

MEMORANDUM

Date: December 20, 2024

To: Scheereen Dedman, City Clerk

From: Steven Marchese, Director, Seattle Office of Labor Standards

Subject: REVISED 2025 annual increases to Seattle minimum wage and labor standards penalties,

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The City of Seattle Office of Labor Standards announces the required increase to the 2024 Seattle minimum wage for large employers as defined by Seattle Municipal Code (SMC) 14.19 and increases to all penalties and fines in other labor standards, to reflect the annual rate of inflation or other statutorily mandated adjustments. The 2025 CPI-W increase for the Seattle-Tacoma-Bellevue area for the 12 month-period ending in August 2024 was: 3.99%.1

This memo also provides adjustments to the minimum per-minute, per-mile, and per-offer amounts pursuant to the App-Based Worker Minimum Payment Ordinance, SMC. 8.37.

2025 Seattle Minimum Wage for employers²

2025	2024	2023	2022	2021	2020
\$20.76	\$19.97	\$18.69	\$17.27	\$16.69	\$16.39

Note: SMC 14.19.040(A) specifies that, "Effective January 1, 2021, the hourly minimum compensation paid by a Schedule 2 employer to any employee shall equal the hourly minimum wage applicable to Schedule 1 employers." Schedule 2 employers are small employers with 500 or fewer employees.

2025 Penalties, Fines, and Adjusted Figures

Paid Sick & Safe Time Ordinance Fair Chance Employment Ordinance Minimum Wage Ordinance Wage Theft Ordinance

Secure	Scheduling	Ordinance
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2021	2022	2023	2024	2025
\$556.30	\$575.31	\$622.85	\$665.30	\$691.87
\$834.97	\$863.51	\$934.87	\$998.57	\$1,038.45
\$1,112.60	\$1,150.63	\$1,245.71	\$1,330.59	\$1,383.74
\$5,565.10	\$5,755.31	\$6,230.88	\$6,655.46	\$6,921.29
\$22,259.36	\$23,020.15	\$24,922.36	\$26,620.58	\$27,683.85
	\$556.30 \$834.97 \$1,112.60 \$5,565.10	\$556.30 \$575.31 \$834.97 \$863.51 \$1,112.60 \$1,150.63 \$5,565.10 \$5,755.31	\$556.30 \$575.31 \$622.85 \$834.97 \$863.51 \$934.87 \$1,112.60 \$1,150.63 \$1,245.71 \$5,565.10 \$5,755.31 \$6,230.88	\$556.30 \$575.31 \$622.85 \$665.30 \$834.97 \$863.51 \$934.87 \$998.57 \$1,112.60 \$1,150.63 \$1,245.71 \$1,330.59 \$5,565.10 \$5,755.31 \$6,230.88 \$6,655.46

¹ The inflation rate is presented to the second decimal place. For more information about the CPI-W or to view the more precise rate, please visit the Bureau of Labor Statistics at https://www.bls.gov/cpi/overview.htm.

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² Starting 2025, all minimum compensation requirements will expire. Small employers will pay the same minimum wage as large employers.

Domestic	Workers	Ordinance
	VVOINCIS	Ol alliance

Penalties and Fines	2021	2022	2023	2024	<u>2025</u>
r charties and rines	\$521.86	\$539.69	\$584.29	\$624.11	\$649.03
	\$1,043.72	\$1,079.39	\$1,168.58	\$1,248.21	\$1,298.07
	\$5,218.59	\$5,396.95	\$5,842.91	\$6,241.05	\$6,490.33
	\$3,218.39 \$20,874.35	\$3,390.93 \$21,587.80	\$23,371.65	\$24,964.21	\$25,961.32
	<u> </u>	<u>\$21,567.60</u>	\$25,571.05	<u> </u>	<u> 323,901.32</u>
Protecting Hotel Emp	oloyees from Vi	<u>olent or Harassi</u>	ng Conduct Ord	<u>inance</u>	
Penalties and Fines	2021	<u>2022</u>	2023	<u>2024</u>	<u>2025</u>
	\$1,018.74	\$1,053.56	\$1,140.62	\$1,218.35	\$1,267.01
	\$2,037.49	\$2,107.13	\$2,281.24	\$2,436.69	<u>\$2,534.02</u>
	\$5,093.72	\$5,267.82	\$5,703.11	\$6,091.73	<u>\$6,335.04</u>
	\$10,187.45	\$10,535.64	\$11,406.22	\$12,183.45	\$12,670.08
	\$40,749.80	\$42,142.56	\$45,624.90	\$48,733.81	\$50,680.32
Protecting Hotal Emr	lovoos from Ini	ury Ordinanco			
Protecting Hotel Emp			ees Ordinance		
Improving Access to	Medical Care fo	r Hotel Employ	ees Ordinance		
	Medical Care fo	r Hotel Employ	ees Ordinance		
Improving Access to	Medical Care fo	r Hotel Employ	ees Ordinance	<u>2024</u>	<u>2025</u>
Improving Access to Hotel Employees Job	Medical Care fo Retention Ordi	r Hotel Employ nance		<u>2024</u> \$609.17	2025 \$633.50
Improving Access to Hotel Employees Job	Medical Care fo Retention Ordi 2021	r Hotel Employ nance 2022	<u>2023</u>		
Improving Access to Hotel Employees Job	Medical Care for Retention Ording 2021 \$509.37	r Hotel Employ nance <u>2022</u> \$526.78	<u>2023</u> \$570.31	\$609.17	\$633.50
Improving Access to Hotel Employees Job	Medical Care for Retention Ording 2021 \$509.37 \$1,018.74	r Hotel Employ nance 2022 \$526.78 \$1,053.56	2023 \$570.31 \$1,140.62	\$609.17 \$1,218.35	\$633.50 \$1,267.01
Improving Access to Hotel Employees Job	Medical Care for Retention Ording 2021 \$509.37 \$1,018.74 \$5,093.72	r Hotel Employ nance 2022 \$526.78 \$1,053.56 \$5,267.82	2023 \$570.31 \$1,140.62 \$5,703.11	\$609.17 \$1,218.35 \$6,091.73	\$633.50 \$1,267.01 \$6,335.04
Improving Access to Hotel Employees Job Penalties and Fines	\$509.37 \$5,093.72 \$20,374.90	r Hotel Employ nance 2022 \$526.78 \$1,053.56 \$5,267.82	2023 \$570.31 \$1,140.62 \$5,703.11	\$609.17 \$1,218.35 \$6,091.73	\$633.50 \$1,267.01 \$6,335.04
Improving Access to Hotel Employees Job	\$509.37 \$5,093.72 \$20,374.90	r Hotel Employ nance 2022 \$526.78 \$1,053.56 \$5,267.82	2023 \$570.31 \$1,140.62 \$5,703.11	\$609.17 \$1,218.35 \$6,091.73	\$633.50 \$1,267.01 \$6,335.04
Improving Access to Hotel Employees Job Penalties and Fines	\$509.37 \$5,093.72 \$20,374.90	r Hotel Employ nance 2022 \$526.78 \$1,053.56 \$5,267.82	2023 \$570.31 \$1,140.62 \$5,703.11	\$609.17 \$1,218.35 \$6,091.73	\$633.50 \$1,267.01 \$6,335.04
Improving Access to Hotel Employees Job Penalties and Fines Commuter Benefits C	Nedical Care for Retention Ordinal	## Hotel Employs 1	2023 \$570.31 \$1,140.62 \$5,703.11 \$22,812.45	\$609.17 \$1,218.35 \$6,091.73 \$24,366.90	\$633.50 \$1,267.01 \$6,335.04 \$25,340.16
Improving Access to Hotel Employees Job Penalties and Fines Commuter Benefits C	Nedical Care for Retention Ordinance 2021 \$509.37 \$1,018.74 \$5,093.72 \$20,374.90 Ordinance 2021	r Hotel Employ nance 2022 \$526.78 \$1,053.56 \$5,267.82 \$21,071.28	2023 \$570.31 \$1,140.62 \$5,703.11 \$22,812.45	\$609.17 \$1,218.35 \$6,091.73 \$24,366.90	\$633.50 \$1,267.01 \$6,335.04 \$25,340.16

<u>Premium Pay for Gig Workers Ordinance</u> <u>Paid Sick and Safe Time for Gig Workers Ordinance</u>

Penalties and Fines	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
	\$556.30	<u>\$575.31</u>	<u>\$622.85</u>	\$665.30	\$691.87
	\$1,112.60	\$1,150.63	<u>\$1,245.71</u>	\$1,330.59	\$1,383.74
	\$5,565.10	\$5,755.31	\$6,230.88	\$6,655.46	\$6,921.29
	\$22,259.36	\$23,020.15	\$24,922.26	\$26,620.58	<u>\$27,683.85</u>

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Grocery Employee Hazard Pay Ordinance

Penalties and Fines	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
	<u>\$50</u>	<u>\$51.71</u>	\$55.98	\$59.80	\$62.18
	<u>\$556.30</u>	<u>\$575.31</u>	\$622.85	<u>\$665.30</u>	<u>\$691.87</u>
	\$1,112.60	\$1,150.63	\$1,245.71	\$1330.59	<u>\$1,383.74</u>
	\$5,565.10	\$5,755.31	\$6,230.88	\$6,655.46	<u>\$6,692.55</u>
	\$22,259.36	\$23,020.15	\$24,922.36	\$26,620.58	<u>\$26,768.94</u>
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Independent Contrac	tor Protections	<u>Ordinance</u>			
Penalties and Fines		2022	<u>2023</u>	<u>2024</u>	<u>2025</u>
		\$556.30	\$602.27	\$643.31	\$669.00
		\$1,112.60	\$1,204.54	\$1,286.61	\$1,338.00
		<u>\$5,565.10</u>	\$6,024.96	\$6,435.50	\$6,692.55
		\$22,259.36	\$24,098.70	\$25,740.80	<u>\$26,768.94</u>
Canada Faralana I	-l- D-++:				
Cannabis Employee J	ob Retention C	<u>rainance</u>			
Penalties and Fines		2022	2023 ³	2024	2025
		\$150.00	-	\$160.22	\$160.62
		<u>\$575.31</u>	-	\$614.51	<u>\$639.06</u>
		\$1150.63	-	\$1,229.03	<u>\$1,278.12</u>
		<u>\$5755.31</u>	-	\$6,147.48	\$6,393.02
		\$23,020.00	-	\$24,588.60	<u>\$25,570.71</u>
App-Based Worker M	linimum Payme	ent Ordinanco			
App-based worker iv	IIIIIIIIIIIIII Payiiii	ent Ordinance			
Penalties, Fines and		2022	<u>2023</u>	<u>2024</u>	<u> 2025</u>
other Adjustments					
Per minute amount		\$0.38	-	<u>\$0.44</u>	<u>\$0.45</u>
Per mile amount ⁴		\$0.64		<u>\$0.74</u>	<u>\$0.77</u>
Per offer amount		\$5.00		<u>\$5.00</u>	\$5.20
		\$85.00			\$88.40
		\$575.31			\$598.29 \$1.106.50
		\$1,150.63			\$1,196.59 \$5,085,10
		\$5,755.31 \$23,020.00			\$5,985.19 \$23,939.46
		\$25,020.00			<u> </u>

³ Ordinance SMC 8.37 and SMC 8.38 passed in 2022 but no 2023 adjustments were made.

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⁴ SMC 8.37.050.B.2 provides that the per-mile amount equals the standard mileage rate, as determined by the U.S. Internal Revenue Service, multiplied by the associated mileage factor, currently 1.10. The standard mileage rate for 2024 is \$0.67/mile. n-24-08.pdf (irs.gov)

App-Based Worker Paid Sick and Safe Time Ordinance

Penalties and Fines	<u>2023</u>	<u>2024</u>	<u>2025</u>
	<u>\$150.00</u>	\$160.22	\$166.62
	<u>\$622.85</u>	\$665.29	<u>\$691.86</u>
	<u>\$1,245.71</u>	\$1,330.59	\$1,383.74
	\$6,230.88	\$6,655.46	\$6,921.29
	\$24,922.2 <u>6</u>	\$26,620.48	<u>\$27,683.75</u>

Statutory Authority

SMCs 14.16.010, 14.17.010, 14.19.010, 14.20.010, 14.22.010, 14.23.010, 14.26.020, 14.27.020, 14.28.020, 14.29.020, 14.30.020, ORD 126094, as amended by ORD 126122, ORD 126091, as amended by ORD 119842, ORD 126274; SMC 14.32.020; SMC 8.37.020; SMC 8.38.020; SMC 8.39; SMC.020

"Rate of inflation" means 100 percent of the annual average growth rate of the bi-monthly Seattle-Tacoma-Bremerton Area Consumer Price Index for Urban Wage Earners and Clerical Workers, termed CPI-W, for the 12-month period ending in August, provided that the percentage increase shall not be less than zero.

SMC 14.19.030 - Hourly Minimum Wage - Schedule 1 Employers

Effective January 1, 2018, the hourly minimum wage paid by a Schedule 1 employer to any employee shall be increased annually on a percentage basis to reflect the rate of inflation and calculated to the nearest cent on January 1 of each year thereafter.

SMCs 14.16.080, 14.17.055, 14.19.080, 14.20.060, 14.22.095, 14.23.095, 14.26.170, 14.27.170, 14.28.170, 14.29.170, 14.30.140; ORD 126094, as amended by ORD 126122, ORD 126091, as amended by ORD 119842, ORD 126274, SMC 14.34.170; SMC 8.38.170; SMC 8.39.170

"...[T]he amounts of all civil penalties, penalties payable to aggrieved parties, and fines shall be increased annually to reflect the rate of inflation and calculated to the nearest cent on January 1 of each year thereafter. The Agency shall determine the amounts and file a schedule of such amounts with the City Clerk."

SMC 8.37.050 Minimum Network Company Payment – Per Minute Amount

"On the effective date of this Chapter 8.37, and on January 1 of each year thereafter, the per-minute amount shall be increased to reflect any adjustment(s) to the minimum wage equivalent rate, associated cost factor, or associated time factor. The Agency shall determine the per-minute amount and file a schedule of such amount with the City Clerk."

SMC 8.37.050 Minimum Network Company Payment – Per Mile Amount

"On the effective date of this Chapter 8.37, and on January 1 of each year thereafter, the per-mile amount shall be increased annually to reflect any adjustment(s) to the standard mileage rate or associated mileage factor. The Agency shall determine the per-mile amount and file a schedule of such amount with the City Clerk."

SMC 8.37.050 Minimum Network Company Payment – Per Offer Amount

"Effective January 1, 2024, the minimum per-offer amount paid to an app-based worker shall be increased on a percentage basis to reflect the rate of inflation and calculated to the nearest cent on January 1 of each year thereafter. The Agency shall determine the amount and file a schedule of such amount with the City Clerk."