[Administrative Code - Local Hiring Policy - Extending the Periodic Review and Mandatory Participation Level]

Resolution amending the Administrative Code to extend the periodic review of the City's Local Hiring Policy and to determine a mandatory participation level for the Policy.

WHEREAS, The San Francisco Local Hiring Policy for Construction ("Policy"), Section 6.22(G) of the Administrative Code, requires that contracts issued by the City for construction contain mandatory participation levels of San Francisco residents; and

WHEREAS, The Policy requires that the Office of Economic and Workforce

Development (OEWD), in coordination with the Controller's Office, evaluate the impact of existing mandatory participation levels to (i) determine whether there is a sufficient supply of qualified unemployed resident workers to meet the escalation rate set forth in the Policy; (ii) assess the length of time required for each trade to develop a pool of qualified resident workers sufficient to support a 50% mandatory participation target; and (iii) make relevant findings in support of those determinations, and, if necessary, propose amendments to the mandatory participation level by trade; and

WHEREAS, OEWD issued San Francisco Local Hiring Policy for Construction Annual Reports for the years 2011-2012 and 2012-2013, which are on file with the Clerk of the Board of Supervisors in File No. 140091, and San Francisco Local Hiring Policy for Construction Annual Report for the year 2013-2014, which is on file with the Clerk of the Board of Supervisors in File No. 150160; and

WHEREAS, To facilitate that review the Mayor convened the Mayor's Construction Workforce Advisory Committee consisting of the City Administrator, Department Heads, representatives of the construction industry, representative of the trades, and representatives

of community organizations. The Advisory Committee met on seven occasions in 2013, and reviewed and considered information and presentations of data, including the Labor Market Analysis of San Francisco Construction Industry Final Report, dated October 15, 2013, which is on file with the Clerk of the Board of Supervisors in File No. 140091; and

WHEREAS, The Advisory Committee issued recommendations for City Construction Policies in 2013, which included the recommendation that the City extend the Policy review period for an additional 12 months to conduct further retrieval and analysis of payroll data collected through the City's project reporting system, and that the City maintain the current mandatory local hire percentage at 30% during the extended Policy review period; and

WHEREAS, The Policy provides that the Board of Supervisors shall fix and determine amendments to the mandatory participation level by resolution; and

WHEREAS, The City enacted Resolution No. 080-14 on March 21, 2014, which reset the mandatory participation level to 30% and extended the Policy review period for 12 months, ending March 24, 2015; and

WHEREAS, The Advisory Committee met on two occasions in 2014, and reviewed and considered information and presentations of data, including the 2013-2014 San Francisco Local Hiring Policy for Construction Annual Report; and

WHEREAS, The Advisory Committee issued recommendations for City Construction Policies in 2014, which included the recommendation that the City extend the Policy review period for an additional 24 months, through March 24, 2017, to conduct further retrieval and analysis of payroll data collected through the City's project reporting system, and that the City maintain the current mandatory local hire percentage at 30% during the extended Policy review period; and

WHEREAS, OEWD and the Advisory Committee are committed to increasing the pipeline for apprenticeships in the City and continuing in their efforts of working with

disadvantaged communities as well as the San Francisco Unified School District to achieve the goals of the Policy; now, therefore, be it

RESOLVED, That Administrative Code Section 6.22(G) is amended as follows:

SEC. 6.22. PUBLIC WORK CONSTRUCTION CONTRACT TERMS AND WORKING CONDITIONS.

(G) **Short Title.** This subsection 6.22(G) shall be known as and may be cited as the San Francisco Local Hiring Policy for Construction ("Policy").

(4) Local Hiring Requirements.

Year After Effective Date* That Contract Is Advertised for Bids	Mandatory Participation Level For Project Work Hours
0	20%
1	25%
2	30%
Periodic Review	Periodic Review
3	30%
Periodic Review	Periodic Review
4	35% <u>30%</u>
5	40% <u>30%</u>
<u>Periodic Review</u>	<u>Periodic Review</u>
6	45% <u>35%</u>
Periodic Review 7	Periodic Review 40%
7 <u>8</u>	50% <u>45%</u>

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<u>Periodic Review</u>	<u>Periodic Review</u>
<u>9</u>	<u>50%</u>

^{*} The Effective Date is March 25, 2010.

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City and County of San Francisco Tails

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Resolution

File Number:

150160

Date Passed: March 17, 2015

Resolution amending the Administrative Code to extend the periodic review of the City's Local Hiring Policy and to determine a mandatory participation level for the Policy.

March 12, 2015 Rules Committee - RECOMMENDED AS COMMITTEE REPORT

March 17, 2015 Board of Supervisors - ADOPTED

Ayes: 10 - Avalos, Breed, Campos, Christensen, Cohen, Farrell, Kim, Mar, Tang

and Yee

Excused: 1 - Wiener

File No. 150160

I hereby certify that the foregoing Resolution was ADOPTED on 3/17/2015 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board