MEMORANDUM

TTC

Agenda Item No. 2(A)

TO:

Honorable Chairman Jean Monestime

and Members, Board of County Commissioners

DATE:

November 10, 2016

FROM:

Abigail Price-Williams

County Attorney

SUBJECT:

Resolution establishing

minimum wage requirements for Airport concession agreements; directing the County Mayor to

execute amendments to concession agreements at Miami International Airport to include minimum wage requirements; directing the County Mayor to consider termination of such concessions for convenience in the event concessionaires are unwilling to execute such amendments; directing the County Mayor to include minimum wage requirements in all future Airport concession bids or proposals, or as a precondition of any extension of any existing concession agreement; and

directing the County Mayor to report to the Board within 120

days as to any concession

agreements which are unable to be amended

The accompanying resolution was prepared and placed on the agenda at the request of Prime Sponsor Chairman Jean Monestime.



MEMORANDUM

(Revised)

	TO:	Honorable Chairman Jean Monestime	DATE:	December 6, 2016	
	FROM:	and Members, Board of County Commissioners Abigail Price-Williams County Attorney	SUBJECT:	Agenda Item No.	
	Ple	ease note any items checked.			
	·				
		"3-Day Rule" for committees applicable if	raised		
		6 weeks required between first reading and public hearing			
		4 weeks notification to municipal officials required prior to public hearing			
		Decreases revenues or increases expenditures without balancing budget			
-		Budget required			
-		Statement of fiscal impact required			
-	<u>_</u>	Statement of social equity required			
-		Ordinance creating a new board requires de report for public hearing	etailed County I	Mayor's	
_		No committee review	·		
_	 .	Applicable legislation requires more than a 3/5's, unanimous) to approve	majority vote (i.	.e., 2/3's,	
_		Current information regarding funding sour balance, and available capacity (if debt is co	rce, index code a ntemplated) req	and available uired	

Approved		<u>Mayor</u>	Agenda Item No.
Veto	<u> </u>		12-6-16
Override			

RESOLUTION NO.

RESOLUTION **ESTABLISHING MINIMUM** WAGE REQUIREMENTS FOR **AIRPORT** CONCESSION AGREEMENTS: DIRECTING THE COUNTY MAYOR OR COUNTY MAYOR'S DESIGNEE TO **EXECUTE** AMENDMENTS TO CONCESSION AGREEMENTS INTERNATIONAL **AIRPORT** TO INCLUDE MINIMUM WAGE REQUIREMENTS; DIRECTING THE COUNTY MAYOR OR COUNTY MAYOR'S DESIGNEE TO CONSIDER TERMINATION OF SUCH CONCESSIONS FOR CONVENIENCE IN THE EVENT CONCESSIONAIRES ARE UNWILLING TO EXECUTE SUCH AMENDMENTS: DIRECTING THE COUNTY MAYOR AND COUNTY MAYOR'S DESIGNEE TO INCLUDE MINIMUM WAGE REQUIREMENTS IN ALL FUTURE AIRPORT CONCESSION BIDS OR PROPOSALS, OR AS A PRECONDITION OF ANY **EXTENSION** OF ANY **EXISTING** CONCESSION AGREEMENT; AND DIRECTING THE COUNTY MAYOR OR COUNTY MAYOR'S DESIGNEE TO REPORT TO THE BOARD WITHIN 120 DAYS AS TO ANY CONCESSION AGREEMENTS WHICH ARE UNABLE TO BE AMENDED

WHEREAS, Miami-Dade County (the "County") has entered into lease and concession agreements with numerous concessionaires at Miami International Airport ("the Airport"); and

WHEREAS, the County's Living Wage Ordinance does not apply to Airport concessionaires; and

WHEREAS, many concessionaires only pay their employees on site at the Airport the State minimum wage; and

WHEREAS, the employees of these concessionaires deserve higher wages; and WHEREAS, employees making the State minimum wage are under tremendous financial pressure in Miami-Dade County; and

WHEREAS, employees making the State minimum wage are likely unable to afford to own a home, and are likely to spend a disproportionate share of their income on rent; and

WHEREAS, airports throughout the nation have required concessionaires to pay wage rates in excess of the minimum wage, with little or no impact on airport revenues; and

WHEREAS, employees who make more than the State minimum wage are more likely to stay with their employer, and are likely to provide better customer service; and

WHEREAS, it is a policy of this Board that public facilities such as the Airport be used as an engine to drive prosperity throughout the community, including to the employees of concessionaires; and

WHEREAS, future lease and concession agreements at the Airport should include requirements providing for payments of wages in excess of the State minimum wage; and

WHEREAS, to the maximum extent possible, existing lease and concession agreements at the Airport should be amended to include a requirement that Concessionaires pay their workers in excess of the State minimum wage; and

WHEREAS, certain lease and concession agreements at the Airport contain termination without cause provisions, which may be exercised in the event that a concessionaire refuses to amend a lease and concession agreement; and

WHEREAS, certain lease and concession agreements contain extension provisions or options to renew, which are discretionary on the part of the County, and which the County should not exercise in the event concessionaires have refused to amend their agreements,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF MIAMI-DADE COUNTY, FLORIDA, that:

Section 1. The foregoing recitals are incorporated in this resolution, are approved, and constitute factual findings of the Board of County Commissioners.

Section 2. This Board hereby defines the Airport concession minimum wage ("Airport Concession Minimum Wage") as follows: a wage of no less than \$15.00 per hour. Compliance with this Airport Concession Minimum Wage requirement may be achieved by paying a combination of wages and qualifying health benefits ("Qualifying Health Benefits") as that term is defined in Section 2-8.9 of the County Code. Employees performing work under the authority of Airport lease and concession agreements that qualify to be paid as tipped wage earners under the Florida Minimum Wage Act shall be paid a minimum wage that is 62.5 percent of the \$15.00 per hour minimum wage established by this resolution. Airport lease and concession agreements shall specify that this wage escalates by the same percentages and on the same schedule as the County's Living Wage Ordinance, Section 2-8.9 of the Code of Miami-Dade County. Concessionaires shall be required to submit an affidavit under oath or affirmation certifying that they will comply with the Airport Concession Minimum Wage requirements of Airport lease and concession agreements during the term of such lease and concession agreements. Submission of such affidavit to the County shall be a condition of award or if applicable, to the extension of the term of an Airport lease and concession agreement. The County Mayor or County Mayor's designee shall include language in the specifications of prospective solicitations for Airport lease and concession agreements to give effect to the intent of this resolution The County Mayor or County Mayor's designee is directed to develop standard form language to incorporate into Airport lease and concession agreements to provide for these requirements, and to provide for a contractual means of enforcing these requirements.

Section 3. The County Mayor or County Mayor's designee shall not issue any invitations to bid, requests for proposals, or requests for qualifications for any concession at the Airport unless that invitation or request complies with the requirements of Section 2 of this resolution. The County Mayor or County Mayor's designee shall not extend any existing lease and concession agreement unless the concessionaire has amended its lease and concession agreement to comply with the requirements of Section 2 of this resolution. The County Mayor or County Mayor's designee shall not provide any additional concession locations to any concessionaire, excluding those locations which were part of the original procurement for such concession, unless the concessionaire has amended its lease and concession agreement to comply with the provisions of Section 2 of this resolution.

Section 4. The County Mayor or County Mayor's designee is directed to negotiate with existing concessionaires to amend existing lease and concession agreements to include provisions which comply with the requirements of this resolution. Where a concessionaire refuses to amend its lease and concession agreement, and that lease and concession agreement provides for termination for convenience or termination without cause, the County Mayor or County Mayor's designee shall consider termination of such lease and concession agreement. In the event that the County Mayor or County Mayor's designee determines that amendment or termination of an existing concession is not in the best interest of Miami-Dade County, or if a concessionaire refuses to amend its existing lease and concession agreement and that concessionaire's agreement does not contain a termination for convenience or without cause provision, the County Mayor shall report such determination or result to the Board within 120 days of the effective date of this resolution.

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The Prime Sponsor of the foregoing resolution is Chairman Jean Monestime.

It was offered by Commissioner

, who moved its adoption. The motion

was seconded by Commissioner

and upon being put to a vote, the vote was

as follows:

Jean Monestime, Chairman

Esteban L. Bovo, Jr., Vice Chairman

Bruno A. Barreiro

Jose "Pepe" Diaz

Sally A. Heyman Dennis C. Moss

Sen. Javier D. Souto

Juan C. Zapata

Daniella Levine Cava

Audrey M. Edmonson

Barbara J. Jordan

Rebeca Sosa

Xavier L. Suarez

The Chairperson thereupon declared the resolution duly passed and adopted this 6th day of December, 2016. This resolution shall become effective upon the earlier of (1) 10 days after the date of its adoption unless vetoed by the County Mayor, and if vetoed, shall become effective only upon an override by this Board, or (2) approval by the County Mayor of this Resolution and the filing of this approval with the Clerk of the Board.

MIAMI-DADE COUNTY, FLORIDA BY ITS BOARD OF COUNTY COMMISSIONERS

HARVEY RUVIN, CLERK

By:_____ Deputy Clerk

Approved by County Attorney as to form and legal sufficiency.

DV

David M. Murray