[Urging the Office of Labor Standards Enforcement to Administer the Healthy Airport 1 Ordinance in Accordance with Pending Amendments

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Resolution urging the Office of Labor Standards Enforcement to exercise administrative discretion to administer the Healthy Airport Ordinance in accordance with pending amendments.

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WHEREAS, The Healthy Airport Ordinance, Ordinance No. 235-20, operative March 21, 2021, requires certain employers at San Francisco International Airport to offer Covered Employees who are San Francisco Airport Service Employees a platinum-level family health benefit plan at no cost to the employee, or to make contributions for the Covered Employee to an account in the San Francisco City Options program; and

WHEREAS, An employer that complies with the Healthy Airport Ordinance by providing such family health benefits may offer additional gold-level family benefit plans, also at no cost to the Covered Employee; and

WHEREAS, Covered employers and employees have brought to the Board of Supervisor's' attention an unintended consequence of the Healthy Airport Ordinance, which is employers dropping additional health benefit plans to offer only one compliant plan, resulting in Covered Employees losing the option to elect to pay a share of an additional, more expensive plan, which they may prefer to the compliant plan; and

WHEREAS, These stakeholders have requested and Supervisors Mandelman and Walton have introduced an amendment to the Healthy Airport Ordinance to eliminate the disincentive for providing more than one health benefit plan and preserve employee choice by allowing employers that offer additional, more expensive plans to require covered employees who elect those plans to pay a share of the premium costs, limited to the difference in premium costs between the compliant plan and the additional, more expensive plan; and

1	WHEREAS, The Healthy Airport Ordinance is ambiguous regarding who must be
2	covered by family health benefit plans offered under the Ordinance and Supervisors
3	Mandelman and Walton have introduced an amendment to the Healthy Airport Ordinance to
4	clarify who must be covered; and
5	WHEREAS, The Operative Date of the Healthy Airport Ordinance is March 21, 2021,
6	but health insurance is purchased on a month-to-month basis; now, therefore, be it
7	RESOLVED, That the Board of Supervisors urges the Office of Labor Standards
8	Enforcement (OLSE) to exercise administrative discretion to administer the Healthy Airport
9	Ordinance in accordance with the pending amendments; and be it
10	FURTHER RESOLVED, That while the amendments are pending and prior to their
11	effective date, OLSE is urged to not enforce the provision of the Healthy Airport Ordinance
12	requiring additional health benefit plans offered to Covered Employees to be provided at no
13	cost to the employee, so long as that the employer offers at least one compliant plan at no
14	cost to Covered Employees and limits Covered Employees' premium cost share on an
15	additional, more expensive health benefit plan offered to the difference in premium costs
16	between the plans, consistent with the pending amendments; and be it
17	FURTHER RESOLVED, That while the amendments are pending and prior to their
18	effective date, OLSE is urged to interpret the family health benefit plans to require coverage
19	consistent with the pending amendments; and be it
20	FURTHER RESOLVED, That while the amendments are pending and prior to their
21	effective date, OLSE is urged to not enforce the health benefit plan requirements from March
22	21, 2021, the Operative Date of the Healthy Airport Ordinance until April 1, 2021; and be it
23	FURTHER RESOLVED, That OLSE is urged to issue administrative guidance
24	consistent with this Resolution as soon as practical.

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City and County of San Francisco **Tails**

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

Resolution

Fi	ile Number:	210224	Date Passed: March 09, 2021
			ndards Enforcement to exercise administrative discretion to in accordance with pending amendments.
	March 0	9, 2021 Board of Super	visors - ADOPTED
		Ayes: 11 - Chan, Hane Stefani and Walton	y, Mandelman, Mar, Melgar, Peskin, Preston, Ronen, Safai,
	File N	o. 210224	I hereby certify that the foregoing Resolution was ADOPTED on 3/9/2021 by the Board of Supervisors of the City and County of San Francisco.
			Angela Calvillo Clerk of the Board
		Unsigned	3/19/2021
		Mayor	Date Approved
forth in S	Section 3.103 cher approval in	of the Charter, or time in accordance with the	not being signed by the Mayor within the time limit as set waived pursuant to Board Rule 2.14.2, became effective provision of said Section 3.103 of the Charter or Board 3/19/2021 Date
	Clerk of the		Date