1	[Administrative Code - Ban on City-Funded Travel to and City Contracts Involving States W Anti-LGBT Laws]
2	
3	Ordinance amending the Administrative Code to prohibit City-funded travel to states
4	that have enacted laws after June 26, 2015, reversing anti-discrimination protections
5	for LGBT individuals or permitting discrimination against LGBT individuals, and to
6	prohibit City contracting with companies headquartered in states that have enacted
7	such laws, or where work on the contract would be performed in such states.
8	NOTE: Unchanged Code text and uncodified text are in plain Arial font.
9	Additions to Codes are in <u>single-underline italics Times New Roman font</u> . Deletions to Codes are in <u>strikethrough italics Times New Roman font</u> .
10	Board amendment additions are in double-underlined Arial font. Board amendment deletions are in strikethrough Arial font.
11	Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.
12	
13	Be it ordained by the People of the City and County of San Francisco:
14	
15	Section 1. The Administrative Code is hereby amended by Adding Chapter 12X, to
16	read as follows:
17	
18	CHAPTER 12X: PROHIBITING CITY TRAVEL AND CONTRACTING IN STATES THAT
19	ALLOW DISCRIMINATION AGAINST LGBT INDIVIDUALS
20	SEC. 12X.1. Findings and Purpose.
21	SEC. 12X.2. Definitions.
22	SEC. 12X.3. Covered State List.
23	SEC. 12X.4. Travel.
24	SEC. 12X.5. Contracting.
25	SEC. 12X.6. Rules and Regulations.

SEC. 12X.7. Preemption.

SEC. 12X.8. Undertaking for the General Welfare.

SEC. 12X.9. Severability.

SEC. 12X.1. FINDINGS AND PURPOSE.

LGBT individuals are entitled to live free from discrimination on the basis of sexual orientation, gender identity, and gender expression. San Francisco has a long history of protecting and promoting the rights of LGBT individuals. San Francisco is also a city open to the free expression and protection of religious views of all kinds.

Since the U.S. Supreme Court's landmark decision in Obergefell v. Hodges on June 26, 2015, recognizing the constitutional right of same-sex couples to marry, states have enacted laws aimed at reducing the legal protections for the LGBT community. In March 2016, North Carolina passed a law nullifying municipal anti-discrimination protections for LGBT individuals in the state. Under the North Carolina law, any existing local LGBT anti-discrimination measure is unenforceable, as would be any future measure adopted by a local government. The law also discriminates against transgender people by requiring them to use public bathrooms that correspond to their biological sex rather than their gender identity. Other states, are considering similar laws. In April 2016, Mississippi enacted a law that would permit discrimination against LGBT individuals if the person choosing to treat LGBT individuals differently claims that the disparate treatment is based on "sincerely held religious beliefs." Such laws have been proposed in other states. The City and County of San Francisco does not support discrimination against LGBT individuals under any circumstances, including when such discrimination is based on religion.

The Board of Supervisors finds that the City should not require its employees, many of whom are LGBT individuals, to be subjected to these discriminatory laws while traveling on City business.

No individual, and certainly no employee of the City while conducting City business, should suffer the

11

12

13

14

15 16

17 18

19

20

21

22

23

24

25

indignity of being denied services on the basis of being lesbian, gay, bisexual, or transgender. The City and the country have moved in the direction of granting more rights and more protections to LGBT individuals. These new laws represent an affront to progress and to the recognition that the LGBT community is entitled to equal treatment under the law.

Further, the City has a strong interest in dissociating itself from the discriminatory practices of states that have enacted or in the future might enact such laws, and from companies that choose to have their headquarters therein. City funds should not be expended, directly or indirectly, in states that perpetuate unequal treatment of the LGBT community. The Board finds that supporting such states through the tax revenue that would result from the expenditure of City funds therein is inconsistent with the principles of equality that San Francisco strives to promote.

SEC. 12X.2. DEFINITIONS.

"City" means the City and County of San Francisco.

"Contract" means an agreement between a Contracting Department and any person or entity that provides, at the expense of the City, for public works or public improvements to be purchased under Chapter 6 of the Administrative Code, or for commodities or services to be purchased under Chapter 21 of the Administrative Code. Notwithstanding the foregoing, "Contract" shall not include:

(a) Agreements for the investment of trust money or relating to the management of trust assets, agreements to invest City moneys in U.S. government securities, or agreements for the investment, deposit, or safekeeping of City moneys, where, for any such agreement, the Treasurer, as a fiduciary of the City, determines that entering into the agreement is in the interest of soundly investing public assets; or

(b) Agreements entered into for underwriting services for the purchase and sale of City bonds, notes, and other forms of indebtedness; or

1	(c) Agreements advertised, solicited, or initiated prior to the Operative Date of this
2	Chapter 12X, including amendments to existing Contracts.
3	"Contracting Department" means the City department, office, board, commission, or other City
4	agency that enters into a Contract on behalf of the City.
5	"Contractor" means any corporation, partnership, individual, sole proprietorship, joint
6	venture, or other legal entity or combination thereof, which enters into a Contract with the City.
7	"Covered State" means any state that after June 26, 2015, has enacted a law that,
8	(a) voids or repeals existing state or local protections against discrimination on the
9	basis of Sexual Orientation, Gender Identity, or Gender Expression, or
10	(b) authorizes or requires discrimination against same-sex couples or their families or
11	that authorizes or requires discrimination on the basis of sexual orientation, gender identity, or gender
12	expression, including any law that creates an exemption to antidiscrimination laws in order to permit
13	discrimination against same-sex couples or their families or on the basis of Sexual Orientation, Gender
14	Identity, or Gender Expression.
15	"Covered State List" means the list maintained by the City Administrator of all states that meet
16	the definition of a Covered State, in accordance with Section 12X.3.
17	"Gender Expression" has the meaning set forth in Section 3304.1(c) of the Police Code.
18	"Gender Identity" has the meaning set forth in Section 3304.1(c) of the Police Code.
19	"Operative Date" means 90 days after the effective date of Chapter 12X.
20	"Sexual Orientation" has the meaning set forth in Section 12B.1(c) of the Administrative Code.
21	
22	SEC. 12X.3. COVERED STATE LIST.
23	The City Administrator shall create and maintain the Covered State List. A state shall be added
24	to the Covered State List when it meets the definition of a Covered State A state shall be removed from

the Covered State List where the law or laws that caused the state to meet the definition of a Covered

25

	State have been repealed or found to be unenforceable by a court of competent jurisdiction. The
	Covered State List shall be posted on the website of the City Administrator, and shall be reviewed and
	updated by the City Administrator at least semiannually.
	SEC. 12X.4. TRAVEL.
	(a) The City shall not:
	(1) Require any of its employees or officers to travel to a state on the Covered State
	List; or
alitication and the property of the state of	(2) Approve a request for City-funded travel to a state on the Covered State List.
	(b) Subsection (a) shall not apply to travel that is:
	(1) necessary for the enforcement of any state or City law;
	(2) necessary for the defense of any legal claim against the City;
	(3) required by law;
	(4) required to meet contractual obligations incurred by the City; or
	(5) necessary for the protection of public health, welfare, or safety.
	(c) For purposes of this Section 12X.4, "travel" does not include landing in a state by plane to
	make a connecting flight to a destination outside that state, or traversing a state by automobile, train,
	bus, or otherwise, to reach a destination outside that state.
	SEC. 12X.5. CONTRACTING.
	(a) The City shall not enter into any Contract with a Contractor that has its United States
www.co.co.dillocolillocolidoco.	headquarters in a state on the Covered State List or where any or all of the work on the Contract will
annimentendentendentendenten	be performed in a state on the Covered State List. Notwithstanding the foregoing sentence, if, during
	the term of a Contract, the Contractor moves its headquarters, or the location from which it will

1	respect to any such grant, subvention, or agreement, provided that the contracting officer has made a
2	good faith attempt to change the terms or conditions of any such grant, subvention, or agreement to
3	authorize application of this Section; or
4	(7) The General Manager of the Public Utilities Commission may waive the
5	requirements of this Section 12X.5 where the Contractor is providing wholesale or bulk water, power,
6	or natural gas, the conveyance or transmission of same, or ancillary services such as spinning reserve,
7	voltage control, or loading scheduling, as required for assuring reliable services in accordance with
8	good utility practice, to or on behalf of the San Francisco Public Utilities Commission; provided that
9	the purchase of same may not practically be accomplished through the City's standard competitive
10	bidding procedures; and further provided that this waiver provision shall not apply to Contractors or
11	franchisees providing direct, retail services to end users within the City.
12	(c) For any determination of nonapplicability, exception, or waiver pursuant to subsection (b),
13	the Contracting Department shall maintain a record documenting the basis for such decision. Each
14	Contracting Department that makes a determination of nonapplicability, exception, or waiver pursuant
15	to subsection (b) shall submit a report to the City Administrator summarizing the Contract and the
16	basis for inapplicability. Such reports shall be submitted annually within 30 days of the end of the
17	fiscal year.
18	(d) The requirements of this Section 12X.5 shall apply to Contracts first advertised, solicited,
19	or initiated on or after the Operative Date.
20	
21	SEC. 12X.6. RULES AND REGULATIONS.
22	The City Administrator may adopt rules, regulations, and guidelines to implement this Chapter
23	<u>12X.</u>

25

SEC. 12X.7. PREEMPTION.

Nothing in this Chapter 12X shall be interpreted or applied so as to create any requirement, power, or duty in conflict with any federal or state law. In Contracts that involve the use of any funds furnished, given, or loaned by the Government of the United States or the State of California, all laws, rules, and regulations of the United States or California or of any federal or State departments relative to the performance of such work and the conditions under which the work is to be performed, shall prevail over the requirements of this Chapter 12X when such laws, rules, or regulations are in conflict.

SEC. 12X.8. UNDERTAKING FOR THE GENERAL WELFARE.

In enacting and implementing this Chapter 12X, the City is assuming an undertaking only to promote the general welfare. It is not assuming, nor is it imposing on its officers and employees, an obligation for breach of which it is liable in money damages to any person who claims that such breach proximately caused injury.

SEC. 12X.9. SEVERABILITY.

If any section, subsection, sentence, clause, phrase, or word of this Chapter 12X, or any application thereof to any person or circumstance, is held to be invalid or unconstitutional by a decision of a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions or applications of the Chapter. The Board of Supervisors hereby declares that it would have passed this Chapter and each and every section, subsection, sentence, clause, phrase, and word not declared invalid or unconstitutional without regard to whether any other portion of this Chapter or application thereof would be subsequently declared invalid or unconstitutional.

Section 2. Renumbering of Chapter and Sections. Existing Chapter 12X of the Administrative Code, consisting of existing Sections 12X.1-12X.9 (with Section 12X.6 having

been repealed), shall be renumbered as Chapter 96B of the Administrative Code, consisting of Sections 96B.1-96B.9 (with Section 96B.6 having been repealed); and any cross-references in the Municipal Code to existing Chapter 12X or its component sections shall be renumbered accordingly. These changes are not made for any substantive reason and shall have no substantive effect. The changes are made solely for the purpose of renumbering the affected chapter and sections, so as to permit this ordinance to be codified in Chapter 12X of the Administrative Code. The City Attorney shall direct the publisher of the Municipal Code to take all appropriate steps to effectuate this provision.

Section 3. Effective and Operative Date.

- (a) This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.
 - (b) This ordinance shall become operative 90 days after the effective date.

APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney

By:

BRADLEY A. RUSSI Deputy City Attorney

nn:\legana\as2016\1600674\01100928.docx



City and County of San Francisco **Tails**

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

Ordinance

File Number:

160425

Date Passed: October 04, 2016

Ordinance amending the Administrative Code to prohibit City-funded travel to states that have enacted laws after June 26, 2015, reversing anti-discrimination protections for LGBT individuals or permitting discrimination against LGBT individuals, and to prohibit City contracting with companies headquartered in states that have enacted such laws, or where work on the contract would be performed in such states.

September 15, 2016 Government Audit and Oversight Committee - RECOMMENDED

September 27, 2016 Board of Supervisors - PASSED ON FIRST READING

Ayes: 10 - Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and

Yee

Excused: 1 - Avalos

October 04, 2016 Board of Supervisors - FINALLY PASSED

Ayes: 11 - Avalos, Breed, Campos, Cohen, Farrell, Kim, Mar, Peskin, Tang, Wiener and Yee

File No. 160425

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 10/4/2016 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Date Approved