



NOTICE OF REVISION OF MINIMUM WAGES FOR ONE DAY W.E.F. 01 APR 2017

1 REFERENCE GOVERNMENT OF INDIA, MINISTRY OF DEFENCE OFFICE MEMORANDUM NO 28(3)/2012-D (RES I) DATED 09 JUL 2012 AS AMENDED VIDE OM NO 28(3)/2012/D (RES -I) DATED 15 JAN 2013 REGARDING GUIDELINES FOR FUNCTIONING OF DGR EMPANELLED EX-SERVICEMEN SECURITY SERVICES

2 CONSEQUENT TO REVISION OF MINIMUM WAGES BY MINISTRY OF LABOUR AND EMPLOYMENT, VIDE GOVERNMENT OF INDIA, THE MINISTRY OF LABOUR & EMPLOYMENT GOVERNMENT OF INDIA ORDER F NO 1/13(6)/2017-LS II DATED 20 APR 2017 FOR EMPLOYMENT OF PERSONNEL OF THE CENTRAL SPHERE, FOR WATCH AND WARD DUTIES AND IBID OFFICE MEMORANDUM THE UNDER MENTIONED MINIMUM WAGES FOR ONE DAY ARE THE WAGES BELOW WHICH THE PAYMENT TO THE GUARDS & OTHER STAFF EMPLOYED WILL NOT BE MADE BY DGR SPONSORED SECURITY AGENCIES/ COMPANIES/ CORPORATIONS THROUGHOUT THE COUNTRY WITH EFFECT FROM 01 APR 2017.

AREA A

S.No	Description	Percentage (This is to be read in conjunction with latest rules/ acts/ regulations and policies promulgated by Competent Government Authority)	Security Guard without arms (skilled)	Security Guard with arms Gunman (Highly skilled)	Supervisor (Highly skilled)	Remarks	
(a)	Basic Wages (BW) plus Variable Dearness Allowance (VDA)		653	710	868.49	1 Centre or state wages, whichever is higher, is payable 2. See Notes 1 & 5	
(b)	Employees State Insurance (ESI)/Medical Allowance and Workmen Compensation in areas not covered under ESI	4.75% of Basic plus VDA	31.02	33.73	As Applicable	See Notes 2 & 10	
(c)	Employees Provident Fund (EPF)	12% of Basic plus VDA	As Applicable			See Notes 9 & 10	
(d)	Employees Deposit linked Insurance (EDLI)	0.5% of Basic plus VDA	As applicable			or as notified from time to time	
(e)	Administrative Charges(EPF & EDLI)	0.65% of Basic plus VDA	As applicable			or as notified from time to time	
(f)	House Rent Allowance (HRA)	30% of Basic plus VDA	As Applicable			See Notes 3, 9 & 10 or as notified from time to time	
(g)	ESI/Medical Allowance on HRA	4.75% of HRA	As Applicable			See Notes 2,9 or 10 as notified from time to time	
(h)	Bonus	8.33% per month (Basic+VDA)	54.39	59.14		See Notes 4, 9 & 10 or as notified from time to time	
(i)	Uniform Outfit Allowance	5% of Basic plus VDA	32.65	35.50	43.42		
(j)	Uniform Washing Allowance	3% of Basic plus VDA	19.59	21.30	26.05		
(k)	SUB TOTAL	Sum of (a) to (j)					
(l)	Relieving Charges 1/6 th of serial (k) **		As Applicable			1. All mandatory deductions as applicable at serial (b), (c), (d), (e) and (g) to be deposited with concerned Govt Departments.	
(m)	Total Cost Per Day	Sum of (k) to (l)					
(n)	Service Charge	@ 14% (of serial 'm')	As Applicable			See Notes 9 & 10	
(o)	Sum Total	Sum of (m) and (n)					See Notes 7 & 8
(p)	Service Tax +Swacch Bharat Cess+ Krishi Kalyan Cess	15 % of sum total (serial 'o')	\$\$	\$\$	\$\$	\$\$- or as notified from time to time	

AREA-A

AHMEDABAD(UA), BANGALURU(UA), KOLKATA(UA), DELHI(UA), GREATER MUMBAI(UA), NAVI MUMBAI, HYDERABAD(UA), KANPUR(UA), LUCKNOW(UA), CHENNAI(UA), NAGPUR(UA), FARIDABAD COMPLEX, GHAZIABAD, GURGAON, NOIDA, SECUNDRABAD,PUNE

S.No	Description	Percentage (This is to be read in conjunction with latest rules/ acts/ regulations and policies promulgated by Competent Govt Authority)	Security Guard without arms (Skilled)	Security Guard with arms (Highly Skilled)	Supervisor (one per 20 security Guards) (Highly Skilled)	Remarks
(a)	Basic Wages (BW) plus Variable Dearness Allowance (VDA)		593	653	788.69	1 Centre or state wages, whichever is higher, is payable 2. See Notes 1 & 5
(b)	Employees State Insurance (ESI)/Medical Allowance and Workmen Compensation in areas not covered under ESI	4.75% of Basic plus VDA	28.17	31.02	37.46	See Notes 2 & 10
(c)	Employees Provident Fund (EPF)	12% of Basic plus VDA	As Applicable			See Notes 9 & 10
(d)	Employees Deposit linked Insurance (EDLI)	0.5% of Basic plus VDA	As Applicable			or as notified from time to time
(e)	Administrative Charges (EPF & EDLI)	0.65% of Basic plus VDA	As Applicable			or as notified from time to time
(f)	House Rent Allowance (HRA)	20% of Basic plus VDA	As Applicable			See Notes 3, 9 & 10 or as notified from time to time
(g)	ESI Medical Allowance on HRA	4.75% of HRA	As Applicable			See Notes 2 & 9 or as notified from time to time
(h)	Bonus	8.33% (Basic + VDA)	49.40	54.39	65.70	See Notes 4, 9 & 10 or as notified from time to time
(i)	Uniform Outfit Allowance	5% of Basic plus VDA	29.65	32.65	39.43	
(j)	Uniform Washing Allowance	3% of Basic plus VDA	17.79	19.59	23.66	
(k)	SUB TOTAL	Sum of (a) to (j)				
(l)	Relieving Charges 1/6 th of total of serial (k) **		As Applicable			1. All mandatory deductions as applicable at serial (b), (c), (d), (e) and (g) to be deposited with concerned Govt Departments
(m)	Total Cost Per Day	Sum of (k) to (l)				
(n)	Service Charge (14% of serial 'm')	14% (of serial 'm')	As Applicable			See Notes 9 & 10
(o)	Sum Total	Sum of (m) and (n)				See Notes 7 & 8
(p)	Service Tax + Swacch Bharat Cess+ Krishi Kalyan Cess	15% of sum total	\$\$	\$\$	\$\$	\$\$- or as notified from time to time

AREA-B

Agra	(UA)	Indore	(UA)	Ranchi	(UA)
Ajmer	(UA)	Jabalpur	(UA)	Saharanpur	M Corp
Aligarh	(UA)	Jaipur	M Corp	Salem	(UA)
Allahabad	(UA)	Jalandhar	(UA)	Sangli	(UA)
Amravati	M Corp	Jalandhar Cantt	(UA)	Shilong	
Aurangabad	(UA)	Jammu	(UA)	Siliguri	(UA)
Amritsar	(UA)	Jamnagar	(UA)	Solapur	M Corp
Asansol	(UA)	Jamshedpur	(UA)	Srinagar	(UA)
Aurangabad	(UA)	Jhansi	(UA)	Surat	(UA)
Bareilly	(UA)	Jodhpur	(UA)	Thiruvananthapuram	(UA)
Belgaum	(UA)	Kannur	(UA)	Thrissur	(UA)
Bhavnagar	(UA)	Kochi	(UA)	Tiruchirappalli	(UA)
Bhiwandi	(UA)	Kolhapur	(UA)	Tiruppur	(UA)
Bhopal	(UA)	Kollam	(UA)	Ujjain	M Corp
Bhubaneshwar	(UA)	Kota	M.Corp	Vadodara	(UA)
Bikaner	M.Corp	Kozhikode	(UA)	Varanasi	(UA)
Bokaro Steel City	(UA)	Ludhiana	M.Corp	Vasai-Virar City	M.Corp
Chandigarh	(UA)	Madurai	(UA)	Vijaywada	(UA)
Coimbatore	(UA)	Malappuram	(UA)	Vishakhapatnam	M.Corp
Cuttack	(UA)	Malegaon	(UA)	Warangal	(UA)
Dehradun	(UA)	Mangalore	(UA)		
Dhanbad	(UA)	Meerut	(UA)		
Durgapur	(UA)	Moradabad	M.Corp		
Durg-Bhilai Nagar	(UA)	Mysore	(UA)		
Erode	(UA)	Nanded Waghala	M.Corp		
Firozabad		Nasik	(UA)		
Goa		Nellore	(UA)		
Gorakhpur	(UA)	Panchkula	(UA)		
Greater Vishakhapatnam	(M.Corp)	Patna	(UA)		
Gulbarga	(UA)	Port Blair	(UA)		
Guntur	(UA)	Puducherry	(UA)		
Guwahati	(UA)	Raipur	(UA)		
Gwalior	(UA)	Raurkela	(UA)		
Hubli-Dharwad	M.Corp	Rajkot	(UA)		

AREA-C

S No	Description	Percentage (This is to be read in conjunction with latest rules/ acts/ regulations and policies promulgated by Competent Govt Authority)	Security Guard without arms (Skilled)	Security Guard (with arms)/ Gunman (Highly Skilled)	Supervisor (one per 20 Security Guards) (Highly Skilled)	Remarks
(a)	Basic Wages (BW) plus Variable Dearness Allowance (VDA)		506	593	672.98	1 Centre or state wages, whichever is higher, is payable 2. See Notes 1 & 5
(b)	Employees State Insurance (ESI)/Medical Allowance and Workmen Compensation in areas not covered under ESI	4.75% of Basic plus VDA	24.04	28.17	31.97	See Notes 2 & 10
(c)	Employees Provident Fund (EPF)	12% of Basic plus VDA	60.72	As Applicable		See Notes 9 & 10
(d)	Employees Deposit linked Insurance (EDLI)	0.5% of Basic plus VDA	2.53	As Applicable		or as notified from time to time
(e)	Administrative Charges	0.65% of Basic plus VDA	3.29	As Applicable		or as notified from time to time
(f)	House Rent Allowance (HRA)	10% of Basic plus VDA	As Applicable			See Notes 3, 9 & 10 or as notified from time to time
(g)	ESI/Medical Allowance on HRA	4.75% of HRA	As Applicable			See Notes 2, 9 & 10 or as notified from time to time
(h)	Bonus (ref notes)	8.33% per month (Basic+VDA)	42.15	49.40	56.06	See Notes 4, 9 & 10 or as notified from time to time
(i)	Uniform Outfit Allowance	5% of Basic plus VDA	25.30	29.65	33.65	
(j)	Uniform Washing Allowance	3% of Basic plus VDA	15.18	17.79	20.19	
(k)	TOTAL		Sum of (a) to (j)			
(l)	Relieving Charges 1/6 th of total of serial (k) **		As Applicable			1. All mandatory deductions as applicable at serial (b), (c), (d), (e) and (g) to be deposited with concerned Govt Departments 2. See Notes 6 & 10
(m)	Total Cost Per Day		Sum of (k) to (l)			
(n)	Service Charge (14% of serial 'm')	14 %	As Applicable			See Notes 9 & 10
(o)	Sum Total		Sum of (m) and (n)			See Notes 7 & 8
(p)	Service Tax + Swacch Bharat Cess+ Krishi Kalyan Cess	15% of sum total	\$\$	\$\$	\$\$	\$\$- or as notified from time to time

AREA -C: AREAS NOT COVERED IN AREA-A AND AREA-B

Notes:-

1. Wherever the state minimum wages are higher than the wages notified herein, the higher wages shall stand protected and would be payable.
2. **ESI** The employees employed in the watch & ward duties shall be covered under the Employees State Insurance Act 1948 as amended from time to time based on the gazette notifications by respective State Governments covering the areas under the ESI Act. Those areas which are not covered in the notification shall be covered under the Workmen Compensation Act 1923, as applicable.
3. **HRA** The classification of the areas for the purpose of calculation of HRA is to be taken as per the classification of areas for HRA promulgated by the Ministry of Finance, Govt. Of India.
4. **Bonus** Bonus is mandatory as per Payment of Bonus Act 1965 (as amended vide payment of bonus Amendment Act 2015), concerned month's wage as fixed by DGR or State Govt or Rs. 7000/- whichever is higher is payable to the security guard/supervisor w.e.f 01 April 2014.
5. **** Paid Rest Day** The security guards are entitled to a paid rest day in every period of seven days. (Refer Section 13 (b) of the Minimum Wages Act, 1948 and Rule 23 of the Wages (Central) Rules, 1950). When a security guard is requisitioned by the Principal Employer to work for more than 40 hours in a week, he is entitled to wages on overtime rates for the additional period at double the ordinary rates in addition to the wages for the rest day.
6. **Leave.** Payment for leave relief during the leave as mandated by centre/state Govts. / Principal employer/Service recipient will also be admissible by the Principal Employer/Service Recipients.
7. **Additional Charges** Additional charges will be levied in case of service being provided in remote/disturbed/hazardous areas as Field Allowance @ 25 percent of Basic Pay plus VDA, and will be entitled to ESM security guards when working in remote / disturbed area such as Northern Eastern States, J&K etc, or when working in areas hazardous to health such as Coal Fields, Mines and Pipelines.
8. The daily wages shall be the minimum wages below which the the employees employed in the watch & ward duties shall not be paid. The security agencies shall acquaint themselves with the relevant statutory provisions and carry out the market survey before bidding/ quoting the rates of basic daily wage including the variable dearness allowance but the same will not be below the minimum wages as given above.
9. Wages are subject to amendments as and when promulgated by concerned authorities from time to time.
10. Para 2(b), (c), (f), (g), (h), (l) and (n) of this Notice shall be calculated by the security agencies and PSUs/service recipients, as per the governing statutory provisions, as applicable.
11. Any welfare measures laid down by the Central/State Enactments shall be duly complied with by the security agencies and PSUs/Principal employers/service seekers.

