FACT SHEET



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Your Rights as a Worker

All workers have rights. We all learned about the worker rights movements of the industrial revolution, and most of those protections are still in place for workers in Virginia

What is worker misclassification?

Worker misclassification, also called payroll fraud, is when an employer improperly classifies a worker as an *independent contractor* instead of as an *employee*.

Why does it matter? If you are misclassified you:

- Pay double employment taxes your share and the employer's share.
- Cannot get unemployment if you lose your job, until you prove you were misclassified.
- Are not eligible for employee benefits like health insurance and retirement savings if offered by the employer.
- Are not covered by workers' compensation, which means you could have trouble getting help if you are injured on the job.
- Will not get paid overtime (1.5 times your hourly rate) if you work more than 40 hours.

What employer behavior should I be wary of?

As with most wage theft violations, the burden of proof often lies with the worker. Even as part-time or low-wage workers, students' minor hourly losses have an additive effect. As a student worker in high-risk sectors, you should be checking to make sure:

- In service industries, you are paid for all tips earned
- You are being fully compensated for all hours worked, and avoiding "off-the-clock" unpaid labor
- Your paystub reports an hourly wage equal to or higher than the state minimum (\$2.13/hour for

Tipped Employees*, \$12.00/hour for Non-Tipped Employees for the period between 2023 and 2025).

- From 1 January 2025 to 1 January 2026 the minimum wage will be \$13.50 per hour.
- From 1 January 2026 to 1 January 2027 the minimum wage will be \$15.00 per hour.
- Review your paystub for any strange deductions

 employers cannot make certain deductions
 without your written consent
- You are properly classified if your employer lists you as an independent contractor, you may be missing out on many part-time benefits while your employer evades taxes

How can I help fight wage theft?

By signing up for our <u>e-mail list</u>, posting <u>informational</u> <u>material</u>, and even advocating through word-of-mouth, you can protect yourself and others from unethical and unlawful employers.

Who should I contact if I suspect I am a victim of wage theft?

If you suspect you are a victim of unlawful employment practices, it is important to seek help for money that you are legally owed. You may fill out a wage/hour dispute form provided by the Virginia Department of Labor and Industry (DOLI) by clicking here. To learn your rights or find a lawyer near you, visit our website here.

What should you do if you have been misclassified or your employer refuses to reclassify you?

- Call the VEC investigative unit at (804) 225-8328 or email geoff.garner@vec.virginia.gov
- Talk with an attorney about filing a civil claim.
 Find a suitable attorney at www.wagetheftva.org.

The Virginia Interfaith Center for Public Policy advocates economic, racial, and social justice in Virginia's policies and practices through education, prayer, and action.