PROPOSED

| 1 | ORDINANCE NO. 2018- | | | |
|--------|--|--|--|--|
| 2 | AN ORDINANCE OF THE BOARD OF COUNTY COMMISSIONERS OF BROWARD COUNTY, FLORIDA, | | | |
| 3 | PERTAINING TO THE BROWARD COUNTY LIVING WAGE ORDINANCE; REPEALING AND REPLACING IN THEIR | | | |
| 4 5 | ENTIRETY SECTIONS 26-100 THROUGH 26-102 OF THE BROWARD COUNTY CODE OF ORDINANCES ("CODE") | | | |
| 6 | TO ESTABLISH A LIVING WAGE AND CORRESPONDING HEALTH CARE BENEFIT AMOUNT; PROVIDING FOR DEFINITIONS; PROVIDING THAT THE LIVING WAGE | | | |
| 7 | APPLIES TO ALL NEW AND EXISTING CONTRACTS; PROVIDING FOR THE METHOD TO ADJUST THE LIVING | | | |
| 8 | WAGE AND HEALTH CARE BENEFIT AMOUNT: AND | | | |
| 9 | | | | |
| 10 | (Sponsored by Senator Nan H. Rich and Cosponsored by Commissioner Dale V.C. Holness) | | | |
| 11 | | | | |
| 12 | WHEREAS, for reasons including impacts caused by the recession that began in | | | |
| 13 | December 2007, the Broward County Living Wage Ordinance, as currently codified, does | | | |
| 14 | not ensure that covered employees receive a living wage; and | | | |
| 15 | WHEREAS, the Board of County Commissioners desires, effective | | | |
| 16 | January 1, 2019, to increase the living wage hourly rate, | | | |
| 17 | | | | |
| 18 | BE IT ORDAINED BY THE BOARD OF COUNTY COMMISSIONERS OF | | | |
| 19 | BROWARD COUNTY, FLORIDA: | | | |
| 20 | | | | |
| 21 | Section 1. Sections 26-100 through 26-102 of Article VII of Chapter 26, Broward | | | |
| 22 | County Code of Ordinances, are hereby repealed in their entirety and new | | | |
| 23 | Sections 26-100 through 26-102 are hereby created as follows: | | | |
| 24 | | | | |
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[Underlining omitted]

Sec. 26-100. Title and Legislative Findings.

(a) Title.

Sections 26-100 through 26-105 of Article VII of Chapter 26, Broward County Code, may be cited as the "Broward County Living Wage Ordinance" or the "Living Wage Ordinance."

(b) Legislative findings.

The County awards contracts and leases County property to private companies to provide services to the County and the public. The County has a proprietary interest in the work performed by employees of County service contractors, airline service providers, subcontractors, and County lessees. The wages paid to these employees are often not enough for them to support and care for their families, thereby inhibiting employee retention and negatively impacting the quantity and quality of services rendered by these employees to the County and the public.

Sec. 26-101. Definitions.

As used in the Living Wage Ordinance, reference to one gender shall include the other; use of the plural shall include the singular; and use of the singular shall include the plural. The following definitions apply unless the context in which the word or phrase is used requires a different meaning:

- (a) Airport means the Fort Lauderdale-Hollywood International Airport.
- (b) Airport Terminal Complex means all passenger terminal buildings located at the Airport, whether now existing or developed in the future.

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- (c) Air Carrier means a certificated commercial air carrier that has authority from the appropriate regulatory department of the United States of America, or any other competent authority, to operate in and out of the Airport.
- (d) Airline service provider means any for profit individual, corporation, partnership, limited liability company, joint venture, or similar entity that provides covered airport services as authorized by an airline service provider agreement, and any subcontractor of any such individual or entity regarding the subcontractor's provision of covered airport services.
- (e) Car Rental Center means the facility located within the Airport terminal roadway system designated for rental car concession operations and for pick-up and delivery of customers by nonconcessionaire rental car companies and by Airport users, including any future modifications to this facility.
- (f) Concessionaire means a service contractor awarded a County contract at the Airport Terminal Complex or Car Rental Center for the Duty Free Shop, Food and Beverage, News-General Merchandise-Book Store, and Specialty Retail Shops.
- (g) County means Broward County, a political subdivision of the state of Florida.
 - (h) Covered employee means:
 - (1) Each individual employed by a service contractor for a minimum of twenty (20) hours per week who, during the employment, is or was involved in providing services pursuant to the service contractor's contract with the County, except where the individual's primary compensation is composed of gratuities;

| 1 | (2) | Each individual employed by an airline service provider who, during the |
|----|------------|---|
| 2 | | employment, is or was involved in providing covered airport services |
| 3 | | pursuant to Section 26-101(I). Individuals employed by an airline service |
| 4 | | provider whose primary compensation is composed of gratuities are not |
| 5 | | covered employees, except for wheelchair attendants as described |
| 6 | | in Section 26-101(I)(6); and |
| 7 | (3) | Each County employee who is in a part-time benefit eligible or full-time |
| 8 | | benefit-eligible position, as determined by the County. |
| 9 | (i) | Covered employer means all service contractors and all airline service |
| 10 | providers. | |
| 11 | (j) | County service contracts or service contracts means: |
| 12 | (1) | Contracts awarded by the County pursuant to the County's Procurement |
| 13 | | Code or entered into after a waiver of the Procurement Code that are for |
| 14 | | covered services and where the average annual contract amount exceeds |
| 15 | | One Hundred Thousand Dollars (\$100,000.00) based on the applicable |
| 16 | | procurement solicitation document; |
| 17 | (2) | Contracts, regardless of value, at the Airport Terminal Complex or Car |
| 18 | | Rental Center, awarded to concessionaires, pursuant to Chapter 26, |
| 19 | | "Operational Policy, Aviation," Parts I and II, of the Broward County |
| 20 | | Administrative Code, or pursuant to a waiver of the Operational Policy; and |
| 21 | (3) | Contracts entered into by airline service providers to perform covered |
| 22 | | airport services. |
| 23 | (k) | Covered services means the following services purchased by the County: |
| 24 | (1) | Food preparation or distribution; |
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1 (2) Security services; 2 (3)Routine maintenance services, such as janitorial, cleaning, refuse removal, 3 recycling collections, and other similar services that are needed or that are 4 anticipated to be needed for normal upkeep of facilities during the term of 5 Construction and roofing services shall not be the service contract. 6 considered routine maintenance services; 7 (4) Repair or refinishing services for furniture, fixtures, vehicles, machinery, or 8 equipment, including preventative maintenance replacement of parts, and 9 other activities needed to preserve the asset. Construction and roofing 10 services shall not be considered repair or refinishing services; 11 (5) Clerical or other nonsupervisory office work, whether by temporary or 12 permanent personnel. Such work includes secretarial, typing, data entry, 13 filing, transcription, specialized billing, sorting or completion of forms, and 14 word, data, and information processing; 15 (6)Passenger transportation and automobile parking services. Such services, 16 when provided by or through government entities other than the County, 17 shall not be included in this category; 18 (7) Printing and reproduction services; and 19 (8)Landscaping, lawn, or agricultural services. 20 Covered airport services means the following services: (l) 21 (1) Ground Handling or Ramp Services for Air Carrier. To guide aircraft to a 22 parking position for purposes of loading and unloading passengers, 23 baggage, mail, or cargo from aircraft with required equipment to designated 24 locations on the Airport; accept and process inbound and outbound

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- shipments at designated cargo handling building; and provide lavatory waste services and provisioning of water service for aircraft;
- (2) Ground Equipment Provisioning and Maintenance for Air Carrier. To repair, maintain, and refuel all ground equipment whether owned or leased that is used by an airline service provider or Air Carrier, including, but not limited to, tugs, carts, belt-loaders, aircraft starters, aircraft loading stairs, and airconditioning units. Such ground equipment shall not include automobiles, trucks, or other vehicles designed for use on public streets, either on or off of the Airport;
- (3) Maintenance for Air Carrier. To provide maintenance to an Air Carrier on the aircraft parking aprons located at the terminal buildings;
- (4) In-To-Plane Fuel Service for Air Carrier. To transfer fuel from the Airport's fuel farm to an Air Carrier, and to uplift fuel into the proper locations on the aircraft:
- (5) Passenger Service for Air Carrier. To provide all documents for Air Carrier passengers, cargo, and baggage as may be required by applicable governmental agencies; to provide and handle passenger ticketing and baggage check-in; to furnish linguists for the assistance of passengers speaking a foreign language; to provide assistance for mishandled luggage; and to provide passenger assistance functions in concourses and customs facilities, including, but not limited to, unaccompanied minor services;
- (6) Porter Service for Air Carrier. To handle and transport passenger baggage and other articles of personal property through the terminal buildings and areas, including the United States Federal Inspections areas and

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- (1) Is paid, whether directly or indirectly, from one (1) or more of the County's general fund, enterprise funds, capital project funds, or any other funds to provide covered services to the County pursuant to a service contract;
- (2) Contracts with a service contractor as described in Section 26-101(o)(1) to provide some of the covered services included in the service contract between that service contractor and the County; or
- (3) Is a concessionaire.

Sec. 26-102. Living wage.

- (a) Living wage requirement.
- (1) Living Wage Obligation through December 31, 2018. Through December 31, 2018, each covered employer shall pay each of its covered employees the amount listed in paragraph a. or b. immediately below:
 - a. Living wage rate with health care benefits. A living wage of no less than Twelve Dollars and Thirty-eight Cents (\$12.38) per hour, in addition to health care benefits as described in Section 26-102(d) below.
 - b. Living wage rate without health care benefits. If a covered employer does not offer a covered employee health care benefits, a living wage of no less than Twelve Dollars and Thirty-eight Cents (\$12.38) per hour, plus an additional wage rate of One Dollar and Sixty-one Cents (\$1.61) per hour.
- (2) Living Wage Obligation Effective January 1, 2019, for New Contracts

 Entered Into on or after January 1, 2019. Each covered employer entering into a new service contract on or after January 1, 2019, shall pay each of

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its covered employees the amount listed in paragraph a. or b. immediately below:

- a. Living wage rate with health care benefits. A living wage of no less than Thirteen Dollars and Twenty-seven Cents (\$13.27) per hour, adjusted as provided below, in addition to health care benefits as described in Section 26-102(d) below.
- b. Living wage rate without health care benefits. If a covered employer does not offer a covered employee health care benefits, a living wage of no less than Thirteen Dollars and Twenty-seven Cents (\$13.27) per hour, plus an additional wage rate of One Dollar and Sixty-three Cents (\$1.63) per hour, adjusted as provided below.
- (3) Living Wage Obligation Effective January 1, 2019, for Contracts Entered Into Prior to January 1, 2019, Including Renewals and Extensions Thereof. Commencing January 1, 2019, each covered employer with a service contract entered into prior to January 1, 2019, shall pay each of its covered employees the amount listed in paragraph a. or b. immediately below, subject to the timing contingency stated in paragraph c. immediately below:
 - a. Living wage rate with health care benefits. A living wage of no less than Thirteen Dollars and Twenty-seven Cents (\$13.27) per hour, adjusted as provided below, in addition to health care benefits as described in Section 26-102(d) below.
 - Living wage rate without health care benefits. If a covered employer does not offer a covered employee health care benefits, a living wage of no less than Thirteen Dollars and Twenty-seven Cents (\$13.27)

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per hour, plus an additional wage rate of One Dollar and Sixty-three Cents (\$1.63) per hour, adjusted as provided below.

- C. Timing Contingency. Each covered employer shall continue to pay the living wage rate established in Section 26-102(a)(1), which on January 1, 2019, is adjusted to the following amounts: (a) Twelve Dollars and Sixty Cents (\$12.60) per hour with health care benefits, or (b) Twelve Dollars and Sixty Cents (\$12.60) per hour without health benefits, plus an additional One Dollar and Sixty-three Cents (\$1.63) per hour. The amount shall continue to be paid through the earlier of July 1, 2019, or the date the County and the covered employer enter into a written amendment providing for the County to reasonably mitigate increased labor costs resulting from the December 2018 enactment of the Living Wage Ordinance. Effective July 1, 2019, or such earlier date on which the County and the covered employer enter into the above-referenced written amendment, the covered employer shall pay the living wage rate established in Section 26-102(a)(2) above. Each covered employer shall also, by no later than July 1, 2019, pay to each covered employee additional wages equaling the differential between the amount the covered employee would have received commencing January 1, 2019, under Section 26-102(a)(2) and the actual amount of wages paid to the covered employee through June 30, 2019.
- (b) No pass through. Any increased living wage or health care benefit costs resulting from the Living Wage Ordinance shall not be passed through to the County

- (1) Health care benefit amount. The health care benefit amount required by the Living Wage Ordinance shall, commencing January 1, 2019, consist of payment by a covered employer, or by the County for its employees, of at least One Dollar and Sixty-three Cents (\$1.63) per hour, adjusted as provided below ("health care benefit amount"), towards the provision of health care benefits for a covered employee and dependents.
- (2) Proof of health care benefits. A covered employer must submit a notarized affidavit of compliance as proof of the provision of health care benefits to qualify to pay the living wage rate for covered employees with health care benefits.
- (3) The minimum contribution by a covered employer (or the County for its employees) for health care benefits on a per-hour basis shall be calculated based on a forty (40) hour work week. Hours worked by a covered employee in excess of forty (40) hours per week shall not require additional payments towards the provision of health care benefits.

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- (4) If a covered employer or the County, as applicable, contributes less than the required amount for its covered employee's health care benefits, the difference shall be paid to the covered employee as an additional hourly wage amount.
- (5) If the health care benefits plan provided requires an initial period of employment before a new covered employee becomes eligible for the health care benefits ("eligibility period"), the covered employer or the County, as applicable, shall pay the living wage amount and the additional health care benefit amount during a new covered employee's eligibility period. When the new covered employee is provided health care benefits, the covered employee may qualify to pay the living wage rate applicable for covered employees that are provided health care benefits.
- (6) If the covered employee declines health care benefits, the covered employer may qualify to pay the living wage rate applicable for covered employees that are provided health benefits, provided the covered employer provides to the County written proof of the covered employee's declination.
- (e) Adjusting the living wage and health care benefit amount.

Beginning on January 1, 2020, and thereafter on January 1 of each year, the living wage and health care benefits amount shall be adjusted annually by the lowest of the following three (3) percentages:

(1) The percentage increase in the Consumer Price Index for All Urban Consumers (CPI-U), All Items, Miami-Ft. Lauderdale-West Palm Beach, FL,

calculated by the United States Department of Labor, for the immediately

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- Posting. A copy of the living wage rate shall be posted by the covered (h) employer at the workplace in a prominent place where it can easily be seen by covered employees and shall be furnished to a covered employee within a reasonable time after a request to do so. A copy of the living wage rate shall be posted by the covered employer's subcontractors in a prominent place at the subcontractor's premises where paychecks are distributed and shall also be furnished to a covered employee upon request within a reasonable time after the request is made. Additionally, service contractors shall forward a copy of the requirements of the Living Wage Ordinance to any individual and any entity submitting a bid for a subcontract on any County service contract covered by this article. A covered employer shall also provide the following statement to each covered employee with the employee's first paycheck and every six (6) months thereafter: "You are required by Broward County ordinance to be paid at least [insert applicable rate pursuant to the Living Wage Ordinance] dollars an hour. If you are not paid this hourly rate, contact your supervisor or a lawyer." All notices required by this paragraph shall be printed in English, Spanish, and Creole. The statements shall be provided in the manner set forth below:
 - (1) By printing or stamping the statements on the front of the covered employee's first paycheck or, if the covered employee has direct deposit of his or her pay, the covered employer may print or stamp the statements on the inside or outside of the covered employee's first direct receipt; or
 - (2) By attaching or endorsing the printed or stamped statements with the covered employee's first paycheck or direct deposit receipt and

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subsequently providing a notarized compliance affidavit from the covered employer to the County acknowledging that the statements were provided to the covered employee with his or her first paycheck.

(i) Inconsistency with Applicable Law or Collective Bargaining Agreement. The provisions of the Living Wage Ordinance shall not be applicable to the extent they conflict with federal or state law. Additionally, nothing in the Living Wage Ordinance shall require the payment of any wage where the applicable covered employee is a member of a collective bargaining unit that has collectively bargained for a higher wage.

Section 2. Severability.

If any portion of this Ordinance is determined by any court to be invalid, the invalid portion will be stricken, and such striking will not affect the validity of the remainder of this Ordinance. If any court determines that this Ordinance, in whole or in part, cannot be legally applied to any individual, group, entity, property, or circumstance, such determination will not affect the applicability of this Ordinance to any other individual, group, entity, property, or circumstance.

Section 3. <u>Inclusion in the Broward County Code of Ordinances.</u>

It is the intention of the Board of County Commissioners that the provisions of this Ordinance become part of the Broward County Code of Ordinances as of the effective date. The sections of this Ordinance may be renumbered or relettered and the word "ordinance" may be changed to "section," "article," or such other appropriate word or phrase to the extent necessary in order to accomplish such intention.

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| 1 | Section 4. <u>Effective Date</u> . | | | |
|----|---|--|--|--|
| 2 | This Ordinance is effective as of the date provided by law. | | | |
| 3 | PROPOSED | | | |
| 4 | ENACTED | | | |
| 5 | FILED WITH THE DEPARTMENT OF STATE | | | |
| 6 | EFFECTIVE | | | |
| 7 | Approved as to form and legal sufficiency: | | | |
| 8 | Andrew J. Meyers, County Attorney | | | |
| 9 | D // A le | | | |
| 10 | By <u>/s/ Adam Katzman 10/31/18</u> Adam Katzman (date) | | | |
| 11 | Senior Assistant County Attorney | | | |
| 12 | | | | |
| 13 | By <u>/s/ Andrew J. Meyers</u> 10/31/18 Andrew J. Meyers (date) | | | |
| 14 | County Attorney | | | |
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