DIR Updates 2023 California Exemption Rates for Computer Software Employees and Licensed Physicians and Surgeons

Each year, the California Department of Industrial Relations (DIR) updates the minimum pay requirements for certain exempt professions. This October, the DIR updated the 2023 rates for computer software employees and licensed physicians and surgeons. The new rates will go into effect on January 1, 2023, and reflect the 7.6% increase in the California Consumer Price Index (CCPI) for Urban Wage Earners and Clerical Workers. For workers who meet the requirements for a computer software employees exemption, the DIR increased the computer software employees' rates as follows:

- Minimum hourly rate of pay exemption from \$50.00 to \$53.80.
- Minimum monthly salary exemption from \$8,679.16 to \$9,338.78.
- Minimum annual salary exemption from \$104,149.81 to \$112,065.20.

For workers who meet the requirements for a <u>licensed physicians and surgeons</u> exemption, the DIR has increased the minimum hourly rate of pay exemption from \$91.07 to \$97.99.

Employers with questions should contact experienced counsel.

Authors



Jill L. Ripke

Senior Counsel
JRipke@perkinscoie.com __310.788.3260

Explore more in

Labor & Employment Blog series

Wage & Hour Developments

The regulatory landscape, appetite for administrative agency enforcement, and judicial interpretations related to wage-and-hour issues are rapidly evolving. Our blog is a one-stop resource for federal- and state-level updates and analysis on wage-and-hour-related developments affecting employers.

View the blog