



New Overtime Rules Placed On Hold

Earlier this month, we sent out an e-Tip reminding taxpayers that new overtime regulations would become effective December 1, 2016. These regulations have now been placed on hold.

Based on a case brought before the U.S. District Court in East Texas, a federal judge ruled yesterday that the Department of Labor overstepped its authority when it increased the limits that Congress had established. The judge issued a preliminary injunction preventing the regulations from taking effect on December 1, 2016.

The rule would have doubled to \$47,476 the maximum salary that a worker could earn and still be eligible for mandatory overtime compensation. For additional information regarding the regulation, please see our prior e-Tip. <u>View prior e-Tip.</u>

It is anticipated that the Department of Labor will appeal the ruling.

Stay tuned for more details. We will continue to keep you apprised of new details as they arise.

Please feel free to reach out to your payroll provider or one of our tax professionals with additional questions on this matter.









