

**Council of the City of Petaluma**  
**ORDINANCE NO. \_\_\_\_\_**

**ORDINANCE (1) PROTECTING JOB SECURITY BY ESTABLISHING A  
HOSPITALITY WORKER RIGHT TO RECALL**

**WHEREAS**, COVID-19 (also known as the “Coronavirus Disease”) is a respiratory disease which was first detected in China and has now spread across the globe, with multiple confirmed cases in California, including the City of Petaluma; and

**WHEREAS**, on January 31, 2020, the United States Secretary of Health and Human Services declared a public health emergency based on the threat caused by COVID-19, and the President of the United States issued a Proclamation Declaring a National Emergency Concerning COVID-19 beginning March 1, 2020; and

**WHEREAS**, on March 4, 2020, Governor Gavin Newsom (Governor) proclaimed a State of Emergency to exist in California as a result of the threat of COVID-19; and

**WHEREAS**, on March 9, 2020, the City Manager of the City of Petaluma (City Manager) proclaimed the existence of a local emergency related to the COVID-19 threat; and

**WHEREAS**, the World Health Organization announced on March 11, 2020, that it has characterized COVID-19 as a pandemic; and

**WHEREAS**, since the declaration of a national public health emergency on January 31, 2020, the COVID-19 pandemic has caused hospitality employers to discharge, layoff and furlough workers at a massive scale; and

**WHEREAS**, many thousands of hospitality workers have been separated from their jobs already during the pandemic, and many thousands more are expected to face separation in the coming months; and

**WHEREAS**, while federal, state, and local programs, and efforts by some of Petaluma’s non-profits, have provided a modicum of support to Petaluma’s hospitality workers in the short-term, these workers need most is the promise of a return to their previous jobs as the pandemic recedes and business returns; and

**WHEREAS**, ensuring that Petaluma’s hospitality employers honor their former employees’ right to return will speed the transition back to a functioning labor market and will lessen the damage to the Petaluma’s economy;

**NOW, THEREFORE, THE COUNCIL OF THE CITY OF PETALUMA DOES ORDAIN AS FOLLOWS:**

**SECTION 1.** A new Chapter is added to the Petaluma Municipal Code as follows:

**8.40.010. Title.**

This Chapter shall be known as the “City of Petaluma Hospitality Worker Right to Recall” Ordinance.

**8.40.020. Definitions.**

The definitions set forth in this section shall govern the construction and meaning of the terms used in this chapter:

- A. “Covered Enterprise” means a Hotel.
- B. “Employee” means any person who performs work within the geographic boundaries of the City for an Employer.
- C. “Employer” means any Person, including a corporate officer or executive, who directly or indirectly or through an agent or any other Person, including through the services of a temporary service or staffing agency or similar entity, owns or operates a Covered Enterprise within the City of Petaluma and employs or exercises control over the wages, hours or working conditions of any Employee.
- D. “Hotel” means a residential building that is designated or used for lodging and other related services for the public, including but not limited to food and beverage preparation and service and meetings, tradeshow and conventions, and containing 50 or more guest rooms, or suites of rooms (adjoining rooms do not constitute a suite of rooms). “Hotel” also includes any contracted, leased or sublet premises connected to or operated in conjunction with the building’s purpose, or providing services at the building.
- E. “Laid-off Employee” means any Employee who was employed by the employer for six months or more in the 12 months preceding January 31, 2020, and whose most recent separation from active service occurred after January 31, 2020, and was due to a government order, lack of business, a reduction in force or other, economic, non-disciplinary reasons.
- F. “Length of Service” means the total of all periods of time during which an Employee has been in active service, including periods of time when the Employee was on leave or on vacation.
- G. “Person” means an individual, corporation, partnership, limited partnership, limited liability partnership, limited liability company, business trust, estate, trust, association, joint venture, agency, instrumentality, or any other legal or commercial entity, whether domestic or foreign.

**8.40.030. Right to Recall.**

- A. An Employer shall offer its Laid-Off Employees in writing, by registered mail to their last known physical address, and by email and text message to the extent the Employer possesses such

information, all job positions which become available after this Chapter's effective date for which the Laid-Off Employees are qualified. A Laid-Off Employee is qualified for a position if the Laid-Off Employee:

1. held the same or similar position at the Covered Enterprise at the time of the Laid-Off Employee's most recent separation from active service with the Employer; or
2. is or can be qualified for the position with the same training that would be provided to a new employee hired into that position.

The Employer shall offer positions to Laid-Off employees in an order of preference corresponding to categories (1) and then (2) in the preceding sentence. Where more than one Employee is entitled to preference for a position, the Employer shall offer the position to the Laid-Off Employee with the greatest length of service for the Covered Enterprise.

B. A Laid-Off Employee who is offered a position pursuant to this Chapter shall be given no less than ten (10) days from the date of receipt of the mailed offer in which to accept or decline the offer. An Employer may make simultaneous, conditional offers of employment to Laid-Off Employees, with final offer of employment conditioned on application of the priority system set forth in subsection (A).

C. An Employer that declines to recall a Laid-Off Employee on the grounds of lack of qualifications and instead hires someone other than a Laid-Off Employee shall provide the Laid-Off Employee a written notice thereof within thirty (30) days identifying all reasons for such decision.

D. The requirements of this Chapter also apply in the following circumstances:

1. The ownership of the Employer changed after the separation from employment of a Laid-Off Employee, but the Covered Enterprise is conducting the same or similar operations as before January 31, 2020;
2. The form of organization of the Employer changed after January 31, 2020;
3. Substantially all of the assets of the Employer were acquired by another entity which conducts the same or similar operations using substantially the same assets;
4. The employer relocates the operations at which a Laid-Off Employee was employed before January 31, 2020 to a different location within the [political subdivision]; or
5. Any combination of the circumstances described in paragraphs (1) through (4).

#### **8.40.040. Notice.**

(a) Written Notice of Layoff. The employer shall provide the affected employee with written notice of the layoff, either in person or to the employee's last-known address, and by text and email to the extent the employer possesses such information. Such notice shall be provided at the time of layoff or within 20 days of the effective date of this ordinance if the layoff took place before such date. The employer shall provide notice to each affected

employee in a language understood by the affected employee. The written notice shall include the following:

- (1) A notice of the layoff and the layoff's effective date.
  - (2) A summary of the right to reemployment created by this ordinance, or clear instructions on how an employee may access such information.
- (b) Within the time period set forth in subsection (a), the employer shall provide to the City Manager each laid-off employee's name, position or classification, date of layoff, and last known mailing address. The employer shall also provide to the City Manager the laid-off employee's email and number at which text messages may be received, to the extent the employer possesses such information.
- (c) The City Manager shall use the information provided pursuant to subsection (b) for the purposes of contacting laid-off employees concerning their rights under this Chapter and concerning other State and local programs and services from which they may benefit. For any laid-off employee who opts-in, the City Manager may also provide the information described in subsection (b) to third-party entities providing navigation and other social services to laid-off employees in the City.
- (d) Retention of Records. An employer shall retain the following records for at least two years regarding each laid-off employee: the employee's full legal name; the employee's job classification at the time of separation from employment; the employee's date of hire; the employee's last known address of residence; the employee's last known email address; the employee's last known telephone number; and a copy of the written notice regarding the layoff provided to the employee. For the purpose of this subsection (d), two years is measured from the date of the written notice provided by the employer to a laid off employee, as required by subsection (a) of this Section.

#### **8.40.050. Retaliatory Action Prohibited.**

No Employer shall refuse to employ, terminate, reduce in compensation, or otherwise take any adverse action against any person for seeking to enforce his or her rights under this Chapter by any lawful means, for participating in proceedings related to this Chapter, for opposing any practice proscribed by this Chapter, or for otherwise asserting rights under this chapter. This Section shall also apply to any employee who mistakenly, but in good faith, alleges noncompliance with this Chapter.

#### **8.40.060. Enforcement.**

A. This chapter may be enforced in a civil action in Superior Court brought by the city or by one or more employees for and in behalf of oneself or themselves and other employees similarly situated, or the employee or employees may designate an agent or representative to maintain action for and in behalf of all employees similarly situated.

B. If the court finds that the employer has violated this chapter, the court may enjoin the employer from engaging in such violation, and order such affirmative action as may be appropriate, which may include, but is not limited to, reinstatement or hiring of employees, with or without back pay including fringe benefits, or any other equitable relief as the court deems appropriate. Interim earnings or amounts earnable with reasonable diligence by the person or persons discriminated against shall operate to reduce the back pay otherwise allowable. Before interim earnings are deducted from lost wages, there shall be deducted from the interim earnings any reasonable amounts expended by the employee in searching for, obtaining, or relocating to new employment. The court may also order compensatory and punitive damages if the court finds that the employer engaged in the violation with malice or with reckless indifference to the requirements of this chapter, and treble damages on behalf of an employee terminated in violation of 6.60.040.

C. If it is established that a laid-off employee exercised rights under this chapter or alleged in good faith that the employer was not complying with this chapter, and the employer thereafter refused to employ, terminated, demoted or otherwise took adverse action against the employee, and that action took place within sixty (60) days after such exercise, then a rebuttable presumption shall arise that the employer's action was taken in violation of 6.60.040. The employer must prove that the true and entire reason for the action was a legitimate business reason. The plaintiff may rebut the employer's asserted legitimate business reason by showing that it was, in fact, a pretext.

D. If the plaintiff prevails in any legal action taken pursuant to this chapter, the court shall award reasonable attorney's fees, expert witness fees and costs as part of the costs recoverable.

#### **8.40.070. Regulations.**

The City Manager may promulgate and enforce rules and regulations, and issue determinations and interpretations, consistent with and necessary for the implementation of this Chapter. Such rules and regulations, determinations, and interpretations shall have the force of law and may be relied upon by employers, employees, and other persons to determine their rights and responsibilities under this Chapter.

#### **8.40.080. Relationship to employment contracts and agreements.**

This Chapter applies to all employees as defined herein regardless whether they are represented for purposes of collective bargaining or are covered by a collective bargaining agreement. Nothing in this Ordinance shall be construed to invalidate or limit the rights, remedies and procedures of any contract or agreement that provides greater or equal protection for employees than are afforded by this Ordinance.

#### **8.40.090. No Preemption of Higher Standards.**

The purpose of this Chapter is to ensure minimum labor standards. This Chapter does not preempt or prevent the establishment of superior employment standards (including higher wages) or the expansion of coverage by ordinance, resolution, contract, or any other action of the City of Petaluma. This Chapter shall not be construed to limit a discharged Employee's right to bring a common law cause of action for wrongful termination.

**8.40.100. Severability.**

If any subsection, sentence, clause or phrase of this Chapter is for any reason held to be invalid or unconstitutional by a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions of this Chapter, which shall remain in full force and effect. The [political subdivision] [governing body] hereby declares that it would have adopted this Chapter and each and every subsection, sentence, clause and phrase thereof not declared invalid or unconstitutional, without regard to whether any portion of the article would be subsequently declared invalid or unconstitutional. The courts are hereby authorized to reform the provisions of this Chapter in order to preserve the maximum permissible effect of each subsection herein.

**8.40.110. Report.** On or before December 31, 2022, the City Manager shall report to the City Council on the effectiveness of this Chapter in promoting employment stability and shall advise the Council on the need for further action.