THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE RESOLUTION

No. 326

Session of 2015

INTRODUCED BY SCHWEYER, SCHLOSSBERG, SCHREIBER, GAINEY, KIM, THOMAS, YOUNGBLOOD, GOODMAN, McNEILL, DONATUCCI, V. BROWN, McCARTER, MAHONEY, DeLUCA, GIBBONS AND MURT, MAY 11, 2015

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, MAY 11, 2015

A RESOLUTION

- Directing the Legislative Budget and Finance Committee to conduct a study on income inequality in this Commonwealth.
- 3 WHEREAS, Income inequality refers to income which is
- 4 distributed in an uneven manner among a population; and
- 5 WHEREAS, Between 2009 and 2012, adjusted for inflation,
- 6 average incomes increased 3.7% in Pennsylvania; and
- 7 WHEREAS, In that time frame, the overall income growth was
- 8 driven by an increase of 28.6% in the income of the top 1% of
- 9 earners, but over that same period, the bottom 99% of earners in
- 10 Pennsylvania saw their real incomes decline by 1.1%; and
- 11 WHEREAS, The unprecedented degree of income inequality in the
- 12 current economic expansion represents a confluence of long-term
- 13 and short-term forces; and
- 14 WHEREAS, In the short term, real wages have been falling for
- 15 most of the workers in this Commonwealth due to the deepest
- 16 recession since the Great Depression as well as weak job growth
- 17 during the recovery of the recession; and

- 1 WHEREAS, In the long term, the bargaining power of workers in
- 2 this Commonwealth has been substantially weakened since 1979
- 3 with a decline in the percentage of workers covered by
- 4 collective bargaining and a steep decline in the purchasing
- 5 power of the minimum wage; and
- 6 WHEREAS, In the United States, economists concur that income
- 7 inequality has increased significantly nationwide over the last
- 8 several decades; and
- 9 WHEREAS, Between the end of World War II and the late 1970s,
- 10 incomes in the United States were becoming more equal, with
- 11 lower incomes rising faster than higher incomes; and
- 12 WHEREAS, After remaining relatively constant for much of the
- 13 postwar era, the share of total income accrued by the wealthiest
- 14 10% of households jumped from 34.6% in 1980 to 48.2% in 2008;
- 15 and
- 16 WHEREAS, According to the United States Census Bureau, the
- 17 long-term increase in income inequality is related to changes in
- 18 the nation's labor market and household composition; and
- 19 WHEREAS, The wage distribution has become considerably more
- 20 unequal, with the highly skilled, trained and educated workers
- 21 at the top experiencing real wage gains and those at the bottom
- 22 experiencing real wage losses; and
- 23 WHEREAS, Between 1980 and 2008, the share of total income
- 24 accrued by the richest 1% of households rose from 10% to 21%,
- 25 making the United States one of the most unequal countries in
- 26 the world; and
- 27 WHEREAS, The evolution of income inequality in the United
- 28 States is largely driven by the trends at the very top of the
- 29 income distribution, as very wealthy households have continued
- 30 to accrue an even greater share of the nation's total income;

- 1 and
- 2 WHEREAS, The gender wage gap and racial wage gap both
- 3 contribute significantly to income inequality; and
- 4 WHEREAS, According to the United States Census Bureau, over
- 5 the last decade, median earnings for women working full time,
- 6 year-round, have been just 77% of men's earnings; and
- 7 WHEREAS, The gender wage gap affects all women, but for
- 8 minority women, the wage shortfall is far worse; and
- 9 WHEREAS, Asian-American womens salaries show the smallest
- 10 minority gender wage pay at 90% of white males' earnings; and
- 11 WHEREAS, Hispanic women's salaries show the largest minority
- 12 wage gap at 54% of white males' earnings; and
- 13 WHEREAS, Women face a wage gap in nearly every occupation, as
- 14 women are paid less than men in female-dominated occupations, in
- 15 gender-balanced occupations and in male-dominated occupations;
- 16 therefore be it
- 17 RESOLVED, That the House of Representatives direct the
- 18 Legislative Budget and Finance Committee to conduct a
- 19 comprehensive study on income inequality in this Commonwealth;
- 20 and be it further
- 21 RESOLVED, That the study include the following:
- 22 (1) The factors that have contributed to the significant
- increase in income inequality over the last several decades.
- 24 (2) The extent to which gender differences in education
- levels and occupational fields contribute to the gender wage
- 26 gap.
- 27 (3) A comparison of the average take-home wages for
- working minorities and working nonminorities with the same
- 29 level of education.
- 30 (4) A comparison of the average take-home wages for

- 1 minority women versus nonminority women with the same level
- 2 of education.
- 3 (5) A comparison of wages paid for males and females in
- 4 female-dominated, gender-balanced and male-dominated
- 5 occupations;
- 6 and be it further
- 7 RESOLVED, That the Legislative Budget and Finance Committee
- 8 seek input from the Department of Labor and Industry and other
- 9 Commonwealth agencies as appropriate and any other group or
- 10 individual having information relevant to the study; and be it
- 11 further
- 12 RESOLVED, That the Legislative Budget and Finance Committee
- 13 submit a report of its findings and recommendations to the
- 14 Governor and the House of Representatives within six months of
- 15 the adoption of this resolution.