**CALIFORNIA EMPLOYMENT CONTRACT [*W2 Employee*]**

THIS CONTRACT is made as of the day of , 20 , between Company Name [*Insert DBA or Common Name*], a corporation [*or other business type*] incorporated under the laws of [*Insert state*] and having its principal place of business at *[Insert address*], the Employer; and [*Employee Name*], of [*City, State*], the Employee.

WHEREAS the Employer desires to obtain the benefit of the services of the Employee, and the Employee desires to render such services on the terms and conditions set forth.

IN CONSIDERATION of the promises and other good and valuable consideration, the parties agree as follows:

## Employment

The Employee, referenced throughout as “Employee,” agrees that they will at all times faithfully, industriously, and to the best of their skills, experience, and talents, perform all of the duties required of the position. In carrying out these duties and responsibilities, the Employee shall comply with all Employer policies, procedures, rules, and regulations, both written and oral, as announced by the Employer from time to time.

## Position Title

As a [*Input Job Title*], the Employee is required to perform all of their necessary job functions and duties, to include [*list out job duties*] and all other duties that may be assigned to Employee from time to time by Employer. This is a [*full-time/part-time*/*exempt*] position, expected to average [*xx*] hours per week.

## Compensation

As full compensation for all services provided, the Employee shall be paid at the rate of

dollars ($ ) per [*hour/annually*] and will be subject to [*Annual/ quarterly/or describe other review period*] review. Such payments shall be subject to normal mandatory deductions by the Employer (i.e., Federal & State Taxes, Social Security, Medicare).

## Benefits

In addition, the Employee will be eligible to participate in other employee benefit plans established by the Company for its employees from time to time. The Employer currently offers [insert list of benefits offered, but not prices]. More details on these benefits will be provided under separate cover. The Employee is eligible for company benefits after [*insert time frame, must be less than 90 days after the start date for health insurance*].

## Probationary Period

It is understood and agreed that the first [*90 days*] of employment shall constitute a probationary period. During this probationary period, the Employee is not eligible for paid time off or other benefits.

Though termed a probationary period, the Employer retains the right to exercise at-will employment at any time and may terminate the Employee at any time without notice or cause.

*[Adapt or delete this section according to your business’ needs as not all businesses have a probationary period].*

## Paid Time Off

The Employee shall be entitled to the following paid time off following the above referenced probationary period:

* Vacation time in the amount of [*XX weeks per year, which equals XX days or XX hours*].
* Sick leave is provided in the amount of [*XX weeks, which equals XX days or XX hours per year*]. *[Note that California law requires employers to provide at least 24 hours of paid sick time per year.]*
* The Employer also provides [*Bereavement leave, Jury Duty leave*] if needed. *[Include these sections only if you offer these benefits.]*

Please see the Employee Handbook for more information and for appropriate use/ policies regarding all time off and leave. [*Include this text only if you have an employee handbook*]

The Employer reserves the right to change or otherwise modify, in its sole discretion, any paid time off policies. You may roll over up *[XX hours per year]* not to exceed a total amount of *[XX hours]*. *[Use it or lose it policies are unlawful in California]*. If you have accrued and unused vacation time upon separation of employment, you will be paid out an amount equal to the number of hours accrued and unused at your regular base pay.

## At-Will Employment

While we look forward to a long and profitable relationship, you will be an at-will employee of the Employer, which means the employment relationship can be terminated by either of us for any reason, at any time, with or without prior notice and with or without cause. Any statements or representations to the contrary (and, indeed, any statements contradicting any provision in this contract) should be regarded by you as ineffective.

The Employee may at any time terminate this contract and employment by giving not less than [30 days] written notice to the Employer. The Employee agrees to return any and all property of the Employer at the time of termination.

Should the Employer terminate the Employee any time after the probationary period has ended, severance is to be paid in the amount of [*one week per year worked*]. [*This sentence is optional and should be adapted for your severance policy*.]

## Confidentiality

As an Employee of the Employer, you will have access to certain confidential information of the Employer and you may, during the course of your employment, develop certain information or inventions that will be the property of the Employer. You may not disclose this information outside of the Company. We also wish to impress upon you that we do not want you to, and we hereby direct you not to, bring with you any confidential or proprietary material of any former employer or to violate any other obligations you may have to any former employer.

To protect the interests of the Employer, you will need to sign the Employer’s standard “Confidentiality and Intellectual Property Assignment Agreement” as a condition of your employment [*Optional*].

## Integration

This contract contains the entire agreement between the parties, superseding in all respects any and all prior oral or written agreements or understandings pertaining to the employment of the Employee by the Employer and shall be amended or modified only by written instrument signed by both of the parties hereto.

## Authorization to Work

Please note that because of employer regulations adopted in the Immigration Reform and Control Act of 1986, within three (3) business days of starting your new position, you will need to present documentation demonstrating that you have authorization to work in the United States.

## Severability of Contract

The parties hereto agree that in the event any article or part thereof of this contract is held to be unenforceable or invalid, then said article or part shall be struck, and all remaining provisions shall remain in full force and effect.

## Choice of Law

This contract shall be governed, interpreted, and construed in accordance with the laws of the State of California.

If you decide to accept this Employment Contract, please sign in the space indicated. Your signature will acknowledge that you have read, understood, and agreed to the terms and conditions of this agreement.

IN WITNESS WHEREOF the Employer has caused this contract to be executed by its duly authorized officers and the Employee has agreed as of the date first above written.

SIGNED, SEALED, AND DELIVERED in the presence of:

Name of Employee Date

Owner/CEO Date

# Articles You Might Find Useful

* 1. [What Is At-Will Employment: Exceptions & State Laws](https://fitsmallbusiness.com/at-will-employment-doctrine/)
  2. [Employment Application Form: What to Include (+ Free Template)](https://fitsmallbusiness.com/employment-application-form/)
  3. [Employee Handbook: Guide for Small Businesses [+Free Sample]](https://fitsmallbusiness.com/employee-handbook-sample/)



**Try Gusto**

Looking for a simple way to create and store custom documents like employment contracts? Gusto is a one-stop payroll and HR solution that has e-sign options for documents, including I-9s and W-4s. Try Gusto free for 30 days.

[Visit Gusto](https://go.performi.com/goto/gusto-ect-button/)

