

**LEGISLATIVE DIGEST**

[Administrative Code - Retiree Health Care Trust Fund]

**Ordinance amending the Administrative Code to identify members of the Retiree Health Care Trust Fund Board as City officers; to provide the members with health insurance coverage through the San Francisco Health Service System; and to exclude Retiree Health Care Trust Fund contracts from the Administrative Code, Section 21.02, definition of services.**

Existing Law

Charter Section 12.202 states that members of the San Francisco Health Service System (Health Service System) shall consist of all officers and permanent employees of the City and County, the Unified School District, the Community College District, and such other officers, employees, dependents and retirees as provided by ordinance. Administrative Code 16.700 lists the City boards and commissions for which the Health Service System provides subsidized health insurance coverage.

Administrative Code Section 1.50 defines who is a City officer.

Administrative Code Chapter 21 governs the acquisition of goods and services for City contracts. Section 21.02 defines the scope of services covered and excludes services related to employee benefits, including health plans, retirement or deferred compensation benefits, insurance and flexible accounts, provided by or through the Health Service System or the San Francisco Employees' Retirement System Board (Retirement Board).

Amendments to Current Law

This Ordinance amends the Administrative Code to:

- Define members of the Retiree Health Care Trust Fund Board as City officers.
- Provide members of the Retiree Health Care Trust Fund Board with health insurance coverage through the Health Service System.
- Confirm that Retiree Health Care Trust Fund contracts for goods and services are excluded from the Chapter 21 definition of services in the same manner that contracts with the Health Service System and the Retirement Board are excluded.

Background Information

In 2009, the voters passed Proposition B which established the Retiree Health Care Trust Fund to fund the City's, the Unified School District's and the Community College District's retiree health care costs. This Ordinance revises the Administrative Code to ensure that the Retiree Health Care Trust Fund is treated similarly to the Health Service System and the Retirement Board with respect to City contracting and health insurance coverage.