May 14, 2024

Impact study

[A. Kim]

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Sponsor: Balducci

Proposed No.: 2023-0310

AMENDMENT TO PROPOSED ORDINANCE 2023-0310, VERSION 2

- 2 On page 23, after line 520 insert:
- 3 "SECTION 17.
- 4 A. The executive shall transmit a report evaluating the impacts of the hourly
- 5 minimum wage rate as required by this ordinance for unincorporated King County. The
- 6 executive shall make an effort to evaluate the impacts by various demographics such as
- 7 income, race, gender, and industry sector for both employees and employers to determine
- 8 any disproportionate impacts. The report shall include, but not be limited to, the
- 9 following:
- 10 1. Evaluation of whether the hourly minimum wage rate is achieving the goal of
- 11 increasing employees' wages to meet the basic needs of the household, in particular the
- 12 Black, Indigenous, and People of Color communities whose household income are
- 13 disproportionately lower;
- 14 2. Evaluation of any unintended consequences of the hourly minimum wage rate
- 15 to employees such as reduction in either work hours or other benefits provided by the
- 16 employer, or both;
- 17 3. Evaluation of any unintended consequences of the hourly minimum wage to
- 18 employers, in particular small businesses, which shall include, but not be limited to,

| 20 | investments; |
|----|-----------------------------------------------------------------------------------------------|
| 21 | 4. Impacts to the region's economy, which shall include, but not be limited to, |
| 22 | employment rate, median household income, taxable sales, inflation, industry |
| 23 | diversification, and ability to attract new businesses; and |
| 24 | 5. Impacts due to the inconsistent hourly minimum wage rates across the |
| 25 | county. |
| 26 | B. The executive shall conduct activities to ensure the collection of any data that |
| 27 | will be necessary to inform the report but are not readily available or accessible. Data |
| 28 | collection activities shall be conducted as earliest as feasible to provide the best data to |
| 29 | inform the report. |
| 30 | C. The report shall also be informed by the findings compiled by the workgroup |
| 31 | as established in section 12 of this ordinance. |
| 32 | D. The executive may contract with an external organization to conduct the |
| 33 | evaluation and produce the report. |
| 34 | E. The executive shall electronically file the report no later than June 30, 2028, |
| 35 | with the clerk of the council, who shall retain an electronic copy and provide an |
| 36 | electronic copy to all councilmembers, the council chief of staff, and the lead staff for the |
| 37 | transportation, economy, and environment committee, or its successor." |
| 38 | Renumber the remaining sections consecutively and correct any internal references |
| 39 | accordingly. |
| 40 | |

revenue, cost, profit, business longevity, and decisions related to divestments and

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- 41 EFFECT prepared by A. Kim: The amendment would require the executive to
- 42 transmit a report evaluating the impacts of the hourly minimum wage rate for
- 43 unincorporated King County such as achieving the goal of increasing employees'
- 44 wages to meet the basic needs of the household and evaluating any unintended
- 45 consequences to employees and employers. The report would be due on June 30, 2028,
- 46 approximately three years into the implementation of the hourly minimum wage rate.