

PRELIMINARY STAFF MEASURE SUMMARY

CARRIER:

Senate Committee on Workforce

REVENUE: No revenue impact

FISCAL: May have fiscal impact, statement not yet issued

SUBSEQUENT REFERRAL TO:

Action:

Vote:

Yeas:

Nays:

Exc.:

Prepared By: Matthew Germer, Administrator

Meeting Dates: 4/13

WHAT THE MEASURE DOES: Raises the minimum wage to \$10.75 by 2016.

ISSUES DISCUSSED:

- Demographics of minimum wage workers
- Consumer purchasing power
- Wage compression
- Distribution of wealth
- History of minimum wage

EFFECT OF COMMITTEE AMENDMENT:

BACKGROUND: The minimum wage is the lowest hourly wage a non-exempt employee may be paid by an employer. In 1938, Congress set the first national minimum wage at 25 cents an hour. Currently, the federal minimum wage is \$7.25 an hour. In 2002, Oregon voters enacted Measure 25, setting the Oregon minimum wage at \$6.90 an hour and directing the Bureau of Labor and Industries to adjust the Oregon minimum wage according to inflation, as determined by the annual change in the United States Department of Labor’s Consumer Price Index. Currently, the Oregon minimum wage is \$9.25 an hour.

Senate Bill 327 raises the Oregon minimum wage to \$10.75 by 2016.