

**REPORT OF THE
CHIEF LEGISLATIVE ANALYST**

DATE: June 12, 2017

TO: Honorable Members of the Economic Development Committee

FROM: Sharon M. Tso *SMT*
Chief Legislative Analyst

Council File No: 15-0817
Assignment No: 17-05-0511

SUBJECT: Addendum - Technical Correction to CLA Report: Alignment of the City's Living Wage Policies with the Citywide Minimum Wage

SUMMARY

On June 9, 2017, our Office submitted a report regarding the adjustment of the wage rates of the Living Wage Ordinance to align with the wage rates of the City's Minimum Wage. Since the submittal of the report, our Office acknowledges a technical error in the CLA report dated June 9, 2017 (C.F. 15-0817). The technical correction concerns a calculation error with regard to the reduction of the \$1.25 health benefit, which should be reduced to \$0.73. Therefore, Recommendation 1b should be revised to reflect this change.

RECOMMENDATION

- Adopt the amended Recommendation 1b in lieu of Recommendation 1b in CLA report dated, June 9, 2017:
 - 1b) Revise Section 10.37.3 to reduce the \$1.25 per hour provision of health care benefits to \$0.73 per hour for employees and their dependents effective July 1, 2017, and sunset the \$0.73 per hour provision of health care benefits effective July 1, 2018.