

What's New in HR Law

Ontario to Increase Minimum Wage to \$16.55 per Hour

March 31, 2023 | By Cassandra Ma

Earlier today, the Ontario Government announced its plan to increase the minimum wage rates under the *Employment Standards Act, 2000*. Effective October 1, 2023, the following minimum wage rates will apply to provincially regulated employers in Ontario:

| Employee Class | Current Minimum Wage Rate | Minimum Wage Rate Effective October 2023 |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------|
| Employees who are students under 18 years of age, if the student's weekly hours do not exceed 28 hours or if the student is employed during a holiday | \$14.60 per hour | \$15.60 per hour |
| Hunting, fishing, and wilderness guides | \$77.60 per day, when working less than five consecutive hours in a day \$155.25 per day, when working five or more hours in a day | \$82.85 per day, when working less than five consecutive hours in a day \$165.75 per day, when working five or more hours in a day |
| Employees who are homeworkers | \$17.05 per hour | \$18.20 per hour |
| Any other employees (i.e., the general minimum wage rate) | \$15.50 per hour | \$16.55 per hour |

This article is for the purposes of only general information and does not constitute legal advice or opinion.

The new minimum wage rates represent a 6.8% increase to Ontario's current statutory minimum wage rates. This adjustment reflects the rising cost of living across the country and recent increases to the provincial inflation rate.

Check the Box

Provincially regulated employers in Ontario should begin reviewing their existing employment contracts and collective agreements, and taking steps to ensure that employees' pay rates will be legally compliant when the statutory minimum wage rates increase in October. Prudent and proactive employers may also consider setting up their payroll systems in advance of October 1, 2023, to ensure that any necessary changes to compensation are processed immediately when the new minimum wage rates take effect.

Need More Information?

For more information or assistance with workforce management and compensation-related issues, contact 416.408.3221 or your regular lawyer at the firm.



management labour and employment law



æc

ADVOCATES for EMPLOYERS of CANADA

Toronto Bay Adelaide Centre 333 Bay Street Suite 2500, PO Box 44 Toronto, Ontario M5H 2R2 tel: 416.408.3221 fax: 416.408.4814 toronto@filion.on.ca London 252 Pall Mall Street, Suite 100 London, Ontario N6A 5P6 tel: 519.433.7270 fax: 519.433.4453 london@filion.on.ca Hamilton 1 King Street West Suite 1201, Box 57030 Hamilton, Ontario L8P 4W9 tel: 905.526.8904 fax: 905.577.0805 hamilton@filion.on.ca Kltchener-Waterloo 137 Glasgow Street Suite 210, Office 175 Kitchener, Ontario N2G 4X8 tel: 519.433.7270 fax: 519.433.4453 kitchener-waterloo@filion.on.ca