

Income Inequality Advisory Committee (IIAC), a group convened in December with representatives from Seattle's employer, labor, and non-profit communities to address the pressing issue of income equality in Seattle.

The IIAC-supported plan supports Seattle's low-wage employees and its employers with the following framework:

Small businesses (businesses with fewer than 500 employees) will reach a \$15 per hour minimum wage in seven years. Also established is a temporary compensation responsibility of \$15 per hour to be met within the first five years, which can be achieved by combining employer-paid health care contributions, consumer-paid tips, and employer-paid wages.

Large businesses (businesses with 500 or more employees, either in Seattle or nationally) will reach \$15 per hour in three years. The wages of employees who receive health care benefits will

reach \$15 per hour in four years.

Previously, Murray had announced some guiding principles of the proposal while it was still under negotiation. Included among these principles is the agreement that:

- Once \$15 per hour is reached, future increases will be tied to the consumer price index; and
- No industry, organization or class of employers is exempted from any provisions of the deal except as provided under state and federal law.

"This has been a long process of give-and-take leading to an agreement that will help to narrow the income gap facing our middle class," said Howard Wright, co-chair of the IIAC and CEO of the Seattle Hospitality Group. "When I accepted this role, it was with three tenets in mind: 1) measurement of additional forms of income above and beyond straight wages; 2) a phase-in period allowing employers to plan and to anticipate labor costs; and 3) no exemptions or special carve outs. All three of these goals were met; while I know not everyone in the employer community will be satisfied, I believe it is the best outcome given the political environment."

"For forty years, we've seen a shrinking middle class and declining real wages for a majority of American workers," said David Rolf, co-chair of the IIAC and president of SEIU 775. "This isn't only bad for American workers, it's bad for America. When workers have less income, businesses have fewer customers and governments spend more on social services. With this announcement today, Seattle is leading the way toward a better economy and more robustly shared prosperity. One hundred years from now, our generation will be remembered for whether or not we stood up and fought for the American Dream in its moment of greatest risk."

"The Mayor has displayed strong leadership in convening the Advisory Committee and bringing them to a final proposal," said Council President Tim Burgess. "It's important that we not harm our businesses while we also recognize the harm caused by stagnant wages and lost opportunity. Starting next week, the Council will promptly and carefully review the Mayor's legislation."

"This is an important step in addressing the opportunity gap for workers and families in our v. City of Seattle community, and still have a policy that supports the growth of all small businesses." An also 26, 2015 deeply committed to other means to assist people out of low wages shere as equal of, mentorship and self-help development," said Councilmember Brige Plarrell. "I would like to thank the Mayor and the advisory members for all of their hard work in tistering to the concerns of employees and employers in reaching an agreement."

"This proposal breaks new ground and sets the course for a national trend to close the income gap that has stifled this nation's prosperity and our children's future," said Councilmember Nick Licata

Murray noted that in seven years, a minimum wage worker in Seattle will:

- Earn at least \$4 more per hour than a minimum wage worker elsewhere in Washington;
- Earn \$6,240 more per year than a minimum wage worker elsewhere in Washington, assuming a 30-hour work week;

"Great entrepreneurs have come to the table to do great things," said Murray. "*This* is how we achieve growth and prosperity. With this deal the people of Seattle are seizing control of our own destiny and are leading the way to show how cities can choose to be affordable cities for all."

The IIAC minimum wage proposal will be heard by the City Council's Select Committee on Minimum Wage & Income Inequality on Monday, May 5th at 2:30 pm.

Members of Murray's Income Inequality Advisory Committee are:

- David Rolf (co-chair), SEIU 775
- Howard Wright (co-chair), Seattle Hospitality Group
- Seattle City Councilmember Nick Licata
- Seattle City Councilmember Bruce Harrell
- Seattle City Councilmember Kshama Sawant
- Janet Ali, Nucor Steel
- Sarah Cherin, UFCW 21
- Maud Daudon, Seattle Metropolitan Chamber of Commerce
- Craig Dawson, Retail Lockbox

- Bob Donegan, Ivar's Restaurant
- David Freiboth, Dr. Martin Luther King County Labor Council
- Joe Fugere, Tutta Bella
- Audrey Haberman, Philanthropy Northwest
- Nick Hanauer, Second Avenue Partners
- Pramila Jayapal, Center for Community Change
- Eric Liu, Citizen University
- Gordon McHenry, Solid Ground
- Dave Meinert, Onto Entertainment
- Craig Schafer, Hotel Andra
- Diane Sosne, SEIU Healthcare 1199NW
- Nicole Vallestero Keenan, Puget Sound Sage
- David Watkins, Seattle Hotel Association
- Michael Wells, Capitol Hill Chamber of Commerce
- Ronald Wilkowski, Financial Services

Graphs and Charts

\$15 Minimum Wage in Seattle

PROPOSED SCHEDULE OF INCREASES



Proposed Seattle Minimum Wage

(2.40% CPI estimated once \$15 per hour is reached)

Washington State Minimum Wage: (2.40% CPI estimated)		Employers > 500 employees		$Employers \leq 500 \ employees$	
		Minimum wage (Schedule A)	Minimum wage w/ health care (Schedule B)	Guaranteed minimum compensation (Schedule C)	Minimum wage (Schedule D)
Year	State Wage	-	-	-	-
2015	\$9.54	11.00	11.00	11.00	10.00
2016	\$9.77	13.00	12.50	12.00	10.50
2017	\$10.01	15.00	13.50	13.00	11.00
2018	\$10.25	15.36	15.00	14.00	11.50
2019	\$10.49	15.73	15.73	15.00	12.00
2020	\$10.75	16.11	16.11	15.75	13.50
2021	\$11.00	16.49	16.49	16.49	15.00
2022	\$11.26	16.89	16.89	16.89	15.75
2023	\$11.53	17.29	17.29	17.29	16.50
2024	\$11.80	17.70	17.70	17.70	17.25
2025	\$12.08	18.13	18.13	18.13	18.13

Full video from the press announcement



The video has moved (embedvideoplayer?videoid=x20726)



Seattle Channel

Filed Under: \$15 Minimum Wage, An Affordable City, Economy, Murray, Press Releases

Trackbacks

1. Minimum Wage Costs ... Everyone | David McLaren says:

[...] the single most useful thing—and some municipal governments are leading the ward of Seattle this—is to get more money into more people's pockets. Course it 15-35209 archived on October 26, 2015

2. A New Deal for a Precarious Economy | David McLaren says: January 30, 2015 at 9:05 pm t in Internat

[...] in the social and economic life of the communities. New Westminster BC has done it. And Seattle WA has even legislated the private sector to follow its lead of paying workers at least \$15 an [...]

3. Ronald McDonald and Friends Sue Seattle to Stop Minimum Wage Hike | TKG News says: March 9, 2015 at 10:41 am

[...] that a higher minimum wage would actually benefit business overall, or at least were willing to negotiate. The city council heard the arguments on both sides, evaluated their merits, sweated over the [...]

4. Ronald McDonald and Friends Sue Seattle to Stop Minimum Wage Hike | Omaha Sun Times says: March 9, 2015 at 10:42 am

[...] that a higher minimum wage would actually benefit business overall, or at least were willing to negotiate. The city council heard the arguments on both sides, evaluated their merits, sweated over the [...]

 Ronald McDonald and Friends Sue Seattle to Stop Minimum Wage Hike — LiberalVoiceLiberalVoice — Your source for everything about liberals and progressives! - News and tweets about everything liberals and progressives says:

March 9, 2015 at 10:52 am

[...] that a higher minimum wage would actually benefit business overall, or at least were willing to negotiate. The city council heard the arguments on both sides, evaluated their merits, sweated over the [...]

6. LawWTF.com - Official Site | McDonald's sues to block Seattle's minimum wage says: March 9, 2015 at 4:01 pm

[...] that a higher minimum wage would actually benefit business overall, or at least were willing to negotiate. The city council heard the arguments on both sides, evaluated their merits, sweated over the [...]

7. Ronald McDonald and Friends Sue Seattle to Stop Minimum Wage Hike | CSGlobe says: March 10, 2015 at 2:51 am

[...] That's why the Seattle City Council spent months studying the idea of raising the city's minimum wage. To be sure, some business leaders made economic arguments against raising the minimum wage. Others agreed with workers that a higher minimum wage would actually benefit business overall, or at least were willing to negotiate. [...]

8. Ronald McDonald and Friends Sue Seattle to Stop Minimum Wage Hike | Political Ration says: March 25, 2015 at 10:08 pm

[...] that a higher minimum wage would actually benefit business overall, or at least were willing to negotiate. The city council heard the arguments on both sides, evaluated their merits, sweated over the [...]

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cited in International Franchise Ass'n, Inc. v. City of Seattle No. 15-35209 archived on October 26, 2015