year or on the di-

leave to the nex

Michigan Department of Labor and Economic Opportunity Wage and Hour Division PO Box 30476

Lansing, MI 48909-7976 REQUIRED POSTER GRETCHEN WHITMER GENERAL REQUIREMENTS - MINIMUM WAGE and OVERTIME

Paid Medical Leave Accruze If you or someone you know is being forced to engage in any activity and cannot leave, whether the activity is commercial contact the National Human Trafficking Resource Center

Human Trafficking Notification

afficking are protected tate.

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nan trafficking:

Coverage
The Improved Workforce Opportunity Wage Act (IWOWA), Public Act 337 of 2018, as amended, covers employers who employ 2 or more employees 16 years of age and older.

Minimum Hourly Wage Rate

Employees must be paid at least:								
	Effective Date	Minimum Hourly Wage Rate	Tipped	85%**				
			Minimum Hourly Rate	Reported Average Hourly Tips	Hourly Rate			
	January 1, 2018	\$9.25	\$3.52	\$5.73	\$7.86			
	March 29, 2019	\$9.45	\$3.59	\$5.86	\$8.03			
	January 1, 2020*	\$9.65	\$3.67	\$5.98	\$8.20			
	January 1, 2021*	\$9.87	\$3.75	\$6.12	\$8.39			

ncrease in the minimum hourly wage rate as prescribed in subsection (1) does not take effect if the unemployment rate for this state, as determined by the Bu





DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY

POSTING REQUIREMENT

YOUTH EMPLOYMENT STANDARDS ACT, 1978 PA 90, as amended

MCL 409.110 Minor under 16 years; days and hours of employment.

Sec. 10. A minor under 16 years shall not be employed an an occupation subject to this act for more than 6 days in 1 week, nor for a period longer than a weekly average of 8 hours per day or 48 hours in 1 week, nor more than 10 hours in 1 day. The minor shall not be employed between the hours of 9 p.m. and 7 a.m. A minor who is a student in school shall not be employed more than a comminded school and work week of 48 hours during the period when school is in session.

MCL 409.111 Minor 16 years or older; days and hours of employment; definitions.

- Sec. 11. (1) Except as provided in subsection (3), a minor 16 years of age or older shall not be employed in an occupation subject to this act for more than any of the following periods:

 (a) Six days in 4 week.

 (b) A period longer than a weekly average of 8 hours per day or 48 hours in 1 week.

- (c) Ten hours in 1 day.
- (d) For a minor 16 years of age or older who is a student in school, a combined school and work week of 48 hours
- (2) Except as provided in subsection (3), a minor 16 years of age or older shall not be employed between 10:30 pm. and 6 am. However, except as provided in subsection (3), a minor 16 years of age or older who is a student in school may be employed until 11:30 p.m. on any of the following days:
- During school vacation periods.
 During periods when the minor is not regularly enrolled in school.

Resources and Services

Questions? Contact:

- Paid Medical Leave:
 PMLA-INFO@michigan.gov
- For all others:
 <u>WHINFO@michigan.gov</u>
 855-4MI-WAGE

michigan.gov/wagehour

- Publications
- Speaking Engagements
- Educational Contacts

Complaint Investigations

- Youth Employment: YESAComplaintForm.apps.lara.state.mi.us
- Payment of wages, fringe benefits, and paid medical leave: michigan.gov/wageclaim
- Discrimination, human trafficking notification, and prevailing wage complaint forms are available online or by calling 855-4MI-WAGE

State Contact Information

Michigan
Department of Labor &
Economic Opportunity,
Wage and Hour
Division
michigan.gov/wagehour

Lansing:

- 530 W. Allegan Street
 PO Box 30476
 Lansing, MI 48909-7976
- 517-284-7800
- Toll-Free: 855-4MI-WAGE (855-464-9243)

Federal Contact Information

United States
Department of Labor,
Wage and Hour
Division
dol.gov/whd

Nationally Toll-Free:

866-4US-WAGE (866-487-9243)

Detroit:

- 5700 Crooks Road, Room 310 Troy, MI 48098-2809
- 313-309-4500

Grand Rapids:

- 800 Monroe Avenue, NW, Suite 315
 Grand Rapids, MI 49503-1451
- 616-456-2004