Workforce Investment San Francisco

Local Workforce Investment Board for the City and County of San Francisco

| Minutes Of The | |
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| June 17, 2015 | |
| Meeting of the | |
| Workforce Investment San Francisco (WISF) Board | |
| Hotel Whitcomb | |
| 1231 Market Street, San Francisco, CA 94103 | |

| | 1251 Market Street, San Francisco, C | A 94105 |
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| WISF Members Present | Brenda Barnes, Autodesk Clearnise Bullard, JobCorps Northern CA Outreach and Recruitment Donnalyn Murphy (for Gwyneth Borden), Golden Gate Restaurant Association Kevin Carroll, Hotel Council of San Francisco Elaine Chan (for Sylvia Kwan), Kwan-Henmi Architecture/Planning Malia Cohen, San Francisco Board of Supervisors Jeanine Cotter, Luminalt Ximena Delgado, Bank of America John Doherty, IBEW Local 6 Ted Egan, City of San Francisco Renee Willette (for Juliet Ellis), San Francisco Public Utilities Commission Ebony Frelix, Salesforce.com Paul Giusti, Recology Jennifer Hermann, University of CA, San Francisco Katy Johnson, Wells Fargo | Elaine Chan (for Sylvia Kwan), Kwan Henmi Architecture Kent Lim, Kent Lim Construction Ku-Tsang Lin, Kaiser Permanente Andrew Lindsay, Jawbone Kelly Salance (for Tiffany Maleshefksi), Zendesk Rebecca Miller, SEIU-United Healthcare West Brian Morton, Webcor Builders Roxanne Murray, Felton Institute Tony Lugo (for Trent Rhorer), Human Services Agency Toni Rucker, San Francisco Department of Public HealthBarbara Smith, San Francisco Housing Authority Catherine Lin (for Jorge Tapia), Employment Development Department Anthony Urbina, Sheet Metal Workers Local 104 Theresa Woo, Department of Rehabilitation* |
| WISF Members Absent | Celeste Alleyne, Microsoft Micki Callahan, San Francisco Department of Human Resources Jeff Fanselow, CBS Interactive Manuel Flores, Carpenters Local 22 Ramon Hernandez, Laborers, Local 261 David Johnson, Plasterers and Cement Masons Local 300 Naomi Kelly, Office of the City Administrator Charley Lavery, Operating Engineers Local 3 Laura Moran, San Francisco Unified School District | Bob Nibbi, Nibbi Bros. ConstructionTom Quigley, Riverbed Technology Sam Rodriguez, KSR Strategy Group Ruben Santana, Rubecon Construction Rodrigo Santos, Santos & Urrutia Structural Engineering Ontario Smith, PG&E Egon Terplan, SPUR Arthur Tyler, City College of San Francisco Sandy White, LinkedIn |

| OEWD Staff & Notables | Greg Asay, Principal Workforce Analyst Marissa Bloom, Executive AssistantLillie Ellison, Business Services Manager Alfredo Fajardo, Senior Workforce Development Specialist Monique Forster, Senior Workforce Development Specialist John Halpin, Program Operations Director Aileen Hernandez, Senior Workforce Development Specialist Janan Howell, Senior Workforce Development Specialist | Xiomara Jajeh, CAPSA Intern Patrick Mitchell, TechSF Program Manager Jenelle Mitchell, Administrative Aide Pat Mulligan, CityBuild Director Thomas Myers, Deputy Director of Workforce Development May Ng, Business Services Specialist Lowell Rice, Business Services Specialist Todd Rufo, Director, Office of Economic and Workforce Development Nikki Tosiello, Business Services Specialist |
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| Public (As Evidenced by the Sign-In Sheet) | David De La Torre, Laborers Local 261 Stella Becerra, Mission Hiring Hall Brett Berning, Manpower Denise Cheng, Mayor's Office Tim Foster, ResCare Workforce Raul Galvan, Division of Apprenticeship Standards Gabriel Garcia, Employment Development Department (EDD) Workforce Services Kris Hess, Jewish Vocational Service Karen Grunelsen, Episcopal Community Services John Knox, SF Juvenile Probation Department Craig Lahti, Larkin Street Youth Services Johanna Le, Charity Cultural Services Center | Catherine Lopez, Wells Fargo Edwin Ramirez, Goodwill Industries Joe Ramirez-Forcier, Positive Resource Center Patrick Regan, Toolworks Nancy Rynd, LEN Institute Dorick Scarpelli, 5 Keys Charter Valerie Tulier, SF Public Utilities Commission Jorge Villalobos, Employment Development Department (EDD) Lily Wong, Communities United for Health & Justice Winnie Yu, Self-Help for the Elderly |
| Roll Call | Kevin Carroll, WISF Chair, called the meeting to introduce themselves. | order at 9:04 A.M. He invited members to |
| Adoption of Agenda (Action Item) | Kevin Carroll announced that the San Francisco moved up to Item 4, and asked members to app John Doherty, seconded and carried, the agenda | rove the agenda as amended. On motion by |
| Approval of Minutes from March 11, 2015 (Action Item) | On motion by John Doherty, seconded and carri meeting minutes were unanimously approved. | ed, the minutes of the March 11, 2015 WISF |
| Application for Local Area Certification (Action Item) | Kevin Carroll invited John Halpin, Director of Probackground information on the request to approbackground information on the request to approbackground information on the request to appropriate the second formation on the second formation on the second formation on the second formation of the secon | ove local area certification. g at the state level with Tim Rainey and horts. She encouraged OEWD to be Mr. Halpin shared that his Program Update |
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| | Kevin Carroll requested a motion to approve the application for local area certification. On motion by John Doherty, seconded and carried, the motion to approve the application for local area certification was approved. |
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| Presentation: San Francisco Economic Update | Kevin Carroll invited Ted Egan, Chief Economist, City and County of San Francisco, to present on the San Francisco economy. Highlights included: |
| | <u>Sector Growth</u> The tech industry grew 18% over the prior year, the second peak in tech sector growth. Construction and manufacturing are both growing as well. Transportation is slowing, and financial services just began adding jobs again. |
| | <u>Wage Growth and Rising Housing Prices</u> Issues continue to converge around increasing wages and access to affordable housing. San Francisco is the most expensive housing market in the nation, experiencing a 14% increase in housing prices over the past year. |
| | Opportunities for SF Residents Job growth in the area has been fueled by imported labor. As housing gets more expensive, relocation gets more difficult and it's harder for businesses to attract candidates for low-mid wage jobs. This creates a workforce opportunity for current SF residents who have relatively stable housing to move up the career ladder or access entry level employment. |
| | Discussion followed. |
| Chair's Report (Discussion Item) | Kevin Carroll reviewed summary themes from the WISF member cluster meetings that were held in April 2015. |
| | Discussion followed. |
| Director's Report (Discussion Item) | Mr. Carroll invited OEWD Director Todd Rufo to deliver the Director's Report. Highlights included: |
| | San Francisco Budget Update Mr. Rufo shared that Mayor Lee submitted a \$9 billion dollar budget. Key OEWD items included: Backfill of cuts to WIA dollars Greater investment in CityBuild, including new FTEs for the Mayor's Rental Assistance Demonstration (RAD) program Continuation of TechSF (using City dollars to leverage and continue services) |
| | <u>Program/Sector Updates</u> Mr. Rufo invited John Halpin, Program Operations Director, to report out on recent OEWD programmatic highlights. Mr. Halpin shared information on the California Career Technical |

programmatic highlights. Mr. Halpin shared information on the California Career Technical Partnership (CCPT) grant, the Slingshot program, and OEWD's work with the Institute for the Future. He invited members to join a meeting on June 29 in San Mateo to participate in a discussion about the future of workforce development.

Business Services Update

Nikki Tosiello, Business Services Specialist, shared an update on the 2015 Jobs Plus (Jobs+) initiative.

Construction Update

Pat Mulligan, CityBuild Director, shared that the 2015 Local Hiring Policy for Construction Report is live on the OEWD website. He provided an update on active construction projects.

Discussion followed.

Presentation: SectorKevin Carroll kicked off an update on the state of the Hospitality industry, focusing on the
hotel community. Highlights included:

Business is Booming

Hospitality

(Discussion Item)

Hotels are experiencing the highest occupancy rates ever, and every dollar spent in a hotel equates to \$1.50 spent outside the hotel (food, entertainment, etc). The impact is approximately \$6.6 billion dollars across the SF Bay Area.

Hotel Workforce Demographics

- The majority of hotel staff live in the City (57%)
- The industry is predominantly made up of people of color (73% of employees are African American, Latino/a or Asian American)
- Employee loyalty is strong employees stay with their company for 30% longer as compared with other cities. Additionally, members of the same family tend to work in the industry/with the company. When a job becomes available, hundreds of candidates might apply for one position; the vast, familial network helps to spread the word.

Stable Revenue Source

- Jobs are fixed, stable and tied to the region. Hotels are the single largest contributor to the City's General Fund (via the Tenant Occupancy Tax). Hotels overwhelmingly approved the increase taxes to expand Moscone Center.

Mr. Carroll invited Donnalyn Murphy, Golden Gate Restaurant Association (GGRA), to present on the restaurant industry. Highlights included:

Vibrant, Flexible Industry

- The local restaurant industry is a leading-edge industry that attracts stellar chefs from all over the nation and world. The workforce is comprised of a lot of students, new immigrants, and those who want to change careers. This presents both opportunities (innovation and energy) and challenges (turnover).

Successes with the OEWD Hospitality Initiative

- The Initiative has helped GGRA to address staff turnover issues by providing a robust pipeline of well-trained and vetted candidates.
- The employer roundtable events have offered employers a chance to look at curriculum and weigh in on how to best address industry needs.

John Halpin <u>shared a video</u> featuring The Market on Market, a local business that worked closely with the OEWD Hospitality Initiative to establish their flagship store, and hired

| | several local residents, many of whom were referrals from the Initiative. |
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| | Mr. Halpin provided an overview of the OEWD Hospitality Initiative, including labor market information, objectives, goals, services offered, training tracks, outcomes and demographics. He then welcomed representatives from the Initiative to present more specific information on their programs and services. |
| | Stella Becerra, Mission Hiring Hall, highlighted the housekeeping and security training tracks. The programs have placed nearly 60% of trainees as of May 2015, and have recruited and placed over 1,000 people since its inception in 2013. |
| | Winnie Yu, Self-Help for the Elderly (SHE), highlighted SHE's role as a Neighborhood Access Point operator as well as a culinary and custodial training provider. She shared specific examples of the kinds of training offered through these programs. |
| | Karen Grunelson, Episopal Community Services (ECS), shared information on the CHEFS culinary training, a rigorous 7-month program that primarily trains people in the homeless shelter system. She shared that CHEFS is approaching 80% employment since 2012, and thanked the Hospitality Initiative for providing a valuable link the employer community. Finally, she shared that Roxanne Murray would be brought on to lead the program starting next week. |
| | Discussion followed. |
| | Todd Rufo announced that Marissa Bloom has transitioned to the Contracts Administration team and would no longer be staffing the WISF. |
| Public Comment (Discussion Item) | Kevin Carroll called for public comment. |
| | Joe Ramirez-Forcier, Positive Resource Center, asked what wage someone needs to earn to afford housing in San Francisco. He expressed that this may be a Department of Rehabilitation issue, as a higher wage job meets a friction point. He also noted that there are over 8,000 individuals with mature skills that won't go for higher wage jobs, as the increase in income will exceed the threshold for accessing BMR units, compromising their housing stability. |
| Adjournment (Action Item) | Mr. Carroll called for a motion to adjourn the meeting. On motion, seconded and carried, the meeting was adjourned at 10:40 A.M. |