CITY COUNCIL CITY OF NEW YORK ----- Х TRANSCRIPT OF THE MINUTES Of the COMMITTEE ON ECONOMIC DEVELOPMENT ----- Х January 10, 2017 Start: 1:07 p.m. Recess: 3:28 p.m. Council Chambers - City Hall HELD AT: BEFORE: DANIEL R. GARODNICK Chairperson COUNCIL MEMBERS: Vincent J. Gentile Julissa Ferreras-Copeland Karen Koslowitz Ruben Wills Donovan J. Richards Inez D. Barron I. Daneek Miller Joseph C. Borelli World Wide Dictation 545 Saw Mill River Road – Suite 2C, Ardsley, NY 10502 Phone: 914-964-8500 * 800-442-5993 * Fax: 914-964-8470 www.WorldWideDictation.com

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

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Deputy Chief James Kehoe, Executive Officer Borough of Manhattan South New York City Police Department

Vincent Grippo, Deputy Commissioner Management and Budget New York City Police Department

Seth Severino, Executive Director Capital and Budget Analysis Division New York City Police Department

Greg Bishop, Commissioner Department of Small Business Services

Louis Sanchez, Commissioner Manhattan Borough Department of Transportation

Kathy Wylde, President & CEO Partnership for New York City

Tom Cusick, President Fifth Avenue Business Improvement District

Rebecca Kriegman Appearing for Senator Brad Hoylman

Derek Walsh, Owner Judge Roy Bean Public House

Jessica Walker Manhattan Chamber of Commerce Joseph Loonam, Organizer Riders Alliance

1	COMMITTEE ON ECONOMIC DEVELOPMENT 4
2	[sound check, pause]
3	CHAIRPERSON GARODNICK: Good afternoon
4	and welcome to the Economic Development Committee of
5	the New York City Council. Today is Tuesday, January
6	10 th , 2017. My name is Dan Garodnick, and I have the
7	privilege of chairing this committee. Today we will
8	be taking a close look at the economic impact of the
9	security measures undertaken by the NYPD, and Secret
10	Service to ensure the safety of President-Elect
11	Donald Trump and his family while they are in New
12	York City. I would like to note for anyone watching
13	at home or joining us in the Chambers today you can
14	join our conversation on social media by using the
15	hashtag #TrumpImpactNYC. As the local council member
16	representing the district that includes Trump Tower
17	and the surrounding area, my office is particularly
18	attuned to the concerns of the local residents, and
19	businesses whose lives have been impacted every day
20	since Mr. Trump was elected president. Since
21	November, the area around Trump Tower has been a
22	heightened security zone. 56 th Street between
23	Madison and Sixth was completely closed to traffic.
24	For the hair salons, bars, restaurants and hotel on
25	the block, this had a major impact. They could not

1	COMMITTEE ON ECONOMIC DEVELOPMENT 5
2	reliably get deliveries. The street was filthy
3	because garbage collection would not take place
4	properly, and due to the heavy police presence,
5	including an NYPD Command Center at the Fifth Avenue
6	end and the truck screening station on Sixth Avenue,
7	people did not feel welcome to go down the block and
8	spend their money. Seniors and people with limited
9	mobility had to avoid the area entirely as they were
10	unable to get the curbside drop-off that they needed.
11	The Judge Roy Bean Pub reported a 30% reduction in
12	sales during the normally busy holiday season, and
13	according to the Fifth Avenue BID, it has been
14	estimated that some businesses on Fifth Avenue are
15	seeing a significant decrease in sales when the
16	President-Elect is in town. A survey by the New York
17	City Controller in late November revealed that some
18	of those business owners had already begun
19	anticipating laying off employees, relocating
20	elsewhere in the city, or simply closing altogether.
21	Simply put, the heightened security around Trump
22	Tower has had a very negative impact on businesses
23	operating in that area. As I noted before, I happen
24	to represent this district, and have made repeated
25	visits to hear these concerns from the local
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 6
2	businesses, and I was pleased to be joined by the
3	Small Business Services Commissioner Greg Bishop, who
4	is one of our witnesses today, on a walk-through of
5	the area just before the holidays. We heard from the
6	local businesses. We heard their concerns, and I
7	know that he will be sharing some of those today. My
8	office pushed for the re-opening of 56 th Street to
9	through traffic between Fifth and Sixth, and we are
10	grateful that the city saw fit to open it-reopen it
11	on December 28 th . While the committee commends the
12	efforts made by the Mayor's Office and NYPD to
13	restore a semblance of order and normalcy to this
14	block, the barricades and unannounced closures have
15	continued intermittently. Are they only temporary
16	changes to the security landscape or is this the new
17	normal? We're looking at four years of potential
18	disruptions. Businesses need to know how they can
19	plan for and survive them, and yes I am fully aware
20	that this depends on the President-Elect's own plans
21	and office and how often he intends to be himself at
22	Trump Tower. The impact of a president with a
23	residence in Midtown Manhattan is significant,
24	unprecedented, and can impact New York City's bottom
25	line in a variety of ways. When people do not shop
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 7
2	at the retailers on or near Fifth Avenue, the city
3	loses out on important revenue streams. CVS-2
4	reported the Fifth Avenue icon Tiffany & Co paid \$11
5	million in city taxes just last year, and when sales
6	are down, taxes are down, and layoffs cannot be far
7	behind. This means New Yorkers out of work, a
8	difficult burden for families in our city. There's
9	also traffic and congestion: Trump Block, as some
10	have dubbed it. Punishing traffic that has and will
11	accompany the movement of the President through
12	Manhattan streets. For those stuck in a car or a bus
13	in the middle of it, our stress levels rise, and
14	productivity falls. This congestion will impact our
15	ability to get to our jobs, and home to our families
16	and as a city, it also affects our ability to respond
17	to emergencies. In November, the President-Elect
18	traveled to his golf course in New Jersey by car,
19	which required the entire Lincoln Tunnel to be shut
20	down during a Friday rush hour. Since the election,
21	DOT has stated the travel time has increased by 66%
22	on Sixth Avenue, and by 25% heading east on 57 $^{ m th}$
23	Street. It should be noted that Fifth Avenue is the
24	city's busiest bus route carrying 140 buses an hour
25	every morning during the morning rush including
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 8
2	express buses to the Bronx, Queens and Staten Island.
3	This has citywide ramifications. And the traffic is
4	not limited to the streets. When Air Force 1 flies
5	in and out of JFK, of course, this is not unique to a
6	Trump Presidency. They clear the runways, and limit
7	arrivals and departures. Fueling and maintenance
8	trucks remain idle and incoming flights need to
9	circle or get diverted elsewhere. JFK, as we all
10	know, is the 15^{th} busiest airport in the world with
11	over 1,200 flights per day on average. If the
12	President-Elect decides to visit each weekend here in
13	New York City, there will be frequent and
14	unpredictable delays in and out of JFK, which will
15	likely send ripple effects throughout the entire
16	domestic and international aviation system. This is
17	not even to mention the cost to the New York City
18	Budget that NYPD says is \$500,000 a day\$500,000 per
19	day to provide security for the President-Elect. The
20	cost will amount to approximately \$35 million between
21	election day and inauguration day, and the federal
22	government to date has agreed to reimburse New York
23	City for only a paltry \$7 million. We should not be
24	losing \$28 million on this operation. We have a city
25	to run here, and a budget to balance, and we cannot
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 9
2	allow all of our resources and opportunities to be
3	swallowed up by this sudden obligation in Midtown.
4	To the President-Elect we understand that you have a
5	home Fifth Avenue, and we ask that you not treat
6	Trump Tower like a pied-a-terre. We ask that you
7	spend your time over the next four years at the White
8	House. The White House is lovely at any time of the
9	year, and that is a much better place to accommodate
10	these significant security obligations. We invited
11	the President-Elect or a representative to testify
12	today to talk about his plans. I don't believe we've
13	gotten a response, and I don't know if there's a
14	representative here. Mr. Trump is a New Yorker. He
15	inevitably has gotten stuck in traffic during a
16	president visit himself at some point, and we want to
17	remind him that he is about to travel with a very big
18	footprint. We appreciate that he has a home here,
19	but we also hope that he does not use it too often.
20	And on that note, I look forward to hearing today's
21	testimony. We have been joined by Council Members
22	Borelli and Richards, and I want to just remind you
23	that you can continue to share your opinions and
24	voice on this subject at the Hashtag #TrumpImpactNYC,
25	and now I want to welcome from the City Louise
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 10
2	Sanchez for the Department of Transportation; Greg
3	Bishop, the Commissioner of the Department of Small
4	Business Services; Vincent Grippo, who is the Deputy
5	Commissioner of Management and Budget for NYPD; and
6	Deputy Chief James Kehoe, who is the Borough of
7	Manhattan South for NYPD. Gentlemen, welcome. We're
8	glad you're here. We know the challenges are tough,
9	and we look forward to hearing from you today. So,
10	are you going to start?
11	DEPUTY CHIEF KEHOE: I'll start.
12	CHAIRPERSON GARODNICK: Go right ahead.
13	DEPUTY CHIEF KEHOE: [off mic] Good
14	afternoon, Chair Garodnick and members of the
15	Council. I am Deputy Chief James Kehoe-[on mic]
16	Deputy Chief James Kehoe, Executive Officer for
17	Borough of Manhattan South for the New York City
18	Police Department. I am joined here today by Vincent
19	Grippo, the NYPD Deputy Commissioner of Management
20	and Budget and Seth Severino, Executive Director,
21	NYPD'S Capital and Budget Analysis Division. We are
22	also joined here today by Greg Bishop, Commissioner
23	of the Department of Small Business Services and
24	Louis Sanchez, Manhattan Borough Commissioner for the
25	Department of Transportation. On behalf of Police

1	COMMITTEE ON ECONOMIC DEVELOPMENT 11
2	Commissioner James P. O'Neill, I wish to thank the
3	City Council for the opportunity to speak with you
4	today about the impact that increased for the
5	President-Elect has had in Midtown Manhattan. At the
6	outset of my testimony today, I believe it is
7	essential for me to stress that protecting the
8	President-Elect and his family while in New York City
9	is a responsibility that Police Department takes very
10	seriously. Each day the NYPD performs unique and
11	complex tasks associated with safeguarding millions
12	of people each day who live and work and visit
13	America's most popular city as well as protecting one
14	of the country's busiest ports, infrastructure,
15	public transportation and waterway system. It is a
16	job that the NYPD readily and willingly takes on
17	ensuring the safety of New Yorkers and of the
18	President-Elect is common. As everyone is probably
19	aware, the President-Elect's residents and functional
20	transitional headquarters is located within Trump
21	Tower, a 58-story mixed-use skyscraper located on
22	Fifth Avenue between 56^{th} and 57^{th} Street in Midtown
23	Manhattan. The Tower is located in the heart of a
24	prime commercial area in Manhattan adjacent to high
25	profile hotels, multi-use buildings, department
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 12
2	stores, highly used sidewalks and near subways and
3	bus stops as well as iconic tourist attractions like
4	Central Park. Following the results of the
5	presidential election, in cooperation with our
6	federal law enforcement partners, the NYPD promptly
7	implemented a 24-hour security protocol around Trump
8	Tower. While out of security concerns we cannot
9	provide specific deployment figures, officers and
10	tactical teams have been deployed to security posts
11	and screened checkpoints and civilian traffic
12	enforcement agents have been posted to manage traffic
13	disrupted by security operations and increased
14	pedestrian flow. The NYPD and its federal partners
15	have been working closely with the others to secure
16	the perimeter around Trump Tower and keep the area
17	safe for all. Nevertheless, providing an ongoing
18	presidential level of security in Midtown Manhattan
19	has presented challenges for the city. The cost of
20	providing the President-Elect with the necessary
21	level of security through this transition period has
22	been substantial and unprecedented in terms of
23	personnel required to full scope and duration.
24	Providing this protection is logistically complex and
25	requires a significant commitment of resources. This

1	COMMITTEE ON ECONOMIC DEVELOPMENT 13
2	is why the Administration along with the Council has
3	called upon the Federal Government to reimburse the
4	city for funds that have been expended to date as
5	well as to engage in conversations on anticipated
6	security related expenses to protect the President-
7	Elect and his family over the course of this first
8	term. This is why the Administration along with the
9	Council has called upon the federal government
10	reimburse the city for funds that have been expended
11	to date, as well as to engage in conversations on
12	anticipated security related expenses to protect the
13	President-Elect and his family over the course of his
14	first term. Several small businesses and bigger
15	retail stores that operate in the vicinity of Trump
16	Tower have also experienced challenges particularly
17	with respect-respect to constraints on customer
18	traffic and delivery, protecting the President-Elect
19	while minimizing the impact to nearby businesses has
20	required constant dialogue from everyone involved.
21	The businesses, elected officials, key stakeholders
22	and our fellow city agencies. As this unique and
23	unprecedented situation continues to evolve, the
24	Police Department along with our colleagues in
25	government will continue to conduct outreach to those
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 14
2	that have been acted-impacted so that were are
3	informed of any security related challenges.
4	Recently, as we mentioned earlier, in order to
5	alleviate some of these constraints, the city
6	reopened 56 streets between Sixth and Fifth Avenue
7	and the NYPD has relocated our mobile command post
8	from the southwest corner of 56 th Street to the
9	northwest corner of 56 th Street. This has allowed
10	for an opening of the south side of 56 th Street to
11	one lane through traffic while still allowing the
12	mobile command post to act as its traffic deterrent
13	to keep vehicular threats at that. These changes,
14	which were implemented in coordination with the
15	Department of Small Business Services, the Department
16	of Transportation, Secret Service and other law
17	enforcement partners will improve traffic flow while
18	also ensuring that the safety and security of Trump
19	Tower and the surrounding area remains intact. While
20	the safety of the President-Elect and everyone in the
21	surrounding area is top priority, the Administration
22	is committed to maintaining ongoing conversations
23	with businesses, residents, and pedestrians that have
24	been impacted by these extraordinary circumstances.

1	COMMITTEE ON ECONOMIC DEVELOPMENT 15
2	Thank you for the opportunity to speak with you
3	today, and we are pleased to answer any questions.
4	CHAIRPERSON GARODNICK: Thank you.
5	Chris, do you have? Okay, so that's the formal
6	testimony. Okay, terrific. Alright, well, then
7	we're certainly going to have a number of questions.
8	I want to note that we have been joined by Council
9	Member Koslowitz, and Deputy Chief, we thank you for-
10	for your testimony, and we recognize that this is a
11	unique situation, and that you all have your hands
12	full. We also want to think about ways to minimize
13	the impacts here to the small businesses, and even
14	the large businesses in the area, and they are really
15	struggling today. But the questions that I have for
16	you at least to start have to do with the costs and
17	the resources here to the City that are being
18	expended in Midtown Manhattan today. You noted that
19	the-the city has asked for reimbursements, but let's
20	talk about the costs. There have been reports and
21	even this-the reimbursement that was sought was an
22	estimated \$500,000 a day. Can you help us understand
23	how we get to that number?
24	DEPUTY COMMISSIONER GRIPPO: Deputy
25	Commissioner of Management and Budget, Vincent

1	COMMITTEE ON ECONOMIC DEVELOPMENT 16
2	Grippo. With respect to the cost so there are a
3	couple of numbers that you've heard publicly, and
4	I'll sort of restate here. We have an estimate that
5	runs from election day to inauguration day. The
6	estimated cost for that period of time based on
7	deployment numbers is \$37.4 million. That includes
8	salary, full-time salary for the officers assigned to
9	those locations. It includes overtime because the
10	tours are extended at that location, and it includes
11	fringe benefits, which we traditionally do when we
12	seek reimbursement. So it's the fully loaded cost to
13	the city of having that officer on either straight
14	time or overtime at that location. That \$500,000
15	number that you cited is the deployment-if you look
16	at the deployment model, the number of officers, and
17	traffic enforcement agents I should add, at that
18	site, that it comes out to-the projection is \$500,000
19	per day, which is an estimate we derive from the
20	number of officers, the numbers of hours assigned,
21	and what the average salary would be for those
22	officers. At this time, we are looking at that same
23	deployment model any-on any day that the President-
24	Elect or after the Inauguration the president resides
25	within Trump Tower.
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 17
2	CHAIRPERSON GARODNICK: So that's a-that
3	estimate is a—a day in which you say that the
4	President-Elect was there.
5	DEPUTY COMMISSIONER GRIPPO: Correct.
6	CHAIRPERSON GARODNICK: Okay, and the
7	\$37.4 million when you talk about the salary for the
8	assigned personnel overtime plus fringe benefits,
9	that is above what we otherwise were paying these
10	officers for their work in New York City. Is that
11	correct?
12	DEPUTY COMMISSIONER GRIPPO: No, this is-
13	this is what it's costing to have that officer there
14	whether on straight time or overtime. So understand
15	the-the deployment model pulls officers from other
16	details, from precincts, puts them at that location.
17	We're seeing reimbursement from the federal
18	government for that because ultimately what happens
19	is the city is then reliant on overtime in the
20	commands that are now down in officers to compensate
21	for the lost officer that's now located at Trump
22	Tower. So, it ends up being-the best way for us to
23	receive compensation is ultimately to calculate the
24	cost of having that officer there. That then helps
25	us with the overtime issue we are seeing incurred
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 18
2	because we have so many officers assigned to this
3	location.
4	CHAIRPERSON GARODNICK: So that is that
5	\$500,000 a day is your estimate for the days in which
6	the President-Elect is present in Trump Tower?
7	DEPUTY COMMISSIONER GRIPPO: Correct.
8	CHAIRPERSON GARODNICK: Let's talk now
9	about the days in which he is not present in Trump
10	Tower, and you can answer that question as-in terms
11	of whether his family is there or his family is not
12	there based on however you calculate it. But tell us
13	how you think about that, and what the costs end up
14	being?
15	DEPUTY CHIEF KEHOE: Well, what I can say
16	is I cannot go into specific figures as far as
17	manpower goes, but I…what I can say is that there is
18	continuous dialogue between the NYPD and our federal
19	enforcement partners what the security would be
20	versus in-residence and out of residence. The mere
21	fact that theTrump won the election puts Trump
22	Towers in that area as a security risk. So if there
23	is going to be a presence, and then one is out, but I
24	cannot-I cannot elaborate on the facts of these.
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 19
2	CHAIRPERSON GARODNICK: Does-is that
3	because the dollar amount tells you how much security
4	that you would be putting out there on Trump Tower?
5	Is that reason why you can't answer that question?
6	DEPUTY CHIEF KEHOE: No, it has to do
7	with the security of the President-Elect.
8	CHAIRPERSON GARODNICK: Okay. so the
9	DEPUTY COMMISSIONER GRIPPO:
10	[interposing] It's also-it's also just to say, I
11	think it's-there are-there are so many variables we
12	really to my knowledge don't have a firm model for
13	days at which the President-Elect and the President
14	of the United States is not there simply because it's
15	likely that many factors will come into play with
16	respect to what's needed at that site. The model
17	we've created is for the President post-inauguration
18	making residents in that building. What we also know
19	is that on any day that he's not there, that location
20	that address, that building is clearly an elevated
21	risk building than it was prior to the President's
22	election, and so there will be an increased presence.
23	It's not-we haven't looked at in dollars and cents
24	because it's not something we would ultimately be
25	seeking compensation for. We're seeking compensation
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 20
2	for what we view as an unprecedented event to have a
3	President of the United States, a sitting president
4	residing outside the White House in New York City in
5	a high-rise building in Midtown Manhattan. That cost
6	and burden is what we're seeking compensation for.
7	CHAIRPERSON GARODNICK: So just to be
8	clear, the City is not seeking compensation for days
9	in which there's family present, but not the
10	President-the President-Elect or President?
11	DEPUTY COMMISSIONER GRIPPO: Not-not at
12	the current time no. That's correct.
13	CHAIRPERSON GARODNICK: Okay, and the
14	number of officers that would have to be redeployed
15	from other areas in order for that \$500,000 number to
16	be reached is how many?
17	DEPUTY COMMISSIONER GRIPPO: That-that
18	answer I cannot give due to-due to security reasons
19	for the President-Elect.
20	CHAIRPERSON GARODNICK: Is there any way
21	that the Police Department has or can break down-has-
22	has the Police Department broken down that number for
23	the purpose of seeking reimbursement or for arguing
24	for the-the number itself that would not cause risk
25	to the President-Elect. I mean how-how-how-how does

1	COMMITTEE ON ECONOMIC DEVELOPMENT 21
2	somebody take that number seriously unless we know
3	how you arrive at it?
4	DEPUTY CHIEF KEHOE: We look at the
5	number. We have broken down the number, but in this-
6	this arena I-I'm not able due to the-due to security
7	risks of the President-Elect about that number.
8	CHAIRPERSON GARODNICK: Do you have
9	anything to add on that? Okay, talk for a moment
10	about the impacts on the precincts around the city.
11	You-you-you noted that it-it causes an overtime
12	obligation where you're pulling officers from one
13	precinct and redeploying them to Midtown. What has
14	been the practical impact for the precincts where
15	that has-that has been happening and what precincts
16	are there?
17	DEPUTY CHIEF KEHOE: Well, the precincts
18	from all over the city, and that's determined by the
19	Operations Unit. I think the overall impact on the
20	Police Department is very minimum. We still, you
21	know, enjoying you know, low crime numbers, low
22	shootings, low homicides. We're still able to police
23	events, Christmas tree lightings and the-the beach.
24	So we're-we're still operating with minimum impact.
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 22
2	CHAIRPERSON GARODNICK: There have been
3	repots, public reports, about the numbers of officers
4	that have been deployed to Midtown on a given day,
5	300, 400, 500. Would you…would you like to
6	corroborate or—or—or say that those numbers are
7	inaccurate in any way?
8	DEPUTY CHIEF KEHOE: I have not seen the
9	numbers posted in newspapers for deploying for the
10	Trump Hotel or, you know, for-for the Midtown area.
11	CHAIRPERSON GARODNICK: Did those numbers
12	sound accurate to you?
13	DEPUTY CHIEF KEHOE: No.
14	CHAIRPERSON GARODNICK: Too high?
15	DEPUTY CHIEF KEHOE: They just don't seem
16	accurate?
17	CHAIRPERSON GARODNICK: Okay. Let me go
18	to the-to Mr. Bishop and thank you. I-I appreciate
19	the challenges that you're under.
20	COMMISSIONER BISHOP: Thank you, Chair,
21	for this opportunity and-and, of course, thank you
22	for your advocacy for the businesses in-in the area.
23	First and foremost, the retailers and small
24	businesses on the Fifth Avenue Corridor and adjacent
25	to the Fifth Avenue Corridor are important to the
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 23
2	City of New York, and certainly this has been an
3	unprecedented situation. And I want to thank the
4	NYPD for working with us. Certainly we are seeing
5	the security apparatus evolve over time, and
6	certainly we have been working closely with NYPD to
7	minimize the impact that it has on the retailers and
8	small businesses. So when we actually went out and-
9	and talked to the small businesses, obviously their-
10	their biggest concern, there was a couple of
11	concerns. One was the impact that it would have on
12	pedestrian traffic. Certainly the impact that it had
13	on deliveries. 156 was closed, and certainly, you
14	know, the businesses expressed concern about just
15	communications. And NYPD has been on the ground.
16	Their Community Affairs Unit that has been in
17	constant communication with those small businesses.
18	With the reopening of 56 th , that has been received
19	well with the small businesses. They have been very
20	excited. The hotel, the the bars and all of the
21	businesses that's-that's on there have expressed
22	relief. We are now working closely with NYPD to
23	ensure that we do more communications. Certainly
24	there's a big unknown, which is, you know, what the
25	President-Elect will do but certainly the NYPD has
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 24
2	been working closely with us that when we do have a
3	plan solidified, we will be-we will make sure that we
4	minimize the impact on the businesses.
5	CHAIRPERSON GARODNICK: It's early to
6	know a direct impacts as we now question, but is that
7	something your agency has been able to quantify in
8	any—in any way either sales tax data, or income tax
9	data or employment data or anything along those
10	lines?
11	COMMISSIONER BISHOP: Yeah, I think
12	you're absolutely correct. It-it is too early. You
13	know, we work and we will be working closely with the
14	Fifth Avenue BID, and I think you'll be hearing from
15	them later. They are working with the retailers to-
16	to get to that number. We have the tools to help the
17	small businesses figure that number out, but it is
18	certainly too early to tell. We've heard different
19	numbers from small businesses. We've heard a
20	negative impact in November, but we've also heard
21	that December was fine. So, I think it's too early
22	to tell. I think, you know, our main goal is as the
23	NYPD works with their federal partners, we work with
24	them to ensure that we minimize the impact to the
25	retailers and the small businesses in the corridor.

1	COMMITTEE ON ECONOMIC DEVELOPMENT 25
2	CHAIRPERSON GARODNICK: And how soon is
3	an appropriate amount of time to know what you're
4	dealing with here? Because, you know, we've had a
5	couple of months down, but I, you know, when in your
6	experience do you have a reliable picture on impacts
7	when you have a change in the environment and for one
8	reason or another?
9	COMMISSIONER BISHOP: Yeah, I-I think,
10	you know, in my experience, you know, it-it usually
11	runs a fiscal year for that particular business.
12	Certainly the message that we want to send today is
13	that Fifth Avenue is open. Fifth Avenue is open for
14	business, 56 th and the-the surrounding streets are
15	open for business, and then New York just should come
16	out in support, and certainly, you know, in the
17	retail cycle, you know, the-the impact that they saw
18	maybe in November might be erased in the future. So
19	it is difficult to tell based on just a couple
20	months. We typically rely on a-on a complete cycle
21	for the business.
22	CHAIRPERSON GARODNICK: Do you have a
23	liaison for businesses in the area?
24	COMMISSIONER BISHOP: We do. So we have
25	an Emergency Response Unit. Actually, they're-

1	COMMITTEE ON ECONOMIC DEVELOPMENT 26
2	they're in the room. Bernadette Nation leads that
3	team. The businesses have their contact information.
4	Any time there is any differentiations from what we
5	have told them, they can contact us. But they do
6	have a good relationship with NYPD. I have to
7	commend the NYPD with their Community Affairs Unit.
8	The Community Affairs Officers have given the
9	businesses their contact information. There's direct
10	access to the command post for any issues that the
11	businesses may have. We worked closely with them
12	again to reopen 56^{th} , and certainly because we do not
13	know what's going to happen after the Inauguration,
14	we are working closely with retailers and the small
15	businesses and with NYPD that once a security package
16	is designed that it would be—it will have minimum
17	impact on those businesses.
18	CHAIRPERSON GARODNICK: Is—is SBS being
19	consulted when it comes to the security package?
20	Because obviously if the-the future of the area for
21	the next four years starting on January 20^{th} , is
22	devised by PD and Secret Service, obviously there are
23	particular concerns that are being considered there.
24	And important I might add concerns being focused on
25	there, but the-the impact on the rest of the area
	l

1	COMMITTEE ON ECONOMIC DEVELOPMENT 27
2	should also be at the table in those conversations.
3	How is that being incorporated?
4	DEPUTY CHIEF KEHOE: There is continued
5	dialogue. NYPD and law enforcement partners, as we
6	talk if there's something that's going to-that we
7	feel may significantly impact the area, we reach out.
8	We reach out to the community. We reach out to the
9	business owners. We reach out to Mr. Bishop, and-and
10	we inform him of what may be or may not be occurring.
11	CHAIRPERSON GARODNICK: Okay, well, I
12	mean that-that doesn't sound like
13	DEPUTY CHIEF KEHOE: [interposing] It's
14	continuous-it's continuous dialogue.
15	CHAIRPERSON GARODNICK: That doesn't
16	sound like business at the table. It sounds like
17	business being informed after the fact to their
18	staff.
19	COMMISSIONER BISHOP: No, I-you know, the
20	fact that I'm here and I've been in conversation with
21	the NYPD. So the, you know, the NYPD is sensitive to
22	the business community. We are-are working closely
23	with the NYPD to create a communication mechanism.
24	But, you know, this is unprecedented, and I have to
25	remind everyone that it-it is not uncommon. This is

1	COMMITTEE ON ECONOMIC DEVELOPMENT 28
2	not theyou know having the President-Elect in
3	Midtown is not a normal situation. So, the NYPD has
4	to work on protecting the President-Elect first, and
5	then the citizens of New York and the businesses in
6	the area. So, certainly I appreciate the-the
7	tremendous work that they have, and we'll be working
8	closely with them.
9	CHAIRPERSON GARODNICK: I do, too, and
10	certainly recognize the position that they are in,
11	but also want to make sure that, you know, when we're
12	thinking about and the decisions as I understand them
13	are being made right now about what that security
14	apparatus looks like starting in 10 days, and for
15	perhaps four years. So this is the moment when, you
16	know, things are going to be put in place that we're
17	either going to need to re-evaluate and work to
18	minimize, et cetera or, you know, the considerations
19	of the businesses today or brings to the table, and
20	have been bringing to you, Commissioner, and to me
21	over the past month or so, will be incorporated in
22	that. So I think it's a-it's a sensitive moment and
23	I-and I hope that those issues are being not just,
24	you know, informing but also being considered and
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 29
2	adopted in the-in the security plan. Is that a fair
3	request?
4	COMMISSIONER BISHOP: That's fair.
5	CHAIRPERSON GARODNICK: Okay. One more
6	question for—for PD and then I'm going to go to
7	Council Member Richards, and-and I'll be back. We
8	appreciate the opening of—of 56 th Street because that
9	was having a-a, you know, particularly harmful effect
10	on-on the businesses on the block. Tell us what
11	other adjustments PD has made since the election that
12	has, you know, improved either pedestrian or
13	vehicular movement in the area?
14	COMMISSIONER BISHOP: Well, we've also
15	reconfigured the barriers on 56^{th} Street between
16	Fifth and Sixth to make it more-we're hoping to
17	remove it from the sidewalks on both the south side
18	and the north side of it, and around the command
19	post. We removed the Terrahawk (sp?) that we
20	originally had there post-election. We removed that
21	vehicle from 56 th Street. If you remember initially
22	when-when President-Elect Trump won the election, we
23	had sand trucks surrounding Trump Tower. We moved
24	the sand trucks and-and placed Jersey barriers. We
25	also put some chains on the pedestrian crossings

COMMITTEE ON ECONOMIC DEVELOPMENT 1 30 since they're more aesthetically, you know, able to 2 cross people, pedestrian crossings across 56th Street 3 and across 57the Street. 4 5 CHAIRPERSON GARODNICK: This-this-go ahead, Commissioner. Do you want to add something? 6 7 COMMISSIONER BISHOP: Yeah, I just wanted 8 add that we have been working with PD on this site looking to-looking ways to maximize pedestrian flow, 9 and make the traffic flow-flow a little bit more 10 efficiently. Well, that included realigning some of 11 the barricades. Obviously, one of the other things 12 was to make sure that the pedestrian ramps were open 13 to maintain ADA access, and that has worked out well. 14 15 CHAIRPERSON GARODNICK: Do we ... so 56th 16 Street is open, but only open with one lane of-of 17 through traffic. Is that-is that accurate? COMMISSIONER BISHOP: Correct. 18 CHAIRPERSON GARODNICK: So if-if a 19 business wanted to do a delivery on the block, what 20 are the parking regulations over there for them to do 21 22 t at this point? 23 COMMISSIONER BISHOP: Well, nothing has changed to that in terms of regulations, and my 24

understanding is that we're still commercial loading

1	COMMITTEE ON ECONOMIC DEVELOPMENT 31
2	regulations. Obviously because it's a restricted
3	area. You know, there's more-ample-there's-there's
4	probably more space for vehicles to load and unload.
5	CHAIRPERSON GARODNICK: What we're
6	hearing just so you know is that there are still
7	challenges for businesses to get their delivery right
8	there, and that police are telling them to parking on
9	Sixth Avenue and move things over by hand. In some
10	cases they're getting tickets on Sixth Avenue in the
11	place where they're being told to look at. So, I do
12	think that this is—it's clearly an improvement, and
13	we're grateful for the opening of the street, but I
14	think we need to consider whether there are ways to
15	further aid these folks because it's-I don't think
16	that their challenges areare yet resolved. But,
17	Commissioner, while-while I've got you, one-one or
18	two more DOT questions before I go to Council Member
19	Richards and Council Member Koslowitz. DOT has
20	reported that the traffic impacts have been rather
21	significant. There's a 66% increase in the amount of
22	time, you know, to move up Sixth Avenue a-a 15%
23	increase in the times north of Fifth Avenue on Fifth
24	Avenue, and-I'm sorry, north of 57 th Street on Fifth
25	Avenue, and then a 25% increase when heading

1	COMMITTEE ON ECONOMIC DEVELOPMENT 32
2	eastbound on 57 th Street. Have you seen-now that
3	you-and-and DOT recently did something, which I think
4	is very helpful, which was to do the truck
5	inspections for 56 th Street, for 56 th Street itself as
6	opposed to on Sixth Avenue.
7	COMMISSIONER BISHOP: DOT does not do the
, 8	truck inspections.
9	CHAIRPERSON GARODNICK: I'm sorry.
10	Allowed on the space to do that, yes.
11	COMMISSIONER BISHOP: Yes we moved
12	CHAIRPERSON GARODNICK: [interposing]
13	Maybe I'm crediting the wrong agency. Maybe I'm-it
14	wouldn't matter.
15	COMMISSIONER BISHOP: Well, we moved the
16	bike share station 56 th Street to accommodate the
17	<pre>check point_checkpoint at NYPD's request. Correct.</pre>
18	CHAIRPERSON GARODNICK: Okay, good.
19	COMMISSIONER BISHOP: Secret Service
20	means check point checkpoint.
21	CHAIRPERSON GARODNICK: Okay, the point
22	is for local purposes, the checking is not happening
23	Sixth Avenue. It's happening around the corner on
24	56^{th} Street. So the question for DOT is have you
25	seen an improvement of the traffic flow on Sixth

1	COMMITTEE ON ECONOMIC DEVELOPMENT 33
2	Avenue as a result of the moving of that check
3	pointcheckpoint.
4	COMMISSIONER BISHOP: Oh, without a
5	doubt. The-the Sixth Avenue check point checkpoint
6	was taking out the equivalent of two travel lanes.
7	There is the bus curb lane and the travel lane. Now
8	that that has been freed up, it's pretty much I'll-
9	I'll say back to near normal conditions before the
10	election.
11	CHAIRPERSON GARODNICK: Other than the
12	stats that I cited that came from DOT, have you been
13	able to quantify any impacts, and this also could be
14	for-for PD on emergency vehicles and their ability to
15	get to their destination either police or fire,
16	ambulances as a result of that, um, increased time or
17	it's just the obvious that when you have an increased
18	time for any vehicle, it would include a fire truck,
19	it would include a police officer, it would include
20	an ambulance. Is that a fair observation?
21	COMMISSIONER BISHOP: That's fair.
22	CHAIRPERSON GARODNICK: Yes. Okay. I'm
23	going to go to Council Member Richards, and note that
24	Council Member Miller has joined us. Welcome.
25	Council Member Richards.

1	COMMITTEE ON ECONOMIC DEVELOPMENT 34
2	COUNCIL MEMBER RICHARDS: Thank you so
3	much, Mr. Chairman and I think we certainly had a way
4	to find out many of these answers, but Council Member
5	Borelli left for Trump's New York State Director.
6	[laughs] And I'm-I'm sure you guys have questions for
7	him, too. So just a few questions and I-I want to
8	hit definitely on the-the police issue because I've
9	definitely heard from inspectors in my community that
10	officers are being diverted, and I know for Queens
11	South in particular I know Council Member Miller and
12	myself share Queens South, and Karen Koslowitz is
13	from Queens. And by the way, I hope Queens is not
14	being punished because we don't necessarily claim
15	Trump, but I wanted to know are officers being
16	diverted from the outer boroughs and-and can you just
17	speak to how many officers are from the outer
18	boroughs?
19	DEPUTY CHIEF KEHOE: I can speak to yes,
20	officers are being pulled from outer boroughs. As
21	far as the numbers, I-I can't speak on the numbers of
22	officers that are being pulled.
23	COUNCIL MEMBER RICHARDS: And-and you
24	don't have a guesstimate of how many members?
25	DEPUTY CHIEF KEHOE: No.
I	

COMMITTEE ON ECONOMIC DEVELOPMENT 1 35 COUNCIL MEMBER RICHARDS: And would you 2 say that officers are being diverted from community, 3 from commands in particular that have a major need 4 5 for-DEPUTY CHIEF KEHOE: I'm sorry, could you 6 7 repeat the please? I'm sorry. COUNCIL MEMBER RICHARDS: So commands 8 that officers are being diverted from, I'm-I'm 9 assuming that are you taking from all different 10 commands? It doesn't matter which precinct? 11 DEPUTY CHIEF KEHOE: That's correct. 12 COUNCIL MEMBER RICHARDS: So communities 13 like Brownsville, Southeast Queens where-Far Rockaway 14 15 in particular where crime is an issue in some areas. 16 You're taking-diverting officers from those areas as 17 well? DEPUTY CHIEF KEHOE: Officers are 18 19 diverted all over the city. COUNCIL MEMBER RICHARDS: So from all 20 over the city. Um, do-have you seen any correlation 21 22 between taking officers from these particular communities from crimes going high or low and I know 23 crime is historically on the trends of going low 24 across the city, but are we now seeing any direct 25

1	COMMITTEE ON ECONOMIC DEVELOPMENT 36
2	correlation between crime figures increasing or
3	decreasing in some areas or has there been no change
4	since?
5	DEPUTY CHIEF KEHOE: No correlation that
6	I'm aware of. No correlation I am aware of.
7	COUNCIL MEMBER RICHARDS: So there's no
8	correlation at all?
9	DEPUTY CHIEF KEHOE: That I'm aware of.
10	COUNCIL MEMBER RICHARDS: That you're
11	aware of and that's a steady fact, and do you
12	anticipate as we move forward-I mean it's hard to
13	obviously anticipate crime trends, but do you
14	anticipate the more we take away from these commands,
15	crime could increase in some of these areas?
16	DEPUTY CHIEF KEHOE: I don't know if I
17	can comment on that. That's speculation.
18	COUNCIL MEMBER RICHARDS: Okay, but I
19	would assume if you're taking away from areas that-so
20	if there are 100 officers who are normally staffed at
21	a precinct-let's just throw that number out there and
22	it's now. I don't know. I'm say maybe 70 officers
23	everyday. You wouldn't say that we're taking away
24	from something that, you know, is near and dear to
25	us, and that's something called community policing,

1	COMMITTEE ON ECONOMIC DEVELOPMENT 37
2	which has been something that we work very closely
3	with the administration on. And I know this is
4	through no fault of yours. I don't want you to take
5	it as an attack on you. This is more aimed at
6	President-Elect because we wouldn't be in this
7	predicament obviously if he was not staying in New
8	York City. But, is this moving us away from the goal
9	of actually moving toward a community policing model
10	in the city?
11	DEPUTY CHIEF KEHOE: Most of the officers
12	are assigned to Trump are on overtime. So they don't
13	pull from their street force figures so to say. So I
14	would be—it would be speculation for me to say that
15	it's going to increase crime by pulling an officer
16	who's on overtime any time. (sic)
17	COUNCIL MEMBER RICHARDS: So all of the
18	officers are-who are patrolling are specifically on
19	over time. So you're not diverting from precincts
20	during the day or?
21	DEPUTY CHIEF KEHOE: Let me clarify, but
22	I-I mean I think generally-well, wewe testified to
23	this earlier. So, the-the model works in that we
24	create a detail, and we assign officers and we
25	redeploy them from a precinct over to Midtown to

1	COMMITTEE ON ECONOMIC DEVELOPMENT 38
2	cover this. In the precincts at which they're
3	pulled, so there's overtime in that-and-and built
4	into the model for the detail, which extends the
5	tour.
6	COUNCIL MEMBER RICHARDS: [interposing]
7	Okay.
8	DEPUTY CHIEF KEHOE: Which decreases the
9	number of officers we would need because we have them
10	on extended tours. That's one way we deal with the
11	issues in the other precincts. The other thing we do
12	is the Operations Division will authorize overtime in
13	the precincts that are-that have had a reduction in
14	the number of officers on a particular-on a
15	particular tour. So that that overtime will
16	compensate the additional hours necessary for the
17	lost individual. So the bottom line is, you know,
18	we-the NYPD ensures that the neighborhoods across the
19	city are not adversely impacted by having less
20	people, less boots on the ground, less-less uniformed
21	officers on patrol. The impact comes on the fiscal
22	side where we're now incurring overtime both for the
23	officers assigned to the detail, and then we're
24	incurring overtime what we call operational overtime
25	in the commands that we wouldn't otherwise be

1	COMMITTEE ON ECONOMIC DEVELOPMENT 39
2	incurring because we're extending tours for officers
3	because on the next tour there may be fewer officers
4	there because some of them are assigned to details.
5	So that's how we deal with the issue. We end up with
6	a financial hit, but ultimately not a number of
7	officers on patrol or officer hours on patrol hit.
8	COUNCIL MEMBER RICHARDS: And for
9	overtime so right now I think you've tagged \$35
10	million I think is the number we're at that we're
11	asking for reimbursement. How much more do you
12	anticipate? Because I think you said that he's going
13	to go back and forth between New York City.
14	DEPUTY CHIEF KEHOE: Right.
15	COUNCIL MEMBER RICHARDS: So how much
16	over the next four years, God willing, do you
17	perceive-for-for-foresee costs being incurred on the
18	city?
19	DEPUTY CHIEF KEHOE: So, I assume it is
20	\$500,000 per day. That's built off of the same model
21	that gets you the \$37.4 million. For the period
22	between Election Day and Inauguration Day. So that-
23	that-that model we've created it's going to
24	essentially cost the city \$500,000 per day that the
25	President chooses to reside within Trump Tower.

1	COMMITTEE ON ECONOMIC DEVELOPMENT 40
2	COUNCIL MEMBER RICHARDS: And they
3	haven't signaled to you-and it's my last question-
4	that, you know, he's going to stay in D.C. or decide
5	to stay in D.C. at all.
6	DEPUTY CHIEF KEHOE: Talks are ongoing
7	but no. No indication.
8	COUNCIL MEMBER RICHARDS: Okay. Alright,
9	thank you so much, Mr. Chairman.
10	CHAIRPERSON GARODNICK: Thank you. Just
11	one follow-up on that before we go to Council Member
12	Koslowitz. \$37.4 million was the number that you
13	cited on the costs. The federal government has
14	indicated a much smaller sum at least for the moment.
15	The Police Department has allocated a-a significant
16	budget every year in the budget process. Which-which
17	area of the-the NYPD budget does the extra let's say
18	\$30 million come from if it were not to be
19	reimbursed?
20	DEPUTY COMMISSIONER GRIPPO: It will be
21	overtime. So at the end of this year, I can assure
22	you, in fact, in two months I'll be back here
23	testifying on our budget, and people will already see
24	that there is-the-the budget shows additional
25	overtime. We can point to a portion of that that is

1	COMMITTEE ON ECONOMIC DEVELOPMENT 41
2	directly for the detail, as I explained before. It's
3	directly for the detail assigned to Trump Tower, but
4	there's another impact of overtime in the-in the
5	precincts that isn't under that same overtime code.
6	But it's leading to an increase in overtime. So what
7	you will see at the end of the year, is an-an
8	exponentially higher overtime budget depending on the
9	number of days that Trump does reside in-in-in
10	Midtown. You will see that impact in additional
11	overtime that the Department has incurred, which will
12	likely push us above the proposed overtime budgets
13	that we had at the beginning of the year.
14	CHAIRPERSON GARODNICK: How much was the
15	proposed overtime budget at the beginning of the
16	year?
17	DEPUTY COMMISSIONER GRIPPO: The
18	overtime budget, just to be clear, is very complex
19	because there's a-there is the overtime budget in
20	city tax levy dollars, and then there are
21	counterterrorism funds that come in. I can say that
22	the uniformed overtime budget is approximately-and
23	this is a very rough approximation-between \$500 and
24	\$550 million, and what we look like we are going to
25	spend is something likely north of that. We don't
l	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 42
2	know the full impacts because there are other
3	offsets. It's-our budget is a personnel services
4	budget. It's larger than just overtime, and so when
5	we look at the overall personnel services budget,
6	we're like to-to be able to cover some of the
7	additional overtime, but there will still likely be a
8	shortfall if we cannot get reimbursement from the
9	federal government.
10	CHAIRPERSON GARODNICK: Okay, um, now I'm
11	going to go to Council Member Koslowitz.
12	COUNCIL MEMBER KOSLOWITZ: Thank you, Mr.
13	Chair. This kind of doesn't feel fair. The
14	President-Elect said that his wife is going to remain
15	in New York City while their son continues school.
16	Is this until he finishes this term? Is this for the
17	next four years because his wife also said that she
18	wasn't going to be doing presidential First Lady
19	duty. Are there any plans for this? Have we spoken
20	to anybody about this that is New York Going to keep
21	paying the money? It's not fair because every
22	president has always moved into the White House.
23	After their inauguration they moved into the White
24	House with their families, with children. They all
25	have children, and it just doesn't seem fair. So do

1	COMMITTEE ON ECONOMIC DEVELOPMENT 43
2	we have plans on what's going to happen after January
3	20 th ?
4	DEPUTY CHIEF KEHOE: I would just say,
5	Council Member, we-our arguments in terms of how
6	we're attempting to justify reimbursement with the
7	feds is consistent with-with the notion that this an
8	unprecedented event. I think that-that's the key.
9	Having the President reside ultimately outside the
10	White House in-in-anywhere would be somewhat
11	unprecedented, but then adding the complexity of the
12	location at which he resides, a high-rise building in
13	Midtown Manhattan, it-I-for obviously reasons it's-
14	it's unprecedented. So, the-the heart of our
15	argument with the-with the federal government in
16	terms of why we feel this should be reimbursed is-is
17	for that exact reason that it's unprecedented, and
18	that New York City taxpayers should not ultimately be
19	on the hook for that considering the-the-the
20	significant expense that it-that it will be.
21	COUNCIL MEMBER KOSLOWITZ: It just-I
22	mean it just doesn't seem fair because the President,
23	of course, if his family is going to be moving here,
24	it's-it's-he's going to be coming here more, and I
25	know every time we have a President coming to New

1	COMMITTEE ON ECONOMIC DEVELOPMENT 44
2	York it ties up traffic. It does so many other
3	things. You know, not just on Fifth Avenue, but
4	throughout the whole city, and I'm concerned about
5	the quality of life that New Yorkers will have during
6	this time. I think that the President-Elect has to
7	understand that nobody has ever done anything to
8	inconvenience, you know, their-their town where they
9	live. For instance, Obama moved right to the White
10	House, and didn't-I don't think went back hardly ever
11	to Chicago, and I just think that the federal
12	government has to understand and, you know, certainly
13	I would be willing to do anything to make them
14	understand that they have to cooperate with us where
15	we're being inconvenienced. You now, we have eight
16	million people here that are going to be
17	inconvenienced. I know there's nothing really to-to
18	say, but that's how I feel, and, you know, annoyed at
19	this whole situation. I mean I-and the truth of the
20	matter is wasn't my candidate, [laughter] but I-I-if
21	it was any other president that was my candidate, I
22	would feel the same exact way because he's-it's an
23	inconvenience to the people of the city of New York.
24	I mean my tax money is going to be paying for his
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 45
2	security, and I resent that since he has a lot more
3	money than I do. [laughter]
4	CHAIRPERSON GARODNICK: Thank you,
5	Council Member Koslowitz, and I—I would also note
6	that your tax money is going to pay for it
7	regardless. It's just a question of whether it's a
8	local tax expenditure or a federal tax expenditure.
9	So the-the costs are there, and we're paying for them
10	regardless of which pot it's coming from, but our
11	concern here today is the local pot, and I wanted to
12	just ask a few questions about the dynamic between
13	the PD and the Secrete Service for a moment. Because
14	it—I know that you all are in conversations, and
15	jointly making decisions, but if the Secret Service
16	were to say we believe that for the cause of
17	security, we need to close down Fifth Avenue or $57^{ ext{th}}$
18	Street or 55^{th} to 60^{th} Street or whatever, at what
19	point does the PD say no, that is not within our
20	local interests to do that. How—how does that
21	dynamic work?
22	DEPUTY CHIEF KEHOE: What I say is the
23	conversations and the dialogue is continuing. No
24	decisions have been made on-on a lot of security
25	issues. There's just continuing dialogue.

1	COMMITTEE ON ECONOMIC DEVELOPMENT 46
2	CHAIRPERSON GARODNICK: I feel like I
3	heard you say that once or twice. Okay, does the-
4	does the Secrete Service have the right to close down
5	a street on its own, legal right?
6	DEPUTY CHIEF KEHOE: I'm not sure.
7	CHAIRPERSON GARODNICK: If-does the
8	Secrete Service have the right to order the New York
9	City Police Department to add more officers to the
10	street if they felt that it was necessary?
11	DEPUTY CHIEF KEHOE: We continue the
12	dialogue with the Secrete Service, and I don't think
13	anybody knows the streets better than the NYPD. So
14	if we feel it's necessary to provide extra police
15	officers to something, we would normally do that on
16	our own without the request of the Secrete Service.
17	CHAIRPERSON GARODNICK: But you don't
18	take orders from them, do you?
19	DEPUTY CHIEF KEHOE: I don't believe so.
20	CHAIRPERSON GARODNICK: And if the NYPD
21	were to decline to provide service in and around
22	Trump Tower because of cost or lack of reimbursement
23	or whatever, what would be the resulting dynamic,
24	the-the result? What would happen then?
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 47
2	DEPUTY CHIEF KEHOE: I'm unable to answer
3	that question.
4	CHAIRPERSON GARODNICK: The 56 th Street
5	dynamic is one which, as we noted, continues to be a
6	challenge. The block itself is open with one lane,
7	but it's still periodically closed or closing. The
8	businesses and the local councilmen have not real
9	clarity on what the basis is for a closure of that
10	street time to time. Can you share with us what's
11	going on out there?
12	DEPUTY CHIEF KEHOE: Well, it hasn't
13	always been perfect. We-we do try to keep the street
14	open as long as possible for everything. You know,
15	sometimes there's a garbage truck that comes down the
16	street. It's picking up garbage, traffic is backed up
17	to Sixth Avenue. We periodically close it so the
18	garbage truck can or Sanitation could pick refuse and
19	roll it back, you know, make their way to Fifth
20	Avenue. There are times where the President-Elect is
21	on a move, and we have to freeze-freeze 56 th Street
22	as well as freeze pedestrian traffic on Fifth Avenue
23	for a presidential movement.
24	CHAIRPERSON GARODNICK: Let's talk about
25	that for a second. So in a presidential movement,

1	COMMITTEE ON ECONOMIC DEVELOPMENT 48
2	you freeze 56 th Street so no traffic on 56 th Street
3	and no pedestrians between 57^{th} and 56^{th} on Fifth
4	Avenue. Is that accurate?
5	DEPUTY CHIEF KEHOE: That would be
6	accurate on the-more than likely on the east side of
7	the street.
8	CHAIRPERSON GARODNICK: East side of
9	Fifth Avenue?
10	DEPUTY CHIEF KEHOE: Correct.
11	CHAIRPERSON GARODNICK: Are there any
12	other areas that are frozen during a presidential
13	movement?
14	DEPUTY CHIEF KEHOE: Not that I'm aware
15	of.
16	CHAIRPERSON GARODNICK: Is there any way
17	for businesses in the area to-even if it is just with
18	a short period of time to have a little bit of
19	warning? Obviously, a presidential movement doesn't-
20	doesn't happen in an instance because of all the
21	things that need to happen to accommodate that
22	significant footprint. Is there anyway to send a
23	notice out to businesses that there is a-there's, you
24	know, a frozen zone that's happening or about to
25	happen so they know things are going on?

COMMITTEE ON ECONOMIC DEVELOPMENT 1 49 DEPUTY CHIEF KEHOE: Absolutely not. We-2 we would never publicize. 3 CHAIRPERSON GARODNICK: Sorry. Say 4 5 again. DEPUTY CHIEF KEHOE: We would-we would-we 6 wouldn't do that. The presidential movements is a 7 security detail, a security risk. We-we don't 8 announcement movements of frozen zones--9 CHAIRPERSON GARODNICK: [interposing] 10 yeah, but once I'm standing. Okay, how about 11 contemporaneous then? Like let's say it's done. 12 You've frozen it. How about a contemporaneous notice 13 businesses saying we've frozen this area for, you 14 15 know, temporarily. 16 DEPUTY CHIEF KEHOE: We continue dialogue 17 with-with our business community our community affairs officers as well as our federal partners. 18 CHAIRPERSON GARODNICK: Commissioner 19 Bishop, is that fair to small businesses? 20 21 COMMISSIONER BISHOP: I-so I-I think 22 what-what you're-you're experiencing is the-the-the nature of a presidential movement. Certainly, we had 23 a really good meeting with the retailers on-on Fifth 24 25 Avenue. They understand that in a presidential move,

1	COMMITTEE ON ECONOMIC DEVELOPMENT 50
2	the security is important for the President-Elect
3	and—and certainly the small businesses on 56 th also
4	understand that the security is paramount. What the
5	businesses and retailers have asked for is if there's
6	any planned closures and-and the NYPD has-is working
7	on a communications plan for planned closures where
8	if there's a known protestor, if there's something
9	that's going to be planed closure, we will be able to
10	notify the small businesses. During a presidential
11	move, I think everyone is sympathetic to the fact
12	that we do have the president—to protect the
13	President-Elect and, therefore, you know,
14	broadcasting where he's going to move, doesn't seem
15	like, you now, good security.
16	DEPUTY CHIEF KEHOE: Just to be clear,
17	I'm not asking you to tell me where he's going to
18	move, and I'm not even tell-asking you to tell me
19	when he's going to move. I think it is fair to say-
20	to say that there are frozen zones contemporaneously
21	with the frozen zones happening. It's something that
22	I could Tweet if standing out there on Fifth Avenue
23	in the middle of the frozen zone is not a secret any
24	more once it's happening. So, you know, I don't why
25	in that circumstance we wouldn't actually allow some

1	COMMITTEE ON ECONOMIC DEVELOPMENT 51
2	businesses and areas to at least know why suddenly
3	they can't get a-a delivery. They can't get
4	COMMISSIONER BISHOP: [interposing]
5	That's something we can work on.
6	CHAIRPERSON GARODNICK: Okay. Thank you.
7	I appreciate that. Let's talk about the plans and
8	I'm—I'm going to go to Council Member Miller in a
9	moment. The planned closures, things like the
10	protests. Let's just talk about that a moment before
11	I go to Council Member Miller. We expect to have
12	some rather significant protests around Trump Tower,
13	around Inauguration Day, and certainly I'm sure
14	throughout the next four years. Can you tell a
15	little bit about PD's plans for managing the people,
16	traffic, businesses when that is expected, and
17	specifically what, you know, what you have in store
18	for protecting all those various interests on January
19	20^{th} and 21^{st} where we know at least there will be
20	some protest activity?
21	DEPUTY CHIEF KEHOE: Around the vicinity
22	of Trump Tower north of 57^{th} Street between 57 and 58
23	and then south of 56^{th} Street between 56 and 55, we
24	have demonstration plans. If we're notified or we
25	have information that a demonstration is going to
	•

1	COMMITTEE ON ECONOMIC DEVELOPMENT 52
2	occur, or a march is going to occur, we do notify all
3	the businesses in the area depending on the numbers.
4	Some have been small. We've had some small
5	demonstrations and if you look back at post-election,
6	we had rather large demonstrations. If we have
7	information it's a large demonstration, there may be
8	times where we may have to close the street. You
9	know, all are the demonstrations on the sidewalk?
10	Are they are in the street? The traffic-traffic
11	closures. You know, it's not really planned in ahead
12	of time that we would close streets. We do look to
13	keep traffic open and the flow of traffic, but there
14	are time where and in the past at post-election where
15	we've had to close streets. There was significant
16	demonstrations/protests. We do put the information
17	out. We have Community Affairs Officers in Midtown
18	and all precincts(sic)as well as patrolled Manhattan
19	South. We visit all of the local businesses. If we
20	do have something that we think is significant, we do
21	make a notification, but closing streets is mostly
22	done on an ad hoc basis depending on the size of the
23	protest or demonstration that we get. But in place
24	we do have demonstration pens along Fifth Avenue, and
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 53
2	they've been pretty much successful using those pens
3	as of late.
4	CHAIRPERSON GARODNICK: Okay so it's east
5	side of Fifth Avenue between 55^{th} and 56^{th} and east
6	side of Fifth Avenue between 57^{th} and 58^{th} where you
7	have the demonstration pens, is that correct?
8	DEPUTY CHIEF KEHOE: Correct.
9	CHAIRPERSON GARODNICK: Okay, and when
10	your officers do notification, advance notification
11	to businesses in the area about what is anticipated,
12	how is that notification done? How do you do that
13	outreach to-to businesses?
14	DEPUTY CHIEF KEHOE: The Community
15	Affairs Officers and Midtown all the precincts visit
16	the locations. They-they have-they have personal
17	relationships with some of the businesses on those
18	blocks. There's a very good communication and
19	dialogue that goes back and forth.
20	CHAIRPERSON GARODNICK: And look, and
21	and many of these businesses we've visited them. You
22	walk in the front door, the owner of the-the business
23	may not be present at that particular moment. Do you
24	do anything by email? Do you communicate?
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 54
2	DEPUTY CHIEF KEHOE: We are working on an
3	email chain. We soon hope to have that, you know,
4	viable and up and running, but it's something that's
5	being worked on as we speak.
6	CHAIRPERSON GARODNICK: Okay, well,
7	certainly we can help with that, too, and I know, of
8	course, Commission Bishop-
9	COMMISSIONER BISHOP: [interposing] We
10	are working on it.
11	CHAIRPERSON GARODNICK: You have-you have
12	what you need, right? Okay, and we have some of the
13	contact information as well, but I'm sure that
14	Commissioner Bishop has what we have-what we have.
15	Okay, Council Member Miller.
16	COUNCIL MEMBER MILLER: Thank you, Mr.
17	Chair. Good afternoon. I want to kind of preference
18	my-my-my line of questioning is around the area of
19	this—the President-Elect's impact on the city at
20	large. Obviously, we've been focusing on the-the
21	area around Trump Tower. But certainly there is an
22	impact to the Outer Boroughs, and the other portion
23	of the city as well that we-I think deserves
24	attention as well. I know you said that there is
25	allocated overtime by the NYPD specifically for the

1	COMMITTEE ON ECONOMIC DEVELOPMENT 55
2	safety detail of the President-Elect. Now, at what
3	point is there any point that you may anticipate that
4	this overtime, which has been preapproved, will
5	impact the overtime allocated for other precincts
6	throughout the city? Is-and I know and-and this is-
7	there is an assumption here that we will be
8	reimbursed by the federal government. Without that,
9	with the limited resources that we have, and-and not
10	just in terms of dollars and cents, but to replace
11	bodies that may be out for an indefinite amount of
12	time or even an allocated amount of time considering
13	things happen every day within the City of New York.
14	What impact have you anticipated? What provisions do
15	you have in place for those-to replace those officers
16	that are out. Also, to replace the allocated
17	overtime in the cases in which normal overtime
18	situations may occur where-where certainly the Outer
19	Boroughs and other portions of the city are prone to
20	have protests and activities and events that require
21	additional policing? How-how-what impact would we-
22	would this have?
23	DEPUTY COMMISSIONER GRIPPO: It's about-
24	the-the question I think it's like sort ofI'm going
25	to take it in three parts. The-the first part the-

1	COMMITTEE ON ECONOMIC DEVELOPMENT 56
2	the overtime that we are expending in and around
3	Trump Tower for the detail assigned there has
4	absolutely no impact on the department, the overtime
5	allotted to the rest of our commands. We-we are
6	making—we are essentially treating this as an
7	unplanned event. It's something that was not
8	budgeted in the beginning of the year, and the
9	department's policy on any unplanned event is
10	reassign the resources needed to deal with the event,
11	and we do not impact staffing levels or what's needed
12	in the commands on patrol to handle crime fighting.
13	So that overtime, and this is the reason we're
14	seeking compensation from the federal government, is
15	unplanned overtime that ultimately is likely to
16	create a whole gap in our budget at the end of the
17	year. In addition, what you spoke about is something
18	I-I touched on earlier we are-it-we're also now going
19	to have the effect of having in certain commands
20	fewer officers because of the officers assigned to a
21	detail. The way the department handles that just
22	like I said earlier, it's an unplanned event. It's
23	not something that was budgeted or assumed in our
24	budget prior to the year. We then have to extend
25	tours in those comments, which means unplanned

1	COMMITTEE ON ECONOMIC DEVELOPMENT 57
2	overtime. Not necessarily expended at Trump Tower,
3	or even around Trump Tower, but it's now being
4	expended in the other commands. It's unplanned
5	overtime, but it's necessary to keep our patrol
6	strength at where-what is required on any given day.
7	So all of that is going to amount to what we're
8	projecting to be a gap of about \$37.4 million. That
9	is to deal with the period from Election Day to
10	Inauguration Day, and the going forward, the number
11	we have is \$500,000 per day that the department will
12	incur if the President chooses to reside at <u>at</u> Trump
13	Tower. The-the bottom line is none of that will-none
14	of that comes from our existing overtime budget, and
15	it will not impact deployment levels in those
16	boroughs. It will just lead to something we'll be
17	discussing at large.
18	CHAIRPERSON GARODNICK:
19	DEPUTY CHIEF KEHOE:
20	CHAIRPERSON GARODNICK:
21	DEPUTY CHIEF KEHOE:
22	CHAIRPERSON GARODNICK:
23	COUNCIL MEMBER MILLER: Honestly-
24	honestly, I-I did get that the first time. It didn't
25	go-I don't it went above anyone's head here, but
	I

1	COMMITTEE ON ECONOMIC DEVELOPMENT 58
2	you're right. We have-talking about-we have spoken
3	about and obviously in finance and budget hearings in
4	the past, unscheduled overtime, and certainly I think
5	that there would be a degree of naivete that if
6	believe that at some point that the city could bear
7	all the costs that would be incurred-that are going
8	to be incurred here, and that it would not impact
9	those unscheduled event in overtimes that occurred
10	throughout the city. And I'm merely saying how do we
11	assess? Is there a plan for us to report back, and-
12	and assess the impact of the overtime and policing in
13	the city over the next year? That's-that's fine. You
14	don't have to answer that now because I need the same
15	question for the rest of the city agencies, whether
16	it's Sanitation, it's Public Safety, it's DOT. I-I-I
17	happen believe that it's going to have an impact, and
18	that we have a responsibility to address that impact
19	now as now rather than later. Speaking about the
20	Outer Boroughs, I happened to be on the Northern
21	State and Grand Central at a time that the President-
22	Elect was coming back from the Hamptons. Now, being
23	a Queens resident and being in between La Guardia and
24	Kennedy Airports, often we experience dignitaries
25	coming in. Our current POTUS has been known to

1	COMMITTEE ON ECONOMIC DEVELOPMENT 59
2	frequent New York City, but I am assuming that that
3	number is going to increase tremendously. What are
4	provisions that-that DOT whether it is the city and
5	are we coordinating with the State around those
6	highways, and-and to just what impact is it going to
7	have? And then certainly, as-as-as highways have
8	been known to back up into here in the city and what
9	we do, we kind of jump off and go into the city, what
10	happens then? Is-is-are-are-is-are Springfield and
11	Linden Boulevards prepared to-are we ready for the
12	motorcades to come through local streets if
13	necessary?
14	COMMISSIONER SANCHEZ: Well, just
15	speaking on behalf of DOT, you know, street closures
16	to accommodate the motorcade. They happen
17	instantaneously and they usually are a very short $\frac{1}{2}$
18	duration. As far as what happens on the highway
19	network, obviously, you know, if we know of a closure
20	coming, we would certainly work with State DOT to put
21	them, put the information on the variable message
22	sign. A lot of it again would depend on what we're-
23	what we can or can't publicize.
24	DEPUTY COMMISSIONER CRIPPO:
25	
I	I

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1	COMMITTEE ON ECONOMIC DEVELOPMENT 60
2	COUNCIL MEMBER MILLER: Okay, and-and the
3	necessary resources to provide services around the
4	President-Elect's visits, stays or travels throughout
5	the city are-[ringing cell phone] are-are-are they
6	going to those agencies whether the city agencies or
7	the Port Authority whomever that are providing
8	additional services going to be compensated or are
9	they going to, are we coordinating our efforts to
10	ensure that it's not impacting and taking away from
11	services that will be delivered to everyday New York
12	<u>citizens?</u>
13	DEPUTY COMMISSIONER GRIPPO:
14	COUNCIL MEMBER MILLER:
15	DEPUTY COMMISSIONER GRIPPO:
16	COUNCIL MEMBER MILLER:
17	DEPUTY COMMISSIONER GRIPPO: DEPUTY CHIEF
18	KEHOE: We would treat him or treat the President-
19	Elect like the office as any other presidential
20	COUNCIL MEMBER MILLER: [interposing]
21	Yeah, no, no-what I'm saying is
22	DEPUTY CHIEF KEHOE: [interposing] -at
23	the time. (sic)
24	COUNCIL MEMBER MILLER:is that it's
25	pretty obvious that they're going to be afforded

1	COMMITTEE ON ECONOMIC DEVELOPMENT 61
2	services that beyond anything that we have seen on a
3	regular basis. Again, it would be naïve and
4	disingenuous for us to believe that we as the
5	agencies are currently constituted are not going to
6	have to pay Peter to-take from Peter to pay Paul.
7	What's the plan?
8	DEPUTY CHIEF KEHOE: I don't understand.
9	COUNCIL MEMBER MILLER: That's just not
10	for the Police Department. It is that there are an
11	incredible amount of services necessary in protecting
12	and housing the President of the United States on a
13	daily basis. Are we prepared to do it? Have-have
14	agency by agency have we assessed that?
15	DEPUTY COMMISSIONER GRIPPO: I mean I
16	think all we can say at this-at this table, the
17	agencies represented here I think are very aware of
18	that, and this is exactly why we're asking for
19	reimbursement because ultimately we believe this is
20	an unprecedented event of a tremendous scale and
21	size, and-and the reimbursement is necessary to
22	ensure that operations are not impacted.
23	DEPUTY CHIEF KEHOE:
24	COUNCIL MEMBER MILLER: Okay, and while
25	I-while we have the Finance Chair here and I'm not

1	COMMITTEE ON ECONOMIC DEVELOPMENT 62
2	looking for more work or, but it seems that we should
3	request from each agency that will be impacted and
4	involved a projected budget, and what that cost
5	should be and-and what we can do make sure that we
6	are not taken it away from everyday citizens to
7	provide a service, a well deserved service, and
8	needed service obviously. But we-we want to make
9	sure that we are able to provide the services that we
10	are mandated to do so. So thank you, Mr. Chair.
11	CHAIRPERSON GARODNICK: Thank you,
12	Council Member Miller, and with that, I'm actually
13	going to go to the Finance Chair, Council Member
14	Ferreras-Copeland who has joined us. Council Member.
15	DEPUTY CHIEF KEHOE:
16	COUNCIL MEMBER MILLER:
17	DEPUTY CHIEF KEHOE:
18	COUNCIL MEMBER MILLER:
19	COUNCIL MEMBER FERRERAS-COPELAND: Thank
20	you, Chair, and thank you for holding this very
21	important hearing, and thank you for the agencies
22	that have come today. Duly noted, Council Member
23	Miller. We will be following up with the agencies.
24	As expected, I'm going to talk about the budget and
25	its impact, and I'm sorry if the questions have been

1	COMMITTEE ON ECONOMIC DEVELOPMENT 63
2	asked, but I have to ask them very directly. Can you
3	walk me through the difference between protecting the
4	President of the Untied States and protecting let's
5	say the First Lady Melania Trump and her son who has
6	chosen to stay for an unprecedented I guess amount of
7	time. So is there a difference in cost if they
8	decide we want-we don't want to move the White House.
9	We'd like to stay here?
10	DEPUTY CHIEF KEHOE: We are in
11	conversation and dialogue with the United States
12	Secrete Service and our federal law enforcement
13	partners. As you had mentioned earlier, this is
14	unprecedented. So, the talks continue, and we will
15	develop with our partners our security measures that
16	we need to seek that. (sic)?
17	COUNCIL MEMBER FERRERAS-COPELAND: So is
18	the quality of security different? Do you need more
19	officers if it's the President? Do you need less
20	officers if it's the First Lady? Do you need double
21	the amount of officers if it's the whole family? Or
22	can you walk us through that process?
23	DEPUTY CHIEF KEHOE: For security reasons
24	for the President-Elect and his family, I'm-I'm
25	unable to give facts and figures, but what I can say

1	COMMITTEE ON ECONOMIC DEVELOPMENT 64
2	is that we are in constant dialogue with our federal
3	partners in providing security to the President-
4	Elect, his family as well as the citizens of the city
5	<u>of New York.</u>
6	
7	COUNCIL MEMBER FERRERAS-COPELAND: Okay,
8	well from-from our perspective, we have to pay for
9	this. So we have to have some idea of how much is it
10	going to cost. Because right now we're kind of just
11	spending with an unlimited—an unlimited credit
12	really, and hoping that maybe the federal government
13	will pay. Maybe not, and then the City is going to
14	get the short end of the stick, and I'm sorry. We
15	haven't been doing too great with our overtime issues
16	period before the President-Elect. So then now we're
17	here and I'm very, very fearful that in a couple of
18	weeks when I have you before me, you basically blew
19	up the entire plan that you've been proposing to me
20	for the last three years about bringing down
21	overtime. Now, it's completely blown out of the way.
22	So, you know, help me at least have a little bit of a
23	line of hope because if not, we're not going to have
24	<u>a very good time in March.</u>
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 65
2	DEPUTY CHIEF KEHOEDEPUTY COMMISSIONER
3	GRIPPO: Well, the-so I'll restate the numbers. The
4	projections are \$37.4 million Election Day to
5	Inauguration Day, and what that is, Council Member,
6	as you're probably more intimately knowledgeable
7	about out budget than others, this is a-this is a
8	complex thing to calculate because ultimately in
9	order to get reimbursement we have to be reimbursed
10	for the detail at Trump Tower. So what we're
11	calculating is officers either straight time hours or
12	because they have extended tours, overtime that's
13	necessary to extend their tour. And then we have
14	Traffic Enforcement Agents as well, and then on top
15	of that we have what are called our fringe benefit
16	costs, which give you the fully loaded cost to the
17	city of having those officers assigned on that
18	detail. The reality is the way it will show up in
19	our budget in all-unless we were to take the hit
20	elsewhere, which we're not willing to do because that
21	would come at the sake of public safety in New York
22	City is you will see somewhere in that-and the exact
23	number we don't know yet, and we're doing those
24	calculations. We have data for-for the first month,
25	but we-we're going to continue to calculate that.
	1

1	COMMITTEE ON ECONOMIC DEVELOPMENT 66
2	There's a lag. You're going to see some number close
3	to that that is a hit to our overtime budget. Now,
4	when we're in front of-of you in March, we'll be
5	looking at the overtime budget in totality. There
6	are areas where fortunately we are under budget.
7	There are areas where we're over budget. You end up
8	with some likely gap that the citythat the NYPD will
9	have in overtime because of this event. This is an
10	unplanned event. If-if we are to look at it just
11	from an over-Election Day to Inauguration Day, it's
12	still looking, you know, not order or magnitude of
13	Hurricane Sandy, but as big as anything else that
14	we've seen in this city since 9/11. This is a huge
15	event, a huge unplanned event, and again, that is why
16	we are going to be aggressively seeking reimbursement
17	from the federal government. If we get that
18	reimbursement, we're not going to have a problem at
19	the end of the year. If we don't get that
20	reimbursement, we likely are, and the only option we
21	would have to avoid that would be to essentially take
22	reductions in officers on patrol across the city to
23	handle this event.
24	COUNCIL MEMBER FERRERAS-COPELAND: Which
25	is absolutely unacceptable for us, right? Because

1	COMMITTEE ON ECONOMIC DEVELOPMENT 67
2	that is not what this is about, and not-not what
3	we've advocated for. We increased the number of
4	officers because you made a call for the need for it,
5	and we responded as a Council. So you now can't say
6	well, we have to protect the President of the Unite
7	States so, therefore. So tell me what happens if we
8	just say we can't afford it? Does the federal
9	government send more Secrete Service? Is there an-
10	another entity that can make up for what the city
11	can't do? Because what if the-what if the President
12	of the United States lived in a city that had much
13	smaller force, couldn't afford the amenities that
14	they need to have this level of security, what
15	happens? I think in some ways we are being charged,
16	or-or expected to provide a service because we have
17	the best force, and because we have the bodies. But
18	it's only for a matter of time because this is not
19	sustainable. So what is our point for being able to
20	push back and say, you know what, no we cannot
21	provide that service. So we don't think it prudent
22	that the President is able to come to New York.
23	President of the United States
24	DEPUTY CHIEF KEHOE: DEPUTY COMMISSIONER
25	GRIPPO: Well, the last part I'm not sure we-we can

1	COMMITTEE ON ECONOMIC DEVELOPMENT 68
2	accomplish, but here-so-so what-what-what we say is
3	there-the President in 2009, 2008 or 2009 when
4	President Obama was elected there was an
5	appropriation that went through Congress to
6	compensate Chicago for essentially the additional
7	costs related to having him there from when he was
8	elected to inauguration. So we are seeking the same
9	type of appropriation to cover the President-Elect
10	for that period? And there is precedence for that.
11	COUNCIL MEMBER FERRERAS-COPELAND:
12	[interposing] And what was the appropriation? So you
13	know the number of that appropriation?
14	DEPUTY COMMISSIONER GRIPPO: [background
15	<u>comments] \$9 million. Yeah about \$9 million.</u>
16	COUNCIL MEMBER FERRERAS-COPELAND: \$9
17	million and the First Family did not remain in
18	Chicago?
19	
20	DEPUTY COMMISSIONER GRIPPO: That's
21	right. That's right.
22	COUNCIL MEMBER FERRERAS-COPELAND: So ours
23	would be a much larger ask?
24	DEPUTY COMMISSIONER GRIPPO: That's right.
25	So what we are arguing, which I think is consistent

1	COMMITTEE ON ECONOMIC DEVELOPMENT 69
2	with what you said, again, somewhat restating is this
3	is really an unprecedented event where you how have a
4	president who has said publiclywe aren't certain
5	where we sit today if, in fact, it will happen-but he
6	has said public that he would reside in this city
7	some number of days throughout the year. That as far
8	as we can tell is unprecedented, and our argument is
9	the Secrete Service provides a level of protection
10	for the President that's secures the President in and
11	around the area he is in. The city has always had
12	the responsibility of then dealing with things like
13	traffic mitigation, but also security for not just
14	the president but all of the people that could be
15	impacted by the President's movements. That is a
16	much larger effort, and for any presidential visit
17	that has fallen on the NYPD. It's not inconsistent.
18	The thing that's unprecedented here is him residing
19	in the city, which is very different than anything
20	we've seen, and the fact that he's residing in a
21	high-rise building in Midtown Manhattan, which adds
22	complexity at a level that is going to increase the
23	cost dramatically. So we-our whole argument for
24	reimbursement, and it will be reimbursement not just
25	based off of that 2009 appropriation for the period

1	COMMITTEE ON ECONOMIC DEVELOPMENT 70
2	at which they had to deal with him prior to the
3	inauguration, but this reimbursement that we believe
4	should be sustained any time that he is going to use
5	that as his residence. Because frankly, you know,
6	we-our relationship with the Secrete Service is as
7	strong as it can be, but the requirements to protect
8	everyone in that location not just the president, the
9	people that live in that building, the people that
10	are having to-to commute in and around that building,
11	is larger than what the Secrete Service could
12	provide, and that will have to fall on the shoulders
13	of the NYPD.
14	COUNCIL MEMBER FERRERAS-COPELAND: And
15	what I hope it doesn't have to fall on, and I'm sure
16	that you're trying to prevent is that because we have
17	to pro-protect that whatever, one block radius or
18	two-block radius or whatever the perimeter is. But
19	then you expose the other communities because, you
20	know, there is no one New Yorker that's more
21	important or more valuable or one New Yorker that
22	should have more security versus another, and that is
23	what this Council will be questioning you on, and I'm
24	hoping that we will have more answers in our first
25	budget hearing after the Preliminary Budget is
	1

1	COMMITTEE ON ECONOMIC DEVELOPMENT 71
2	released. So, thank you, and I'll be following up
3	with you offline on some other matters. Thank you
4	very much, Chair.
5	CHAIRPERSON GARODNICK: Thank you, Chair
6	Ferreras-Copeland. I want to note that we've been
7	joined by Council Member Barron. Let me just pose a
8	couple more questions, and I'm going to go to Council
9	Member Barron for questions herself. One of the
10	critiques that we've had of the PD in the area is
11	that there's sometimes been some inconsistent rules
12	out there as to whether a delivery can take place,
13	what to do, et cetera. And that inevitably is the
14	result of pulling officers from all around the city
15	to be able to-to do what you need to do out there.
16	But is there any effort to create a Trump Tower Unit
17	similar to what we have in Times Square like the
18	Times Square Unit to allow a-an assortment of
19	knowledgeable officers who are familiar with the
20	protocols, have the direct relationship with Secrete
21	Service and even the businesses to be able to respond
22	most effectively and know exactly what's happening?
23	DEPUTY CHIEF KEHOE: I'm unable to answer
24	that question. I don't have the answer to that.
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 72
2	
3	CHAIRPERSON GARODNICK: Is this something
4	you think is a good idea?
5	DEPUTY CHIEF KEHOE: I think every avenue
6	could be explored, but in my position I'm not aware
7	of-of that type of talk.
8	CHAIRPERSON GARODNICK: Well, let me just
9	suggest then that it seems to me that this is one of
10	the circumstances in which the local knowledge of
11	what's happening out there is something which would
12	be a real help to the people who are most impacted in
13	the area, and establishing a-a unit that knows the
14	precise challenges, and that they're not starting up
15	fresh on any one given day. Something which I think
16	would be productive and also would be very helpful in
17	the area. So, I-I recognize that you may not be in a
18	position to make a decision on that. I'm sure that
19	you're in a position to have a view on it whether you
20	share it or not, but I do hope that you will take
21	that suggestion back, and we will make the
22	DEPUTY CHIEF KEHOE: [interposing] We
23	will.
24	CHAIRPERSON GARODNICK: Okay, thank you.
25	If-if-if a business had a PD related challenge, we-

1	COMMITTEE ON ECONOMIC DEVELOPMENT 73	
2	we-we know SBS has its liaison and we know that your	
3	officers are frequently around and engaging with	
4	businesses, but is there a single person who they	
5	should call or could call at, you know, at any moment	
6	to know that they could get a response or clarity on	
7	the rules, you know, in the absence of a Trump Tower	
8	unit?	
9	DEPUTY CHIEF KEHOE: We have a command	
10	post on 56 th and Fifth. If it was an urgent matter	Formatted: Superscript
11	that neededs to be addressed, it's manned 24 hours a	
12	day, seven days a week	
13	CHAIRPERSON GARODNICK: Does it have a	
14	phone?	
15	DEPUTY CHIEF KEHOE: With a supervisor.	
16	CHAIRPERSON GARODNICK: Is there a phone?	
17	DEPUTY CHIEF KEHOE: There is a-a phone	
18	in there. I-I do not know the number off the top of	
19	my head, but there is one.	
20	CHAIRPERSON GARODNICK: [interposing]	
21	Okay, and do the businesses in the area know?	
22	DEPUTY CHIEF KEHOE: Absolutely.	
23	CHAIRPERSON GARODNICK: They do and	
24	Commissioner Bishop, do you-do you feel satisfied	
25	that the business-businesses in the area know that	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 74
2	they can call the commander center and on the block
3	if they-even if they're remote to be able to get
4	answers to questions?
5	COMMISSIONER BISHOP: Yeah, so I think
6	after we did our walk-through with the businesses.
7	<u>I-I think what you alluded to earlier is that</u>
8	sometimes when you walk into a business it's actually
9	employees and not the owner. In our Emergency
10	Response Unit we want to make sure that everyone has
11	the information because it is possible for the owner
12	to have the information, but the manager not to have
13	the information, and we want to make sure working
14	closely with PD that everyone that will need to get
15	in touch with PD has the-the proper information, and
16	we will continue working not only in the Corridor,
17	but also working with the retailers because I-I think
18	what you're hitting on is consistency, and-and
19	proactive communication, which PD and-and myself we
20	are working on.
21	CHAIRPERSON GARODNICK: Thank you, and
22	one last one for-for PD. Do we free streets for the
23	family, too, or just for the President?
24	DEPUTY CHIEF KEHOE: I'm sure it's done
25	on an ad hoc basis.

1	COMMITTEE ON ECONOMIC DEVELOPMENT 75
2	CHAIRPERSON GARODNICK: Say-I'm sorry.
3	<u>Say it again.</u>
4	DEPUTY CHIEF KEHOE: It's really done on
5	an ad hoc basis but I'm not at liberty to discuss
6	frozen zones for the movement of the First Family or-
7	or the President-Elect.
8	COMMISSIONER BISHOP:
9	CHAIRPERSON GARODNICK: So there are
10	circumstances in which a street could be frozen a
11	First Family without the President?
12	COMMISSIONER BISHOP:
13	CHAIRPERSON GARODNICK:
14	COMMISSIONER BISHOP:
15	CHAIRPERSON GARODNICK:
16	DEPUTY CHIEF KEHOE: They could be.
17	CHAIRPERSON GARODNICK: Have there been?
18	DEPUTY CHIEF KEHOE: Not that I'm aware
19	of. Council Member Barron.
20	COUNCIL MEMBER BARRON: Thank you-thank
21	you, Mr. Chair. Just one or two questions. The \$37
22	million that we're asking to be reimbursed for is
23	about \$500\$500,000 a day, is that-did I hear you
24	say that's for the officers' straight time, officers'
25	overtime, traffic enforcement, and fringe benefits.

1	COMMITTEE ON ECONOMIC DEVELOPMENT 76
2	Are there other items that would be a part of that
3	<u>cost?</u>
4	DEPUTY COMMISSIONER GRIPPO: No, that's
5	<u>correct.</u>
6	COUNCIL MEMBER BARRON: And what does it
7	normally cost New York City when the President comes
8	in town just for a day? What is the average cost of
9	a presidential visit coming in?
10	DEPUTY COMMISSIONER GRIPPO: It's
11	extremely variable and you have to understand that
12	the President may come in. There may be limited
13	movements. The President may come in and move
14	multiple times. The bottom line is it's never been-
15	we've never gotten reimbursement for presidential
16	visits, nor am I aware of any precedent for that.
17	The only reimbursement we get in this city that's in
18	any way related is-was when the UN is in session, and
19	there is a mechanism for the-the feds through an
20	appropriation to compensate us for the security and
21	traffic details necessary in and around the UN to
22	move delegates and to deal with the-the UN Assembly.
23	There's no precedent for presidential visits.
24	COUNCIL MEMBER BARRON: So given the
25	complexity of the President-Elect being a resident

1	COMMITTEE ON ECONOMIC DEVELOPMENT 77
2	and his family wanting to stay here, do you think
3	that it would be appropriate for us to perhaps
4	establish that request?
5	DEPUTY COMMISSIONER GRIPPO: No, I
6	COUNCIL MEMBER BARRON: [interposing]
7	Because I don't see how the city can bear the cost
8	and—and if you can give me what the range has been
9	for the president to just come in and out that would
10	be something we would like to know. We don't have
11	that?
12	DEPUTY COMMISSIONER GRIPPO: And I'll-we
13	<u>can try and get back to you, but I-I can tell you</u>
14	there's a really wide variance on that depending on
15	what-what happens with a particular presidential
16	<u>visit.</u>
17	COUNCIL MEMBER BARRON: So with
18	DEPUTY COMMISSIONER GRIPPO: Islamophobia
19	But certainly we are in agreement and with respect to
20	this being unprecedented and this being-it being
21	necessary for us to be reimbursed by the Feds because
22	of that.
23	COUNCIL MEMBER BARRON: Okay, and Council
24	Member Miller asked about a plan that perhaps should
25	be in place now that we know that the President will

1	COMMITTEE ON ECONOMIC DEVELOPMENT 78
2	be here, and that agencies are going to have to
3	respond to various agencies that are here and perhaps
4	others. Do we think that the federal agencies, your
5	federal partners would take the lead on that? Would
6	you have any kind of idea as to how that relationship
7	will go forward?
8	DEPUTY CHIEF KEHOE: If the past is any
9	indication of the future, we've had a very good
10	relationship with presidential visits to New York
11	City with the Secrete Service. I don't see any
12	reason why that relationship going forward is not
13	going to be viable and good, and the dialogue will
14	continue, but this is an unprecedented event. Talks
15	are evolving, but the important thing is we continue
16	to talk and we continue to have a good relationship
17	COUNCIL MEMBER BARRON: And as those
18	talks are going forward, do you have anything on
19	paper, anything concrete specific to the
20	characteristic of New York City that you would want
21	them to consider as you're working out these plans
22	that certainly have to be put in place?
23	DEPUTY CHIEF KEHOE: We talk continually.
24	Dialogue is ongoing. Plans are ongoing.
25	
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 79
2	Unfortunately, we can't discuss the presidential
3	security plan at this moment.
4	COUNCIL MEMBER BARRON: Thank you. Thank
5	you, Mr. Chair.
6	CHAIRPERSON GARODNICK: Thank you,
7	Council Member Barron, and just maybe one or two
8	final questions before we go to our next panel with
9	appreciation to all of you for-for your time today.
10	There was a proposal in the New York Times today in
11	the Op-Ed page, which involves closing down Fifth
12	Avenue to traffic essentially allowing buses and
13	pedestrians. It was made by the former
14	Transportation Commissioner of New York City Janette
15	Sadik-Khan, and I wanted to see if any agency had any
16	view on the subject or if you wish to comment on it
17	in any way? I'll start with you, Mr. Sanchez.
18	COMMISSIONER SANCHEZ: Well, I think
19	right now we-we have been monitoring the traffic
20	situation, and it's really too early to tell what
21	future plans will be. A lot of it will obviously
22	depend on what this future security footprint will be
23	on Fifth Avenue and some of the cross-streets. So
24	it's-it's really tough to comment right now on what
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 80
2	that is. Will we act accordingly? Will just
3	continue monitoring and see what happens.
4	DEPUTY CHIEF KEHOE:
5	COUNCIL MEMBER BARRON:
6	CHAIRPERSON GARODNICK: The DOT is not
7	proposing this for the moment it sounds like?
8	COMMISSIONER SANCHEZ: As far as I know,
9	Commissioner Sadik-Khan is no longer the DOT
10	Commissioner.
11	CHAIRPERSON GARODNICK: Okay,
12	Commissioner Bishop.
13	COMMISSIONER BISHOP: And-and we have had
14	a terrific meeting earlier this week with the
15	retailers on Fifth Avenue and I-I do not-we did not
16	hear that as a request from the retailers. We-we did
17	not hear that from the request of the small
18	businesses on the side streets. What we heard was
19	that the retailers want more people to come to Fifth
20	Avenue. They want more people to come on 56 th . They
21	want people to be able to enjoy, you know, all the-
22	the shopping and-and the restaurants in the area.
23	So, you know, certainly I defer to DOT, but I think,
24	you know, it's way too early and—and we did not hear
25	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 81
2	that from the retailers that they would want this
3	street to be closed.
4	CHAIRPERSON GARODNICK: Okay. In
5	conversations and dialogue? Got you. But gentlemen,
6	thank you, very much. We appreciate it. We
7	appreciate your-your time and your testimony today,
8	and recognize the real challenges that we're under
9	and want to be supportive. I want to make sure that
10	New York City is making its-its own thoughtful and
11	independent decisions here while we also ensure the
12	safety and security of the-the President-Elect, the
13	soon to be President and his family. So we thank you
14	for your testimony, and we're going to call our next
15	panel. So thank you. The next panel is Kathy Wylde,
16	the Partnership for New York City; Rebecca Kriegman
17	with Senator Brad Hoylman; and Tom Cusick of the
18	Fifth Avenue Business Improvement District. So when
19	you all come on up and get settled, we will pick it
20	up. [pause] Let me make a quick public service
21	announcement. If you-if you wish to testify today,
22	and have not filled out a-one of these little slips
23	here, which the sergeant-at-arms has at the table
24	and he is waving his hand right nowplease take a
25	moment to fill out the slips so that we know that

1	COMMITTEE ON ECONOMIC DEVELOPMENT 82
2	you're interested in testifying. And with that, it
3	looks like we are settled, and I'm going to start
4	with Kathy Wylde with the Partnership, and we'll just
5	move in this direction. Actually, you know, what it
6	<pre>doesn't-it doesn't-if you all have a preference, it</pre>
7	doesn't really matter to me. I'll just go in one
8	direct. Okay. [background comments]
9	KATHY WYLDE: Thank you, Chairman
10	Garodnick, and Council Members for this opportunity
11	to testify on the economic impact of the increased
12	security for the President-Elect. The Fifth Avenue
13	is certainly one of the city's most important
14	commercial and cultural destinations drawing people
15	from around the world to New York City. In 2015,
16	Manhattan retail stores employed nearly 180,000
17	workers and sold almost \$30 billion in goods, and
18	Fifth Avenue, the area between 50 th and 60 th Streets
19	is really an anchor of all this activity. There are
20	about 1,400 resale-retail stores per square mile in
21	zip code 122, which includes Fifth Avenue, this
22	section of Fifth Avenue, and this is among the
23	highest concentrations of retail activity in the
24	city. Since the presidential election, the Fifth
25	Avenue Retail District surrounding Trump Tower has

1	COMMITTEE ON ECONOMIC DEVELOPMENT 83			
2	experienced an influx of security personnel, new			
3	barriers, press, gawkers, that have severely			
4	obstructed pedestrian and vehicular access to the			
5	blocks between 50 th and 58 th Street. It has the look		Fo	
6	and feel at times of an occupied zone. The result		Fo	orm
7	has been a significant loss of economic activity			
8	during the most important shopping season of the			
9	year, and this condition is likely to get worse after			
10	the Inauguration given the security requirements			
11	around the sitting president. Traffic problems are			
12	not new to this section of the city. In 2006, the			
13	partnership worked with engineering firm HDR to			
14	conduct an analysis of the city's traffic burden			
15	generated largely by Manhattan south of 60 th Street.	_	_	Form
16	We concluded that the annual losses to the economy at			
17	that time were \$13 billion a year. Due to the			
18	congested condition, today that cost is undoubtedly			
19	much higher and severely exacerbated by street			
20	closings and variance and activities associated with			
21	the securing of Fifth Avenue. It's important to			
22	recognize that the world is watching what happens			
23	around Trump Tower, particularly along Fifth Avenue,			
24	which contributes much to the international image of			
25	the city. New York businesses and residents well			

1	COMMITTEE ON ECONOMIC DEVELOPMENT 84
2	beyond the immediate area are affected by what
3	happens here, not just in terms of cascading traffic
4	problems, but the image of the city's style and the
5	magic that draws so many people to our city.
6	Discussions between City officials and employers in
7	the affected area have resulted in some important
8	actions to improve conditions like the re-opening of
9	56 th Street and a variety of proposals to mitigate
10	the economic impact of the necessary security
11	provisions. The partnership recommends, as I believe
12	the city is now committed to working relationships
13	between the city and local employers to monitor
14	conditions in the area, and take actions required to
15	ensure that this important shopping and cultural
16	destination is safe, attractive and accessible. We
17	also recommend some specific actions to deal in a
18	more proactive way with the potential security and
19	other issues-business issues affecting the area. The
20	NYPD currently has a network-a security network with
21	major private sector businesses that grew out of 9/11
22	called Operation Shields where they're exchanging
23	regular information providing input on conditions in
24	the city. We think that either this network might be
25	expanded to include the businesses, the major
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 85
2	businesses in this area or it might be Operation
3	Shield might be a model for ongoing communication
4	between law enforcement and-and the local employers.
5	To improve pedestrian vehicular access to the area,
6	we would endorse recommendations of local employers
7	for a temporary moratorium on street vendors and
8	parades on this stretch of Fifth Avenue, its
9	sidewalks and relevant side streets. We support the
10	provision of accessible drop-off and pick-up
11	locations for taxis and for-hire vehicles as well as
12	accessibility to bus stops. Closing of streets to
13	vehicular traffic should be minimized and certainly
14	the unpredictable closing of streets or redirection
15	of traffic should be minimized. Obstruction of store
16	entries should be avoided, and attention should be
17	paid to the design and location of security barriers
18	and the location of press, protestors and police
19	check pointcheckpoints to reduce obstruction of
20	pedestrian and vehicular traffic. Finally, there
21	should be a concerted effort to promote this area,
22	and encourage tourists and residents to continue to
23	visit and shop here. Through marketing initiatives,
24	rapid response to problem conditions, and proactive
25	planning for minimizing the impact of demonstrations,
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 86	
2	presidential security activities and other potential	
3	disruptions. Safety and security is obviously the	
4	top priority for this district, and the NYPD and	
5	Secrete Service will continue to provide for that.	
6	I'm confident. At the same time, cooperation and	
7	responsiveness to the unprecedented problems the area	
8	will continue to face during the Trump Presidency	
9	requires the city to take extraordinary actions to	
10	ensure that the great contributions this district	
11	makes to the city in terms of jobs, tax revenues,	
12	tourist attraction and global branding are not	
13	diminished. The Partnership is prepared to work with	
14	public agencies, and the Council to achieve those	
15	objectives. So thank you very much.	
16		
17	CHAIRPERSON GARODNICK: Mr. Cusick.	
18	TOM CUSICK: Good afternoon, Mr. Chairman	
19	and members of the Committee. My name is Tom Cusick.	
20	I am President of the Fifth Avenue Business	
21	Improvement District. Thank you for giving me the	
22	opportunity to discuss the unintended consequences of	
23	the security associated with the fundamental need to	
24	protect the President-Elect and his family. I want	
25	to begin with a brief review of the last two months.	
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 87	
2	November 9 th , was a bit of nightmare on Fifth Avenue.	Formatted: Superscript
3	As the President-Elect settled into Trump Tower that	
4	morning, Hillary Clinton prepared to deliver her	
5	concession speech just one block away at the Denz s el	
6	(sp?)-Hotel. As a result-a result, two sets of	
7	security service contingents and two sets of $\frac{1}{2}$	
8	police security teams descended on Fifth Avenue and	
9	also closed both 55 th Street and 56 th Streets.	Formatted: Superscript
10	[coughing] In addition, some 40 to 50 vehicles were	Formatted: Superscript
11	parked on the avenue including back-to-back dump	
12	trucks in front of Trump Tower and TV cameras were	
13	heavily represented. The rest of November was almost	
14	as bad, although there were some adjustments of the	
15	barricades to accommodate a few of our stores. As	
16	each day passed, things got a little bit better with	
17	the help of the Secrete Service, the Police	
18	Department and the Trump Organization. Retail	
19	business picked up, but things have never returned to	
20	normal. When the President-Elect was out of town,	
21	security was more relaxed. While I cannot give a	
22	firm dollar amount at this time simply because most	
23	of our retailers are public corporations, and we all	
24	have to wait for their public disclosures, what I can	
25	say based on private conversations within individual	
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 88	
2	retailers, is that the overall impact on business was	
3	significant. It was not unlike our experience when	
4	there are parades on Fifth Avenue, when depending on	
5	the location, retail revenue drops from 30 to 60%.	
6	The hardest hit businesses were on Fifth Avenue	
7	between 55 th Street and 58 th Street and on 57 th Street	
8	between Madison Avenue and Avenue of the Americas.	
9	As of today, the formal estimates indicate that more	
10	than \$40 million may have been . lost. Now, that'd	
11	different than the hand-out that I gave you simply	
12	because, as Mr. Chairman, you were in the meeting	
13	when I made the request to give me unofficial results	
14	without identifying the corporate source, and that is	
15	how the prior number was developed. But let me give	
16	you some practical examples of how difficult things	
17	have been. The entrances to retail stores on the	
18	west side of Fifth Avenue between 56 and 57, are	
19	literally inaccessible from time to time for three	
20	reasons: First, pedestrian traffic is mostly	
21	prohibited on the east side of Fifth Avenue, and is	
22	directed to the west side. Second, about 10 to 12 TV	
23	cameras set up on the west side are omnipresent while	
24	the President-Elect is in town; and third, tourists	
25	and passers-by stop near the TV cameras to take their	

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1	COMMITTEE ON ECONOMIC DEVELOPMENT 89
2	own photos mostly with cell phones raised above their
3	heads. While this inaccessibility is not constant,
4	variations of lesser crowds still keep shoppers away
5	from these stores. Another example involves stores
6	on the northeast and the southeast corners of 56 th
7	Street and Fifth Avenue where there's a security
8	checkpoint. As pedestrians on the south side are
9	asked about their destination, pedestrian traffic
10	moving north is severely impeded. At the same time,
11	the front doors of stores on the south side are
12	frequently blocked. All of this is not to say that
13	there has been progress. We're particularly thankful
14	to supervising Secrete Service agent Paul La Bosco,
15	and Police Deputy Inspectors Hart and Dennis for
16	their availability and responses within their
17	mandates to keep this area secure. We're also
18	grateful to Matt Calamari with the Trump Organization
19	for his cooperation and assistance, to Borough
20	President Gale Brewer and to our local Council Member
21	Dan Garodnick. I'd like to end with a few very
22	specific recommendations for additional action that
23	we might take under consideration. First, we
24	recommend that the TV cameras be moved to the east
25	side of the family to alleviate the severe crowding
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 90	
2	on the west side. Second, we recommend that the 56 th	Formatted: Superscript
3	Street checkpoint be modified to allow a direct lead	
4	into Gucci, which would unclog the limited access and	
5	corresponding back-up that hinders entrances to north	
6	and south stores. Third, we recommend that a taxi	
7	stand be located on 58 th Street since it's often	Formatted: Superscript
8	difficult of impossible to drop off customers near	
9	our stores. Fourth, would it be possible to replace	
10	the cement barriers with much cleaner looking	
11	barriers. We'd also recommend that some	
12	consideration be given to moving parades south of	
13	this area to mitigate the sales losses that occur on	
14	those days, which could make up for some of the sales	
15	that were lost. Finally, Mr. Chairman, I want to	
16	thank you for this hearing today, and for your repeat	
17	visits to our neighborhood to understand our	
18	problems, your willingness to suggest to practical	
19	solutions to these problems. Happy to answer-answer	
20	any questions you might have.	
21	CHAIRPERSON GARODNICK: Thank you.	
22	Rebecca.	
23	REBECCA KRIEGMAN: Hello, my name is	
24	Rebecca Kriegman. I am testifying on behalf of State	
25	Senator Brad Hoylman. Thank for the opportunity to	
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 91	
2	testify today. We're grateful to Chairman Garodnick	
3	for holding this hearing as well as Mayor de Blasio,	
4	Deputy Mayor Glenn, Borough President Brewer,	
т 5	Partnership, the Fifth Avenue BID and all the local	
6	business owners for the involvement and input into	
7	creative solutions that we hope can alleviate the	
8	burden that Midtown continues to face as we near the	
9	President-Elect's Inauguration date with little	
10	insight into his continued New York City operations.	
11	Senator Hoylman represents a large part of Central	
12	Manhattan including Fifth Avenue up to 55 th Street.	
13	His district contains many beloved Fifth Avenue	
14	institutions and businesses including Rockefeller	
15	Center, St. Patrick's Cathedral, Saks Fifth Avenue,	
16	and not to mention countless small businesses,	
17	hotels, restaurants. The massive footprint of	
18	President-Elect Trump's transition operation in New	
19	York has already blocked customer access to local	
20	businesses, obstructed retail deliveries and deterred	
21	shoppers from visiting the overcrowded and chaotic	
22	area. Midtown Manhattan streets and sidewalks first	
23	in play are not built to handle the combined capacity	
24	of a pres-presidential security operation, a full	
25	press flow including media vans and protest groups.	

1	COMMITTEE ON ECONOMIC DEVELOPMENT 92
2	We must find a way to alleviate and organize the
3	vehicular and fast streamed traffic in the area to
4	allow for better access to stores and institutions.
5	This includes designating areas for cabs and for-hire
6	vehicles and clearly communicating parking rules and
7	limitations. Additionally, while the city has
8	indicated that parade routes will not be altered for
9	2017, we should study alternative parade routes for
10	following years to reduce the strain on an already
11	overburdened area. The city should, for example,
12	consider limiting parades to the more southern
13	portion of Fifth Avenue or to another avenue
14	entirely. Likewise, the city should consider moving
15	street vendors to areas north and south on Fifth
16	Avenue. Moreover, the NYP-NYPD presence assigned to
17	President-Elect Trump and at Trump Tower is, as we
18	heard earlier, and unfortunate allocation of
19	resources in a city of eight million people who
20	depend on NYPD officers to protect and serve everyday
21	New Yorkers. Over the next four years, the NYPD will
22	spend an untold sum of money on the protection of
23	President-Elect Trump without a guarantee of
24	reimbursement by the federal government. This is
25	simply unacceptable and we must do everything in our
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 93
2	power to ensure that New York City's taxpayers are
3	not unfairly pushed for the President-the presence of
4	a President-Elect in our city. While the relocation
5	of the President-Elect's transition had quarters to a
6	more suitable site, and his eventual move to the
7	White House would - provide for the immediate
8	alleviation of undue strain on the area. We must
9	prepare for the likelihood of the President-Elect's
10	continued presence at Trump Tower after his
11	inauguration. New Yorkers need more information to
12	fully understand the extent of the traffic
13	disruption, and how deeply the impact from that
14	disruption will influence citywide economic patterns.
15	This hearing is an excellent step in give the
16	community an opportunity to share their concerns and
17	ideas and determine what changes are necessary to
18	ease congestion, and improve business activity. We
19	must use this information to make every effort to
20	support New York residents, business owners, and
21	tourists and act expeditiously to improve the current
22	situation, and prepare for changes that may occur
23	following the Inauguration. If nothing is done to
24	change the status quo, President-Elect Trump will
25	literally put New Yorkers out of business. Thank you

1	COMMITTEE ON ECONOMIC DEVELOPMENT 94
2	for your time and consideration. If any members of
3	the public would like to read our full testimony, I
4	have printed copies and it will also be posted on our
5	Senate website. Thank you.
6	CHAIRPERSON GARODNICK: Thank you very
7	much to all of you, and we appreciate your-your
8	taking the time to be here today. I wanted to just
9	ask two questions and, you know, if-if you want to
10	answer, feel free. If not, that's also okay. Having
11	listened to some of the testimony from the Police
12	Department, and your own experience from what you're
13	seeing out on the street, do you feel like the NYPD
14	is being sufficiently sensitive to the needs of
15	businesses in the area of Trump Tower? That's really
16	the question. You know, we recognize here that
17	they're under significant constraints. We don't know
18	whether they're, you know, taking orders or
19	collaborating on orders with Secrete Service per
20	their testimony today, but we know that they-they've
21	got real challenges. Do you think that they are
22	being sufficientlysensitive to the needs of
23	businesses in the area?
24	TOM CUSICK: Without qualification, yes.
25	We do have some problems from time to time. As the

1	COMMITTEE ON ECONOMIC DEVELOPMENT 95	
2	Police Department representative in the earlier panel	
3	had discussed, drawing people from other areas means	
4	that some people who come to the area aren't familiar	
5	with our neighborhood. Interestingly enough, Bob	
6	Louttit, who is our Executive Vice President sitting	
7	in the back there, showed me an email, as we were	
8	preparing to walk forward, that one of the businesses	
9	there was complaining that his business was	
10	inaccessible because a police officer stopped him	
11	from going down 56 th Street, which is his business.	Formatted: Superscript
12	That-that's simply because that police officer didn't	
13	get the word, and just to-to-to give you an example	
14	of what I mean by an unqualified yes, that they are	
15	responsive. We immediately contacted our	
16	representatives in the Police Department to get the	
17	word to that police officer on the street that, in	
18	fact, anyone going to that particular business on	
19	56 th Street has access. So, our experience is that	Formatted: Superscript
20	when we sit down and talk with the Police Department	
21	and Secrete Service, they do all in their power	
22	within the confines of keeping the secret-of keeping	
23	the family secure.	
24	CHAIRPERSON GARODNICK: Listen, I-I	
25	appreciate that, and I'm-and I'm glad to hear that	
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 96
2	they are being responsive when you call. I think
3	that what I would like to see is a little more
4	proactivity on their part so that they do not have
5	fresh officers on the street who do not know that
6	56 th Street is open. This is New York. Thanks
7	happen fast. You know, those businesses that are
8	waiting for whatever it is that they were waiting
9	for, they are out of luck if things don't happen in
10	the way that they expected them. And so, we want PD
11	to think about an appropriate unit for the area,
12	people who are trained with sophistication on the
13	rules and, you know, I-I-I hope they will continue to
14	be as responsive to you and to me and to others as
15	they have been. But I-you know, we're, you know,
16	bracing ourselves for a four-year period of a
17	security apparatus, which appears not to have been
18	determined at this moment in time. We need them to
19	be thinking ahead, not just responding, and that's
20	really to the extent that, you know, I feel criticism
21	toward NYPD. It is that, not a lack of
22	responsiveness to you.
23	TOM CUSICK: Uh-huh.
24	CHAIRPERSON GARODNICK: So I think that's
25	<u>a-I think your point is a-is a good one, though.</u>

1	COMMITTEE ON ECONOMIC DEVELOPMENT 97
2	TOM CUSICK: Alright.
3	KATHY WYLDE: I think the other big issue
4	for the entire surrounding area going all the way
5	from Third to Eight Avenue was that up until this
6	week, there were 300 traffic agents deployed by the
7	NYPD in the area who pretty much seem to have
8	individual authority to close streets, stop-stop
9	people from turning, et cetera with regard to
10	vehicular traffic, and-and sometimes pedestrians.
11	And that-that was-I think that was very disruptive.
12	I'm-I'm told that that has been dramatically reduced
13	now, and so I think that will be probably helpful.
14	CHAIRPERSON GARODNICK: Any comment on
15	that proposal from the New York Times today? Do you
16	want to-do you want to weigh in on that.
17	KATHY WYLDE: It's really dumb.
18	TOM CUSICK: Oh, yeah, an absolutely
19	terrible idea, and I scribbled a couple of notes here
20	because I thought that might be asked. Comparing
21	Times Square and Fifth Avenue retail environments is
22	a gross error to begin with, and—and by doing that,
23	it indicates a lack of understanding of the
24	differences between those two retail communities. If
25	there were no southbound vehicle traffic from

1	COMMITTEE ON ECONOMIC DEVELOPMENT 98
2	whatever area, which one-to commission one or two to
3	shut it off on, we would then have no southbound
4	lanes from Park Avenue to Seventh Avenue. Think
5	about that for a moment. No southbound lanes from
6	Park Avenue to Seventh Avenue. Not a good idea.
7	There would be absolutely no change in security in
8	and around Trump Tower if this plan were to be
9	implemented. None whatsoever. The highest sales on
10	Fifth Avenue come from fairly wealthy customers who
11	arrive in private vehicles. Eliminate those sales
12	and there will be a dramatic decrease. I've already
13	referred to the more than \$40 million lost to date.
14	It's going to cascade if this were to be implemented,
15	and I would-I would just say as a footnote that the
16	author of this Op-Ed article is no friend of Fifth
17	Avenue. While she was an active commissioner, she
18	attempted to put bike stands in front of our stores
19	on the sidewalk. So, I-I just don't see that this is
20	in the interest of our residents, and our businesses.
21	CHAIRPERSON GARODNICK: Fair enough.
22	Thank you. Do you want to add anything or?
23	REBECCA KRIEGMAN: Not comments
24	specifically on the Fifth Avenue proposal in the New
25	York Times BID, but in general we-we do think it is

1	COMMITTEE ON ECONOMIC DEVELOPMENT 99	
2	paramount that the DOT continue studying traffic	
3	patterns in the area, and evaluating ways that they	
4	can improve the traffic pattern. So-so we hope that	
5	they come up with creative proposals, but we-we do	
6	not simply have a position on this-with that new	
7	proposal.	
8	CHAIRPERSON GARODNICK: Okay, well thank	
9	you and thanks to all three of you for your	
10	testimony. I'm going to call our last panel. We	
11	look forward to working with you, and thinking	
12	through-thinking about ways to make life a little	
13	better over there, and thanks for the concrete	
14	proposals that you all put out. I want to call	
15	Manhattan Borough President Gale Brewer and welcome	
16	here back to her favorite chamber, and I'll call	
17	Derek Walsh of the Petition to Remove Barricades, et	
18	cetera, and we thank him for his advocacy on behalf	
19	of those business on 56 th Street and beyond. Jessica	Formatted: Superscript
20	Walker, President of Manhattan Chamber of Commerce	
21	and Joseph Loonam of the Riders Alliance, and that's	
22	going to close it out for today. So this is our last	
23	panel, and Borough President Brewer, I'm going to	
24	call on you first, and then we will go to the rest of	
25	the group.	
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 100
2	GALE BREWER: Thank you very much, Chair
3	Garodnick, and the-the committee. This is an
4	important topic. I know you know it well. We
5	appreciate very much the opportunity to testify to
6	further overuse the most overused phrase of this
7	election season. The situation surrounding security
8	at Trump Tower is unprecedented. Midtown Manhattan
9	is the largest central business district in the
10	entire nation, as I know you heard from Mr. Cusick.
11	It's by a long shot the largest business district.
12	Anything disrupting economic opportunities in this
13	part of the city for hours is significant for days or
14	for weeks is serious and for months or years is
15	devastating. The Fifth Avenue businesses, as you
16	heard of Trump Tower include iconic New York gems
17	such as Tiffany's, Bergdorf Goodman's, American
18	flagship stores and international companies such as
19	Bulgari and Chanel. These stores were national and
20	international tourists and directly provides
21	thousands of good jobs while indirectly they support
22	many times that number of jobs. We have heard the
23	concerns of these businesses that customers are
24	staying away and anecdotally some have reported
25	comparatively better holiday sales at some New Jersey
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 101
2	mall branches. A horrible idea. Better at the New
3	Jersey Mall branches, and as our flagship Fifth
4	Avenue stores this year. This weekend in the New York
5	Post reported that Torneau had recently suffered a \$2
6	million revenue decline. This is a situation that in
7	my opinion cannot be allowed to continue. I was glad
8	to learn that the Fifth Avenue BID and NYC and
9	Company are working together on a promotional
10	campaign. You know that as well as we do, but we
11	need a sustained and more comprehensive effort, and
12	you've heard a lot of those suggestions from the
13	previous panel. While not as renown as these Fifth
14	Avenue gems, the small businesses in the area, and
15	you're hear immediate from the leader who is
16	phenomenal. We're going to talk specifically about
17	56^{th} Street between Fifth and Sixth Avenues. They
18	are just as important. We have met, as you have, Mr.
19	Chair, with these business owners, and while the
20	reverberations on Manhattan and the city may not be
21	as big as from-from some of these small businesses as
22	the Fifth Avenue, they're important to not be
23	overstated. Collectively, there are at least 105
24	small businesses located on West 56 th Street between
25	Fifth and Sixth. There are about 31 ground floor
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 102
2	businesses and over 70 on upper floors. This could
3	mean in the neighborhood of 1,000 jobs, and while
4	each of these businesses may not have nearly as
5	significant an impact on the city's economy as an
6	international flagship, a downtown-downturn in
7	activities and a pub, as we'll hear, a small
8	restaurant or a hair salon is more likely to cause
9	the downfall of such a business and the loss of
10	quality jobs, and the collective danger to all of
11	these small businesses could significantly damage the
12	neighborhood. We have heard from these owners that
13	in November following the election, revenues were
14	down an average of 30%. You, Mr. Chair, the Small
15	Business Commissioner, and others reached out to the
16	businesses. However, we have heard that despite a
17	rebound for some of the small businesses in December,
18	the last few weeks have brought additional declines
19	in business. Our understanding is that this decline
20	is due to the combination of second command post
21	located on the block. It is due to barricades
22	running the length of the block, and it is due to
23	only one lane of traffic being open. In addition, on
24	a couple of occasions, even the one lane has been
25	closed again, and we have photographs here, which we
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 103
2	will share with you. In one instance, local traffic
3	agents closed the street when a Sanitation truck was
4	collecting trash. Understandably, the trash has to
5	be picked up. It might make sense, but to do it
6	without notification is problematic. This points to
7	the need for using technology such as used as list-as
8	lister to ensure proper notification. I noted the
9	Administration and NYPD do not have primary control
10	for the security measures surround Trump Plaza, and
11	appreciate the work they are doing to provide the
12	necessary security as well to work with the business
13	community. We have to continue to work with these
14	businesses to ease the unfair burden they are being
15	asked to shoulder. We have to work hard and be open
16	to all reasonable ideas to make the area as inviting
17	as possible. That means improving the looks of the
18	security measures, and pushing to make sure we aren't
19	arresting more impediments to foot and vehicle
20	traffic that are necessary. It means making sure
21	West 56 th Street is generally open, and that people
22	know it is open, and making it as inviting as we
23	possibly can. It means implementing proficient means
24	of communicating with all businesses all of the ones
25	on 56 th Street so that if a change must occur, they
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 104
2	are notified as soon as possible about the change,
3	and how long the change will be, and it means
4	promoting the area as a whole from Bulgari to Bengal
5	Tiger to this amazing pub that we'll hear about in a
6	minute. Thank you for taking up this matter. We
7	will all continue to work together, but this is a
8	really messed up situation for the businesses on
9	Wests 56 th Street, and to answer your question
10	earlier, with all due respect, all to the parties
11	enough is not being done, and some of them are going
12	to close if you don't do more. Thank you very much.
13	CHAIRPERSON GARODNICK: Thank you, Madam
14	Borough President. We appreciate your testimony.
15	Now, the most famous bar owner on 56^{th} Street, you're
16	up.
17	DEREK WALSH: This is Kevin Kunin. (sp?)
18	[coughs]. Thank you very much. Everything Gale
19	said. Where do I start. I guess looking back I can
20	only speak on behalf of my own business. I'm kind of
21	worried why there wasn't a plan in place. We-we-we
22	thought a lot of things were done very sporadically
23	at the start. It took a while before, you know,
24	after a few weeks passed by, we saw numbers go down.
25	We're like where's our help going to come by? Thank
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 105
2	you, Mr. Garodnick, for calling in and starting the-
3	starting to help. We-at the time I went around. I
4	guess I can only speak on behalf of the 46 business
5	owners there. They signed a petition, and we asked
6	for the barricades to be moved across the street that
7	the barricades, the command post, which I was told it
8	protects the-the barricades that protect the command
9	post. There was a bomb squad there at the time and
10	Turlock (sic). And we were asking for those to be
11	moved across the street because tourists weren't
12	walking down the street. It wasn't-it wasn't
13	pleasing to the eye. People were walking by. With
14	those barricades on Fifth Avenue by Trump Towers,
15	it's like a maze. People were kind of forced to-to
16	move fast, to keep moving especially in November and
17	December there's a lot more people on the street that
18	time of the year. I guess that's where we-we saw our
19	business not doing as well as it normally does in
20	November and December. So with that petition we
21	asked any chance could we open up the street? Can we
22	get a voice in it? And speaking with Mr. Cusick
23	here, I'm jealous. I'm not on Fifth Avenue. I know
24	there's another-there's a co-op on Sixth Avenue, B-I-
25	D on Sixth Avenue. We're not on that either. We're

1	COMMITTEE ON ECONOMIC DEVELOPMENT 106
2	on 56^{th} Street between Fifth and Sixth Avenues. We
3	don't have a co-op. We don't-we don't have a voice
4	when it comes to this. We don't a Mr. Cusick that
5	can stand in and do the great work that he's doing.
6	I guess that's where we're struggling. When-when I
7	went around to these businesses asking about the
8	petition, it surprising, you know, how I got to meet
9	some, you know, have been on the block seven or eight
10	years, and the same person. I got to meet them, and
11	a lot of people are frightened. Some people are
12	thinking about moving away, moving out of the block,
13	relocating their businesses and not renewing their
14	leases. And I could see why because the lack of
15	communication I guess not knowing what's going on
16	frightened a lot of people. You know when you're-
17	when you're renewing your lease for a business, you
18	don't renew it for a year or two years. It's usually
19	a five to ten-year lease that you're renewing with
20	that. So renewing your-your business for ten years
21	and not knowing the next month or the next four years
22	is frightening. There was questions, as I said, bout
23	the command post that Fifth Avenue service, which is
24	open to the NYPD and their posts. (sic) Why is it
25	that-what is the protection? Is it there for
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 107
2	protection? As I said, 56 th is between Fifth and
3	Madison. It's already closed down. The street I see
4	is already closed down to pedestrians and to
5	vehicles. Why not move the command post there if
6	it's already shut down? Why not move it to the other
7	side of the block on the Madison side? Maybe unpack.
8	You're still the same distance from Trump Tower.
9	You're on Trump path. But the building owner I think
10	takes up the whole block. But I guess what we're
11	asking for really is just more communication, and
12	knowing what's going on, you know. I—I think
13	personally what makes sweet (sic) the inauguration is
14	protest like a simple thing as that. Do I-do I put
15	extra staff working that day or do I close the door
16	because the street may get closed down? You now,
17	it's-it's just-it's very-the communication I wish
18	there was more, the Community Affairs have helped us,
19	but, you know, hopefully-I'm happy to just help
20	Council Member Garodnick, Manhattan Borough President
21	Gale Brewer and the Commission of Small Businesses,
22	Greg Bishop. Hopefully, we can get this moving
23	quickly because right now, as I say, I got that
24	petition together in the end of November and start of
25	December. People were kind of convinced. (sic) This
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 108
2	six weeks later. This is nearly nine weeks after the
3	election, and we're seeing that major struggle with
4	communication. Maybe I should stop talking.
5	CHAIRPERSON GARODNICK: We can pose some
6	questions to you, too, if you want.
7	DEREK WALSH: No, you're-you're good. We
8	can-we can-Gale can get those.
9	CHAIRPERSON GARODNICK: Okay.
10	DEREK WALSH: She's got it. [laughter]
11	GALE BREWER: Derek has them.
12	CHAIRPERSON GARODNICK: No. Okay. Yeah.
13	TOM CUSICK: Do you want to pose
14	questions to me.
15	CHAIRPERSON GARODNICK: Okay, well, I'm
16	going to—I'm going to hear from Ms. Walker and—and—
17	and the rest of the panel, and then-and then we'll
18	come back to you, but Jessica, go ahead.
19	JESSICA WALKER: Thank you. I'm with the
20	Manhattan Chamber of Commerce, and we're an
21	organization that drivers economic prosperity by
22	helping businesses of all sizers here in the city
23	particularly the small businesses to succeed here in
24	New York. We harbor significant concerns for the
25	businesses that have been disrupted by the security
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 109
2	measures around Trump Tower. While traffic on $56^{ ext{th}}$
3	Street was partially reopened in recent weeks,
4	barricades and a strong police presence continued to
5	diminish foot traffic in the area. Some of these
6	businesses may lose-loose revenue. As we've heard
7	today, it sounds like it's already happening, and
8	this can be catastrophic if this continues to go on
9	for a prolonged period. I want to use the recent
10	opening of the Second Avenue Subway as a prime
11	example, something that we've been very involved in.
12	First, let me preface my comments by saying that I am
13	ecstatic about the extension of the Q-Train, and
14	everybody knows that this is going to alleviate
15	congestion on the 4, 5, 6 train runs, and also
16	attract new residents and shoppers on the Second
17	Avenue. But this change did not come without some
18	paint. Multi-year construction to lay the new tracks
19	was immensely disruptive for businesses in that area.
20	Rats, explosions, dust, noise and scaffolding kept
21	business, kept customers away. And at the same time,
22	of course, rapidly escalating rents further
23	threatened these businesses. So, throughout it all,
24	however, the Manhattan Chamber of Commerce was there
25	to support businesses, and lure customers back to the
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 110
2	area. All the affect shops and restaurants were
3	offered free membership in the Chamber. We launched
4	a Second Avenue website and app with support from the
5	City Council to show that Second Avenue was still
6	open for business. We sponsored a Second Avenue
7	Restaurant and Retail Week <u></u> in 2013 that
8	highlighted special discounts, and we continue to
9	host our two annual street fairs in the vicinity to
10	bring—to bring in customers and tourists. All of
11	this helps many businesses hang on during
12	construction so that they may now reap the benefits.
13	However, the challenges proved insurmountable for
14	some. Since 2010, the Chamber has tracked the 452
15	businesses along the area the Second Avenue impacted
16	by the subway construction zone, and for us that was
17	between 69^{th} and 97^{th} Streets. Our staff walk the
18	avenue every few months to monitor changes, and at
19	our last walk in August 2016, we found that only 48%,
20	208 of all the businesses in the zone remained in
21	continuous operation since 2010. Some businesses
22	relocated to be certain, but others likely closed,
23	and so even-and even those that did remain were often
24	forced to reduce staff or business operations to make
25	ends meet, and we do have some examples of that. For
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 111
2	example a restaurant in the area who went from four
3	managers to one, and the business owner basically
4	doesn't rest or take-take any vacation. So we fear
5	that the business use-the businesses near Trump Tower
6	could be similarly threatened if this goes on for
7	years. The Chamber stands ready to help these
8	businesses continue to attract customers, and we're
9	beginning to canvass the area to help along with SBS
10	and some of the elected officials. But we also want
11	to offer two other proposals for your consideration.
12	First, is the creating of a fund to potentially
13	mitigate real time business losses especially for
14	those small businesses in the area. This was a
15	successful strategy employed to help business survive
16	and thrive in two cities: Seattle, Washington and
17	St. Paul, Minnesota as they recently built extensive
18	new light rail lines through neighborhoods that were
19	rich with small local businesses. And there are
20	several ways to structure this types-this type of
21	mitigation fund, but the goal is really to provide
22	grant payments or forgivable loans that will mitigate
23	revenue losses until business returns to normal.
24	Second is suspending the commercial rent tax, the
25	Councilman's favorite topic, for affected businesses
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 112
2	in the area. As you may know, the Chamber actually
3	is in favor of phasing out this burdensome tax
4	altogether, but in this instance, it may be a fast
5	and efficient way for the city to-to provide targeted
6	relief very quickly for the-for businesses that are
7	seeing revenue losses. We look forward to working
8	with you to safeguard the businesses in the community
9	and we think that, you know, that these businesses
10	have an important role to play in-to our cities, but
11	also in tourism. So we want to be helpful there.
12	Thank you.
13	CHAIRPERSON GARODNICK: Thank you. Mr.
14	Loonam.
15	JOSEPH LOONAM: Hello, my name is Joseph
16	Loonam and I'm an Organizer with the Riders Alliance.
17	The Riders Alliance is a grassroots organization that
18	fights for better and more affordable subway and bus
19	service. We at the Riders Alliance are concerned
20	about the impact that the Trump Administration might
21	have on public transit for the residents of the city
22	of New York. The most immediate concern is about the
23	potential disruptions to inter-borough bus service
24	through the announcement of unprecedented security
25	protocols on 57 $^{ m th}$ Street. We need to understand the

1	COMMITTEE ON ECONOMIC DEVELOPMENT 113
2	impact that these protocols will have on inter-
3	borough buses especially the Q-101, the Q-60, the Q-
4	32 and 57 bus and the M-31 bus, and on the 43,527
5	riders who depend on these buses everyday. We hope
6	that the city is dedicated to finding options for
7	riders who may have been affected by street changes
8	due to increased security. Having these buses run
9	reliably is essential to the daily lives of New
10	Yorkers in many boroughs. The Riders Alliance is
11	also very concerned with securing revenue that the
12	MTA needs to operate. Trump has made a lot of
13	promises about funding infrastructure, but it is
14	unclear whether or not that will include funding for
15	public transit. On the whole, the incoming Congress
16	has expressed an interest in shrinking the size of
17	the federal government, and that endangers many
18	revenue streams that the MTA and DOT rely on,
19	including small starts, new starts, and other federal
20	programs that allow for public transit infrastructure
21	investments. If government spending shrinks on a
22	federal level, it will be up to the State and the
23	City to identify and protect revenue sources, and
24	ensure that we keep our subways and buses running,
25	and that we can all afford to ride them. As a

1	COMMITTEE ON ECONOMIC DEVELOPMENT 114							
2	grassroots organization, we at the Riders Alliance							
3	believe that the solution to these problems will be							
4	found with the people who rely on the MTA everyday.							
5	We are seen as a transit organization. However, in							
6	reality, [coughs] we are a democracy organization. As							
7	government and democracy come under assault in the							
8	Trump Administration and the incoming Congress, we							
9	take seriously our goal of being an example of the							
10	good that comes from citizens involving themselves in							
11	the democratic process. We will continue to protect							
12	the communities we serve by involving them in the							
13	democratic process. We are glad that our local							
14	representatives here in New York City are doing the							
15	same. Thank you.							
16	CHAIRPERSON GARODNICK: Thank you very							
17	much, and thanks to all of you. Derek, I just have a							
18	couple of questions for you that							
19	DEREK WALSH: [interposing] Sure.							
20	CHAIRPERSON GARODNICK:I-I wanted to							
21	perhaps finish out the hearing with. You-you were							
22	for the testimony of NYPD, and the							
23	DEREK WALSH: [interposing] Uh-uh.							
24	CHAIRPERSON GARODNICK:the Department							
25	of Small Business Services and DOT. Was there							

1COMMITTEE ON ECONOMIC DEVELOPMENT1152anything in that testimony, which you felt was3inconsistent with your experience or is there4anything that you would flag for us as something that5we should be focusing on—on 56th Street or beyond6that they are not?

7 DEREK WALSH: [pause] Communication. 8 That has-there was very little communication during that. When you go to that command post, you don't 9 necessarily get to speak with the supervisor. More 10 times than not, I haven't been able to speak with the 11 supervisor. I remember when the-when the command 12 post was first-they actually closed up-they closed 13 down the street, the-the sidewalk. So the only 14 15 sidewalk coming from Fifth Avenue to Sixth Avenue down 56th Street was at the-the northwest corner, 16 17 right by the corner of Abercrombie. So, you can imagine all the pressure that's on that in November 18 and December with the abundance of people, and the 19 only exit off that block is at that corner. I tried 20 to speak with a supervisor in there I say maybe three 21 22 or four times, and every time I got turned away because the command post was barricaded off. I 23 couldn't even get my hands and knock on the door. 24 So every time I approached it, I was turned away. There 25

1	COMMITTEE ON ECONOMIC DEVELOPMENT 116
2	was a day I was outside, and I—I waited for a guy in
3	a white shirt, Lieutenant McNamara I think his name
4	was. I spoke with him, and he was there I think
5	regarding the arrest afterwards of—after the
6	protesting. I spoke with him just about the simple
7	idea-idea of why not open the sidewalks at least and
8	at least let the people down the street, you know.
9	But, you know, 20 minutes later what happened is the
10	street cut open. But, by going back there maybe two
11	or three times since, I've learned to realize that
12	whoever is in charge there is usually somebody from
13	the out of the Borough of Manhattan, and whoever is
14	in charge, the supervisor, it seems to change all the
15	time. So how can you have consistent conversation
16	with the supervisor when the supervisor keeps
17	changing every day.
18	CHAIRPERSON GARODNICK: So the idea that
19	a business owner could just walk up to the command
20	post, and get answers to his questions you don't
21	regard as credible?
22	DEREK WALSH: Oh, no, not-not then. Now
23	previously for me, no.
24	CHAIRPERSON GARODNICK: How about the
25	telephone.
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 117
2	DEREK WALSH: [interposing] But I've-
3	CHAIRPERSON GARODNICK: Do you have a
4	telephone number for inside?
5	DEREK WALSH: Yeah, well, for-for the
6	command post no, but I will say let's not knock the
7	NYPD. They've been phenomenal, and I think I've
8	asked for them to have them get me to speak to a
9	supervisor in the command post. They've come across
10	with it. I worked with the Community Affairs
11	Officers a lot in Midtown or the Midtown section.
12	They've been great. Monday night, Tuesday and
13	Wednesday morning of last wee, the street was closed
14	up. What reason I don't know. I called the
15	Detective Alex Marsh (sic) from the Town South (sic).
16	He's here today. A lot of great help that man has
17	been. I called him at 8 o'clock I think that
18	morning, Wednesday morning. I think the NYPD were
19	having a little inauguration in Madison Square
20	Garden. I called him 12 hours later with the same
21	problem. The street was again closed up, and after
22	speaking with the guy, whatever he does, in 10 or 15
23	minutes later I look out my door and there's traffic
24	again. The street is back open. So what I was
25	saying is NYPD has been great. I just wish there was
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 118
2	some questions that I could ask. I mean why is the-
3	the command post there? Why not move it across the
4	street to a street that's already closed up?
5	Communication is there somewhere were we can maybe
6	get an app for the business owners on the block to
7	say, you know, there is going to be Sanitation coming
8	between 2:00 and 4:00 a.m. or between 10:00 and 11:00
9	here. There has to be some sort of communication.
10	It has to be better than this. The stories I've
11	heard from going around even not being able to get
12	into your own businesses, is-some of them I'm-I'm not
13	going to get into but there is that obviously maybe
14	we were a co-op and we had some way to do that, but
15	then, you know, I find it very hard to have a co-op
16	on 56^{th} Street between Fifth and Sixth Avenue go into
17	business and looking for finances to-to begin a co-op
18	when these businesses are struggling. So are we
19	going to do that? I don't know. Again, this is just
20	me think-thinking on my own but, you know, I guess
21	the last point I got to say is just there everyday
22	and seeing it everyday, and doing the long hours of
23	having the four managers and down to one. And just
24	it's-people are avoiding the area, the New Yorkers
25	are. They don't want to go through. They don't want
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 119
2	to go through the hustle-bustle of not knowing if you
3	can cross a street on the east side and not on the
4	west side. How did you come across from the east
5	side to the west side. When you come across $56^{ t th}$
6	Street you got to walk up to the 57 $^{ m th}$ and as you walk
7	up to 57^{th} then you come across from the east side to
8	the west side on 57 $^{\mathrm{th}}$. There's too much of it there
9	are going—of it going around. We ask for better
10	communication. We know if the President-Elect is
11	going to live there a few days a week, well, then I
12	think the businesses have got to get together and we
13	got to find some way to advertise our street and to
14	market our street, you know. Council Member, thank
15	you.
16	CHAIRPERSON GARODNICK: Okay, thank you,
17	and just to-just for the last question. Your
18	business I cited in-in my testimony as being down in-
19	in November. Tell us how-how business has been
20	going over the past two months.
21	DEREK WALSH: We're very small. It's a
22	small place. It's 500 square foot. It's very easy
23	to-to fit all the establishment. I remember the day
24	that they opened the streets. The first day I think
25	the President-Elect was-he was not New York, and they
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1	COMMITTEE ON ECONOMIC DEVELOPMENT 120
2	opened the streets. I hadn't seen as many tourists
3	in bar in a long time. One lady actually came to me
4	and said you're understaffed, and I was like no,
5	we're not understaffed. They opened the street
6	today, but again communication. I didn't know and I
7	was understaffed. If commun-if the communication is
8	there, we can work it.
9	CHAIRPERSON GARODNICK: Okay. I'm going
10	to let that be-be the last word here, and we
11	certainly appreciate your testimony and the testimony
12	of-of everybody on the panel, and everybody who came
13	today, and clearly this is going to be the beginning
14	of this conversation because we do not, as we sit
15	here today, know exactly what PD-PD in conjunction
16	with Secrete Service, PD in response to Secrete
17	Service or any combination therein is going to
18	proposed to do in the area after January 20^{th} . So we
19	are going to need to stay vigilant, and we'll look to
20	find ways to mitigate impacts, and recognize that
21	this is a-if it's unprecedented or unique or whatever
22	it is, we know that this is different. So we thank
23	everybody for their presence here today, and we look
24	forward to continuing this conversation. With that,
25	we're adjourned. [gavel]

1	COMMITTEE	ON	ECONOMIC	DEVELOPMENT	121
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<u>C E R T I F I C A T E</u>

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



Date January 12, 2017