GT.I.A	COL	JNCTI	_
CITY	OF	NEW	YORK

----X

TRANSCRIPT OF THE MINUTES

of the

COMMITTEE ON CIVIL SERVICE AND LABOR

----X

March 22, 2013 Start: 10:52 a.m. Recess: 5:08 p.m.

HELD AT: Council Chambers

City Hall

B E F O R E:

MICHAEL C. NELSON

Chairperson

COUNCIL MEMBERS:

James F. Gennaro Melissa Mark-Viverito Domenic M. Recchia, Jr.

Eric A. Ulrich

Ruth Messinger Concerned Citizen

Pablo Martinez
Make the Road New York

Dr. Manisha Sharma Concerned Citizen

Vincent Alvarez President New York City Central Labor Council

Kevin Finnegan Director of Politics and Legislation 1199 SEIU

Bill de Blasio Public Advocate

Robert Bookman New York City Hospitality Alliance

Linda Baran Staten Island Chamber of Commerce

James Copeland Manhattan Institute for Policy Research

Kathryn Wylde Partnership for New York

Zeluma Wiscovitch National Supermarket Association

Regina Smith Harlem Business Alliance

Andrea X Concerned Citizen

Ruben Diaz, Jr. Borough President Bronx

William Thompson Concerned Citizen

Mark Gjonaj Member New York State Assembly

James Essey New York Staffing Association

Jay Peltz Food Industry Alliance of New York

Tom Minnick
Business Council of New York State

Richard McGahey Professor Milano School Urban Policy at the New School

Brett Garrett
Blue Bottle Coffee Company

Reverend Raymond Rivera Chairman National Evangelical Latino Coalition

Dr. Luella Toni Lewis SEIU

Jorge Ortiz SEIU 32 BJ

Selena Alvarez Make the Road New York

Lawrence Mandelker New York Metropolitan Retail Association

Andrew Mosall Political Director New York State Restaurant Association

Robert Sunshine Executive Director National Association of Theatre Owners in New York State

Maria Castaneda Secretary Treasurer SEIU 1199

Sherry Leiwant Co-President A Better Balance

Anne Bove Secretary New York State Nurses' Association

Robyn Overman Director of Human Resources The Gay Men's Health Crisis

John Binizio Five Borough Coalition

Rosina Ruben Concerned Citizen

Joseph Leo President Atlantic Contracting

William Shuzman
Executive Director
Allied Building Metal Industries

Lewis Coletti President Building Trades Employers' Association

Monifa Bendelay Moms Rising

Nancy Rankin Vice President for Policy Research Community Service Society New York

Phil Andrews Director of Retail Organizing Retail Wholesale Department Store Union

Dr. Frank Proscia Executive Director Doctors' Council SEIU

Jeff Hayes Study Director Institute for Women's Policy Research

Doreen Zayer Relax on Cloud 9

Robert S. Altman Queens and Bronx Building Association The Building Association of New York City

Shane McMorrow Assistant Vice President Mechanical Contractors' Association

Denise Richardson Managing Director General Contractors' Association of New York

Lisa Davis Concerned Citizen

Carol Saginaw
President of the Board
The Center for Children's Initiatives

Zayed Hamad Member Retail Action Project

Rabbi Michael Feinberg
The Greater New York Labor Religion Coalition

Dr. Heman Sindu CIR SEIU Healthcare

Armando Uribe New York Communities for Change Worker Committee

Nora Neilis National Cleaners Association

Sasha Hooja Planned Parenthood of New York City

Barbara Young National Domestic Workers

Heidi Siegfried Legislative Vice President National Organization for Women

Ronald Regens
Gay Men's Health Crisis Action Center

Donna Dolan Chair New York Paid Leave Coalition

Jason Coates National Hispanic Council on Aging

Tyi Jones Retail Action Project

Socheatta Meng Legislative Counsel New York Civil Liberties Union

Derek Chandler Housing Works

Shara Siegel Policy Associate New York Academy of Medicine

Debra Cooper State Assembly Member 67th Assembly District

Dr. Susan Thersaleck American Academy of Pediatrics

2	CHAIRPERSON NELSON: We can finally
3	get started I am glad to say. Good morning. I am
4	Council Member Mike Nelson. I am the chair of
5	this Committee on Civil Service and Labor. Today
6	the Committee will hold a hearing on proposed
7	Intro 97-A, a local law to amend the
8	administrative code of the city of New York in
9	relation to the provision of paid sick time earned
10	by employees commonly referred to as the paid sick
11	time bill. Today is the third hearing by this
12	Committee on paid sick time legislation. In
13	recent years, the subject of paid sick time has
14	been debated at the federal, state and local
15	levels. A few municipalities have even passed
16	paid sick time laws, including San Francisco,
17	Washington D.C., Seattle and most recently
18	Portland, Oregon. In addition, the state of
19	Connecticut also passed a paid sick time law for
20	service workers of employers with 50 or more
21	workers. Please if you can, and I have done the
22	same thing by accident, if you could turn your
23	phone onto vibrate. Whether or not to make
24	employers responsible providing a minimum amount
25	of paid sick time to their employees has both pros

and cons. The Committee expects to hear from 2 individuals and organizations with a wide variety 3 of viewpoints--wide variety of viewpoints on this 4 5 legislation. I am a sponsor of this legislation. I believe that paid sick time would improve the 6 overall health of the population of the city because sick people will be able to stay home from 9 work or school preventing the spread of illness to coworkers, customers, classmates or teachers, but 10 11 on the other hand there are legitimate arguments 12 on the other side, particularly that this bill 13 could hurt small businesses and potentially lead, which would be ironic, to job losses or business 14 15 failures on a bad economy; therefore, I intend for 16 this hearing to be balanced and not favor either 17 side. Today we will be joined by Speaker Chris 18 Ouinn and members of the Committee Council Members 19 are Mark-Viverito, Recchia, Gennaro, Ulrich. 20 Eric here? He's on the list here, but I guess he 21 is coming. Okay, he will be here soon. We have 22 also been joined by Council Members Brad Lander, 23 Crowley, Halloran, Brewer, Lappin, Gonzalez, King, 24 Chin and--Recchia I think I mentioned, and again, I'll give Gonzalez another call out because we are 25

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

close, and the public advocate Bill de Blasio is here, and I'd like to also thank committee staff Matthew Carlin to my right, our counsel, who has done an incredible job. This is very difficult to handle this. I will tell you. Thank you, Matt. And Faith Corbett, our policy analyst, John Lisansky [phonetic] our financial analyst, Justin Goodman, our press officer. I will hold off for Chris, of course to say a few words - - . I'd just like to also say please rules. This is a democracy, and people feel they can say whatever they want, but you know what? On the other hand, you be disruptive to democracy and others who want to speak, so I would appreciate no applause, shouting, no boos--not the liquid form, that we know you don't have. You will be removed I am sorry to say if you are disruptive to democracy. Even staff should not be standing on the sides. - try to stay within the rules. Please, we can have this really peaceful type of a meeting. believe the main sponsor of this legislation, the prime, Gale Brewer.

COUNCIL MEMBER BREWER: Thank you very much, Mr. Chair. I appreciate this hearing.

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

I appreciate the Speaker's staff and the Speaker for holding it, and I really appreciate the 38, 37 other co-sponsors of paid sick time for all of your many hours of readings and press conferences and support, and making sure that workers get what they deserve. As you know, as the Speaker indicated, New York City had waited a long time for a bill supporting paid sick days. During the time that we have been requesting this legislation as was indicated the state of Connecticut and the cities of Seattle, Portland and Philadelphia have passed paid sick time, and of course, San Francisco and Washington D.C. have had it for quite some time. I just want to indicate, we have spoken to the city or state officials who monitor each one of those cities or states, and I have to be honest with you, we can give you phone numbers, e-mails and every single case there have been few if any violations. Every single discussion, problem that has been brought to the officials has been negotiated and settled without a violation. Very, very few if any violations have taken place. So right now in New York City I really do believe that many women and men up to 1.3 million are

being forced to choose between their jobs and 2 health, and that is not right in our city. We 3 4 have some highlights. As you know in the current 5 bill, 97-A, under five employees are exempted, but they do have job protection. We have worked 6 really hard to make sure there is an administrative - - in the city of New York, and we 9 have made it clear over and over again that current paid time off policies whatever benefits 10 11 the business has meets the minimum requirements of 12 the bill, then you do not need to be part of this 13 legislation. There is a huge coalition. 14 to mention the amazing unions, the health 15 professionals, the school nurses, the Harlem Business Alliance, and one particular company Blue 16 17 Bottle Coffee--it's a San Francisco based business 18 that is expanding in California and New York City, 19 and they have paid time off benefits in both city. 20 Worker advocate organizations and labor all agree, 21 and this company in particular that it is not a 22 problem in San Francisco, and it won't be a 23 problem in New York, and you will hear their 24 testimony later on. So without further ado, - -25 we want to hear from the panelists, but I am here

19

20

21

22

23

24

25

to say thank you to the huge coalition. To the workers, we will do our very, very best. to say that Melissa Mark-Viverito gave me a lot of hope the other day. She was filling up her car with gas and the gas attendant in Queens said to her, I don't know you, ma'am, but I heard something about paid sick time. Maybe I'll get Thank you very much.

CHAIRPERSON NELSON: And they put sugar in her gas tank if she said she wasn't going to go with it. Karen Koslowitz has joined us. Thank you, Karen. Mark Weprin and Mathieu Eugene and now we should have the first panel being called. Please Vincent Alvarez, Kevin Finnegan, former borough Manhattan president, Ruth Messinger, Pablo Martinez, and - - Sharma [phonetic]. I pronounced that right, I hope. the way, we will be setting the clock for obvious reasons. We don't want to be here until Dave Letterman comes on tonight, so there will be a two minute clock. Perhaps if Ms. Messinger can go first?

RUTH MESSINGER: Thank you very much, Mr. Chairman, Mr. Public Advocate, members

of the Council. It's quite a challenge for me and 2 a lot of fun to be back here where I was 3 4 privileged to serve for 12 years. The security 5 quard at the front gate had no idea who I was, but I am pleased to be back to testify in favor of an 6 important piece of legislation that will make a difference for tens, hundreds, millions of New 9 Yorkers in many ways, and I want to say as somebody who did live the legislative and 10 11 government process for 20 years that I am aware of 12 how much work has been done not only by the people 13 supporting this, but by those of you who have 14 sponsored it, and worked and looked at legislation 15 in other cities and worked carefully to modify and 16 amend the intros so that it speaks to many 17 different people's concerns. I think as Council 18 Members you all know the story. Paid sick leave 19 is a benefit that protects the health and safety 20 of the individual worker, her or his family, her 21 or his co-workers, and the broader community. 22 is of course an employment benefit, but also an 23 important public health measure, particularly 24 because many of the uncovered employees in New York City work with children and the elderly or 25

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

work in the food service sector. Paid sick leave is a benefit that would matter most to New York City's lower income workers, and it is a benefit as Council Member Brewer said that is increasingly being made available elsewhere in the United This is an opportunity for our city to States. join with others, and help set the standard for employment that will help workers and advance public health without overburdening the city's smallest businesses, all of which are protected in the current version of the legislation. I want to add only one thing, and that is in the 14 years, Mr. Chairman, since I left public life, I have been privileged to direct a not for profit, nongovernmental organization that has grown substantially. I am absolutely certain that one of the factors in our success as an employer is that we stretch a limited budget judiciously to provide benefits, including paid sick leave that are responsive to the life realities of employees who need to protect their own health and the health of their families as well as to invest their energies in their work. Thank you.

CHAIRPERSON NELSON:

Thank you, Ms.

1	COMMITTEE ON CIVIL SERVICE AND LABOR 16
2	Messinger. I appreciate you staying within the
3	guidelines. Pablo?
4	PABLO MARTINEZ: [foreign language]
5	FEMALE VOICE: Good morning. I'll
6	just be translating for Pablo.
7	PABLO MARTINEZ (through
8	interpreter): Good morning. My name is Pablo
9	Martinez. I am a member of Make the Road New
10	York. I am from Mexico. I am originally from
11	Veracruz, Mexico. I am 47 years old, and I have
12	three children, who live in Mexico, and two of
13	them are studying in the university. So I have
14	been living in this lovely nation for six years
15	now. During that time, I have been working at two
16	different car washes. I currently work at the LMC
17	carwash in Astoria. It's an honor for me to be
18	here with you today to share how important it is
19	for workers to have paid sick days. I have had
20	the sad or unfortunate experience of having to go
21	to work sick. I have health problems including
22	hypertension and arthritis.
23	CHAIRPERSON NELSON: Due to his

illness and the translation, give another 30 to 40

24

25

seconds.

very basic right of workers. Thank you.

CHAIRPERSON NELSON:

Thank you, Mr.

24

25

2 Martinez.

Good morning. 3 DR. MANISHA SHARMA: 4 Thank you for the opportunity to testify this 5 morning My name is Dr. Manisha Sharma, and I am a family physician in the Bronx, New York. As an 6 everyday doctor for everyday people of New York City, I would like to share with you my 9 perspective on why the passage of the paid sick 10 time act is so important to New York. I'd like to 11 introduce you to one of my many patients, Mr. A. 12 Mr. A is a hardworking taxi driver in his 40s. 13 Unfortunately he doesn't have medical insurance and sees me whenever he can afford to. One day he 14 15 called me telling me he had a cough and he had 16 been feeling rundown. He had a fever, took some 17 Tylenol, but it wasn't going away. I asked him to 18 come in to see me, but he couldn't because if he 19 didn't work, he doesn't get paid, and even gets 20 threatened to be fired. So he went to work sick 21 with a nasty cough and fever where again, he 22 interacts with hundreds of New Yorkers as a cab 23 driver and has the potential of becoming even more 24 ill and infecting the New Yorkers he comes into contact with whatever illness he may have through 25

2	exchanging money, receipts, being in an enclosed
3	cab space, not to mention jeopardizing New Yorkers
4	by getting hurt in accidents because of him
5	driving ill. Mr. A did not get better. In fact,
6	he got worse, and I did end up getting to see him
7	about two weeks later in the ICU at the hospital
8	with a tube down his throat to help him breathe.
9	His cold became a costly one, not only to his life
10	and his family's livelihood, but also to hundreds
11	of people he came into contact with, and
12	ultimately to our healthcare system. Paid sick
13	leave is clearly a public health necessity. More
14	than one million workers in New York City we
15	depend on our cabdrivers, our caretakers, food
16	industry workers, retailers do not have paid sick
17	time to care for themselves, their children or
18	their loved ones. People become forced to choose
19	between working sick or not having enough money
20	to provide for their families or themselves. What
21	we aren't realizing is that forcing people to
22	choose their health or their livelihood is also
23	forcing New Yorkers to choose between their health
24	and their livelihood. Use the example of the
25	restaurant worker in North Carolina who without

б

the option of paid sick leave continued to work as
a cook in a restaurant even when he was severely
ill with Hepatitis A, which causes violent bouts
of diarrhea and vomiting. Because he did not have
the option to stay home or to see a doctor and
because he did not have paid sick time, he spread
Hepatitis A virus through the food he prepared,
which spread to the people who ate it, causing a
public health crisis. I urge you as a doctor and
proud New Yorker to stand behind 83 percent of New
Yorkers who want a law that requires employers to
give workers paid sick time and act on what you
know is right. Pass the paid sick time act for
all New Yorkers. Thank you.

CHAIRPERSON NELSON: Thank you, Doctor.

VINCENT ALVAREZ: Thank you, Mr.

Chairman. Good morning, and thank you for the opportunity to testify at the hearing of the Civil Service and Labor Committee of the Council and the city of new York. I would like to thank Speaker

Quinn. I would like to thank the Committee Chair, Member Nelson, as well as the members of the Committee for convening this important hearing. I

2	sit before you today aligned with many others in
3	labor and communities across New York City,
4	parents, small businesses, all calling for the
5	establishment of paid sick time for workers to
6	care for themselves or their family members in the
7	event of illness. The health of New York City's
8	workforce is of paramount importance to the health
9	of the city's economy. As president
10	CHAIRPERSON NELSON: [interposing]
11	I am sorry, sir. Can you please state your name
12	for the record?
13	VINCENT ALVAREZ: Vincent Alvarez,
14	president of New York City Central Labor Council.
15	CHAIRPERSON NELSON: Thank you.
16	VINCENT ALVAREZ: As president of
17	the New York City Central Labor Council, AFLCIL
18	[phonetic] I represent over 1.3 million workers
19	across many industries and professions in the
20	private sector, the public sector and the building
21	and construction trades. Many of these workers
22	have the benefit of collective bargaining
23	agreements that stipulate for time off with pay
24	during illness; however, there remain far too many
25	New Yorkers and far too many workers in this city

3

4

5

6

9

10

11

12

13

15

16

17

18

19

20

21

23

24

25

who cannot take time off of work, and who risk disciplinary action or firing if they do. wage workers represent the majority of those not afforded paid sick time. In 2011, 66 percent of low income parents of school aged children did not have the access to paid sick time. The stress of caring for a sick child is great enough without having to worry about missing bill payments or even losing your job for doing so. 56 percent of workers who prepare and serve food do not have access to paid sick time. This clearly represents not only a hazard to others in the workplace, but 14 to the general public with whom they continue to come into contact. Providing paid sick time to workers particularly in food service industry would curtain the spread of illness and would present an overall benefit for the greater workforce of our city. Additionally, healthy workers are more productive workers. Giving workers paid sick time has been shown to improve 22 worker productivity and would reduce employee turnover resulting in a cost savings for employers. Advertising open positions, taking the time to interview and then training replacement

2.

workers outweigh the cost of providing workers
with paid sick time. Paid sick time should not be
a privilege for a chosen few, but a basic right
pursued by private and public employees and to be
provided for as many workers as possible.
Historically New York City has been a leader in
workforce safety and worker protections. We
should continue to lead in providing paid sick
time to the hardworking men and women of New York
City and the New York City Central Labor Council
supports paid sick time act, and believes that it

CHAIRPERSON NELSON: Thank you very much.

deserves a vote. Thank you.

MEVIN FINNEGAN: Good morning. I am Kevin Finnegan. I am a director of politics and legislation for 1199 SEIU. Mr. Chairman, Council Member Brewer, Public Advocate de Blasio, members of the Committee and other members who are here, thank you for allowing me to come and testify this morning. I testify on behalf of 200,000 healthcare workers in the city of New York. Each one of our members will tell you that viruses spread through contact and that the best

23

24

25

prevention is to stay home; however, in this economy people go to work sick for fear of termination and lost wages. They ride mass transit and interact with the public exposing millions of New Yorkers to viruses, resulting in thousands of emergency room visits and hospital admissions every year. If they can't take a day off, they will send a sick child to school exposing other children to illnesses. January New York State declared a public health emergency due to a widespread influenza outbreak with deaths reported at epidemic levels. Our members described emergency rooms that were overflowing 24 hours every day, mostly because sick people that cannot take time off work end up needing emergency care. Back in 2009, an outbreak of the H1N1 virus results in over 400,000 hospitalizations and 18,000 fatalities. To contain the outbreak, 200 schools were systematically closed for at least a week, costing New York millions of dollars. Healthcare professions will testify today that providing paid sick days is more cost effective than cost associated with pandemics and hospital visits.

1199 concurs. Contagious illnesses are less 2

4

5

3

6

9

10 11

12

13

14

15 16

17

18

19 20

21

22

23

24

25

likely to spread or become chronic if medical treatment is sought at the onset of symptoms. Ιf workers are able to take time off during regular clinic or doctors' hours, they are less likely to end up in an emergency room. When it comes to public health and safety, it is imperative for the City Council to take precautions and exercise its power to set an established policy for the city of New York. 1199 members are asking you to use your power and enact this legislation. Thank you.

CHAIRPERSON NELSON: Thank you, sir. We are not playing games with the time for those of you who are checking that. We are just having problems with setting the timer to begin with. So don't want you to think we are letting some people speak longer on purpose. Okay. have been joined by Council Members Rose and Welcome. We have some questions from Jackson. some of the members here. I think I mentioned Mark Weprin before, but if I didn't, I'm sorry Mark. Council Member Gale Brewer?

COUNCIL MEMBER BREWER: quickly I want to thank Mr. Martinez for being 2 here, and my question is one of the complaints 3 that business sometimes make is that if you have

4 paid sick days, people would take advantage of it,

5 take off too much, take off when you are not sick,

6 so my question to you is if you have paid sick

7 days do you think you and your colleagues would

8 use them correctly, which is only when you are

9 sick?

PABLO MARTINEZ (through

interpreter): So first of all, I just wanted to reiterate that I think is a very basic right that all workers should have. I do have the hope that you all will decree a law that will make this into a basic right that all employers would have to respect. With regards to your question, I think that workers could prove that they are actually sick very easily. Most workers when they have to go to the doctor, they could bring in a doctor's note. I have medical bills. I have proof of the time that I was hospitalized. I would have no problem showing that information to my employer if he had any question for me about whether I was actually sick or not. It would be very easy for me to prove that I am only taking sick days off

_	COMMITTED ON CIVIL BERVIOL MAD EMBOR 27
2	when I am actually sick.
3	COUNCIL MEMBER BREWER: Thank you,
4	Mr. Martinez for being here. Thank you, Mr.
5	Chair.
6	CHAIRPERSON NELSON: You're
7	welcome, Council Member Brewer. Also, Councilman
8	Halloran has a question.
9	COUNCIL MEMBER HALLORAN: Thank
10	you, Mr. Chair. I'll start with Dr. Sharma. Are
11	you in private practice or public practice?
12	DR. MANISHA SHARMA: Public
13	practice.
14	COUNCIL MEMBER HALLORAN: Okay. So
15	paying if you were a medical office in a small
16	office with two, three, four, fix, six employees,
17	that wouldn't be an issue for you because you have
18	a municipal corporation that is actually paying
19	for your paid sick time, which is very different.
20	DR. MANISHA SHARMA: Sure. I would
21	have to pay if I was in private practice, but
22	let's be real about this. If I had people in my
23	practice who were sick, I would not want them
24	there.
25	COUNCIL MEMBER HALLORAN: In your

COMMITTEE ON CIVIL SERVICE AND LABOR 1 2 office? 3 DR. MANISHA SHARMA: Absolutely. 4 To make people who are coming to us who are sick 5 even sicker. б COUNCIL MEMBER HALLORAN: But if you had been in the private practice, you would be 7 8 aware that New York City taxes our businesses 9 higher than any municipality in the country. We 10 pay a federal, a state, and a local income tax. 11 We pay a commuter tax. We have a payroll tax. 12 addition to that, we have property tax, which is

> amongst the highest in the nation, and now our businesses are looking at not only an increase in their tax rates from the state, but apparently

with the advent of the minimum wage increase, which I generally do support, the affordable healthcare act, which will tax those small

your head what the average margin for a business

businesses. Do you happen to know off the top of

under 50 employees is, the profit margin is for a business under 50 employees in the city of New

York?

13

14

15

16

17

18

19

20

21

22

23

24

25

DR. MANISHA SHARMA: I am an everyday doctor for everyday people. I am not an

1 economist, but I can tell you this, it takes a 2 village to create a village. 3 4 COUNCIL MEMBER HALLORAN: 5 respectfully, you answered my question and you said you didn't know. Let me inform you that it 6 is about 12 percent as the profit margin, and even the economists looking at this will conservatively 9 say it is about a four percent increase, which 10 means their profit margin has now become eight 11 percent. Are you worried that maybe employers 12 won't be there to employ people given the 13 onslaught of not just this one bill, but in consolidation with the other issues going on like 14 15 the affordable care act, like the increase in the 16 minimum wage, those issues on top of that, that is 17 not a concern for you at all? 18 DR. MANISHA SHARMA: No, because my 19 concern is people's health. 20 COUNCIL MEMBER HALLORAN: The 21 gentleman who was working at the carwash. 22 many employees are there at the carwash? 23 know off the top of your head? 24 PABLO MARTINEZ (through

interpreter): Approximately 50 workers.

25

1	COMMITTEE ON CIVIL SERVICE AND LABOR 30
2	COUNCIL MEMBER HALLORAN: Okay, so
3	that is a very large carwash?
4	PABLO MARTINEZ (through
5	interpreter): Yes, it is a large carwash.
6	COUNCIL MEMBER HALLORAN: You are
7	aware under this bill you would not have been paid
8	for ten days being out in the hospital? This bill
9	will only cover you for five days of paid leave.
10	PABLO MARTINEZ (through
11	interpreter):
12	COUNCIL MEMBER HALLORAN:
13	PABLO MARTINEZ (through
14	interpreter):
15	COUNCIL MEMBER HALLORAN:
16	PABLO MARTINEZ (through
17	interpreter): So I think that all workers have
18	the basic right to have paid sick days regardless
19	of how many paid sick days they are. In my case
20	what I can tell you is that workers have the
21	rightnobody is free of getting sick. Everybody
22	gets sick sometimes. Nobody has like a free pass
23	never to be sick, and many times the employers
24	they want to use us when we are well, but then
25	when we are sick they are not there for us, and

1	COMMITTEE ON CIVIL SERVICE AND LABOR 31
2	that is not fair either.
3	COUNCIL MEMBER HALLORAN: Fair
4	enough. How long areare you still at the
5	carwash?
6	PABLO MARTINEZ (through
7	interpreter): Yes, I still work there.
8	COUNCIL MEMBER HALLORAN: So the
9	employer kept you even though you had missed over
10	ten days of work and you were able to come back to
11	that same job?
12	PABLO MARTINEZ (through
13	interpreter): I didn't lose my job because I
14	communicated with my boss and because I showed
15	them the receipts from the hospital that I had
16	been hospitalized at.
17	COUNCIL MEMBER HALLORAN: and that
18	is a good thing, and I am very glad that you did
19	that. That is a good employee to do that. I
20	appreciate that as a former business owner. With
21	regards to Mr. Finnegan at 1199, one of the things
22	you said, and I understand the general premise of
23	what we are talking about here, but it is
24	certainly not your position that people don't just

commute to work on the mass transit. If someone

25

is sick, they are going to go to a doctor. They
also are going to be on mass transit. We are not
self-delusional enough to think that simply
because someone is ill that they are not going to
be out in the public, and that they are not going
to be communicable to the extent that they would
be communicable in any sense, right? I mean you

are not saying that.

KEVIN FINNEGAN: No, but obviously if someone has to go to work, they are going to come in contact with a lot more people than if they stayed home.

of the people in the panel have any problems with the fact that it's the Department of Health rather than the Department of Consumer Affairs that is the supervisor of this bill? Does anyone really think that labor issues really belong in front of the Department of Health of the city of New York rather than the Department of Consumer Affairs of the city of New York?

KEVIN FINNEGAN: Yes, labor issues belong at the Department of Health when they involve health, and in fact as part of my job I

1	COMMITTEE ON CIVIL SERVICE AND LABOR 33
2	interact with the Department of Health virtually
3	on a daily basis. Obviously I represent health
4	workers, so a lot of that has to do with the
5	business of health, but it has to do with the
6	functioning of the Health Department in everything
7	that it does because as healthcare workers, we
8	understand how labor and health interact.
9	CHAIRPERSON NELSON: Thank you,
10	Councilman Halloran. We have been joined by the
11	Speaker of the City Council, Chris Quinn, who
12	would like to say an opening statement.
13	SPEAKER QUINN: No, I don't have an
14	opening statement. I just want to thank everyone
15	for being here, for organizing the hearing. I am
16	here to listen. I am sorry I was late. I was
17	actually at a chamber of commerce, so I got held
18	up there, but thank you all and I will make sure I
19	review the testimony of the first panel over the
20	weekend, and I apologize for missing it. Thank
21	you, Mr. Chair.

CHAIRPERSON NELSON: Thank you, Madam Speaker. I want to mention that Council Member James has been with us for a while. I think I mentioned Koslowitz earlier I hope, and we

22

23

24

25

have a question now from the public advocate right 2 now.

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

BILL DE BLASIO: Thank you very much, Mr. Chairman. Thank you to you, to Speaker Quinn, to all my colleagues. It is good to be back with you. The question I have is for Mr. Finnegan and Mr. Alvarez, but just a quick preface that I have the honor of serving in this body for eight years now, four years as public advocate. Over those 12 years, I can't remember a piece of legislation as important as this, as well debated as this with as many sponsors as this one has that has waited so long for a vote. By my count it is two years and 361 days we have been waiting for a vote. So I am hoping that this additional outpouring of interest we see before us today means that we will soon have actual democratic process in this town and get a vote on this crucially important issue. Now by the estimate of the New York Times this affects one million New Yorkers. I believe fundamentally that we must reach these one million people in need now. the midst of still a tough economy, it is exactly the time when they need our help. You heard from

the testimony of our friend just what it means to 2 the average worker if they don't have this 3 4 protection, what it means to them, what it means 5 to their family, what it means for their health. The question is based on the fact that in the last 6 week or so this city of Philadelphia, one of the top five largest cities in the country, passed 9 paid sick days legislation with very similar purview and reach to the current bill with the 10 11 current amendments--companies with five employees 12 and up. The city of Portland, Oregon also acted 13 in the last week with similar criteria, and I 14 think what is so striking is as our economic 15 crisis has lingered more and more localities 16 realize this is fundamentally necessary for the 17 economic stability of families, and again, thank 18 you, Doctor, for the health needs of families. So 19 my question is could you talk about since you both 20 represent organizations that have made it a point 21 to extend benefits to those who didn't have them. 22 That to me is one of the definitional realities of 23 the American labor movement, and when you do that, 24 you don't say, worker A, you get full benefits; 25 worker B, you don't. Worker C you get half.

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

way you structure your agreements with management
is that every single worker is covered. How
important is it that this New York City bill reach
all one million New Yorkers in need? How
important is it that we amplify and follow the
pattern we now see around the country in places

like Philadelphia to reach the most New Yorkers

9 possible?

KEVIN FINNEGAN: Just as a labor organization, it's a fundamental principle that we try and treat all workers equally. That is where we start, so there is no question from that perspective, but from the health perspective, I want to emphasize that we need to cover every worker because every one of us becomes essentially a danger to everyone else if we are out there working, interacting with the public when we are doing our jobs. That is particularly true in the healthcare industry because the people we are dealing with are a little bit more vulnerable generally, but it is just as true with the public in general, so on this issue, it is even more fundamental I think to public policy that it apply to everybody.

2	VINCENT ALVAREZ: Most of the
3	municipalities that I have spoke to, my
4	counterparts throughout the country from San
5	Francisco, Philadelphia and other cities that we
6	have mentioned here have talked about the need to
7	embrace this legislation as well as other
8	legislative goals that we have to make sure we are
9	doing it in a way that is not driving wedges
LO	between different groups of workers and
11	classifying workers differently, but pursuing a
L2	goal, which we think universally is going to help
L3	all workers within that jurisdiction, and they
L4	have pursued that, and I know it is our hope that
L5	this pursuit of this legislation is going to reach
L6	all one million plus workers that need and are
L7	entitled to we feel paid sick time legislation.
18	BILL DE BLASIO: One quick follow
L9	up for Mr. Finnegan, because again as you said,
20	you have constant contact with the Department of
21	Health, I think we saw during the recent flu
22	epidemic that an unprecedented sort of fast growth
23	of flu in this city made worse of course by the

fact we had just come off of the effects of Sandy 25 in so many neighborhoods. Could you talk to us

KEVIN FINNEGAN:

2

3

4

5

7

8

9

10

11

12

13 14

15 16

17

18

20

19

21

22

2324

25

about how much the spread of that kind of disease happens in the workplace, and how this legislation

is part of trying to get ahead of that problem?

The recent

epidemic moved at a speed that it was really unprecedented, and we were asked as healthcare workers to react to that and one of the things that we did there was a whole of staffing issues in moving things around. There was hotspots in the state, both upstate and downstate where we needed to react, but one of the things we were asked to do was for everyone to get a flu shot, which you can't mandate, but we urged our workers to get flu shots to prevent them from getting the flu from all of the people who were coming into the emergency rooms, but we also agreed to the extent we legally could was that every worker who did not get a flu shot was required to wear a mask, and that the Department of Health required in every hospital and nursing home in the state because of they are aware of how dangerous it is for people to walk around who might have the virus and not be sick yet or in order to prevent them from getting sick because they are dealing with so

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2 many people in the emergency rooms.

BILL DE BLASIO: So just a thank you to the panel, thank you to the Chair and just to say the obvious. This is yet another reason why not only do we need to cover all the people we can cover, but this is another reason why this legislation needs to happen now because the health dynamics here, and had we had this legislation six months ago or a year ago, it actually could have had a positive effect in terms of this recent flu epidemic. The health dynamics alone suggest that our constant delay is actually causing more people to get sick in this city, is causing more families to be unstable. It is hurting them economically, but it is hurting their health as well, and that is why we need this bill now. Thank you so much. CHAIRPERSON NELSON: Thank you, Mr.

Public Advocate, Bill de Blasio. Councilman

Lander and then Lappin, and I respectfully

request, please keep it to two questions.

COUNCIL MEMBER LANDER: Thank you,
Mr. Chairman, and thank you, Council Member
Brewer, for the sponsorship. Thanks to all of you
for being here and special thanks to Mr. Martinez

2	and to Dr. Sharma for coming and sharing your
3	stories with us. I guess I want to ask some
4	questions of Mr. Finnegan and Mr. Alvarez. Your
5	counterparts in San Francisco and in other
6	localities surely would care if there was job loss
7	as a result of paid sick days 'cause it's their
8	job to represent workers and the health of the
9	economy in those cities. Have you heard from your
10	colleagues in San Francisco or any other
11	localities where they have paid sick days that
12	there has been any job loss as a result of the

paid sick days legislation?

VINCENT ALVAREZ: The single greatest pursuit for the labor movement since the downturn in the economy has been the pursuit of jobs and complementary legislation that we think would help either incentivize or if you look at it from the other perspective, we would not be obviously supporting any legislation that would create disincentives to job creation. From the conversations that we have had from my counterparts and my colleagues throughout the country, jurisdictions that have paid sick time legislation there has been no adverse economic

б

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

conditions. In fact, some of them have said that
this is actually been a stabilizing factor in the
economic communities from which they reside in and

5 work in.

COUNCIL MEMBER LANDER: My second question, you both are in frequent negotiations or your member in the case of Central Labor Council are in frequent negotiations with employers on contracts. While those employers tend to be larger ones, their eyes are on the bottom line as well. As you enter into negotiations how often is paid sick days and the provision of paid sick days by employers a top level thing that those employers are fighting? Because in my experience many, many, many other issues are what we hear about in labor negotiations I can't remember hearing when an employer really fought hard against or really resisted providing paid sick days, and I believe if they can - - .

Member Halloran, and maybe I misunderstood you, I

24

25

CHAIRPERSON NELSON: If you could just repeat your name for the record, so they have a good record.

1	COMMITTEE ON CIVIL SERVICE AND LABOR 43
2	KEVIN FINNEGAN: Kevin Finnegan
3	from 1199.
4	CHAIRPERSON NELSON: I'm sorry?
5	KEVIN FINNEGAN: Kevin Finnegan
6	from 1199.
7	CHAIRPERSON NELSON: Thank you.
8	COUNCIL MEMBER LANDER: I would
9	just add it is not a question, but the economic
10	research that we have, says it would cost about 18
11	cents an hour to enable workers to have paid sick
12	leave, and I think that is why employers don't
13	fight against it when you are negotiating with
14	them in contracting, and it's why employers in new
15	York City will be just fine when they are
16	providing paid sick days to all of their workers.
17	Thank you very much. Thanks, Mr. Chairman.
18	CHAIRPERSON NELSON: You're
19	welcome. We will have Council Members Lappin and
20	James before we go to the next panel. Jessica?
21	COUNCIL MEMBER LAPPIN: Thank you,
22	Mr. Chair, and I want to thank you, Mr. Martinez,
23	for having the courage to come today to the
24	people's house and to share your personal story
25	with us, and say that I agree with you that

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2 workers should have paid sick time in the city.

3 My question is for Mr. Alvarez or Mr. Finnegan,

4 and one of the things opponents have raised is

5 that this would supersede collective bargaining or

6 be five days on top of what has been added for

7 | collective bargaining. I wanted you to address

8 that if you could.

KEVIN FINNEGAN: As I understand it, first of all it would not be on top of anything. This is a minimum that you are setting. So if there are five paid sick or four paid sick days - - no impact on most contracts. Like I said earlier where you have a contract that has less than whatever number you land on, the five days, we would have to change our contract to reflect what the prevailing law is, and we would have to figure out a way to pay for it, but we met with our workers, met with the leadership in our homecare division which could have some impact and the decision was made that that was fine that it would affect our collective bargaining, but we were willing to do it because as healthcare workers we saw the value in having paid sick days for the entire city.

2	VINCENT ALVARADO: I would just say
3	we have 300 unions that are affiliated with the
4	Central Labor Council, literally thousands of
5	contracts, many of themseveral thousand actually
6	collective bargaining agreements, some of them
7	have stipulations and agreements on paid sick
8	time. Others don't. We have had extensive
9	conversations within the Central Labor Council,
10	within our executive board, our delegates, we
11	passed a resolution several years ago in support
12	of it, and I have not heard of any direct problems
13	within the collective bargaining process of each
14	one of our respective unions or any opposition to
15	it or issues that they think could not be either
16	overcome or addressed at the bargaining table.
17	COUNCIL MEMBER LAPPIN: Thank you.
18	CHAIRPERSON NELSON: We have been
19	also joined by Council Member Steve Levin and Dan
20	Dromm, and Council Member James.
21	COUNCIL MEMBER JAMES: So obviously
22	I want to thank this panel for coming in to
23	testify. I also want to thank Mr. Finnegan for

that great rally yesterday to enact responsible

gun laws in our city as well as in the battle to

keep open Long Island College Hospital in downtown
Brooklyn. Thank you and your members for all that
you are doing. Mr. Alvarez, thank you for
standing up for working families in the city of
New York and for all that you are doing to protect
the labor movement, which is under attack in this
city. Thank you, Dr. Sharma, for all that you are
doing obviously, and Mr. Martinez. My question is
it is my understanding that this piece of
legislation will primarily benefit low wage
workers. Is that a true statement, and any one
can answer that question on the panel, and if so,
what is the demographics of those low wage
workers?

DR. MANISHA SHARMA: I think it will benefit all wage workers, and with the economics being what it is today everybody can find themselves in different precarious situations. As a physician I can tell you that even folks who have insurance benefits that I see also are threatened by this concept when they don't have sick days accrued, and so I think it is going to affect every New Yorker. Remember, if one New Yorker gets sick, potentially all New

3

5

6

Yorkers get sick, so it is something to think in regards to this being a public health crisis.

4 VINCENT ALVAREZ: I'd like to just

workers throughout the Central Labor Council Union

7 have the benefit of having paid sick time, but in

follow up on that. As you know many of our

8 particular we are concerned obviously with many of

9 the economic issues that face low wage workers,

and we feel that if we can provide them with the

11 minimum basic protection of protection when they

12 are sick on the - - that they can provide them

with paid sick time, that this would provide

obviously a tremendous level of economic benefit

15 for them, and that is why we obviously want to

16 make sure that we are standing up for them because

17 it is going to have a disproportionate positive

18 effect we have on low wage workers as well.

19 COUNCIL MEMBER JAMES: Thank you.

20 It is my position that this sick bill will ensure

a healthier and more productive workforce in the

22 city of New York, and I would hope that we can

reach a consensus on this bill, and we can move

24 this bill forward to a vote, and I thank the

25 chairman, and I thank the speaker for this

VINCENT ALVAREZ: I think I will visit that question with the same way I responded to the other one. We in the labor movement have been concerned, remain concerned with job creation throughout all sectors, not just unionized

23

24

25

workers, but all workers. We would never pursue 2 in all of the economic research that the labor 3 movement 'cause this is supported by the labor 4 5 movement throughout the country, we would never pursue a policy that we felt is going to have an 6 level of detrimental impact on local economics, which is the source of economic growth of city, 9 state and our national economy. We wouldn't pursue that if we thought that that would be the 10 11 case. We understand the other side and people in 12 opposition to this, and we respect that they have 13 a viewpoint, but we simply just don't agree with 14 it. We have been faced with many other issues in 15 the workplace over the history of this country and 16 quite often we are told that they are going to be 17 job killers, and that we should be very cautious 18 about this, and we have felt that as we pursue 19 those and address those over our nation and our 20 city's history that we just haven't necessarily 21 seen that borne out, and we have seen a positive 22 effect that can be felt and is felt for 23 generations, and as we feel that this would be as 24 well with this legislation.

COUNCIL MEMBER JACKSON: Anyone

reading a document that I received some time ago by a group called a Better Balance, and I don't know whether or not that is part of the coalition,

CHAIRPERSON NELSON: [interposing] They are here.

20

21

22

23

24

25

COUNCIL MEMBER JACKSON: -- the fact that it doesn't necessarily have to be paid sick leave as long as an employee is able to use the leave that they have--vacation or anything else

23

24

25

Brewer at press conferences, and I have physically 2 gave the example of having a napkin in front of me 3 where I am sneezing, and in essence when you do 4 5 that, you are spreading your germs over everyone, 6 and I truly believe that no employer in New York City wants to force an employee to come to work 8 sick and spread a cold or a flu or other type of 9 disease to any other employees. I don't believe 10 that to be the case, and you know one thing? 11 they come up, I am going to ask them those tough 12 questions too because quite frankly, I believe we 13 are going to have to reach a balance and so I am 14 very happy to see all of you testify, give your reasoning and logic in support of it, and I am 15 16 going to challenge the other side to give their 17 reasoning and logic also so that we can come 18 together and honestly and realistically discuss 19 this issue for the betterment of the people of New 20 York City. Thank you very much, Mr. Chair. 21 CHAIRPERSON NELSON: Thank you,

CHAIRPERSON NELSON: Thank you,

Council Member Jackson. We thank the panel very

much for their time and very good information and

help. Thank you. I'd like to call the next panel

please. Robert Bookman, Linda Baran--Robert as we

13

14

15

16

17

18

19

20

21

22

23

24

25

2 know is with the New York City Hospitality

3 Alliance. Ms. Baran, the Staten Island Chamber of

4 Commerce, James Copeland [phonetic], the Manhattan

5 Institute for Policy Research, Kathryn Wylde, the

6 | Partnership for New York and Zeluma Wiscovitch

7 | with National Supermarket Association. Who would

like to go first? Who would like that person not

9 to go first? How about if we start from my right,

and then go to Mr. Bookman and on? How's that?

11 Ms. Baran, are you ready to go?

Quinn, Debbie Rose from Staten Island, Public
Advocate, all Council Members, thank you for the
opportunity for allowing us to express our
concerns today. My name is Linda Baran, and I am
president/CEO of the Staten Island Chamber of
Commerce. On behalf of the five borough chambers
of commerce and the 5,000 businesses we represent,
I would like to voice our strong opposition to
Intro 97-A. A paid sick leave mandate is not
healthy for New York City businesses. Many of the
most affected small businesses are not here today
for they are running their businesses and they are
also hesitant to testify for fear of retaliation,

which has happened when several spoke out in the 2 past. So we are here representing their voice. 3 In a survey conducted by thumbtack.com in 4 5 partnership with the Kauffman Foundation, New York City's overall grade for its friendliness to small 6 businesses was a D+, ranking it amongst the least friendly cities nationwide in 2012 because of its 9 tax code and burdensome regulations. You will hear today from many organizations representing 10 11 business industries and from small businesses 12 themselves about many of the onerous details in 13 this bill which will be costly and require 14 additional time consuming - - paperwork. Although 15 the proponents believe this version of the bill is 16 a better version, lightening the load for small 17 businesses it is absolutely not, and in fact, it 18 effects all businesses large or small with regards 19 to reporting structure, private right of action, 20 and the ability to claim a hardship exemption. 21 Access to paid sick leave varies by size of the 22 firm with larger firms more financially able to 23 support providing benefit. In companies with more 24 than 500 employees, 88 percent of the workers have paid sick leave, but for businesses with less than 25

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

50 employees, that drops to 62 percent and these small businesses are much more vulnerable than their larger counterparts. Between 2007 and 2010 the national economy lost 288,000 small businesses with less than 50 employees. Over that same period, it gained 175,000 businesses with more than 50 employees. The death rate of small businesses over the last four years is 30.8 percent. That means that approximately three out of every ten businesses are not surviving, and the National Federation of Independent Businesses report that small businesses are still in recessionary stages today leaving them in a vulnerable financial state, and now faced with minimum wage increases and who knows what with the affordable healthcare act, you want to add even more costs. Mandated benefits like Intro 97-A affects small businesses disproportionately. They do not have the infrastructure to support such measures from time consuming reporting regulations to the financial capacity to comply. Small businesses do not have their own human resources departments, and they certainly don't have attorneys on retainer. Even the Connecticut bill

23

24

25

exempts small businesses with less than 50 employees understanding the burdens and even the affordable healthcare act exempts businesses with less than 50 employees, and the ability to manage a business with workers out is dramatically different for small businesses versus larger businesses. In a ten person small business if one worker is out that means they are operating with ten percent of their workforce missing, the chance in the business of a 100 employees that ten percent of your workforce is out is zero. I just really want to just--the one thing I want to mention is the most - - aspect of this bill is that the Health Department will have full authority over it as the enforcement agency. What does the Health Department have to do with regulating labor issues? This is a Department who many of our Council Members claim overregulating and charging exorbitant fees at restaurants to the tune of \$52 million in 2012. Business will be subject to audits, inspections, onsite investigations by the Health Department and this bill will provide costly penalties up to \$5,000 and we have a Department of Labor, and it is at

2 the

the state level. - - I just want to make one last

3 | statement. In a recent Cranes [phonetic] article,

4 Meet the Sick Day Police, I have to say there is

5 no council member or candidate for higher office

6 in this city who claims to care about businesses

7 and the jobs they create to want to pass this

8 bill. This bill is not a good bill.

CHAIRPERSON NELSON: You put a lot of time and effort into this, so with all respect, I don't want to rush you at all, but we will have that to review as will the Council itself. Thank you very much. Mr. Bookman?

ROBERT BOOKMAN: Robert Bookman, counsel for New York City Hospitality Alliance.

My good friends here on the Council, I am not here today to debate the idea or merits of paid sick leave. Like the Speaker, we think it is a wonderful idea. What we are here today in this legislative body is to debate and discuss this particular bill, and as Jim Gennaro said in his wonderful op-ed piece today, this bill version is the worst by far. I have attached a copy of his op-ed piece as well as one in Cranes, which I would like to read a short piece from. "Guess

which city agency will be responsible for 2 enforcing the city's proposed paid sick days law? 3 That is right. The DOH, which under the latest 4 5 rewrite of the sick days legislation is given incredible policing powers over any city business 6 with five or more employees. Family shop or Fortune 500 HQ, it matters not. The bureaucrats 9 who brought you the beverage ban would have the 10 power to subpoena and examine your employment 11 records. Has anyone outside the union hall 12 actually read this law?" Jim Gennaro's excellent 13 piece today says "for three years now, proponents 14 of paid sick leave have pressed for a one-sided 15 mandate on already overburdened business owners. 16 Since then the backers of the bill have touted 17 amendments that they say address the concerns of 18 business interests still struggling after the 19 longest and deepest economic downturn in recent 20 memory; however, this latest amended version of 21 the bill is by far the worst." He goes on to 22 explain giving powers to the Health Department, 23 you think you folks have seen a lot of complaints 24 from your members now about the Health Department 25 fines? Wait until they have jurisdiction over

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

every business in the city of New York. discusses how New York City does not have a Department of Labor, which is why ideally - legislation should be discussed at the state level; however, proponents are trying to fit а square peg into a round hole by granting the Department of Health unprecedented legal powers over every business in the city of New York. Furthermore, he says, the current amended bill is a litigator's dream as it also provides an 18 month private right of action for any claim against an employer. We call it the labor plaintiff's council full employment act. summary, there are limits to the power of local governments. New York City has no agency capable of handling this new massive mandate, and no legal infrastructures to enforce it. It may be a nice idea, but all of us adults in the room need to acknowledge that it will be a disaster to expand these powers to the Department of Health of all agencies. As a matter of fact, this is probably the only issue that our industry agrees with the Department of Health. We don't think they should have the power, and they don't want the power.

San Francisco--I mean I am out of time, and I 2 don't want to burden--it's in my testimony. 3 not true that in San Francisco this does not have 4 5 a negative impact on employment. What is true is 6 that what San Francisco passed this bill, approximately 75 to 80 percent of the employees in San Francisco already had paid sick leave, and by the way, we have more businesses in New York, than 10 they have people. And the sector that for the 11 most part did not have paid sick leave was the 12 sector that I represent, and according to federal data, and I have attached it to my testimony, in 13 the quick service industry, employment went down 14 15 7.8 percent while in the five surrounding counties 16 without paid sick leave during the same period of 17 time, employment went up 2.5 percent, so it 18 clearly had a negative impact on employment for 19 those low wage earners and low skilled workers 20 that are employed by the food industry. This is 21 an issue that calls for federal or state action, 22 not a different for White Plains, for Whitestone or Cortland or Canarsie or from the dozens of 23 24 other localities around the state from New York 25 City. Let's put this bill aside, work together in

Albany where there is a Department of Labor, there
is the authority to pass a fair law with
contributions from workers and employers,
administered by the state without placing more

6 expenses on New York City businesses as compared

7 to similar businesses outside. Thank you.

CHAIRPERSON NELSON: Thank you, Bob and to you and Gennaro for bringing a modicum of esoteric levity to the proceedings, appreciate that, some interesting stuff, and we want to hear more about San Francisco as well. I want to mention that Council Member Donovan and Richards have joined us as well, and having said that I think we can move on to Kathryn Wylde. Hi Kathryn.

Member Nelson. The partnership for New York City represents the city's largest employers, all of whom provide paid discretionary leave to their employees, so this is not in that respect our issue. I think New York City's employers—I know New York City's employers overwhelmingly support the idea that when somebody is sick or their kids are sick they should have the opportunity to take

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

care of themselves and them, so this is not a debate over the virtues of paid sick leave. is a debate over the role of city government, what it can or cannot effectively accomplish with regard to dealing with this situation, and how it deals with it. I think the fact that we have spent three years now debating various terms of potential legislation demonstrates how difficult this issue is because one size simply does not fit all no matter what you legislate and so far in terms of what we have been able to discover is that any legislation is going to have a disproportionate impact on the most marginal businesses and employers in our community. We commissioned Ernst and Young [phonetic] to do a survey across the board of employers, and what we found is there isn't a problem with large employers. There isn't a problem in many industries. The problem is restricted to a relatively few industries, and I would point out that those include an estimated one million freelance workers in the city, who will not be covered by this bill, and will still be going to work sick, and freelancers and contract employees,

et cetera potentially. The question is really 2 whether or not and how the city can enforce, 3 regulate and undertake this bill without creating 4 5 damage to the most vulnerable businesses, which are small neighborhood retail, small non-profits, 6 the construction industry and the hospitality and restaurant industry. The point that was made paid 9 sick leave is not a standalone issue. It is 10 cumulative. New York City we handed out a chart, 11 has the highest costs in every category on small 12 business and on general cost of living in the 13 country, and so every time something is added, it adds to that basic cost. You look at it as 14 15 legislators and the state legislators look at one 16 issue at a time, and it is easy to rationalize any 17 of these good thoughts about how to help people. 18 When you add them all up; however, they make New 19 York non-competitive, and they make it a place 20 where people can't create jobs. If you look at 21 the second chart we provided, you will see that 22 New York City doesn't have one more company with 50 employees or more than it had in 2000. That is 23 24 a sad commentary on the ability of business to 25 grow in our highly regulated, overtaxed, high cost

city. This is what you need to keep in mind. We are all for paid sick leave. The employers of this city, anyone who can afford to do it provides it. As the union representatives pointed out earlier, this is not a high controversial issue with employers. If they have got the money, they provide paid leave when people are sick.

CHAIRPERSON NELSON: Thank you, Ms. Wylde.

Thank you for the opportunity to share our position on the paid sick leave proposal. My name is Zeluma Wiscovitch. I am the executive director of the National Supermarket Association, a non-profit trade association that represents the interests of independent supermarket owners. Our members are mostly Hispanic entrepreneurs, many of them in the late '70s opened supermarkets in areas surrounded by the big chains. Our largest footprint is in New York City with more than 200 stores in the boroughs of the Bronx, Manhattan, Brooklyn and Queens. We are very concerned with this proposed legislation, but not so much because of the five paid sick days because most of our

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

members already give paid sick days to their employees, but because of the enormous tracking and paperwork documenting our work and sick time accumulated and taking by each employer that will be required to be in compliance no matter if the employee is part, full time or seasonal. members are predominantly small supermarket operators without a large back office infrastructure. Fines and penalties are way too high--1,000 for the first violation, 2,000 for the second and 3,000 for a third. Other jurisdictions have penalties ranging from 100 to \$500. addition penalties have implications beyond monetary ones. Violating the law is considered evidence of bad moral character. Because of numerous licenses under the administrative record require the applicant--because under this law could potentially cause a business to lose or be unable to obtain a license. For one minor mistake, more often an honest mistake a small business owner will be deemed immoral, and the private right of action would create costly litigation, which against small business cannot afford. In addition, the documentation and notice

T	COMMITTEE ON CIVIL SERVICE AND LABOR 66
2	requirements are meaningless. While this bill
3	purports to allow employers to require
4	documentation if any employee is absent for more
5	than three days, the bill effectively negates this
6	by requiring an employer to provide sick days even
7	if they don't have the documentation, and with
8	this retaliation prohibition small business owners
9	will not be able to legitimately discipline or
10	fire bad employees because the provisions are so
11	broad, and also this does not encourage
12	professional or good behavior
13	CHAIRPERSON NELSON: Almost
14	finished? Ms. Wiscovitch, are you getting close?
15	ZELUMA WISCOVITCH: Almost
16	finishedon the hands of the Health Department
17	will have broad powers over businesses as it is
18	not the appropriate agency to administer this type
19	of legislation. The independent supermarket
20	owners right now confront many challenges
21	including increased competition by big box stores,
22	pharmacies and discount stores just to name a few.
23	These operators want to continue providing health
24	foods to many underprivileged communities. The
25	legislation like the paid sick leave could hinder

the ability of many supermarkets to survive with all these pressures. Along with other business associations, the NSA supports the idea of a paid sick fund - - share contributions from the employers, employees and the government. We need a compromise. We urge the City Council Members to reconsider this bill as it will have a seriously damaging effect on small businesses in the city, thus having a negative impact on the creation of jobs and the economy as a whole. In closing, the National Supermarket Association opposes the bill as it is written. Thank you for your time and consideration.

CHAIRPERSON NELSON: Thank you, Ms. Wiscovitch. Mr. Copeland?

JAMES COPELAND: Thank you, Mr.

Chairman, Madam Speaker. I am James R. Copeland.

I am the director of the Center for Legal Policy

at the Manhattan Institute. At the outset I want

to stress that my opinions are my own and should

not be attributed to my organization, and I want

to focus on a specific part of my written

submission, which talks more broadly about the

economic costs of this proposed legislation along

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

the lines of some of the other commenters here, and that is the inclusion in this legislation of a private right of action. It is not the case that most of the longstanding type paid sick leave proposals such as the one in Washington D.C. have a private right of action. Many of these others as the Public Advocate noted are of very recent origin--Philadelphia, Portland, and what have you. San Francisco has had a private right of action since 2006. It is largely superfluous given a comparable private right of action under California law in 2004, the labor code private attorneys general act, which I talk about in more detail in my written submission. interesting that when that piece of legislation creating a private right of action to enforce labor code violations in California was enacted and went into effect in 2004. Within six months the California general assembly went back to amend it after there was a flurry of lawsuits under the They amended that provision--they kept provision. a private right of action, but they amended it to exempt notice posting requirements and to require employees to notify the state and the employer to

try to remedy the defect before filing suit.

Neither of those protections are in this draft legislation. It is also worth noting that those changes did not stop what has been called a wage an hour class action epidemic in California that it expanded to joint federal causes of action an increase of 400 percent in the filings of these causes of action since 2000. I talk in more detail with where New York stands 48th out of 50 states as a state driven by the city in my written submission. I'll leave the rest to the written submission. I can certainly answer questions on this point as we go forward. Thanks.

CHAIRPERSON NELSON: I appreciate the stats with that and the information. We will follow up of course with those. We want success. We don't just want to have something for the sake of doing something. Thank you so much. We have a few of my colleagues also will be asking questions. Again, I would like to reiterate, please keep it to two questions, colleagues. We appreciate it. Council Member Halloran?

you, Mr. Chairman. I think everyone agrees

COUNCIL MEMBER HALLORAN: Thank

2	something needs to be done. The question is what
3	needs to be done, and it is my opinion that this
4	bill is not there yet. It's gotten significantly
5	better, but you have raised several of the issues.
6	Let me just quickly start with the last thing that
7	was brought up. Mr. Copeland, I am a trial
8	attorney in my prior life, and I can only imagine
9	the door that we are opening here. Let me just
10	highlight some of my concerns, and you can tell me
11	whether or not my fears are justified. First of
12	all, we have created an 18 month window, an
13	unprecedented large period of time for which these
14	actions can be brought. The city for example has
15	a 90 day notice of claim curtailing because we
16	want to protect the city from lawsuits, so if you
17	don't make it in the 90 days you are not in to
18	sue. This one is an 18 month window. The
19	documentation requirements negate each other in
20	two sections of this bill. In one case it says
21	that the employer can require an employee to
22	submit documentation after three days of
23	consecutive sick leave, but then there is another
24	section of the bill which actually says
25	documentation is basically not necessary. You

2	have an issue of the lawsuit drive that you have
3	talked about. Traditionally labor claims are done
4	in binding arbitration methods. This is opening
5	up this private arena to litigation and far be it
6	for me to take money out of the hands of attorneys
7	that are struggling for business, but doesn't this
8	open the Pandora's box, doesn't this properly
9	belong with DCA if any agency is going to run it
10	in New York Citythe Department of Consumer
11	Affairs rather than the Health Department, who I
12	think every one of my colleagues seems to hate
13	when it comes to their small businesses getting
14	fined by them, especially in the wake of some of
15	the recent inspection issues, but that now wants
16	to hand them carte blanche to hand out \$1,000
17	fines and \$5,000 fines when every other
18	jurisdiction to my knowledge uses a fine under
19	\$500, the average being \$200, yet we are doing ten
20	times that. Can you speak to those issues of the
21	legislation in front of us?
22	JAMES COPELAND: Yes. Absolutely,
23	Councilman. I may defer to some of my colleagues
24	on the Departmental question, which I discuss

briefly in my comments, but on the litigation

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

front this is particularly--what we have seen in California, we have seen this. We have seen this happen in the state of California, and these sorts of private rights of action are particularly susceptible to abuse. First of all for a small business, if you are a small business you don't have the ability really to create a concerted repeat play offense if you are threatened with a suit. This therefore generates the sort of shakedown suits potentially. There certainly would be legitimate claimants. There certainly would be workers with legitimate beefs. also would be attorneys that would actively seek plaintiffs to go after small businesses who because we don't have a loser pays rule in the United States unlike Europe and most of the rest of the developed world, the defense cost, the discovery cost would be sufficiently high that there would be a settlement value even for a bogus claim. A large business because this doesn't forbid class actions, you could expect large business employers, most of whom by the way already have paid sick leave. An Ernst and Young study that was done through the partnership showed

2	that 88 percent of employees in the city have paid
3	leave of a least five days, on average seven to
4	eight days, but that these employers nevertheless
5	could be subject to class action lawsuits, and
6	that is what we have seen in California where
7	there is a similar private right of action, and
8	this legislation is in fact actually so broad that
9	it applies to domestic workers, single domestic
10	workers for families. I know as an individual who
11	hires domestic workers, I have young children at
12	home, we have people that help clean our homes et
13	cetera, the potential to be sued under a statue
14	for a sick leave violation if you have a falling
15	out with an employee would be a significant
16	impediment to that type of hiring, and what I
17	would suggest is that it would drive more
18	employees in that type of arrangement off the
19	books, off the tax rolls. There is already I am
20	sure a good bit of that that goes on in the city.
21	I think it would exacerbate that problem.
22	COUNCIL MEMBER HALLORAN: I
23	appreciate that. I only have one more question -

appreciate that. I only have one more question
- just to point out in New York, you are required

if you are a corporation to have an attorney

1	COMMITTEE ON CIVIL SERVICE AND LABOR 74
2	appear for you, so you can't even appear for
3	yourself, so you are incurring a legal cost from
4	the moment that suit is started regardless of
5	whether there is merit to the case.
6	ROBERT BOOKMAN: Council, can I
7	address the agency question?
8	COUNCIL MEMBER HALLORAN: Sure.
9	Sure. Absolutely.
10	ROBERT BOOKMAN: I am former
11	counsel of DCA and my last position there was
12	director of adjudication.
13	COUNCIL MEMBER HALLORAN: Sorry to
14	hear that.
15	ROBERT BOOKMAN: Well, it was 26
16	years ago. I've done alright. I'm not
17	complaining. The Health Department is clearly the
18	inappropriate agency. Their part time, per diem
19	hearing officers are used to dealing with such
20	serious issues as a fruit fly or a cracked tile.
21	These labor issues are way beyond them, but
22	frankly so are the ALJs at Department of Consumer
23	Affairs, who deal with whether a sidewalk café and
24	an extra table or not or an advertising violation-
25	-you have this potential here where since we are

not allowing them in this bill to ask for
documentation where an employee calls in sick and
we find out 'cause another employee saw them, they
were really on the beach that Monday or they were
for an audition more likely in our industry, and
if we choose not to pay them for that sick day, we
are going to have a hearing a city agency or a
private lawsuit a year and a half later as whether
or not we appropriately asked for documentation
even if we do pay themthe asking for the
documentation is a violation. I mean we have
businesses that provide unlimited sick leave in
the city of New York, but they require
documentation. This bill puts them in violation
of the law, so this bill is not just reaching the
one million workers who don't have paid sick
leave. This bill impacts the three million people
who work in the city of New York every single one
of them now has a cause of action or can go to
some city agency that is not set up for it.
COUNCIL MEMBER HALLORAN: I

appreciate that, and just to the panel itself, and I know you made allusions to this, especially Ms.

Wylde. We are not San Francisco, Washington,

Seattle, Portland, Philadelphia, Connecticut. We are New York City, so we are a very different create both in size and scope, but I would like to point out that New York is a 9.4 percent employment rate. Connecticut, which passed this bill, has an 8.1 percent unemployment--all above the national average. San Francisco had a 4.6 unemployment rate when they passed the law in 2007. Now I know there was that little economic crisis that got in the way, but their unemployment rate today is 7.7 percent, so they are above the national average. Washington D.C. is always above the national average, and is at 8.6 percent, despite having this law. Seattle to its credit, and I will be honest in report has actually experienced a negative situation. actually down .2 percent in unemployment, but every other jurisdiction--Philadelphia--10.6 percent up from 9.8 when they passed this legislation, so anybody who tells us that we don't have any data to work with is obfuscating the truth.

CHAIRPERSON NELSON: Council Member

25 Jackson?

22

23

24

1	COMMITTEE ON CIVIL SERVICE AND LABOR 77
2	[background conversation]
3	COUNCIL MEMBER JACKSON: Mike, do I
4	have the floor?
5	CHAIRPERSON NELSON: Go right
6	ahead.
7	COUNCIL MEMBER JACKSON: Thank you.
8	Thank you, panel, and I clearly wanted to hear
9	what you had to say also. First let me just, Mr.
10	Copeland, you indicated you are here, and you are
11	not in your capacity as the director of legal
12	policy at Manhattan Institute for Policy Research,
13	but clearly that is your testimony. It's listed
14	all here, so when I picked it up, and I am saying,
15	wait a minute? You are here personally? You have
16	given all your labels, so clearly anyone as a
17	member of the City Council you are submitting this
18	on behalf of the Manhattan Institute for Policy
19	Research.
20	JAMES COPELAND: Let me clarify
21	statement. Yes, I am the director of the center
22	for legal policy at the Manhattan Institute for
23	Policy Research, and have been for over ten years.
24	Manhattan Institute for Policy Research does not
25	take organizational positions on pieces of

__

legislation and has no organizational position on this piece of legislation, but I am confident in what I am saying, and my affiliation with Manhattan Institute should be viewed as what it is, an employment relationship where I am paid to manage a center and to write and think about issues of the intersection of law and economics.

what you are saying, but clearly even if you read the bottom, the views expressed here are the author's alone--you're clearly in my opinion saying this is Manhattan Institute's position even though I am saying it as an individual. I'm telling you.

[crosstalk]

COUNCIL MEMBER JACKSON: You can differ with that, but clearly that is the clear vision of what it presents. Let me ask a question of all of you, just like I said, I am asking them questions. I am going to ask you questions also. I hope all of you believe that no employee should come to work when they feel that they are too sick to come to work. Am I correct in saying that all of you truly believe that? Does anyone disagree

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2 with that? Okay. I didn't think so. If we have

a million people that are possibly will be

4 positively receive some sort of leave so that they

5 don't have to stay home and not get paid

6 considering the fact that we are dealing with the

7 | lowest paid workers, I would think that all of you

think that we need to reach a compromise on this.

Am I right or wrong?

KATHRYN WYLDE: There is no documentation that we have a million workers who are not covered, except we have a million freelance workers who will not be covered by this bill anyhow. There was a study done by Community Service Society a couple of years ago, which surveyed 1,000 low income and moderate income workers, did not ask them about paid time off, only asked them about paid sick leave, and many people are covered by time off that isn't specifically for sick leave, but taken for sick leave purposes, and they extrapolated to get that number. Our survey that we commissioned Ernst and Young to do came up with an estimate that was closer to 300,000 as a number of likely employees who were not covered and many of those, most of

those as I indicated before were in small retail and restaurant businesses and small non-profits that operate kind of as a family business and while they don't have a formal paid sick leave policy, they generally are empathetic with their workers and let them take time off, so I think that the one--

COUNCIL MEMBER JACKSON:

[interposing] Time off with pay or without pay? I guess that is a big question.

KATHRYN WYLDE: Well, it depends because Washington found out and discovered they left tipped employees out of their bill because what is pay? In many jobs if you are a hairdresser and you don't show up and you don't get your tips, who is supposed to make that up? There is no income coming from the chair, so these are just very complicated issues, and it is because we represent for the most part the business community, we are used to hearing from their side after a bill that sounds good passes what goes wrong, and usually what can go wrong does go wrong. That is what we are concerned about in this highly prescriptive legislation. I

represent big employers. We just finished testifying, providing a Supreme Court amicus brief on the case that is trying to get rid of the DOMA - - and in doing that, our argument was the states have individual rights, but when you take a national employer trying to reconcile benefits for different couples based on different community laws, different state laws is just impossible. I think that makes the point for large employers too that this kind of legislation is very difficult.

COUNCIL MEMBER JACKSON: So you are saying that your survey indicates about 300,000 and not a million as--

EXATHRYN WYLDE: Yes, but these are extrapolations. They are estimates, and it doesn't mean that somebody doesn't get to take time off when they are sick; it means there is no formal paid sick leave policy.

COUNCIL MEMBER JACKSON: Let me turn to the representative from Staten Island Chamber of Commerce. I believe you said in your testimony that some of the small business people may be not here or you were speaking on their behalf, and you were saying—I believe you said

_	COMMITTEE ON CIVIE BERVICE MAD EMBOR
2	that for fear of retaliation?
3	LINDA BARAN: I was speaking on
4	behalf of the five borough chambers because we
5	have actually had members, not specifically in
6	Staten Island, in some of the other boroughs where
7	people boycotted out in front of their store
8	because they opposed the bill, and not because
9	they didn't feel that people didn't deserve a sick
10	day off. It was basically because it was a bad
11	bill, so they have had issues, so when they come
12	out and they testify or they make a statement,
13	they are getting some negative feedback from the
14	community.
15	COUNCIL MEMBER JACKSON: Okay. You
16	mean there may be a demonstration
17	[crosstalk]
18	COUNCIL MEMBER JACKSON: And I
19	guess that is the tough part of life when you take
20	a position. Just like you said that any elected
21	official that supports this billI think you said
22	something to the effect that they don't really
23	care about small business.
24	LINDA BARAN: I have to be honest.
25	You asked about a compromise, right? I don't

23

24

25

think that this should be handled at City Council level. I think this needs to be a state issue. We have a Department of Labor. There is no discussion of shared cost here. The gentleman in the previous panel said the business should make an adjustment. Why should the business make an adjustment? It should be shared. If it's for everybody and the City Council truly believes that this needs to happen, then everybody needs to share the pain. It is not fair that the business owner who is strapped with eight percent profit margin, and some even lower than that are getting straddled with these costs, and then it's not even just the cost, they have to worry about getting sued. They have to worry about HR, tracking. You say that it's easy to track this? It's not. you are calculating part time employees every 30 hours, there was a thing about swapping shifts in there, and said, you know what? You can swap shifts within the pay period, but if somebody doesn't use the amount of hours you have got to pay the difference. Who is going to calculate that?

COUNCIL MEMBER JACKSON: I hear

COMMITTEE ON CIVIL SERVICE AND LABOR 1 you, and that is why I said that I am hoping that 2 agreement can be reached on this bill, and that is 3 what negotiations is about--4 5 [crosstalk] б COUNCIL MEMBER JACKSON: I think 7 you said that any elected official that supports 8 this bill doesn't really care about business. 9 [crosstalk] 10 COUNCIL MEMBER JACKSON: Can I just 11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

finish, and I will hear your response. Let me just say I disagree with you because I do care about this city and about the economic situation of this city understanding that this is my city just like it is your city. I may be a legislator and you may be a business owner, but I do care. I do know the industries that drive this city, and believe me I do. I want to continue to be a part of it, but let me just say, when you make a statement that because I am a legislator and I support this bill that I don't care about business--if you said that, you are absolutely wrong.

LINDA BARAN: Well, I implore you then to really look closely at this bill because

1	COMMITTEE ON CIVIL SERVICE AND LABOR 05
2	it is bad for business, and if you support the
3	bill, it is going to hurt business.
4	COUNCIL MEMBER JACKSON: Are you
5	willing to compromise on this bill?
6	LINDA BARAN: At a state level?
7	COUNCIL MEMBER JACKSON: Not at the
8	local level.
9	LINDA BARAN: I don't believe this
10	conversation should be had here.
11	COUNCIL MEMBER JACKSON: But in
12	essence you are saying that you are not willing to
13	compromise on this bill at the local level?
14	LINDA BARAN: No, I am not saying
15	that. I am saying people deserve time off. 80
16	percent of my businesses already offer it. It's
17	the way the bill is written, and in terms of
18	compromise I feel that this bill needs to be
19	addressed on a state level.
20	COUNCIL MEMBER JACKSON: Okay.
21	ROBERT BOOKMAN: We have offered a
22	compromise for three years
23	COUNCIL MEMBER JACKSON:
24	[interposing] Say that again, Bob.
25	ROBERT BOOKMAN: We have offered a

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

compromise for three years now. It has been on the table for three years. If there is no law it is because the advocates of this bill have gone for an all or nothing approach and have rejected the compromise. Three years ago we said pass a bill today that we will support, which will make it illegal in the city of New York if it is not already illegal to fire or discipline any employee who takes time off because they are sick or they have to care for somebody at home. We completely agree with that. As far as creating a new social safety net program, we said that belongs at the state. Let's go to the state together. Let's take Councilman Lander's \$0.18 an hour, his statistic. Let's figure out a way where we could between employees and employers like we do in unemployment and worker's comp create a program where we split that \$0.18 an hour where when an employee is sick, they don't apply to their employer to get paid, they apply to the state insurance fund, and they give them a check, but they are going to want documentation by the way. And we are willing to discuss that today, and it will be statewide, not just for New York City. We

б

could lead the nation in it, but you guys don't
want that. You want a political came.

suggest that there be continuous discussions to try to reach agreement on the bill here in the City Council of New York because clearly if there is no discussions taking place in the state the bottom line is the reality is that there is a bill here in the City Council, and you can say all you want, it should be dealt with at the state, but it's being dealt here right now today, March 22nd at 12:25 p.m. That is the reality of the situation. I thank you because these are tough questions and realities that we all are going to have to face.

CHAIRPERSON NELSON: You promised to ask the tough questions to the other side.

Exhibit A. Council Member Gennaro?

COUNCIL MEMBER GENNARO: Thank you, Mr. Chairman. I want to thank my colleagues for being here, for this panel, all the panels that are going to come before us today, and I have a question for Ms. Baran from Staten Island. Much has been said today of the plight of workers, and

2 that is what this is all about, but I was very

taken with your statistic in the first page of your statement regarding the death rate of small businesses over the last four years as 30.8 percent. That is kind of alarming, and I just would like you to talk about the reasons why you think this so-called business death rate--this is the rate that we have and what you believe this bill will do to this rate? I just want to give you a chance to say some of your concerns about that because if we have small businesses dying, we have got a bigger problem than paid sick leave.

We have more of a problem with overall employment. So thank you.

economy has been very difficult on small businesses since 2007. Even at my chamber of commerce we lost close to 200 members in the last couple of years, and basically the reason that they cannot continue, and we charge a minimal fee of \$390 a year for somebody to be a member of my organization for a full year, they say that they can't afford that, and basically what has happened is over the last couple of years, their profit

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

margins have gotten thinner and thinner. They have really been struggling with whether they can hold onto their employees or not. There is a limited amount of customers and a limited amount of businesses out there with everything that has happened in the economy, so they have pulled back any which way they can. They have tried to keep their employees. We have sent them to these work share programs, whatever we could do so they could hold onto their good employees. They have been struggling constantly. On top of that as you know, there has been a lot of issues with city's fines and fees, registration fees for vehicles on Staten Island specifically. We have a huge toll issue. If you looked they had a report last week that came out that we have a dip in new startups in Staten Island over the last number of years, and I think that since 2007, it has just gotten-what happened was it was getting worse and worse. The first quarter of last year we saw a little bit of a spark, and it has gone back flat again. Also in the boroughs we didn't even get to the fact that we have got a hit with Sandy, and when you walk down the streets of Midland and South Beach,

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

there are businesses that are not there. They don't even have a clue because they don't have access to cash to figure out what they want to do to get started back up again. I think it is a combination of things--it's the economy, it's the fines, the fees, all the regulations that are put on these businesses. You have got the affordable healthcare act. A lot of my businesses aren't primarily affected. They pay more than minimum wage, but there are all of these factors that are all added up that really are causing businesses to struggle, and what we see is we see less businesses opening up and when they do, the failure rate as I have said, they don't survive, and I think people go into business a lot of times, and they have this great idea, and they want to really produce and then when they realize what it takes to run that business--I mean I have had companies that have worked in the chamber for over 30 years, and they are like, you know what? I have had it. I have had it with the city. I have had it with the state. It is so difficult to do business. I am going to pack it in and I am out of here. We have all of these border states.

We have Connecticut, we have New Jersey. We have

3 three bridges to New Jersey on Staten Island.

4 Many of our businesses are just packing it up and

5 | leaving and saying, I just can't deal with the

6 bureaucracy anymore. We really need to change

7 things.

COUNCIL MEMBER GENNARO: Thank you.

Thank you very much for your statement, for being

10 here today, and for being a great advocate for

11 small business in New York City. My next question

12 I guess would be go to Ms. Wylde and to Mr.

Bookman. Let me just kind of throw in for you I

14 posed a question that much has been said about the

15 city of Philadelphia recently moving forward on

16 this. My understanding that the mayor of that

17 good city is going to veto this bill, so we don't

18 really know what its fate is. That is not a

19 question. I just want to sort of put that out

20 there. People are citing Philadelphia, but it is

21 not a done deal there. For Ms. Wylde and Mr.

Bookman, based on what you know about San

23 Francisco certainly it has happened in San

24 Francisco, and based on what you know about what

25 happened there and feel free to talk a little bit

about some of the points that have happened out there--even though it has already been said, perhaps, there is some kind of nuances that haven't been brought forward. Based on what has happened there, what would be your prediction for what would happen if this bill were done in New York City as is? I know Kathy, you had a chart that talked about the growth of businesses of a certain size, and the last part of that question if this bill doesn't work for New York City what should we do about this? I mean I know you mentioned the bill that you just mentioned, so that can be part of your answer as well and that question is for Kathy and Rob.

CHAIRPERSON NELSON: Council Member Gennaro and people, please, I think it is only right right now we are honored and happy to be hosting students from the Rockaway Park High School on Beach Channel Drive offsite civics.

[applause]

CHAIRPERSON NELSON: There is about 30 to 35 tenth graders up there with four to five chaperones, so thank you so much for coming to City Hall. We appreciate it. Thank you.

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

[applause]

ROBERT BOOKMAN: Let me try to quickly address your question. I think first of all it is important to point out last I checked my history lesson, social studies, there are fifty states in the United States and there are thousands of counties and municipalities. state has passed mandatory paid sick leave bill, and I think four or five municipalities. This is hardly a tsunami of movement and clearly other people other than New York City are worried about the issue of public health. So there is a disconnect. As far as some of the other cities that have passed it, again, we are not debating the value of expanding the social safety net, and I will get to how we think that should be done in a moment, but these other cities like San Francisco and like DC have local labor departments. They are set up to handle labor Municipalities as you know have whatever issues. legal standing that their states give them so different municipalities in different states have done differently. State of New York has very limited authority to municipalities, and they have

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

maintained for themselves the Department of Labor and labor issues. Every county in the city of New York, every municipality in the city of New York can't be its own Department of Labor, it can't be its own HR department and Portland by the way, which recently passed this bill, my understanding is having the same problem that you would have in New York is they have no mechanism to enforce it, so they are requesting that their state be the enforcement agency, and it is unclear yet whether the state is going to agree to that, so that is really the problem you have and there is not data because there aren't hundreds of municipalities and dozens of states who have done this. expanding the social safety net. I am a liberal democrat my entire life, and I don't like being painted in the position well, we are anti-labor or anti-health. Our employers who don't offer paid sick leave now, don't offer it because they can't afford it. They are the thousands of small businesses around the city. They can't afford it. To conclude otherwise would be to say that they can afford it and they are greedy owners or they don't care about their employees. There is nobody

25

that cares more about their employees than employers, especially in the retail business. That is who we are. That is who faces the public, so we can't wave a magic wand, and say it is affordable simply because we want it to be affordable. Large employers do it because they can afford it. Small employers don't do it because they can't or they offer some other benefit like they are paying for even though they won't be covered under a federal law, they offer 50 percent, 80 percent, 100 percent of healthcare. Well, okay, if I got to do this, well, now I can't afford that insurance anymore, so go out after January 1st, go out on your own and go get health insurance. It is going to have to come from somewhere and like Councilman Halloran said, there is a very thin bottom line, so what historically we have done in this country when we want to expand the social safety net is not just say okay, we are going to expand it and you employer, go pay 100 percent of it. We have come up with programs that are either co-funded and/or administered by the government in an insurance policy type of situation, that this is the compromise and that is

what we should have been spending the last three
years looking into how we can expand for example,

4 the unemployment insurance program in the state of

5 New York to include paid sick leave. That would

6 be a way to go forward in a positive way on this

7 kind of concept.

[crosstalk]

ROBERT BOOKMAN: One last thing, my senior citizens—I can't even think of the words anymore. It is slipping. I have been meaning to say from the first part of my testimony, it is interesting that the largest employer in the city of New York was exempted from this bill, and that is the city of New York. I don't blame you from exempting yourself. I wouldn't want to have to deal with this bill either, but it's a little bit ironic and not more than a little hypocritical to exempt yourself.

a couple of members who want to ask questions.

Please because we have the borough president of
Bronx, we have Bill Thompson, an assemblyman, to
go after this so please if - - King, and Levin and
Brewer. King left? So it's three, please just

2 ask one question. I appreciate it thanks. I think it's Levin.

COUNCIL MEMBER LEVIN: Thank you,
Mr. Chairman. Thank you all for your testimony.

I appreciate you being here. First off, just to
that last point, New York City as an employer does
provide paid sick leave I believe. You said that
they are exempt. It's not that they are exempt
from providing paid sick leave.

 $\label{eq:ROBERT BOOKMAN: No, they are exempt from the bill.}$

the implication was that they are exempt from providing paid sick leave, so that is just the point. I wanted to ask everybody at this table agreed earlier to Council Member Jackson's point that you all would not want somebody to come into work sick. Right? So we all--and Ms. Wylde, you said philosophically, you don't have a problem with paid sick leave. I don't think anybody here philosophically has a problem with paid sick leave. Over the last three years, what I have seen happen is that you have one side, the advocates for the bill, you have another side, the

advocates against the bill. Those two sides have
not sat down to my understanding in quite some
time to discuss a lot of these issues that you are
bringing up, a lot of issues that they brought up,
the previous panel. When is the last time you all
at this table sat down with the folks at the
previous table? When is the last time you sat
down to discuss these issues and try to hammer
something out because I think philosophically if I
understand it correctly, we are not very far
apart, but in order to get around or to get
through some of these issues, which are
complicated issuesI agree. I hear you. They're
complicated, but in order to do that you have to
have a dialogue and that as far as I can tell has
not happened. So when is the lastare you
willing to sit down anytime, name the date, that
type of thing?

remale voice: I don't think that number one, we raised the question as to whether city government can up with a good bill because we have wracked our brain to try and think of what are possibilities, and it is very tough. It's much easier at the state level than at the city

level to think of things that could work for employers as well as employees and not burden the city with this. So that is a whole different playing field.

COUNCIL MEMBER LEVIN: Well then that seems like it would be a non-started and I am going to take issue with that point in a second, but if you are saying that this body and the city government does not have the jurisdiction or does not have--

FEMALE VOICE: [interposing] - - .

saying that you don't think it should be debated or legislated from this body. That is where we are. It is in this body. It is not in the state legislature. So this is where we are. That's a given. If that is a deal breaker, if that is a non-starter that it is in this body, then we are never going to get anywhere.

FEMALE VOICE: The second part of what I was going to say is that our conversations have been ongoing with Council Members on this topic, and that is where I think those should be. I don't think it's our job to negotiate with

2 advocates on the other side of the issue.

legislation is being written by people who aren't

4 members of the Council? That doesn't make much

5 sense to me.

6 COUNCIL MEMBER LEVIN: No, no, no.

7 That is not we are saying. We are saying is that-

| |

FEMALE VOICE: [interposing] We have been in regular conversations with the Council on this issue and Council Members on this issue. Absolutely.

need to kind of come together I think as members of this legislature and as advocates on both sides of the issue to--what I am saying is that clearly there has not been the type of movement over the last three years that would be required to get to a compromise position, and what I want to know is are the people at this panel willing to advocate for a compromise position.

FEMALE VOICE: I think that people on this panel are willing to work with the City Council on coming up with a solution that people feel comfortable with that can work for the city.

jurisdiction, this is where we are in New York
City Council. We are not at the state
legislation, so I do believe that if you are
saying that you are not going to be in support of
any proposal that is within the jurisdiction of
New York City then what I am hearing from you is
that you are not going to be willing to negotiate.

ROBERT BOOKMAN: My industry would not be in favor and would not support any new 100 percent employer funded mandate, and as an attorney who specialized for over a quarter century of municipal law, you do not have the authority in the City Council any more than the council of White Plains does to order employees to pay into any sort of special fund; therefore, it is a non-starter to a certain extent when you say you want a new social safety net and guess what?

Our creative method to pay for it is you go pay 100 percent. That is a non-starter.

as this bill is in this body and the jurisdiction is the city of New York then there is no way in which the members of this panel would support a compromised bill. Is that what you are saying?

_	COMMITTED ON CIVIL BERVIOL MAD EMBOR 199
2	ROBERT BOOKMAN: I am saying you
3	have to come up with a different funding
4	mechanism. Can you do that?
5	COUNCIL MEMBER LEVIN: Thank you,
6	Mr. Chairman.
7	[crosstalk]
8	MALE VOICE: I don't represent the
9	business community, and I wouldn't necessarily
10	there is no bill I could support here.
11	[crosstalk]
12	FEMALE VOICE: We did not say that.
13	You said that.
14	COUNCIL MEMBER LEVIN: I was asking
15	if that was correct.
16	CHAIRPERSON NELSON: We are not
17	going to reach Camelot here today.
18	ZELUMA WISCOVITCH: I think all of
19	us mentioned the word compromise.
20	CHAIRPERSON NELSON: I think I do
21	have another member, if they would to or just
22	ask one question I appreciate it. Council Member
23	Brewer and Lander, could you really ask a quick
24	question?
25	COUNCIL MEMBER BREWER: Thank you

2	very much, Mr. Chair. Eileen Fisher [phonetic]
3	was here, the clothing designer, she had to leave.
4	She left her testimony. She is very, very
5	supportive. Just quickly, she says, I, Eileen
6	Fisher, believe it is important to support our
7	employees with policies that help them be
8	productive contributors to our workplace as well
9	as healthy and engaged family members. We at
10	Eileen Fisher have a paid sick days policy for all
11	of our employees, including our retail store
12	associates that provides personal or sick days
13	after the first 30 days. She gives six personal
14	or sick days after the first 30 days of
15	employment. This policy allows employees to stay
16	home for their own self-care as well as that of
17	their family members. Why do you oppose that
18	notion of paid time off bucket approach that would
19	give people personal days, vacation days, paid
20	sick days, whatever the combination is? Why is
21	that something that is so reprehensible? I know
22	how hard you work, but you heard Mr. Martinez
23	earlier. 50 employees at the carwash. Yes, he
24	has his job, but he also lost pay and I will
25	maintain that if it wasn't for a wonderful

3

4

5

6

8

9

10

11

12

14

13

15 16

17 18

19

20

21

22

23 24

25

organization, Make the Road, he might not have been able to keep his rent and stayed in his apartment. Thank you.

CHAIRPERSON NELSON: Thank you, Council Member Brewer.

MALE VOICE: I just want to

emphasize that speaking for myself, and I am sure the other folks on the panel wouldn't disagree that I don't oppose paid sick leave, but the question is whether it should be a government mandate for paid sick leave, and the reason why this is an important distinction is the reason why Councilwoman James just left, but the point she made in the prior panel, where she said, and I would disagree with her that the primary beneficiaries of this legislation were low income workers. I don't think that is the case. however think that this legislation would primary affect low income workers, and this is being sort of put up here as a business versus worker issue. I don't think that is the case. What we don't often see when we are looking at economic regulation is the worker who can't get a job, and so there are 300,000 people, maybe it's a million

13

15

people, who don't get paid sick leave that would 2 be required under this legislation, but there is 3 also 9.4 percent of the people in the city who 4 5 want a job and can't get one. That is close to a million people as well, and if this legislation 6 would exacerbate that and would do so even for

employers that already provide paid sick leave by

9 allowing shakedown lawsuits, then this legislation

10 has a problem that is going to primarily affect -

11 - . People like me already get paid sick leave.

It's not going to affect my job. It is going to affect the people who are most vulnerable.

COUNCIL MEMBER BREWER: And would 14

you handle somebody at a carwash who could have 16 lost his job and lost pay if he didn't have some

17 back up from a wonderful organization? He just

18 happened to find that wonderful organization and

19 they found him. There are lots of people who

20 don't have that kind of backup, and we have had

21 testimony after testimony after testimony as to

22 workers who get fired because they want to take a

23 couple days off. All of your work--

24 [interposing] That is MALE VOICE:

25 a very small sliver of this broad legislation.

What is at issue here is is it tough on people who are low income who can't earn a lot of money? Of course it is in this society, but the answer is not to make it harder for them to find work.

Saying—we are talking across purposes. I am just stating for those organizations that have a PTO, they would not be part of this legislation. We are trying to get at the carwash type of situation where this is absolutely no support when they get sick, and I don't understand why you could be opposed when most organizations have PTO. We are trying to get to those who have absolutely nothing.

MALE VOICE: The businesses that aren't offering--listen, paid sick leave is something that all of us would want as one of the benefits we negotiate for in the market. That does not imply that every business is similarly situated. As I discuss in my written comments here and construction workers are differently situated--

[crosstalk]

MALE VOICE: - - hired day laborers

to replace them. Restaurant workers and workers that work on tips, if this legislation were more narrowly tailored like some of the other exemplary pieces of legislation out there, which are limited in number, in other words it was 50 or more employees like Connecticut, if were a piece of legislation without a private right of action like Washington D.C., if tip employees were excluded, you may still get opposition from the business folks in this panel, but it would be a far different piece of legislation than the one that is actually before the Council.

COUNCIL MEMBER BREWER:

[interposing] Just like everybody says, New York
City is different. I just want to correct one
point on San Francisco. We talked to the
administrative agency there that administers for
four or five years legislation, and I just want to
say from February 2007 until the end of last year,
that agency received 305 complaints, which was
about 4.4 per month, and most cases if not all
were easily, easily resolved, and none of the paid
sick day cases have gone to any kind of an appeal
hearing. 115 of the complaints resulted in back

wages and in 95 cases the claimant opted to have the city write a letter to the business reminding them of their obligations, and that was the end of it. There are 14 cases pending, and they expect to be resolved. Nothing went to court. Thank you very much, Mr. Chair.

CHAIRPERSON NELSON: Thank you,

Council Member Brewer. We also have asking a

question, Council Member Lander and then Council

Member James. Again, if you could keep it to one
-this panel has been here pretty long, so if we

could wrap it up, that would be great.

Mr. Chairman. I won't ask many, but I have been here a while too, and patiently waiting to ask a couple of questions. I do want underscore what Council Member Brewer had just said because the real evidence from San Francisco about what really happens here in court, in the law, in response, the evidence is out there. She offered phone numbers at the beginning of the hearing, so I trust her 100 percent, but if you don't, take her up on the phone numbers. Mr. Copeland, I guess I want to start by saying I am a household employer.

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

I employ a domestic worker as well, and I am proud of the fact that I provide paid sick days, and I do it on the books, and I comply with the law, and I don't think the idea that it would be easier for me to deny her paid sick days or not to comply with the law ought to affect us. It's great, and I also should say I ran a not for profit for 15 years. We grew it from five to 50. We always provided paid sick days. The paperwork is honestly not that difficult. But I want to start with a question to Mr. Bookman because I am really genuinely trying to listen. We have had two hearings, and after each one, we have made changes to try to improve the bill and get to a place where folks could live with it. One of the biggest changes we have made is in the restaurant sector, so at the previous hearing restaurant owners told us that the way they handle sickness is by allowing workers to swap shifts. With Council Member Brewer's support, we amended the bill to allow shift swapping. We are going to hear testimony from the restaurant workers that they are opposed to it. They believe we are actually denying them a meaningful access to paid

′

2 5

sick days, and I am not happy about it, but it comes from listening, and yet I didn't see anywhere in your testimony any recognition to the amendment to the bill that would allow shift swapping, and I really don't understand how I am trying to listen to you about the Department of Health, about the - -, but I have to say between Council Member Brewer's actual evidence from San Francisco and the fact that you don't even recognize the fact that the bill now allows shift swapping, help us understand what I am supposed to take away from your testimony today or...

ROBERT BOOKMAN: On the shift swapping issue as soon as we saw the second version we pointed out why it is not what we had asked for. The way it is written—and it's important to actually look at what is in this law rather than the idea of the law—what is written here is you have to shift and swap or vice versa within the same pay period. Well, the reality of New York State employment labor law for our industry is pay periods are not two weeks like in big businesses and city government. They are weekly as generally Saturday night, so if somebody

calls in sick on a Friday night, we have one day to shift with them, and it's just not practical. We had asked for within a two or three week period of time. Allow us to mutually agree on swapping a shift—that didn't make it, and the other thing you need to take away from the bill, which is actually—we keep hearing it, but it is just not true, and Councilwoman Brewer just said it again, if I am an employer and I provide ten days sick per year, double that this bill provides, but I require documentation I am in violation of this bill, so I am covered by this bill. Most definitely I am covered by this bill.

Should remove shift swapping then because shift swapping is not going to help the restaurant workers and we should take it out of the bill. We should support the restaurant opportunity center and the restaurant workers and go ahead and just
- . Is this the case for all restaurant workers?

ROBERT BOOKMAN: [interposing] If

you are going to put language in it, make it meaningful like--

[crosstalk]

an hour, you really think what is fair is to split

that equally between business owners and low wage

24

25

1	COMMITTEE ON CIVIL SERVICE AND LABOR 114
2	workers, who are making 12, 15, \$20,000 a year?
3	ROBERT BOOKMAN: Yeah.
4	COUNCIL MEMBER LANDER: Equally.
5	ROBERT BOOKMAN: Just like
6	unemployment, just like social security. It is
7	virtually
8	COUNCIL MEMBER LANDER:
9	[interposing] Just like the minimum wage.
10	ROBERT BOOKMAN: It is virtually an
11	equal contribution. Minimum wage is not what we
12	are talking about.
13	COUNCIL MEMBER LANDER:
14	[interposing] It is not what you are talking
15	about.
16	ROBERT BOOKMAN: This is adding a
17	benefit. This is adding a benefit
18	[crosstalk]
19	CHAIRPERSON NELSON: Please one at
20	a time.
21	ROBERT BOOKMAN: The trust is you
22	don't even believe your \$0.18 an hour. That is
23	the problem 'cause the real cost is a lot more.
24	I'll agree on the \$0.18 an hour right now. Let's
25	figure out a way to split it.

2	COUNCIL MEMBER LANDER: So first of
3	all, I have not questioned your integrity or your
4	sincerity at this hearing, and I am offended by
5	your doing it to me. I tried to take you at your
6	word. I tried honestly to listen to what you said
7	at the previous hearing, and advocate for
8	amendments to the bill, but yes, I find it silly
9	and offensive that you think that employers and
10	workers earning the minimum wage in carwashes and
11	green grocers are in position to equally split the
12	cost of their illness with their employers, so my
13	final question, Mr. Chairman, and I'll get out of
14	the way. Quite a few of the employeesI will say
15	this. This bill actually with the under-five
16	exemption, exempts 64 percent of all business
17	establishments in New York City.
18	ROBERT BOOKMAN: [interposing] It
19	does not.

COUNCIL MEMBER LANDER: What is left is workers between five and 50. That is what we are talking about. Actually the partnership statistics show that those businesses have been growing and scaling up, not shrinking relative to 50 but quite a few of them are establishments like

_	COMMITTED ON CIVIL BERVIOL MAD EMBOR 110
2	McDonald's and Olive Garden, so we are not talking
3	about independently owned small mom and pop
4	businesses on our retail strips. We are talking
5	about franchises. We are talking about chain
6	restaurants. Do you really believe that workers
7	at a McDonald's Express, workers at a Dunkin
8	Donuts, workers at an Olive Garden shouldn't have
9	paid sick days, and that if we require them to
10	have paid sick days that those businesses are
11	going to leave the city of New York?
12	CHAIRPERSON NELSON: Council
13	Member, please. Nobody would impugn your
14	integrity. Nobody here knows you by the way would
15	mean it, and it is hard for me to try to keep my
16	colleagues in line, but we have to move the
17	agenda
18	COUNCIL MEMBER LANDER:
19	[interposing] Mr. Chairman, I asked a simple
20	question about whether they believe that workers
21	at McDonalds or Dunkin Donuts or the Olive Garden
22	should be denied
23	[crosstalk]
24	FEMALE VOICE: [interposing] I just

think it shouldn't be a good guys, bad guys thing

[crosstalk]

24

25

COUNCIL MEMBER LANDER: The costs of doing business in New York are significant, but

I honestly believe leaving aside the mom and pops
for a minute and just talking about franchise
operators of major national corporations like
Subway, like Dunkin Donuts, like McDonald's, I
don't believe there is a place where you can make
those businesses work and successful where you
can't offer your workers paid sick days and that
that is the difference between succeeding and not
succeeding or leaving the city and

MALE VOICE: [interposing] It's a false dichotomy though. You are presenting a false dichotomy. Nobody is suggesting that McDonald's or Dunkin Donuts is going to leave the city. On the margin franchises might close down absolutely. On the margin would businesses invest in labor saving technologies to avoid the cost of this the way now when you go out to get your groceries, you can--

[crosstalk]

COUNCIL MEMBER LANDER: --labor saving technologies, they are investing in them today. They are not going to invest in them anymore.

CHAIRPERSON NELSON: [interposing]

Rockaways who just went pure devastation after Hurricane Sandy, I had many workers, everyday workers come to my office, and say hey, can you write me a letter to my employer because they want me to come into work and my house is underwater, and the days were ticking and the time was ticking, so the question that I have is just a

22

23

24

25

Τ	COMMITTEE ON CIVIL SERVICE AND LABOR 120
2	simple question. Do you believe the everyday
3	people of the Rockaways who were devastated
4	deserve for paid sick days? I don't think that is
5	too much to ask for after devastation. Do you
6	believeanyone on the panel can answer this
7	questiondo you believe that those people who
8	were totally devastated, those people in Breezy
9	Point, whose homes were totally burned out, those
LO	people in my district whose homes were totally
11	devastated, do you believe that those everyday
12	people deserve five paid sick days?
L3	FEMALE VOICE: I don't think there
L4	is anyone in the city or any employer that
15	wouldn't think they deserved as much time as they
L6	needed. It's not paid sick days. It's disaster
L7	recovery.
L8	COUNCIL MEMBER RICHARDSON:
19	Unfortunately, we didn't see that.
20	FEMALE VOICE: That is unfortunate.
21	CHAIRPERSON NELSON: Okay. Thank
22	you, Council Member. Just a chairman observation,
23	the people in this audience are the most mature I
24	have ever seen at a hot topic meeting, so it is
25	really, really to your credit. I can tell you

certainly spirited, and that is what it is all about within a degree. Thank you so much. Thank you, Council Member James for passing her turn this time, and she is always inquisitive, so that was really nice of you. The next panel please.

Regina Smith of the Harlem Business Alliance, then there is a worker who wishes to go by the name of Andrea X, and then we have the borough president of the Bronx, Ruben Diaz, Jr. I served with senior actually on the Council. This is junior.

We have the former comptroller of the city of New York, the great William Thompson.

BOROUGH PRESIDENT DIAZ: Good afternoon, Mr. Chairman and to all of the members of the City Council, who are here this afternoon, I just wanted to say thank you for being here and hosting us in this really important issue as we discuss and deliberate Intro 97, otherwise known as paid sick leave. In October, Mr. Chairman, I stood on the steps of City Hall with members of the City Council, labor leaders and people of this great city, many who are here today, some of who are on top, to declare my support for this

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

important bill. At the time I noted that far too many workers, particularly low wage workers in our communities are often forced to make difficult choices between their health and their paycheck and that it is a choice no one should be forced to make. Nothing has changed since then. In fact our case has only grown even stronger. This is common sense legislation. This is something that our city needs, and the data shows us just how much we need it. Mr. Chairman, I want to take a different perspective here this afternoon because on Monday we saw a report that was released from the community Service Society that outlines just how important this issue is particularly to the borough that I represent, the beautiful borough of the Bronx, and of course to the Latino community being a Puerto Rican elected official myself, and I have to say that what is important to the Bronx, what is important to Latinos, Mr. Chairman, has to be important to New York City. This new report demonstrates how prevalent and devastating this problem is across the city. The legislation could not be more meaningful or timely. They found that nearly half of Latinos in New York City are denied

paid sick leave, making them the least likely 2 racial or ethnic group to have access to paid time 3 off when illness strikes. That ladies and 4 5 gentlemen, is a tremendous number. That is far too great a portion of our city's workforce to be 6 7 denied paid sick days. Among working women not even half, 49 percent, only 49 percent of Latinas 9 in our city can take a paid sick day when they need to deal with their children having an asthma 10 11 attack that we know happens quite often in the 12 borough of the Bronx or when they are dealing with 13 the flu or when they simply want to go and get 14 checked up for a mammogram or something else. 15 was said here earlier that people were playing 16 political games. Mr. Chairman, this is not a 17 political game. This is about people's lives. 18 This bill has tremendous support as many people 19 know that when we did the fair wages for New 20 Yorkers act, many polls show how New Yorkers from all walks of life support this important piece of 21 22 legislation. We also have 38 members of the City 23 Council, who are supporting this legislation, and 24 I would hope that this bill is brought to a vote. 25 I just want to add my comments by saying this--

very few people if any I don't think anyone who 2 opposed this piece of legislation has an unpaid 3 sick day. In other words, the people who would 4 5 oppose this, if they were able to take a day off from work, they would be able to get paid for 6 that. I also want to submit, Mr. Chairman, that because we don't have this as law of the city of 9 New York, there are many families in the Bronx and throughout the city of New York, who are making 10 11 bad decisions. There are folks who are going to 12 work sick. There are folks who are sending their 13 children to school to day care sick because they 14 won't get paid for the time off. I also want to 15 say that there's an inconsistent message when we 16 speak of health disparities, particularly in my borough, when we say educate folks, give them the 17 18 information they need so they can go and take 19 better care of themselves, so that they can go and 20 see a doctor, except that we could do all of the 21 education that we want, and all the educating that 22 they need, but if they can't take a day off to go 23 see that doctor, then what are we doing it for? 24 Now I know working with Brad Lander and with Gale 25 Brewer and all the City Council Members here I

committee, and also let me single out

Councilperson Gale Brewer, who has done great work

24

25

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

in this area. Councilperson, thank you so much for your leadership here. If it seems like we have been discussing paid sick leave for years, it is because we have. Too many mothers have had to choose between going to work and caring for their Too many fathers have shown up to their children. jobs sick, risking not just their well-being, but the health of those around them because the current system simply gives them no choice, and too much time has been lost putting up one excuse after another why paid sick leave can't be passed. The time for action is now. As a former city comptroller, a candidate for mayor and lifelong New Yorker, I supported a paid sick leave approach that balances the needs of workers and families with the challenges faced by small businesses. Giving workers time off to take care of themselves and their families is morally just and economically prudent. We are not talking about extravagant benefits. Only decent treatment for the people who make our city run. It's certainly not too much to ask for five paid sick days a year, especially when the law allows for flexibility for new businesses and exempts those

with less than five employees. In fact, a healthy 2 workforce is not a liability, but an investment in 3 our economy. As a father, I know the last thing a 4 5 parent wants to do is be at work while their sick son or daughter is at home alone and in bed. 6 can spare their agony and help parents care for their sick children, and when they are done, come 9 back to work with the focus that makes New York's employees the most productive and industrious in 10 11 the world. New Yorkers support paid sick leave. 12 Leaders across the city including a majority of 13 City Council Members support paid sick leave. 14 only obstacle to this legislation is the Speaker, 15 who is blocking the bill with an iron fist and 16 refusing to even allow a vote. Speaker Quinn's 17 public rationale is that the economy is not ready for the bill that it would be too difficult for 18 19 small businesses, it would be an added burden. 20 Because I don't question Speaker Quinn's motives 21 and because I understand the concerns of our small 22 businesses, I have proposed a common sense 23 compromise that I believe will help to break this 24 impasse once and for all. I am proposing that we 25 change the bill so the paid sick time portion of

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

the legislation does not go into effect for one year. This will give businesses amply time to prepare and remove the obstacle placed before the bill by Speaker Quinn. I know we can do this. New Yorkers, we have always led the way on making progress for working people. Each step of the way there have been those that have said the price for economic and social justice would be too great. From minimum wage and child labor laws to social security benefits and protections from employment discrimination those reforms all began right here in New York, yet businesses adjusted, workers continue to produce and the economy flourished. Regulations protecting workers did not create a dead end for economic success. They helped pave the way and helped pave the path to the middle class for working families like yours and mine. Ι ask Speaker Quinn to tear down this obstacle to economic justice and join us in this proud democratic tradition for progress. Let's pass paid sick leave, and let's do it now. New York's working men and women deserve no less.

CHAIRPERSON NELSON: Thank you.

25 Ms. X?

ANDREA X: Andrea. Hi. My name is 2 I work in the travel industry, and I have 3 4 paid sick days, but I am here to testify in favor of a law that would guarantee that everyone in the 5 city has paid sick time because I know firsthand 6 that all of us are at risk if everyone does not have this basic benefit. My mother was a 9 Holocaust survivor and my parents were married for 10 62 years. My mother developed Parkinson's disease 11 and had a major stroke. She was hospitalized and 12 then sent to a nursing home. The doctors told my 13 father that there was nothing they could do for her at the home, so my 85 year old father took my 14 15 mother home and care for her. She needed a 16 feeding tube, and she was in a semi coma, so of 17 course, we needed some help. We got a home care 18 aid through a company called Self Help that 19 provided support for Holocaust victims. The home 20 health aide came four hours a day and that help 21 was essential for my father. The aide was a 22 caring person who took good care of my mother, but 23 she also struggled to have enough money to live 24 She lived a considerable distance and she on. 25 walked to work to save the \$2.25 that it would

cost her to take a subway. She clearly needed 2 every dollar she earned as an aide to meet her 3 In January of this year, our aide called 4 5 in sick with the flu that was going around this winter, but the next day she came in. She was 6 clearly still sick, but she could not afford to lose a day's pay. My father felt like he was 9 placed in a horrible situation. He felt sorry for the aide, and didn't want to send her home knowing 10 11 how badly she needed the money. My parents had 12 both had flu shots, which we later found out was 13 very ineffective for the elderly this year, and 14 the aide wore gloves and a mask, but nevertheless 15 when someone is sick, there is no way to stop germs from spreading. Both of my parents 16 17 contracted the flu, and although the doctor was 18 called immediately and both my parents were put on 19 Tamiflu, my mother died three days later on February 1st. We are heartbroken and devastated as 20 21 a family. My father is now dealing with grieving 22 and feeling guilty for my mom's death, and he does 23 not deserve this as he was amazing and took 24 unbelievable care of my mom, sacrificing his own health. Our aide feels terrible as well, but the 25

25

2	position she was put in is not a position anyone
3	in our city should be put in. If she had some
4	guarantee of pay for the time she missed with the
5	flu, she would have never come in, and my mother
6	might still be alive. We feel the agency is
7	responsible for my mother's death because they
8	should insist that their aides stay home when they
9	are sick and make it possible for them to do so by
10	providing paid sick leave. It is stupid and wrong
11	of agencies, which are responsible for placing
12	workers in homes with very sick people not to give
13	workers paid sick time, but it is equally wrong
14	and stupid for us as a city not to require all
15	employers to give workers that time. A million
16	workers without paid sick days affects us all. We
17	need a law that would make sure anyone who is sick
18	can stay home. I urge the City Council to pass
19	this law, which would require paid sick time for
20	all workers so that no family will have to go
21	through what mine has. Thank you for this
22	opportunity to testify.
23	CHAIRPERSON NELSON: Thank you,

CHAIRPERSON NELSON: Thank you, Andrea. Are you suing the agency?

ANDREA X: I am planning on it.

2 Yes.

CHAIRPERSON NELSON: Okay. Just curious with that. I had a similar situation and the person came in coughing and sneezing, allergies, I said, are you sick? Because this person was very, very vulnerable. He said, no, no, just trees, leaves, whatever it is, so I understand that. You really feel terrible because that person, the sick person is just so weak. I didn't want to break my being sort of removed from everything, but emotions can rule sometimes. One more. Yes. Sure, if you would please...

REGINA SMITH: Good afternoon,
Chairman Nelson and members of the Committee on
Civil Service and Labor. Thank you for giving me
an opportunity to offer testimony on New York
City's paid sick days bill. My name is Regina
Smith, and I am executive director of the Harlem
Business Alliance. The Harlem Business Alliance
works diligently to deliver best practice
instruction and high quality technical assistance
to its aspiring entrepreneurs and established
businesses. A number of our clients are among the
state's working poor and chronic unemployed, low

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

income citizens seeking to start a business or improve their business skills. We work tirelessly to assist these highly motivated individuals. Having said that, the passage of the city's paid sick leave act would not have a direct impact on the economic security of the lives of the state's working poor, chronic unemployed and low income citizens, but it would also affect our membership, their families and a number of our clients. Simply put, it is our belief that to do good work, workers must be in good health, and of course, this bill assures that. Make no mistake, the Harlem Business Alliance understands and appreciates the concern - - that the paid sick days legislation would place an undue burden on the business community; however, we have concluded that they need to protect the economic security, welfare and health of the most vulnerable and needy members of our community far outweighs that Research clearly and convincingly shows concern. that the bill would not be unduly burdensome to the business community. With that in mind on behalf of the Harlem Business Alliance I today urge the City Council to pass the sick days bill

24

25

1

in this committee and to take it to the full Council for a vote. Equally important I call on both the business community and the City Council to work in earnest to negotiate and arrive at a compromise to pass the bill because by all objective estimates in the long run, we have full confidence that the passage of the bill would prove to be a win, win for business, the Council and the community at large. I can go on to repeat some of the statistics that have been shared with you here today. I don't think that that is really necessary, but I believe that it is truly important that the City Council, who represents the members of the city to weigh in on this issue. It is a health matter that needs your concern and it needs to be addressed, and we urge you to continue to work with the business community, and I commend you for all of the work and the amendments that have been made thus far. I believe that we should be this close to coming to an agreement on this bill, and I thank you very much.

CHAIRPERSON NELSON: Thank you, ma'am. Three of my colleagues I think just

3

4

5

6

9

10 11

12

13 14

15

16 17

18

19

2021

22

23

24

25

basically want to make a comment, starting with Council Member James, then Council Member Lander, then Council Member Brewer.

COUNCIL MEMBER JAMES: Thank you, to the Harlem Chamber of Commerce. Thank you for your leadership. Harlem Business Alliance. Thank you for your leadership, and thank you for weighing both sides and coming out in support of New Yorkers and coming out in support of recognizing that this is a good thing for business as well as individuals who unfortunately do not have the opportunity to take time off. To the Bronx Borough President, I asked a question earlier with regards to demographics and whether or not this bill would apply primarily to low wage workers. The response that I received was it would primarily apply to all workers, but I have read different accounts that this would for the most part have a beneficial impact to the lives of most low wage workers. Would you agree with that statement?

BOROUGH PRESIDENT DIAZ: Low wage workers would be greatly affected by this. The Bronx would be affected by this should the bill

pass in a positive way, and Latinos, again, when you look at the ethnic breakdown, we live in a beautiful diverse city, but the group that is affected negatively now by not having this into law are Latinos, particularly Latinas, women. A mother not only needs paid sick days for herself, but also when her children are sick, so they can take better care of those children. I would say that yes, the biggest beneficiary would be those that are working in low wage jobs. Certainly in the Bronx many of those individuals are also Latinos.

COUNCIL MEMBER JAMES: Thank you.

And to Ms. Andrea, my sympathy and my thoughts and prayers are with you and your family during your time of solace. I too took care of my mother before she passed away. She had a home attendant, who unfortunately could not take any time off, and so I sympathize with you. Often times when she did come to work, we had to advise her to go back home, and it was really the responsibility of the family to take care of our mother, so I join with you and hope that all low wage workers and all workers and particularly home aide healthcare

exactly what happens. When you value your employee, you work with your employees, and you will provide them with the time, so that they can take care of their loved ones. So that is exactly

23

24

25

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2 what small business owners do.

very much. I just want to mention, Mr. Chair, that the New York Academy of Medicine wasn't able to stay here, but this very esteemed organization, which has been talking about public health for years and decades actually a couple hundred years, is supportive of paid sick leave. Thank you very much.

CHAIRPERSON NELSON: Thank you, Council Member Brewer. Council Member Halloran? COUNCIL MEMBER HALLORAN: you, Mr. Chairman. My first question is directed at the borough president. It is good to see you, sir, and I know we have gone back and forth on many occasions, on many issues, but I know you work hard for your constituents, and I am kind of curious about a group of your constituents, which will be alienated by this bill. Not only is the Bronx Chamber of Commerce come out against it, which is representative of a large portion of the business owners, but the Bodegas and Store Owners Association is against it, and those groups are predominantly Latinos, as you doubtless know, who

are concerned that it cuts into their ever

dwindling bottom line. They are also very

concerned about the Department of Health managing

it. They are not exactly having a very good

relationship with the Department of Health on

fining them as it is right now. I know you know

fining them as it is right now. I know you know what it is to pay for small business operation in your borough. I know you have an incredible pulse of your community, but surely as you sit there, you understand that those of us who are trying to find some compromise are very concerned about turning a monster like this over to the Department of Health which has a history of being less than equitable in fining our small businesses in the city and now we are giving them \$1,000 a pop

opportunity to hurt small businesses, some of

which may only have six employees. Can you speak

want modification of the bill in some respects or

to that, sir? Are you concerned there? Do you

are you happy the way it is?

BOROUGH PRESIDENT DIAZ: Well, let me just start by saying, Councilman, that no one could ever question my support for small business in the borough. When you look at some of the

languages already been changed, many of those 2 bodegas have yet to--there are very few bodegas 3 for instance who have more than five employees, so 4 5 when you look at the modifications that have already existed, it has taken those types of small 6 businesses into account. Obviously, when those of us who support this piece of legislation we don't 9 want to hurt small businesses. What we want to do is be equitable and fair to those hardworking 10 11 individuals, many of them who are taxpayers, 12 right, who just--is it only right for them to be 13 able to take a day off if they are not feeling 14 good, and by doing this like it was mentioned 15 earlier, this would help in productivity, this 16 would help making sure that folks are not coming 17 into work while they are sick and affecting 18 others. I have shown as a legislator before being 19 the borough president, I have shown as the borough 20 president other pieces of legislation like the 21 fair wages for New Yorkers act to always have an 22 open mind, to always continue to listen and to 23 hear what all sides have to say in recent 24 compromise. I have on this occasion, I am well 25 aware that Councilperson Brewer and many of the

legislators on this panel and on this body have already compromised a lot and so the time has come where I believe we cannot afford for certainly a million New Yorkers to go on without paid sick days, and as a borough president of the borough, I can't afford to have a whole segment of the population who we want them to go and check themselves, we want them to be healthy, but just don't have the day off where they have to choose between going to the doctor and putting food on the table.

COUNCIL MEMBER HALLORAN: Mr.

Borough President, as I said to you at the outset of my commentary, I know you have the pulse in your community of the small business world as well as the citizens, and I am just very concerned that the five items that I have outlined as problematic in case you didn't hear them in the testimonies one the definition of a small business, five persons, it just seems given all of the taxes they pay, the impacts that they have, the fines they get already from the city weren't a problem.

Number two, the penalties and oversight DOH being the wrong agency, the fines being too much and

this moral character finding that floats around in 2 this bill smacks to me of something that could 3 prevent licensing of these businesses down the 4 5 road, which is a real problem. The private right of action, the lawsuit issues related to that, the 6 fact that it's an 18 month window to document for these claims that there is vague document the 9 illness language and finally that we may interfere 10 with the at will employment nature. I submit 11 those as concerns just to remind you, sir, before 12 I got here to the Council, I was a single solo 13 practitioner as an attorney. If I didn't go to work, I didn't get paid, and now at the Council 14 15 level, yes, I have paid sick days, although I only 16 got to take them once this year, and it was for a 17 brain tumor operation, so I took off two weeks and 18 was back to work on the third, which was my 19 impetus to get back and do the people's work, so I 20 appreciate your commentary, and you are right, we 21 are all hypocrites as we sit here and discuss paid 22 sick leave while we all have it, which is 23 something I tried to point out to a doctor, who 24 was on a panel a little earlier than you, but I 25 appreciate it, and I appreciate your work. I will

Ιt

1

24

25

hatchet job.

turn this back over to the chair; however, I will 2 say I am very disappointed in Comptroller 3 4 Thompson's commentary. It was self-serving. 5 was politically motivated. This Speaker is having 6 this hearing. She has struggled with this issue, as has everyone who is concerned with the nine percent plus unemployment rate in the city of New 9 York. For him to have made a political attack and then walked out I don't think is far 'cause I 10 11 would have liked to ask him some questions since 12 he is the former comptroller, and I have a little 13 bit of business experience. I was looking forward 14 to going back and forth with him. I will say for 15 the record that despite being a Republican, 16 despite endorsing someone else in the mayoral race, I don't think that is what Chris Quinn is up 17 18 to. I think she is trying very hard to reconcile 19 some very difficult issues, and to her credit, 20 this hearing is going on and the discussion is 21 being had, so normally, I find the former 22 comptroller to be a fine person. I just think 23 that the speech today was nothing but a political

> CHAIRPERSON NELSON: Thank you,

Councilman Halloran, and I have to agree with the
last 50 or 60 words, and the rest of it too, but
just politically speaking I found that to be a
little bit strange. Thank you so much. You have
been very very helpful. Interesting panel. I
appreciate it. And our next panel, and I hope I
get this name right 'cause it's an assembly
member, my colleague, Mark Gjonaj and James Essey,
New York Staffing Association, and Jay PeltzI
wonder if you are related to Sam Peltz I used to
know. There you go. We will definitely talk
afterwards. He was a good guy, and Tom Minnick
[phonetic], the Business Council of New York State
and Jay Peltz is the Food Industry Alliance of New
York. Okay. Thanks.

ASSEMBLY MEMBER GJONAJ: Good afternoon, Chairman and fellow Council Members. Thank you for allowing me to address you today on this very important issue. I just want to make sure everyone understands I am in full support of a paid sick day. I am just not in support of the current bill as it has been presented.

CHAIRPERSON NELSON: [interposing]
Could you identify your name?

1	COMMITTEE ON CIVIL SERVICE AND LABOR 145
2	ASSEMBLY MEMBER GJONAJ: So I will
3	repeat that one more time for those with selective
4	hearing
5	CHAIRPERSON NELSON: [interposing]
6	I am sorry, sir. Did you mention your name for
7	the record?
8	ASSEMBLY MEMBER GJONAJ:
9	Assemblyman Mark Gjonaj.
10	CHAIRPERSON NELSON: Thank you.
11	ASSEMBLY MEMBER GJONAJ: So I just
12	want to reiterate that one more time for those
13	with selective hearing. I support paid sick days,
14	but not this current bill. The bill has good
15	intentions. It is the framework that is bad.
16	Specifically requiring small business with five
17	employees which is also referred to as mom and pop
18	shops or microbusinesses, the bill will not be
19	easy or painless to them. The effect on my
20	district, which is the borough of the Bronx
21	specifically, which has the rate of unemployment
22	in the state and the city, the commercial
23	corridors, which are no longer vibrant or flowing
24	with pedestrian traffic is evident by the vacant
25	stores that we have. A recent polling that I have

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

done in my district of these commercial corridors is that with a guaranteed salary, they would be willing to close up. They can no longer operate at a profit level that is worth it to them. head counting method is certainly taking into consideration part time and seasonal workers as well as it is not discussing those owners that are currently on the books as employees, husbands, wives, children, taking them into consideration in headcount takes a negative impact. Conceivably a family owned pizzeria, husband, wife and two children with one single employee would have to comply with this bill. I would imagine that we should revisit this bill and address the family owned businesses and give them an exclusion - the Department of Health, which is an agency currently at the heat of a report that has recently come out revealing that the agency targets small businesses in the outer borough in particular my borough, the borough of the Bronx, which is being taxed through an auto controlled fine system and is used as a source of income to fill city coffers. The Department of Health has become nothing more than a - - tax collector that

is destroying small business in our city. These
small businesses truly believe that they are
overregulated with the intention of being found in
violation so they can be fined. This bill will
also create an advantage to businesses outside of
New York City and outside of New York State. On
one hand this city cannot proclaim that it is
dedicated to creating an environment to encourage
small business growth, specifically mom and pop
shops and microbusinesses, which are the lifeblood
of our economy while it implements bills to
undermine their very existence. Small businesses
bottom line can no longer support being nickel and
dimedthose nickels and dimes have lots of zeros
after them or can they be written off as a cost of
doing business in New York City because there is
nothing left to write off. There is clearly a
line between profit and loss. Thank you.
JAMES ESSEY: Mr. Chairman, my name

JAMES ESSEY: Mr. Chairman, my name is James Essey. I am president and CEO of the temp positions group of companies. We are a 51 year old regional family owned staffing service with our headquarters in New York, employing over 5,000 people annually, and I am here to provide

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

testimony on the behalf of the New York Staffing Association. NYSA represents the interests of temporary staffing firms, which are responsible for providing employment for over 120,000 employees throughout the city on an annual basis with an estimated \$1.6 billion dollars in economic impact. Our temporary employees range from wait staff, schoolteachers, secretaries and laborers to CEOs, accountants and engineers. It is an industry composed of an incredibly diverse workforce. Our workers are treated as our W2 employees. They receive competitive compensation, state and federal mandated benefits such as Social Security, disability, unemployment insurance and worker's comp coverage, job skills training and in many cases vacation time and healthcare benefits. Critically our efforts provide a bridge between unemployment and full time position. Indeed 70 percent of temporary employees ultimately receive permanent positions as a result of their temporary jobs. We are a jobs creation machine. Okay. So why are we worried? The temporary staffing industry operates with low profit margins typically around three percent, largely due to the

pay that we have to offer and the benefits and the 2 extensive recruiting and training costs we entail. 3 So simple math. 250 workdays, five sick days. 4 5 That is two percent of the total, so we have a three percent profit margin, you add two percent 6 cost, that doesn't leave an awful lot left. As a result of these low margins and the fact that we 9 are already preparing for an increase in costs relating to the affordable care act and an 10 11 increase in the minimum wage, this legislation 12 would be a potentially fatal third blow to our 13 This is because we would have to pass 14 yet another increased cost onto our clients to 15 remain competitive, and this additional increase 16 would most likely reduce overall demand for our 17 services and reduce the number of jobs we offer each day to city residents. We agree with the 18 19 well intentioned reasons behind the bill that no 20 employee should risk continued employment by 21 taking a sick day, but our industry is already 22 built on the premise that employees can work when 23 and where they want. The hiring situation though 24 is still precarious with unemployment at 25 stubbornly high levels, while many employers are

simply sitting on the sidelines. We believe this legislation as currently drafted is something the city cannot afford at this time. There are a number of specific issues to our industry that for time reasons we will include in our written testimony, but I won't read here. Thank you very much.

CHAIRPERSON NELSON: Thank you, Mr. Essey. Mr. Peltz?

JAY PELTZ: Thank you, Mr.

Chairman. - - today's public hearing. My name is Jay Peltz, and I am the vice president of public affairs for the Food Industry Alliance of New York State. The FIA is a non-profit trade association that promotes the interest of New York's 21,000 grocery stores. Our members include chain and independent food retailers that account for a significant share of the city's retail food market and the wholesalers that supply them.

Historically the retail food industry has provided flexible employment opportunities throughout the city. In addition as a heavily unionized industry, it has for decades provided good paying jobs with benefits including paid leave through

the collective bargaining process. It is also 2 challenges to preserve very low profit margins, 3 4 typically a best case of a penny on the dollar in 5 a highly competitive marketplace that gets more competitive every year with warehouse clubs, 6 supercenters, organic and natural food stores, drug stores, dollar stores and convenience stores 9 all offering a wider assortment of groceries at 10 very competitive prices. In addition, recently 11 some supermarket owners have had to absorb 12 significant increases in federal and state income 13 taxes and all food retailers will be required to 14 pay for a pending increase in the state minimum 15 wage itself described as a \$1.2 billion de facto 16 annual tax increase. Add to that significant cost 17 increases due to the pending full implementation of the federal affordable care act. It is in this 18 19 context that great pressure is being exerted to 20 enact an unfunded mandate otherwise known as paid 21 sick leave also characterized as a de facto annual \$800 million tax increase. Enacting such a tax 22 23 will be a mistake for the reasons that I will 24 discuss. The retail food industry has a long, 25 proud history of providing flexible employment

opportunities to a wide range of people across a 2 spectrum of life circumstances. Why then would 3 the city enact legislation that would hurt an 4 5 industry with a track record of successfully meeting the demands of a very competitive 6 marketplace while providing flexible job opportunities, many of them union positions with 9 negotiated salaries and benefits including paid leave at so many different points of the life 10 cycle? If enacted, the bill would create a 11 12 substantial disincentive to create new jobs and a 13 substantial incentive to cut jobs and hours by 14 increasing the cost of each job at a time of weak 15 economic growth and soft consumer spending. That 16 would could the historically broad spectrum of 17 employment opportunities in the industry to 18 It would also harm - - the primary narrow. 19 vehicle through which government benefits such as 20 SNAP and WIC are provided to low income residents throughout the city to purchase grocery staples. 21 22 There is another major public policy problem with 23 the law. If enacted, the city Department of Health will have called [phonetic] full authority 24 25 to implement and enforce the law including called

broad powers to ensure compliance with its 2 provisions. This authority however would directly 3 conflict with the terms of the memorandum of 4 5 understanding within the New York State Department of Agriculture and Markets and the New York State 6 Department of Health, which by its terms bind all city health departments. The MOU [phonetic] has 9 been effective since March 1, '86 and it replaced an MOU between the same agencies dated December 10 20th, '72. Under the terms of the MOU, food 11 12 processing establishments in New York City 13 including retail food stores, chains drugstores, food warehouses and wholesale food distributers 14 15 are inspected and regulated by the State 16 Department of Agriculture and Markets, while food 17 service establishments such as restaurants and 18 food concessions at movie theaters are inspected 19 and regulated by a health department. Generally 20 under Section 2 of the MOU, the State Department 21 of Agriculture and Markets has jurisdiction over 22 all operations of a food processing establishment 23 and "in no instance shall an establishment be 24 inspected by both departments," thus the broad 25 authority granted to the city health department to

enforce the paid sick leave law is a significant 2 violation of longstanding state policy, which bars 3 4 the city health department from having concurrent 5 jurisdiction over New York City supermarkets and chain drugstores with the State Department of 6 Agriculture and Markets. In addition, the provisions of the legislation do not apply to 9 workers covered by collective bargaining agreement, but only if one, the provisions of the 10 11 law have been expressly waived in the CBA and two, 12 the CBA provides for a comparable benefit in the 13 form of paid days off. The legislation however 14 does not precisely define the word comparable and 15 the waiver requirement gives unions additional 16 leverage. Acrimony between the parties is likely 17 to increase as they negotiate the meaning of the 18 word comparable and as management seeks offsets 19 due to cost increases arising under the law. 20 Since union employees already have the opportunity 21 to negotiate for full benefits through the heavily 22 regulated collective bargaining process, the 23 provisions of the law should not apply to all 24 workers subject to a CBA without exception. provisions of the law should not apply to all 25

23

24

25

workers subject to a CBA without exception.

Accordingly the FIA on behalf of its members
opposes adoption of this legislation. Thank you
for your time and attention to this issue and to
the FIA's concerns.

CHAIRPERSON NELSON: Thank you, Mr. Peltz. Mr. Minnick?

TOM MINNICK: Chairman Nelson, members of the Committee on Civil Service and Labor and other city Council Members. My name is Tom Minnick. I am the director of the Center for Human Resources at the Business Council of New York State, Inc. The Business Council is the largest state business advisory organization and we represent more than 2600 private sector employers across New York State and in the five boroughs. On behalf of these members, I appreciate the opportunity to provide you with our views on Intro number 97-A. The Business Council urges the City Council to reject this proposal. Here is why. Mandated leave will increase absenteeism. In a 2009 New York Times article Casey Mulligan, economics professor at the University of Chicago wrote that the International

Monetary Fund studied American and European 2 employees' absence from work for sickness from 3 1995 to 2003. The report found that the average 4 5 European was absent from work for sickness more than American workers, yet no study has found that 6 Europeans are sicker than Americans, so why would European workers stay home sick more than their 9 American counterparts? The answer is that 10 mandated government social insurance systems in 11 Europe reward employees absence. Certainly under 12 such systems sick workers are less likely to go to 13 work when they are sick, but employees who are not 14 sick are more likely to be absent saying they are 15 sick. The labor market responds to the 16 government's sick leave program reward of paid 17 absence by keeping European workers home more 18 often. Don't do that in New York City. Second, 19 employment related mandates punish responsible 20 employers. The partnership for New York City's 21 2010 employers sick time study analyzed by Ernst 22 and Young found that 88 percent of the city's 23 private sector workers have access to paid leave 24 that can be used when they are sick. The proposed 25 legislation punishes the vast majority of

2	responsible New York City private and non-profit
3	employers who already provide paid time for
4	absences by forcing costly administrative changes
5	in current policies. This includes organizations
6	with workforces across city, state and national
7	boundaries that will have to consider significant
8	changes to such current well thought out,
9	generous, and time tested policies and programs.
10	In addition employers with employees represented
11	by labor unions are disadvantaged in collective
12	bargaining before the first proposal is ever
13	presented. A bill such as this creates a
14	distorted and artificial minimum bargaining
15	position. Employers and their workers or unions
16	representing their workers are better positioned
17	to provide a workable solution to time off needs,
18	not governmental one-size fits all mandates.
19	Thanks for the opportunity to testify today.
20	CHAIRPERSON NELSON: Thank you, Mr.
21	Minnick. Just a brief analysis. If anybody came
22	and they were 100 percent sure that they knew what
23	was right, and listened to both sides of this

out pretty well if you don't think perhaps the

issue, which I think it is being really drummed

3

4 5

6

7

9

10 11

12

14

13

15 16

17

18 19

20

21 22

23

24

25

other side has got some good points, I'd say you are totally not open to anything in life. Just think about that for a moment, and really go back to the grindstone, and if you come back the same conclusion that you had before this, fine. Just take it all in if you possibly can. We have been sitting here for a lot of hours, so it gets more difficult as it goes on. Do any of my colleagues have a brief statement or question for the panel? Council Member Halloran?

COUNCIL MEMBER HALLORAN: Thank you for taking the time to be here. I am going to actually just ask one question and it relates to what the Chair just alluded to and that is when there are places to compromise. Taking off the table for the matter that some of us believe there may be a curtailment of a preemption problem here that we may be dealing with a state statute that really would need to be in place in order to make this work both because it will require an apparatus to enforce, and DOH certainly is not prepared to do that, and I question whether DCA could do it, but my feeling is they would be the almost only agency that would, so taking that off

23

24

25

the table for a second, would a change in the 2 number of employees required before the base line 3 comes in be a factor that would pull people off 4 5 the fence on this? As people like I have suggested looking at anything smaller than 25 6 employees seems to me to be unduly harsh and punitive given the fact that the minimum wage is 9 going to be increased, that the affordable healthcare act will come in and increase cost to 10 11 small business, that our property tax rate in New 12 York City is ridiculous, that we have commuter tax 13 on top of a payroll tax on top of a city, state 14 and local income tax coming out of these paychecks. Are there any parts of this bill 15 16 specifically that if tweaked leaving aside the preemption issue that I may agree with you with 17 18 that we may not lawfully be able to do this in the 19 first instance. Is there anything that would be 20 palatable to our small businesses in the course of 21 this dialogue?

JAY PELTZ: Your consideration would bear potential weight on swaying those that are concerned for all of the obvious reasons that you mentioned. The number is of a particular

4

5

6

9

10

11

12

13

15

16

17

18

19

20

21

22

23

24

25

concern to me. I go back to the question of how 2 do we define a small business? At a state level, it is 100 employees, SBA level it's 500 employees. Those are not the businesses that I am so concerned with today. I am concerned about the microbusinesses, the small mom and pop business that cannot bear another tax or burden. addition to that while we are talking about what could make the bill work, aid not only for those microbusinesses, but for those with thin margins or those that are facing hardship cases. We can't afford for another business to leave this city or 14 close up. - - keeping an open mind and coming up with alternatives that may make this palatable.

> COUNCIL MEMBER HALLORAN: And you make a very interesting point about margins. of the groups exempted in this latest iteration is Con Edison. Now I am not so happy with Con Edison for a lot of reasons having to do with the way the storm was handled, but their exemption was based on the fact that the Public Service Commission identifies their margin of profit. Right? it's a finite number, and it said to them--we are saying as a body in this latest iteration of this

bill, it is okay that we are going to exempt you because we understand your margin is too small, but we are not willing to say that to the mom and pop deli. We are not willing to say that to the shoemaker, the few cobblers left in the city of New York. We are not willing to say that to the family run business that has five or six employees. Where are we on that?

ASSEMBLY MEMBER GJONAJ: I just want to add you are absolutely right because those particular industries or companies, small business cannot afford lobbyists. They are out there working very hard, and they couldn't be here to testify.

COUNCIL MEMBER HALLORAN:

[interposing] I didn't want to say that but I'm glad you did.

ASSEMBLY MEMBER GJONAJ: I can and I will because I want to be a voice for that small business. I know what that means, and I know what they go through on a daily basis and it is evident by the vacant stores in my district, those commercial corridors, which have vacancies that were once filled with pedestrian traffic no longer

are able to survive competing with the big chains and competing with the Con Edisons of the world.

COUNCIL MEMBER HALLORAN:

represent as you may know Bayside, Whitestone,
Flushing, College Point, Little Neck, Douglaston,
- - and North Flushing. Those communities are the
third largest tax base of the city of New York and
receive about 25 percent in city services than
other council districts, and I have corridors like
Bell Boulevard, Northern Boulevard, Francis Lewis
Boulevard, which have one in five shops closed
because the mom and pop shops can't afford to be
here anymore, and it is not like the city is going
to attract some big manufacturer to come in and
save us. We are not Detroit. We could never be
Detroit and have industry because industry
requires space. Space costs too much here. I
know you had a comment, so please--

JAY PELTZ: Thank you, Councilman.

It's not just the mom and pop. We have good independent food retailers operating in very challenging environments, not just in terms of the overall economics—

COUNCIL MEMBER HALLORAN:

[interposing] Fighting box stores.

JAY PELTZ: There is the

competition and they face challenges operating in some neighborhoods for various reasons and the problem is that if you establish a bright line of 20 employees, and they have 25 because of the number of part times that they hire, and our industry is loaded with part timers, and they would fall under the bill, and they would be required to incur the incremental costs and because of the competition and because of their very low margins, they simply can't afford it, so the definitional piece is highly problematic.

JAMES ESSEY: Councilman, I wanted to mention too if I may just to respond to both of those questions you raised, I think in terms of size of business I represent the New York Staffing Association, so we are in the temporary staff business, and the problem with size for us is that we could operate an office with 15 people, but we put out 100 people to work. 100 people would just be a minimum number in order to basically break even in this business, right? So we would fall under sort of any size, but the fact is if you

Well, the

look at our margin it's tiny, and we mentioned before in terms of your cost argument, I mentioned some simply math, which is simply if you have 250 work days and you are giving five sick days, that is two percent of work days, right? So in our industry, we have a three percent profit margin, so we take two percent off of that. That sort of leaves almost nothing left, so it is a huge cost that people just sort of aren't looking at. It

sort of seems like how much could that really be?

COUNCIL MEMBER HALLORAN:

other thing that I have noticed in both studies that I have seen, both I'll call them right and left arguments on this, neither of those studies have taken into account the increase in minimum wage or the impact of the affordable care act.

Neither of the studies that have been bandied about in large part have taken either of those two economic impacts into consideration in the numbers they are using, which says to me as somebody who will look at it critically, we have got a big problem because these numbers just can't possibly be right. Regardless of what conclusions we would draw from the numbers, the numbers themselves

BRETT GARRETT: Hi. My name is

25

Brett Garrett, and I am here today to read a 2 statement from James Freeman [phonetic], Blue 3 Bottle Coffee Company's founder and CEO. My name 4 5 is James Freeman, and I am the founder of Blue 6 Bottle Coffee Company, a company that prides itself on selling great coffee and also having good personal policies for our employees. 9 founded Blue Bottle in San Francisco, where we currently have seven stores. In the last two 10 11 years, we have opened four stores in New York 12 City. Our company is extremely successful and our 13 success can be attributed to both our excellent 14 product and also to the good working environments 15 for our employees. As you know, San Francisco is 16 a city that requires all businesses to provide 17 paid sick days to their employees. The law in San Francisco is very similar to the law proposed here 18 19 in New York, except that San Francisco requires 20 much more paid sick time than is required under 21 the New York City law. San Francisco requires 22 that businesses like mine provide nine days of 23 paid sick time to each employee. New York City 24 will only require five days of paid sick time for 25 businesses like mine. I want to say two things to

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

the Council. One is that far from being a problem for business, the paid sick time requirement in San Francisco has been easy to deal with, and has been a good thing for my workers. I have had no difficulty complying with this law, and I am very happy that my workers can take time off and not come to work when they or a family member are sick. It is very important to my business and my store's reputation that my workers not come to work sick. Furthermore, I am really happy that there is paid sick time law that applies to all businesses in San Francisco because it is nice for an employer like me who would want to give my workers a reasonable amount of time off when they are sick to know that my competitors will also be supplying that benefit to their workers. as an employer who recently moved to New York, creating 63 jobs in the city and great coffee, I support the New York paid sick time proposal currently before the City Council. I hope that you will pass it so that all workers in New York City like my workers will have access to paid sick time. Thank you for your time and consideration. COUNCIL MEMBER BREWER: Thank you

3

4

5

6

/

9

8

10 11

1213

14

15

16

17

18 19

20

21

22

2324

25

very much. That is really helpful to those of us who care about this issue, and I know how great your business is and everybody should go there.

Thank you very much. Why don't we start down

here? Professor, why don't you go next?

RICHARD MCGAHEY: I think the

volume is a little high here. My name is Richard McGahey. Thanks to the Council for the opportunity to testify. I am a labor economist who teaches at the urban policy program of the New School. I am a former chief economist to the U.S. Senate Committee on Labor and Human Resources, former economic advisor to Senator Edward Kennedy and was nominated by President Clinton and confirmed by the Senate as assistant secretary of policy for the U.S. Department of Labor. legislation is a carefully crafted bill that can benefit workers in New York City. There will be likely little if any negative economic impact, and that can be more than offset by positive factors. Let me mention four arguments briefly in favor of it. First as has already been discussed for cities that have enacted it, the implementation has been straightforward with minimal impact on

business. Second, we have no empirical data as 2 has been pointed out on the sick days, but we do 3 have it on minimum wage increases, and the 4 5 empirical evidence on increases in the minimum wage strongly suggests no discernible effects on 6 employment from increases in the minimum wage; therefore, it is pretty easy to say that sick days 9 that would cost less than minimum wage are not going to have an employment effect. Third, there 10 11 are economic benefits to workers and to businesses 12 through increased productivity and decreased 13 There have been a number of factual I won't have time to do them all 14 assertions. 15 here. I'd love to talk about them in questions or 16 submit to you. Workers don't take all of the sick 17 days they are allocated. We know how many they 18 take. They take two to three. On average they 19 have eight in the United States, so this idea of 20 costing it out at the full five days is simply 21 overstating the cost by almost doubling what the 22 actual experience is likely to be, and finally to encourage good jobs and to support good employers, 23 24 many of whom do provide these benefits, the policy 25 should be as uniform as possible with no

13

14

15

16

17

18

19

20

21

22

24

2 significant carve outs for specific sectors.

3 | Specific carve outs create bureaucratic confusion

4 and uncertainty and they also undercut policy's

5 role in trying to create high quality jobs. We

6 want policy to create a good base line that

7 creates high quality jobs, coupled with the

8 empirical evidence largely from the minimum wage

9 that there unlikely to be significant employment

10 effects. I think that the bill is a modest bill

11 | that will not hurt the economy.

COUNCIL MEMBER BREWER: Father, do

you - - . He needs a microphone.

REVEREND RAYMOND RIVERA: Thank

you. My name is Reverend Raymond Rivera. I am

chairman of the National Evangelical Latino

Coalition representing 3,000 churches nationwide

and here in New York City several hundred

churches—our affiliate which I'm president of,

the Latino Pastoral Action Center. I come to you

both in a spirit of humility and a spirit of

authority. Humility because I am not an economic

23 expert. I am not a labor expert. We certainly

have heard contradictory information from those

25 that are here that represent both sides of this

issue, but my authority doesn't lie in my 2 expertise. I come to you in the spirit of 3 authority from my faith tradition, and not only 4 5 mine as a Christian, but the Judeo, Islamic and most faith traditions unequivocally speak about 6 our concern for the poor and our concern for low wages, especially in the Judeo tradition, the book 9 of Leviticus and Deuteronomy has so many protections for low wage workers and those of the 10 11 Jewish faith or the Christian faith I know it's 12 comfortable for you to dichotomize your faith and 13 say this is business, and this is my faith, but that is not really acceptable in faith traditions. 14 15 You can't dichotomize your faith. We are supposed 16 to reflect our values and not departmentalize our values depending on when it is most convenient to 17 18 us, so I speak from that faith tradition that God 19 is concerned about low wage workers. He certainly 20 is concerned about their health. He certainly is 21 concerned about paid sick leave. I want to 22 elevate this to a transcended spiritual reality 23 that is uncompromising and that is part of all 24 faith traditions and for those that don't have 25 faith traditions, I would appeal to the better

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

angels of their human nature or their higher self or their humanistic instinct that is concerned about the common good. I want to hope and trust like many have said that they are all interested in the common good, and everyone that have spoke has spoken both from the business community and from the labor advocate side are all interested in the common good, but I have to again humbly submit that I approach it with the - - of suspicion because I know that the human condition can deteriorate to greed, and certainly we have a history of greed, and it would be a historical, not really recognize the history of labor relations in this country to say that most laws that have come forth have not come forth out of some great human instinct, but have been the result of advocacy and struggle, and it is from that authority perspective that I speak. So I want to thank you for listening to me.

COUNCIL MEMBER BREWER: Thank you very much. We love Council Member Fernando

Cabrera. We have a great respect for him, so I know he is one of your colleagues. Doctor, go ahead.

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2

DR. LUELLA TONI LEWIS:

Glad to be here. Thanks for allowing afternoon. My name is Dr. Luella Toni Lewis. me to speak. am a family physician and geriatrician board certified and also trained and licensed right here in New York State, and so I am here to talk from a physician's perspective today. And from a lot of physicians' perspectives this is an open and shut public health issue. As you can imagine, you will hear this from physicians in San Francisco and Washington D.C., who have a couple of years' experience with implementation of their own paid sick time laws. You will hear this from physicians in Seattle, Portland, Connecticut and Philadelphia, who cheered on successful votes in their legislatures, and you will hear a little bit from me here today and you will see it in the testimony I have submitted. The laws of New York City should be giving the same advice to our families and our workforce that I have given to my many, many patients. If you are sick you should stay home and take care of yourself. If you are really sick, you should come and see the doctor. It is really that simple from the physicians'

perspective. So we have seen far, far too many 2 patients wind up in the emergency rooms of New 3 4 York City, the most expensive and least effective 5 place to receive care because they held off receiving the care they needed turning a 6 preventable or a manageable situation into a full blow catastrophe, whose added costs affect all of 9 us. We have seen the single working mom in tears 10 when she brought her seven year old daughter into 11 the ER at 11:30 at night with a severe asthma 12 attack because she couldn't switch her shift or 13 take the day off or get her daughter or find 14 someone. We have seen this far too many times, 15 and then just to get to a little bit of a number -we have heard a lot of numbers today, but the 16 17 Institute of Women's Policy Research supports 18 these anecdotes about emergency room care. 19 found that 48,000 emergency room visits per year 20 in New York City could be prevented by giving 21 every worker the ability to earn paid sick time 22 from a combination of people who would stay at home, rest and manage their conditions, so it 23 24 didn't require a medical intervention to patients 25 who sought care in a more appropriate venue. This

3

4

5

6

7

9

1112

13

1415

16

17 18

19

2021

22

23

24

25

would reduce healthcare costs by 39.5 million a year, including 28.4 million just to HHC, which is passed on, so I see my time. I will be disciplined and thank you for an opportunity.

COUNCIL MEMBER BREWER: Thank you for all of your testimony. Go ahead, sir.

JORGE ORTIZ: Good afternoon. want to thank - - Council to have the opportunity to testify here. My name is Jorge Ortiz. I am a 32 BJ member. It's on behalf of the thousands of 32 BJ members I speak today to support paid sick days for low wage workers in New York City. Too many hardworking men and women in New York City struggle to make ends meet and lack paid sick days. Without paid sick days, workers can be fired, demoted or otherwise punished for taking time off. Workers have the right to recover from illness without being afraid or losing pay or even worse losing their job. I have a friend who works in the food line at a fast food restaurant. never called in sick because she is afraid of losing her job, especially in this bad economy. She says that all the employees she work with feel the same way and come to work sick--sometimes

24

25

infecting each other, the customer and 2 contaminates the food. They know that they can be 3 easily replaced, and calling in sick means they 4 5 don't get paid. That will make paying the bills that much harder. Everyday workers like my friend 6 find themselves having to choose between taking care of their health or being able to provide - -9 for their families. Workers depend on every cent of their incomes - - . Too many workers live 10 11 paycheck by paycheck and live in fear of losing 12 their job if they call in sick. It is time to 13 pass paid sick days and give all workers the 14 benefits they deserve to take care of themselves, 15 their family, their co-workers and the public. 16 That is why 32 BJ urges City Council Members to 17 continue to stand up for low wage workers, so that 18 they never again have to choose between sick and 19 medical attention and losing a day's pay or worse, 20 losing their job. Thank you very much. 21 COUNCIL MEMBER BREWER: Thank you 22 very much, and I know that your vice president,

very much, and I know that your vice president,

Shirley Aldebol had to leave, and she submitted

testimony for the record. Thank you very much.

Go ahead. Take as much as you need because I know

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

you are translation, and I thank you, thank you,
thank you. Go right ahead.

4 SELENA ALVAREZ (through

interpreter): Good afternoon. My name is Selena Alvarez and I am a member of Make the Road New York. I came from Mexico, Michoacán, two years ago. In 2011, I started working at a taqueria in 9107 Corona Avenue in Elmhurst. I had to go into work. I couldn't miss work because I didn't have paid sick days. I was feeling ill. I went to see the doctor on February 21st, and he said I was in very bad shape, and I needed to stay in the hospital overnight to be monitored. I ended up staying in the hospital for four days because the doctor said that I was not doing very well. When I left the hospital, I had a heart monitor, and he ordered me to rest for the next two weeks. called my employer - - , to tell him what happened. When I told him what the doctor had said, he told me he would call me back if there was any work for me after two weeks of rest, but he never called me back. In other words, I lost my job just because I got sick and I couldn't go back to work right away. I support paid sick

days because workers should be paid for the days they miss when they or their family members are sick, and workers should not be afraid of losing their job just because they get sick. I am here today asking City Council to take action on behalf of thousands of workers without paid sick days. Thank you.

Very much. I have a quick question for the professor. There is this discussion about we can only do paid sick days when the economy is better. I am just wondering from your perspective do you feel that it could be done at any time, and what are the advantages or disadvantages from your perspective?

modest bill and could be done at any time. We don't relax any discrimination laws or minimum wage laws or health and safety regulations when the business cycle goes up and down, so I think that this is—that stems from my conclusion that this is a very modest bill that is not going to have significant costs on business. I don't think you want to make regulations variable along the

2

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

business cycle.

Member Halloran?

COUNCIL MEMBER BREWER: Council

COUNCIL MEMBER HALLORAN: Thank

you, Madam Chair. I appreciate everyone on the panel who has testified, but I would like to visit Ms. Alvarez's testimony because only a portion of it was read into the record, and I want to ask her some questions about the statements she makes in her full testimony to this Commission. I believe your full testimony would have read, I came to New York from Michoacán two years ago. I came because my children are here, and I wanted to save money to build a house for my family in Mexico. I have worked in restaurants since I arrived because in Mexico I have my own restaurant. When I first got here, I thought workers in this country would receive better treatment, like how I had treated my workers in Mexico, but I found out that the opposite is true and that many employees, especially low wage immigrant workers are treated very badly here in the United States. We work very long hours for little pay, and I had a very bad experience when I lost my job. Is that an

1	COMMITTEE ON CIVIL SERVICE AND LABOR 180
2	accurate rendition of what your statement is to
3	this committee as written in this testimony you
4	have handed up? Is that accurate?
5	SELENA ALVAREZ (through
6	interpreter): Yes, everything is complete.
7	COUNCIL MEMBER HALLORAN: I would
8	just point out that according to , who studies
9	economic conditions in various countries, 44
10	percent of Mexicans live in poverty, ten and a
11	half percent of them live in what is called
12	extreme poverty. The average Mexican makes \$7,000
13	a year. In the United States, 16 percent of the
14	country lives in poverty, 0.5 percent in extreme
15	poverty and the average salary is 42,971. We have
16	some of the most restrictive labor laws
17	FEMALE VOICE: [interposing] I am
18	sorry. Can you just go a little bit slower
19	[crosstalk]
20	COUNCIL MEMBER HALLORAN: In
21	Mexico, 44 percent of the population lives in
22	poverty and 10.5 percent lives in extreme poverty,
23	and the average salary is \$7,000 a year. In the
24	U.S., the average salary is \$42,000 a year, only
25	16 percent of the United States citizens live in

Т.	COMMITTEE ON CIVIL SERVICE AND LABOR 101
2	poverty and 0.5 percent live in extreme poverty.
3	Do you really feel that workers in the United
4	States are treated worse than they are in Mexico?
5	Is that really your testimony?
6	SELENA ALVAREZ (through
7	interpreter): She says, yeah, that she believes
8	they are.
9	COUNCIL MEMBER HALLORAN: Okay.
10	You are aware that this bill that is in front of
11	this body would not have saved your job because it
12	only lets you have five sick days, and then the
13	employer could terminate you?
14	SELENA ALVAREZ (through
15	interpreter): She says, she believed that this
16	bill will save her job. Currently she is working
17	at another place where she is working 12 hours a
18	day without no paid sick days, and actually in the
19	bottom it says that in her testimony where she has
20	to go into work not feeling well, and she has to
21	prepare food.
22	COUNCIL MEMBER HALLORAN: And that
23	is dangerous. I understand that.
24	SELENA ALVAREZ (through
25	interpreter): She is working 12 hours a day

2 making \$70 a day.

COUNCIL MEMBER HALLORAN: If in fact conditions are worse than they are in Mexico, I am sure that she should have a discussion with her Council Member, potentially the Department of Labor because I cannot imagine an instance where an American worker is being treated worse than a worker in the Republic of Mexico at this time, but again, I appreciate her experience, and I would just relay that even under this bill, you would not be able to be out for two weeks, and still get your work back.

COUNCIL MEMBER BREWER: Thank you very much. I can't thank all of you enough for waiting, for your testimony and for being here.

Thank you. Call the next panel, please.

MALE VOICE: Robert Sunshine,

National Association of Theatre Owners in New York

State, Lawrence Mandelker, New York Metropolitan

Retail Association, David J. Louie, Inc., Carolyn

Richmond, New York City Hospitality Alliance,

Andrew Mosall [phonetic], New York State

Restaurant Association. I am not sure if all of

these people are here. And Thomas Ferrugia, the

24

25

Broadway League Inc. I think some of those people may have left.

COUNCIL MEMBER BREWER: Go ahead whomever would like to begin.

LAWRENCE MANDELKER: Good afternoon, members of the Committee. I am Lawrence Mandelker. I appear on behalf of the New York Metropolitan Retail Association, known as NYMRA. Our members are national chain retailers operating in the city. Because this bill would unnecessarily link the admirable goal of providing paid sick leave to the imposition of extraordinary regulatory burdens--let me repeat that--because this bill would unnecessarily link the admirable goal of providing paid sick leave to the imposition of extraordinary regulatory burdens NYMRA opposes the adoption of this legislation. My oral statement will merely list the burdens. My written testimony will explain them. One, retailers require the presence of all employees during the days when inventory is taken and during the make or break Christmas season. During these blackout periods, no paid sick leave should be permitted, and I talk about that at length, and

Ιt

offer a fix in the appendix to my written 2 testimony. Seasonal workers too--seasonal workers 3 are hired to allow full time workers to take 4 5 vacation or to help during blackout periods. would undermine the whole purpose of hiring 6 seasonal workers to allow them to accrue and take even unpaid sick time. Three, paid sick leave 9 should not be given to employees who fail to provide reasonable notice of the need to use paid 10 11 sick time when such need is foreseeable and as 12 soon as practicable where it is not. Four, 13 transferees should not be able to carry over 14 accrued paid sick time unless they are 15 transferring between two locations located within 16 the city of New York. Next one, a separated 17 employee should not be able to carry over accrued 18 unused paid sick time unless he is rehired by the 19 same employer within 60 days, not six months, and 20 the separation and rehiring are respectively from 21 and to a job site located within the city. Next 22 one, paid sick time should not be allowed to 23 either care for or help a family member keep a 24 medical appointment unless the family member's 25 name, address and relationship appear on the

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

employee's personnel records. Next, until she has provided the employer with reasonable documentation of the need for such absences no employee should be entitled to receive paid sick time if she is absent for at least two consecutive days, not three, two consecutive days or for an aggregate of three days within any two week Next one, an individual claiming to be egreged [phonetic] must file her complaint with DOHMH within six months of the alleged violation, not 18 months. In case of an audit, the complainant's name must be disclosed. I have never heard an audit, where the auditor doesn't tell the auditee [phonetic] what the object of the audit is. Next one, a notice of violation by DOHMH should identify the complainant and set forth the facts constituting the alleged violation with particularity. It should have to certify-this is DOHMH--it should have to certify that there is a good faith basis to proceed with the proceeding. Next one, no employee should have a right to go to court unless she complains to DOHMH and her complaint has been determined. She should then have only 90 days to go to court, and

2 finally, counsel fees in the event of a judicial

3 proceeding, counsel fees should be awarded to

4 whoever prevails, be it employee or employer.

5 That is the rule in the United States civil rights

6 act. That is the rule even in landlord and tenant

7 courts under the RPAPL. Thank you for your time.

8 My written testimony really explains this and

9 analyzes this at greater length 'cause this is a

10 larger conversation.

ANDREW MOSALL: Good afternoon now.

12 My name is Andrew Mosall. I am the political

director for the New York State Restaurant

14 Association. We are by far the largest restaurant

15 association of its kind in New York State

16 representing about 5,000 members here in the city.

17 I won't rehash what a lot of the great arguments

18 my colleagues have made. I just want to touch on

19 a few things that I think merit a little further

20 discussion. Obviously, the cumulative expenses,

21 the inappropriateness of the Health Department

22 handling these cases have all been touched upon.

23 I would again--Council Member Brewer, I would beg

24 you if you were to make one substantive change to

25 this to remove the private right of action, which

has also been expounded upon at great length. 2 Ιt seems from some of your comments about San 3 Francisco your intention is to have most of these 4 5 resolved amicably between a discussion of the Department of Health or whatever entity ends up 6 handling the cases. That simply cannot be the case if there is a private right of action the way 9 it is stated in the bill now. The restaurant 10 industry is already under siege by wage an hour 11 suits, some of them legitimate, some of them not, 12 the AMA suits--Americans with disability suits--13 and others. This would only add to that cottage 14 industry. The other point that I wanted to make 15 is that in the discussion about the economic impact of this, it sort of -- we have been talking 16 17 about in terms of sort of a nuclear option. 18 jobs be lost? Will businesses close? The picture 19 is much more complicated than that. There is a 20 study actually that was conducted albeit not 21 conclusive by the Employment Institute of 22 Washington of Connecticut's relatively new paid 23 sick leave law, and they surveyed about 150 24 businesses. About 80 of them have said that they 25 are going to take action in response to the bill.

About half of those were going to take actions 2 against their employees, and I'll list them now. 3 19 said they would raise consumer prices, 17 said 4 5 they would scale back other benefits, 16 said they would restrict expansion with Connecticut, 14 said 6 they would scale back on vacation leave, 12 said they would reduce employee hours, 7 said they 9 would require employees to pay more into their health insurance, 6 said they would fire or lay 10 11 off employees, 6 would reduce wages, 5 would 12 expand elsewhere outside Connecticut, 3 would 13 convert part time to full time positions -- oh, I'm 14 sorry, the opposite, and 2 would replace employees 15 with temps and 1 would scale back hours of 16 operation. So business is a zero sum game, and 17 this is going to cost businesses money. Will it 18 cause abundant layoffs? That remains to be seen, 19 but the fact is that if you are having someone who 20 is earning ten dollars an hour above minimum wage, 21 and now they get five paid sick days, the employer 22 is going to reduce that to nine or eight dollars 23 an hour. It is not because they are bad people. 24 It is just because they have a business to run, 25 and that is unfortunately the way it works. So

2	there could be cases where somebody is already
3	making federal minimum wage and they don't have
4	paid sick days and they have no other benefits and
5	maybe that will help out a few of these people,
6	but it is going to have real economic impact and
7	cause hardships that I don't think even the
8	proponents of this bill are considering. Thank
9	you very much.
10	CHAIRPERSON NELSON: Thank you, Mr.
11	Sampson [phonetic]. I'm not saying you are not
12	telling the truth. I am just saying if the stats
13	are correct then it's a compelling argument hence
14	the reason for these meetings, hence the reason
15	that any criticism of the Speaker prior is really
16	bogus because it's better to do this than rush to
17	judgment. That is why these meetings are
18	important.
19	LAWRENCE MANDELKER: Mr. Nelson, if
20	I could just add this to your comment about the
21	Speaker
22	CHAIRPERSON NELSON: [Interposing]
23	Your name is on the record already, right?
24	LAWRENCE MANDELKER: Yes, it's
	1

Lawrence Mandelker.

CHAIRPERSON NELSON: Alright.

incredibly difficult issue because nobody in their right mind is against giving paid sick leave. The question is what about the regulatory - - that comes from it, and I believe that the Speaker and others in this body have really, really thought about this. I believe that everybody is acting in good faith, and we are in the political season.

We understand that, but I think people are acting in good faith and the Speaker and this Committee and you and Council Member Brewer and Council Member Halloran all should be commended because you are really taking your responsibilities seriously, and you are really trying to do what is right.

CHAIRPERSON NELSON: Thank you, Mr. Mandelker.

ROBERT SUNSHINE: I want to thank

Chairman Nelson and Councilman Halloran not only

for the opportunity to address you, but for

remaining here after several hours. It is very

frustrating on our part. I have been before these

Council hearings on many occasions, and the three

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

of you, this is the most I have ever addressed, so I am happy for that. Councilwoman Brewer, I really have to commend you and thank you for your total patience on all of this and for meeting with us and listening to our comments and our arguments and understanding them, so we thank you for that. Good afternoon. My name is Bob Sunshine. the executive director of the National Association of Theatre Owners of New York State. We are a not-for-profit organization. We represent about 54 movie theaters and about 1800 employees in the five boroughs. NATO, our group, does not oppose the concept of paid sick leave. I repeat it. do not oppose the concept of paid sick leave, but we oppose this administratively burdensome, significant costly and excessive punitive legislation. We want our employees in our theaters to be happy. We need them to be happy, so we don't fire our employees when they are sick. We provide flexible work hours, flexible schedules, and most of our workers are part time workers. We let them swap shifts. They take the time off if they are ill when they need it, and without fear of losing their job or missing any

paychecks. We all support the laudatory 2 intentions behind this measure and businesses of 3 every stripe can agree that no one should be fired 4 5 for being sick, but we feel that this is the wrong approach, the wrong bill at the wrong time. 6 this bill, we would have to track every short term employee from day one to see if they accrue the 9 right amount of time to qualify for paid sick What about exemptions? Other states have 10 leave. 11 exemptions for students, independent contractors, 12 certain healthcare workers, tipped employees, et 13 cetera, et cetera. In this bill it provides for 14 exemptions for only federally worked study 15 students. It doesn't work for us. We have many 16 students who are credited to colleges and who work for us, but they are not in federal programs. 17 18 small businesses are also exempted, but only for 19 the first year. Even worse, this bill states that 20 you must still provide five unpaid sick days to all employees, so in effect, there really is no 21 22 exemptions the way this bill is written. Also 23 under this bill an existing policy must have the 24 same accrual requirements and provide leave for 25 the same purposes. This means that companies that

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

have paid sick policies if they do not accrue the same way that this law reads, they then have to add the five sick days. In effect what we are doing is we are going to make these other companies who probably have better opportunities, better vacation time, better sick time give them up because of the way this is worded. I just want to end it by saying the if point of this bill is to prevent employees from being fired when sick, then please do not interfere with businesses who do not fire employees when they are sick. company already has a paid sick policy, but does not have the same accrual policy, it is not going to pass muster. We have very serious concerns with the enforcement by the Health Department, the private right of action and the steep fines. summary, this bill is much more difficult administratively and financially. In 2010 Speaker Quinn recognized that the bill had the wrong approach and came out at the wrong time. Resisting it then by her was brave; resisting it now in an election year is profile in courage. We urge other members of the Council to summon the courage to resist this bill. Thank you.

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2	CHAIRPERSON	NELSON:	Thank	you,	Mr.
---	-------------	---------	-------	------	-----

--. We appreciate your time. Council Member Halloran?

COUNCIL MEMBER HALLORAN: Thank you all for being here, and I am sorry I am one of the three that you have to be in front of, but let me start off by asking as I did to another panel of people who were opposed to this bill. If we were to sit down and compromise on this bill, could you tell us what the areas most in need of compromise are? I have outlined four that I think are the most important, but I'd like to know if there is room for compromise, what those areas would be and what they would need to be in order for this to be a functional bill in terms of satisfying the majority of your concerns, understanding that political compromise is never a neat and clean thing.

ROBERT SUNSHINE: Thank you for the opportunity for responding to that. Number one, the accrual. We would like 180 days of continuous employment to accrue. We think that that is very, very important. We think that the interpretation and the description of what a part time student is

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

should be changed. It shouldn't just be one that is in a federal program. We also believe that an employee can utilize paid sick leave after six months of continuous employment as to 90 and 120 that is under the bill. We feel that people who only work for two or three months, leave a job, and then come back should not be able to get that to continue. It should start right from the beginning. With regard to work shifts, we are certainly in favor of it if a person can change a work shift and make up the time and not lose pay. We do that in our theaters not only in New York, but all over the country. The reason we are a big employer of part time people, students and retirees is because of our flexible work policy, so I think this would work very, very well. either of you like to add?

ANDREW MOSALL: We share many of the same concerns as the movie theater industry. I expressed my concern in the comments about the private right of action, which has been a serious concern of many of the panel members. I would like to see that completely stricken and the fines removed. I believe Council Member Halloran, you

made a point of saying that I have spoken with 2 many Council Members both privately and on other 3 4 committees who are aghast at the amount of fines 5 faced by small businesses and to their credit, they are actually now taking substantive movements 6 to change some of those overly regulatory burdens on our small businesses, and now they want to 9 impose even more fines and more difficult fines. 10 Both the accrual system and how the regulations 11 about how those records have to be kept are 12 tremendously burdensome on the restaurant 13 industry, which is probably the most labor heavy 14 industry at least in terms of the amount of 15 different employees that go through a business at 16 any given time and keeping track of who is a part 17 time employee, how many hours they have to be at 18 work to accrue that and then actually having an 19 hourly system of taking their sick time doesn't 20 make sense for the restaurant industry because the 21 way the bill is written now, I can actually be in 22 my shift four hours, and decide that I am sick and 23 go home, and that counts hourly where that doesn't 24 work for the restaurant industry. Where am I 25 going to get another waiter in the middle of a

shift in the middle of the day? Barring maybe
extraordinary circumstances, we would much rather
have that worker have to call in in the beginning
of a shift. These are all very technical things,
but these are the minutiae of the bill that are
going to make it work or not, and I also echo some
of what my other colleagues said about much more
drastic measures of creating some kind of system
where both the employees, maybe the government and
employers can opt into whether that can be done at
the City Council or the state level, whichever is
more feasible.

ROBERT SUNSHINE: Councilman

Halloran, the way the bill is worded now if you

work on a Tuesday and Thursday for instance, you

could literally call in for Wednesday, a day that

you are not working, and you can get a sick day

and get paid for it. That is something that

should be looked into.

LAWRENCE MANDELKER: The members at NYMRA are unlike many of the other employers who have testified here because they are generally larger employers, and they have sophisticated record keeping capabilities and they have large

employment forces, and what happens is when 2 somebody is out except in certain instances where 3 you hire a replacement, it is just that the burden 4 5 shifts to other workers, and they do the work. There are two industry specific complaints that we 6 have with this bill. One is the whole issue of seasonal workers, and I have explained that at 9 length in the written testimony, explained why it is bad and the reason it is bad is these are make 10 11 or break periods--inventory, Christmas season, and 12 there is a definition of how you do that, and it's 13 not that nobody is allowed to take leave. 14 that the leave is really at the employer's 15 discretion because it is all out bedlam during 16 those periods of time. The second thing has to do 17 with seasonal workers, first thing is blackout 18 periods, the second is seasonal workers 'cause we 19 use seasonal workers, and the whole reason for 20 seasonal workers is to allow the permanent, the 21 full time workers--well not even full time, full 22 time or part time, the permanent workforce to go 23 on vacation while maintaining a level of service, 24 and secondly, the supplement the permanent force 25 during the Christmas season, so those are very,

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

very important. The rest of the complaints I have outlined them are - - . One, to make the taking of paid sick leave to have as much reasonable notice to the employer as practical, so that they can make arrangements to cover the shift, do whatever, and the second thing, and this is the documentation period, if you are going to be out two days, it is not unreasonable to say documentation or three days after in two weeks. One of the witnesses testified at the car wash said he didn't have a problem bringing a doctor's note or what have you. The last thing, and I am not going to go over it time by time by time 'cause the hour is late, but it is really the whole issue of the complaint resolution mechanism, the lawsuit mechanism. You want to make a more level playing field, and you say why should you make a more level playing field between a poor worker and a well to do employer? And the answer is that the poor worker is dealing with himself or herself and the employer is dealing with a bunch of poor workers, so it sort of evens out, and I wouldn't attempt to quote scripture as the distinguished priest who appeared before us, but

	2	lt
3 1 4	3	40.

it says in Deuteronomy don't favor the poor and don't favor the wealthy. Justice shall you give them. It is a complicated thing, and we just ask that the members of the Council hear us and address us, meet us part of the way. Nobody wants to deprive people of a right to take paid sick leave when they are sick—at least not from our perspective. We are not going to fall out of business if people get it. We already give it.

COUNCIL MEMBER HALLORAN: Mr.

Mandelker, I appreciate that, and I am going to turn it back over to our Chair. Of course, you and I would benefit for more litigation as trial attorneys I'm sure, but we both know that your recommendations are really reasonable asks for this body, and I just point out to our friends in both the restaurant association and to the theaters association, I was with you before on 32 ounce sodas. I will be with you again on these paid sick leave issues, and we at least won one victory before. Let's look forward to a second here.

LAWRENCE MANDELKER: If you promise not to tell the Bar Association what I said, I

promise that I won't tell them what you said.

3

CHAIRPERSON NELSON: - - missing

4

Joseph feast today that I was supposed to

5

be at. I'm not Catholic, but I was going to go.

б

Thank you so much. Thank you, gentlemen. The

next panel Robyn Overman [phonetic] GMHC, the Gay

Men's Health Crisis, Maria Castaneda, SEIU 1199,

9

Sherry Leiwant, A Better Balance, Anne Bove, New

10

York State Nurses' Association, and Douglas Hall,

11

Economic Policy Institute from Washington D.C.

12

Would you all please come up?

13

opportunity to speak with you today. My name is

DOUGLAS HALL: I appreciate the

15

14

Douglas Hall. I am the director of Earn

16

[phonetic] at the Economic Policy Institute.

17

is a network of primary state, but also local

18

based organizations that are committed to lifting

19 20 up working families and achieving greater shared

21

support of this bill is very simple. I just want

prosperity. The purpose of my testimony today in

22

to sort of reiterate some of what has already been

23

said about the fact that there is a very solid

24

economic case to be made for passing paid sick

25

leave legislation. I think it is really important

2	to emphasize in particular the fact that not very
3	many folks have been really pounding home the fact
4	that there are very good sort of economic pluses.
5	There has been a lot of focus on the potential
6	downsides of this, but the fact that things like
7	increased productivity, reduced presenteeism
8	[phonetic], reduced turnover. Those are real
9	things that real business people can and should be
10	concerned about. So what we have done at the
11	Economic Policy Institute, we released a report
12	back in October, paid sick days measuring the
13	small cost for New York City businesses. If you
14	haven't seen it, I recommend you take a look at
15	it. What we basically do here is we rely on U.S.
16	Census Bureau economic census data, and it tells
17	us a lot about the extent to which wages and
18	salaries are a major cost for employers by sector
19	and the extent to which therefore you would see
20	additional costs, and I think what is really
21	important to note is that if you look across all
22	sectors, it does vary by sector. Here in New York
23	the cost of implementing this bill we suggest
24	ranges from 0.06 percent of total income in the
25	wholesale trade sector to .54 percent of

2	administrative support. So we are not talking six
3	percent. We are not talking 60 percent. We are
4	talking about very small fractions of percentages.
5	The reductions in costs are real. There has been
6	a lot of concern expressed about the fact that
7	this is not perhaps the best time to be passing
8	legislation that imposed additional costs on
9	business. I think one of the really points is the
10	fact that we are dealing in a vulnerable economy
11	makes this exactly the right time for low income
12	workers who have seen their wages eroded over time
13	and whose power relative to their employer has
14	been eroded by a weak economy. This is the right
15	time for New York City to step up and be a leader
16	along with those other cities that we have heard
17	mentioned today. There is lots of good reasons,
18	and I am happy to take any questions you might
19	have.

CHAIRPERSON NELSON: Thank you. We will go through the panel, and then my colleagues may ask a question.

[background conversation]

COUNCIL MEMBER HALLORAN: Just one question, very briefly. I understand the sense of

2	urgency in getting this done because some people
3	feel that this has been on the table for a while,
4	but you would at least concede that as we are
5	doing this we should get it right the first time
6	and not create a myriad of complex hoops for
7	businesses to jump through that we may have to
8	change because Department of Health, which has
9	already told us they are not prepared to do this
LO	if it gets passed may have to pass the buck off to
11	DCA or to another agency. I mean you do want us
12	to at least make sure we can implement this in a
13	meaningful way and not have to come back and
L4	reevaluate the wheel. You want us to do it right
15	the first time, right?
L6	DOUGLAS HALL: Certainly. Doing it
L7	right the first time makes a lot of sense. If I
18	read the tracking on this bill correctly it has
L9	been in the process for three years now. I think
20	probably folks had a time to get their views out
21	there and iron out some of those wrinkles.
22	COUNCIL MEMBER HALLORAN: Fair

enough. [off mic] 23

24

25

CHAIRPERSON NELSON: Thank you. Thank you again.

: Good afternoon. My name is
Maria Castaneda. I am secretary treasurer of
1199, united healthcare workers east. We
represent 50,000 members in the five states, New
York, New Jersey, Maryland, D.C., Massachusetts
and Florida. I am here to add our union's voice
in the previous speakers that is in support for
the paid sick leave. For the first time in U.S.
history women comprise half of the workforce.
Females are the primary or core bread winners in
close to two-third of American households. In
1199, 80.5 percent of our members are women. In
the homecare division 97 percent of the 65,000
members are women. Home care is a growing
industry where without a union workers earn
minimum wage and lack benefits. If they don't go
to work, they lose their assignment, and with it,
their income. These workers often find themselves
choosing to pay attention to health needs or going
to work. They send their sick kids to school not
because they are bad parents, but because they
know that losing their assignment will mean loss
of financial security to provide food and shelter
for their family. It shocked our conscience that

2	in New York City people have to make these
3	choices. Paid sick days is not a financial,
4	or political issue. It is a moral on too.
5	Workers want to be productive members of our
6	society, and they do not feel they need to neglect
7	their health or their loved ones in order to
8	keep their jobs. For this reasons unions have
9	historically fought to secure better benefits for
10	workers. Most people in this room get a five
11	day workweek, benefits and overtime and paid sick
12	leave because of unions. The City Council has the
13	power and obligation to address disparities and
14	ensure fairness and justice for all New Yorkers.
15	On behalf of the 1199 members, we ask that you
16	raise the bar for workers protection by enacting
17	this bill 97 because it's the morally correct
18	thing to do. Thank you.
19	CHAIRPERSON NELSON: Thank you, Ms.
20	Castaneda.
21	SHERRY LEIWANT: I thank you. My
22	name is Sherry Leiwant. I am co-president of A
23	Better Balance, which is a legal advocacy

organization whose mission is to promote equality
and expand choices for men and women at all income

levels so they can care for their families without 2 sacrificing their economic security. I thank you 3 for the opportunity to testify on behalf of this 4 5 important bill, introduced by Council Member Gale Brewer and endorsed by 38 Council Members. 6 is my third time testifying in support of this In that time, there have been a lot of 9 changes. For one thing, many more jurisdictions 10 have passed paid sick days as you have heard 11 joining the District of Columbia, San Francisco 12 and Milwaukee, which had passed it when we had 13 first introduced this bill in 2009. We know have the cities of Seattle, Portland, Oregon and 14 15 Philadelphia having passed the bill, paid sick 16 days legislation as well as the state of 17 Connecticut. Our bill is very similar to the 18 bills that are in all of those municipalities and 19 have been introduced in 20 more, so it's not just 20 the ones that have passed. There will be more as 21 we sit here, and you have also heard about the 22 success of the bill in San Francisco. There are 23 no real complaints there. The other thing, and 24 there has been job growth and no harm to the 25 economy. The other thing that has happened since

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

we first introduced the sick days bill in 2009 is that it has been amended and amended and amended again. We and members of the coalition in support of paid sick days most of all Gale Brewer and many, many Council Members have spoken and met with most of the business leaders who have testified today to hear their concerns and to change aspects of the bill. There have been 20 business friendly amendments made to this bill. know that I don't have time to go through all of them, but I just want to say that we have done a carve out of under-five businesses, that 64 percent of businesses in New York City, we have brought down the number of days to five days a year, making this a much weaker bill than others that have passed. We have made it very clear that any kind of leave will count. There are not reporting requirements. I have heard a lot about reporting requirements. There are no reporting requirements, and I also just--I know I am out of time, and I can't go through all of them. added the administrative remedy in conjunction with the Council because there were complaints from the business community that only having a

б

court remedy would be a real problem for them,
which we totally understand. Everyone understands
that, and that is why there is an administrative
remedy in the bill. I just wanted to make one
other correction. Council Member Halloran had
mentioned that Con Ed was excluded from this bill.
That is not the case. We heard from Con Ed that
they were worried that people might call in sick
when there were emergencies and they need their
whole workforce, and we know we have experienced
that in New York. We want to be sensitive to that
so there is an exception when there is a
publically declared emergency, this bill is
suspended, but they are not excluded. So I just
wanted to make that point.

CHAIRPERSON NELSON: Thank you, Ms. Leiwant. Is it Robin or Anne next?

ANNE BOVE: Hi. My name is Anne
Bove. I'm a registered nurse who works at
Bellevue Hospital the past 35 years, and I am the
secretary of the board of directors, New York
State Nurses' Association, and I am here to say
the New York State Nurses' Association supports
the paid sick time act that has been recently

amended by the City Council and is still waiting 2 for vote after it was introduced, and that number 3 is 97 from 2010. The reason we support this bill 4 5 is that because lack of paid sick days for any individual has major implications in terms of 6 public health. Without paid sick time, employees who are ill are more apt to continue working, 9 therefore exposing co-workers and the public to 10 contagions especially in New York City's congested 11 subways, food service establishment and work 12 sites. When people don't seek medical care when 13 they are ill their conditions can worsen, leading 14 to complications and usually greater expense. 15 Employees who are ill and out of work for longer 16 periods of time subsequently results--early 17 intervention prevents unnecessary hospitalization 18 and delivers better outcomes. When people become 19 ill and cannot take away from work to visit a 20 doctor or to recover, they become sicker and are 21 forced to visit emergency rooms, adding already to 22 overcrowded conditions facing New Yorkers in our 23 Sick children get sicker and infect peers 24 and teachers ins schools and playgrounds and parents can't take time off to take children to 25

12

13

14

15

16

17

18

19

20

21

22

23

24

25

the doctor, to stay home with them while they get

better. People need care after hospitalization

and getting to medical appointments can be

difficult if time is not allowed. Most hospitals

6 and doctors' appointments happen during working

7 hours. One should not have to choose between

8 helping a loved one or one's job, so NYSNA calls

9 upon the Speaker to bring the paid sick time bill

10 to a vote. Thank you.

ROBYN OVERMAN: Good afternoon. My name is Robyn Overman, and I am the director of human resources at Gay Men's Health Crisis. you very much for the opportunity to testify today. For over 30 years GMHC has been fighting the AIDS epidemic. On behalf of our over 10,000 clients I am here to urge the City Council to vote on and pass the earned sick time act. Not only is this act important to preserving the health and employment of New Yorkers living with HIV, it is also simply the right thing to do. When asked the most important reason why they support earned sick time, many of our clients reply that they are afraid of catching a cold or flu from other New Yorkers. Because of their HIV status, our clients

have compromised immune systems that are more 2 susceptible to infection. Sharing crowded space 3 on the subway or eating food handled by people who 4 5 are sick and cannot stay home because they do not earn sick time could result in an expensive and 6 life threatening illness. Without earned sick time, many New Yorkers with HIV are forced to 9 choose between staying home to care for themselves 10 and risking their access to expensive and 11 lifesaving medications. Adhering to a strict 12 medication regimen is critical to not only 13 preventing the progression from HIV to AIDS, but 14 also to preventing the further spread of this 15 epidemic in our city. Finally, as a human resources professional for over 20 years who has 16 17 worked with many employees affected by HIV, I am 18 passionate about earned sick time. New York City 19 is the birthplace of laws and regulations that 20 provide the most basic rights and protections to 21 low wage workers. Despite this history, we now 22 law behind many cities across the country and around the world that ensure their workers are not 23 24 docked wages or even fired simply because they 25 need time to care for their health. Access to

healthcare industry, the models of healthcare, we

25

3

4

5

6

9

10 11

12

1314

15

16

17 18

19

20

21

22

2324

25

anticipate that there will be thousands of people that will be doing homecare work and they don't have sick time.

COUNCIL MEMBER HALLORAN: You do acknowledge that your organization, which engages in collective bargaining has in the past negotiated collective bargaining agreements that did not contain paid sick leave, but yet you are coming here and saying it is absolutely essential we do this, yet you didn't feel it was absolutely essential when you engaged in hundreds of contract negotiations in which it was not part of the equation. Don't you think there is a little bit of hypocrisy there coming to me and saying to me as a legislator I must do this 'cause it is essential for your workers, but you didn't think it was so essential that you did it during your contract negotiations? Just to be fair.

MARIA CASTANEDA: Our unions

negotiate healthcare benefits and paid sick time

for our members, but we are not--when we are

supporting this basically we are not just talking

about our members. We want to have - - workers in

New Yorkers have this paid sick leave because it

б

2 is the right thing to do, not just the 65,000

3 members that belongs to our union. We care about-

[crosstalk]

COUNCIL MEMBER HALLORAN: I would just respectfully say that if it is the right thing to do maybe you should have done it in the collective bargaining agreements where you didn't do it it. All I am saying is there is a hypocrisy there.

[crosstalk]

Second thing is this is to the whole panel, and look, I am not saying I am opposed to this idea.

I am just saying we have to make sure that when we do it we do it the right way. One of the things that concerns me is that the new version of the bill, Section 17-153, specifically addresses collective bargaining agreements, and it says the provisions of this chapter shall not apply to any employee covered by a bona fide collective bargaining agreement if two conditions are met.

One, the provision is waived, so somebody expressly knows I am waiving my paid sick leave

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

opportunity here, and B, the rest of the agreement provides for some form of a comparable benefit. It could be vacation days. It could be blanket ticket days, and then it goes on to define what some of those are and not limited of course, but holiday time, sick time, Sunday time, it lists a whole bunch, but in the definition section when we deal with the general public, not the collective bargaining people, we don't have that provision. We don't expressly spell out those kinds of alternatives. Do you think it would be fair then for us to say that if we are going to do it for our unions and collective bargaining agreements it would be fair for us to do it to our non-union employees and give them the ability to provide a comparable alternative in the paid sick leave bill? Does anyone in the panel want to answer that?

FEMALE VOICE: Yeah, I can answer that at least partially. I think it is also clear in the bill that all of these things, paid vacation time, personal time, sick time, will count as long as you can use it for sick time, and that is what this was really meant to be, so I

_	COMMITTEE ON CIVIE BERVIOL 1110 BIRDOR 21
2	think it is the same really. I totally think it's
3	very, very important that employers be able to
4	label or definite their time off policies however
5	they want, and that is the goal of this bill, and
6	we have changed it many times now to try to make
7	that clearer.
8	COUNCIL MEMBER HALLORAN: Any of
9	you be opposed to an employer saying I am
LO	providing you with a bank of time, and not
L1	defining what it has to be used for, but other
L2	than emergencies when you are sick that morning or
L3	you are hit by a car with some form of a notice
L4	requirement?
L5	FEMALE VOICE: [off mic]
L6	COUNCIL MEMBER HALLORAN: That is
L7	acceptable, panel. I appreciate that. Thank you.
L8	I have nothing further, Mr. Chair.
L9	CHAIRPERSON NELSON: Thank you.
20	Excellent questions. Thank you so much. Do we
21	have the next panel coming?
22	BARBARA YOUNG: Excuse me sir? I
23	joined the panel. Excuse me.
24	CHAIRPERSON NELSON: You were
25	called up originally?

1	COMMITTEE ON CIVIL SERVICE AND LABOR 218
2	BARBARA YOUNG: I am not sure. I
3	just thought that I would speak at 3:10.
4	CHAIRPERSON NELSON: What is your
5	name, ma'am?
6	BARBARA YOUNG: Barbara Young.
7	MALE VOICE: You haven't been
8	called yet.
9	CHAIRPERSON NELSON: It was going
10	so well. Okay.
11	[background conversation]
12	CHAIRPERSON NELSON: They are just
13	asking you to wait until the next panel which is a
14	pro panel. This is an anti-panel. We are doing
15	pro, con, pro, con. John Binizio [phonetic] of
16	the Five Borough Coalition, please and Rosina
17	Ruben [phonetic] Attitude New York, and William
18	Shuzman [phonetic], Allied Building Metal
19	Industries and Joseph Leo [phonetic], Atlantic
20	Contracting and the ICA of New York City and Lew
21	Coletti [phonetic], BTEA. If you want to start
22	from any particular order like John and moving
23	JOHN BINIZIO: Sure. I'd be happy
24	to start. I'd like to just take a second before
25	my two minutes starts. Thank you for not pressing

1	COMMITTEE ON CIVIL
2	that button so quick, t
3	that are still here for
4	been here for five hour
5	that this is the last t
6	down to the City Counci
7	disrespected, not by yo
8	great. I have met with
9	Halloran, who I have ne
LO	be my Councilman, but I
11	COUNCIL
12	[interposing] And hopef
13	
L4	JOHN BIN
15	very much. My name is
L6	CHAIRPER
L7	I am sorry, John, if I
18	fairness to many of my
19	many different conflict
20	functions in our commur
21	people says he or she s
22	shows up, and as I ment
23	Joseph's Catholic Lawye
24	other meetings. I have
25	matter of fact that beg

that button so quick, to thank the three of you that are still here for actually staying. I have been here for five hours, and I have to tell you that this is the last time that I will ever come down to the City Council to testify because I feel disrespected, not by you guys. You guys are great. I have met with Ms. Brewer before. Dan Halloran, who I have never met before happens to be my Councilman, but I am--

COUNCIL MEMBER HALLORAN:

[interposing] And hopefully will be for the next -

JOHN BINIZIO: Anyway, thank you very much. My name is John Binizio--

CHAIRPERSON NELSON: [interposing]

I am sorry, John, if I just say this though in

Eairness to many of my colleagues, there are so

many different conflicts going on between going to

Eunctions in our community, which if you don't go,

becople says he or she stinks because they never

shows up, and as I mentioned there is a St.

Joseph's Catholic Lawyers thing, and there is also

other meetings. I have a waterfronts meeting as a

matter of fact that began about an hour ago, but

2 since I am chairing this meeting I have to pass on 3 that. So in all fairness, it's a balance.

4

JOHN BINIZIO: I understand that,

5

6

notions. My name is John Binizio. I am a Bronx

and I also understand that - - preconceived

7 businessman and chamber member who also serves as

8 the chairman of the Westchester Square BID.

9 Personally, I am not opposed to the idea of sick

10 pay. I pay my employees 15 days a year. I am

11 however very much opposed to Intro 97-a for the

12 simple reason that this bill is not just about

earned sick pay. It is a wolf in sheep's clothing

and a true hidden tax that will retard job growth

and work against part time employment. Beyond the

16 sections of the bill that define eliquibility and

17 | time tabulations it is sections of the law that

18 give the Department of Health very intrusive

19 | fining power over every business in the city. The

20 | bill encourages fines starting at \$1,000 for the

21 most minor of infractions and while there are no

22 provisions in the law for punishment of an

23 employee who is later determined to have made

false accusations against an employer, there are

25 provisions for a tribunal to fine employers to

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

encourage whistleblowing, and for the city to make moral judgments and online posts of companies it deems to be of bad moral character, and there is no way to guarantee that an employee's use of this time will actually be used for its intended purpose. It may very well come to pass, and I can tell you as a businessman that it always does, that people will use days for other purposes once they are earned and then when they actually get sick, they will not be able to take off, and they will still go to work sick. This bill provision to count heads instead of accumulating employee hours is also disturbing. It discriminates against employers who hire part time workers, such as mothers or auditioning actors and students, and it will severely discourage the hiring of such individuals. Worst of all this bill has been drafted--and I'll finish up--with an us versus them approach. The need for law enforcement doesn't justify such a massive level of intrusive monitoring. This bill is aimed squarely at the struggling small business community, the sector of our economy that generates two-thirds of the city's jobs. These businesses should be nurtured

2.

for their efforts, not picked apart to fill the
city budget. They should be recognized for the
greater good they provide to the job market, not
used as pawns in a game of budgetary gotcha. It
is wrong to throw them all into a box with a
caution label upon it for in the end we are all
going to pay the price for that. The Speaker is
right to be concerned about this bill, and as the
leaders of your districts and the businesses you
represent so should every member of this Council.
Let's not forget businesses are constituents too.
Thank you,

CHAIRPERSON NELSON: Good points. Thank you, Mr. Binizio.

Ruben, and I am a small business owner. My husband and I run a chauffeur transportation service that employs 70 people. In 20 plus years of operating 24-7, 365, we have remained open through blizzards, blackouts, hurricanes and 9/11 possible in no small part because of our hardworking and dedicated staff. It is truly puzzling that you would think that we and other small business owners like us would not do

everything we can afford to compensate their 2 efforts. Longtime personal relationships aside it 3 is just plain good business to offer the best 4 5 possible compensation package along with flexible scheduling. Often times compensation is custom 6 fitted to the different needs of individual staff members. In 2012, the sales revenue of our 9 business was 80 percent of what it was in 2007, 10 yet our rent has quadrupled, utilities have 11 tripled and vendor costs have risen significantly. 12 Several years ago our bank credit line was 13 cancelled even though we have never missed a loan payment or bounced a check. Five years ago we 14 15 made a commitment that anyone who was doing their 16 job would keep their job. The only way to keep 17 our promise in this economy was to go weeks, 18 sometimes months without a paycheck for ourselves, 19 a practice which has not been uncommon for many 20 small business owners during this slow lurching 21 recovery. Our cash reserves both business and 22 personal have been drained. The financial 23 challenge created by this bill in its current form 24 would likely force us to cut jobs and to reduce 25 other benefits to current employees. Perhaps the

most glaring example of the absence of real input 2 from small businesses in the crafting of this 3 legislation is the section on recordkeeping. I 4 5 don't know anyone who tracks time worked in 30 hour increments to pay sick time in one hour 6 increments. Doing so would be a cumbersome and expensive process for most. In general, I don't 9 think that imposing mandates on small business is a good idea. I believe that business owners can 10 11 and will better allocate resources if we are less 12 burdened by such constraints, but if you feel you 13 must push this bill, why exempt even the smallest 14 businesses? If providing paid sick leave is part 15 of the cost of hiring in New York City, then so be it. When a job is created in addition to the 16 17 actual salary all employers have to factor in the 18 cost of payroll taxes, unemployment insurance, 19 disability and worker's comp. So why not add paid 20 sick leave to the list? If this bill is passed, 21 many small businesses will choose instead to 22 utilize freelance workers. Not only will these 23 freelancers be without the benefit of paid sick 24 leave, they will be without any of the benefits of 25 full time employment, and as self-employed workers

3

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

they will be personally liable for twice as much in payroll taxes. In fact, in this new tech age where people can work remotely from anywhere the freelancers may not even be New Yorkers. Elected officials often speak of the importance of small business to the recovering economy. If you believe that to be true, this is not the time to add the additional burdens imposed by the bill under consideration today, and I would like to add to Mr. Halloran's point that he made earlier. Ιf my business were able to achieve a 12 percent profit margin, I would jump for joy. In 2012, our profit margin was two percent and for the three years prior to that we operated at a loss. Even if it is true that it only will cost an additional \$0.18 per hour for my employees that will add approximately an extra 25 to 30,000 to my expenses, which we don't have.

CHAIRPERSON NELSON: Thank you, Ms. Ruben. - - Mr. Shuzman? - - .

JOSEPH LEO: My name is Joseph Leo.

I am president of Atlantic Contracting, a union
building construction trade company specializing
in heat and frost insulation. Our operation is

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

locally signed with the heat and frost union Local 12 out of New York City. I am also president of the Insulation Contractors Association of New York City, which represents 25 affiliated union contractor members, all signed to the Local 12 collective bargaining agreement. Our exception-we just have one exception to the rule. While we are in favor of the overall proposed legislation of the sick leave act, we just have one exception. Our exception is related to provision in Section K, paragraph 2, stated as follows: the provisions of the section shall not apply to any employee in the building and construction industry covered by a bona fide collecting bargaining agreement if such provisions are expressly waived in such collective bargaining agreement. If you could just put a period before the end of the last sentence, this would solve our issue with this proposed legislation. It is that simple; however, since that end of that last sentence reads that way, we would not have to negotiate the language into our CBA. Our average union employee currently is paid 91.17 an hour for a yearly total of \$153,000. - - currently the union voted to

14

15

16

17

18

19

20

21

22

23

24

25

2 | split \$5.62 an hour into their vacation fund.

This amounts by average of just over \$9,000 an

4 | employee which equates to 24 days paid leave. As

5 I states earlier, it is the provision within the

6 | bill and the - - . Contract negotiation is a

7 delicate process. This will cost us quite a bit

8 of money. It will cost my small little

9 contracting association \$1.6 million to put that

10 writing in a bill into our CBA, which you don't

plan to have us do this anyway. We need that

12 sentence removed. Thank you.

NILLIAM SHUZMAN: Thank you. My name is William Shuzman and I am the executive director of Allied Building Metal Industries. We are a New York City Trade Association of structural steel and miscellaneous iron contractors. Allied represents contractors both large and small. The one thing that all Allied members have in common is that all of our employees are union iron worker members. Our association is generally in support of the proposed legislation with one very important and specific exception. That exception relates to the language in Section 17-513b which refers to

employees in the building and construction 2 industry covered by a collective bargaining 3 agreement. Our objection relates to the language 4 which exempts employers who have a contract with 5 the union from the obligation to provide sick 6 leave only if the sick leave is expressly waived in the collective bargaining agreement. Allied 9 negotiates contracts with the iron workers. 10 of the issues discussed every time around is paid 11 time off. Our industry has dealt with the issue 12 by creating a fund, which pays employees when you 13 do not work because of holidays, vacation, sicknesses, et cetera. For every hour worked by 14 15 an iron worker, his employer contributes \$16 into 16 this fund. This is deposited in an individual 17 account for the employee. At current wage rates, the \$16 an hour or \$640 a week is equivalent to 18 19 more than seven and a half hours of paid time off 20 for every week worked, so an iron worker working 21 47 weeks gets more than \$30,000 for paid time off. 22 These dollars are equivalent to 45 days for sick 23 days, vacations and holidays. If an employee 24 takes three weeks, ten paid holidays, he still has an additional number of days for sick leave. 25 This

is the bargain that my industry has agreed upon, 2 the unions and the employers together. 3 give the union an additional five days of paid 4 5 time off for their members unless there is an expressed waiver unfairly tips the balance in all 6 future negotiations. The unions won't voluntarily agree to such a waiver unless there is a quid pro 9 In our trade, the sick leave provisions of 10 this bill are worth more than \$4,300 per employee 11 per year, so before the - - parties negotiate, 12 before they sit down to negotiate, the employers 13 are going to face a \$4300 per employee per year 14 increase in their labor costs. In a city such as 15 ours where construction costs are higher than anyplace else in the country, do we need an 16 17 automatic increase such as that? As I said 18 earlier we believe that employers should be 19 responsible for their employees need for paid time 20 off. A bill designed to add such requirement in 21 industries where there are no provisions for paid 22 time off is certainly warranted, but unionized 23 construction employers are not part of that 24 industry. Employers in the unionized construction 25 industry are responsible employers and have met

13

14

15

16

17

18

19

20

21

22

23

24

25

2 their obligation. We should not now be penalized

3 by requiring us to pay again for a benefit that

4 has already been provided. We should not be

5 robbed of the fruits of our negotiations. We

6 therefore urge passage of this bill with one

7 exception mentioned earlier removal of the

8 language in Section 17-1513b, which requires that

9 exemption from the bill's requirements be

10 conditioned on express contractual waiver of sick

11 leave benefits. Thank you.

Nelson. Thank you, Councilman Halloran, for staying and persevering. I also want to thank Councilwoman Gale Brewer, who attempted to work with us over the past year and a half on language to address the problem. We unfortunately couldn't find a resolution to it. My name is Lewis Coletti. I am the president of the Building Trades Employers' Association. We represent 27 union trade contractor associations and 1800 contractors who collectively bargain and employ 100,000 building trade unions. Listening to various testimony today, it is clear that the purpose of this bill is to provide paid sick leave

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

for people who don't have it. Building trade unions have it. Not to give labor an unfair advantage at the collective bargaining table by asking us to get a waiver from them--if the provision is not removed that you heard from some of the other speakers, it will reduce the number of union jobs and business opportunities that my contractors have in New York City. It wasn't too long ago where you couldn't walk down a street and find a non-union job. You had to look for it. Now you can walk down every street in every borough in Manhattan they are building 30 and 40 story buildings non-union. This additional cost will make us more non-competitive, and goes directly contrary to some of the programs that the building trade unions have already adopted, which included a voluntary 20 percent cut in wages and benefits in order to put their members back to work. So this really is harmful for us. building trade unions don't belong in this bill. Other people do, and as my colleagues have said, if you could just remove the provision if such provisions are expressly waived in such collective bargaining agreement we could be supportive of the

you.

bill. Let me conclude by saying that I heard

Vinny Alvarez from the Central Labor Council

himself say from one of these seats that the

building trade unions have paid sick leave, so I'd

strongly urge you don't involve yourself in the

collective bargaining process. This is one of the

highest paid unions in the city. They have earned

it through the collective bargaining process. Let

us resolve these issues at our own table.

CHAIRPERSON NELSON: Questions are almost exhausted, but thank you so much for staying this long and testifying, giving us your expertise. We have the next panel we will be calling. Jeffrey Hayes, PhD [phonetic], the Washington Institute for Women's Policy and Research, Phil Andrews [phonetic], RWDSU, Nancy Rankin [phonetic], Community Service Society, Frank Proscia [phonetic], a doctor MD, Doctors' Council SEIU, and - Bendelay [phonetic], Moms Rising dot org. Should be room for all five if you want to, unless you would like to sit there on the end - - . That way you can even start off. Be right there, first batter. Are you Monifa

[phonetic]? Good. If you would like to start off by all means... Thank you.

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

3

MONIFA BENDELAY: Thank you so much. Again my name is Monifa Bendelay, and I am here for Moms Rising. As a New York City mom, mother of two, and on behalf of the tens of thousands of members of Moms Rising here in New York City, we want to thank you for having this hearing. It is very important to us. We urge you to please accept our plea to pass earned paid sick days bill. New York City moms and dads understand the important and the value of paid sick days. Moms Rising members have taken nearly 2,000 actions in support of this legislation, sending letters, e-mails, making calls and sharing their stories and attending rallies. For working parents access to earned sick days is vital to our family's economic security. We are all familiar with the scene of being stumbling around the house in the middle of the night when you realize that your kid is sick, too sick to go to school, and you have to figure out what you are going to do, either take care of them the next day or figure out your logistics for your job, and for too many

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

New Yorkers, they just don't have the opportunity and they don't have the option to stay home and take care of a sick child. Paid sick days can also help contain the nation's healthcare costs because workers are able to go to the doctor for preventative services and early detection and treatment. We recently asked our New York City Moms Rising members why access to earned paid sick days is important to them, and I am going to share two very, very brief stories. One is from Tara. Tara has paid sick days, so when her daughter was very sick for over a week, she was able to full concentrate on getting her daughter well and not worried about losing a paycheck. She wrote, "every parent should have the right to care for a sick child without fear of losing his or her job and without fear of being unable to pay the bills. Over a person's working life someone is going to get sick. Their kids more than likely will also get sick." And the second story is from Constance who wrote, as a teacher, she sees day in and day out students who are sent to school sick because their parents are unable to take a sick day to care for their children. So in the interest of

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

you.

time we just want to really hammer home the point 2 that when kids go to school sick, they infect their classmates, their teachers, and it really has a ripple effect across the entire community and affecting people who do have paid sick days, so we really urge you to pass the bill.

NANCY RANKIN: Thank you for the opportunity to testify today. My name is Nancy Rankin. I am vice president for policy research at Community Service Society New York, and I am here to say that the stores that you heard today from the workers are not isolated stories. Over a million working New Yorkers are denied paid sick days. The partnerships claim that 88 percent of private sector workers already have paid sick leave is based on online responses from a selfselected group of 708 employers with an average size of 585 workers, so basically large corporations. Our figures are based on over ten years of annual scientific surveys done by - research and we found that 43 percent of working New Yorkers and more importantly 62 percent of low income workers are denied paid sick leave, but you

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

don't just have to rely on our figures. According to government data, the BLS data for the New York City metropolitan region 60 percent of workers in the bottom wage quartile in the New York metropolitan area don't have paid sick time, which is virtually the same figure we had. I want to address the fears that have been raised that paid sick days should not be passed now because it could burden small businesses that have been hanging on by a thread, and I'd like to respond to that with four things. First, the measure as you have heard now exempts mom and pop shops which excludes 64 percent of New York City's 220,000 business establishments. Second, as you will hear from one of my colleagues here, the cost is minimal, \$0.18 an hour on average. Third, there is no evidence that the small costs would cause job loss. There is a substantial body of economic research that you have heard about and we have the actual experiences of places like San Francisco, a study done by Aaron Dubeis [phonetic], an economist, found that 80 percent of employees say the law in San Francisco, which is actually wider in scope has had no effect at all on their bottom

lines. This is because once you have law it 2 creates a level playing field so no business is at 3 a competitive disadvantage to undercut by those 4 5 who would force their workers to come in sick, and this is in fact the argument for having a law that 6 covers all businesses. Arbitrary carve outs are bad public policy because they allow unfair 9 competition and they would also leave out many of 10 the low wage workers who most need paid sick days.

11 For example, even just under 20 would exclude

12 almost 90 percent of business establishments and

one-third of the workers without paid sick days.

Thank you.

14

15

16

17

18

19

20

21

22

23

24

25

PHIL ANDREWS: Good afternoon.

Thanks to the Council Members who are still here and everyone who came out to testify today. My name is Phil Andrews. I am the director of retail organizing at the RWDSU, the Retail Wholesale Department Store Union. I just want to talk about the situation in retail today. First of all the union fully supports the passage of 97-A. We fight hard to get paid sick time for our members in their contracts, but it's a struggle in an industry that is moving increasingly towards jobs

that are not just part time, but have erratic 2 schedules, on call shifts, demands for open 3 availability. I'm not talking about mom and pops 4 5 here. This race to the bottom in retail is being 6 led by major retail employers, who are trying to have the lowest paid casual workforce with the fewest hours and the least benefits. We see the 9 paid sick days are often the first to go. is hundreds of thousands of non-union retail 10 11 workers, and 77 percent of them report into CUNY 12 and this kind of job study last year that they do 13 not have paid sick days. 77 percent do not. Now 14 my experience has been that almost all of the 15 campaigns that I have worked on almost none of the workers had paid sick days or only a very small 16 17 number of full time workers. There is an example 18 literally five blocks from here--a couple of 19 outposts of a store called YRB. They have ten 20 stores and 150 workers and no paid sick time or 21 paid time off of any kind. It took those workers 22 three years of organizing and going through an election and going through contract negotiation 23 24 just to get paid sick days. It is a lot of work 25 for those workers, and the majority of course are

17

18

19

20

21

22

23

24

25

2 not union in retail. In the campaign I am
3 currently working on again almost nobody gets paid

sick days except for the small number of full time

5 workers. We are talking about major retailers,

6 national retailers with thousands of employees at

7 a minimum and millions of dollars in revenue.

8 I'll wrap it up with this last story. In one

9 particular case a national retailer decided that

10 part time workers could only get 20 hours a week

as opposed to the 32, which they had allowed them

12 to get before, but a store policy says you have to

get 1400 hours a year to get any paid time off.

So now obviously none of those workers will ever

get 1400 a year therefore none of them will ever

16 get paid sick time. Thank you.

DR. FRANK PROSCIA: Thank you. My name is Dr. Frank Proscia, executive director of Doctors' Council SEIU, and we are the healthcare union that represents the doctors who work for the city of New York. We are a union for doctors, but also a voice for patients. Every day many workers face a choice when they are sick to either stay home and risk losing their job or go to work and risk their own health and the public's health.

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Many private sector workers don't even have access to paid sick days. When working people have no choice but to go to work sick, they risk infecting others, complicating their own illness, delaying their own treatment and turning minor health problems into major ones. The working sick travel by bus, train, cabs and planes spreading disease further and having their own illnesses worsen. The lack of paid sick days is especially serious in jobs requiring frequent contact with the public such as food service, hotel, childcare, schools, and in healthcare. The employees should not have to make the choice between their jobs and their family's health. The FDA requires food service workers to be away from work while ill. Childcare centers require sick children to stay at home. The CDC recommends keeping children home from school when ill. Workers without paid sick days can't always comply jeopardizing everyone's health. Public policies allowing workers to earn a limited number of paid sick days a year from their employers would allow them to recover from illness, care for a sick family member or attend medical appointments. Without this, illnesses

2.

worsen and spread leading to emergency room
visits, trying to find medical care at off hours
leading to both increased costs and overburdening
our already congested healthcare systems. There
are other cities and states that have already
legislated paid sick days. This is a common sense
public health policy and New York City should be
leading the charge in this regard. It further
controls healthcare costs and may even have a
potential to reduce healthcare disparities in the
city. Thank you.

JEFFREY HAYES: Good afternoon.

Thank you for this opportunity to testify on this bill. My name is--

CHAIRPERSON NELSON: [interposing]

Sir, is your microphone on? Is the red light on?

JEFFREY HAYES: Yes. My name is

Jeff Hayes, and I am a study director with the

Institute for Women's Policy Research, and the

Institute for Women's Policy Research conducts

rigorous research and disseminates its findings to

address the needs of women, promote public

dialogue and strengthen families, communities and

societies. IWPR's research finds that businesses

and communities in New York City would benefit 2 greatly from providing workers with earned sick 3 time as proposed in the earned sick time act. 4 5 Using the amended parameters of the bill and publically available data, IWPR has re-estimated 6 the anticipated cost - - some of the anticipated benefits of the currently proposed legislation 9 using data collected by the U.S. Bureau of Labor Statistics, the Centers for Disease Control 10 11 Prevention, the New York City Department of Health 12 and Mental Hygiene and the U.S. Census Bureau. 13 Using government statistics on paid sick leave 14 usage figures among those covered, we estimate 15 that workers earning leave under the earned sick 16 time act will take an average of 2.2 days annually out of a maximum of five days that may be accrued. 17 18 This is the average number of the sick days used 19 among workers with access to paid leave if they 20 have maximum of five days to use in the national 21 The cost of implementing this law is data. 22 estimated at \$0.18 per hour as you have heard 23 already today for employees receiving new paid 24 leave or about 6.31 per week for the average work 25 week in 2012 dollars. Providing earned sick days

19

20

21

22

23

24

25

is also expected to yield benefits to businesses. Savings due to reduced turnover, increased productivity and reduced contagion of communicable disease in the workplace that offset the costs of wages paid during covered work absences. IWPR has also updated some estimates quantifying the savings that earned sick days would bring by reducing the number of emergency department visits among working adults by including the dependent children that we heard about earlier from two panels ago, and so the estimates say that New York City can save about 70 million a year, and that was about 39 million for the workers and 31 million for the dependent children and 56 million of that would from public health insurance programs which are - - funded.

CHAIRPERSON NELSON: Thank you.

COUNCIL MEMBER HALLORAN: Yes. I guess I will start on my right, but your left and work over. My first question is we are all talking about these numbers, and I have once again heard it will cost \$0.18 per hour extra. Now I am going to do a very simple math experiment, and let's see if we can all follow along. Assuming

nine dollars an hour is the pay scale, assuming a 2 30 hour work week, which is basically a six hour 3 day five days a week, we reach the number of 270 4 5 in a week. This paid sick leave process doesn't commence until 90 days so three months out. 6 In that three month period it will be 810 units collectively that would be what we are talking 9 about in terms of hours and time. We are looking at giving at that point 1.5 days of sick leave at 10 11 the 30 month mark and on somebody making nine 12 dollars an hour, which I think is the reasonable 13 number to use because the Albany legislature has now talked about a particular minimum wage, so I 14 15 think that is the number we have to use. Exclude the service industries that do the separate wage 16 17 for tips, tipped employees I don't even want to 18 touch that because I don't think anybody has 19 figured that number out. So we are looking at 20 basically in that three month period an \$81 21 increase in pay theoretically, right, which on the 22 grand scheme of things if you divide that back into the three month period of pay at \$270 a week 23 24 comes to somewhere in the neighborhood of five percent. Now if that is the case I don't see how 25

23

24

25

it is \$0.18 per hour more unless we are doing a 2 slightly different math but that doesn't capture 3 the cost. I think you get closer to 18 if we are 4 5 saying that no one is going to use their full time, and I concede that studies have shown that 6 we are not necessarily going to wind up using full time, so I will give that back to you, but what it 9 is not calculating in and tell me if I'm wrong is the fact that I have to bring another employee in 10 11 to replace that employee, who also has to paid at 12 nine dollars an hour to sit there for the six hour 13 shift--well, nine hour shift because it's 1.5 days 14 in the 90 day period, so actually you are paying 15 that person to sit there as well, which you 16 weren't paying before, so wouldn't it be fair for 17 us to at least if we are going to talk about what 18 it's going to cost to at least include the 19 employee who has to replace in the small 20 businesses that number? Shouldn't that be part of 21 our equation? Panel, tell me.

JEFFREY HAYES: In the 2009 report that was issued to New York City on the earlier version of the legislation there actually is an example in there about basically the economic

So

The bartender is making the money for you. You are only paying the sick pay for the employee who is not there--

COUNCIL MEMBER HALLORAN:

[interposing] I understand that. I am using the example of a critical employee. I am just using

23

24

25

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

the bartender as an example. You concede that many of these mom and pop shops--and although we are saying five or less I submit to you that a small business in New York is probably 50 or less, but I am willing to live with 25 and less. not living with five because I had more than five and less than 25 employees, and I am telling you if my bartender is out sick, I need a bartender to replace them. I cannot cost shift as you indicated businesses will do. If I am running a bodega and I have a cashier who workers Monday to Friday during the morning shift and I have a different cashier that works Monday to Friday in the evening shift and I have the same scenario on the weekends of a split shift, so I am already at five employees without a float. If one of my cashiers doesn't show up, can I run my business without replacing one? No. So I need someone to come in and cover that shift, and I have to pay that person. So how come it is that we cannot calculate that money in and be honest about that? Do you disagree with the numbers I gave you a moment ago in general? I won't give you the specific like nickel and dime of it, but don't you

1	
2	CO
3	ta
4	th
5	wa
6	on
7	he
8	bu
9	
10	I
11	th
12	ve:
13	Yo
14	th
15	pe
16	
17	pe
18	ci
19	ar
20	
21	th
22	
23	[i:
24	no:

concede there is a bigger cost than any of you are talking about, and that is without talking about the numbers that are going to go up based on the wage increase that is going to be mandatory based on an increase in the minimum wage, the affordable healthcare act and its requirements on these businesses and our general rubric of tax.

JEFFREY HAYES: The only other fact I could throw in to answer real quick would be that actually in the San Francisco data there was very, very little hiring of replacement workers. Your example, yes, there are going to be a few that do. That actually is much smaller than people think.

COUNCIL MEMBER HALLORAN: [off mic] people in New York in business than there are citizens in the whole set of San Francisco. We are in order of magnitude completely different.

JEFFREY HAYES: But as a share of the workforce, a share of their employers--

COUNCIL MEMBER HALLORAN:

[interposing] Connecticut, great state, right north of us, 50 people before they will even touch this issue. Similarly situated, economically

2	similarly situated, right above us, democrats run
3	that place too. They went with 50. Just saying.
4	NANCY RANKIN: Well, I was just
5	going to agree with him that the actual research
6	on this in San Francisco shows that really it is
7	very, very small percent actually hire replacement
8	workers, particularly if someone is out for a
9	couple of days that generally that the work is
10	just shared among the other staff that is there.
11	COUNCIL MEMBER HALLORAN: Have you
12	ever actually owned a small business?
13	NANCY RANKIN: I have worked in
14	small business
15	COUNCIL MEMBER HALLORAN:
16	[interposing] Have you ever owned a small
17	business.
18	NANCY RANKIN: I haven't owned a
19	small business, but I have worked in small
20	businesses and larger businesses and generally,
21	when somebody is out the remaining work is shared
22	among the people who are there.
23	COUNCIL MEMBER HALLORAN: So the
24	answer is no, you have not ever owned a small
25	business, right?

Т.	COMMITTEE ON CIVIL SERVICE AND LABOR 230
2	NANCY RANKIN: I have been a
3	consultant where I have run my own small business.
4	COUNCIL MEMBER HALLORAN: So the
5	answer is no. Thank you. Ma'am?
6	MONIFA BENDELAY: I have never been
7	a small business owner. I just want to say that
8	for the record, but
9	COUNCIL MEMBER HALLORAN:
10	[interposing] Did any of the concerns I raised
11	raise any issues for you in terms of what we are
12	talking about number wise, not the big picture of
13	sick leave?
14	MONIFA BENDELAY: It absolutely
15	does because we are as concerned about the costs
16	and the overall health of the economy as everyone
17	else, and we just feel that the costs of an
18	employee coming in and making other employees sick
19	exaggerates those liabilities even further.
20	COUNCIL MEMBER HALLORAN: I agree
21	with you 100 percent, and I am not fighting with
22	the general premise. I am talking about the
23	specific application, and I am really scared
24	because they left the republican in charge of the
25	room.

MONIFA BENDELAY: One other thing

is that ironically we find that the small business

owners are doing this on their own - - paid sick

days, but with the people who aren't we feel are

the ones that need to be held to task, which are

the large retailers, which you talked about--we

find that the major stores having lower standards

than the small businesses, so--

COUNCIL MEMBER HALLORAN:

[interposing] And I understand that, and
Councilman Lander and I were actually exchanging
tweets for those of you who pay attention to that
stuff, and we talked about the fact that franchise
organizations and large retailers with employees
who are not necessarily unionized may be a
particular category we should pay attention to,
and I don't not concede that, but let me turn to
our doctor for a minute because doc, I wasn't
going to let you get off without a conversation
too. You concede though that under FDA
regulations employees at food service industries
are not permitted to go to work, yet they do as
was evidenced by the testimony you heard here
today. Isn't that correct? So it would be fair

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

to say for me as somebody who is being devil's

advocate in this that we had people who testified

4 here today about breaking federal law. Isn't that

5 accurate?

DR. FRANK PROSCIA: That is accurate, and that is the problem we are trying to solve today.

COUNCIL MEMBER HALLORAN: I agree with you there. Food service industry is definitely a place where we need to look at this issue, and I don't doubt for a minute that that is a problem. And I raised this issue in the last hearing, and I am still vamping because the Chairman is not back, and I will be happy to have the individual discussion with you. The only other question, comment I would make to you, Doctor, is that you also opened your statement with talking about the people who are sick traveling the buses, the subways, the streets of the city of New York. You did the same thing another doctor did in the first panel, which was disingenuous. Those people are still going to be on the buses and the subways and the trains and the streets even if they have a paid sick day.

They may sleep for some of it, but they are going to go see their doctor, and the majority of them are going to get on a bus to do it or a subway to do it, and so we are not really solving that problem, and I think it is always the red herring when there is so many good things we could talk about why this law needs to happen that when we throw up things that just are not true like it's \$0.18 to an employer or that we are going to keep them from being in the public's venue to get the rest of the public sick, it detracts from your argument.

DR. FRANK PROSCIA: May I just say-

COUNCIL MEMBER HALLORAN:

[interposing] Sure. Absolutely, Doctor.

DR. FRANK PROSCIA: All sick people end up going up to the doctor. They will have to travel to go to the doctor. Once there, the doctor and the nursing staff will let the patients know what to do, to limit themselves. If they are at work, they are seeing tens, hundreds of people in a day, contaminating foods and other things, so we are limiting the problem, and that is what paid

1	COMMITTEE ON CIVIL SERVICE AND LABOR 254
2	sick days is trying to do.
3	COUNCIL MEMBER HALLORAN: And on
4	that note, I thank you all for your testimony, and
5	I am going to do something I as a republican of
6	this body have never done. I am going to excuse
7	you and call the next panel. Carol Saginaw
8	[phonetic] from the Center for Children's
9	Initiatives, Armando Uribe [phonetic] from New
10	York Communities for Change, Heman Sindu
11	[phonetic] from SEIU, Rabbi Michael Feinberg
12	[phonetic] from the Greater New York Labor
13	Religion Coalition and Zayed Hamad [phonetic] from
14	the Retail Action Project.
15	[background conversation]
16	COUNCIL MEMBER HALLORAN: Guys, I
17	am sorry. The clerk in the interest of fairness
18	of going pro and con wants to call an opposed
19	panel first. I am sorry. Counsel for the Council
20	apologies, but I have to call up a con panel
21	first. See, I was calling up another pro panel
22	even though I'm republican. Denise Richardson
23	[phonetic] General Contractors Association, Shane

25 Contractors Association, Robert S. Altman from

McMorrow [phonetic] from the Mechanical

24

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

QBBA, Doreen Zayer [phonetic] from Relax on Cloud

9 Inc. and Marilyn Rosay [phonetic] of the

Therapeutic Resources. My apologies for name

5 errors. Okay, I guess if we start from the left 6 and work ourselves right we should be okay. Time

7 is yours.

[background conversation]

DOREEN ZAYER: Hello. My name is Doreen Zayer. I have a small business on Staten Island. It's a health and wellness spa called Relax on Cloud 9, so health and wellness is my business. I am also an employee of that business and I am also a New York State licensed massage therapist and a mother of three. One of the things I outlined in the proposal was this quote, "the Council finds that providing paid sick time is affordable for employers and good for business." And I am here to say that all businesses are not the same. What this bill fails to recognize is my small business and businesses like mine. When an employee needs off for any reason, the clients that were booked with them are notified and rescheduled to another day. Often our clients have a relationship with a particular

therapist and prefer to wait for their return. 2 How is it possible to afford this? Here is an 3 example of the result this bill will have on my 4 5 business. A therapist paid on average \$19 an hour in an eight hour shift they receive \$152. 6 business pays into the employee's social security, unemployment, disability, health insurance and 9 matches their IRA contributions. This increases 10 the expense by approximately 11 percent for a 11 total of \$168.72. We average \$58.30 per hour 12 gross income to the business if we are completely booked with an hour for lunch. We have the 13 14 potential to general \$408.10 in service sales per 15 therapist. The therapist calls out. We call the 16 clients, tell them their therapist is not coming 17 in and they reschedule to another day, and oddly 18 enough this happened yesterday. We did reschedule 19 people and there was one person I could not 20 reschedule, and the person who did that massage 21 was me, and the reason I did that massage was so 22 that I wouldn't lose the sale for that day. 23 had to pay that therapist to be home, I don't know 24 how I would do it. So at this particular point 25 when we have a therapist out, we have a loss of

\$408 to the business for the day, but we don't 2 have that payroll expense of \$152. This bill will 3 force the business the incur the \$150 payroll 4 5 expense per day the employee is out up to five days in a calendar year. Multiply this by ten 6 employees, each receiving five paid days. This will cost my business \$7,600 annually while at the 9 same time reducing sales by \$20,405. How anyone can say this is affordable and good for business 10 11 is not considering all businesses. This bill has 12 good intentions and is an attempt to protect low 13 income workers who live in fear of losing their 14 jobs if they call out for any reason, yet my 15 business, which employs skilled workers who make 16 their own schedules and take off as they need 17 without any fear of retaliation will be put out of business. My business offers the best benefits 18 19 package it can afford. It is important to my 20 business to keep and retain excellent staff and so 21 far I have been able to do that. I could not 22 continue to employ the people I currently have at 23 the hourly wage they earn under this bill. I 24 would be forced to lay people off. I would think 25 the Council would be looking into meaningful ways

17

18

19

20

21

22

23

24

25

to help employers employ, not force them to incur 2 additional expenses, additional recordkeeping and 3 make it difficult for them to survive and thrive. 4 5 I have been in business over 17 years, am a member of the Staten Island Chamber of Commerce, an 6 executive officer on Staten Island's premiere networking group, the Bucks, and an active 9 volunteer at many local fundraising events. Since 2008 I have had to close one location, sell a 10 11 mobile unit which was used for on-site free 12 services at local fundraising events and try to 13 survive the most difficult economic time I have 14 ever experiences. I hope the Council seriously 15 considers the devastating impact this will have on

many good businesses that have good employees

done? I had another story.

earning good wages. Do I have a minute or am I

ROBERT S. ALTMAN: Good afternoon.

My name is Robert Altman. I represent the Queens and Bronx Building Association, the Building Association of New York City. I am here to testify in opposition to Intro 97-A. You have my written testimony and you can certainly feel free to look through it. I actually wanted to focus

instead about some things that I heard today. 2 was a little afraid throughout during my time here 3 because I heard a number of Council Members 4 5 including the bill's primary sponsor, Gale Brewer, and Council Member Brad Lander make a statement 6 that this bill did not apply to businesses of five employees or less. They are wrong. I will now 9 read to you the part that puts those businesses into the legislation. All employees not entitled 10 11 to paid sick time under this bill shall be 12 entitled to up to 40 hours of unpaid sick time in 13 accordance with the provisions of this chapter at 14 any time in the calendar year without retaliation. 15 Now employers is defined within the bill, but this 16 is all employees. So this is employees, which does not have a carve out in it, so therefore, all 17 18 businesses that have a single employee are subject 19 to this piece of legislation. Moreover, they are 20 subject to the provisions of the chapter, so they 21 are subject to in fact all of the regulations and 22 all of the fines. So why am I afraid? 23 afraid because the primary sponsor does not even 24 understand the legislation that she is primarily 25 sponsoring. I am upset because the Council Member

2 started arguing the specifics of a bill with Mr.

3 Bookman I believe and he also said that and

4 doesn't understand the provisions of the bill. I

5 would suggest that everybody go back who are

6 supporting this bill and who think it doesn't

7 apply to businesses under five employees to go

8 back and read the bill. They really want to say

9 that, they will take out this paragraph and

10 include a provision that you if you are a business

11 under five employees you are not subject to any

12 provisions within this bill. I also of course

argue that the number should be higher. Thank

14 you.

15

SHANE MCMORROW: Good afternoon.

16 Thank you. My name is Shane McMorrow, the

17 assistant vice president for the Mechanical

18 | Contractors' Association. Pretty much what I will

19 say will be similar to what you heard from other

20 union construction industry members, and what that

is is that we employ a couple thousand members in

22 the city here. Personally the mechanical

contractors, we are proud to employ Local 639

24 steamfitters, and for generations have employed

25 them at a good wage with really good standard

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

benefit packages, and this bill as it is written will affect us in one of two ways. The first way is that we will have to get an express waiver from the union, and in order to do that, we would have to negotiate over it, and just negotiating for it means we are not going to get it for free, so in essence we are going to give something up to get them to waive the right to this. The other option is that we don't get the waiver. Then we would have a cost of about \$4,000 per employee for each contractor. Some of our contractors employ about 100 members and are more large sized firms, but most employ about 10 to 30, 10 to 50 guys and are really are small to medium sized firms and would not be able to bear that cost. So while this bill is intended to give paid sick days to a lot of people who need it, it would affect an entire industry that has been for years providing the best benefit packages pretty much in New York City for wage earners, and what would happen essentially is that a lot of contractors would eventually go non-union and so they would be giving their employees the five sick days required, but you'd no longer have a pension. You

wouldn't have the excellent healthcare that they have, and your wages would probably be cut in half, so I believe it should really be looked at as to how the need for the express waiver affects some unions that provide really great benefits because as it is written, we could not possibly support that for what it would do to contractors who enjoy employing members with great benefits, but aside from that mechanical contractors fully support the idea that workers do need paid sick leave and it is a great thing for employees and it's a great thing for the health of New York City. Thank you.

DENISE RICHARDSON: Thank you. My name is Denise Richardson. I am the managing director of the General Contractors' Association of New York. The GCA members employ over 10,000 unionized construction trades personnel from 11 different unions. In the interest of time I will just summarize my testimony that you have in front of you. We recommend the following changes to the bill, which have been echoed by my construction industry colleagues. The bill must expressly exempt the unionized construction industry. To

not do that and to allow them to expressly waive 2 their right interferes with collective bargaining 3 4 in the private sector and is inappropriate for the 5 Council to mandate, and as my colleagues have said, the whole collective bargaining process 6 revolves around many complicated issues including work rules, other benefit packages and to give the 9 unions what amounts to another week of paid time when we already contribute to a vacation and leave 10 11 fund, which in many instances exceeds minimum 12 wage, is frankly excessive, and I don't believe 13 was the intent of the bill. Second, the bill 14 needs to define regular rate of compensation as 15 straight time wages only. In the construction 16 industry whether you are union or non-union it is 17 common practice that people will work overtime 18 hours and often do off shift work, particularly if 19 you are working on road projects where you have 20 lane closures. That is not done on a 9 to 5 The bill must say that any paid sick time 21 basis. 22 is based on straight time wages only and not any 23 additional compensation that an employee who calls 24 in sick for what would have been an overtime shift 25 would thereby earn overtime for being out sick.

3

4

5

6

7

8

9

10 11

1213

14

15 16

17

18 19

20

21

22

2324

25

Finally, the recordkeeping requirements are onerous and punitive, and it is inappropriate for the Department of Health to be able to come in and audit any employer's records and to make fines based on recordkeeping errors when the employer has no recourse, and so despite the merits of paid sick leave, we urge that the bill be rewritten to address these very serious issues. Thank you.

LISA DAVIS: I'm Lisa Davis, and this is my business partner Marilyn Rosay. We own a staffing agency for occupational, physical and speech therapists, who work with disabled children and the frail elderly. We started this company 29 years ago as two occupational therapists, and today we employ 600 professionals and 35 office staff. We support the paid sick time bill for low wage earners as we provide generous benefits including paid sick time to our office staff, but our niche professional service business this bill would be disastrous. Let me tell you why. therapists we engage earn up to \$100 per hour and have chosen to work with us for premium pay over more a traditional salaried position with benefits because they prefer higher earnings rather than

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

getting benefits like paid sick time. providers make their own schedules, decide what jobs to take and are not supervised by us. often have full time salaried positions and take work from us after hours just to supplement their income. Our professionals act like independent contractors, but we classify them as employees to comply with the ambiguous regulations of the Labor Department and the IRS. We don't control them in any way. We just serve as a conduit for payment. They see a patient. We bill for their service. The facility pays us and we pay the therapist. We come away with a five dollar an hour profit, so the only way we survive is on volume. With our very narrow margins we can't afford to provide our premium paid professionals with sick time. actually found exemptions to this bill in sick time laws passed in Washington D.C. and Connecticut, which apply to our business model. We propose exempting licensed independent professionals who earn at least four times the minimum wage. We have been working with Gale Brewer's office to consider a carve out, which would still maintain the integrity of the bill,

3

3 4

5

6

7

9

11

10

1213

14

15

16

17 18

19

20

21

22

23

24

25

but protect businesses such as ours who engage licensed professionals. We want to stay in business and continue to serve the children and adults who need us. Please consider an exemption for highly compensated professional employees. Thank you.

COUNCIL MEMBER HALLORAN: Thank you very much for your testimony. I am not going to ask you many questions. I just want to thank you for pointing out some of the areas that need revision in this particular instance. I would like to just ask those in the building trades who have spoken to the issue of the collective bargaining dilemma we would find ourselves in--two of the panelists from 1199 SEIU testified that in collective bargaining agreements that they have engaged in, there have been occasions where paid sick leave was not a factor--something they chose for whatever reason to not include in their bargaining. What would be the impact in the collective bargaining you are engaged in in terms of a bottom line? I know you gave us some dollar figures, but in terms of your operability, your ability to conduct business in general, if a carve

out didn't occur in this legislation and you were

compelled in addition to whatever other

4 concessions you make during collective bargaining

5 a presupposition was that you had to walk into

6 this with five paid sick days for your employees

at whatever union scale rates you may be paying.

8 I understand you are talking about \$100 an hour

9 for your healthcare professionals, some of these

10 scale union jobs are tremendous hourly rates.

What would be the impact to the businesses as a

12 whole?

11

13

14

15

16

17

18

19

20

21

22

23

24

25

SHANE MCMORROW: So for us, the mechanical contractors, the steamfitters' combined package wage and benefits is just over \$100 right now, and it's one of the highest construction packages in the country, and so when you are walking into negotiations obviously if you are going to say we are giving you five days off or signing this waiver or you are going to have to give us five days off, that's what you are working with as assuming that they do a seven or eight hour day, approximately 3500 or \$4000 per employee that that is where you are starting your negotiations. Just quickly, our benefits are a

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2 little different. We pay into funds in the

construction unions, so they don't get a

4 particular day off, but in the local steamfitters'

5 638, they get \$14 per hour when they work that

6 goes into a fund that they can use for vacation or

7 time off.

COUNCIL MEMBER HALLORAN: Thank you very much for being here and I wish the other people from the negative panel were there 'cause they were from the restaurant industry, but this is my 16.9 ounce Coca Cola, which is perfectly legal for the moment in New York City. We are going to call up our next panel, which is a pro panel. It was the panel I mistakenly called before, so my apologies. Barbara Young from the National Domestic Workers--no, this isn't the right one. You did it to me twice with this one. I remembered your names. Zayed Hamad, Rabbi Michael Feinberg, Heman Sindu, Armando Uribe and Carol Saginaw. You are here please. You will start because I murdered your name, so go ahead.

CAROL SAGINAW:

is Carol Saginaw. I am the president of the board

of the Center for Children's Initiatives formally

Thank you. My name

3

4

5

6

9

10

11

12

13

15

16

17

18

19

20

21

22

23

24

25

Childcare Inc. As an organization that provides support to families seeking childcare solutions as well as to professionals in early childhood programs and workers, we are acutely aware of the issues arising from the lack of paid sick leave. In the USA today, the majority of adults in the family work, and fewer than one in three children now have a stay at home parent. In New York city, over 300,000 children attend some type of childcare program while their parents work or attend school, yet many of their parents lack paid sick leave and the ability to easily remain at 14 home with them when they are ill. According to the Center for American Progress, parents without paid sick days are more than twice as likely than parents with paid sick days to send a child who is ill to school or to childcare, and they are five times more likely to report taking their child to an emergency room because they were unable to take off work during normal work hours. When parents have no choice but to send a child who is ill to a childcare program, the child's health is put at risk as is the health of the other children and the childcare workers who care for them. The

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

result is increased contagion and higher rates of infection for all. Studies have shown that children recover more quickly when parents stay at home with them when they are ill. When parents earn paid sick time at work, they are also able to take their children to well child visits for important immunizations that may prevent serious illnesses and the need for future absences. Parents without paid sick time are faced with the terrible dilemma, how do they responsibly manage their children's illnesses as well as recommended doctor's visits without putting a strain on family finances? The early childhood workforce suffers as well without paid sick leave. Many common infectious diseases are transmitted in workplaces, particularly in work places with high degrees of direct contact. Childcare workers are surrounded by young children and parents and experience substantial interpersonal contact on a daily basis. Because of the enhanced danger of contagion it is critical that sick employees remain at home rather than come to work, but just 27 percent of childcare workers have access to paid sick leave. These workers are amongst the

2	lowest paid in our country, earning an average of
3	just over 20,000 annually, half the national
4	annual wage. As such they are the least likely to
5	be able to afford to forgo a day's pay in order to
6	recover at home and avoid spreading infectious
7	illnesses. When they do come to work when sick,
8	they endanger both the children in their care and
9	their fellow employees. We want our children as
10	well as those who care for them to be healthy.
11	Paid sick leave is one way to ensure the health of
12	both. We applaud the attention to this issue and
13	urge the City Council to enact the proposed
14	legislation.
15	COUNCIL MEMBER HALLORAN: thank
16	you. Gave you a little extra time because I can.
17	Go ahead.
18	CAROL SAGINAW: Thank you because I
19	have waited here for hours.
20	COUNCIL MEMBER HALLORAN: Do you
21	want to testify next and then we will slide over
22	to the rabbi?
23	ZAYED HAMAD: First thank you for
24	your time. My name is Zayed Hamad. I am a Syrian

Mexican American student, and a member of the

Retail Action Project. I am on scholarship right
now studying international relations in the city,
which means I need to work to pay my rent and
bills in this expensive city. To support myself I
work as cashier at Urban Outfitters, meaning I
handle credit cards, cash, sometimes food and many
clothing items. This flu season affected me very
badly, and this winter along with thousands of
other Americans I was extremely sick for a week.
Because I am part time not only do I not get
healthcare from my job or other full time
benefits, I don't get a single paid sick day
either. I had a bad cough, congestion, a runny
nose and more importantly I was physically
exhausted, which made it more difficult for me to
recover quickly. I called out on my first day and
then worked while very sick the following three
days because I knew that if I didn't go in there
was no way I could make my rent, and like all of
my other co-workers, who also don't get sick days,
I was afraid that if I missed three or four shifts
due to an illness I'd be written up or even fired.
For three days I stood on my feet all day and
worked my shifts with the flu. Because I am a

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

cashier, not only did I put my coworkers at risk, but the hundreds of customers I help each day and the people who come in the next day because I have to stock. I took cash and credit cards from many people while coughing and blowing my nose and I was forced to do so because I had no other choice. At my store when workers call to let our managers know we are sick, we aren't taken seriously. ask are you sure you really can't come in? really don't want to deal with it and ask us to call our coworkers to make sure someone covers our shift. If we can't work and can't find anyone to fill the shift, we are scared we will get disciplined. Because we don't have any paid sick days, I was forced to choose between two bad options. I can lose out on money I desperately need because I live paycheck to paycheck or I can come to work while sick with the flu spreading around the city. This is why I am speaking today because we need to make sure that workers in New York City have just a few paid sick days a year. The New York City Council should pass paid sick days so we can stay at home when we are sick and not get everyone else sick too. Thank you.

4

5

б

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

COUNCIL MEMBER HALLORAN: Thank

3 you. Rabbi?

RABBI MICHAEL FEINBERG: afternoon. I want to thank the Committee for this opportunity to speak in support of the paid sick time act, Intro 97-A. I am here to add my voice to that of my colleague Reverend Ray Rivera, who spoke earlier, speaking to the issue not as a policy expert or an economist, but as a faith leader. Specifically I am testifying today on behalf of the organization that I lead the Greater New York Labor Religion Coalition and its more than 800 clergy and faith leaders across the city. The city is an interfaith alliance drawn from all five boroughs comprised of Muslims, Jews, Christians and people from all other faith traditions working together to advocate for the rights of low wage and immigrant workers and the working poor in our city. We see ourselves as allies to these workers in their efforts to empower themselves and to organize to improve their working conditions in their lives. work we draw upon the central teachings of our faith traditions and their insistence upon the

dignity of labor and their imperative to seek 2 justice for all workers. Here in New York City we 3 face the enormous public health challenge, and I 4 5 would have to say religious and ethnical challenge of a vast workforce without any paid leave, sick 6 leave whatsoever estimated as we have heard at more than a million workers. When employers 9 refuse workers paid sick time, they endanger the health of the workers and their customers and 10 11 ultimately the public at large. As faith leaders, 12 we are charged with tending to the spiritual and 13 physical wealth, health and wellbeing of our congregations and communities. For this reason I 14 15 along with my clergy colleagues urge the Council 16 to pass Intro 97-A. Passing a paid sick days bill 17 in New York City will set the city on record as 18 recognizing a basic covenant that no worker should 19 be forced to choose between their health and that 20 of their families and economic security. My own 21 tradition, Judaism, is emphatic about the rights 22 of low wage workers to proper treatment to quote 23 from Hebrew scripture "you shall not abuse a needy 24 and destitute laborer whether a fellow countryman 25 or a stranger in one of the communities of your

2	land." Violation of this principle is seen as so
3	severe that it was likened by the rabbis of the -
4	- as akin to murder, that is one who mistreats a
5	worker is as though one has deprived him of his
6	very life. Similar ethical teachings are to be
7	found in Islam and in Christianity as well as
8	other faith traditions. A paid sick days
9	ordinance in New York City not only makes sound
10	public health sense, but just as importantly from
11	the standpoint of religious ethics, it is the
12	right thing to do. Let us through the passage of
13	this legislation commit ourselves to the pursuit
14	of wellbeing and justice for all workers in our
15	city that all might live with dignity, health and
16	economic security for themselves, their families
17	and their communities and I'd just add in the few
18	day run up to Passover, we could say let my people
19	go… home when they are sick. Thank you very much.
20	COUNCIL MEMBER HALLORAN: Thank
21	you, Rabbi. Finally, it took to like the 17 th
22	panel, but we got humor finally. I appreciate it.
23	HEMAN SINDU: I don't know if I can
24	top that, but good afternoon. My name is Dr.

Heman Sindu. I am a delegate from CIR SEIU

2	Healthcare and also a fellow in hematology,
3	oncology at a safety net hospital in Brooklyn.
4	When a patient comes to see me, they either
5	suspect or they know that they have a blood
6	disorder or cancer, and the terms that we use as a
7	team when we are diagnosing these patients is
8	things that people dread hearing such as leukemia,
9	sickle cell anemia, cancer. We all know that in
10	these cases, early detection is paramount;
11	however, we also know that those who have paid
12	time off from work are more likely to access
13	preventive measures than those who don't
14	irrespective of their health insurance status.
15	When you are dealing with any of these diseases of
16	course the early treatment in addition to the
17	diagnosis are important otherwise it makes the
18	early detection pretty much useless. I know
19	personally because this happened to me with a
20	patient of mine who I saw in my third year of
21	residency by the name of Mr. G, who presented to
22	us with significant weight loss, abdominal pain
23	and severe anemia and when we assessed him it was
24	clearly that we suspected malignancy. We started
25	the workup. That afternoon the patient asked me

if I could speed up the process because he needed 2 to be discharged home. I sat with the patient 3 trying to explain to him the dire nature of our 4 5 suspected illness for him, and he pleaded with me to let him go because he had gotten word from a 6 fellow coworker that his boss would fire him if he didn't return to work within a day. I still tried 9 to sit with the patient and explain to him all of the consequences including the fatality that could 10 11 ensue, and the patient then pleaded with me again 12 and said that I need to put food on the table for 13 my family. The next morning when I came back he 14 had already checked himself out, signed out 15 against medical advice, and we couldn't reach him. 16 I am just going to wrap this up by saying we can't 17 underestimate the ordeal that someone who is 18 undergoing treatment for cancer must face. It is 19 often physically, emotionally, and financially a 20 trying experience. We know that paid sick days 21 have been enacted in other cities without dire 22 financial cost to businesses, but every time a 23 patient's skipped out on preventative care, every 24 time they defer treatment and every time one 25 succumbs to an aggressive form of cancer that we

5

б

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

can treat, every one of those times we all bear aheavy cost to society. Thank you.

COUNCIL MEMBER HALLORAN: Thank you very much. Next.

ARMANDO URIBE (through

interpreter): Hello, my name is Armando Uribe. am a member of the New York Communities for Change Worker Committee. I am from Mexico. I live and work with my family in Brooklyn, and I worked hard ever since I got here, and I now work at a 99 cent store. Before I worked in a Key Foods supermarket. I have never worked for a business that offered me paid sick days. When I worked at Key Foods supermarket, my coworkers and I regularly worked when we were sick taking pills to get through the day. I was afraid to take the day off when I got sick because I was scared to lose my job. Aside from the fact that we forced ourselves to work and suffered physically bearing the work even though sick, we knew that we could also be getting customers sick since we handle all the products in the supermarket. Our workers deserve paid sick days so that we don't have to choose between going to work sick or living in

1	COMMITTEE ON CIVIL SERVICE AND LABOR 280
2	fear that tomorrow we may not have a job that
3	makes it possible for us to feed our families. If
4	the Council votes to accept the paid sick days
5	bill, abuse against workers won't end, but it will
6	mean that if we or our children are sick, we will
7	have the right to ask for a day off without
8	worrying that we are losing a day's pay or even
9	worse, our jobs.
10	COUNCIL MEMBER HALLORAN: I don't
11	have any questions. I don't know if the Chair
12	does, but I thank you very much. We had
13	erroneously called them up. We called them up
14	once when it was an opposite panel, so I apologize
15	to them again for that mistake, and thank you for
16	your testimony.
17	CHAIRPERSON NELSON: If anybody
18	else is here to testify besides Richard Aviles,
19	Nora Neilis [phonetic], Lisa Davis and was anybody
20	elseconanyone that is in other words against
21	the bill? Not K-A-H-N, but C-O-N.
22	NORA NEILIS: All by lonesome here,
23	yeah. Goodness.
24	COUNCIL MEMBER HALLORAN: Now you

know how I feel on the City Council.

25

23

24

25

NORA NEILIS: Feeling a little

CHAIRPERSON NELSON: We try to shun him as much as possible, but it's not always

NORA NEILIS: My name is Nora Neilis. I am with the National Cleaners Association. Richard Aviles, who is one of our members, had to leave because he covers the counter in the afternoon, so come 12:30 he had to head out to take care of business. Yes. Exactly. My name is Nora Neilis, and I represent the New York City members of the National Cleaners Association. I'd like to thank you for this opportunity to offer our thoughts and comments, and I'd also like to particularly thank Gale Brewer, who worked with us in making changes to this proposal based on input we gave last time around, and it made it better, but we have still got a ways to go. While we applaud the noble intent of this proposal, we believe that it is ill timed and in many respects has the potential to do more harm than good to both the employees in New York City small businesses and their owners.

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

There are many here today who will tell you that the current precarious economic climate in concert with a host of federal and state government actions will increase the cost of doing business in the coming year, making it the wrong time to impose yet another economic burden on the city's struggling entrepreneurs, and they are right. No single one of these looming changes is enough to signal a business' death now, but in combination, they surely become a slowed death by 1,000 cuts. It's the tendency of those who have never owned a small business to assume that the business owner is successful, leads a wonderful life, has a beautiful house, drives a Mercedes, takes great vacations and has no money worries. Money worries are always the problem of the employee and never the employer. The fact of the matter is that is not the case in the dry cleaning industry. For most drycleaners they have bought themselves a job. If you think about your own neighborhood drycleaner he is open 52 weeks a year. He is there at six o'clock in the morning to start the boiler. He is there at six or seven o'clock at night to close the store up. His cost of doing

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

business--insurance, fuel, rent, compliance with other government regulations, and a host of other expenses have risen during the economic downturn and his sales volume has dropped. He has not raised his prices to keep pace. He is afraid that if he increases his prices as a discretionary item, he will lose even more business. He has certainly lost more than one night's sleep worrying about how he is going to make payroll or pay the rent on his store or home. He regularly thinks about selling, closing, moving or laying someone off in order to try and make ends meet. He is in survival mode. He is stretched to his limits to such an extent that he cannot even afford to take the time to attend this hearing and plead his own case. He operates a time sensitive business. Unlike an office where his work can wait until tomorrow or be spread around the people who are there, he has a commitment to his consumer to return their garments, so when someone is out he either has to work longer hours himself or he has to pay another employee to cover. A pair of pants gets pressed in a certain amount of time. If you have got one worker who you figure had

4

5

6

9

10

11

12

13

15

16

17

18

19

20

21

23

24

25

seven hours' worth of pants pressing to do, and he 2 didn't show up today, somebody has to be paid to press the pants, and I sat here all say scratching my head at \$0.18 and said to myself somebody has to tell me how that is happening in dry cleaning because it is not. This proposal will have him paying twice for the work done. Though he wishes it were otherwise, if he is not offering some kind of paid sick leave for his employees, it is because he doesn't have it. Frankly several of our more financially successful members higher priced cleaners who can afford and do currently 14 offer paid time off ask me why I was planning on appearing to oppose. Their feeling is that these hardworking struggling can barely pay their bills cleaners are artificially keeping the price of dry cleaning down, and it wouldn't be such a bad thing if this measure culled the herd a bit and forced them out of business. I have other members who are financially stable offering paid time who 22 remember the days of them struggling to grow their business and make ends meet, and it is them and the struggling members who I'm here on behalf of. They want us to oppose to because they recognize

the measure may do more harm than good. 2 number of workers who may lose their jobs because 3 an employer has been carrying them out of 4 5 compassion is an emotion that the employer will no longer be allowed to have sway him. The number of 6 workers whose hours will be cut as they are forced to find a way to make up the difference, the 9 number of recordkeeping challenged cleaners -- and I 10 will tell you they are a legion; recordkeeping is 11 not a strong suit--who will be paying fines down 12 on John Street will become legend for paperwork 13 snafus, the increased number of hours an employer 14 himself will have to give to the business without 15 recompense or reward in order to keep those 16 records and avoid fines, the number of consumers 17 who may be put at risk because a cleaner cuts 18 their costs by cutting back on their - - or other 19 insurances. These cleaners cannot personally 20 afford to cover this new cost. He is afraid to 21 raise prices. Where is the money coming from? 22 Cost cutting is his only answer if he wants to 23 stay in business and after five years of belt 24 tightening the opportunities for cost cutting will 25 mostly be found in payroll and the employees who

you are looking to protect. Now is not the time to enact Intro 97-A in its current form. 40 hours is an unfair benefit for part time workers as opposed to full time. The right to ask for medical backup for extended leaves has to be addressed. Five employees is too small a staff to warrant being subject to this proposal and that is just a few. We would be happy to discuss with you, and we appreciate the opportunity to give testimony.

CHAIRPERSON NELSON: Thank you.

Couldn't help but notice how well-tapered and well-ironed your clothes are.

NORA NEILIS: Well, when I got the job, I got the word too.

CHAIRPERSON NELSON: Thank you so much with your patience. Please Jason Coates
[phonetic] from the National Hispanic Council on
Aging, Donna Dolan [phonetic] New York Paid Leave
Coalition CWA, Heidi Siegfried NOW New York State,
Ron Regens [phonetic] and Barbara Young, National
Domestic Workers. While we are at it maybe there
is a Sasha Hooja [phonetic] from Planned
Parenthood. I suppose also Tyi Jones [phonetic]

1	COMMITTEE ON CIVIL SERVICE AND LABOR 287
2	yes, ma'am, good.
3	[background conversation]
4	CHAIRPERSON NELSON: Okay, we can
5	put one more seat I suppose so Socheatta Meng.
6	Good okay. So we can do that. Thanks 'cause
7	this chair has got to leave.
8	[background conversation]
9	CHAIRPERSON NELSON: I have one
10	constituent of the Jewish faith who I have got to
11	see before Shabbos.
12	[background conversation]
13	CHAIRPERSON NELSON: Okay. Please
14	whichever side to begin first, go right ahead.
15	Okay.
16	SASHA HOOJA: Good afternoon.
17	Thank you for still being here. My name is Sasha
18	Hooja, and I am testifying on behalf of Planned
19	Parenthood of New York City. Planned Parenthood
20	of New York city urges the New York City Council
21	to ensure that all New Yorkers have access to paid
22	sick days. As a leading reproductive health
23	provider in New York City, we know all too well
24	the realities faced by uninsured and underinsured
25	New Yorkers. Our doors are open to everyone

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

regardless of their immigration status, gender and ability to pay. We see our clients make difficult decisions about how to best manage resources to care for themselves and their families every single day. Paid sick days will provide some of the hardest working New Yorkers with a sense of security during these times of economic uncertainty. We know that it will mean so much to so many. New Yorkers who currently lack paid sick days resemble our clients, young women, working mothers, low income New Yorkers. We know that paid sick days are especially critically for single working mothers, a group of New Yorkers who face impossible choices between taking home a full paycheck and caring for themselves and their children. Access to paid sick days would prevent a woman from having to decide between her health and her livelihood. As a healthcare provider, we recognize the intersection of economic security and reproductive health. In particular access to the time sensitive services that we provide for example should not be forsaken out of fear of retaliation from an employer or result in lost wages. Thank you.

3

4

5

б

8

9

10 11

12 13

14

15 16

17

18

19 20

21

22

23 24

25

CHAIRPERSON NELSON: I appreciate it. We are I guess going to have to enforce as much as possible the two minute rule again, so we all can get out of here before they close the bridges.

BARBARA YOUNG: Good afternoon. Му name is Barbara Young, and I want to thank you for allowing me to testify - - . I stand in support of the paid sick time act, Intro 97-A. As a domestic worker representative and former domestic worker, I know the hardships of working and not having paid sick days. Thousands of domestic workers through their dedication and love of caring from the children, homes and elderly parents of their employees have no way of taking a day off when sick. It would mean not being able to pay rent or buy food. These are the same domestic workers who keep New York strong by their labor allowing their employers to pursue their professions daily, but because of exclusions from major labor laws, we don't have the ability or the rights to join a union or advocate for paid sick days. It is the responsibility of you, the lawmakers to set these guidelines and laws for the

protection of workers, the health of the workers and to protect the health of the public, and so I join Councilwoman Gale Brewer in asking you to pass this piece of legislation in support of paid sick days. This is not a special treatment. The mayor and the governor of New York often say that New York is the greatest city in the country and the world. There are many states and cities that have already passed this measure, and it is time for New York to work on behalf of its workers and pass this legislation.

CHAIRPERSON NELSON: Thank you, ma'am.

HEIDI SIEGFRIED: Good afternoon.

I am Heidi Siegfried. I am legislative vice

president of NOW New York State, and the National

Organization for Women is an organization with

chapters in all 50 states. It is an activist

organization that seeks to affect change through

lobbying, advocacy, education and protest. We are

the largest women's political action organization

in New York. We represent over 40,000 women and

men in 24 chapters. Paid sick days is an

important economic issue for women of New York,

and that is why NOW New York State has long 2 supported paid sick days legislation at both the 3 4 state and the city levels. For more than the one 5 million New York City workers who lack paid sick days, this legislation is long overdue, and I mean 6 I can remember working on this like seven or eight years ago, so it is hard to believe that we are 9 still fighting for it. We see paid sick days as a 10 human right, and the men and women of New York 11 should no longer have to make the impossible 12 choice between keeping their jobs and the income 13 they need to pay their bills and staying healthy or caring for sick children. We see this as a 14 15 public health issue. It has already been 16 mentioned that people who don't have paid sick 17 days go to work. They let their children go to 18 work. Twice as likely to send them to school or 19 daycare, and five times as likely to report taking 20 their child or family member to an emergency room. 21 In drafting the bill the office of prime sponsor 22 Manhattan Councilwoman Gale Brewer has listened to 23 many different communities, and I understand this 24 is the second time we have had these hearings 25 including the business community. It has been

3

4

5

7

8

9

11

12

13

1415

16

17 18

19

2021

22

23

24

25

amended to address some of the concerns that have been raised. The bill is sponsored by 38 Council Members now, a super majority. We think it's long past time for New York City to join its sister city, San Francisco, Washington D.C., Milwaukee, Philadelphia, Seattle and now Portland in passing this important legislation.

CHAIRPERSON NELSON: Thank you.

RONALD REGENS: Good afternoon, gentlemen, and thank you for having me here to show my support for the earned sick time act. name is Ronald Regens, and I am a community member advocate who works for underserved people living with HIV and AIDS in the boroughs of Brooklyn, Manhattan and the Bronx. I also participate in many community based organizations as a volunteer and event organizer. One fulfilling community group I participate in is the Action Center at It is the gold standard of programs for those who are infected and affected by HIV and AIDS, and the Action Center, which is overseen by GMHC's public policy department I have been introduced to the processed of city government and its legislative processes and protocols. Being

involved in actions on behalf of people living 2 with AIDS has been liberating, educational and 3 4 cathartic. The altruistic approach of fighting 5 injustice regardless of demographic or socioeconomic status has been most rewarding. 6 This brings me to the issue of sick pay for all workers. At a former action, I was introduced to 9 many of these voiceless and faceless men and women who struggled daily with providing for their 10 11 individual families on limited incomes and medical 12 coverage. I have witnessed the reality of this 13 horror when I spoke with a man who was fired from 14 his job as a deli worker for taking a day off from 15 work so he could see a doctor. Mind you this was 16 after his boss gave him verbal consent to do so. 17 As a man who lives with HIV and AIDS daily and 18 survived over two decades through compliance and 19 adherence to my prescriptions and doctor's care, 20 my health and wellness is a priority. Many of 21 these disenfranchised workers have jobs that put 22 them directly in the face of people like me, 23 exposing us and everyone else to all types of 24 cross contamination. Something as simple as a 25 cold have unintended exposed the public and the

Τ.	COMMITTEE ON CIVIL SERVICE AND LABOR 25	
2	worker's family to sickness and disease. I feel	
3	that it is morally wrong for someone to be	
4	confronted with the dilemma of income and personal	
5	and public health each and every day. Childcare,	
6	medical care, dental care, inoculations and	
7	vaccines should not be regulated to an	
8	afterthought. Neither should the decision to work	
9	or lose the opportunity to work. With profound	
10	regret I watch as this injustice is ignored and I	
11	vow not to rest until this matter is resolved.	
12	As a member of the Action Center and a member of	
13	humanity I will represent and support any and	
14	everyone who is not afforded this moral right.	
15	Thank you.	
16	CHAIRPERSON NELSON: Thank you,	
17	sir.	
18	DONNA DOLAN: Good afternoon. My	
19	name is Donna Dolan. I chair the New York Paid	
20	Leave Coalition, and I'd like to thank you for the	
21	opportunity to testify this afternoon. The paid	

20 for the 21 e paid 22 leave coalition here in New York is part of the family values at work multi state consortium 23 24 consisting of 20 states working together on paid 25 sick time, family leave insurance, paid family

leave and workplace flexibility. You have already
heard many times all of the different
jurisdictions across the country that have already
passed paid sick time. We are here today to urge
you to make New York City the sixth city in the
nation to pass earned paid sick time. A little
history, the New York City Paid Sick Days
Coalition kicked off back in March 2009. We had
20 organizations at our first organizational
meeting that signed on in support of the earned
paid sick time. Now today we have over 260
organizations and approximately 370 individuals
signed on support of this. Our supporters include
women, labor, public health, economic justice,
small businesses, business associations, faith
based groups, LGBT, HIV/AIDS, seniors, advocacy,
immigrants' rights, civil rights, research
economists, educators and children's advocates.
We are talking about economic justice for those
1.2 million workers within the city that don't
have one day of paid sick time, and so many
workers you have heard their stories today, but I
want to underline one that I don't think we have
mentioned today. Last summer, the story of the

worker Felix Trinidad. He lost his life at age 34 2 because he did not get his stomach cancer 3 4 diagnosed and treated as soon as he had symptoms. 5 He was worried that if he took time off to go to the doctor, he would lose his job and not be able 6 to support his wife and children, and it was so unfortunate that he lost his battle with stomach 9 cancer last summer. So many workers in the city have come to this coalition and there are so many 10 11 more that we don't even know about--probably three 12 or four times as many that have been fired or lost 13 pay because they needed a few days off to recover from the flu or other illnesses. As elected 14 15 representatives of the people of the city of New 16 York, we maintain that you have a moral obligation 17 to end this horrific treatment of these workers. 18 They prepare and serve our food in restaurants, 19 provide homecare to seniors, provide childcare to 20 our children, work in retail, and provide security 21 in our buildings. We urge you to do the right 22 thing. This bill needs to go to the floor for a 23 vote. It will not only help businesses by 24 reducing turnover. It is going to put more money 25 in the pockets of workers thereby giving this

б

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

economy today in New York City a boost. The paid sick time act deserves a vote now. Thank you for

4 your consideration.

CHAIRPERSON NELSON: Thank you.

JASON COATES: Hello. My name is Jason Coates, and I work with the National Hispanic Council on Aging. Thanks for the opportunity to testify. Hispanic older adults face substantial challenges to aging and economic security and the best possible health. Limited education and English speaking ability combined with a lack of financial literacy means that many Hispanics enter old age with little in the way of savings. In 2011, nearly one in five Hispanic older adults lived in poverty. Without social security, this number would be more than doubled. Additionally, Hispanics are more likely to rate their health status as fair or poor than the general population of older adults. They are also less likely to receive preventative care that can help small health issues from become larger complications. Overall about 30 percent of Hispanics lack health insurance and this means

that they enter old age already in poor health.

3

4

5

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Many health and economic barriers that Hispanic older adults face could be lowered by having access to paid sick days. This policy would encourage the use of affordable, preventative healthcare and keep workers healthy so that they do not develop conditions that are expensive to treat. Paid sick days will also help intergenerational households by allowing adult children to stay home from work to take care of their older adult parents. The public health benefits of paid sick days will also be particularly beneficial for older adults as they are most affected by illness. As intergenerational households become more common, so too do conflicts between the need to go to work, and the need to stay home to care for a loved one. Last year, National Hispanic Council on Aging met a worker whose mother passed away due to preventable illness. After hearing about our efforts to promote paid sick and family leave, the worker states that such a policy would have allowed her to take time off to take her mother to a doctor and get the treatment that she needed. Despite working hard for a lifetime many older

Thank you.

adults are simply not able to save enough to retire. In 2011, I met a 59 year old agricultural worker from Texas. She had multiple chronic conditions like diabetes, but not enough money saved to afford healthcare to manage those conditions. Paid sick days would have given her a better chance to see a doctor and prevent those conditions that she has today. Thank you.

Ms. Jones, I like what you wrote here. It's very small. It's condensed, and that is not the only reason because it just somehow really says a lot.

CHAIRPERSON NELSON:

TYI JONES: Thank you. Hi, thank you for that, and hearing us out impatiently. My name is Tyi Jones. I live in Brooklyn, and I am a member of the Retail Action Project. I have worked in retail for several years, and I have never received a paid sick day. When I have been sick I have always been forced just to go into work sick or I have to find someone to cover my shift. My last job was at American Apparel where I was actually shocked to find out that we had no paid sick days and I have always just went in sick no matter how awful I felt, so clearly since I

worked while I was sick it took me longer to get better, and companies that don't provide paid sick days not only put workers at risk for getting more sick, but it also affects the customers that can also catch the germs. In closing, we desperately need paid sick days in New York City. Retail workers are counting on the leadership of the New York City Council to grant us just a few days of paid sick time a year, and might I add that when a company is building their business plan, they also set aside a certain amount for their employees in salaries, so if they are aware of the worst case scenario being that the most critical employee may be at risk to not come in, they set aside a certain amount to have that coverage. Thank you.

CHAIRPERSON NELSON: You're welcome. I wasn't feeling too good today either, but if I didn't come in I still get paid, and it is always in the back of my mind, but I always think of somebody coming in. We have all had it. We have all had people come in coughing, sneezing and we say if not to them, we say to ourselves, gee, thanks for coming in. I appreciate you being here. I am going to try to be in the next room.

2	To me that was the tipping point why I signed on
3	in the first place. I began. I am hearing both
4	sides, and both sides have compelling arguments,

5 but I thank you all so much. Councilman Halloran,

6 do you have one question?

COUNCIL MEMBER HALLORAN: [off mic]

CHAIRPERSON NELSON: Thank you,

sir. That is good. The lady in the back that we called. There is another panel.

SOCHEATTA MENG: Good afternoon.

My name is Socheatta Meng and I am legislative counsel for the New York Civil Liberties Union.

Thank you for providing the opportunity to testify on this legislation today. I am here today on behalf of the NYCLU to express our strong support for this bill. This bill is critically important, and if passed would improve the quality of life for millions of workers and their families. As others have indicated in our city approximately 1.5 million workers lack paid sick leave. For these workers this means that when illness strikes, they must choose between work or staying home and losing pay. For workers in New York City the latter is an option that many cannot afford.

The absence of a mandatory paid sick leave is 2 harmful to all workers, but it has an especially 3 significant impact on low income workers of color, 4 5 many of whom cannot take a paid day off. for the above reasons that the NYCLU supports this 6 legislation. I would also like to describe one concern that we have regarding the bill's 9 implementation. This bill's changing shifts provision would allow an employee who has called 10 11 in sick to pick up another shift in the same 12 period. If an employee exercises this option, she 13 is not paid for that sick day. We are concerned 14 that this provision may potentially compromise the 15 ability of shift workers to use paid sick days 16 including the city's 200,000 restaurant workers, 17 many of whom are low wage. This concern arises 18 from the pervasive pressure that workers face to 19 exchange shifts with someone who is sick. 20 concern regarding compliance with the bill if it 21 becomes enacted is not just limited to the 22 changing shifts provision. There is reason to 23 believe that employers may not comply with the 24 paid sick day mandate at all. We have also urged 25 the City Council to include affirmative measures

2.

in the bill that would help ensure compliance and
to amend it so that the Council's Committee on
Oversight and Investigation is mandated to conduct
a citywide field investigation. This
investigation would evaluate compliance with the
new law and should be undertaken one year from its
effective date. All of New York's working
families need paid sick days. It is a human right
that would significantly improve the quality of
life for millions of workers. The NYCLU urges
speaker Christine Quinn and the City Council to do
the right thing. Please put this bill up for a
vote.

CHAIRPERSON NELSON: Thank you,
ma'am, and I thank the entire panel so much for
your patience and staying here this long. There
was one question from Council Member Halloran.

COUNCIL MEMBER HALLORAN: Glad to see the NYCLU here. I have a question for you, since you are supposed to be our guardians of liberties. You don't see any curtailment separations of powers issues as a state level question. Nowhere in your brief or in any of the work that I have seen from the NYCLU on this have

you touched or addressed the question raised by

some of us who concern ourselves with separation of powers and whether or not this is a power that would actually fall under the rubric of a local municipality or rather the umbrella of the state role in regulating at will employment through curtailment of the at will employment common law status of our state. So has the NYCLU looked at

of those situations where the end justifies the means, so you are not going to really bother

that issue at all or do you not care or is it one

SOCHEATTA MENG: I would be able to

yourself with the whole issues of preemption?

get back to you on that issue.

encourage you to when you go back and look at it to make sure that whoever makes that assessment is not the same person who told me at a hearing that the crisis pregnancy center bill was constitutional 'cause some liberal judge in the first circuit struck it down as being unconstitutional when the NYCLU told me it was perfectly constitutional. So just make sure you use somebody who actually might know something

1	COMMITTEE ON CIVIL SERVICE AND LABOR 305			
2	about constitutional law.			
3	CHAIRPERSON NELSON: Fair			
4	questions, some are complex and deserving of an			
5	answer. A lot of complications involved in what			
6	we do.			
7	SOCHEATTA MENG: We can get back to			
8	you on this issue.			
9	CHAIRPERSON NELSON: Thank you,			
10	Council Member Halloran. Thank you so much again.			
11	We know that Derek Chandler [phonetic] is here,			
12	Housing Works, and we are just going to call off			
13	names and if you are one of the names please come			
14	forward. Debra Cooper [phonetic] Democratic State			
15	Committeewoman 67 th district, Kelwin Diaz			
16	[phonetic] and Marty Coppleman [phonetic] and Mel			
17	Wymore [phonetic], Stew O'Brien [phonetic]			
18	Association of Plumbing Contractors, Shara Siegel			
19	[phonetic] of the New York Academy of Medicine,			
20	Susan Thersaleck [phonetic]I am sorry if I			
21	mispronounced itMD. That I can see. I watch			
22	Gray's Anatomy, so I can say MD from Bellevue			
23	Hospital, Department of Pediatrics, which my			
24	daughter is going to be a pediatrician in about a			
25	month or two. We have Erica Rothschild			

1	COMMITTEE ON CIVIL SERVICE AND LABOR 306
2	[phonetic]. Okay and Zayed Hamad Retail
3	Action Project. I think this is everybody.
4	Terrific. Okay. So whoever would like to start.
5	Mr. Chandler?
6	DEREK CHANDLER: Starts off to say
7	good morning, but that was
8	CHAIRPERSON NELSON: Pretty soon it
9	will be good morning again.
10	DEREK CHANDLER: Hi. I am Derek
11	Chandler. I am the organizer at Housing
12	Works. Housing Works is a community people
13	living with and affected by HIV/AIDS. Our mission
14	is to end the dual crisis of homelessness and AIDS
15	through relentless advocacy to provisional
16	lifesaving services and entrepreneur businesses
17	that sustain our efforts, and yes, we believe that
18	employers should provide paid sick time to all of
19	their employees. We know that many of the folks
20	that we serve poor and low income New Yorkers
21	living with HIV are more than likely to be
22	employed in jobs that do not have paid sick days.
23	It is absolutely awful that these folks and folks
24	with other chronic health conditions may have to
25	choose between taking care of their health or

getting a full paycheck that helps them to pay
their rent, put food on their table and perhaps
even pay for the medications that would make them
well. The same can be said for single mothers
with children and for folks of transgender
experience. Indeed the failure to ensure that
those who are working hard for themselves and
their families are afforded paid sick days as I am
fortunate to have should make us feel ashamed. We
are living in New York City in the year 2013 and
we as society should demand better than this.
Ensuring paid sick days should not even be up for
debate. We believe that the only reason that this
has become an issue is because the City Council
Speaker, who gets compensated when she is without
sick, would rather cater to the business community
in order to win an election than do what is right
by the poor and marginalized in our city.
Political expedience should never trump political
will and we join the chorus of others in this city
and demand that this bill be brought to the floor
for passage. Thank you for allowing me to
testify.

CHAIRPERSON NELSON: Thank you,

4

5

6

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2 | sir. I guess the Doctor or...

SHARA SIEGEL: Hi. My name is Shara Siegel. I am a policy associate at the New York Academy of Medicine and I am delivering this testimony on behalf of Dr. Jo Ivey Boufford, who is the president. The New York Academy of Medicine is an independent organization that has been advancing the health of peoples and cities since 1847 through research, community engagement and policy leadership. Current priorities include supporting health aging, strengthening systems that prevent disease and promote the public's health and working to eliminate health disparities. NYAM supports the implementation of a paid sick leave policy in New York City. Yorkers without paid sick leave may be forced to choose between their income and their health. We can see the impact of this forced choice across three areas; infectious disease, chronic disease and injuries. Staring with infection disease-social distancing that is staying away from other people is the key public health intervention against the spread of viruses. When employees go to work sick they stay sick longer and they make

their co-workers and fellow commuters sick. 2 Adults without paid sick days are 1.5 times more 3 4 likely than adults with paid sick days to report 5 going to work with a contagious illness like the flu or a viral infection. Chronic disease--heart 6 disease, stroke, cancer and diabetes are among the most prevalent, costly and preventable of all 9 health problems. Workers without sick days often delay doctor visits, which can lead to worse 10 11 health outcomes. The CDC sites a national study 12 concluding that workers with paid sick leave are 13 more likely to have seen a doctor in an office or 14 clinic for any reason in the last year than 15 workers without paid sick leave. Injuries--16 evidence is emerging that workers with access to 17 paid sick leave are 28 percent less likely to 18 suffer a work related injury. Workers who are 19 sick on the job are more likely to be injured due 20 to the loss of concentration and ability to make 21 sound decisions and fatigue, not to mention the 22 drowsiness that can accompany taking medication. 23 We should also note the impact of this paid sick 24 leave policy failure on New York's children. Low income children are more likely to face marked 25

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

health problems and consequently need parental

care. I'd also like to note that forcing workers

to use emergency departments to gain access to

care after work hours also affects the viability

of our healthcare system. Thank you, and we

encourage you to support the paid sick leave

CHAIRPERSON NELSON: Thank you.

Yes, ma'am.

policy.

DEBRA COOPER: Hi. I am Debra Cooper. I am the democratic state committeewoman for the 67th Assembly District, and I was one of the original signatories on the letter, and the New York Times ad asking that this bill be brought to the floor, which is why I have preserved and stayed here all day long. So I think the time for paid sick leave is now. This hearing is long awaited, and I am glad to be one of the many people who have supported this absolutely crucial measure, and this about health in more than one sense. Let me say upfront it is about the health of this society. It is about the literal health of the society and the people of the city. It is also about the economic health of this city, and

3

4

5

6

9

10

11

15

16

17

18

19

20

21

22

23

24

25

crucially it is about the political health of the city government. So let me get to each one. million New Yorkers do not have paid sick days--I do know that was a disputed figure for Mr. Halloran--the majority of whom are women and immigrants -- of which I am actually one, a woman and an immigrant--people who need the most protection; however, the rest of us also need protection from illness as well. People should not be put into the position of having to choose 12 between their health or their family's health and 13 the loss of pay or money for rent or maybe even 14 the loss of their job. That is just simply unjust; however, by forcing people to work when they are sick, the health of the rest of us is endangered as well. Disease - - spread to everyone in scores of pathways. In New York we live close to each other, we ride crowded public transportation, and we recently had a bad flu season, which was made much worse by the fact that sick low income workers had to come into work, as many of them have testified here already. One of the important measures of economic output is productivity. It is obvious that productivity is

enormously impacted in a negative way by illness, 2 and I heard a doctor say that. This brings us to 3 the economics of paid sick leaves. 4 The opponents 5 of paid sick leaves contend that the economics don't work, that it harms the economy, but this is 6 the same kind of argument that has been used about the minimum wage though much recent evidence shows 9 that indeed that increasing the minimum wage helps 10 the economy, and in one of the ways that paid sick 11 leave would help the economy would certainly be to 12 increase productivity and the other would be to 13 decrease the negative impacts for instance on the 14 New York City health system and its hospitals and 15 its private hospitals. The final measure of 16 health is political. Democracies measure their 17 vitality by how well they govern and how well they 18 represent the will of the governed. When a 19 measure is both sound and popular, it should be 20 allowed to come to a vote, and if it loses, it 21 loses, and if it wins, it wins. Historically I 22 was here all day--so I added something. A lot of 23 people who are against the bill say this is a good 24 thing to do, but government shouldn't do it, but that is the same kind of argument that said in the 25

19

20

21

22

23

24

25

past that children shouldn't work from dawn to 2 dusk and we need to have a 40 hour workweek, and 3 it's the right thing to do, but government 4 5 shouldn't mandate it, and the elderly should live in dignity, but government shouldn't have to 6 provide or we think pollution is bad for the air and we shouldn't have to breathe it, but 9 government shouldn't stop people from doing it, but if those things had been done, there would be 10 11 no reason for government to do any of it, and if 12 paid sick days were provided to the huge number of 13 people who don't have it then there would be no reason for government to do it. And obviously 14 15 that is not the case, and that is why we need to 16 have a paid sick leave bill now. I'm done. 17 That's it.

CHAIRPERSON NELSON: Terrific.

Thank you very much. I appreciate it, and Doctor,

DR. SUSAN THERSALECK: Yes. Thank

you. I am Susan Thersaleck representing the

American Academy of Pediatrics for the New York

City chapters. I share many of the concerns of

some of the other healthcare providers that - - to

have spoken before, so I won't restate some of

those, but let me just say I am a pediatrician and 2 in my day job I work at Bellevue Hospital and 3 teach medical students and residents for the NYU 4 5 School of Medicine, and I have to say I do see effects of lack of paid family leave in my 6 everyday work. Most of the children I care for come from low income families. As I said many of 9 the issues have been raised before, but I just want to stress a couple of things really pertinent 10 11 to children. I have seen families absolutely 12 devastated when a child needed to be hospitalized 13 either for a chronic condition that may have been neglected for lack of follow up care or for 14 15 something new where one parent needs to stay with 16 the hospitalized child, the other parent needs to keep the family going, and for some of these 17 18 families, it is just such a fragile balance that 19 anything like this thrown into the mix disrupts 20 the whole thing, and again, in addition to being 21 detrimental to children and families these kinds 22 of instances really raise our healthcare costs so 23 we need to think about that. I am a newborn 24 person. I am the medical director of the newborn 25 nursery at Bellevue as well, and just another

issue that this affects is breastfeeding. In the 2 21st century we now consider breastfeeding to be an 3 important public health priority rather than a 4 5 lifestyle choice as in the past. The research is pretty rock solid on it, so we spend a lot of time 6 and effort trying to help new mothers breastfeed. I am constantly teaching my residents and students 9 about it, yet many of our low income mothers either do not initiate breastfeeding or will 10 11 breastfeed very short durations of time because 12 they will say I really don't want to start. Ι 13 have to go back to work in very short time periods. Now I know this paid sick leave is 14 15 talking about a short period of time, but it is 16 really detrimental, and again the research 17 demonstrates this and the research also demonstrates that when efforts are made to support 18 19 low income women some of these disparities are 20 reduced, so let me just end by stressing that I 21 feel this is an important public health measure. 22 It is beyond just economics. It is important to 23 the public health and again for the wellbeing of 24 our families and children, so please remember the 25 children. They don't vote, but they will someday.

6

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

2 | Thank you.

3 CHAIRPERSON NELSON: Thank you,

4 Doctor. I want to thank everybody.

COUNCIL MEMBER HALLORAN: First let me say thank you to all of you for having stuck around this long. We appreciate it, and to my friend who is a democratic district leader from somebody on the other side of the aisle, let me just tell you I appreciate the fact that you are here willing to express not only your opinion and your reason for it, and understanding that there is sometimes an ideological issue on the other side that needs to be talked about. To our gentleman is where I have my question. We have had several panels up here today and several Council Members, and every one of them has acknowledged that in the original draft of this bill there would have been some serious negative consequences to businesses in New York City that might have resulted in actual economic damage had that version of the bill, the original one drafted in 2010 been the bill that we were passing, so with all due respect to your perception that Christine Quinn has delayed this, I am sitting

here as a republican on the opposite of the aisle 2 of her, who has not endorsed her, who has endorsed 3 someone else for mayor, to tell you I am very 4 5 grateful to her for having not put that bill forward because we would be sitting here today 6 with damage to businesses that may be irreparable in some instances, and at least at this point, they have made I believe 27 or so - - amendments 9 to the bill as it was originally proffered. 10 11 sends a signal to me that somebody realized there 12 were some really significant flaws in the bill, so 13 while I understand being frustrated, believe me as 14 a republican I am the most frustrated person on 15 this Council in getting things done, but I will 16 tell you clearly and unequivocally and I can hope 17 you understand it that I don't believe for a 18 minute it was political posturing per se. I think 19 Christine was trying to balance the interests of 20 business, the people, getting it done in a way 21 that would be - - and correct and I hope that we 22 will still take a few more minutes before this 23 gets done to clean up issues I think I have with 24 this and that other business people have shared 25 with us even at this hearing.

4

5

б

7

8

9

10

11

12

13

14

15

16

17

18

19

2 CHAIRPERSON NELSON: Positive

objectivity. That was certainly well said. I want to thank Councilman Halloran for being here with us the entire time, and for filling in for me when I had to go out and do various things as well. I want to thank Matt Carlin, counsel to the Committee, who did all the heavy lifting so to speak and for all of you for staying so long because your hearts are in this obviously. It's not just a fleeting fancy. You want to do the right thing and on both sides of the issue, both excellent arguments. There is many other people to thank, which we just don't seem to have time, but a lot of people working on this Council staff as well. So on behalf of myself I'd like to thank you all so much, and we can commence this hearing on March 22nd, 2013 of the Civil Service and Labor Committee. Thank you. Have a safe trip home.

I, Kimberley Uhlig certify that the foregoing transcript is a true and accurate record of the proceedings. I further certify that I am not related to any of the parties to this action by blood or marriage, and that I am in no way interested in the outcome of this matter.

	Kimberley	Uhlig
Signature	O.	

Date _____4/13/13