[Administrative Code - Health Service System Plans and Contribution Rates for Calendar Year 2017]

Ordinance approving Health Service System plans and contribution rates for calendar year 2017, and amending the Administrative Code to remove those rates from the Code.

NOTE: Unchanged Code text and uncodified text are in plain Arial font.

Additions to Codes are in single-underline italics Times New Roman font.

Deletions to Codes are in strikethrough italics Times New Roman font.

Board amendment additions are in double-underlined Arial font.

Board amendment deletions are in strikethrough Arial font.

Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco: Section 1. Background and Findings.

- (a) Under Charter Section A8.423, the Health Service Board (HSB) is required to conduct a survey of the ten counties in the State of California, other than the City and County of San Francisco, having the largest populations to determine the "average contribution" made by each such county toward the providing of health care plans, exclusive of dental or optical care, for each employee of such county. The HSB is then required to certify to the Board of Supervisors "the average contribution" as determined by the survey.
- (b) According to the California Department of Finance, the ten most populous counties in the State of California other than San Francisco (in descending order of population) are:

 Los Angeles, San Diego, Orange, Riverside, San Bernardino, Santa Clara, Alameda,

 Sacramento, Contra Costa, and Fresno (collectively, the "Survey Counties").
- (c) On March 10, 2016, based on the Health Service System's survey of each of the Survey Counties, a copy of which is on file with the Clerk of the Board of Supervisors in Board

File No. 160747, the HSB determined that "the average contribution" made by the counties surveyed for the 2017 calendar plan year is \$604.84.

(d) At its meetings of May 12, June 9 and June 21, 2016, the HSB adopted health insurance plans and contribution rates for Health Service System plans to become effective on January 1, 2017, for the calendar plan year January 1, 2017 through December 31, 2017. Said plans and contribution rates are on file with Clerk of the Board of Supervisors in Board File No. 160747, and are incorporated herein by reference.

Section 2. The Board of Supervisors hereby approves the health insurance plans and contribution rates adopted by the HSB on May 12, June 9 and June 21, 2016, as referenced in subsection (d) of Section 1 of this ordinance. The Health Insurance Plans are expected to exceed 10 million dollars in expenditures, and Charter Section 9.118(b) requires Board of Supervisors Approval, which is hereby granted.

Section 3. As referenced in subsection (c) of Section 1 of this ordinance, "the average contribution" under Charter Section A8.423, which shall constitute the monthly amount contributed by participating employers to the Health Service Trust Fund for the calendar plan year January 1, 2017 through December 31, 2017, as required under Charter Section A8.428(b)(2), is \$604.84.

Section 4. The Administrative Code is hereby amended by deleting Section 16.703 in its entirety, as follows:

SEC. 16.703. HEALTH SERVICE SYSTEM; PLAN AND CONTRIBUTION RATES.

Changes in contribution rates adopted by the Health Service Board for the plans of the Health Service System, to become effective on January 1, 2016 for the calendar plan year January 1, 2016 through December 31, 2016, approved by the Health Service Board in actions taken by it on June 11, 2015, which plans and contribution rates are on file with the Clerk of the Board of Supervisors, are hereby approved.

Section 5. Effective Date. 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

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

ERIK A. RAPOPORT Deputy City Attorney

n:\legana\as2016\1500855\01115954.docx



City and County of San Francisco **Tails**

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

Ordinance

File Number:

160747

Date Passed: August 02, 2016

Ordinance approving Health Service System plans and contribution rates for calendar year 2017, and amending the Administrative Code to remove those rates from the Code.

July 20, 2016 Budget and Finance Sub-Committee - RECOMMENDED

July 26, 2016 Board of Supervisors - PASSED ON FIRST READING

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

and Yee

Absent: 1 - Mar

August 02, 2016 Board of Supervisors - FINALLY PASSED

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

Wiener and Yee

File No. 160747

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 8/2/2016 by the Board of Supervisors of the City and County of San Francisco.

Date Approved