

## ALEC EXPOSED

"ALEC" has long been a secretive collaboration between Big Business and "conservative" politicians. Behind closed doors, they ghostwrite "model" bills to be introduced in state capitols across the country. This agenda--underwritten by global corporations--includes major tax loopholes for big industries and the super rich, proposals to offshore U.S. jobs and gut minimum wage, and efforts to weaken public health, safety, and environmental protections. Although many of these bills have become law, until now, their origin has been largely unknown. With **ALEC EXPOSED**, the Center for Media and Democracy hopes more Americans will study the bills to understand the depth and breadth of how big corporations are changing the legal rules and undermining democracy across the nation.

### ALEC's Corporate Board --in recent past or present

- AT&T Services, Inc.
- centerpoint360
- UPS
- Bayer Corporation
- GlaxoSmithKline
- Energy Future Holdings
- Johnson & Johnson
- Coca-Cola Company
- PhRMA
- Kraft Foods, Inc.
- Coca-Cola Co.
- Pfizer Inc.
- Reed Elsevier, Inc.
- DIAGEO
- Peabody Energy
- Intuit, Inc.
- Koch Industries, Inc.
- ExxonMobil
- Verizon
- Reynolds American Inc.
- Wal-Mart Stores, Inc.
- Salt River Project
- Altria Client Services, Inc.
- American Bail Coalition
- State Farm Insurance

For more on these corporations, search at [www.SourceWatch.org](http://www.SourceWatch.org).

**DID YOU KNOW?** Corporations VOTED to adopt this. Through ALEC, global companies work as "equals" in "unison" with politicians to write laws to govern your life. Big Business has "a VOICE and a VOTE," according to newly exposed documents. **DO YOU?**

[Home](#) → [Model Legislation](#) → Commerce, Insurance, and Economic Development

### Starting (Minimum) Wage Repeal Act

#### Summary

The Starting (Minimum) Wage Repeal Act repeals all starting (minimum) wage laws and preempts localities from enacting further laws that would attempt to establish a starting wage.

#### Model Legislation

**Section 1. {Short Title.}** This Act shall be known as the Starting (Minimum) Wage Repeal Act.

**Section 2. {Legislative Declarations.}** This legislature finds and declares that:

(A) Starting wage laws represent an unfunded mandate on business by the government, and disproportionately make it difficult for small business -- the engine of job creation -- to hire new employees due to artificially high wage rates.

(B) A majority of starting wage workers are secondary workers in moderate or middle income families, or primary workers in families with other significant sources of income.

(C) Over three-fourths of all economists agree that starting wage laws lead to a reduction in job opportunities.

(D) Even the Association of Community Organizations for Reform (ACORN), one of the prime supporters to raise the starting wage, has recognized that starting wages have a negative affect on employment opportunities, as evidenced by its lawsuit against the State of California which alleges the state's starting wage is unconstitutional because it limits the number of activists the organization is able to employ.

(E) Less than 5 percent of the workforce is employed at the starting wage.

(F) Many people statistically categorized as starting wage earners, actually make much more than the starting wage when tips are taken into consideration -- in fact, 63 percent of all restaurant employees who earn minimum wage also earn tips.

(G) The forces of supply and demand are more capable than the government in determining wage levels, taking into consideration regional differences, such as the cost of living and available workforce.

(H) Starting wage laws make it more difficult for employers to bring teenagers, entry-level workers, and others who need job experience, into the workforce, where they can gain skills, training and confidence.

(I) Starting wage laws are a matter of statewide concern, thus, units of local government shall not enact any laws with respect to minimum wages.

#### Section 3. {Definitions.}

**Section 4. {Repeal of State Law.}** Any and all starting (minimum) wage laws are repealed.

#### Section 5. {Repeal and Preemption of Local Law.}

(A) Any and all starting (minimum) wage laws in any unit of local government are repealed.

(B) Units of local government shall not enact any laws with respect to starting wage laws.

#### Section 6. {Severability Clause.}

#### Section 7. {Repealer Clause.}

#### Section 8. {Effective Date.}

Did you know that global corporation Kraft Foods served as corporate co-chair in 2011?

Were your laws repealed?

**About Us and ALEC EXPOSED.** The Center for Media and Democracy reports on corporate spin and government propaganda. We are located in Madison, Wisconsin, and publish [www.PRWatch.org](http://www.PRWatch.org), [www.SourceWatch.org](http://www.SourceWatch.org), and now [www.ALECexposed.org](http://www.ALECexposed.org). For more information contact: [editor@prwatch.org](mailto:editor@prwatch.org) or 608-260-9713.

### Center for Media and Democracy's quick summary

This bill calls for a repeal of minimum wage laws. Note that it re-brands minimum wage laws as "starting wage" laws, under the theory that employees that start at low wages can move up the economic ladder with time and experience. The law would take away the ability of states and localities to establish wage floors, boosting corporate balance sheets, but leaving low-wage workers with lower pay. The justifications for the bill are riddled with inaccuracies and misinformation.