CAFÉ J and the Campaign to Raise the Minimum Wage by Scott Myers-Lipton



Historical Background:

In 2010, the cost of living in the U.S. was going up, while wages for the working class were stagnant. In Silicon Valley, rent was \$1,600 for an apartment, gasoline was \$4 a gallon, and the cost of tuition had increased by 141% over the past several years. At that time, minimum wage was \$8 an hour in San José, which if working full-time, wasn't even enough to rent an apartment. Since the majority of SJSU students work during their college-years, and with about one-quarter of them making minimum wage, and many more making just above minimum wage, it was the perfect storm.¹

It all began when Marisela Castro, an SJSU student and daughter of farmworkers, was working at an afterschool program. At that program, Marisela saw kids taking snacks and putting them into their backpacks. When she asked the kids about why they were taking the food that was meant for the students in the program, they disclosed that they did this because they didn't have enough food at home, and their brothers and sisters were hungry. Marisela asked them if their father and mother were working, and the kids told her that both of them were working, but they were at minimum wage, so there wasn't enough money to buy food sometimes. Moreover, Marisela learned that one of the dad's was working two jobs, making it difficult to provide the necessary support structure for their children to be successful in school. Marisela was outraged.

During her Wealth, Poverty and Privilege course, she told Professor Myers-Lipton the story and said, "Profe, we have to do something. This can't continue for another generation." In the course, the students had read about raising the minimum wage at the local level, and after class, she came up to the professor to discuss the possibility of doing this in San José. Dr. Myers-Lipton told her that there was no action component in the Wealth, Poverty and Privilege course, but there was an action component in Social Action, and that she should considering taking it the following semester, which she did.

The Events:



At the beginning of the next semester, Marisela presented her idea of raising the minimum wage to her Soci. 164: Social Action class, and three students–Leila McCabe, Saul Gonzalez, and Heather Paulson–decided to join her campaign. First, the students reviewed the literature and found that the research showed that three cities had already significantly increased their citywide minimum wage: San Francisco (\$10.24 an hour), Santa Fe, New Mexico (\$10.29 an hour), and Washington, DC (\$8.25 an hour). Furthermore, the raise in the wage did not increase the unemployment rate or had little to no negative impact on small businesses because they generally passed on the cost by raising prices slightly. In fact, the research showed that there was a positive impact on businesses since minimum-wage workers stayed in their jobs longer.²

After several meetings, these four students decided to put forward a city-wide ballot measure to be voted on to raise the minimum wage from \$8 to \$10, with an annual cost of living increase. The students named their group the Campus Alliance for Economic Justice (CAFÉ J), and for four consecutive Social Action classes, the students–including two amazing student leaders, Elisha St. Laurent and Diana Crumedy–worked on this issue. During the two-year campaign, the students and their allies tabled, conducted a poll, held rallies and sleepouts, gathered signatures, and made 1,000s of phone calls to potential voters. The students' main target was the voting population of San José, with a secondary target being the City Council, since they had the power to enact the measure once the students and their allies had gathered 36,000 signatures, which was considerably more than was necessary.

In November of 2012, the students along with the help of their labor, faith, and non-profit allies, had a huge victory, as San José voters passed the minimum wage increase by 60% to 40%. This increase to the minimum wage was one of the largest one-time increases in the history of the nation, and it won easily, even though the students and their allies were outspent 10 to 1.³



In the years since the implementation of San Jose's \$10 minimum wage, the results were all positive, as the numbers of businesses grew, unemployment was reduced, the number of minimum-wage jobs had expanded, and the average employee hours remained constant. In the fall of 2016, CAFÉ J students worked with the Mayor, City Council, and community groups to push the minimum wage to \$15 by 2019.⁴

Resources:

- "Measure D", Albert Hernandez, October 14, 2012, <u>www.youtube.com/watch?v= E-</u> <u>OoyidhWY</u> (accessed February 4, 2018).
- "Vote YES on Measure D, Nov 6 2012", Sacred Heart CS, October 30, 2012, www.youtube.com/watch?v=TB6LTknmUPM (accessed February 4, 2018).
- "Raise the Wage, To Raise My Son", Silicon Valley De-Bug, October 17, 2012, <u>https://www.youtube.com/watch?v=QbrVNa0MHwE</u> (accessed February 4, 2018).
- Julia Reis, "San José State Students Led Winning Campaign to Raise Minimum Wage", Peninsula Press, November 9, 2012 <u>http://peninsulapress.com/2012/11/09/san-jose-state-students-wage-winning-campaign-to-raise-minimum-wage</u> (accessed February 4, 2018)
- Melissa Harris Perry, "San José Students Champion Citywide Minimum Wage Increase," MSNBC, December 7, 2012, <u>www.msnbc.com/melissa-harris-perry/watch/san-jose-</u> <u>students-champion-citywide-minimum-wage-increase-11596355925</u> (accessed February 4, 2018).

¹ Nona Willis Aronowitz, "The Off Line Wage Wars of Silicon Valley", *Next City*, August 12, 2013, <u>https://nextcity.org/features/view/the-offline-wage-wars-of-silicon-valley (accessed November 14, 2017).</u>

² Aronowitz, "The Off Line Wage Wars of Silicon Valley"; Gabriel Thompson, "How Students in San Jose Raised the Minimum Wage, *The Nation*, December 17, 2012, <u>www.thenation.com/article/how-students-san-jose-raised-minimum-wage</u> (accessed November 14, 2017).

³ John Woolfolk, "San Jose Voters Embrace Minimum Wage Hike," *San Jose Mercury News*, November 6, 2012, <u>www.mercurynews.com/ci_21943918/san-jose-minimum-wage-hike-leads-early-returns (accessed November 17, 2017).</u>

⁴ Scott Myers-Lipton and Patrick Quyo, "San Jose Minimum Wage: A Year-Old Success Story," *San Jose Mercury News*, March 10, 2014, <u>https://www.mercurynews.com/2014/03/10/san-jose-minimum-wage-a-year-old-success-story</u> (accessed November 17, 2017); Bruce Druzin, "Berkeley Study: Here's How SJ Minimum Wage Raise Impacted Restaurants," *Silicon Valley Business Journal*, November 30, 2016, <u>www.bizjournals.com/sanjose/news/</u>2016/11/30/heres-how-sj-minimum-wage-impacted-restaurants.html (accessed November 17, 2017).

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