

State Minimum Wage Ballot Measures: In Brief

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ince 2016, voters in eight states approved ballot measures to increase state minimum wage rates. These and previous ballot measures provide states one way of establishing minimum wage provisions different from those required by the Fair Labor Standards Act (FLSA; P.L. 75-718).

The Fair Labor Standards Act (FLSA)

The FLSA, enacted in 1938, is the federal legislation that establishes the general minimum wage that must be paid to all covered workers. The Department of Labor (DOL) estimates that more than 130 million workers are subject to the provisions of the FLSA. Since the FLSA established a minimum wage of \$0.25 per hour in 1938, Congress has amended the act numerous times, typically to expand coverage or raise the wage rate. Since its establishment, the federal minimum wage rate has been raised 22 separate times, most recently in 2007, when it was increased from \$5.15 per hour to its current rate of \$7.25 per hour in three steps (the final step occurring in 2009). For more information on the federal minimum wage and FLSA coverage, see CRS Report R43089, *The Federal Minimum Wage: In Brief*, by David H. Bradley.

State Minimum Wages

States generally have three options in setting their minimum wage policies

- 1. they can set their own minimum wage provisions that differ from those in the FLSA,
- 2. they can explicitly tie their minimum wage provisions to the FLSA, or
- 3. they can include no specific minimum wage provisions in state law.

The FLSA establishes that if a state enacts minimum wage laws more protective of employees than those provided in the FLSA, then state law applies. In the case of minimum wages, this means FLSA-covered workers are entitled to the higher state minimum wage in those states with rates above the federal minimum. On the other hand, FLSA-covered workers would receive the FLSA minimum wage in states that have set minimum wages lower than or equal to the federal rate. As of January 2021, 30 states and the District of Columbia have enacted minimum wage rates above the federal rate of \$7.25 per hour. Because of the combination of the increase in the number of states with minimum wages above the federal rate and the federal rate remaining unchanged since 2009, the share of the civilian labor force living in states in which the federal minimum wage is the floor is about 39%. For additional information on state minimum wages, see CRS Report R43792, *State Minimum Wages: An Overview*, by David H. Bradley and Abigail R. Overbay.

State Minimum Wage Ballot Measures

For states with minimum wages above the federal rate, a common method of enactment of these state rates is through ballot measures, the result of either initiatives or referenda. As the data in **Table 1** show, since the enactment of the FLSA in 1938, there have been 30 state minimum wage ballot measures, including two on ballots in 2018 and one in 2020. **Table 1** includes only measures that appeared on the ballot (i.e., it does include initiatives that did not qualify) and includes only information on the minimum wage rate components of the measures (i.e., additional provisions, such as expanded coverage of the minimum wage, tipped minimum wage rates, or

¹ Department of Labor, Wage and Hour Division, Fact Sheet #14: Coverage Under the Fair Labor Standards Act (FLSA), https://www.dol.gov/whd/regs/compliance/whdfs14.pdf.

other labor standards provisions, are not presented). In some states, subsequent legislative actions have superseded the results shown in **Table 1**. For the current status of state minimum wages, see CRS Report R43792, *State Minimum Wages: An Overview*, by David H. Bradley and Abigail R. Overbay.

In total, of the 30 minimum wage state ballot measures that have been introduced in 17 states since 1938,

- 27 passed and 3 failed;
- passage rates ranged from 51.3% (Oregon, 2002) to 76.6% (Washington, 1988);
- 12 passed with support from between 60% and 70% of the vote and 5 passed with greater than 70% approval;
- 23 passed since 2002, including 5 in 2016, 2 in 2018, and 1 in 2020; and
- of the 3 measures that failed—Missouri and Montana in 1996 and Arkansas in 1960—similar measures appeared in those same states at later dates and passed.

The two state minimum wage measures on the ballot in 2018 and the one in 2020 did not increase the total number of states (30 and the District of Columbia) with rates above the federal rate of \$7.25 per hour. The ballot measures did, however, continue the trend of states increasing minimum wage rates further above the federal rate. That is, while Arkansas and Missouri (2018) and Florida (2020) had minimum wages above \$7.25 prior to the ballot measures, as a result of these ballot measures the gap between rates in those states and the federal rate will increase. For example, starting in September 2021, Florida's minimum wage will go from \$1.40 to \$2.75 above the federal rate. If the federal rate remains at \$7.25, and given recent trends in state minimum wage rates, these gaps are likely to continue to grow in the future.

Table 1. State Minimum Wage Ballot Measures

| State | Year | Description | Results |
|----------|------|--|-------------------------------------|
| Alaska | 2014 | Ballot Measure 3: This initiative proposed increasing Alaska's minimum wage from \$7.75 to \$8.75 on January I, 2015; and proposed raising the minimum wage to \$9.75 on January I, 2016. Beginning January I, 2017, the minimum wage would be adjusted each year for inflation. Additionally, if the adjusted minimum wage is less than \$1.00 over the federal minimum wage, Alaska's minimum wage would be \$1.00 over the federal minimum. | Passed Yes: 69.35% No: 30.65% |
| Arizona | 2006 | Proposition 202: This initiative proposed establishing a state minimum wage law for Arizona of \$6.75 on January I, 2007. Beginning January I, 2008, the minimum wage would be adjusted each year for inflation (Consumer Price Index-Urban consumers). | Passed Yes: 65.37% No: 34.63% |
| Arizona | 2016 | Proposition 206: This initiative proposed increasing Arizona's minimum wage from \$8.05 to \$10.00 on January I, 2017; \$10.50 on January I, 2018; \$11.00 on January I, 2019; and \$12.00 on January I, 2020. Beginning January I, 2021, the minimum wage would be adjusted each year for inflation (Consumer Price Index-Urban consumers). | Passed Yes: 58.33% No: 41.67% |
| Arkansas | 1960 | Initiated Act I: This initiative proposed establishing a state minimum wage law for Arkansas of \$0.80 on January I, 1961; $$0.90$ on January I, 1962; and $$1.00$ January I, 1963. | Failed Yes: 38.79% No: 61.21% |
| Arkansas | 2014 | Initiated Act 5: This measure proposed increasing Arkansas's minimum wage from \$6.25 to \$7.50 on January I, 2015; \$8.00 on January I, 2016; and \$8.50 on January I, 2017. | Passed Yes: 65.94% No: 34.06% |

| State | Year | Description | Results |
|------------|------|--|---|
| Arkansas | 2018 | Issue 5: This measure proposed increasing Arkansas's minimum wage from \$8.50 to \$9.25 on January 1, 2019; \$10.00 on January 1, 2020; and \$11.00 on January 1, 2021. | Passed Yes: 68.46% |
| California | 1996 | Proposition 210: This initiative proposed increasing California's minimum wage to \$5.00 on March 1, 1997; and then \$5.75 on March 1, 1998. | No: 31.54% Passed Yes: 61.45% No: 38.55% |
| Colorado | 2006 | Amendment 42: This amendment proposed revising the Colorado Constitution to increase Colorado's minimum wage from \$5.15 to \$6.85 on January 1, 2007. Beginning January 1, 2008, the minimum wage would be adjusted each year for inflation (Consumer Price Index for Colorado). | Passed Yes: 53.30% No: 46.70% |
| Colorado | 2016 | Amendment 70: This amendment proposed revising the Colorado Constitution to increase Colorado's minimum wage to \$9.30 on January I, 2017; \$10.20 on January I, 2018; \$11.10 on January I, 2019; and \$12.00 on January I, 2020. Beginning January I, 2021, the minimum wage would be adjusted each year for inflation (Consumer Price Index for Colorado). | Passed Yes: 55.36% No: 44.64% |
| Florida | 2004 | Constitutional Amendment 5: This amendment proposed establishing a state minimum wage law for Florida of \$6.15, beginning six months after enactment, May 2, 2005. Beginning January 1, 2006, the minimum wage would be adjusted each year for inflation (Consumer Price Index for Urban Wage Earners and Clerical Workers, CPI-W). | Passed Yes: 71.25% No: 28.75% |
| Florida | 2020 | Constitutional Amendment 2: This amendment proposed revising the Florida Constitution to increase Florida's state minimum wage to \$10.00 on September 30, 2021; \$11.00 on September 30, 2022; \$12.00 on September 30, 2023; \$13.00 on September 30, 2024; \$14.00 on September 30, 2025; and \$15.00 on September 30, 2026. Beginning January I, 2028, the minimum wage would be adjusted each year for inflation (Consumer Price Index for Urban Wage Earners and Clerical Workers, CPI-W). | Passed Yes: 60.82% No: 39.18% |
| Illinois | 2014 | Statewide Advisory Question 1: This advisory legislative referendum proposed increasing Illinois's minimum wage for adults over 18 to \$10.00 on January 1, 2015. | Passed Yes: 66.74% No: 33.26% |
| Maine | 2016 | Question 4: This initiative proposed increasing Maine's minimum wage to \$9.00 on January 1, 2017; \$10.00 on January 1, 2018; \$11.00 on January 1, 2019; and \$12.00 on January 1, 2020. Beginning January 1, 2021, the minimum wage would be adjusted each year for inflation (Consumer Price Index for Urban Wage Earners and Clerical Workers, CPI-W for the Northeast Region). | Passed Yes: 55.50% No: 45.50% |
| Missouri | 1996 | Proposition A: This initiative proposed increasing Missouri's minimum wage to \$6.25 on January I, 1997; \$6.50 on January I, 1998; and \$6.75 on January I, 1999. Beginning January I, 2000, the minimum wage would be increased each year by \$0.15. | Failed Yes: 28.70% No: 71.30% |
| Missouri | 2006 | Proposition B: This initiative proposed increasing Missouri's minimum wage to \$6.50 on January I, 2007. Beginning January I, 2008, the minimum wage would be adjusted each year for inflation (Consumer Price Index for Urban Wage Earners and Clerical Workers, CPI-W). | Passed Yes: 75.97% No: 24.03% |
| Missouri | 2018 | Proposition B: This initiative proposed increasing Missouri's minimum wage from \$7.85 to \$8.60 on January 1, 2019; \$9.45 on January 1, 2020; \$10.30 on January 1, 2021; \$11.15 on January 1, 2022; and \$12.00 on January 1, 2023. | Passed Yes: 62.34% No: 37.66% |

| State | Year | Description | Results |
|------------|------|--|-------------------------------------|
| Montana | 1996 | Initiative 121: This initiative proposed re-establishing a state minimum wage law for Montana of \$4.75 on January I, 1997; \$5.25 on January I, 1998; \$5.75 on January I, 1999; and \$6.25 on January I, 2000. | Failed Yes: 43.53% No: 56.47% |
| Montana | 2006 | Initiative 151: This initiative proposed re-establishing a state minimum wage law for Montana of \$6.15 on January 1, 2007. Beginning January 1, 2008, the minimum wage would be adjusted each year for inflation (Consumer Price Index, U.S. city average, all urban consumers, for all items). | Passed Yes: 72.69% No: 27.31% |
| Nebraska | 2014 | Initiative 425: This initiative proposed increasing Nebraska's minimum wage to \$8.00 on January I, 2015, and to \$9.00 on January I, 2016. | Passed Yes: 59.47% No: 40.53% |
| Nevada | 2004 | Question 6. (Note: Nevada requires constitutional amendments to be passed in two general elections before going into effect. See 2006 Nevada Initiative.) This amendment proposed revising the Nevada constitution to increase Nevada's minimum wage to \$5.15 if the employer provides health benefits, or \$6.15 per hour if the employer does not provide health benefits. Beginning the year after enactment, the minimum wage would be adjusted each year for inflation (Consumer Price Index), with no CPI adjustment for any one-year period greater than 3%. | Passed Yes: 68.39% No: 31.61% |
| Nevada | 2006 | Question 6: (Note: Nevada requires constitutional amendments to be passed in two general elections before going into effect. See 2004 Nevada Initiative.) This amendment proposed revising the Nevada constitution to increase Nevada's minimum wage to \$5.15 if the employer provides health benefits, or \$6.15 per hour if the employer does not provide health benefits. The minimum wage would be adjusted each year for inflation (Consumer Price Index), with no CPI adjustment for any one-year period greater than 3%. The amendment became effective on November 28, 2006, when the Nevada State Supreme Court certified the election. | Passed Yes: 68.71% No: 31.29% |
| New Jersey | 2013 | Public Question 2: This legislative referendum proposed revising New Jersey's constitution to increase New Jersey's minimum wage to \$8.25 beginning January 1, 2014. Beginning January 1, 2015, the minimum wage would be adjusted each year for inflation (Consumer Price Index [CPI] for all Urban Wage Earners and Clerical Workers [CPI-W, U.S. City Average]). | Passed Yes: 61.26% No: 38.74% |
| Ohio | 2006 | Issue 2: This amendment proposed revising the Ohio's Constitution to increase Ohio's minimum wage to \$6.85 on January I, 2007. Beginning January I, 2008, the minimum wage would be adjusted each year for inflation (Consumer Price Index [CPI] for all Urban Wage Earners and Clerical Workers [CPI-W, U.S. City Average]). | Passed Yes: 56.65% No: 43.35% |
| Oregon | 1996 | Measure 36: This initiative proposed increasing Oregon's minimum wage to \$5.50 on January I, 1997; \$6.00 on January I, 1998; and \$6.50 on January I, 1999. | Passed Yes: 56.85% No: 43.15% |
| Oregon | 2002 | Measure 25: This initiative proposed increasing Oregon's minimum wage to \$6.90 on January I, 2003. Beginning January I, 2004, the minimum wage would be adjusted each year for inflation (Consumer Price Index-Urban consumers, U.S. City Average). | Passed Yes: 51.33% No: 48.67% |

| State | Year | Description | Results |
|--------------|------|--|--|
| South Dakota | 2014 | Initiated Measure 18: This initiative proposed increasing South Dakota's minimum wage to \$8.50 on January I, 2015. Beginning January I, 2016, the minimum wage would be adjusted each year for inflation (Consumer Price Index-Urban consumers, U.S. City Average). | Passed Yes: 55.05% No: 44.95% |
| South Dakota | 2016 | Referred Law 20: This legislative referendum proposed decreasing South Dakota's minimum wage for youth under 18 to \$7.50 on January 1, 2017. Beginning January 1, 2017, the minimum wage would not be adjusted each year for inflation. | Failed ^b Yes: 28.87% No: 71.13% |
| Washington | 1988 | Initiative 518: This initiative proposed increasing Washington's minimum wage to \$3.85 on January I, 1989; and \$4.25 on January I, 1990. The initiative also included language to provide minimum wage coverage for agricultural workers. | Passed Yes: 76.55% No: 23.45% |
| Washington | 1998 | Initiative 688: This initiative proposed increasing Washington's minimum wage to \$5.70 on January I, 1999; and \$6.50 on January I, 2000. Beginning January I, 2001, the minimum wage would be adjusted each year for inflation (Consumer Price Index [CPI] for all Urban Wage Earners and Clerical Workers [CPI-W, U.S. City Average]). | Passed Yes: 66.14% No: 33.86% |
| Washington | 2016 | Initiative 1433: This initiative proposed increasing Washington's minimum wage to \$11.00 on January 1, 2017; \$11.50 on January 1, 2018; \$12.00 on January 1, 2019; and \$13.50 on January 1, 2020. Beginning January 1, 2021, the minimum wage would be adjusted each year for inflation (Consumer Price Index [CPI] for all Urban Wage Earners and Clerical Workers [CPI-W, U.S. City Average]). | Passed Yes: 57.42% No: 42.58% |

Source: Compiled by CRS from state government websites (including current and archived Secretaries of State websites), and the National Conference of State Legislatures, Ballot Measures Database, http://www.ncsl.org/research/elections-and-campaigns/ballot-measures-database.aspx.

- a. See "Legal Notice: Initiated Act Number 1 (By Petition) Arkansas Minimum Wage and Overtime Act," Hope Star, September 19, 1960, p. 2.
- b. For purposes of this analysis in the body of this report, the measure in South Dakota in 2016 is counted as a "passed" measure despite being labeled "failed" in **Table 1**. The 2016 vote was a referendum on the state legislature's action to lower the minimum wage for youth, which had been increased as part of the successful 2014 ballot initiative. Thus, the 2016 measure increased the youth minimum wage following the legislature's actions to lower it.

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