

MINIMUM WAGE FACTS

• The Pennsylvania General Assembly last adopted legislation to raise the minimum wage on June 30, 2006. The legislation raised PA's minimum wage from \$5.15 to \$7.15/hour. (*SB 1090 of 2006*)

• The last minimum wage increase of any kind in Pennsylvania occurred on July 24, 2009 when the federal rate increased to \$7.25/hour, a raise of 10 cents for PA. (*U.S. Dept. of Labor*)

• Raising the minimum wage to \$15 would boost the wages of approximately 2 million Pennsylvania workers or 33.7% of the state's resident workforce. In Philadelphia, it would boost the wages of 232,000 workers or 35.2% of the city's resident workforce. (*Keystone Research Center, April 2019*)

• Who would benefit directly from a \$15 minimum wage in Pennsylvania? (<u>Keystone Research</u> <u>Center</u>, April 2019)

- 89% are adults
- 37% are age 40 and older
- 55% are full-time workers
- 61% are women
- 27% are people of color
- 24% are parents
- 41% have at least some college education
- On average, the affected workers earn 49% of their family's income
- On average, the teenagers affected earn 21% of their family's income

• 1 in 8 Pennsylvanians are living in poverty (*U.S. Census Bureau*, *July 2019*). Almost 1 in 4 Philadelphians are living in poverty (*Philadelphia Inquirer*, *October 2020*).

• 29 states and the District of Columbia, including all 6 of Pennsylvania's immediate neighbors (New York, New Jersey, Delaware, Maryland, West Virginia, Ohio) have raised their minimum wages above the federal rate. Pennsylvania has not. (*Economic Policy Institute*, January 2021)

• 45 localities in the U.S. have adopted minimum wages above their state minimum wage. (*Economic Policy Institute*, January 2021)

• 20 states have raised their minimum wages in 2021 and 3 more will raise it later this year. (*Forbes, January 2021*)

• 9 states and the District of Columbia have adopted a \$15 minimum wage. 3 of those states border Pennsylvania. (California, Connecticut, Florida, Illinois, Maryland, Massachusetts, New Jersey, New York, Virginia). (*Forbes, November 2020*)

• Last November, 61% of Florida voters approved a ballot referendum to raise the state's minimum wage to \$15 by 2026. (*Ballotpedia, retrieved January 2021*)

• In May 2019, 82% of Philadelphia voters supported a ballot referendum calling on the PA General Assembly to adopt a \$15 minimum wage. (*Ballotpedia, retrieved January 2021*)

• 69% of Pennsylvania voters favor raising the state's minimum wage to \$12, including 47% who "strongly favor" it. (*Franklin & Marshall, March 2019*). 56% support a \$15 minimum wage (*Keystone Research Center, April 2019*)

• Among the nation's 31 largest cities, Philadelphia and Pittsburgh are among those tied for having the lowest minimum wage (\$7.25/hour). Philadelphia, Pittsburgh, and Milwaukee are the only non-Southern or non-Midwestern cities at the federal minimum. (*Pew, May 2020*)

• In real purchasing power, the value of the federal minimum wage peaked in 1968 when it was \$1.60/hour. Accounting for inflation, that's \$11.98 in 2021 dollars. (*CPI inflation calculator*)

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