## GOVERNMENT OF INDIA MINISTRY OF LABOUR AND EMPLOYMENT

#### **RAJYA SABHA**

UNSTARRED QUESTION NO. 2493 TO BE ANSWERED ON 24.03.2022

#### **REVISION OF MINIMUM WAGES**

#### 2493. SHRI PRABHAKAR REDDY VEMIREDDY:

Will the Minister of Labour and Employment be pleased to state:

- (a)whether it is a fact that Government has to revise minimum rates of wages under Section 3(1) (b) of Minimum Wages Act once in every five years;
- (b)whether it is also a fact that last revision was done in 2017 and is due this year;
- (c)if so, whether the process of revising the minimum rates of wages to employees engaged in 7 scheduled employment has started; and
- (d)if so, the details thereof and if not, by when Government proposes to start the process?

#### **ANSWER**

# MINISTER OF STATE FOR LABOUR AND EMPLOYMENT (SHRI RAMESWAR TELI)

(a) to (d): Section 3(1) (b) of the Minimum Wages Act, 1948 mandates the Central Government and the State Governments to review the minimum rates of wages so fixed in the Scheduled employments in their respective jurisdiction at intervals not exceeding five years and revise the minimum rates, if necessary. The minimum rates of wages in the Scheduled employments in the Central sphere were revised in 2017. Further, in order to take care of the rising prices, the Central Government revises the Variable Dearness Allowance (V.D.A) on basic rates of minimum wages every six months effective from 1st April and 1st October every year on the basis of Consumer Price Index for Industrial workers. V.D.A. was last revised w.e.f. 01.10.2021. A statement showing increase in the rates of wages since revision in 2017 on account of increasing V.D.A payable to the employees engaged in the scheduled employments in the Central Sphere is at Annexure.

Contd..2/-

The Government is not only committed to periodic review and revision of the minimum rates of wages but also to extend its coverage across employments and provide for floor wage. Accordingly, the provisions of the Minimum Wages Act, 1948, have been rationalized and amalgamated in the Code on Wages Act, 2019, as passed by the Parliament and notified on 08.08.2019. The Code on Wages, 2019, provides for universal minimum wage and floor wage across employments in organized and unorganized sector and the existing provision, under the Minimum Wages Act, 1948 to restrict applicability of minimum wages to Scheduled employments, has been dispensed with under the Code. The Code mandates the Central Government to fix floor wage applicable across the Central and the State sphere. The Code stipulates that the minimum rates of wages fixed by the appropriate Government shall not be less than the floor wage. The said provisions of the Code on Wages, 2019, have not come into force.

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### Statement showing increased rates of minimum wages on account of revision of VDA from 19.01.2017 to 01.10.2021

Scheduled	Category of	Area A		Area B		Area C		
Employment	Workers	19.01.2017	01.10.2021	19.01.2017	01.10.2021	19.01.2017	01.10.2021	
	Unskilled	333	417	303	380	300	377	
Agriculture	Semi-	364	455	335	419	307	384	
J	skilled/Unskilled							
	Supervisory							
	Skilled/Clerical	395	495	364	455	334	418	
	Highly-skilled	438	547	407	509	364	455	
Sweeping and Cleaning	Unskilled	523	654	437	546	350	437	
Watch and Ward	Without Arms ( Upgraded to skilled with training)	637	795	579	724	494	617	
	With Arms( Upgraded to highly skilled for supervision)	693	864	637	795	579	724	
Loading & Unloading	Unskilled	523	654	437	546	350	437	
_	Unskilled	523	654	437	546	350	437	
Construction	Semi- skilled/Unskilled Supervisory	579	724	494	617	410	512	
	Skilled/Clerical	637	795	579	724	494	617	
	Highly-skilled	693	864	637	795	579	724	
	gj		19.01.2017			01.10.2021		
Workers	1.Excavation & removal of over burden with 50 meters lead/1.5 meters lift:*							
engaged in	(a) Soft Soil	351 441						
Stone Mines for	(b) Soft Soil with	531				663		
Stone Breaking	Rock							
and Stone	(c) Rock	703				878		
Crushing	2. Removal and	283				354		
	Staking of rejected							
	stones with 50 metres							
	lead/1.5metres lift*							
	3. Stone breaking or Stone Crushing for the stone size of category**							
	(a) 1.0 inch to 1.5	8	2	2701				
	inches							
	(b) Above 1.5 Inches	1857				2310		
	to 3.0 Inches							
	(c) Above 3.0 Inches	1088				1356		
	to 5 Inches			1114				
	(d) Above 5.0 Inches	893 Above Ground				1114 Polow Cround		
						Below Ground		
Non - Coal		19.01.2017		01.10.2021		<b>19.01.2017</b> 437	01.10.2021	
Mines	Unskilled	350			437		546	
	Semi- skilled/Unskilled Supervisory		437		546	523	654	
ı	Skilled/Clerical		523		654	610	762	
	Highly-skilled		610		762			
	гидпіу-skilled		010		102	683	851	

<sup>\*</sup>Per 2.831 cubic meters or 100 cubic feet

(Contd. on next page)

<sup>\*\*</sup> Per truck load of 5.662 cubic meters or 200 cubic feet

#### Classification of Area

A11.1	(T.T.A.)	AREA – "A'		T	
Ahmedabad (UA)		Hyderabad	(UA)	Faridabad complex	
Bangaluru	(UA)	Kanpur	(UA)	Ghaziabad	
Kolkata	(UA)	Lucknow	(UA)	Gurgaon	
Delhi	(UA)	Chennai	(UA)	Noida	
Greater Mumbai	(UA)	Nagpur	(UA)	Secunderabad	
Navi Mumbai		Pune	(UA)		
		AREA – "B'	,		
Agra	(UA)	Gwalior	(UA)	Port Blair	(UA)
Ajmer	(UA)	Hubli-Dharwad	(M. Corpn)	Puducherry	(UA)
Aligarh	(UA)	Indore	(UA)	Raipur	(UA)
Allahabad	(UA)	Jabalpur	(UA)	Raurkela	(UA)
Amravati	(M.Corpn)	Jaipur	(M.Corpn)	Rajkot	(UA)
Amritsar	(UA)	Jalandhar	(UA)	Ranchi	(UA)
Asansol	(UA)	Jalandhar-Cantt.	(UA)	Saharanpur	(M.Cor
Aurangabad	(UA)	Jammu	(UA)	Salem	(UA)
Bareilly	(UA)	Jamnagar	(UA)	Sangli	(UA)
Belgaum	(UA)	Jamshedpur	(UA)	Shillong	
Bhavnagar	(UA)	Jhansi	(UA)	Siliguri	(UA)
Bhiwandi	(UA)	Jodhpur	(UA)	Solapur	(M.Con
Bhopal	(UA)	Kannur	(UA)	Srinagar	(UA)
Bhubaneshwar	(UA)	Kochi	(UA)	Surat	(UA)
Bikaner	(M.Corpn)	Kolhapur	(UA)	Thiruvanantapuram	(UA)
Bokaro Steel City	(UA)	Kollam	(UA)	Thrissur	(UA)
Chandigarh	(UA)	Kota	(M.Corpn)	Tiruchirappalli	(UA)
Coimbatore	(UA)	Kozhikode	(UA)	Tiruppur	(UA)
Cuttack	(UA)	Ludhiana	(M.Corpn)	Ujjain	(M.Con
Dehradun	(UA)	Madurai	(UA)	Vadodara	(UA)
Dhanbad	(UA)	Malappuram	(UA)	Varanasi	(UA)
Durgapur	(UA)	Malegaon	(UA)	Vasai- Virar City	(M.Con
Durg-Bhilai Nagar	(UA)	Mangalore	(UA)	Vijayawada	(UA)
Erode	(UA)	Meerut	(UA)	Vishakhapatnam	(M.Cor
Firozabad		Moradabad	(M. Corpn)	Warangal	(UA)
Goa		Mysore	(UA)	Gorakhpur	(UA)
NandedWaghala	(M. Corpn)	GreaterVisakhapatnam	(M.Corpn)	Nasik	(UA)
Gulbarga	(UA)	Nellore	(UA)	Guntur	(UA)
Panchkula	(UA)	Guwahati	(UA)	Patna	(UA)

Area 'C' will comprise all areas not mentioned in this list.

**NB**: U.A. stands for Urban Agglomeration.

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