Committee I	tem No	<u> </u>
Board Item I	No.	

## **COMMITTEE/BOARD OF SUPERVISORS**

AGENDA PACKET CONTENTS LIST

Committee: Rules	Date	2/2/11
Board of Supervisors Meeting	Date	
Cmte Board		
Motion Resolution Ordinance Legislative Digest		
Budget Analyst Report Legislative Analyst Report Youth Commission Report Introduction Form (for hearings)		
Department/Agency Cover Letter MOU Grant Information Form Grant Budget Subcontract Budget	r and/or Repoi	<b>1</b>
Contract/Agreement Award Letter Application Public Correspondence		
OTHER (Use back side if additional space   Charter Amendment   Cha	·	
	Date <u>1/30/11</u>	

An asterisked item represents the cover sheet to a document that exceeds 25 pages. The complete document is in the file.

[Charter - Analyzing proposed legislation that may result in a net job loss]

### CHARTER AMENDMENT

<b>PROPOSITION</b>	

Describing and setting forth a proposal to the qualified voters of the City and County of San Francisco to amend the Charter of the City and County of San Francisco by adding Section 2.118, to require the Board of Supervisors to wait at least 60 days before adopting an ordinance that may result in a significant net loss of jobs in San Francisco, and to refer the ordinance to the Small Business Commission and Planning Commission for analysis.

The Board of Supervisors hereby submits to the qualified voters of the City and County, at an election to be held on June 5, 2012, a proposal to amend the Charter of the City and County by adding Section 2.118 to read as follows:

NOTE:

Additions are <u>single-underline italics Times New Roman</u>; deletions are <u>strike through italics Times New Roman</u>.

# SEC. 2.118. PROPOSED LEGISLATION AND ITS IMPACT ON JOBS.

- (a) If the Controller, in his or her sole discretion, determines that a proposed ordinance introduced at the Board of Supervisors is, if adopted, likely to have a material economic impact on San Francisco and result in a significant net loss of jobs, and if the Controller reports that determination to the Board of Supervisors, the Board may not finally adopt the ordinance for at least 60 days from the date the Controller submits the determination.
- (b) The Clerk of the Board shall transmit the ordinance and the Controller's determination to the Small Business Commission and/or the Planning Commission, and any other City department or agency identified by the Board of Supervisors, for report to the Board on the measure's impact on the creation or retention of jobs in the City.
- (c) The provisions of this Section shall not apply to: emergency ordinances; measures to be submitted to the voters; budget legislation, including amendments to existing fee ordinances

Mayor Lee BOARD OF SUPERVISORS accompanying the annual budget, and the annual appropriations and salary ordinances or amendments to them; and ordinances approving transactions, settlements of claims or litigation, or collective bargaining agreements.

(d) The Board of Supervisors, in consultation with the Mayor, shall provide by ordinance for rules and guidelines governing the implementation of this Section. The Board of Supervisors shall adopt such ordinance no later than November 1, 2012.

(e) The City's failure to comply with the requirements of this Section shall not provide a basis to invalidate any legislation otherwise subject to this Section or any City action based on such legislation.

APPROVED AS TO FORM:

DENNIS J. HERRERA, City Attorney

By:

THOMAS J. OWEN Deputy City Attorney

# LEGISLATIVE DIGEST (Second Draft, dated 1/26/2012)

[Charter - Analyzing proposed legislation that may result in a net job loss]

A proposal to amend the Charter of the City and County of San Francisco at an election to be held on June 5, 2012 by adding Section 2.118, to require the Board of Supervisors to wait at least 60 days before adopting an ordinance that may result in a significant net loss of jobs in San Francisco, and to refer the ordinance to the Small Business Commission and Planning Department for analysis.

### **Existing Law**

Currently, there is no law that requires special review of legislation that may result in a net job loss.

## Amendments to Current Law

The proposal is a charter amendment that would provide for additional review of legislation that might result in a significant net job loss in San Francisco.

Under the proposal, if the Controller determined that a proposed ordinance introduced at the Board of Supervisors was likely to have a material economic impact on San Francisco and result in a significant net loss of jobs, and reported that determination to the Board of Supervisors, the Board would have to wait at least 60 days before finally adopting the ordinance.

During the 60-day hold, the Clerk of the Board would send the ordinance to the Small Business Commission and/or the Planning Department, and any other City department selected by the Board, for a report on the impact of the proposed legislation on the creation or retention of jobs in the City.

The new procedure would not apply to: emergency ordinances; measures to be submitted to the voters; budget legislation, including amendments to existing fee ordinances accompanying the annual budget, and the annual appropriations and salary ordinances or amendments to them; and ordinances approving transactions, settlements of claims or litigation, or collective bargaining agreements.

The charter amendment would direct the Board of Supervisors and the Mayor to prepare and adopt an ordinance setting additional rules and guidelines for the jobs review process. The ordinance would be due by November 1, 2012.

A court could not set aside a City ordinance solely on the basis that the City failed to carry out the jobs review process.

The Second Draft, dated 1/24/2012, differs in a number of respects from the First Draft on file, dated 12/13/2011.

Overall, the Second Draft streamlines the proposal and reduces the level of detail set in the Charter, and instead requires the Mayor and the Board to adopt an ordinance establishing procedures for implementing the amendment.

The Second Draft eliminates the provision requiring the President of the Board of Supervisors initially to identify legislation that would be subject to review under the proposal. The Controller's identification of an ordinance as likely to result in a net job loss, which was the second step in the process as originally proposed, would now trigger the referrals and review. The Second Draft also specifies "material" economic impact and "significant" net job loss as the relevant standards.

The Second Draft provides for referrals of subject ordinances to Planning and other City departments, in addition to referrals to the Small Business Commission. The Second Draft eliminates the provisions that specify that the Small Business Commission may submit alternative legislation, to be heard by the Board at the same meeting as the original ordinance, but the Second Draft would not prohibit such actions.

Executive Director Tim Paulson

President Mike Casev Unite Here 2

Secretary Treasurer Olga Miranda SEJU 87

VP for Political Activities Conny Ford OPEIU 3

VP for Affiliate Support Larry Mazzola, Sr. Plumbers 38

VP for Community Activities Howard Wallace Pride at Work

**Executive Committee** Alan Benjamin OPEIU 3

Rafael Cabrera TWU 250-A

Vince Courtney Laborers 261

F.X. Crowley IATSE 16

Sanjay Garla AFSCME 3299

Gus Goldstein AFT 2121

Art Gonzalez IAM 1414

Maria Guillen SEIU 1<u>0</u>21

Michael Hardeman Sign & Display 510

Dennis Kelly United Educators of SF

Gunnar Lundeberg Sailors Union of the Pacific

Rosa Faye Marshall

Frank Martin del Campo

Larry Mazzola, Jr. Plumbers 38

Robert Morales Teamsters 350

Bob Muscat IFPTE 21

Ken Oku Operating Engineers 3

Thomas O'Connor

John O'Rourke IBEW &

Fred Pecker ILWU 6

Eileen Prendiville California Nurses Association

Michael Sharpe **UFCW 648** 

Michael Theriault SF Building Trades Council

John Ulrich UFCW 5

James Wright SEIU 1877

Sergeant at Arms Hene Kelly United Educators of SF

Ron Lewis, IBEW 6 David Williams, SEIU 1021 Claire Zvanski, IFPTE 21

Secretary Treasurer Emeritus Walter L. Johnson



Educate. Empower.

January 25, 2012

Supervisor David Campos City Hall 1 Dr. Carlton B. Goodlett Place Room 279 San Francisco, CA 94102

Mayor's Charter Legislation Regarding Jobs - OPPOSE RE:

Dear Supervisor Campos:

On Monday night (1/23/12), both the Executive Committee and the delegate body of the San Francisco Labor Council took two unanimous votes to oppose the Charter Amendment proposed by the Mayor's office. This amendment would enshrine in the City's Charter that the Small Business Commission be "authorized to draft alternative legislation" if the Controller determines that a proposed piece of legislation "will result in a net job loss."

We oppose this proposal for a variety of reasons starting with acknowledgement that this undermines the legislative duties and function of the Board of Supervisors.

But most importantly this legislation implies the false premise that the Small Business Commission is the caretaker for determining what constitutes job creation and what good jobs mean to our economy. A long list of workers rights legislation passed by the Supervisors over the last 15 years, such as the historic Health Care Security Ordinance, the Sweat Free Ordinance, Minimum Compensation, Sick Days, and Minimum Wage, for example, (all which were passed unanimously or by a supermajority of the Board) were opposed by this Commission.

This would be a much different town if this proposal had been in the Charter. Despite the constant cry that these pieces of legislation are "job killers" study after study have shown that these historic pieces of legislation have not resulted in job loss. The above referenced legislation and others have raised the bar for workers who live in poverty and, frankly, need to have better jobs in order to survive in San Francisco.

The proposed Charter Amendment would have the effect of tipping the scale in favor of the business community on legislation related to economic development and quality jobs. Such an imbalance is contrary to San Francisco's history and values.

The irony of seeing legislation like this proposed in liberal, compassionate San Francisco is that this tool is right out of the Tea Party/Republican handbook. The core of their beliefs is that any regulation of business is a "job killer" — a tactic used to scare the unemployed and poor.

As the rest of the country is moving toward fighting for the 99% and making the 1% accountable to fixing this economy and creating jobs, San Francisco is moving in the other direction.

At a time we should be moving forward in improving the quality of jobs in San Francisco, this legislation will move us in reverse. Please vote against putting this proposal on the ballot.

Sincerely,

EXECUTIVE DIRECTOR

Executal Compo

Kany Mazzoh en

Ween M Prendulle

AFT2121

Plumbers Local 38

Plumbers Local 38

SALLORS' UNION OF THE PACIFIC

CNA

SEIV Local 1021

Local ZI 1FPTE

TAMAW LOCAL 1919

INTSE COCULTY

Food Perless Joseph 6 Roser F. Marshard Chine



Fw: Letter from Small Business Commission re: Charter Amendment
Chris Schulman to: Angela Calvillo 01/26/2012 12:19 PM

Cc: Linda Wong

Angela,

Please add this corrected copy to the official record.

I appreciate your call.

Chris

Chris Schulman | Senior Policy Analyst/Commission Secretary | Office of Small Business chris.schulman@sfgov.org | D: 415.554.6408 | O: 415.554.6134 | F: 415.558.7844 City Hall, Suite 110 | San Francisco, CA 94102

---- Forwarded by Chris Schulman/MAYOR/SFGOV on 01/26/2012 12:10 PM -----

From:

Chris Schulman/MAYOR/SFGOV

To:

Jane Kim/BOS/SFGOV@SFGOV, Mark Farrell/BOS/SFGOV@SFGOV, David

Campos/BOS/SFGOV@SFGOV

Cc:

Matthias Mormino/BOS/SFGOV@SFGOV, Sunny Angulo/BOS/SFGOV@SFGOV, Margaux

Kelly/BOS/SFGOV@SFGOV, Catherine Stefani/BOS/SFGOV@SFGOV, Hillary Ronen/BOS/SFGOV@SFGOV, Sheila Chung Hagen/BOS/SFGOV@SFGOV, Angela Calvillo/BOS/SFGOV@SFGOV, Linda Wong/BOS/SFGOV@SFGOV, Regina

Dick-Endrizzi/MAYOR/SFGOV@SFGOV, Jason Elliott/MAYOR/SFGOV@SFGOV

Date:

01/26/2012 11:39 AM

Subject:

Letter from Small Business Commission re: Charter Amendment

Honorable Supervisors,

Please kindly see the attached letter from Director Dick-Endrizzi regarding the proposed "Analyzing Proposed Legislation in Relation to Net Job Loss" Charter Amendment that is being heard before the Rules Committee today. This letter is in response to the San Francisco Labor Council letter dated January 25, 2012.

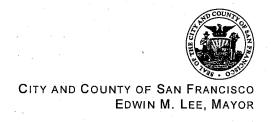
Regards,

Chris Schulman | Senior Policy Analyst/Commission Secretary | Office of Small Business chris.schulman@sfgov.org | D: 415.554.6408 | O: 415.554.6134 | F: 415.558.7844 City Hall, Suite 110 | San Francisco, CA 94102



111331\_SBC letter to rules.pdf





January 26, 2012

Honorable Members of the Rules Committee Board of Supervisors City Hall room 244 1 Carlton B. Goodlett Place San Francisco, CA 94102-4694

# Re: File No. 111331 [Charter Amendment - Analyzing Proposed Legislation in Relation to Net Job Loss]

Dear Supervisors:

This letter is in response to the San Francisco Labor Council letter dated January 25, 2012.

While the Small Business Commission (SBC) respects the viewpoints of all stakeholders, the Commissions record in voting on legislation referenced in the Labor Councils letter is distorted and inaccurate. The Labor Council also indicated that all referenced ordinances were passed unanimously or by a super-majority of the Board of Supervisors. In fact, several of the laws were passed by the voters and were not before the Board. In order to provide your Committee with accurate facts, I have summarized the Commissions position on each referenced law.

#### **Health Care Security Ordinance**

The SBC voted unanimously to oppose the 2008 ordinance.

#### **Sweat Free Procurement Ordinance**

This ordinance was not heard at the Commission, therefore the SBC took no position on this policy.

### **Minimum Compensation Ordinance**

This ordinance was not heard at the Commission, therefore the SBC took no position on this policy.

**Proposition F- Paid Sick Leave** 





CITY AND COUNTY OF SAN FRANCISCO EDWIN M. LEE, MAYOR

This ordinance was heard by the Commission. The Commission voted 3-2 to oppose this law with 2 commissioners absent. Since 4 votes are required to pass a motion, the Commission took no position on this ordinance. This ordinance was passed by the voters and was not voted on at the Board of Supervisors.

### Proposition L- Minimum Wage Ordinance

This ordinance was not heard at the Commission, therefore the SBC took no position on this policy. This ordinance was passed by the voters through signature petitions and was not voted on at the Board of Supervisors.

The Small Business Commission has a strong record of working with the Board of Supervisors and in supporting laws and other policy measures that are proposed by the Board. In fact, over 90% of proposed ordinances that the Commission made a recommendation on in the past two years have been recommended for approval, or recommended for approval with modifications.

The Commission also has a strong record of working with stakeholders throughout the legislative process and looks forward to continuing this practice.

Sincerely,

Regina Dick-Endrizzi

Director, Office of Small Business

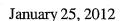
ZMDick Enderzo

cc. Jason Elliot, Office of Mayor Ed Lee

Angela Calvillo, Clerk of the Board of Supervisors

Ben Rosenfield Controller

Monique Zmuda Deputy Controller



Ms. Angela Calvillo Clerk of the Board of Supervisors 1 Dr. Carlton B. Goodlett Place Room 244 San Francisco, CA 94102-4689

RE: File 111331 - Charter amendment requiring review of proposed legislation

BOARD OF SUPERVISORS
2012 JAN 26 AM 9: 42

Dear Ms. Calvillo,

Should the proposed charter amendment be approved by the voters, in my opinion, it would have a minimal impact on the cost of government.

The amendment provides for referral of certain legislation by the President of the Board of Supervisors to the Controller's Office for review. The Controller's Office determination as to whether referred legislation may result in a net job loss would subsequently trigger submission of alternative legislation by the Small Business Commission and required public hearing processes on the proposals. In general, the City departments affected by these changes already have staff who can perform the necessary analyses and processes as part of their job responsibilities.

Sincerely,

Controller

Note: This analysis reflects our understanding of the proposal as of the date shown. At times further information is provided to us which may result in revisions being made to this analysis before the final Controller's statement appears in the Voter Information Pamphlet.

	*
	-
	• .