1 COMMITTEE ON CONSUMER AND WORKER PROTECTION CITY COUNCIL CITY OF NEW YORK ----- Х TRANSCRIPT OF THE MINUTES Of the COMMITTEE ON CONSUMER AND WORKER PROTECTION ----- Х March 20, 2024 Start: 1:02 p.m. Recess: 4:05 p.m. HELD AT: COMMITTEE ROOM - CITY HALL B E F O R E: Julie Menin, Chairperson COUNCIL MEMBERS: Shaun Abreu Gale A. Brewer Amanda Farías Shekar Krishnan Chi A. Ossé World Wide Dictation 545 Saw Mill River Road - Suite 2C, Ardsley, NY 10502 Phone: 914-964-8500 * 800-442-5993 * Fax: 914-964-8470

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A P P E A R A N C E S

Vilda Vera Mayuga, Commissioner at New York City Department of Consumer and Worker Protection

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Josh Kellerman, Director of Public Policy at the Retail Wholesale and Department Store Union

Rafael Espinal, Executive Director of the Freelancers Union

Bishop Mitchell Taylor, co-founder and Chief Executive Officer of Urban Upbound

Carina Kaufman-Gutiérrez, Deputy Director of the Street Vendor Project

Ben Fuller-Googins, Deputy Director with the Carroll Gardens Association

3 COMMITTEE ON CONSUMER AND WORKER PROTECTION A P P E A R A N C E S (CONTINUED) Susan Kassapian, self Anne McWeill, self Lori Ciraolo, self Kayt Tiskus, Collective Public Affairs Jacinta Frederick, domestic worker Simone Daley, domestic worker Anh-Thu Nguyen, Director of Strategic Partnerships at Democracy at Work Institute Abigail Dorcin, Organizing Manager at La Colmena David Portela, delivery driver Abel Hernandez, delivery driver Octavio Lopez, delivery driver Prospero Martinez, delivery driver Leonardo Gonzalez, delivery driver Raul Rivera, TLC driver and I'm a TLC driver advocate Natasha Severin, self Taleigh Smith, self

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A P P E A R A N C E S (CONTINUED)

Megan Cash, Self

Alice Davis, Managing Attorney at the Employment Law Unit at Catholic Migration Services

Tito Sinha, Director of Workers Rights at TakeRoot Justice

Catherine Murcek, worker-owner at Samamkaya Back Care and Scoliosis Collective

Melat Seyoum, Director of Political Affairs and Strategic Partnerships at the New York City Network of Worker-Owned Cooperatives

Amalia de la Iglesia, Assistant Director of Center for Family Life's Cooperative Development Program

Magali Alba (phonetic), self

Norberta Flores (phonetic), self

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 5 2 SERGEANT-AT-ARMS: Mic check. This is a 3 mic check on today's Committee on Consumer and Worker 4 Protection. Today's date is March 20, 2024, in the 5 Committee Room recorded by Walter Lewis. 6 SERGEANT-AT-ARMS: Good afternoon and 7 welcome to the New York City Council's hearing on 8 Consumer and Worker Protection. 9 At this time, we ask that you silence all electronic devices. 10 11 At no time is anyone to approach the 12 dais. 13 If you have any questions, please see one 14 of the Sergeant-at-Arms back here. 15 Chair, we're ready to begin. 16 CHAIRPERSON MENIN: [GAVEL] Good afternoon 17 and welcome to the Fiscal 2025 Preliminary Budget 18 hearing. My name is Julie Menin, and I'm the new 19 Chair of the Committee of Consumer and Worker 20 Protection. This afternoon, we will be reviewing the 21 proposed budget for the Department of Consumer and 2.2 Worker Protection, also, of course, known as DCWP. 23 Specifically, we will be assessing various DCWP 24 programs and activities to ensure that the agency is 25 serving the public in a fiscally responsible way as

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 6 2 well as meeting the needs of New Yorkers. For some 3 context, the Fiscal 2025 Preliminary Budget for the 4 Department of Consumer and Worker Protection totals 62 million dollars, which includes 31.2 million in 5 personal services to support 447 budgeted full-time 6 7 positions. The budget also includes 30.8 million 8 dollars in other-than-personal services to cover all 9 other general operating expenses of the agency. The funds in this fiscal plan are primarily allocated to 10 11 resolve consumer and worker complaints, issue 12 numerous licenses, educate and protect consumers, and 13 ensure that businesses comply with the law. At today's hearing, we will examine the components of 14 15 DCWP's budget. We would like the Commissioner to tell us about the agency's performance in terms of 16 17 conducting inspections and issuing summons as well as 18 how the agency is dealing with headcount and 19 attrition issues. We would like the agency to explain 20 how it collects revenues and how it projects revenue-21 generating activity in the next Fiscal Year. I also have concerns about the Office of Financial 2.2 23 Empowerment, also known as OFE, and savings in the November Plan that negatively impacted expansions for 24 programs that were baseline in the adopted budget. 25

1COMMITTEE ON CONSUMER AND WORKER PROTECTION72The Office of Financial Empowerment helps New Yorkers3keep money in their pockets and food on their4family's table. Proposed cuts that may impact the5office's work, particularly during tax season, are6concerning. I want to know how these cuts will impact7New Yorkers' wallets during tax season.

While I understand the DCWP does not have 8 9 the legal authority over illicit cannabis shops, I'm interested in collaborating to see what ideas and 10 11 possible solutions can be created to help protect New Yorkers from unlicensed cannabis sales and what the 12 13 Preliminary Budget does to support the agency amidst 14 the proliferation of illegal cannabis shops and the 15 burgeoning of the legal cannabis industry.

16 DCWP is an agency for everyday New 17 Yorkers. I always like to say that there is not any 18 New Yorker that does not have a consumer protection 19 issue because we are all consumers of various 20 products, and so it helps protect them from harmful 21 business practices, and it supports workers and 2.2 consumers in myriad ways. Having a personal history 23 previously serving as Commissioner of this agency, these and other issues are of deep concern to me. I 24 look forward to this hearing on the Preliminary 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 8 2 Budget and the priorities that the agency has. I want 3 us to be in partnership in this search to provide a 4 safer place for New Yorkers to work, shop, and live. I now at this point want to welcome 5 DCWP's Commissioner Vilda Vera Mayuga, First Deputy 6 7 Commissioner Kenny Minaya, Assistant Commissioner for External Affairs Carlos Ortiz, and General Counsel 8 9 Michael Tiger. We look forward to an active engagement with the Administration over the next few 10 11 months to ensure that the Fiscal 2025 Preliminary 12 Budget meets the goals that the Council has set out. 13 At this point, I am now going to ask the 14 Committee Counsel to swear in the members of the 15 Administration. Thank you. 16 COMMITTEE COUNSEL SWAINE: Thank you, 17 Chair Menin. Good morning and welcome. My name is 18 Sarah Swaine, Counsel to the Committee on Consumer 19 and Worker Protection. I will be moderating this 20 hearing. 21 Before we begin, I would like to remind 2.2 everyone who is joining us via Zoom, you will be on 23 mute until you are called on to testify, at which point you'll be asked to accept to be unmuted by the 24 25 host.

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 9 I will be calling on public witnesses to 2 3 testify after the conclusion of the Administration's 4 testimony and Council Member questions, so please listen carefully for your name to be called. 5 Please note that Council Members will 6 7 have five minutes for questions, and we will allow for a second round if needed. 8 9 We will now call on representatives from the administration to testify. Administration 10 11 panelists, please raise your right hands. 12 Do you affirm to tell the truth, the 13 whole truth, and nothing but the truth before this 14 Committee and to respond honestly to Council Member 15 questions? FIRST DEPUTY COMMISSIONER MINAYA: I do. 16 17 GENERAL COUNSEL TIGER: I do. 18 COMMISSIONER MAYUGA: I do. 19 ASSISTANT COMMISSIONER ORTIZ: I do. 20 COMMITTEE COUNSEL SWAINE: Thank you. At 21 this time, you may present your testimony. 2.2 COMMISSIONER MAYUGA: Good afternoon, 23 Chair Menin and Members of the Committee on Consumer and Worker Protection. I am Vilda Vera Mayuga, 24 Commissioner of the Department of Consumer and Worker 25

1COMMITTEE ON CONSUMER AND WORKER PROTECTION102Protection, DCWP, and I am joined by members of my3senior leadership team, Kenny Minaya, Michael Tiger,4and Carlos Ortiz. It is our pleasure to be here today5before this Committee to testify on the work of our6agency and its budget for Fiscal Year 2025.

7 Chair Menin, as you well know through 8 your work leading this agency, DCWP provides consumer 9 and worker protections and financial empowerment programming to New Yorkers. We strive to ensure that 10 11 consumers who have been deceived or exploited have recourse, that workers have a passionate defender of 12 13 their rights, and that all New Yorkers have the 14 support they need to improve their financial health. 15 I am immensely proud of the work this agency 16 accomplishes day in and day out for our city. Under Mayor Eric Adams leadership, DCWP has helped deliver 17 18 319 million dollars into the pockets of New Yorkers 19 through restitution, debt relief, and financial 20 empowerment programming. In my opinion, this is some of the most critical work happening in our city 21 because it so directly impact the lives of New 2.2 23 Yorkers.

24 Today, I am excited to share some of our 25 mission-focused successes from the past year with all

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 11
2	of you but, first, let me provide the Committee with
3	some important background on the agency. DCWP's
4	Preliminary Budget for Fiscal Year 2025 is
5	approximately 62 million dollars as Chair Menin
6	shared earlier. Our authorized headcount stands at
7	447 with an all-time high of 421 active personnel.
8	Our agency licenses more than 46,000 businesses and
9	individuals in more than 40 industries. Last year, we
10	carried out almost 42,000 inspections and nearly
11	1,300 consumer and worker protection investigations
12	on behalf of New Yorkers, securing more than 40,000
13	14.5 million in restitution for New Yorkers. Our
14	Financial Empowerment Centers and other services were
15	utilized by nearly 10,000 New Yorkers, and New York
16	City Free Tax Prep also completed almost 85,000 tax
17	returns. One of the Administration's highlights of
18	the past year has been our announcement of the
19	nation's first minimum pay rate for app-based
20	restaurant delivery workers, one of the most
21	significant advancement of workers' rights in New
22	York City's history. Delivery workers brave
23	snowstorms, rain, wildfire smoke, and even the
24	pandemic to make sure New York is fed. Yet, until the
25	minimum pay rate, they received poverty level

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 12 2 compensation for their work. DCWP and this 3 Administration faced several challenges in delivering 4 this monumental pay rate. We are incredibly grateful for this Council support, the efforts of the City's 5 Law Department and, most importantly, the outstanding 6 7 advocacy of the delivery workers who fought hard to 8 ensure that this dignified pay rate took effect. 9 Delivery workers are now seeing their weekly pay double, and the impact this has had on the tens of 10 11 thousands of delivery workers and their families is immeasurable. With the rate increasing to \$19.56 an 12 13 hour on April 1st, we will continue to stand shoulder to shoulder with delivery workers, collaborate on 14 15 compliance, and ensure that apps pay them every cent 16 they are entitled to under our laws. 17 Moving on to our other workplace laws we

18 enforce. Last year, we announced several victories on 19 behalf of workers and secured 12.5 million in worker restitution. In 2023, we resolved nearly 800 worker 20 protection cases under our key workplace rights and 21 laws, including our Fair Workweek Law, which provides 2.2 23 fast food and retail workers the right to a predictable schedule. This Law fosters stability and 24 a healthy work/life balance for thousands in these 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 13 2 industries. Under our Paid Save and Sick Leave Law, 3 covered workers are entitled to use safe and sick 4 leave for the care and treatment of themselves or a family member. We thank the Council for their work to 5 enact Local Law 22 of 2024, which allows workers to 6 7 file a private right of action for violations of the Paid Save and Sick Leave Law. 8

All of our worker protection cases 9 demonstrate to the residents of our city that we are 10 11 a dedicated resource for them in the workplace and 12 that we will fight to ensure that the rights are 13 safequarded. We proactively educate workers on their 14 protections, the actions to take if their rights are 15 violated, and provide relief for those whose rights 16 are violated. Since the landmark Consumer Protection 17 Law was enacted in 1969, we have been the nation's 18 leading municipal consumer protection agency. We have 19 consistently leveraged our authority to protect New 20 Yorkers from deceptive business practices, securing 21 restitution for consumers whose rights have been 2.2 violated by debt collectors, furniture stores, and 23 used car dealers, to name a few. Last year, we secured more than 10 million for aggrieved consumers 24 across the city. A major highlight of our work to 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 14 2 make consumers whole was our case against a group of 3 six used car dealerships, 26 Motors. In April of last 4 year, we charged more than 9,500 violations at the Office of Administrative Trials and Hearings related 5 to the dealership's deceptive business practices. We 6 7 have zero tolerance for businesses that repeatedly display patterns of preying on hard-working New 8 9 Yorkers.

Some of our most significant marketplace 10 11 enforcement includes our work to stop the proliferation of unlicensed tobacco and electronic 12 13 cigarette retail dealers. We work diligently on this 14 issue and have a team dedicated specifically to 15 tobacco enforcement that conducted nearly 16,000 inspections of tobacco retail dealers and electronic 16 17 cigarette retail dealers last year. In 2023, we 18 issued over 7,600 summonses for illegal activity, 19 collected 9.5 million in fines and, in the last year, 20 have shut down more than 100 illegal tobacco dealers. 21 We look forward to working with you, Chair Menin, on granting the agency authority to close unlicensed e-2.2 23 cigarette retailers as well.

Last year, we started our collaborationwith our partners at the Fire Department to address

COMMITTEE ON CONSUMER AND WORKER PROTECTION 1 15 issues of e-bike and lithium-ion battery fires. Our 2 3 implementation of Local Law 39 led the City's efforts to target unsafe mobility devices and get them out of 4 our retail shops. Since Local Law 39 took effect, we 5 have conducted approximately 500 inspections of 6 7 businesses and issued summonses to 114 bricks-andmortar and 19 online retailers. We look forward to 8 9 the strengthened enforcement tools in this law, thanks to Council Member Brewer's legislation. I'd 10 11 also like to thank you, Chair Menin, for your legislation, Local Law 151 of 2023, which allows 12 businesses to cure violations instead of being 13 14 penalized and also right-size fines for other 15 violations they might incur. From our agency's reforms alone, we project business savings to be 16 17 almost 1 million each year, providing substantive 18 relief to New York City's small businesses. We're 19 excited to work with you and your office and moving 20 forward important legislation to reform and modernize many of our license categories to reduce the burdens 21 on small businesses. 2.2 23

We are dedicated to providing protections to New Yorkers while working to facilitate compliance amongst businesses with the laws that we enforce. Our

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 16
2	Visiting Inspector Program or VIP provides new
3	licensees the opportunity to receive an educational
4	visit from one of our inspectors. At this visit, the
5	inspector will share information about the
6	regulations the business needs to follow and will
7	identify any potential violations offering businesses
8	a chance to go into compliance and avoid future
9	penalties. Just yesterday, we announced an expansion
10	of this program to all bricks-and-mortar businesses
11	that are required to be in compliance with our laws,
12	regardless of whether we license their business
13	category. We're excited to be expanding our education
14	first approach to enforcement.
15	Lastly, as many of we offer free
16	financial empowerment programs to support individuals
17	and help households improve their financial health.
18	The New York City Financial Empowerment Centers
19	provide opportunities for New Yorkers to meet with
20	trained counselors for one-on-one confidential
21	financial counseling at no cost. These counselors
22	coach individuals in reaching financial goals by
23	establishing budgets, creating spending plans,
24	opening affordable bank accounts, and navigating loan
25	repayment, including student loan debt. Our Financial
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 17 2 Empowerment Centers hit a major milestone last year, 3 helping New Yorkers reduce their overall debt by more 4 than 100 million dollars since the program's inception. My family and I benefited from our 5 agency's free financial counseling. I was very 6 7 excited last year to discuss how our dedicated 8 financial counselors coached me through navigating my 9 finances and the Federal Public Service Loan Forgiveness Program. Since then, I have sought ways 10 11 to help encourage participation in the Public Service 12 Loan Forgiveness Program amongst our colleagues in 13 City government. Our team has begun rigorous and targeted outreach to the 300,000 City employees who 14 15 are eligible for Public Service Loan Forgiveness. We 16 strive to be a leader in supporting the City 17 government workforce to enroll in the program to aid 18 in relieving a projected 3.4 billion in student loan 19 debt. 20 Another incredible program that we offer to New Yorkers is our New York City Free Tax Prep 21 Program, which offers city residents access to free 2.2 23 professional tax preparation, support, and filing. Our tax preparers are trained to help New Yorkers 24

with low-to-moderate incomes maximize their tax

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 18 2 refunds by optimizing the use of various tax credits, 3 including the New York City Earned Income Tax Credit 4 that Mayor Adams expanded last tax season. Last year, 5 we expanded our New York City Free Tax Prep services, offering specialized support for freelancers, gig 6 7 workers, small business owners, and other self-8 employed New Yorkers filing their taxes. NYC Free Tax 9 Prep has saved clients a total of nearly 24 million dollars in fees and helped secure 220 million dollars 10 11 in refunds for New Yorkers since the start of this Administration. 12

13 Finally, something that we are especially 14 excited about is our Financial Empowerment Centers 15 expansion that Mayor Adams announced at the State of 16 the City. Under this expansion, we plan to add seven 17 new Financial Empowerment Centers for New Yorkers at 18 New York City Health and Hospitals locations. 19 Individuals, families, and parents will be able to 20 learn about these services while going for regular checkups or even in times of need. We believe these 21 2.2 centers will have a major impact on our communities 23 and will help the city's residents take on negative contributors to financial health like concerns over 24 25 medical debt that may keep New Yorkers from

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 19
2	completing vaccines or attending followup
3	appointments. This is just one of the many ways that
4	our agencies and this Administration continues to
5	deliver for the working people of this great city.
6	Coming from a household where my mother worked
7	incredibly hard to raise myself and my sister, I
8	realize how much my family and even myself would have
9	benefit from financial education and counseling. I'm
10	incredibly proud of the profound impact that our
11	financial empowerment programs have had on New
12	Yorkers and recognize the benefits that this has on
13	their families and children. We look forward to
14	continuing our impact and programming work,
15	supporting New Yorkers in their efforts to improve
16	their financial health.
17	I hope this testimony has helped provide
18	you with a snapshot of our past year and the great
19	successes for DCWP and the people of the city as we
20	continue to uplift New Yorkers. As we look forward to
21	the upcoming Fiscal Year, I want to reaffirm my
22	commitment on behalf of this agency to continue
23	delivering on our essential work, providing core
24	protections and rights to the residents of the city.
25	Under Mayor Adams, our mission to protect and enhance
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 the daily economic lives of New Yorkers remains
 steadfast.

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Before concluding, I would like to take 4 the time to express my gratitude to all of you for 5 your support in this work. Our agency and the New 6 7 Yorkers in each of your Districts are fortunate to 8 have such ardent advocates representing them. 9 Finally, I want to personally thank my DCWP family. I am so grateful to lead a team that works every day 10 for the people of our city. Their committed and 11 12 passionate efforts as public servants really do make it all come together for New Yorkers. Thank you for 13 14 the opportunity to testify today, and I look forward 15 to answering your questions. 16 CHAIRPERSON MENIN: Great. Thank you very 17 much. 18 Before I begin the questions, I want to 19 say that we have been joined by my Colleagues, Council Member Abreu and Council Member Brewer. 20 21 I'm going to start off with a number of 2.2 questions. I have a lot of questions, and then I'm 23 going to pause to see if my Colleagues have any questions. 24

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 21
2	Okay, so I want to start with headcount
3	and attrition. The Preliminary Plan includes a
4	budgeted headcount of 447 in Fiscal Year 2025.
5	However, from July 2023 to January 2024, DCWP lost 40
6	positions. It seems then the DCWP was then able to
7	recuperate and hire 50 positions so while on the face
8	value that appears as a net positive for an agency
9	with a budgeted head count of 447 and an actual head
10	count of 416, that's attrition of close to 40 staff
11	in a six-month period so that seems very high so I
12	want to better understand what is the reason for the
13	attrition.
14	FIRST DEPUTY COMMISSIONER MINAYA: Thank
15	you for the question, Council Member. Actually, when
16	you track the attrition as you just described, the
17	number of lines that attrited from the agency tracks
18	exactly the number of new needs we received when we
19	took on the street vending enforcement work, which
20	has since transferred over to the Department of
21	Sanitation.
22	CHAIRPERSON MENIN: So that is the reason
23	for the attrition? So you're saying that you've not
24	had 40 staff members that have left for other reasons
25	from the agency?

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 22 2 FIRST DEPUTY COMMISSIONER MINAYA: Council 3 Member, I understand the question to be asking for authorized headcount. You're asking for just general 4 departures? 5 CHAIRPERSON MENIN: The point I'm trying 6 7 to make is it seems that you've had a significant amount of staff in the last six months that have left 8 9 the agency. We're trying to better understand how

many staff members have left. 10 11 COMMISSIONER MAYUGA: Thank you, Council Member. We understand that the numbers the way we 12 13 understand them is that we actually have the highest 14 headcount we've had ever in the agency, not losing 15 that many that you were mentioning. There were lines 16 that because of the vending transition were moved to 17 Sanitation, but our overall head count is actually at an all-time high of 421 active, the authorized being 18 19 447. 20 CHAIRPERSON MENIN: Repeat that again. 21 You're at 447.

COMMISSIONER MAYUGA: 447 is the authorized. Our active headcount is 421, which is actually the highest the agency has ever had.

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 23
2	CHAIRPERSON MENIN: So have any members,
3	I'm sorry, I just can't hear. Thanks so much. Have
4	any staff members left the agency in the past year?
5	COMMISSIONER MAYUGA: Yes. Members do
6	leave. I mean we do have vacancies throughout the
7	year.
8	CHAIRPERSON MENIN: I just want to
9	understand what that number is.
10	COMMISSIONER MAYUGA: Last year, we hired
11	77 and lost 25 but those are, I guess I just want to
12	remind you that there's a lot of fluidity in the
13	number and the vacancies that we have and the
14	backfilling of certain numbers and then just specific
15	to the ones you were mentioning, it seems like it's
16	related to the transfer of vending to Sanitation.
17	CHAIRPERSON MENIN: Okay, got it. Thank
18	you. That is helpful to clarify that.
19	Consumer restitution. I want to get to
20	this number because we went back and we looked at, so
21	in Fiscal Year 2023, the consumer restitution, and
22	I'm pulling this data from the MMR, just to be clear,
23	okay, Fiscal Year 2023, 1.25 million for consumer
24	restitution. Fiscal Year 2022, 1.69 million, so it's
25	not like 2023 was an outlier and we've got the data
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 24
2	for every year but, if you go back, you look at
3	Fiscal year 2015 when I served as Commissioner, it
4	was 6.18 million; Fiscal Year 2016, 3.47 million;
5	Fiscal Year 2017, 2.29 million; Fiscal Year 2018,
6	3.48 million. My point is it seems that the consumer
7	restitution is significantly lower than in prior
8	years. What do you attribute that to?
9	COMMISSIONER MAYUGA: Thank you, Council
10	Menin. You know this agency better than anyone else.
11	Like you say, you used to run it back in 2015. We are
12	actually very proud of the successes we had in even
13	2023 and where we actually collected 14.5 million for
14	New Yorkers in terms of workers and consumer
15	protection, the work that we've been doing, so we're
16	going to continue doing that work. In terms of
17	consumer protection, you're right. We collected the 2
18	million last year. Just this year, we've already
19	started at 2 million also, and we've had some major
20	wins as it relates to some of the categories where we
21	get a lot of complaints including secondhand
22	automobile dealerships. We were able to resolve a
23	case against a large dealership, 26 Motors, where we
24	actually not only recovered the money for New Yorkers
25	but also were able to shut down that business for

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 25 2 five years, including their principal, so that we are 3 looking at not only the restitution that we have seen 4 for New Yorkers, but stopping the deceptive business 5 practices that we see so it just doesn't happen 6 again.

7 CHAIRPERSON MENIN: Okay. I quess my concern is that (INAUDIBLE) it's 1.25 million, so 8 9 it's significantly lower than it's been in prior years, and one of the core missions of the agency, of 10 11 course, is to return money to consumers that have 12 been defrauded. I take your point that you're trying 13 to crack down on the business fraud to begin with, 14 but I'm going to get to this later, the numbers 15 actually show that there have been fewer inspections 16 than in prior years so I guess I'm, my overall theme 17 just to get it out on the table of my questioning is 18 that I feel that the agency is being asked to do 19 many, many, many things with less resources, and so I 20 am concerned when I see numbers like 1.25 million in 21 consumer restitution or inspections going down. Those 2.2 are concerning metrics, and so I want to understand, 23 for example, how many staff members do you have right now who are focusing on mediating consumer 24

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 26 2 complaints, who are focused on the core work of 3 consumer restitution? What is that staff number now? 4 COMMISSIONER MAYUGA: Yeah, thank you so 5 much and, yes, our mandate has increased and really appreciate how much you care about our work. I'm 6 7 actually going to ask General Counsel Mike Tiger, since he oversees also the Mediation and Consumer 8 Services Unit, tell you a little bit more about those 9 specifics. 10

GENERAL COUNSEL TIGER: Thanks. Just 11 12 first, thank you, Chair Menin. As the Commissioner 13 alluded to, and just to clarify some of the numbers 14 just in this calendar year, so not reflected in the 15 numbers you're seeing, just in 2024, we've already brought in 2 million dollars in restitution so this 16 17 has already been a banner year, and we hope to 18 continue that success buoyed by this very significant 19 26 Motors settlement that brought in 1.5 million 20 restitution for New Yorkers that we're distributing 21 as we speak. We still have, as you might remember, a core consumer services unit that is dedicated to the 2.2 23 intake and mediation of consumer complaint. I don't have the precise headcount in our consumer services 24

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 unit right in front of me, but we can definitely get
 you that number...

4 CHAIRPERSON MENIN: Yeah, if you could 5 just...

GENERAL COUNSEL TIGER: We still have 6 7 teams of mediators, we have teams of intake staff 8 dedicated to taking in and attempting to mediate 9 consumer complaints, and we get hundreds of thousands of dollars in consumer mediation every year. I think 10 11 just as a systemic issue that you were, I think, 12 getting to a couple of minutes ago, Chair Menin, it 13 is true that when you were the Commissioner and prior to 2016, DCA, as you know, had its own tribunal. Our 14 15 adjudicatory function is now at OATH, the Office of 16 Administrative Trials and Hearings, and that has 17 caused organizational changes. As I think you know, 18 OATH does not allow individual consumers to bring 19 cases that was possible at the DCA tribunal so where 20 an individual brought a case at the DCA tribunal and 21 got restitution, that would get credited to serve the 2.2 DCA numbers, and that's no longer the case, but I 23 want to make it clear that we are very dedicated and are very thoughtful about, with the resources we 24 25 have, allocating our resources to get money back in

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 28 2 the hands of New York City consumers, and that's why 3 I think it's important to underscore the successes 4 we've already had this Calendar Year. CHAIRPERSON MENIN: Okay. Let's move on to 5 the collection of fines because the total amount of 6 7 fines collected from settlements, pleadings, and 8 consent agreements decreased by 59 percent between 9 the first four months of Fiscal 2023 and the first four months of Fiscal 2024. The agency states this is 10 11 due to operational challenges that arose from the 12 agency's transition to its new business automation 13 system. How much in fines are still outstanding that 14 have yet to be collected? 15 COMMISSIONER MAYUGA: I just want to make 16 sure I get the right number. This is it, right? 17 Yeah, thank you, Chair Menin. We 18 actually, in 2023, collected over 15.5 million 19 dollars in fines and penalties combined for consumer 20 and the worker protection, and that would make it a 21 25 percent increase from the previous year, mostly 2.2 related to some of the work that I mentioned in my 23 testimony related to the tobacco and e-cigarette violations and the fines related to worker protection 24 25 laws.

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 29
2	CHAIRPERSON MENIN: Yeah, but we're
3	talking about the first four months of Fiscal 2024
4	and we're not just talking about the worker
5	protections so I just want to make sure we're
6	comparing apples to apples. I'm trying to understand
7	how much in fines are still outstanding that have not
8	yet been collected.
9	ASSISTANT COMMISSIONER ORTIZ: I think to
10	reiterate what the Commissioner is mentioning in
11	Calendar Year '23, we had 15.5 million in fines
12	collected. In Calendar Year 2022, we had over 12
13	million. I think some of the issues that you
14	reference arising from our transition to the new
15	system are simply updates to, for example, New York
16	City Open Data that have perhaps been impacting that
17	period that you're referring to in the summertime. If
18	you notice, for example, in Open Data that from July
19	we haven't made updates to that data set yet because
20	of the transition but, in terms of our Calendar Year
21	numbers, there has been a 15.5 million collected so
22	far.
23	CHAIRPERSON MENIN: So what are causing
24	these operational challenges?
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 30 2 FIRST DEPUTY COMMISSIONER MINAYA: As you 3 know, Chair, I believe you were the Commissioner when 4 we transferred over to the Accela system so you understand. 5 CHAIRPERSON MENIN: Right, 7 I know that 6 7 well, unfortunately too well, yes. 8 FIRST DEPUTY COMMISSIONER MINAYA: A whole 9 host of issues. Essentially at the agency, the Accela system was the brain, right, and then, as the agency 10 11 grew, we've built systems around that. We have since 12 replaced that brain and are now going through the challenges of connecting each other individual system 13 14 to that one system to create one unified system, and 15 it's been quite a transition process. CHAIRPERSON MENIN: And when will that 16 17 work be done? FIRST DEPUTY COMMISSIONER MINAYA: I would 18 19 say we will always look to improve the system and 20 that work is never really finished, that we're always 21 looking to add to the system, to make sure that we're 2.2 serving New Yorkers best. 23 CHAIRPERSON MENIN: And what is the agency doing in the meantime between issuing these fines and 24 25

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 collecting them? What is the plan given these
 operational challenges?

4 FIRST DEPUTY COMMISSIONER MINAYA: So as far as what my colleagues referring to earlier is 5 more of a data reporting issue, right? The collection 6 7 process remains the same. We begin our collection efforts 85 days after an OATH decision or 10 days 8 9 after a consent order has been signed with the respondent, and our collection efforts consist of 10 11 sending emails, sending collection, letters, phone calls and generally, typically those efforts wrap up 12 13 within 45 days after they begin.

14 CHAIRPERSON MENIN: Okay. Another area 15 that I'm very concerned about are both licenses and 16 inspections being down so let's just get into that 17 area. For example, a drop in inspection, the PMMR 18 outlines that in the first four months of Fiscal 19 2024, there was a 14 percent decrease in the total 20 number of inspections with tobacco retail dealer, electronic cigarette inspections decreasing by 19 21 percent and, at the same time, we're seeing a 20 2.2 23 percent decrease in the number of tobacco summonses when compared to the same period in 2023. We all 24 know, for example, nicotine is an enormous public 25

1COMMITTEE ON CONSUMER AND WORKER PROTECTION322health issue so I want to understand, particularly3with a notable rise in smoke shops in the city, which4I know all of our Districts are getting tremendous5complaints about, why are these numbers down?

COMMISSIONER MAYUGA: Thank you for the 6 7 question, Chair. We have some of the numbers that go 8 back to your original question with staff. With the 9 transition of vending to Sanitation, that impacts the number of inspections where we're doing a lot of 10 11 those as it related to street vending. As it relates 12 to tobacco, we actually did 42,000 total last year, 13 including 15,700 for the tobacco and e-cigarette 14 retail dealers. It is absolutely 100 percent one of 15 our priorities, right? We know that it is an issue that is important to all New Yorkers. We have gotten 16 17 creative and really strategized how to best use our 18 resources to make sure that we're targeting those 19 businesses, whether they're licensed or not, right? 20 There's going to be a number of summonses that we're 21 going to issue, that have been issued for the ones 2.2 that are licensed, and then we actually issued about 23 7,600 violations for unlicensed activity related to these businesses so we are prioritizing that work 24 getting out as much as possible, making sure that 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 33 2 even using our powers to seal businesses that have a 3 number of violations adjudicated by OATH within a 4 certain period of time, so that we can stay as much 5 on top of it as the authorities that the law gives us 6 allows.

7 CHAIRPERSON MENIN: I guess if you could 8 be more specific on why are these numbers down? Is it 9 that you are down inspectors? Is it that you, I'm 10 just trying to understand fundamentally why these 11 numbers are down.

COMMISSIONER MAYUGA: Yeah, we'll give you 12 13 a little bit more information and my team will be sure to chime in if I'm missing anything, but I know 14 15 that some of the reporting on the PMMR, especially as 16 it relates to tobacco, I don't know how much of this 17 was when you were Commissioner of our agency, it's 18 based on a grant that we get from the State to 19 enforce the tobacco laws, and those numbers are being 20 focused on the individuals that are 100 percent 21 assigned to do that work but, because of the issue 2.2 being such a problem in our city right now, we have 23 actually taken other inspectors that are doing other work and added that line of work as well so that we 24 25 can have a higher impact, and the work that those

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 34 individuals are doing is not reflected in the PMMR 2 3 because the number there is directly tied to the 4 inspectors that are covered and paid for with the State grant, and do you want to add anything? 5 FIRST DEPUTY COMMISSIONER MINAYA: Just to 6 7 clarify one point the Commissioner made, the work of 8 the inspectors we added to overall tobacco is 9 reflected in the proactive number, which is why that has increased significantly. It's just that the 10 11 tobacco program number captures the work of 12 inspectors that are funded by the tobacco grant. 13 CHAIRPERSON MENIN: The amount of the 14 State funding, has that remained constant or has that 15 decreased? 16 FIRST DEPUTY COMMISSIONER MINAYA: That 17 has remained constant, Chair. CHAIRPERSON MENIN: Got it. Okay, that 18 19 makes sense. Okay. I'm going to pause because I have 20 so many questions and I want to be respectful to my 21 Colleagues who are here if they want it. Council 2.2 Member Abreu, any questions? 23 COUNCIL MEMBER ABREU: Thank you, Chair Menin, and thank you, Commissioner, and thank you to 24 the DCWP Team. My question has to do with 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 35
2	deliveristas. First of all, I commend the work that
3	the agency has done with establishing the minimum pay
4	wage laws. I think that was very important. However,
5	with the implementation of it, would love to know how
6	that's going. I can tell you anecdotally, and what
7	I'm hearing from deliveristas directly, there are
8	issues with tipping transparency, right? Deliveristas
9	traditionally before the rulemaking went through,
10	deliveristas would get tipped at the cart versus
11	after checkout. Now everyone, deliveristas are losing
12	a lot of resources as a result. The other stuff that
13	we're hearing on the ground is deliveristas can't see
14	their active time worked, for instance. The apps
15	aren't disclosing in advance the pay method that's
16	being used, whether it's the 50 cents a minute or the
17	17 and change per hour. Can you speak to these wide
18	range of issues that have come as a result and, if
19	you can be on the record, speaking to those issues as
20	well, that'd be great.
21	COMMISSIONER MAYUGA: Thank you, Council
22	Member. I will start by going on the record to give
23	you a shout-out because you're my Council Member, my

23 you a shout-out because you're my Council Member, my 24 District, so thank you for all the work that you do. 25 It's very visible when I'm walking around my own

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 36
2	neighborhood so I really appreciate that, and thank
3	you so much for the question as it relates to the
4	deliveristas and the minimum pay rate. It is 100
5	percent one of the biggest things we've accomplished.
6	It is obviously groundbreaking. We're taking
7	initiative, right? We're leading the nation in this
8	area, and we're very proud of the work. It took a lot
9	of work, but we stayed the course. It didn't matter
10	what was coming our way. I can share with you that,
11	from what we've been seeing and we're obviously
12	always continually monitoring these numbers, we know
13	that apps are paying more than 15 million dollars
14	more to workers per week ever since the minimum pay
15	rate went into effect, so 15 million more per week,
16	yes, in addition. The impact that this has to be
17	having in the lives of these essential workers, over
18	60,000 of them, it's obviously very positive.
19	In terms of what you've mentioned, yes,
20	it is disappointing that the apps are not being
21	transparent about the method that they're selecting
22	any particular pay period to comply with the minimum
23	pay rate. It is also disappointing that they have
24	moved the feature of the tipping to go after.
25	Oftentimes, the consumer which is not even remember,

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 37 2 just not seeing it, so those are areas that we do 3 think that is work to be done. We would love to 4 consider and have the conversation about legislation to possibly correct those wrongs through that method 5 and we really look forward to having those 6 7 conversations and seeing that's the best way to move forward. Obviously listening from our deliveristas as 8 9 well, make sure that we approach it with them in 10 mind.

11 COUNCIL MEMBER ABREU: Thank you, Chair. Thank you, Commissioner. Just want to make sure we 12 13 give you the opportunity to go on the record there 14 because it's an issue that we care about very deeply 15 in my neck of the woods and we want to make sure that 16 we all get our food delivered to our houses, right, 17 and we know deliveristas do this and under all types 18 of circumstances and weather and it's become a normal part of our gig economy, and we know that there's a 19 20 lot more the City can do there. I appreciate your 21 contribution today.

CHAIRPERSON MENIN: Thank you. I also want to mention we've been joined by Council Member Krishnan.

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2 Council Member Brewer, do you have 3 questions?

4 COUNCIL MEMBER BREWER: First, I want to 5 say Carlos Diaz (sic) is a rock star. I'll make that, and I'll put him up on the stage and lights and 6 7 everything. Just for the record to know without all the specifics, we're trying to close one particular 8 9 smoke shop, if it wasn't for him, it would still be open, and guess what? It's closed right now, again, 10 11 because this particular smoke shop doesn't listen to 12 anybody. They just do what they want to do and they 13 keep selling tobacco. Mr. Diaz, you are a rock star. 14 We'll keep working on it. Thank you very much.

15 A couple questions. Obviously, I'm 16 appreciate what you've been doing on paid sick days with the bill that I passed many years ago, despite 17 18 de Blasio taking credit for it, and my question is, 19 it says here that the PMMR, that there has been an 20 increase in workforce complaints compared to the same 21 period in '23 but the amount of investigations has 2.2 gone down. I guess my question is, I know we have a 23 bill pending to do more outreach and advertising because I think people still don't know about, 24 probably not just paid sick days, but other worker 25

1COMMITTEE ON CONSUMER AND WORKER PROTECTION392protection so my question is, are you doing any3outreach, are there other ways that we can make sure4people know about this and, again, following on the5Chair's questions, investigations are increased only6a certain amount, but there's just an awful lot of7complaints.

8 COMMISSIONER MAYUGA: Thank you for that 9 question, Council Member. Yes, I agree, he's a rock 10 star. I did promote him to his current role. We're 11 very happy with him and glad to hear that we are 12 answering questions and serving New Yorkers the way 13 we're supposed to.

14 Paid Safe and Sick Leave, the 10-year 15 anniversary is actually coming up next month so I think that's going to give us a great opportunity 16 with Chair Menin leading our Committee and also with 17 18 you having sponsored this legislation that many years 19 ago to really increase the visibility and individuals 20 to know more about it. We are continually doing work 21 related to that, and I can tell you that in 2023 we did receive just under 300 complaints related to Paid 2.2 23 Safe and Sick Leave law, which is a little bit more than the year before. I can tell you that generally, 24 also related to all worker complaints, the numbers 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 40
2	have increased. Hard to tell specifically the reason
3	behind it. Hopefully some of it will because we're
4	getting out there more, informing New Yorkers about
5	their rights. It's disappointing that the same effect
6	has not been having, we're not having in businesses,
7	but we'll continue to explore ways to do that and
8	improve on that, and also we've made some changes to
9	our system in which now any New Yorker can file the
10	complaints online a lot easier than perhaps people
11	who are usually calling 3-1-1 or where perhaps
12	mailing something so it's become a lot easier to file
13	this complaint so we think that there's a little bit
14	of a relationship there.
15	In terms of investigations, they all
16	vary. It's hard to quantify and say which one is
17	better (INAUDIBLE) the investigation. Some of the
18	complaints that come all relate to one business, and
19	so we're going to group those together into one
20	investigation particularly when it relates to worker
21	protection. We're going to be looking at is it a
22	workplace-wide issue that we need to be looking into
23	or is it an individual issue that we need to be
24	looking into? As it relates also specifically to Fair
25	Work Week, for example, we get many complaints about

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 41
2	one particular business and those will be together
3	but, even within those, we may have individual
4	complaints as it relates to also the Just Cause
5	provision, right, where somebody is terminated
6	unlawfully and we're going to treat that individually
7	as well to make sure that especially, if the
8	individual wants to be reinstated, they can get that
9	their job back faster. I would love to have rock star
10	Ortiz also share a little bit more about our outreach
11	on how we're helping.
12	COUNCIL MEMBER BREWER: And is there a
13	backlog? That's the other question I have.
14	COMMISSIONER MAYUGA: Sure.
15	ASSISTANT COMMISSIONER ORTIZ: Just to
16	speak directly to the outreach piece, Council Member,
17	we have begun implementing outreach with respect to
18	the local laws you helped us pass for greater
19	awareness of Paid Safe and Sick Leave and the
20	temporary schedule change. This includes a revamp and
21	updating of our worker bill of rights. That is a
22	comprehensive guide for New York city workers about
23	their city, state, and federal protections. We've
24	already been putting that up on LinkNYCs across the
25	city. We are also engaging now with our partners in

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 42
2	community-based organizations and labor
3	organizations. I expect intense in-person outreach to
4	begin in late April, early May so I think along those
5	lines we're very excited to have the opportunity to
6	speak more about worker rights in the city and get
7	people to our doorstep to file those complaints.
8	COUNCIL MEMBER BREWER: The other quick
9	question is education, not on the worker rights, but
10	just on consumer, and then I'll stop, Madam Chair.
11	The issue is, the drug store, the grocery store, etc.
12	I do write letters when it's a complaint, but is
13	there any proactive education given the fact that you
14	have less staff, etc.? I do find that the CVSs and so
15	on are locking up the deodorant. I got all that, but
16	I do worry that because you have less staff at some
17	of these stores in the general sense, the watch
18	store, the drug store, the grocery store, etc., are
19	they putting the prices out in the right manner,
20	etc., etc.? Are you finding any increase in that? Are
21	you able to do education? Just give me an update on
22	the consumer aspect of your agency as opposed to
23	worker protection.
24	COMMISSIONER MAYUGA: Thank you. Yes, so I
25	think it's two pieces. There's a piece of educating

1COMMITTEE ON CONSUMER AND WORKER PROTECTION432the New Yorkers but then also getting out there to3the businesses and make sure they know they have to4comply and they know we're watching.

5 COUNCIL MEMBER BREWER: Proactive as6 opposed to complaint-based, yes.

7 COMMISSIONER MAYUGA: Correct, and so one 8 of the things that I think we're getting better at is 9 on those proactive inspections of regularly visiting these businesses, right, to make sure that they're 10 11 complying with the law. We've gotten better at it 12 because we also have a better system to route our 13 inspectors, right, and maximize the time that they're 14 out there and how many more businesses they can 15 visit. I think that combined with our business 16 education days, right, that we've done hopefully in all of your Districts, and we should do them every 17 18 year, at least, if more than that, but let us know. 19 We also had the VIP that we just shared that we 20 expanded yesterday, right, the VIP, the Visiting 21 Inspector Program. We used to only go to businesses that we licensed. We would proactively reach out to 2.2 23 them and make sure that as soon as they got a license from us, we went out there and we're like, hey, this 24 is the inspection checklist, when our inspector comes 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 44
2	in, this is what we're going to be looking at, let's
3	walk through it, let's make sure you're good to go so
4	that next time we come, we're not issuing any
5	summonses. So now what we announced yesterday is that
6	we're now moving to do that for any business in New
7	York City, even if we don't license them. That's our
8	way of, again, looking at like where we're at, what
9	are we seeing? We want to make sure that we fill in
10	any gaps to make sure that businesses, it's hard to
11	have a business in New York City, right, that they
12	have also the support of an agency like ours which
13	sometimes people think that we're just going out
14	there to enforce, but those are some of the ways that
15	we are tackling and obviously always, always open to
16	any ideas, maybe something we haven't thought, would
17	love to explore it and get out there more.
18	COUNCIL MEMBER BREWER: Thank you, Madam
19	Chair.
20	CHAIRPERSON MENIN: Okay. We've also been
21	joined by Majority Leader Farías.
22	I'm now going to turn it over to Council
23	Member Krishnan for a question and then I'm going to
24	go back to some questions I have.
25	

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 45
2	COUNCIL MEMBER KRISHNAN: Thank you so
3	much, Chair Menin. Good to see you, Commissioner.
4	Thank you for your testimony, and I concur with
5	Council Member Brewer about Carlos' phenomenal work.
6	As a constituent too, I have to lift him up and also,
7	of course, long-time friend Kenny Minaya as well.
8	Good to see you here. We come from legal services
9	together so very nice to see you.
10	Commissioner, this is more just an
11	exploratory question on two points. One that Council
12	Member Brewer raised, which was just about the
13	proliferation of illegal weed shops across our city
14	and there's another one opening in my neighborhood on
15	82nd Street and 37th Avenue, and I'm just not
16	understanding how we can get better enforcement
17	around it because they seem to be popping up, then
18	they'll close, then they'll open up again,
19	undermining the state legal system so I was just
20	curious to know more about DCWP's role in that and
21	how you all have thought about this issue.
22	COUNCIL MEMBER BREWER: I can help with
23	the answer too if you want.
24	COMMISSIONER MAYUGA: Thank you for that
25	question, and I have to give my shout-out to my

1COMMITTEE ON CONSUMER AND WORKER PROTECTION462General Counsel, Mike Tigers. Nobody's giving him a3shout out. He is pretty good. He's a superstar also4in our agency, and I tell people that I think I have5a great General Counsel because I go to him and he is6a great thinking partner and figuring out, he's like7okay, maybe not that way, but this way.

8 Okay, to answer your question, Council 9 Member, 100 percent, it is a huge issue. We recognize it and what we've done is look at our toolbox and be 10 11 like, what are our powers, what can we do within the 12 powers that we have to tackle that issue? So, as you know, we license tobacco retail dealers and e-13 14 cigarette retail dealers, right? Because of that, we 15 inspect them. We're constantly inspecting them. We are very aware of just also the health dangers and 16 17 with children and all that. I have two kids. One of 18 them is 14, right? I'm always like paying attention 19 to these things and it's important to me so you just 20 bring this to the agency. Starting last year, we started to focus a lot of our resources from our 21 enforcement and our General Counsel's office team 2.2 23 there, and together with the Law Department. The way it works for us is that our inspectors are going to 24 be going to any of the places that we know are 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 47 2 licensed to make sure that they're complying with 3 those laws but also any complaints that we get from unlicensed businesses. If you don't know, it doesn't 4 matter, send them over, we'll go take a look. We'll 5 route them over, we're going to go visit them, we'll 6 7 issue those violations, we'll get them adjudicated at 8 OATH. Once we get the right number of those adjudications with, my General Counsel will soon 9 share with you how many of those are within a certain 10 11 period of time, we're going to go and we're going to 12 tell that business, we're coming to seal you, we're 13 coming to close you down, and we'll come back about 14 10 days after and we will lock up that place. It's 15 what we did with Council Member Brewer. We just did 16 that this morning also in Chair Menin's District. 17 That's it. We'll close them down. We will then go 18 again and make sure that you're still closed. Sure. 19 If that business comes and says, you know what, I'm 20 ready to pay my fines, I'm sorry, shouldn't have done 21 that, and they agree to also not engage further in the illegal activity, we will reopen them, assuming 2.2 23 they have a license, right? If they're unlicensed, that's it, they're going to stay closed but, assuming 24 they have a license, but even if you tell me that, I 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 48
2	am going to go again and make sure that you are
3	actually holding up your part of the bargain, right?
4	We've been strengthening our relationship also with
5	PD because they do come with us to make sure that
6	there's no issues related to that. As of since last
7	year, we've closed over 100 of these places so what
8	we're doing is that. We're just getting aggressive
9	about it. We're like being very proactive about it.
10	We'll continue to stay on it. It's a combination of
11	our enforcement unit with our attorneys in Counsel's
12	office and the Law Department if we get challenged in
13	any of our procedures. I'd love for my General
14	Counsel to add anything else I might have misspoke.
15	GENERAL COUNSEL TIGER: No, that really
16	covered the waterfront so I'm not going to kill the
17	lily too much, but I think it does indicate like we
18	recognize we hear, we our ear to the ground as far as
19	what's going on in New York. We hear it from you
20	folks. We hear it from our consumer services unit,
21	from individual New Yorkers coming in, and so we,
22	when we consider how we allocate our resources, we
23	try to dedicate resources to what are the issues
24	happening right now, and we have all seen it, you've
25	seen it, we've seen it, the proliferation of smoke
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 49
2	shops, as you mentioned, Council Member, and so we
3	very thoughtfully and intentionally felt like how can
4	we take our existing resources and target to what is
5	going to have the greatest impact and, as the
6	Commissioner said, over 100 since we've really
7	increased our work in this space so I think we are
8	proud of how we're dedicating it, and we have one
9	satisfied customer. We're willing to work, obviously,
10	with any of you and any of our staff to intake
11	complaints and work to deal with this issue.
12	COUNCIL MEMBER KRISHNAN: Thank you. We'll
13	follow up more. Thank you. Thank you, Chair.
14	CHAIRPERSON MENIN: Okay. Thank you so
15	much. Now, before we go back to the smoke shops and
16	tobacco, I just want to pick up on one issue
17	regarding worker complaints. We talked a little bit
18	about paid sick leave, and I'm going to get back to
19	that later but, under the MMR for Fiscal Year '23, it
20	says that it's taking the agency 194 days to close
21	these worker complaints. That, to me, is extremely
22	high, and I want to compare it to, you're on the one-
23	year anniversary of Fair Work Week. When we were on
24	the one-year anniversary of Paid Sick Leave when I
25	was Commissioner, it took us 33 days to close the
l	

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 Paid Sick Leave cases so 194 days is extremely
 alarming. Why is that number so high?

4 COMMISSIONER MAYUGA: Thank you for that question, Council Member. The way we look at it is, 5 obviously, we're always going to try to get the money 6 7 back to the workers. Especially when it comes to 8 worker protection, you'll see that we're always going 9 to be prioritizing that restitution to the workers versus like penalties from the businesses. It really 10 11 varies. The cases are vastly different depending on 12 how many workers, how many violations of the law. As I think we've shared at least other times, somebody 13 14 comes in with a complaint as it relates to Fair Work 15 Week and we ask them about Paid Safe and Sick Leave, 16 right, is that also a violation, and make sure that 17 we don't have to go back to that business. We want to 18 be very comprehensive. Stop the illegal activities. 19 Stop the unlawful practices and make sure that we can 20 make whole as many workers as possible. I can tell 21 you, though, that we do immediately, as soon as we 2.2 receive a complaint, we do assign it to an 23 investigator and we really want to make sure that we've been thorough in those investigations. They 24 vary in complexity so there's going to be a range in 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 51
2	terms of how long the cases take. I don't think I
3	have it in front of me, but, you know, Fair Work Week
4	is going to be one type of case. We have Paid Safe
5	and Sick Leave law. We have the work that we do with
6	the Freelance Isn't Free act work. All of those vary
7	in complexity and in amount of time that it takes
8	but, again, just last year we did secure 12.5 million
9	dollars for workers, and we intend to continue to
10	work hard and make sure that workers, their rights
11	are upheld.
12	CHAIRPERSON MENIN: What strategies can
13	you employ moving forward to bring down that time
14	frame of 194 days?
15	COMMISSIONER MAYUGA: We're constantly
16	looking at the ways in which we can improve our
17	processes especially in the worker protection area.
18	We have data scientists on our team that look at data
19	in a way that makes it be faster so that's one area
20	in which we continue to evaluate and see if there are
21	efficiencies we can pursue there, and I will just add
22	also that in terms of the cases, when it relates to
23	retaliation, for example, we do prioritize those and
24	make sure that those are resolved quicker because we
25	

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 want to make sure that individuals get their jobs
 back if that's what they prefer.

4 ASSISTANT COMMISSIONER ORTIZ: I think one thing I'd like to add to in terms of the strategies 5 that we're currently implementing is to make sure 6 7 that if we're seeing systemic violations of workers' rights, that we're taking a look at the whole 8 9 workforce that's in that location and so, instead of doing necessarily one complaint, one investigation, 10 11 one worker impacted, the way we're able to secure this these great successes in worker restitution is 12 13 by looking at the entire workplace. That does take 14 more time. We do contact all the workers. We do speak 15 with them. We develop that case and then, if we have 16 to, we'll bring that case to OATH if necessary, but I 17 think it's a new strategy that brings us more 18 successes.

19 CHAIRPERSON MENIN: To that point, and you 20 know we've talked at length about this, Starbucks. 21 Starbucks has a situation where there are 56 22 different stores, 76 different workers, some of whom 23 have filed a complaint back in February 14th of last 24 year, and none of those complaints have been closed. 25 If ever there was a case that calls for a citywide

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 investigation, in my opinion, it's Starbucks. Can you
 provide, why are we at this point where none of these
 cases have been closed?

COMMISSIONER MAYUGA: Specifically to 5 Starbucks, Chair Menin, I can say it is a complex 6 7 case. It is a very large case. As you mentioned, we 8 do have dozens of complaints from workers that span 9 over 50 stores. We want to get this right. I will also highlight that we did resolve four individual 10 11 just cause cases that are part of the group of 12 Starbucks workers because, like I mentioned before, 13 we're going to prioritize those. There were two of them who did want their jobs back so we worked hard 14 15 to make sure that those were prioritized. They still remain part of the larger case. The cases take time, 16 17 especially depending on their size, when you start 18 going through the process of looking at the 19 complaints, engaging with the complainants, getting 20 all the information from them, reaching out to the 21 business, getting their records, evaluating their 2.2 records, issuing findings, and then engaging in a 23 conversation to resolve the matter, but we are confident that we are dedicating workers, employees 24

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 54
2	in our units in the worker protection unit to look at
3	this case and make sure that we get it right.
4	CHAIRPERSON MENIN: Okay, I want to move
5	back to tobacco as well as unlicensed smoke shops
6	where I mentioned earlier that the numbers are down
7	in terms of tobacco retailer, dealers, and e-
8	cigarette inspections are down by 19 percent but, in
9	terms of overall inspections, those, as I mentioned
10	earlier, overall inspections by the agency are down
11	14 percent, so you mentioned earlier in your
12	testimony that the agency is an all-time high in
13	terms of headcount at 447 so if the agency is an all-
14	time high, why are inspections down 14 percent?
15	COMMISSIONER MAYUGA: Thank you, Chair.
16	We've had incredible successes during the last two
17	years since the Adams' Administration started and,
18	specifically last year again, 14.5 million dollars
19	back to New Yorkers. We are constantly looking at the
20	way we're operating, where we allocate resources,
21	where we're looking at things, the impact that we're
22	having. I don't think it is purely reflected in the
23	number of inspections but, specifically as it relates
24	to tobacco and e-cigarette retailers, we have done
25	15,700 related to our tobacco program, resulting in

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 55 2 about 9,600 summonses and 7,600 of those in 3 unlicensed activities for tobacco and e-cigarettes. Also collecting over 9.5 million dollars in fines for 4 businesses that are violating our tobacco and e-5 cigarette retail laws so the amount of people that 6 7 we're reaching, not just in terms as reflected in what we've recovered for workers, for consumers and 8 9 in fines, but the reach that we're having through our financial empowerment program with 10,000 individuals 10 11 being served by our Financial Empowerment Centers, 12 through our partners completing over 84,000 tax 13 returns the last tax season, and that really is 14 because of outreach that we've done and getting out 15 there and educating New Yorkers and partnering with 16 community-based organizations and other advocacy 17 groups to make sure that they help us get the word 18 out. 19 ASSISTANT COMMISSIONER ORTIZ: Just a 20 clarification, I would say overall inspection numbers 21 have gone down in the past Calendar Year is because 2.2 of the vending transition but, again, in terms of our 23 tobacco work, that number of inspections has gone up in the past Calendar Year, especially If we look to 24

the MMR and PMMR numbers. I guess the discrepancy

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 56
2	there is that while the tobacco program numbers might
3	be different, we have done much more proactive
4	inspections of tobacco so, if it's helpful, we can
5	parse that out for you in a chart to like really
6	clarify that, but I would say overall inspections are
7	down because of vending and overall tobacco-related
8	inspections are up.
9	CHAIRPERSON MENIN: We're not seeing that.
10	We're seeing a 20 percent decrease in the number of
11	tobacco summonses when compared to the same period in
12	2023 so we definitely need to
13	ASSISTANT COMMISSIONER ORTIZ: We can
14	bring that to
15	CHAIRPERSON MENIN: Dig into that because
16	we're seeing something different than that, and it's
17	of great concern. I don't understand why the
18	summonses are down 20 percent and I would be
19	concerned that businesses then, you're going to have
20	a huge black market for tobacco products sold in
21	unlicensed shops so I want to better understand that.
22	FIRST DEPUTY COMMISSIONER MINAYA: Chair,
23	we will definitely follow up with the data as my
24	colleague suggested. I just wanted to explain a quirk
25	of how the date is captured. The PMMR refers to
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 57
2	inspections conducted by inspectors in the tobacco
3	program. The full number is captured, you have to add
4	the number of the inspections in the tobacco program
5	and a subset of the inspections in the proactive
6	inspections because those inspections include
7	
	inspections where an inspector went in to look for
8	tobacco and other items that the agency enforces so
9	we'll parse that out for you, but that's how we keep
10	referring back to the proactive number because that's
11	where that's going to capture some tobacco work as
12	well.
13	CHAIRPERSON MENIN: Okay.
14	GENERAL COUNSEL TIGER: And you'll see a
15	spike in the same PMMR chart in the proactive, but we
16	will get you this.
17	CHAIRPERSON MENIN: On smoke shop
18	enforcement, what is the agency doing to lobby the
19	State to push this bill that is at the state level
20	forward that would give the City the legal authority
21	we need to shut these unlicensed smoke shops down?
22	ASSISTANT COMMISSIONER ORTIZ: Thank you,
23	Chair. I think we, ourselves, PD, the Sheriff have
24	been in close collaboration over the past few years
25	in terms of enforcement but also in terms of

COMMITTEE ON CONSUMER AND WORKER PROTECTION 58
 advocacy. I know it's one of the Mayor's priorities
 with respect to local cannabis enforcement authority.
 We're certainly supportive of that and are active
 partners.

6 CHAIRPERSON MENIN: Okay, that is top 7 priority because, we feel, all of us I think, and I 8 don't know a single Council Member doesn't feel 9 strongly on this subject so thank you.

10 I want to switch back to the Office of 11 Financial Empowerment because it is, as you said, an 12 incredible resource to ensure that low-income New 13 Yorkers are getting both EITC as well as financial 14 empowerment services so I want to understand that 15 because it appears that there have been some cuts in 16 that regard. On Financial Tax Prep, since it is tax 17 season right now, one of the great programs that the 18 agency offers is the annual tax season initiative so 19 an expansion for the program was added in an 20 adoption. However, in the November Plan, this expansion seems to be cut completely. Can you speak 21 about that? 2.2

COMMISSIONER MAYUGA: Thank you, Chair. We didn't cut any programs. I wonder if you're referring to, yeah, last year, we were going to be doing some 1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 59 2 work specific to a campaign. Once the PEG came that 3 was part of how the agency met its PEG, but the 4 program itself did not get cut. There was no reduction in the amount of money allocated to the 5 program, itself, and you saw the numbers increase in 6 7 terms also of the tax returns that were completed 8 last year. 9 CHAIRPERSON MENIN: So to be clear, I just

10 want to get this on the record, so there's absolutely 11 no cuts on Financial Tax Prep, and what about in 12 terms of work done to make sure that New Yorkers are 13 availing themselves of the earned income tax credit?

14 COMMISSIONER MAYUGA: 100 percent, no cuts 15 there either. As you know, right, you've obviously been a huge advocate of this and the Mayor also 16 17 believed in it and, since he came in, that's how we 18 saw the result last year of his advocacy in the first 19 year in terms of expanding the City's contribution 20 ability, like being allowed by the State to 21 contribute more than the 5 percent that the City used 2.2 to contribute so we are like at 10 to 30 percent and 23 we are seeing a huge impact on New Yorkers getting out there. I've done so many presentations. I really 24 enjoy it because I get upset when people tell me that 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 60
2	they've paid for tax prep when we know that the
3	program, it's so good, it's free, it's professional,
4	it's in the language that people understand, over 140
5	locations across the city. I mean I've been doing a
6	lot of presentations myself on Facebook Live, even in
7	Spanish, so it's definitely a priority for us and no
8	slowing down in promoting the program and its impact
9	as it helps individuals that qualify for their earned
10	income tax credit.
11	ASSISTANT COMMISSIONER ORTIZ: In terms
12	of
13	CHAIRPERSON MENIN: We've also oh, go
14	ahead.
15	ASSISTANT COMMISSIONER ORTIZ: I just
16	wanted to add in terms of outreach, since the
17	beginning of the Adams' Administration, we've done
18	over 400 free tax prep events to spread the word. You
19	might have seen some of our high visibility street
20	furniture and marketing campaign placements going up
21	just recently and, on the advocacy level, we continue
22	to work closely with the Mayor's Office and at the
23	State with respect to certain earned income tax
24	credit expansions.
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION

CHAIRPERSON MENIN: Okay, we've also been
joined by Council Member Ossé.

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4 Speaking about the earned income tax credit, so in 2015 we launched the City's largest 5 phone-a-thon. We did a phone-a-thon in every single 6 7 borough in multiple languages. We worked with other 8 City agencies to get data on who is eligible for EITC 9 and then we did phone banking to them in dozens and dozens of languages and, as a result of that, we were 10 11 able to return 250 million dollars to low-income New 12 Yorkers so I want to know if the agency is going to 13 consider something like that again because we were 14 able to get the 250 million dollars back. You 15 mentioned a number of 220 million, which covers two 16 years so it's significantly less than we got in 2015 17 so I'm not trying to always go back and compare, but 18 this was something that really worked. We reached, 19 because people were leaving the EITC on the table and 20 not taking it. Is the agency contemplating doing 21 something outside of the box like that that really, 2.2 we proved that it worked, and it's all there to be 23 done again, the whole thing is there to be able to utilize. 24

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 62
2	COMMISSIONER MAYUGA: Love thinking
3	outside the box. Let's definitely talk and figure out
4	how we can get to reach more New Yorkers. 100 percent
5	on board with exploring any way to reach more New
6	Yorkers.
7	CHAIRPERSON MENIN: Okay. I'm going to
8	ask, do any of my Colleagues at this point know?
9	Council Member Ossé, do you have any
10	questions? Okay, I'm going to keep on going. All
11	right.
12	I want to talk now about miscellaneous
13	revenue changes so in the Fiscal 2025 Prelim Budget,
14	DCWP saw projected changes, particularly in consumer
15	protection licenses, consumer protection fines in the
16	state tobacco program so the Fiscal 2025 Prelim Plan
17	projects that the Department will collect 5.6 million
18	in revenue from consumer protection licenses in
19	Fiscal 2024, which is less than the actual amount
20	collected in Fiscal 2023 and 1.2 million less than in
21	revenue from licenses in Fiscal 2025. Is a projected
22	decrease in revenue in Fiscal '24 a result of an
23	increase in issuing licenses?
24	FIRST DEPUTY COMMISSIONER MINAYA: Thank
25	you for the question, Chair. No, and I think that's

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 63
2	reflected in the PMMR as far as licensing wait times.
3	This fluctuation is more operational. As you know,
4	our licenses expire every two years so on some years,
5	I think it's the odd years, we have the higher volume
6	categories, home improvement contractors, and then on
7	the even years, the number decreases slightly.
8	CHAIRPERSON MENIN: In terms of the number
9	of business licenses, can you talk about the overall
10	number of business licenses that were issued?
11	FIRST DEPUTY COMMISSIONER MINAYA: I
12	believe we have about 40,000 businesses that have
13	DCWP licenses, Chair.
14	CHAIRPERSON MENIN: I'm sorry. Can you say
15	that again?
16	FIRST DEPUTY COMMISSIONER MINAYA: 40,000
17	is the number of licensees with DCWP licenses.
18	CHAIRPERSON MENIN: And how is that
19	comparing to the last couple of years?
20	ASSISTANT COMMISSIONER ORTIZ: I would say
21	I remember when I joined in 2016 that we had about
22	more than 70,000 licensees and now we're about
23	40,000, 45,000, but I think we've overall in the past
24	few years, engaged in a very intentional process of
25	small business relief and reform, both on fines, both

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 64
2	on fees, but also in terms of maybe anachronistic or
3	outdated license categories that were unnecessary.
4	For example, a big chunk of what was changed between
5	2016 and now was the repeal of the home improvement
6	salesperson category and folding those requirements
7	into the home improvement contractor category. I
8	think that was able to achieve one license for that
9	activity as well as remembering that we always have
10	the consumer protection laws as another authority we
11	can leverage.
12	CHAIRPERSON MENIN: I do have a question
13	related actually to the home improvement trust fund
14	because we are receiving a number of complaints about
15	that. know obviously the agency made changes to that
16	about the way that that works. So how many consumers
17	have received the up to 10,000-dollar limited home
18	improvement trust fund invasion since your new rule
19	went into effect?
20	GENERAL COUNSEL TIGER: Sorry, we'll have
21	to get you that exact number. It's been close to a
22	million dollars we've distributed through trust fund
23	invasions. Yeah, it's a little over 100 consumers
24	that we've been able to provide that up to 10,000
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1COMMITTEE ON CONSUMER AND WORKER PROTECTION652number since we streamlined the home improvement3contractor...

4 CHAIRPERSON MENIN: And how does that 5 compare to prior years before you implemented the new 6 rule change?

7 GENERAL COUNSEL TIGER: I don't have the, those exact numbers. We can get those to you. It is a 8 9 significant change. It was a priority for us to figure out how best to make sure that the trust fund 10 11 could be invaded more expeditiously and get money in into consumers' hands so we were reacting something 12 13 that we were seeing on the ground and so we decided 14 we had to make an operational change. We engaged the 15 Law Department. We actually had to go through a 16 rulemaking process to achieve this goal, but it has 17 had a very beneficial effect on New Yorkers just in the last six months. 18 19 CHAIRPERSON MENIN: Okay. Going back ...

ASSISTANT COMMISSIONER ORTIZ: Chair, I'm sorry. Just to jump in. Since 2016, we've had 167 invasions of the trust fund for about 2 million dollars so I would say that the reforms that we made most recently have made up a significant chunk of

COMMITTEE ON CONSUMER AND WORKER PROTECTION 66
 that so I think they've really gone to benefit New
 Yorkers in many ways.

4 CHAIRPERSON MENIN: Okay. In terms of, so we're seeing that, as you mentioned, a real drop in 5 the number of licenses and you explained why some of 6 7 the categories are no longer licensing and there's 8 been a streamlining of the licenses. We're seeing a 9 drop off in consumer protection fines when compared to last year's Preliminary Plan. Can you explain the 10 reason for the reduction in fine collections. 11

FIRST DEPUTY COMMISSIONER MINAYA: Thank 12 13 you for the question, Chair. What's in the 14 preliminary report as far as that drop you're 15 referring to, Fiscal Year '24 Preliminary, the 16 revenue target there was 12 million. Fiscal '25 17 preliminary, the revenue target there is 9.7 million. 18 That 12-million-dollar figure and that number 19 reflects a one-time pegging of revenue that there's a 20 PEG instituted by OMB. We met the PEG because we had 21 higher than higher than expected revenues, and that's why that number increased one time. The baseline is 2.2 23 the 9.7-million-dollar figure, which we're back to this first this Fiscal Year. 24

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 67
2	CHAIRPERSON MENIN: Okay. I want to move
3	to the Office of Labor Policy Standards. Obviously,
4	that Office is promoting equity in the workplace by
5	enforcing New York City's worker protection laws so
6	everything from, as we discussed, Paid Sick Leave and
7	Fair Work Week and other important laws related to
8	that. You recently implemented an online portal to
9	increase visibility and accessibility for workers to
10	file formal complaints so in the first four months of
11	Fiscal 2024, the agency saw a 180 percent increase in
12	workforce complaints when compared to the same period
13	of Fiscal 2023. However, the agency only increased
14	the amount of investigations by 95 percent so what is
15	driving this large increase in workforce complaints,
16	and can you furthermore explain the disparity between
17	the two PMMR indicators?
18	COMMISSIONER MAYUGA: Thank you, Chair
19	Menin. The number of complaints coming in, it's
20	difficult to pinpoint exactly what's causing them,
21	some of what we shared before I think still applies
22	in terms of accessibility and easiness to file the
23	complaints because of our online portal, getting out
24	there more in terms of sharing and giving
25	presentations, strengthening our relationships with
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 68
2	worker advocacy groups also that help us make sure
3	that more working New Yorkers know of their rights.
4	In terms of the investigations open, I think it's a
5	little bit hard to relate the two because not every
6	complaint is going to end up in an investigation,
7	right, and also not every complaint is going to
8	result in an individual investigation as many of them
9	could be grouped together because it relates to the
10	same business.
11	CHAIRPERSON MENIN: So what will that mean
12	moving forward? How do you expect that this disparity
13	will be resolved?
14	COMMISSIONER MAYUGA: It's just that I
15	don't think they're ever going to be necessarily
16	related because I would have to see if this specific
17	number, the complaints that are coming in, there's
18	just not necessarily going to end up all being
19	investigations or all being individual
20	investigations. In terms of improving the work that
21	we do that, it's just an exercise that we engage in
22	constantly throughout the year, not for budget
23	reasons, but just generally making sure that what
24	we're doing is what makes the most sense to have the
25	biggest impact, positive impact on New Yorkers and in

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 69
2	the fastest way so those exercises will continue.
3	Again, for example, in terms of reaching more New
4	Yorkers, putting out that portal has really helped
5	and give us visibility. As we get more complaints, we
6	can say is there any particular area that we might
7	want to focus on and that we might be seeing that
8	needs special attention. We'll focus on that as well.
9	CHAIRPERSON MENIN: And how do you plan on
10	handling the increase in complaints? For example, the
11	increase in caseload has led to an increase in time
12	to open an investigation by 12 percent. Do you have
13	plans to increase your workforce in these areas to
14	address this?
15	COMMISSIONER MAYUGA: We'll have to take a
16	look. Again, depending in the type of investigation
17	that it is, is there any particular area that we want
18	to focus on, moving around like resources to
19	prioritize, be strategic about it. There'll be a
20	number of things that we'll be looking at to make
21	sure that we get back to New Yorkers as soon as
22	possible.
23	CHAIRPERSON MENIN: In terms of, we talked
24	a little bit about Starbucks, are there other
25	companies in that, not the exact same fact pattern,
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 70
2	of course, but other large companies that have
3	systemic complaints across the board. I know you can
4	never talk about an open, active investigation. I'm
5	not asking for that. I'm just asking for are there
6	other comparable corporate actors who have tremendous
7	number of complaints that you are looking at?
8	COMMISSIONER MAYUGA: I think one thing
9	that we got to talk about when I first started also
10	was Chipotle, right? That was one company that we had
11	that groundbreaking settlement of 20 million for
12	workers and that was one example that I think brought
13	a lot of visibility to the Fair Work Week law. We
14	have completed investigations against other
15	Businesses, Paris Baguette was one of them that we
16	also settled recently last year, and there were a few
17	others that we put out some press releases to promote
18	the work and let individuals know that we are here
19	for them and also show businesses that we are paying
20	attention to them. Just last year, specific to Fair
21	Work Week, we had 8 million dollars in restitution
22	and 800,000 in civil penalties for about 7,000
23	workers. The same way we try to get out there and
24	inform businesses also, we've hosted roundtables with
25	these large companies to make sure that we're all on
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 71 2 the same page and we can really go over any questions 3 that they may have to try to move them into 4 compliance. That's always also going to be our goal. CHAIRPERSON MENIN: Okay. Question on 5 street vending, because you talked earlier about the 6 7 transfer of the street vending enforcement to the Department of Sanitation. Are you still currently 8 9 working with Sanitation and assisting them in this transition and, if so, how? 10 11 COMMISSIONER MAYUGA: Yes, we are helping 12 them with the knowledge that we acquired during the 13 time that we were enforcing it so we remain a resource for them. We're not actively doing any 14 15 enforcement, but we do remain as a resource for them. CHAIRPERSON MENIN: Is there anything 16 17 still budgeted within your agency budget for street 18 vending enforcement? 19 COMMISSIONER MAYUGA: No. 20 CHAIRPERSON MENIN: Okay. Going back to 21 the Home Improvement Contractor Trust Fund, which I talked about before, can you talk a little bit about 2.2 23 what the review process you mentioned that 100 consumers have been helped? That seems on the low end 24 because I know from my prior days at Consumer Affairs 25

1COMMITTEE ON CONSUMER AND WORKER PROTECTION722that home improvement complaints are one of the top3consumer complaints so 100 seems low. What is the4review process and how can we get that number5increase in terms of the number of consumers that are6reached?

7 COMMISSIONER MAYUGA: It's a relatively 8 new process, right, since we tried to improve the 9 system to make sure that we were more positively 10 impacting more New Yorkers so I think we're still 11 seeing that and hoping that number keeps going up, 12 but I'll have General Counsel Mike Tiger tell you a 13 little bit more about those steps that we follow.

GENERAL COUNSEL TIGER: Yeah. First, I want to say first, this is a relatively new process, as the Commissioner said, so we're actually quite happy with the way that it started.

18 Second, of course, we always want to work 19 with all of you and anything that we can do and work 20 with you to get the word out. There is a page on our 21 website that walks consumers through the revamped HIC 2.2 trust fund invasion process. We hope it is pretty 23 self-explanatory, but we were actually pleased with the number of applicants for a trust fund invasion 24 that we've got. We actually have an attorney 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 73
2	dedicated, not all this time, but we have an attorney
3	who was like working with staff to go through the
4	claims process and make sure that the paperwork all
5	makes sense and that the timing works out and that
6	the actual licensee in place contributed to the trust
7	fund so we're actually relatively optimistic of how
8	things are going so far, and we are optimistic that,
9	with continued engagement, those numbers will
10	continue to allow us to put money back in the pockets
11	of New Yorkers.
12	CHAIRPERSON MENIN: Okay, I want to talk a
13	little bit about some of the larger scale consumer
14	protection investigations because for-profit
15	colleges, for example, so during my tenure, we issued
16	the subpoenas to four different schools. I know you
17	recently announced on Berkeley, right? What happened
18	to the other three schools that we had sent subpoenas
19	to?
20	COMMISSIONER MAYUGA: Thank you. Thank
21	you. Absolutely, for-profit colleges is an issue. You
22	mentioned Berkeley. We also actually pursue a case
23	against ASA College, and they're no longer accredited
24	so they're like out of business, but it is something
25	that we're paying attention. I don't know if we have

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 74
2	GENERAL COUNSEL TIGER: Yeah. I think this
3	is going back a while. I think we can maybe talk to
4	you more offline about those individual
5	investigations. I know when I started in 2017, I know
6	that we have a couple of years <u>(INAUDIBLE)</u> we had
7	issued sentences. I know the cases you're talking
8	about, but I don't want to
9	CHAIRPERSON MENIN: Fine. Terrific. We
10	will definitely handle that offline, not a problem.
11	Going back to OFE, skipping around a
12	little bit, unbanked and underbanked New Yorkers. You
13	recently released a brief detailing the number of
14	unbanked households in New York City, which estimated
15	that nearly 10 percent of New York City's households
16	are unbanked, which is more than double the national
17	average, that's terrible, and most striking was a
18	study found that 17 percent of Bronx households were
19	unbanked so does the Preliminary Plan include any
20	additional resources to address the high levels of
21	unbanked households across the city?
22	COMMISSIONER MAYUGA: Thank you for that
23	question, Chair, and thank you for being so aware of
24	our work because there's so much that goes into it,
25	and we're glad to see it noted.
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION

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2 We work through our Financial Empowerment 3 Centers, right? One of the things that we try to make 4 sure that New Yorkers and then the other thing that we also know to do is to have safe banking. There are 5 individuals who have banking, but then there's those, 6 7 like you mentioned that we highlighted in the report, who do not have a bank account, and that's one of the 8 9 goals that we try to have New Yorkers reach when they meet with our financial empowerment counselors, 10 11 because some of them we know anecdotally that they 12 believe that they just cannot access a bank account, 13 that they cannot meet a certain minimum for them to 14 maintain a bank account. We know that sometimes also 15 the issue may be that they don't know that there are certain banks that will accept the NYCID, for 16 17 example, to do that so part of what we do is to make 18 sure that they have that information, empower them 19 with that information so they can move forward. 20 Certainly, some of the reasons that, as you might 21 have read in the report, is because there might be a lack of bricks-and-mortar branches in some of this 2.2 23 neighborhood. Welcome a meeting to really figure out ways in which we can tackle the issue. I don't think 24 it's necessarily just us, but other partners in 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 76 2 government and outside of government to try to make 3 sure that there's more accessible banking in New York 4 City Especially the neighborhoods that we mentioned 5 in the report.

ASSISTANT COMMISSIONER ORTIZ: I would 6 7 also add, Chair Menin, that Mayor Adams also 8 announced an expansion of the Financial Empowerment 9 Centers in the State of the City. We're looking at seven new Financial Empowerment Centers at H and H 10 11 locations, which, to the Commissioner's point earlier, we think will be able to connect serve as 12 13 hubs and connect New Yorkers with a lot of different 14 resources. We're still working with OMB in terms of 15 the implementation of that, but it's something we're definitely excited for. 16

17 CHAIRPERSON MENIN: Okay. Terrific. On 18 that note, I'm going to stop questioning because 19 we've got many members from the public who are here 20 so I want to thank the Administration for being here 21 today and answering our questions. We'll continue the 22 dialogue as I know we've got some followup, but thank 23 you very much for your testimony today.

COMMISSIONER MAYUGA: Thank you so much.

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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 77 2 CHAIRPERSON MENIN: Okay. I'll turn it 3 over to Committee Counsel. Thank you. 4 COMMITTEE COUNSEL SWAINE: We'll give the Administration an opportunity to collect their things 5 and turn to public testimony. 6 7 I now open the hearing for public 8 testimony. I remind members of the public that this 9 is a formal government proceeding and that decorum shall be observed at all times. 10 11 As such, members of the public shall remain silent at all times. The witness table is 12 13 reserved for people who wish to testify. No video 14 recording or photography is allowed from the witness 15 table. Further, members of the public may not present 16 audio or video recordings as testimony but may submit 17 transcripts of such recordings to the Sergeant-at-18 Arms for inclusion in the hearing records. 19 If you wish to speak at today's hearing, 20 please fill out an appearance card with the Sergeant-21 at-Arms and wait to be recognized. When recognized, you will have two minutes to speak at today's 2.2 23 hearing, which topics Preliminary Budget Hearing Consumer and Worker Protection. 24

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 78
2	If you have a written statement or
3	additional written testimony you wish to submit for
4	the record, please provide a copy of that testimony
5	to the Sergeant-at-Arms. You may also email written
6	testimony to testimony@council.nyc.gov within 72
7	hours of this hearing. Audio and video recordings
8	will not be accepted.
9	The first panel will be in person. Rafael
10	Espinal, Josh Kellerman, Michael Cassaday, and Ligia
11	Guallpa. You may come to the table.
12	You may begin.
13	LIGIA GUALLPA: Thank you so much for the
14	opportunity to speak. My name is Ligia Guallpa. I'm
15	the Executive Director of the Workers Justice
16	Project, which is a workers' center that has been
17	organizing low-wage workers for almost a decade,
18	particularly essential workers like construction
19	workers, cleaners, and app delivery workers. In the
20	past three years, we've been advocating to pass labor
21	
	protections for app delivery workers, and we passed a
22	protections for app delivery workers, and we passed a few of them, from access to bathroom, ability for
22 23	
	few of them, from access to bathroom, ability for
23	few of them, from access to bathroom, ability for workers to decide how far they want to travel, and

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 79 2 the Commissioner and DCWP actually on the historic 3 implementation of minimum pay, and I just want to 4 highlight some important facts. One is app delivery industry happens to be one of the growing industries 5 in New York City, and some of the huge, significant 6 7 impacts that we have seen, and I think the 8 Commissioner Mayuga had explained, is that in the 9 first two months of minimum pay implementation, there have been 16 million of pay increase just on minimum 10 11 pay every week. That's how much of money, extra 12 money, that is going in the pockets of delivery 13 workers. However, what some of the biggest challenges 14 we have seen is the ongoing retaliation of workers 15 from the companies to the workers, and some of these 16 happens to be removing the tipping option and making 17 it harder and reducing the tipping amount that 18 deliveristas are receiving. The other one is reducing 19 flexibility, making it harder for workers to join the 20 apps. The other one is creating confusion, division, 21 and anxiety by making sure that paid transparency 2.2 becomes almost impossible for workers to understand 23 how they're paid and, today, you will hear from some that frustration and that division that has been 24 25 created by the apps, and we're here to continue to

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 80
2	advocate to make sure that we hold the app companies
3	accountable for better pay and better standards and
4	also close the gaps when it comes to the paid
5	transparency and make sure that workers continue to
6	receive the tips, which is a right that workers
7	deserve and companies should be limiting and we
8	should continue to hold accountable the corporations,
9	and we look forward to working with City Council on
10	passing more legislation that holds not only app
11	deliveries accountable but also makes the streets
12	safer.
13	CHAIRPERSON MENIN: Okay, I'm just going
14	to ask you to wrap up, if you want to submit, you're
15	going to submit the written testimony?
16	LIGIA GUALLPA: Yeah, and I'm actually
17	wrapping it up, yeah.
18	CHAIRPERSON MENIN: Terrific. Thank you.
19	LIGIA GUALLPA: Thank you so much.
20	CHAIRPERSON MENIN: Thank you.
21	MICHAEL CASSADAY: Hello, good afternoon.
22	My name is Michael Cassaday. I'm an organizer at 32-
23	BJ SEIU. I'm here to testify in support of the
24	critical role the Department of Consumer and Worker
25	Protection plays in supporting labor standards in the

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 81
2	fast food industry and other industries in New York
3	City. Unfortunately, in the January 2024 PEG, DCWP
4	was given a hiring freeze that will mean they can't
5	backfill vacant positions to get their important work
6	accomplished. We urge the City to reverse the PEG and
7	allow DCWP to restore their staffing levels.
8	Employment in the fast food sector has grown rapidly
9	over the past two decades. This has been especially
10	true in New York City, whose growth in fast food
11	employment outpaced the national rate between 2000
12	and 2014. While employment in the sector fell during
13	the pandemic, it has again been climbing as the
14	city's economy and employment recover. Recent data
15	from the Center for an Urban Futures State of the
16	Change report shows that fast food employment in New
17	York City returned to pre-pandemic levels in 2022.
18	The City has taken seriously the need for greater
19	protections for fast food workers by passing
20	legislation like the Fair Work Week Law, Paid Sick
21	and Safe Leave, freelance protections, and 15-dollar
22	minimum wage. More recently, the Council passed
23	groundbreaking Just Cause legislation, making New
24	York the first city in the country to protect fast
25	food workers against unfair firings and reductions in

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 82 2 hours as well as protections for delivery workers. DCWP has been an unflinching champion of these 3 4 standards, and 32 BJ has been proud to work with this agency to enforce the rights of thousands of New 5 Yorkers subjected to unjust work conditions. At the 6 7 union, we see the impact of DCWP's advocacy every day. In 2022, DCWP supported Chipotle workers in 8 9 winning a 20-million settlement after filing complaints alleging thousands of violations to their 10 11 predictable scheduling rights. We've seen similar 12 victories in other industries in which we organize. 13 In two recent settlements with major airline 14 contractors concerning the City's Paid Sick and Safe 15 Leave Law, DCWP was able to recover 30,000 for the City and an additional 138,000 for hundreds of 16 17 workers. Over the last year, 83 Starbucks workers 18 from 63 stores filed complaints with DCWP alleging 19 systematic violations of the Fair Work Week and Just 20 Cause law. Starbucks operates three times as many 21 restaurants in New York. 2.2 CHAIRPERSON MENIN: I'm just going to ask 23 if you can start to wrap it up. MICHAEL CASSADAY: Okay, sorry about that. 24 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION

CHAIRPERSON MENIN: I know you're going tosubmit the written testimony.

4 MICHAEL CASSADAY: Okay, thank you so much. Just to conclude, in passing Just Cause amidst 5 the pandemic, New York City sent a bold message that 6 7 we will rebuild our economy by protecting essential 8 workers, not by sacrificing them. We ask that the 9 City Council stand by its commitment by funding DCWP so it can make these laws a reality for all fast food 10 11 workers. Thank you so much for your time.

CHAIRPERSON MENIN: Thank you very much. 12 13 JOSH KELLERMAN: Hello, and thank you for 14 the opportunity to testify today. My name is Josh 15 Kellerman. I'm the Director of Public Policy at the 16 Retail Wholesale and Department Store Union, RWDSU. We represent around 40,000 workers in New York from 17 18 apparel retail, grocery stores, pharmacies, food 19 processors, warehousing, cannabis, farm workers, non-20 profits, and other low-wage sectors. I would first like to take a moment to appreciate the leadership of 21 the Committee on Consumer and Worker Protection for 2.2 23 supporting workers' rights and working people throughout the city. At several moments of crisis for 24 our members, the Members of this Committee have stood 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 84 2 side by side with us to demand dignity, equality, and 3 fairness on the job. It is important for workers who 4 are being attacked by their employers to see that the 5 elected leaders of the City have their back. Thank 6 you.

Second, I would like to appreciate the 7 dedicated leadership and staff at the Department of 8 9 Consumer and Worker Protection. DCWP is the enforcement arm of several bills that we have 10 11 championed in New York City, including Paid Safe and 12 Sick Leave, the Fair Work Week law, the Grocery 13 Worker Retention Act, the Prohibition on Cashless Businesses, and more. DCWP is essential to protecting 14 15 workers and consumers in New York City and deserves 16 not just praise, but the resources necessary to do 17 their job well. The RWDSU is concerned about the 18 Preliminary Budget proposal and its potential impact 19 on DCWP's ability to enforce New York City's labor laws. The enforcement of Paid Sick Leave and Fair 20 21 Work Week should not be cut to save money. As 2.2 ultimately, the failure to enforce these laws will 23 lead to more lost wages for workers, more sickness in our population, and more economic disruption for 24 those who can afford it the least. These will cost 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 85
2	the City more in the long run than any budget cuts
3	will save. The essential role of DCWP to New York
4	City's workers and consumers means that the
5	Department should not be subject to this planned
6	attrition and hiring freeze. Please ensure that DCWP
7	is fully funded to do its essential work. On behalf
8	of RWDSU's membership and leadership, I'd like to
9	thank you again for your leadership and support.
10	CHAIRPERSON MENIN: Thank you.
11	RAFAEL ESPINAL: Good afternoon,
12	Chairperson Menin and fellow Council Members. My name
13	is Rafael Espinal, former New York City Council
14	Member, now proudly the Executive Director of the
15	Freelancers Union. The Freelancers Union is the
16	country's largest and fastest growing independent
17	workers organization, representing over 90,000
18	freelancers just here in New York City alone. Our
19	members work in a diverse number of essential fields,
20	making their living as service providers,
21	accountants, healthcare workers, media workers, and
22	artists. In 2022, we continued a longstanding
23	partnership with the Mayor's Office of Media and
24	Entertainment to unveil our New York City's
25	Freelancers Hub in Industry City, Brooklyn, where we
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 86 2 are thrilled to provide a free co-working space and 3 programming for freelancers across all five boroughs. 4 The independent workforce offers valuable skills, efficiency, and on demand labor to large and small 5 businesses. They truly are the backbone of this 6 7 city's economy. Freelancers Union has fought for and won protections for freelance workers, including the 8 9 nation's first Freelance Isn't Free Act to protect folks from nonpayment right here in New York City 10 11 and, of course, with your help, Chairperson Menin, 12 when you were the Commissioner there at the agency. 13 We are immensely proud of the Freelance Isn't Free Law, which in over five years has resulted in at 14 15 least 773 freelancers reporting to receive payment 16 that was owed to them after filing a complaint with 17 DCWP, totaling approximately 3 million dollars in 18 restitution to those workers. DCWP conducted more 19 than 230 events that raised awareness about the 20 Freelance Isn't Free Act's protections during this period, reaching approximately 20,000 folks. This is 21 2.2 why I encourage the Council to adequately support 23 DCWP who enforces Freelance Isn't Free by ensuring they have the proper staffing and funding for their 24 casework, outreach, and education. Additionally, 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 87 2 alongside the Mayor's Office and Department of 3 Consumer and Worker Protections, we are now able to 4 provide freelancers across the city with free support 5 when they file their taxes and assist with other financial planning needs through the self-employed 6 7 tax prep program, which has been incredibly impactful 8 for freelancers across the five boroughs. With that 9 said, we ask the Council to continue supporting the Commissioner, the agency. They're doing very 10 11 important work in ensuring that the independent 12 workforce, which doesn't have the basic protections 13 as traditional employees, are protected and have the resources they need to succeed in all five boroughs. 14 15 Thank you.

16 CHAIRPERSON MENIN: I really want to thank 17 the four of you for being here today because this 18 testimony is incredibly important. I don't know if 19 you were in the room for my questioning, but one area 20 of my questioning centered around the fact that it's 21 taking the agency on average, according to the MMR, 2.2 194 days to close out worker complaints, which in my 23 opinion is far, far, far too long so having this testimony is very important. 24

1COMMITTEE ON CONSUMER AND WORKER PROTECTION882I wanted to ask, and it's open to any of3you that want to answer this, is this 194-day average4time to close a complaint, how, in your opinion, is5that affecting your members?

RAFAEL ESPINAL: I'll speak directly just 6 7 to our members' experiences when they reach out to the agency and, of course, this is not at all the 8 9 fault of the agency, but the lack of funding the agency has to staff people and to take on these 10 11 complaints. The first email they receive when they 12 file a complaint for nonpayment from a client I think outlines that they're going to have to wait over 13 three weeks to receive an initial response, right, 14 15 and that is because they are severely understaffed so 16 we encourage the Mayor's Office and the City Council 17 to ensure that the Commissioner has the resources she 18 needs to be able to complete and act on those cases 19 as soon as possible.

LIGIA GUALLPA: I just wanted to add actually passing the minimum wage laws for delivery workers, that adds a huge number of new complaints that was unpredicted, especially in enforcing a large workforce, so the fact that they're going through hiring freeze means unable to add more investigators, 1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 89 2 being able to take on the large amount of load cases, 3 and we're expecting more as app delivery companies 4 continue to retaliate and create a huge load of casework that I think we need to make sure that a 5 fully funded staff agency can respond to a rapid 6 7 growth of violations that are experiencing not only delivery workers, but many of these new industries 8 9 that are being regulated.

MICHAEL CASSADAY: I think I would add in 10 the numbers that we've seen, it takes 10 to 12 weeks 11 12 just to get assigned for an investigation and, working in the fast food industry as we have some of 13 14 the city's lowest paid workers, these workers can't 15 afford if they've been unjustly terminated, if their 16 hours have been cut significantly, they just can't 17 afford to wait that long.

18 JOSH KELLERMAN: They've had a significant 19 increase in responsibilities over time, and we just 20 keep adding new bills that we want them to enforce, 21 right, and without the appropriate level of 2.2 resourcing, I think it's only expected that the 23 timelines are going to increase. We'd love to see shorter timelines, but they'd have to go hand-in-hand 24 with additional resources. 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 90
2	RAFAEL ESPINAL: Yeah, and just to finish
3	adding on that thought about how it affects our
4	members. I think there our members become discouraged
5	and they most likely decide not to go through the
6	process because of the long wait times which leaves
7	them in this position where they're most likely going
8	to get exploited.
9	CHAIRPERSON MENIN: Right, so it has a
10	deterrent effect on people even wanting to file the
11	complaint if they feel that they're not being heard.
12	Couldn't agree more. Thank you so much for your
13	testimony today. We really appreciate it.
14	COMMITTEE COUNSEL SWAINE: Next panel will
15	be Bishop Mitchell Taylor, Carina Kaufman-Gutiérrez,
16	and Ben Fuller-Googins. You may come up to the table.
17	You may begin.
18	BISHOP MITCHELL TAYLOR: Good afternoon,
19	Chair Menin, to Council Member Farías, to Council
20	Member Brewer, and to all the Committee Members and
21	Staff on today. I am Bishop Mitchell Taylor, the co-
22	founder and CEO of Urban Upbound, a non-profit
23	organization that was developed 20 years ago to break
24	cycles of poverty in public housing neighborhoods in
25	New York City. I'm testifying to highlight the
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 91 2 importance of retaining City-funded programs that 3 protect lower- and middle-income New Yorkers, both as 4 workers and consumers in New York City. For instance, Urban Upbound operates two programs in partnership 5 with DCWP that achieves this goal. First of all, let 6 7 me describe the composition of Urban Upbound, which is made of seven silos in communities, made up of 8 9 business development, career development, one-on-one financial counseling that we innovated in New York 10 11 City for poor people in public housing, youth development, academic, and vocational, the Urban 12 13 Upbound Federal Credit Union, the Urban Upbound Tax 14 Preparation Services, which is the largest tax 15 preparation service in New York State and fourth in 16 the country, and then the Urban Upbound Mental Health 17 Department, and none of these would be novel if they 18 stood individually but, when you comprehensively 19 integrate them on campuses, it becomes magical. We 20 have seven bricks-and-mortar facilities that operate 21 in New York City with 36 satellites preparing taxes for New Yorkers in all five boroughs. Last year, we 2.2 23 did 14,000 returns, returning 12 million dollars to New Yorkers in this city. The second program, which 24 is made possible through funding from DCWP is our 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 92 2 financial counseling program. Financial counseling 3 was something that was not funded in New York City 20 4 years ago and, when I started talking about lowincome New Yorkers needing one-on-one financial 5 counseling, nobody wanted to fund it, but I found a 6 7 quote from Bill Clinton that said rich people have financial planners, but poor people actually need 8 9 them and, finally, I struck an arrangement with Jonathan Mintz, who was the former Commissioner with 10 11 the Department of Consumer Affairs at that time, and 12 we inaugurated one-on-one financial counseling at 13 Urban Upbound and then expanded it and created the 14 Office of Financial Empowerment under DCA so I have a 15 testimony written and I'll submit, but I think that 16 is very important to highlight how important these 17 partnerships are with urban community-based 18 organizations like Urban Upbound that provide these 19 invaluable services to not only small businesses but 20 gig workers and residents of New York State that need 21 tax preparation so thank you so much for giving me 2.2 the opportunity to speak on today. Thank you. 23 CARINA KAUFMAN-GUTIÉRREZ: Good afternoon, Chair Menin and Committee Members. My name is Carina 24 Kaufman-Gutiérrez, and I'm the Deputy Director of the 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 93 Street Vendor Project. Thank you so much for the 2 3 opportunity to testify today. As the only 4 organization that exclusively serves street vendors 5 in New York City, we are the centralized hub for this under-served population with a membership of over 6 7 3,000 street vendors. We respectfully request support from New York City Council to sustain and expand two 8 9 of our programs, Central Small Business Empowerment Program and the Community Outreach for Street 10 Vendors. The demand for street vendor education and 11 12 services continues to grow as the population has 13 transformed during the pandemic and continues to 14 increase as many asylum seekers are now beginning to 15 vend. It's critical, truly, that there is an 16 investment in education and training for these 17 emerging small business owners to help them know 18 their rights and responsibilities, which SVP is 19 primed to do. We're the one-stop-shop for street 20 vendors that provides them not only with legal 21 representation when they receive a ticket but help 2.2 them to navigate complex street vending laws in seven 23 different languages, Arabic, Bangla, Spanish, Mandarin, English, French, and Wolof. We also offer 24 25 trainings to build their skills to grow their

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 94 2 businesses. Despite being a small team of three full-3 time organizers, two part-time, and one lawyer on 4 staff, in just the first eight months of this Fiscal Year, we've supported 414 individual vendors with 5 consultations on topics from sales tax filings to 6 7 loan applications to negotiating catering contracts. We've also reached over 700 individual vendors 8 9 through street outreach and resource fairs to connect them to services and hold monthly workshops at our 10 11 membership meetings with an attendance of between 50 to 75 individuals. Each of these engagements is with 12 13 the purpose of helping a small business owner to grow 14 and to become part of the formalized economy. We 15 truly do fulfill a critical role because there is no city agency that meaningfully serves street vendors. 16 17 DCWP previously conducted street vendor outreach and 18 education. However, when the transition to the 19 Department of Sanitation took place, the 20 responsibility was not transferred to another agency, 21 leaving a significant gap in services that is a 2.2 disservice to New Yorkers. Thank you so much for the 23 time, and I appreciate your support for the Street Vendor Project. 24

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 95
2	BEN FULLER-GOOGINS: Good afternoon. Thank
3	you, Chair Menin and Council Members of the Committee
4	for Consumer and Worker Protection. My name is Ben
5	Fuller-Googins. I'm the Deputy Director with the
6	Carroll Gardens Association. We are a member of the
7	New York City Coalition for Domestic Work which
8	includes other organizations like the National
9	Domestic Workers Alliance, New York Chapter, La
10	Colmena, Hand in Hand, Adhikaar, and Damayan. You'll
11	be hearing shortly from some of our domestic worker
12	members, but I really want to emphasize, domestic
13	workers, there are 200,000 in the New York city.
14	Nannies, house cleaners, home care attendants are the
15	ones that take care of our children, our homes, our
16	loved ones and, despite this essential work that they
17	do, they often are excluded from many protections
18	that other workers face. They are often susceptible
19	to wage theft, not getting contracts, paid sick time,
20	and a host of other areas. This is largely due
21	because of the unique nature of domestic work, right?
22	They are working in private households, not regulated
23	by the government often in the shadows, and
24	coalitions like us and the Department of Consumer
25	Worker Protection are really uniquely situated to do

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 96
2	outreach and education and distribute resources to
3	this community. We have domestic worker members who
4	do outreach. We do joint outreach with the Department
5	of Consumer and Worker Protection. Our coalition
6	represents over six languages so it really is able to
7	access and communicate with this diverse workforce.
8	I'm here today as part of the New York City Coalition
9	to, one, really urge you all to remove the hiring
10	freeze from DCWP. They do such incredible and
11	critical work to provide resources and support to
12	domestic workers and really, without them, on the
13	city level there wouldn't be other places for
14	domestic workers to turn. In addition, we just want
15	to urge you to also support the Domestic Worker
16	Employer Empowerment Initiative. This is a 700,000
17	Fiscal Year '25
18	CHAIRPERSON MENIN: I'm just going to ask
19	you to wrap up, please.
20	BEN FULLER-GOOGINS: Thank you.
21	CHAIRPERSON MENIN: Yep. Okay. Thank you.
22	CHAIRPERSON MENIN: Thank you very much to
23	the panel. I did have a question for Bishop Taylor.
24	In terms of the tax preparation work around free tax
25	

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 97 2 prep, EITC, what are you seeing in the field? What 3 type of work is Urban Upbound doing with DCWP? 4 BISHOP MITCHELL TAYLOR: Yeah, so we run 5 the largest tax preparation program in the state and in the city of New York. We've seen an exponential 6 7 increase in services centered around I-10s because of the new arrivals that have come, especially those 8 9 that have met that 90-day threshold along with those that are working with I-10s, that have already 10 11 received them, that are getting their taxes, so the amount of taxes that we're doing now, for local New 12 Yorkers and new arrivals have increased 13 exponentially. Every site that we have is busy. 14 15 There's not one site that you can walk into, and I've 16 never seen a dismissive before, and so the work that 17 we're doing in partnership with DCWP, with the IRS, 18 with the City of New York, helping low-income New 19 Yorkers, especially those that have businesses 20 earning 250,000 dollars a year and less, they can get 21 their taxes done in any Urban Upbound site, and we're the only one in the United States of America that can 2.2 23 do these complicated business taxes for small businesses and we do it for free. 24

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 COMMITTEE ON CONSUMER AND WORKER PROTECTION
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 2
 CHAIRPERSON MENIN: Okay. I'm sorry. Hold

 3
 on.

One question that we have is, according to some of the data, it's showing a cut in terms of what DCWP is allocating for tax prep services. If you're seeing that it is so busy in all of the locations that you're offering this service in, how are these cuts impacting the work that you're doing?

BISHOP MICHELL TAYLOR: Council Member, 10 11 I'm glad you asked that because we can't afford to cut vital services to New Yorkers, and so it's a 12 function of robbing Peter to sustain Paul until we 13 14 can raise other disciples to keep the mission moving, 15 but it's too vital of a service. And how does it 16 impact us? We'll have to reduce, if cuts continue, 17 something has to go lacking so if it's in income 18 supports or another area that is just as important, 19 but if we need to keep tax preparation whole, so yeah 20 it's a constant dance to make sure that our residents in the communities don't feel, we don't say to them, 21 oh, listen, we got to do 1,000 less returns this year 2.2 23 because we got cut. They don't understand that. CHAIRPERSON MENIN: Thank you very much to 24

25 this panel for your testimony. We appreciate it.

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 99
2	COMMITTEE COUNSEL SWAINE: Next panel will
3	be Susan Kassapian, Anne McWeill, and Lori Ciraolo.
4	SUSAN KASSAPIAN: Good afternoon, Chair
5	Menin. It's good to see you. As I was at the
6	Department of Consumer Affairs, now DCWP, for nearly
7	30 years as Assistant Commissioner, Special Counsel,
8	Principal Administrative Law Judge, and then worked
9	at OATH as Deputy Commissioner of the Hearings
10	Division. I'm here to plead with your Committee to
11	fix a terrible problem caused by OATH, which robs the
12	consumers of millions of dollars in restitution and
13	the City of millions of dollars in fines. What
14	happened was when there was a transition of the
15	adjudication of DCWP cases to OATH, OATH insisted
16	that DCWP assign an attorney, an individual attorney,
17	to each and every consumer case. This had not been
18	done in 40 years when DCA had its own tribunal, and
19	this in spite of the fact that the OATH Hearing
20	Division rules actually allow an agency to delegate
21	the presentation of its cases to someone else and
22	it's also in spite of the fact that in 2021 DCWP
23	promulgated a rule that allows restitution decisions
24	to be docketed as a court judgment, obviating the
25	need for any consumer to ever have to go to court.

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 100
2	And yet they do not bring these cases because of
3	OATH's edict and consumers are left in the lurch.
4	Finally, after I brought to the attention of the
5	Mayor that this trust fund, the Home Improvement
6	Trust Fund, had ballooned to 15 million dollars, they
7	did this 10,000 invasion rule. That 10,000 dollars
8	does nothing to enforce the laws. It does nothing to
9	sanction the bad contractor who keeps on ripping off
10	other people, and it does nothing to put fines in the
11	City coffers that they're allowed to get.
12	Furthermore, the trust fund will pay fines and
13	restitutions if the licensees failed to pay so this
14	makes no sense.
15	CHAIRPERSON MENIN: Okay, I'm just going
16	to ask you to wrap up. I know you're going to submit
17	the written testimony.
18	SUSAN KASSAPIAN: Yes, I do just want to
19	point out in my remarks, I give a breakdown of the
20	kind of money that was brought in restitution and
21	fines when I was doing this work.
22	FIRST DEPUTY COMMISSIONER MINAYA: Yes,
23	you've sent it. Yes, you've sent it to me. Thank you.
24	Thank you for your testimony.
25	SUSAN KASSAPIAN: Okay.
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 101
2	ANNE MCWEILL: Good afternoon. My name is
3	Anne McWeill, and I'm here to testify that more money
4	has to be allocated to DCWP. I'm going to tell you
5	about my specific case. I own a brownstone in
6	Brooklyn, New York, Bedford-Stuyvesant. It's been in
7	my family since 1935. The house next door burnt me
8	out on February 13, 2018. The contractor took over
9	241,000 dollars. The public adjusting company took
10	over 35,000 dollars. I have pictures here of how my
11	house is, and I'm still not in my house today. I have
12	a mortgage on that house that I pay 2,526 dollars
13	every month, and I've been paying that for 72 months
14	and I have not lived in the home. Why? Because the
15	contractor took the money and the insurance company
16	now, Liberty Insurance Company, will not give me any
17	more money to fix the house, so I have to start over
18	again, and I'm in a landmarks area. I have dwindled
19	over 30,000 dollars of my money in order to get
20	permits and everything, and this is still going on. I
21	just got the paperwork after six years to submit for
22	the 10,000 dollars. This is not enough to even assist
23	me. It should be more money. So totally, in the six
24	years, I have spent over 223,162 dollars on storage
25	for my furniture for the six years, rent, and all the
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 102 2 other things that I had to incurr during this time, and I'm asking DCWP to allot more money for victims 3 4 of contractors. Thank you. 5 CHAIRPERSON MENIN: Thank you. LORI CIRAOLO: Good afternoon. My name is 6 7 Lori Ciraolo. I'm also a homeowner who has been 8 adversely affected when our contractor, who is 9 licensed from the Department of Consumer Affairs and Worker Protection, deviated from the approved plans 10 11 by the New York City Building Department during our 12 renovation, leading to damages to our home and a 13 renovation that would not meet the inspection 14 standards. Despite our attempts to address the 15 issues, the contractor refused to rectify the 16 situation. As a result, I filed a complaint with the 17 Department of Consumer Affairs and Worker Protection, 18 only to discover that it was ineffective and a waste 19 of time with the mediator looking for any excuse to 20 close out the complaint. Without facing charges and 21 proper oversight from the Department, contractors may 2.2 not feel compelled to address consumer complaints. 23 Therefore, it is essential that your Committee ensures that the Department of Consumer Affairs and 24 Worker Protection resumes conducting consumer 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 103 2 restitution hearings and receives adequate funding to 3 do so. This will prevent others from becoming victims 4 of unscrupulous contractors. I pleaded and begged for our case to be heard at the Office of the 5 Administrative Trials and Hearings but, 6 7 unfortunately, my request was consistently denied 8 because according to Commissioner Maynuga, in a 9 letter addressed to me, the Department's tribunal, which allowed individual consumers to represent 10 11 themselves against home and (INAUDIBLE) contractors 12 seized operations over six years ago. Our cases are 13 now heard by the Office of Administrative Trials and 14 Hearings. As a result of that transition, OATH does 15 not permit individual consumers to represent 16 themselves, and the Department does not represent 17 individual consumers in new cases at OATH. That 18 basically says, go fend for yourself. Despite my 19 explanations to the mediator and DCWP staff, 20 including the General Counsel's office, that going to 21 court was not a viable option for us, I was 2.2 consistently redirected there. Despite minimal 23 efforts to mediate the complaints on their part, it was eventually closed out without a resolution. Our 24 25 house was left in a disarray due to poor

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 104 construction. We cannot let this continue. The 2 3 victims require assistance, which is why I'm here 4 today. 5 CHAIRPERSON MENIN: I'll ask you to wrap 6 up, please. 7 LORI CIRAOLO: Aggrieved homeowners need these cases adjudicated. We need a swift hearing at 8 9 OATH that would provide homeowners with a quick resolution to their case so they're not left there. 10 Look at Ms. Anne McWeill who's been out of her house 11 12 since 2018. 13 CHAIRPERSON MENIN: Thank you. Thank you 14 very much to this panel and, if you haven't already 15 submitted your written testimony, that would be very 16 helpful. Thank you all so much. Thank you. 17 COMMITTEE COUNSEL SWAINE: Next panel will be Kate Tisbiss, Jacinta Frederick, Simone Daley, and 18 19 Anh-Thu Nguyen. 20 You may begin. 21 KAYT TISKUS: Hello, Chair Menin, and thank you so much for hearing from all of us today. 2.2 23 My name is Kayt Tiskus. I work with an organization called Collective Public Affairs, and what I'm here 24 to do today is to emphasize both our support for more 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 105
2	funding for DWCP because they're a necessary partner
3	in all of the work that community organizations that
4	I work with do but also to remind the Council that
5	community-based organizations work in partnership
6	with DCWP, and the Council's initiative programs
7	really amplify and fill the gaps that the Department
8	itself can't do so I wanted to highlight three
9	initiatives in particular. The first is the workers
10	Cooperative Business Development Initiative. They've
11	been stuck at the same funding since pre-pandemic
12	times, but they're one of the best options that we
13	have, especially as more New Yorkers arrive every day
14	to organize people into worker-owner businesses,
15	which can work even if your documents are not
16	necessarily in order. Their modest funding increased
17	requests are going to allow them to really up their
18	capacity and to expand services which are already
19	provided in all five bureaus. I also want to
20	highlight the Domestic Workers and Employers
21	Empowerment Initiative. We're going to hear from a
22	lot of those folks including in a minute or two, but
23	they're able to reach folks that the Department can't
24	reach directly to help provide avenues for protection
25	and enforcement of rights that don't require going
I	

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 106
2	through OATH and that don't require the resources of
3	the, sorry, lost the end of that sentence and then
4	finally I wanted to bring up the Pride at Work
5	Initiative, which also helps funnel LGBTQ New Yorkers
6	into programs that allow them to have good union
7	jobs. Initiative programs like these really help
8	amplify and increase the workers' power. That's it.
9	CHAIRPERSON MENIN: Just need to wrap up,
10	please.
11	KAYT TISKUS: Thanks.
12	CHAIRPERSON MENIN: Thank you very much.
13	KAYT TISKUS: Thank you.
14	JACINTA FREDERICK: Thank you, Chair Menin
15	and Council Members of the Committee. My name is
16	Jacinta Frederick and I'm a domestic worker. I'm part
17	of the New York City Coalition of Domestic Workers.
18	As a nanny of 30-plus years, I look forward each day
19	to making a difference in the lives of children I
20	care for without dealing with discrimination or
21	thought of being something less than human, like that
22	time when I worked with a family who gave me a crawl
23	space in an attic to sleep. Not only was it
24	uncomfortable to even sit up halfway, but the smell
25	of the space and the linens was unbearable and, on

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 107
2	top of that, she did not want me to go home to my
3	family. Another instance of another employer who had
4	me work eight hours cleaning her home and gave me 18
5	dollars at the end of the day. Do you know that
6	domestic workers are three times more likely to live
7	in poverty than other type of workers? The median
8	annual income among New York City domestic workers is
9	only 21,000 dollars. Can you imagine raising a family
10	and living in New York City comfortably on that
11	salary while also likely sending money to loved ones
12	far away? Along with low pay, we often face long work
13	hours, sudden job loss, sexual harassment, and
14	physical or verbal abuse. No one should have to live
15	like that. No one should have to live that way or
16	exist in a state of fear at work. We deserve
17	protection, support, resources, and justice. We
18	deserve to raise our families with dignity and
19	opportunities to live with respect in this city that
20	we contribute to so significantly. To do that, we
21	need our city to have our back. That means removing
22	the hiring freeze on DWCP and supporting the Domestic
23	Worker and Employer Empower Initiative, which will
24	give much needed funds for more outreach. Thank you.
25	CHAIRPERSON MENIN: Thank you.
I	

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 108
2	SIMONE DALEY: Good day. Thank you,
3	Chairman Menin and Council Members on the Committee
4	on Consumer and Worker Protection of offering me the
5	time to speak. My name is Simone Daley, and I am a
6	domestic worker, part of the New York Coalition for
7	Domestic Workers. We are a collective of domestic
8	workers, employees, parents, and family caregivers,
9	adult givers, and people with disability working
10	together to transform New York City care economy into
11	the equitable and sustainable for all workers to
12	thrive. DCWP is the only City agency tasked with
13	supporting our city's over 200,000 domestic workers.
14	As New York domestic workers, we are a nanny
15	(INAUDIBLE) to raise your children, house cleaners
16	who bring order to your homes and the direct care
17	workers who ensure your loved ones who are aging or
18	living with disabilities receive the assistance they
19	need to live with dignity and independence. Domestic
20	workers do the legitimate labor work, most precious
21	and critical to our communities and your futures. Our
22	work is essential, and we do the work that makes all
23	your work, possible in this city. I will just now
24	give you my experience in my testimony. I was working
25	with a family in Manhattan, been there six months.
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 109
2	Everything was smooth and good. I was looking after
3	an elderly. She had dementia. The family was great
4	and all. We clicked. However, out of the blue, I got
5	a text from my phone the very day when I was supposed
6	to return to work, that I'm sorry, your service is no
7	longer required as I'm making new decisions to take
8	my mom into a nursing home. Now, that broke me. It's
9	your only source of income and you were just
10	traumatized. That's what I have to say. Thank you.
11	CHAIRPERSON MENIN: Thank you for sharing
12	your personal story. We appreciate that.
13	ANH-THU NGUYEN: Good afternoon, Chairman
14	and members of New York City Council Committee on
15	Consumer and Worker Protection. I'm Anh-Thu Nguyen. I
16	am the Director of Strategic Partnerships at
17	Democracy at Work Institute, which is one of the 14
18	members of the Worker Cooperative Business
19	Development Initiative, or WCBDI for short. Worker-
20	cooperative businesses have created through the WCBDI
21	improved protections and industry standards,
22	especially in traditionally low-wage, traditionally
23	exploitative businesses and industries, including
24	home care, childcare and cleaning and janitorial
25	services so I'm going to give a little bit of

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 110 2 examples of what we've been able to achieve thanks to 3 Council's investment since Fiscal Year '15 in the 4 work that we're doing to just raise the floor for workers in these industries. Two of New York City's 5 largest worker-cooperative businesses, and also two 6 7 of the largest in the United States period, are 8 Cooperative Home Care Associates and Si Se Puede. 9 They are in low-wage industries that are dominated by immigrant women of color, specifically home care and 10 11 cleaning and janitorial services. CHCA, Cooperative Home Care Associates, has a workforce of over 1,600 12 13 people, half of whom are worker-owners, 98 percent of 14 them are women and BIPOC women, immigrant women at 15 that. Home care is traditionally, and still, a very 16 low wage, extremely high turnover industry where the 17 conditions are not great, to say the very least, but 18 with CHCA through its model and its innovative 19 workforce development training model specifically, 20 has really improved job quality standards across the board that have become a national model. For example, 21 the 630 job seekers that are enrolled with CHCA's 2.2 23 training program, 94 percent of them graduate with a portable credential, 85 percent are employed as home 24 25 health aides, and 68 percent remain employed compared

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 111
2	to 29 percent nationally and 38 percent remaining
3	enrolled after the first year. I will submit more
4	testimony, but we urge City Council to continue
5	investing in worker cooperatives in Fiscal Year '25
6	through WCBDI funding of 4.92 million dollars that
7	will allow for continuing these high road businesses
8	and support for the industry. Thank you.
9	COMMITTEE COUNSEL SWAINE: Thank you all.
10	Our next panel will be Abigail Dorcin,
11	Abel Hernandez, and David Portela.
12	You may begin.
13	ABIGAIL DORCIN: Thank you, Chair Menin,
14	for allowing us to speak on this panel. My name is
15	Abigail Dorcin, and I am the Organizing Manager at La
16	Colmena. We are an immigrant and workers' rights
17	center based on Staten Island. Our mission is to
18	empower the immigrant worker through education,
19	culture, organizing. We are also a member of the New
20	York City Coalition for Domestic Workers. The
21	coalition is made up of the National Domestic Workers
22	Alliance, Adhikaar, Carroll Gardens Association, La
23	Colmena, Hand in Hand, and Damayan. Every day, our
24	organization hears from workers who have experienced
25	wage theft, abuse, discrimination, unjustified

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 112 2 firing, and much more. This is why we are grateful to 3 continue partnering up with the Department of 4 Consumer and Workers Protection as together we work on preventing this from happening. Through our work, 5 we continue being in the forefront to support our new 6 7 neighbors so they know about their rights at the workplace. Our movement has celebrated significant 8 9 legislative wins since 2010, including the New York Domestic Worker Bill of Rights, the NYC Paid Safe and 10 11 Sick Leave, and recently Local Law 81, which incorporates domestic workers in the New York City 12 Human Rights Law. There is still much work ahead to 13 14 get this message across, especially as new arrivals 15 are entering the workplace and are amongst the most ... 16 SERGEANT-AT-ARMS: Folks, please silence 17 all cell phones, silence all cell phones. 18 ABIGAIL DORCIN: And are amongst the most 19 vulnerable in this sector. This year, we request your 20 support for Domestic Worker and Employer Empowerment Initiative for FY25, which will provide 700,000 21 dollars in much more needed funding for outreach, 2.2 23 education, enforcement support to over 8,000 domestic workers and employers this year, which is why we ask 24 you to push for the removal of the 2025 hiring freeze 25

COMMITTEE ON CONSUMER AND WORKER PROTECTION 113
 for DCWP so together we can work more effectively.
 Thank you.

DAVID PORTELA: Sorry, if I'm a little bit 4 nervous. Good afternoon, Council. I'm here on behalf 5 of the repeal of the, what is it, 2294. Sorry. This 6 7 is my first time. Basically, I'm asking for a repeal because this is really, really bad. I've been doing 8 9 app delivery since 2018, and it's been going fine up until they passed this, what is it, bill, I'm sorry. 10 11 I'm nervous, but it's really affecting me because I 12 used to be able to make enough money. Now I'm getting like 14, 20 hours a week, and it's really hurting me 13 because since the app delivery people are trying to 14 15 fight back, they're really reducing our hours, and 16 there's a lot of people doing deliveries in New York 17 City and it really, really hurts. Like I went from 18 getting at least 40 hours a week to getting 20 hours a week, and how am I supposed to live on 20 hours a 19 20 week, and what hurts me the most is I actually love 21 what I do. I love this job as well as these fine 2.2 people behind me, and I think this bill is really not 23 doing us any good because now we have to go around the city and find a place to be busy in order for us 24 to even try to make some money or we have to compete 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 114
2	with other workers to get a time slot, and that's
3	very bad. Imagine you working at your job and your
4	hours are fine and then the next thing you know,
5	you're working 20 hours, 14 hours a week. It's really
6	not helping us is, and I'm asking for the repeal of
7	this bill or law because it is terrible. It's
8	terrible. I do at least 200, 250 deliveries a week,
9	and now I'm reduced to doing like 20 deliveries a day
10	and, to be honest with you right now, doing Uber, 10
11	deliveries is like 50 bucks, and it's really not
12	helping any of us. It's not benefiting me. It's not
13	benefiting these fine people right here because we
14	work hard to bring everybody their food and
15	everything that we have to dodge in New York city.
16	CHAIRPERSON MENIN: Okay. Thank you very
17	much.
18	DAVID PORTELA: Appreciate it.
19	RAUL RIVERA: I'll be translating.
20	ABEL HERNANDEZ: (SPEAKING SPANISH)
21	RAUL RIVERA: Good afternoon. My name is
22	Abel Hernandez. I'm a worker with DoorDash.
23	ABEL HERNANDEZ: (SPEAKING SPANISH)
24	

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 115 2 RAUL RIVERA: We are here because I'm an 3 app worker with DoorDash, and we have a serious issue 4 with the apps. 5 ABEL HERNANDEZ: (SPEAKING SPANISH) RAUL RIVERA: Basically, what he's saying 6 7 that he is having difficulties with logging in and hours. He's not getting the hours to work. 8 9 ABEL HERNANDEZ: (SPEAKING SPANISH) RAUL RIVERA: Basically, he's saying that 10 11 he has the highest status on the app. There's three different levels, Platinum, Gold, and Diamon, and 12 13 he's having issues, even being a high-rate performer 14 with the apps, he's still getting very little hours 15 of work. 16 ABEL HERNANDEZ: (SPEAKING SPANISH) 17 RAUL RIVERA: He's basically making 16 18 hours a week, and he's having much difficulty working 19 and he asks for repeal of 2294. That's what he's 20 asking for. Thank you. 21 ABEL HERNANDEZ: (SPEAKING SPANISH) 2.2 CHAIRPERSON MENIN: Thank you all very 23 much. COMMITTEE COUNSEL SWAINE: Next panel is 24 Octavio Lopez, Prospero Martinez, and Juan. 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 116
2	COMMITTEE COUNSEL SWAINE: You may begin.
3	OCTAVIO LOPEZ: Hello guys. Name is
4	Octavio Lopez. I am a delivery driver of the city for
5	over 10 years, and the reason why I'm here today is
6	because I have a complaint over this new law that has
7	been causing us a lot of trouble with our job. We
8	used to be fine when we used to be independent
9	contractors, but now we're having a lot of issues. We
10	have no schedules in the city or the boroughs around.
11	We are also not getting paid by the by the hour. We
12	are getting paid by an active time, which mean that
13	we can be in the streets for over 10 hours and we are
14	getting paid only for the active hours that we have
15	delivering the food, and this is really awful for us.
16	This is really not helping us at all, and I wish you
17	guys can take a look and see all the drivers today
18	here. We are here for the same reason. Most of my
19	coworkers, they don't speak English really well, and
20	I don't either, but I hope you guys listen to me
21	right now and take and count all the drivers that we
22	are here. We have complaints over this law, and we
23	want you guys to repeal this law, because it could be
24	a law but, if it's wrong, it doesn't mean it's right
25	if it's a law so we want you to guys work on that,

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 117
2	and please repeal this law. This law is hurting most
3	of the drivers, Hispanic drivers. We have been
4	getting a lot of lockouts, but we're still working,
5	but we want you to guys help us, and I have a letter
6	for you, I want to hand it to you. I have my
7	signature on it, I'm a delivery driver, please. We
8	are speaking, real drivers, the ones who are behind,
9	when you get a hot food at your door, we are behind
10	that job. We are doing that any weather, any time,
11	and we want to make money. We want you to guys do
12	something for us. This is the main reason we are
13	here. None of these organizations are helping us.
14	None of these organizations are taking care of us. As
15	you see, there was a leader of an organization right
16	now on this chair, but she stepped away because that
17	means she's not really helping the drivers, please.
18	And thank you so much for listening to me. I also
19	want to hand this to you and I have your picture,
20	would you help us?
21	CHAIRPERSON MENIN: Okay. Thank you.
22	OCTAVIO LOPEZ: Please. Would you help us?
23	CHAIRPERSON MENIN: Okay.
24	OCTAVIO LOPEZ: Thank you so much.
25	JUAN SOLANO: (SPEAKING SPANISH)
l	

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 118 2 RAUL RIVERA: Good afternoon. My name is 3 Juan Solano, and I'm a delivery worker here in the 4 city. 5 JUAN SOLANO: (SPEAKING SPANISH) RAUL RIVERA: I've been doing this work 6 7 for many years, risking my life, doing food deliveries here in New York City. 8 9 JUAN SOLANO: (SPEAKING SPANISH) 10 RAUL RIVERA: I'm here to say I am 11 displeased with this law, that it's not benefitting 12 us. JUAN SOLANO: (SPEAKING SPANISH) 13 14 RAUL RIVERA: With the commencement of 15 this law, workers are getting locked out and they're 16 not being given access to the application and they're 17 not being able to work. JUAN SOLANO: (SPEAKING SPANISH) 18 19 RAUL RIVERA: A lot of customers think that we're making good money because the tips ... 20 21 (SPEAKING SPANISH) JUAN SOLANO: (SPEAKING SPANISH) 2.2 23 RAUL RIVERA: Customers believe that the 24 workers are now making better money because of the 25 minimum wage and the option for tipping was in the

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 119 2 beginning of the process when you're ordering and now 3 it's not and they're not being tipped. 4 JUAN SOLANO: (SPEAKING SPANISH) 5 RAUL RIVERA: (SPEAKING SPANISH) JUAN SOLANO: (SPEAKING SPANISH) 6 RAUL RIVERA: They're not working enough 7 8 and they're asking that the law be repealed. He's 9 asking for repeal of the law. He was asking for repeal of the law because it's not helping, they have 10 11 less hours. Thank you. 12 CHAIRPERSON MENIN: Thank you very much. 13 PROSPERO MARTINEZ: (SPEAKING SPANISH) 14 RAUL RIVERA: My name is Prospero 15 Martinez, and we're asking that the bill 2294 be 16 revised or looked at. We have a committee of delivery 17 workers and we're asking that you take a look at this bill. 18 19 PROSPERO MARTINEZ: (SPEAKING SPANISH) 20 RAUL RIVERA: They're asking for a general 21 review of this bill. 2.2 PROSPERO MARTINEZ: (SPEAKING SPANISH) 23 RAUL RIVERA: So the true workers can work and no other third parties. 24 25 PROSPERO MARTINEZ: (SPEAKING SPANISH)

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 120 RAUL RIVERA: It is not fair that other 2 3 organizations are speaking for us when we are the 4 ones working in the streets. 5 PROSPERO MARTINEZ: (SPEAKING SPANISH) RAUL RIVERA: This bill was created with a 6 7 few individuals, basically from a sofa, coming up with the idea of this bill. 8 9 PROSPERO MARTINEZ: (SPEAKING SPANISH) RAUL RIVERA: He is basically asking for a 10 11 review of the bill, and possibly repealing the bill. 12 PROSPERO MARTINEZ: (SPEAKING SPANISH) 13 RAUL RIVERA: Long live the worker. 14 CHAIRPERSON MENIN: Thank you, thank you. 15 COMMITTEE COUNSEL SWAINE: Thank you. Our 16 next panel will be our last in-person panel before we 17 turn to Zoom. Palemon Castillo, Leonardo, and Raul 18 Rivera. 19 LEONARDO GONZALEZ: (SPEAKING SPANISH) 20 RAUL RIVERA: My name is Leonardo 21 Gonzalez, and I've been working in the city for about 2.2 four years. 23 LEONARDO GONZALEZ: (SPEAKING SPANISH) 24 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 121
2	RAUL RIVERA: The situation is getting
3	difficult. It's hard to get ahead. We continue to not
4	have access to the application.
5	LEONARDO GONZALEZ: (SPEAKING SPANISH)
6	RAUL RIVERA: We were better off before
7	the law was enacted. We're asking for help from the
8	Committee to repeal this law.
9	LEONARDO GONZALEZ: (SPEAKING SPANISH)
10	RAUL RIVERA: I've been having difficult
11	working because I have to get on a schedule just to
12	get access to the app so they can work and it's very,
13	very difficult. Thank you.
14	CHAIRPERSON MENIN: Thank you.
15	RAUL RIVERA: My name is Raul Rivera. I'm
16	a TLC driver and I'm a TLC driver advocate. TLC
17	drivers are independent workers. What we have behind
18	me is a bunch of independent workers, and we have a
19	union, 32BJ, we have the Workers Justice Project, we
20	have elected officials who are not respecting the
21	independent worker. This Committee is about
22	protecting workers, whether you're an employee or
23	you're independent, and taking the status away of
24	independent worker creates a lot of problems. The
25	issues that we're having here today, the drivers, the
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 122
2	delivery guys, is because that status is not
3	respected. 32BJ, Council Member Brad Lander at the
4	time drafter that bill, 2294, and, because of them,
5	it passed. Just because it passed doesn't mean it was
6	the right thing. We want that bill to be repealed,
7	and we're going to fight hard. We're asking you,
8	we're asking your Committee to take this challenge
9	on. These individuals are going to ask you sooner or
10	later to do this and repeal this bill. We ask you to
11	stand with your Committee. If they can't stand with
12	you, then we ask that you stand alone. Repeal this
13	2294 that doesn't respect the status of an
14	independent worker. Also, 32BJ likes to tout about
15	worker rights, and we have a complaint from many of
16	the porters at 32BJ who put in a grievance more than
17	a year and a half ago and, yet, they haven't gotten a
18	response so I'm not sure how 32BJ is advocating for
19	the worker. They also pushed this bill. They were in
20	front of the courthouse talking about worker rights,
21	Israel Melendez, he said worker rights but, when it
22	comes to the rights of the members, they're not being
23	heard. We just had a strike in front of 32BJ. He came
24	out, he said a couple of words, and then he took off.
25	He can't even sit down and meet with us, like human

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 123 2 beings. He said he defends the workers, but he can't 3 sit down with us. He only sits down with the people 4 that are willing to listen to him. CHAIRPERSON MENIN: Okay, I'm going to ask 5 6 you to wrap up. 7 RAUL RIVERA: We ask for repeal of this law. We're going to reach out to your office. We 8 9 thank you for the time. CHAIRPERSON MENIN: Okay, are there any 10 11 more members of the public in person? 12 COMMITTEE COUNSEL SWAINE: Not in person. 13 CHAIRPERSON MENIN: Okay, we're now going 14 to switch to virtual testimony. We have a number of 15 members of the public online. 16 COMMITTEE COUNSEL SWAINE: Thank you, 17 Chair. Our first panel will be Natasha Severin, 18 followed by Taleigh Smith, followed by Megan Cash. 19 SERGEANT-AT-ARMS: You may begin. 20 COMMITTEE COUNSEL SWAINE: Natasha, you 21 may begin. NATASHA SEVERIN: I'm trying to start the 2.2 23 video. Thank you for opportunity to testify the City Council. My name is Natasha Severin. I'm a retired 24 25 senior citizen. I lived in New York 22 years, last

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 124 2 few years in NYCHA senior building. I want to support 3 my movement, ACLU, in their demand to disband SRG. 4 Why? Let us speak about American moral values. Police nature changed for the last years for worse. NYPD is 5 becoming more and more punitive organization, which 6 7 methods reminds me former KGB and current Putin's 8 squad (INAUDIBLE) and it is not for democratic 9 society. Here are a few examples from my life. Not long ago, I was attacked in my building. I called 9-10 11 1-1. The police came in two hours. When I reproached 12 them in delay, officer told me if you will not stop 13 criticizing us, we place you to the mental 14 institution for COVID-damaged patient. I didn't have 15 COVID at that time, but I was smashed by the fact 16 that police have right to use punitive psychiatry 17 against citizens who are using the First Amendment. 18 It is happening only in totalitarian countries. 19 Another case, once in the morning police together 20 with NYCHA broke down the door in my apartment when I 21 was at home, and I resisted this illegal intrusion. 2.2 (INAUDIBLE) stated that they must check a leak in my 23 bathroom, but they didn't look at any leak. Instead of this, they made a search for drugs without any 24 warrant. They checked my drugs, sniffed detergents 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 125
2	and roach sprays in the bathroom and then, when they
3	didn't find anything because I sold drugs only in the
4	movies, they left without apology. Two NYCHA workers
5	later confessed to me that they were persuaded to do
6	this illegal search by police. Now, police have
7	tremendous budget. This money is being misused for
8	revenge, excessive surveillance and intrigues against
9	innocent citizens. I wrote 12 complaints to CCRB, two
10	complaints to the Mayor Office. I didn't get even one
11	response. Police's misanthropic, unlawful, arbitrary
12	actions are going unpunished. Precincts are spreading
13	rumors
14	SERGEANT-AT-ARMS: We thank you for your
15	testimony. Your time has expired.
16	NATASHA SEVERIN: Okay. SRG is a very
17	dangerous tool. It can be handled properly only by a
18	high moral organization. NYPD in its current moral
19	condition may use it only in a powerful way. It is
20	unacceptable in the great democratic America.
21	SERGEANT-AT-ARMS: Please wrap up your
22	testimony, your time has expired. Thank you.
23	NATASHA SEVERIN: Thank you.
24	COMMITTEE COUNSEL SWAINE: Thank you.
25	Taleigh Smith, you may begin your testimony.

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 126
2	TALEIGH SMITH: Good afternoon. Mothers on
3	the Move, Madres en Movimiento, otherwise known as
4	MOM, in the South Bronx, organizes people of color to
5	build solutions to systemic injustice since 1992. For
6	five years, we have supported WCBDI, the Worker Owned
7	Business Development Initiative, and want to thank
8	the Council for our direct contract this year. Our
9	neighbors are on the bottom of the economic ladder
10	working long hours for poor wages. By supporting
11	WCBDI, you empower wraparound support, education, and
12	technical assistance to build shared businesses that
13	open pathways out of poverty and resolve problems
14	like childcare shortages, energy inefficiency, and
15	multifamily buildings in need of retrofit. I'd like
16	to speak specifically to a current dynamic facing our
17	home daycares. Providers ensure children stay safe
18	and develop healthy social skills while their
19	parents, often frontline workers, serve our city.
20	Hundreds of daycares have shut down due to confusing
21	regulations and low pay. Moms stepped up to organize
22	experienced providers to train and mentor new ones,
23	and advocate for improved industry standards. Right
24	now, ACS vouchers are 250 dollars per week, which
25	totals 150,000 per year for a daycare qualified for

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 127
2	12 children. This is insufficient to pay two
3	professional adults, much less cover business costs.
4	Worse, our pandemic babies, NYC's youngest consumers,
5	are all behind in language and social development,
6	which requires additional skilled workers to provide
7	specialized care. There is a waiting list of over a
8	year in the Bronx to get the assessment necessary for
9	special needs subsidies. As a result, our home
10	daycare owners, all women of color are left earning
11	\$4.25 an hour. This could be the basis of a class
12	action lawsuit against the City. We ask you to
13	increase childcare subsidies, expedite special needs
14	assessment, and increase WCBDI funding to grow the
15	critical work of organizations like ours. Thank you.
16	COMMITTEE COUNSEL SWAINE: Thank you.
17	Megan Cash, you may begin your testimony.
18	MEGAN CASH: My name is Megan Cash. I'm an
19	everyday New Yorker. I live in Williamsburg. My
20	partner and I are artists. We are adjunct teachers at
21	local art schools. Our income is limited. In 2012, an
22	adjacent developer damaged our home. We were screwed.
23	Fast forward eight years and we were finally able to
24	hire a home improvement contractor to repair the
25	damage, but this contractor turned out to be worse
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 128
2	than the developer who did the initial damage. He
3	didn't follow architectural plans. He removed the old
4	roof and our house leaked continuously for more than
5	a year. He refused to install a new finished roof
6	until we paid him more money that he was not
7	contractually owed and, when we didn't agree to this
8	extortion, he walked off the job. We thought the
9	contractor was licensed, but he had let it expire
10	during COVID. We filed a complaint with DCWP. We were
11	told they couldn't help us because the contractor
12	wasn't licensed at the time. Yet, because of our DCWP
13	complaint, the City wrote this contractor a
14	violation. The contractor had to pay fines to the
15	City, and he is now a licensed NYC home improvement
16	contractor. He's licensed and we're still screwed. We
17	hope the City will make a choice to resume expedited
18	consumer restitution OATH hearings. This Committee
19	should make sure there is proper funding for DCWP to
20	be able to resume drafting cases like ours for
21	hearings. We understand that these hearings can be
22	converted into court judgments under 6RCNY6-06, which
23	would be amazing for us. We are now in our 60s, and
24	DCWP is telling us good luck, go spend another eight
25	years in the court system. The City used to make

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 129
2	contractors pay into the trust fund for the year a
3	complaint was made against them. It's a kick in the
4	gut for us that this practice has now ended. My
5	partner and I still want a hearing. In order to be
6	re-licensed, the contractor signed an agreement with
7	the City that he would attempt to fully resolve all
8	consumer complaints related to
9	SERGEANT-AT-ARMS: Thank you for your
10	testimony. Your time has expired.
11	MEGAN CASH: Okay. DCWP is not even
12	holding contractors.
13	CHAIRPERSON MENIN: I need to ask you to
14	wrap up your testimony.
15	MEGAN CASH: Okay. They're not even
16	holding contractors to their own agreement, and it's
17	just totally absurd and terrible for us. Okay. Thank
18	you for your time.
19	CHAIRPERSON MENIN: Thank you very much,
20	and you're submitting your testimony in writing?
21	MEGAN CASH: Yes.
22	CHAIRPERSON MENIN: Your full testimony.
23	Terrific, and we appreciate you taking the time to
24	testify. Thank you very much.
25	MEGAN CASH: Thank you.

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 130 2 COMMITTEE COUNSEL SWAINE: Thank you. Our 3 next panel will be Alice Davis, followed by Tito 4 Sinha, followed by Catherine Murcek, followed by Melat Seyoum. 5 Alice Davis, you may begin your 6 7 testimony. 8 ALICE DAVIS: Thank you to the Members of 9 the Committee for providing me with the opportunity to testify today. My name is Alice Davis, and I'm the 10 11 Managing Attorney at the Employment Law Unit at Catholic Migration Services. Catholic Migration 12 13 Services is a non-profit legal services organization 14 with offices in Brooklyn Heights and in Sunnyside, 15 Queens. We serve low-income and immigrant New Yorkers on a variety of issues. We're also members of the 16 Citywide Immigrant Legal Empowerment Collaborative, 17 18 otherwise known as CILEC. This is a collaborative of 19 several legal services providers and other community-20 based organizations that provides legal services and case management to low-income and immigrant workers. 21 2.2 I am urging the City Council to renew and increase 23 funding for the Low Wage Workers Support Initiative at 3 million dollars in Fiscal Year 2025. This is the 24 only City funding that provides workers' rights legal 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 131
2	services to low-wage immigrant workers, allowing us
3	to provide our clients with free legal advice and
4	representation. These services are necessary. Our
5	clients include both recent arrivals and long-time
6	New Yorkers in all five boroughs, who work in low-
7	wage industries such as construction, food service,
8	and commercial cleaning services. As the Members of
9	the Committee are probably aware, immigrant workers
10	are for a variety of reasons much more vulnerable to
11	exploitation in the workplace, including wage theft,
12	sexual harassment, and paid sick and safe violations.
13	This funding is well-invested. During the previous
14	Fiscal Year, the CILEP Consortium, which is the group
15	of legal services providers that I'm representing
16	today, turned about 750,000-dollars' worth of low-
17	wage worker support funding into over 3-million-
18	dollars' worth of settlements and judgments that go
19	directly into the pockets of our clients. It's
20	something that's appreciated by our clients who rely
21	on us for high-quality and culturally competent legal
22	services, and it's something that's appreciated, I
23	believe, by City and State agencies because we help
24	reduce their caseloads and the burden of their work.
25	Right now, in addition to requiring
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 132 2 SERGEANT-AT-ARMS: We thank you for your 3 testimony. Your time has expired. 4 ALICE DAVIS: Okay. 5 CHAIRPERSON MENIN: Thank you very much for your testimony. 6 7 ALICE DAVIS: Thank you very much. 8 CHAIRPERSON MENIN: Thank you. 9 COMMITTEE COUNSEL SWAINE: Tito Sinha, you may begin your testimony. 10 11 TITO SINHA: Thank you. My name is Tito Sinha. I am the Director of Workers Rights at 12 TakeRoot Justice, an organization that along with 13 14 Catholic Migration Services is part of this CILEC 15 Consortium. We join Catholic Migration Services for the call to renew the Low Wage Worker Support 16 17 Initiative. Because of the low-wage worker funding, 18 we have been able to represent low-wage workers with 19 claims of sick leave violations, sick leave 20 retaliation, and wage theft before DCWP. Because of DCWP's robust enforcement of the Safe and Sick Leave 21 Act, workers have been able to receive redress for 2.2 23 employers' denial of sick leave, retaliatory termination, and failure to provide notice of rights. 24 They've been able to recover back pay, sick leave 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 133
2	pay, and statutory penalties. TakeRoot has also
3	participated in the first mediation held through
4	DCWP's Paid Care Mediation Program for domestic
5	workers. A vast number of our clients are domestic
6	workers, so we appreciate to see so many domestic
7	workers out here to speak regarding their
8	experiences. We really need the Low Wage Worker
9	Support Initiative funding to be renewed, and we also
10	call for DCWP's funding to be increased. We are very
11	appreciative of DCWP having an online portal and
12	having a robust enforcement mechanism certainly
13	relative to other administrative agencies, and we
14	appreciate the work of their Counsel and their
15	investigators. We just want the enforcement to be
16	more robust and as robust as possible. Thank you.
17	COMMITTEE COUNSEL SWAINE: Thank you.
18	Catherine Murcek, you may begin your testimony.
19	CATHERINE MURCEK: Thank you for the
20	opportunity to testify online today. My name is
21	Catherine Murcek. I'm a worker-owner at Samamkaya
22	Back Care and Scoliosis Collective. We're a member of
23	the New York City Network of Worker Cooperatives,
24	which is a partner in the Worker Cooperative Business
25	Development Initiative, and your support of our

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 134 2 community and democratically run businesses helps to 3 protect and create jobs for women, immigrant workers, and communities of color across the five boroughs and 4 in a wide array of industries. I'm testifying today 5 to urge you to help our city continue with a just 6 7 recovery by continuing that support of WCBDI, enhancing their funding to 4.9 million, and to also 8 support commercial rent stabilization to help protect 9 New York City's workers and small businesses from 10 11 displacement. My co-op, Samunkhya, is a lovely little 12 studio in Chelsea. We specialize in therapeutic yoga for back care with classes online and in studio. I'm 13 proud to say my 19 other worker-owners and I have 14 15 been democratically running the studio in the same 16 space for the last nine years and, to make yoga 17 accessible to all ages and abilities, we use very 18 specialized rope walls and equipment, which did incur 19 a lot of startup costs that we are still paying back 20 to this day. However, our cooperative business 21 structure makes us unique in yoga studios in New York 2.2 and is part of the reason we were able to survive 23 through the pandemic when a lot of other yoga studios sadly did not make it. Even though the pandemic 24 forced us to close our physical space, we banded 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 135
2	together to decide as a team how to pivot, divide the
3	labor. We worked together to keep the studio afloat
4	while also making sure teachers who most needed to
5	work could keep teaching online and make ends meet.
6	We were also grateful to have access to technical
7	support from WCBDI partners and a couple of small
8	grants specific to worker co-ops. One example is NYC
9	NOWC's Cooperative Sustainability Fund, which helped
10	us pay for consulting sessions with another co-op for
11	communication and distribution of labor challenges
12	and to help us strategize for the future. However,
13	our future is still uncertain since our client
14	numbers still haven't recovered to pre-pandemic
15	levels and our rent will continue to make large jumps
16	over the next eight years.
17	SERGEANT-AT-ARMS: Thank you for your
18	testimony. Your time has expired.
19	CATHERINE MURCEK: Okay, I'll just
20	quickly, quickly wrap up. Just to say that because of
21	this inability to plan for the future, commercial
22	rent stabilization would really help co-ops and other
23	small businesses to be able to plan, to be able to
24	access and level the playing field so that we're not
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 136 2 faced with massive jumps in rent at the end of a 3 lease, which ... CHAIRPERSON MENIN: Okay, I need you to 4 5 wrap up because we have to have everyone have the same amount of time so if you could just please 6 submit your testimony in writing to the Committee, 7 8 that would be great. 9 CATHERINE MURCEK: Will do. Thank you. CHAIRPERSON MENIN: Thank you very much. 10 11 COMMITTEE COUNSEL SWAINE: Thank you. 12 Melat Seyoum, you may begin your testimony. 13 MELAT SEYOUM: Thank you. Good afternoon, 14 Honorable Chairperson Menin and distinguished Members 15 of the New York City Committee on Consumer and Worker 16 Protection. My name is Melat Seyoum, and I'm the 17 Director of Political Affairs and Strategic 18 Partnerships at the New York City Network of Worker-19 Owned Cooperatives, also known as NYC NOWC. We are 20 the local trade association representing worker-21 cooperative businesses and democratic workplaces in 2.2 New York City metropolitan area. I'm here, alongside 23 my colleagues from the Center for Family Life, the Democracy at Work Institute, Mothers on the Move, 24 Brightly Cleaning Cooperatives, and our Advocacy 25

1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 137 2 Council members representing 11 other organizations 3 that make up the Worker Cooperative Business Development Initiative, WCBDI. We are here asking the 4 New York City Council to continue supporting the 5 expansion of worker ownership in next year's budget 6 7 and firmly into the future. Since the inception of the initiative, we have created over 197 new worker 8 9 cooperative businesses and over 1,200 new jobs that are not only providing higher hourly wages but also 10 11 building wealth and assets for individuals who are overwhelmingly BIPOC, BIPOC women, and immigrants. We 12 have seen firsthand how the initiative has served to 13 14 bolster our sector, strengthening existing 15 cooperative businesses and creating new ones. The 16 initiative partners have collectively worked to 17 create a comprehensive ecosystem of support for 18 cooperative businesses that not only ensures the 19 creation of new cooperatives in low-income areas but also the technical assistance needed to sustain 20 21 businesses and create jobs as well as the education outreach needed for our communities, interested 2.2 23 entrepreneurs, and allied organizations. We did a ton of work during COVID to bring over 10 million in 24 grants and loans to cooperatives and keep them 25

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 138
2	afloat. We did this with a 3.8-million budget. Our
3	ask is where it was pre-COVID. We ask that City
4	Council enhance our funding to 4.9 million in order
5	for initiative to double down and really do the work
6	that is necessary to build a long-term economic
7	recovery for cooperatives that will need to claw
8	ourselves out of this crisis. We thank the City
9	Council for the opportunity to testify and hope that
10	you consider our budget priorities
11	SERGEANT-AT-ARMS: Thank you for your
12	testimony. Your time is expired.
13	MELAT SEYOUM: And recommendations in this
14	year's budget negotiation process. Thank you.
15	COMMITTEE COUNSEL SWAINE: Thank you. Our
16	final Zoom panel will be Amalia de la Iglesia,
17	followed by Magali Alba followed by Noraberta Flores.
18	You may begin your testimony.
19	AMALIA DE LA IGLESIA: Thank you, Members
20	of the Committee, for giving us the opportunity to
21	present this testimony on our co-op development
22	program and WCBDI which funds this important work. My
23	name is Amalia. I'm Assistant Director of Center for
24	Family Life's Cooperative Development Program. Center
25	for Family Life in Sunset Park is a neighborhood-
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1 COMMITTEE ON CONSUMER AND WORKER PROTECTION 139 2 based social services organization that has been 3 rooted in Sunset Park, Brooklyn for over 45 years, 4 providing a comprehensive range of wraparound family 5 and social services to the community. CFL's co-op development program emerged in response to the need 6 7 for dignified, safe, and fair wage work opportunities 8 for the immigrant and low-income communities that we 9 work with. Since 2014, our co-op development program has been part of WCBDI, the Worker Cooperative 10 11 Business Development Initiative, supported by the 12 Council, through which organizations like ours 13 incubate and grow worker-owned businesses. Thanks to 14 this annual support, CFL has incubated 25 co-op 15 businesses in the domestic work industry, organizing more than 500 immigrant women of color to take 16 17 control of their workplaces and their lives. Co-op 18 members earn on average double the industry standard 19 hourly wage. All of this important support for New 20 York City's workers wouldn't be possible without the 21 support of the City Council and continued funding for WCBDI. We're asking that the New York City Council 2.2 23 fund WCBDI at 4.9 million for Fiscal Year 2025. Continued investment in worker-owned co-op businesses 24 is essential in the fight for worker protection and a 25

1COMMITTEE ON CONSUMER AND WORKER PROTECTION1402more equitable New York City. Thank you so much for3the support.

I'll also be translating for the two
members of some of the co-ops that we've incubated
who are speaking after me.

COMMITTEE COUNSEL SWAINE: Thank you.
Magali Alba, you'll have four minutes with the
interpreter to testify. You may begin.

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MAGALI ALBA: (SPEAKING SPANISH)

AMALIA DE LA IGLESIA: Good afternoon to 11 12 everyone. Thanks to the Council for the opportunity 13 to present our testimonial. My name is Magali Alba, 14 and I'm member owner of the Cooperative Brightly. I'm 15 here to talk about how important it's been for me to 16 be part of this cooperative. Being in a cooperative 17 has completely changed my perspective of what a fair 18 job is. Now I feel that what I do is truly valued. I 19 know what a fair job is. Everything I do is valued. I 20 can control my own schedule and, most importantly, 21 dedicate more time to my family. I think it's 2.2 important and very necessary to support and develop 23 more cooperatives in New York. Thank you. COMMITTEE COUNSEL SWAINE: Thank you. 24

25 Norberta Flores, you may begin your testimony.

1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 141
2	NORBERTA FLORES: (SPEAKING SPANISH)
3	AMALIA DE LA IGLESIA: Good afternoon to
4	the Council. Thanks for the opportunity to share my
5	experience. My name Norberta Flores of the
6	Cooperative Brightly Tribeca. The co-op has helped me
7	a lot now that I can choose my own schedule and
8	availability for work. It has helped with my income
9	and to earn a fair salary as a worker in the co-op,
10	since in other jobs there's a lot of exploitation.
11	Before joining the co-op I earned 15 dollars an hour
12	and, since joining the co-op, I earn double that. I'm
13	very grateful for these opportunities. Thank you.
14	COMMITTEE COUNSEL SWAINE: Thank you. If
15	we have inadvertently missed anyone who has
16	registered to testify today and has yet to be called,
17	use the Zoom hand function and you will be called on
18	in the order that your hand is raised. That includes
19	Jose Lopez.
20	Not seeing any hands, I will turn it over
21	to Chair Menin and to close out.
22	CHAIRPERSON MENIN: Thank you very much.
23	We want to thank the Administration, the members of
24	the public who testified today on this important
25	budget hearing. We're going to be digging in in terms
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1	COMMITTEE ON CONSUMER AND WORKER PROTECTION 142
2	of this testimony and it will be a continuing
3	process, but we thank everyone for their
4	participation.
5	This will now close the hearing. [GAVEL]
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CERTIFICATE

World Wide Dictation certifies that the foregoing transcript is a true and accurate record of the proceedings. We further certify that there is no relation to any of the parties to this action by blood or marriage, and that there is interest in the outcome of this matter.



Date _____April 19, 2024