



WAGE ORDER NO. 02-DW-05

PROVIDING FOR MINIMUM WAGE RATE INCREASE FOR DOMESTIC WORKERS IN REGION – 2

WHEREAS, Section 24 of Republic Act No. 10361, otherwise known as the **Domestic Workers Act or Batas Kasambahay**, mandated the Regional Tripartite Wages and Productivity Board to review, and if proper, determine and adjust the minimum wage rates of domestic workers;

WHEREAS, the current Wage Order No. 02-DW-04 took effect on 08 June 2022;

WHEREAS, pursuant to Section 3(A), Rule II of the Omnibus Rules on Minimum Wage Determination, in the absence of any petition for a minimum wage adjustment, the Board may *motu proprio* initiate wage review;

WHEREAS, after due notice to all stakeholders, the Board conducted consultation on July 24-25, 2023 at Diocitas Hotel, in Purok 2, Rizal, Santiago City, and a public hearing on 24 August 2023 at Claude Convention Center, Cagayan State University-Andrews Campus, Caritan Sur, Tuguegarao City, Cagayan to assess and determine the propriety of issuing a new wage order for domestic workers;

WHEREAS, after a thorough review and evaluation of the results of the consultation and public hearing, existing socio-economic conditions in the region, the needs of the domestic workers and their families, as well as the employer's capacity to pay, the Boarc deemed it necessary to increase the prevailing minimum wage rates for domestic workers;

NOW, THEREFORE, by virtue of the power and authority vested under *RA No* 0361, RTWPB-2 hereby issues this Wage Order.

Section 1. New Minimum Wage Rates. Upon effectivity of this Wage Order, the rew monthly minimum wage of domestic workers in the Region shall be:

Area/Location	Current Minimum Wage Rates	New Wage Increase	New Minimum wage Rates
All Cities and Municipalities regardless of income class	5,000.00	500.00	5,500.00

Section 2. Coverage. This Wage Order shall apply to all domestic workers, whether on a live-in or live-out arrangement, such as but not limited to:

- (a) General househelp;
- (b) Yaya;
- (c) Cook;
- (d) Gardener;
- (e) Laundry person; and
- (f) Any person who regularly performs domestic work in one household on a occupational basis.

The following are not covered:

(a) Service providers;

- (b) Family drivers;
- (c) Children under foster family arrangement; and
- (d) Any other person who performs work occasionally or sporadically and not on occupational basis.

Section 3. Payment of Wages. The wages of the domestic worker shall be paid in cash at least once a month. No deductions shall be made other than those mandated by law.

Section 4. Application to Private Employment Agencies (PEAs). In the case of hiring/contracting of domestic workers services through licensed PEAs, the wage rate prescribed in this Order shall be borne by the principals or clients of the PEAs and the contract shall be deemed amended accordingly. In the event that the principals or clients fail to pay the prescribed wage rate, the PEAs shall be jointly and severally liable with his principal or client.

Section 5. Non-Applicability of Exemption. This Wage Order does not allow any exemption.

Section 6. Competency- Based Pay. Household employers and their domestic workers may voluntary and mutually agree to adopt a competency-based pay scheme in setting and adjusting the pay of domestic workers over and above the applicable minimum wage.

Section 7. Penal Provision. Any person, corporation, trust, firm, partnership, association or entity who withholds the payment of the prescribed minimum wage or otherwise commits any of the unlawful acts enumerated under Republic Act No. 10361 and its implementing Rules and Regulations, shall be dealt with in accordance with the said law, and such other laws as may be deemed applicable.

Section 8. Effectivity. This Wage Order shall take effect after fifteen (15) days from its publication in a newspaper of general circulation.

APPROVED. This 21st day of September, 2023.

Done in Tuguegarao City, Cagayan, Philippines.

JESUS B. VILLAMOR Workers' Sector

NY M. ALVARO Workers' Sector

DIONISIO C. LEDRES Vice Chairperson National Economic & Development Authority

GARY KA HONG U. CHONG

Employers' Sector

GERA DC Employers Sector

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Vice Chairperson Department of Trade & Industry

JESUS ELPIDIO B. ATAL, JR. Chairperson Department of Labor and Employment

(For NWPC Secretariat)

Date of Publication: Date of Effectivity: <u>30</u> day of <u>September</u> 20<u>23</u> <u>16</u> day of <u>October</u> 20<u>23</u>