

## City of Chicago



R2014-524

## Office of the City Clerk

## **Document Tracking Sheet**

**Meeting Date:** 

7/30/2014

Sponsor(s):

Tunney (44) O'Shea (19) Lane (18) Harris (8) Pope (10) Laurino (39) Zalewski (23) Reilly (42) Smith (43)

Smith (43) O'Connor (41) Mitts (37) Brookins (21) Beale (9) Colón (35) Cardenas (12)

Ervin (28) Graham (29) Resolution

Type:

Title:

Call for Committee on Economic, Capital and Technology Development to hold hearing(s) on effect of current

minimum hourly wage on workers and business owners in Chicago and on methods of increasing current minimum

hourly wage throught the State of Illinois

**Committee(s) Assignment:** 

Committee on Economic, Capital and Technology

Development

## RESOLUTION

Eva Dur

WHEREAS, the national minimum hourly wage is \$7.25, and has not been changed since July 1, 2009; and

WHEREAS, the minimum hourly wage in Illinois is \$8.25 for employees who are 18 years of age or older, and has not been changed since July 1, 2010; and

WHEREAS, every attempt to increase the minimum wage raises concerns about whether such an increase might deter business expansion and new hiring, or even force job reductions; and

WHEREAS, according to the United States Bureau of Labor Statistics, the national unemployment rate in June 2014 was 6.1%, while Illinois had an unemployment rate of 7.1%; and

WHEREAS, according to World Business Chicago, the unemployment rate for the City of Chicago only for June 2014 was 8.2%;

WHEREAS, the unemployment rate for workers between the ages of 16 and 20 was 21% in June 2014; and

WHEREAS, establishing a higher minimum wage for the City of Chicago versus the rest of the State of Illinois would lead to a cut back in hiring and a reduction of jobs for City businesses just starting to recover from the great recession;

WHEREAS, Chicago risks alienating more businesses near its borders as it considers a proposal to create a Chicago-specific wage floor that is higher than all of its surrounding suburbs and the state of Indiana;

WHEREAS, maintaining and increasing employment opportunities in the City of Chicago are of great importance to the fiscal vitality of the city;

WHEREAS, both the United States Congress and the Illinois General Assembly have under consideration various measures to increase the minimum hourly wage;

WHEREAS, Chicago should focus its policies on job creation so that unemployed residents can find work, investing in job-training so that its current unskilled workforce becomes a skilled workforce in emerging industries and providing a quality education that prepares children for college;

WHEREAS, it is appropriate that the City Council gather information concerning the workable alternatives on how to increase the minimum hourly wage and to make legislative recommendations to the Illinois General Assembly and the United States Congress, in order to advance the economic interests of current and potential future employees, and in order to preserve and promote local businesses; now, therefore,

**BE IT RESOLVED** that the City Council, through its Committee on Economic, Capital and Technology Development, conduct one or more hearings on the effect of the current minimum hourly wage on workers and business owners in Chicago, and on methods of increasing the current minimum hourly wage throughout the State and enhancing the employment and business climate in our City; and

**BE IT FURTHER RESOLVED** that the Committee on Economic, Capital and Technology Development invite interested and informed economists, representatives of workers' groups and representatives of business associations to present information to the Committee; and

**BE IT FURTHER RESOLVED** that the Committee undertake his work with a view toward developing recommendations to the Illinois General Assembly and the United States Congress on methods of implementing a consistent increase in the minimum hourly wage throughout the State of Illinois.

Thomas M. Tunney Alderman, 44th Ward