## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE RESOLUTION

No. 584

Session of 2017

INTRODUCED BY HILL-EVANS, SCHWEYER, DEAN, YOUNGBLOOD, DONATUCCI, J. HARRIS, SIMS, KINSEY, CALTAGIRONE, PASHINSKI, WHEATLEY, FRANKEL, ROZZI, FREEMAN, VAZQUEZ, V. BROWN, DRISCOLL, McCarter, ROEBUCK, BRADFORD, STURLA, DERMODY, FITZGERALD, D. MILLER, SCHLOSSBERG, THOMAS, BULLOCK, DAVIDSON, READSHAW AND KAVULICH, OCTOBER 30, 2017

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, OCTOBER 30, 2017

## A RESOLUTION

Directing the Legislative Budget and Finance Committee to conduct a comprehensive study on income inequality in this 2 Commonwealth. 4 WHEREAS, Income inequality refers to income which is 5 distributed in an uneven manner among a population; and WHEREAS, Between 2009 and 2012, adjusted for inflation, 6 average incomes increased 3.7% in this Commonwealth; and 8 WHEREAS, During that time, the overall income growth was 9 driven by an increase of 28.6% in the income of the top 1% of 10 earners; and WHEREAS, During that same period, the bottom 99% of earners 11 12 in this Commonwealth saw their real incomes decline by 1.1%; and 13 WHEREAS, The unprecedented degree of income inequality in the 14 current economic expansion represents a confluence of long-term 15 and short-term forces; and WHEREAS, In the short term, real wages have been falling for

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

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

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