CITY COUNCIL CITY OF NEW YORK ----- X TRANSCRIPT OF THE MINUTES Of the COMMITTEE ON GOVERNMENTAL OPERATIONS STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE ----- Х April 16, 2025 Start: 10:11 A.M. Recess: 1:33 P.M. 250 Broadway - Committee Room, 16<sup>th</sup> HELD AT: Floor BEFORE: Lincoln Restler, Chair of the Committee on Governmental Operations State and Federal Legislation Justin Brannan, Chair of the Committee on Finance COUNCIL MEMBERS: Gale A. Brewer Daid M. Carr Amanda Farias James F. Gennaro Jennifer Gutièrrez Shahana K. Hanif Farah N. Louis Vickie Paladino Keith Powers Yusef Salaam Pierina Ana Sanchez World Wide Dictation 545 Saw Mill River Road - Suite 2C, Ardsley, NY 10502 Phone: 914-964-8500 \* 800-442-5993 \* Fax: 914-964-8470

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 7
2	SERGEANT AT ARMS: Good morning. Good morning.
3	This is a radio check, a microphone check for the
4	Committee on Finance joint with the Committee on
5	Governmental Operations. This recording is being
6	done on the $16^{th}$ Floor hearing room. Today's date is
7	April 16, 2025 and this recording is done by Ginelle
8	Yearwood(SP?).
9	SERGEANT AT ARMS: Good morning and welcome to
10	today's New York City Council hearing for the
11	Committee on Finance joint with the Committee on
12	Governmental Operations State and Federal
13	Legislation. Please silence all cellphone electronic
14	devices. If you wish to submit testimony, you may
15	send it via email to testimony@council.nyc.gov.
16	Please do not approach the dais. This is a
17	governmental proceeding and decorum should be kept at
18	all times. Thank you for your cooperation. Chair,
19	we're ready to begin.
20	CHAIRPERSON RESTLER: [GAVEL] Good morning. My
21	name is Lincoln Restler and I have the privilege of
22	Chairing the Committee on Governmental Operations
23	State and Federal Legislation. I am pleased and
24	honored to be Co-Chairing this hearing with my
25	friend, our esteemed Finance Chair Justin Brannan and

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 8
2	I would like to recognize my colleagues who have
3	joined us today, Council Member Farah Louis, Council
4	Member David Carr Brooklyn zone, Council Member Gale
5	Brewer and Council Member Amanda Farias.
6	Today, we're holding an oversight hearing on the
7	impact of federal funding cuts on New York City.
8	From the second that he was sworn into office, Donald
9	Trump and his side kick Elon Musk began implementing
10	the project 2025 blueprint, making staggering cuts to
11	our federal workforce decimating our countries public
12	health system, politicizing public safety initiatives
13	and threatening to pull funding from municipalities
14	and institutions alike if we refuse to comply with
15	their extreme demands.
16	The City of New York relies heavily on federal
17	government funding, expertise and partnerships across
18	every facet of city operations. All New Yorkers are
19	impacted, whether it's resources for your kids
20	school, a Section 8 voucher to keep your rent
21	affordable, or the piece of mind knowing that you're
22	protected from disease outbreaks and terrorist
23	threats.
24	Federal resources have been essential to keeping

25 our city running and our people safe but we can no

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 9
2	longer depend on our federal partners. The city
3	budget receives \$9.7 billion in federal funds, over 8
4	percent of our city budget but federal funding
5	impacts are far broader. Public entities like NYCHA,
6	CUNY, Health + Hospitals, the MTA, rely on many
7	billions of federal funding that's on the chopping
8	block. Federal funding cuts and negligence have
9	already impacted the most vital government programs
10	like Social Security and republicans in congress have
11	made clear that Medicaid is a top target in their
12	sites. Slashing \$880 billion in Medicaid nationally
13	would absolutely devastate the health care of
14	coverage and outcomes of low income and older adults
15	and put the future of safety net hospitals, nursing
16	homes and home healthcare agencies in jeopardy.
17	As we appear likely to be entering an economic
18	downturn, caused directly by president Trumps chaotic
19	policies, more and more New Yorkers will rely on all
20	levels of government to stay afloat. And yet we have
21	a mayor that has demonstrated he is unwilling to
22	challenge the Trump Administration and fight for New
23	Yorkers. We've seen our governor, our Attorney
24	General stand up and defend New Yorkers.
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 10
2	Mayor's and Governors across the country are
3	upholding their values and planning and preparing for
4	the worst in their communities. But here in New York
5	City, Mayor Adams has enthusiastically accommodated
6	President Trump and by extension, his disastrous
7	policies. Now, is the time for robust federal
8	advocacy and rigorous contingency planning. We must
9	engage with our New York delegation in Congress and
10	mobilize city leaders to champion our needs. It will
11	take competent management and strong leadership to
12	navigate these challenges. We must build up our
13	reserves and identify new opportunities for
14	efficiencies and savings to whether this federal
15	upheaval.
16	At the same time as the federal government
17	retreats from its core responsibilities, the City of
1.0	

New York must step up. While we cannot fully cover 18 the gaps created by the federal government - uh 19 20 created by federal government cuts, we need to make targeted investments to protect the health and safety 21 of New Yorkers. This morning, alongside our speaker 22 23 Adrienne Adams, Chair Brannan and I released a plan to Trump proof New York City by making critical 24 investments to ensure the health and safety of New 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 11 Yorkers by preventing measles outbreaks, ensuring

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3 preparedness from extreme weather events, and keeping4 New Yorkers safe from attacks.

5 While the chaos in Washington deepens and the 6 economic outlook worsens and we prepare for budget, 7 the impact of budget reconciliation, we are committed 8 to both expanding savings and reserves and Trump 9 proofing New York City with smart and necessary 10 targeted investments.

11 A budget is a moral document and it has never 12 been more urgent that our city budget reflect our 13 values to demonstrate that we refuse to bow down to the recklessness and bellicosity in Washington and 14 15 to prove to New Yorkers that they can trust us to protect them through this unprecedented moment. But 16 17 today, no one, no one from the Adams Administration 18 is here to answer our questions. The Mayor once again has chosen to be silent while Donald Trump 19 makes us less safe, destabilizes our economy and 20 deports our neighbors. The lack of planning and 21 2.2 preparation by this administration for the impending 23 tsunami of cuts is a complete dereliction of duty. These cuts will have a devastating impact on the 24 25 lives of every day New Yorkers. Each of our

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 12
2	constituents and it's only getting worse. Again,
3	unfortunately it's becoming abundantly clear that
4	this Mayor is more loyal to Donald Trump than to the
5	people of New York City. We also will be hearing a
6	Preconsidered Introduction to address a technical
7	error relating to employees, communications and
8	adjudicative proceedings. With that, I'd like to
9	thank the staff who prepared us for this hearing.
10	Governmental Operations Committee Counsel Jayasri
11	Ganapathy, Finance Committee Staff Julia Haramis, and
12	Brian Sarfo and my amazing team lead by Chief of
13	Staff Molly Hayley and Communications Director Neve
14	Mooney.
15	With that, I will turn it over - well, I will
16	just recognize Nantasha Williams, Council Member from
17	Queens. Did I miss anybody else? I did and Althea
18	Stevens is here from the Bronx. Thank you for being
19	with us and with that, I will turn it over to my
20	friend Chair Brannan.
21	CHAIRPERSON BRANNAN: Thank you Chair Restler and
22	good morning everyone. Welcome to today's oversight
23	hearing on how New York City is preparing or failing
24	to prepare for a fiscal assault from Donald Trump and
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 13
2	his so-called Department of Government Expenditures
3	or DOGE.
4	Before we begin, let me say this. It's an
5	absolute disgrace that the administration chose to
6	refuse to show up today. We were told late last
7	night, the night before this hearing, that instead of
8	testifying, they'll just be submitting written
9	remarks. That's not just disrespectful, it's a slap
10	in the face to every New Yorker who deserves answers.
11	At a moment of unprecedented budget threats, the
12	Administration at City Hall should be standing with
13	us and not ducking accountability. When we held our
14	March hearing on the preliminary budget, we were
15	warned that cuts were coming, well now they're here
16	and they're hitting hard. Let's be clear,
17	approximately 10 percent all in of our city budget
18	comes from federal funding and just a few months into
19	Trumps return, the federal government has already
20	clawed back hundreds of millions in legally
21	appropriated dollars from Congress, money we counted
22	on to provide housing, healthcare, food and shelter
23	for New Yorkers.
24	In February, FEMA yanked \$80 million meant for
25	migrant chalters. In March the fode approximated they

25 migrant shelters. In March, the feds announced they

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 14 were pulling all remaining COVID relief for city's and states. And just last week, Mayor Adams confirmed another \$188 million in migrant reimbursement funds were being pulled.

And while working people are getting squeezed, 6 7 the billionaires are doing just fine. Let's talk about Elon Musk. He's taken more than \$38 billion in 8 government handouts, federal contracts, tax breaks, 9 you name it. Now, he's the defacto president since 10 11 he spent some \$300 million to buy the election in charge of crafting a federal budget that slashes aids 12 13 to seniors, veterans and working families. You'd be surprised to know what federal programs didn't get 14 15 cut a single cent. That would be Elon Musk billions 16 in defense contracts.

While every day New Yorkers pay their fair share, Elon Musk games a system and laughs all the way to the bank. Our tax dollars built his empire but now that it's time to reinvest in our communities, suddenly it's all cuts and claw backs. It's always socialism for the rich and austerity for the rest of us.

This isn't about belt tightening. It's aboutbroken priorities. That's why today's hearing

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 15
2	matters. That's why the Administration should be
3	here with us telling us what their plan is to fight
4	back against these cuts from the federal government.
5	We need a real plan to protect New Yorkers and their
6	services. One that doesn't cater to Trump or cater
7	to billionaires and one that stands up for the
8	working people who make this city work. Before I
9	hand it back to Chair Restler, I want to thank the
10	folks behind the scenes on the Council side who make
11	these hearings happen, especially our incredible
12	Finance division team Brian Sarfo, Committee Counsel,
13	Julie Haramis, the Finance Unit Head, Michael
14	Sherman, the Principal Financial Analyst, and my
15	Senior Advisor John Yenin.
16	I'll now turn it back over to my Co-Chair today,
17	Councilman Restler.
18	CHAIRPERSON RESTLER: I just want to ask, we have
19	not actually received this supposed written testimony
20	from the Administration? Nobody has that right? No,
21	okay so the written testimony that they were
22	preparing because they didn't have the courtesy to
23	show up and answer questions or to explain what the
24	Administration is doing to prepare for this federal,
25	the chaos coming out of the Washington is quite

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 16 2 remarkable. I think it speaks to just the complete 3 incompetence that we are all experiencing on the 4 other side of city hall right now. With that, we will begin with IBO. Where are 5 they? So, we've got, I know we have Jackie Sherman 6 7 and Sarah Parker. You guys can start us off and the Committee Counsel will swear you in. 8 9 COMMITTEE COUNSEL: Good morning. Can you please raise your right hands? Do you affirm to tell the 10 11 truth, the whole truth and nothing but the truth in your testimony before this Committee and respond 12 honestly to Council Member questions? Thank you. 13 14 JACQUELINE SHERMAN: The red is on, yeah, great. 15 Good morning Chairs Brannan, Restler, Majority Leader Farias, members of the Finance and Government 16 17 Operations Committees. I am Jackie Sherman from the 18 Independent Budget Office and I'm joined this morning 19 by my colleague Sarah Parker. My testimony builds on IBO Director Chafee's 20 21 testimony last month, highlighting IBO's concerns 2.2 about risks that ongoing federal actions pose to New Yorkers and to the city's fiscal health. Since 23 January 20<sup>th</sup>, New York has phased a cascade of 24 announcements of reductions in federal spending. 25

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 17
2	Direct federal funding currently around 8 percent of
3	the city's expense budget supports a range of core
4	services. Federal dollars also flow through the
5	state to the city, to the MTA and NYCHA and directly
6	to New Yorkers such as social security payments.
7	National, economic uncertainty further complicates
8	the picture. Volatility and trade policy poses
9	significant risks for inflation, consumer spending,
10	tourism and ultimately state and local revenues.
11	The Administration has not yet publicly discussed
12	how these risks can effect New York City's budget.
13	Today, I will focus on questions that IBO believes
14	should be answered in the upcoming executive budget.
15	The city's budget process must embrace transparency
16	and fiscal realism. The budget continues to
17	understate costs for uniform personnel overtime,
18	Charter cases, and funding for City FHEPS.
19	Meanwhile the budget overestimates the city's
20	payroll costs and costs for services to asylum
21	seekers. At the same time, the city also faces a
22	critical policy decision. What to do with the
23	projected fiscal year 2025 budget surplus?
24	IBO encourages the Council to weigh the merits of
25	two options, placing funds into reserves or using

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 18 them to prepay next years expenses. While prepayment may offer short term flexibility, applying the surplus to reserves provides more long term stability as the city faces challenges posed by the federal administration.

7 Some city agencies rely heavily on direct federal funding. Federal funding totals over half of the 8 9 budget of HPD and more than 40 percent for ACS. Separate from the city's budget, funding is also 10 11 critical, federal funding is also critical to NYCHA, Health + Hospitals, and the MTA. Here, critical 12 questions include what specific federal programs has 13 the administration identified as most vulnerable to 14 15 cuts? And what planning is underway to assure that 16 the city continues to meet the needs of New Yorkers 17 served by those programs.

Have any city agencies particularly those facing the greatest risks been asked to prepare contingency plans to address potential loss of funding?

21 What is the Administration doing to protect 22 public health as the federal administration reduces 23 support for the prevention of communicable diseases? 24 And many federal workers who oversee program 25 administration and process payments have lost their COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 19 jobs and more are threatened? Has the city noted any slow downs in the processing of funds it expects to receive?

The absence of a final state budget further 5 complicates the picture. Reductions in federal aid 6 7 for New York City layer additional risks on the city. The state funded 17 percent of the city's fiscal year 8 2025 budget and federal funding totaled 38 percent of 9 the states budget last year. Public education 10 11 appears to be at particular risk with 41 percent of DOE's budget funded by the state, including federal 12 13 dollars that flow through the state.

14 Furthermore, close to \$3 billion in state 15 requests by OMB for asylum seeker aid and childcare 16 assistance remains up in the air. With this in mind, some important questions include what assumptions is 17 18 the city currently making about fiscal year 2026 funding from the state in the absence of an enacted 19 state budget? Given announced cuts and plans to 20 21 close the Department of Education, how does the 2.2 Administration, that's the federal department of 23 education. How does the Administration plan to fund the 3700 new teachers it just announced would be 24

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Governor Hochul recently indicated the federal department of homeland security has revoked hundreds of millions of dollars in infrastructure resiliency program, including millions of dollars that flow to the city. How will the city address critical capital budget priorities to prevent and respond to future natural disasters?

11 The Administration has yet to publicly detail its economic assumptions in light of current discussions 12 13 around trade, immigration and tax policy and how those underly its revenue and expense forecasts. 14 The 15 administration should explain its assumptions 16 regarding how inflation, GDP growth, and the chances 17 of recession effect the local economy. Rapidly 18 changing federal trade policy could effect local job creation and the city's income, business and sales 19 tax bases. Tariffs could change the city's 20 21 purchasing power for goods and supplies and 2.2 volatility in the bond market may hinder the city and 23 authorities ability to borrow.

24 Finally, the city's nonprofit sector faces
25 mounting fiscal stress as many organizations reel

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 21
2	from material cuts to their own budgets while
3	simultaneously witnessing devasting policy changes
4	aimed at the communities they serve. These providers
5	operate with thin margins and delayed reimbursements.
6	The Administration should articulate a clear strategy
7	for supporting this critical sector in the face of
8	compounding risks. The serious fiscal uncertainties
9	facing the city have real implications for the
10	services all New Yorkers rely upon. Now, more than
11	ever, New York City needs a budget process that is
12	transparent, realistic, and focused on long term
13	stability. IBO remains committed to providing
14	analysis to support policy making and responsible
15	fiscal management. Thank you for the opportunity to
16	testify. We welcome your questions.
17	CHAIRPERSON RESTLER: Thank you very much Ms.
18	Sherman for your testimony today and for your many
19	years of government service. I wanted to ask about
20	kind of reserves and the rainy day fund. According
21	to OMB's calculations, reserves for FY26 are at \$8.6
22	billion. Do you think that we should be increasing
23	reserves- that the Administration should be
24	increasing reserves in the executive budget and also,
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 22
2	has IBO considered under what scenarios you think
3	it's appropriate to spend down the rainy day fund?
4	SARAH PARKER: Good morning. I'm really glad we
5	have this opportunity to talk about the reserves that
6	the city currently has. There is about \$8.2 billion
7	in reserves but they are in different forms,
8	different accounts. So first, just for the general
9	public, I'd like to explain a little about what each
10	of these reserves are. We have about \$1.5 billion in
11	a general fund reserve and this is split between a
12	general reserve and a capital stabilization reserve.
13	This is money that we park in the budget and as the
14	year winds down we start spending it. So, that year
15	to year will be spent down in the budget.
16	Separately and this is I think going to be the
17	focus of what we're talking about today; the city has
18	something called the colloquially known as the rainy
19	day fund, which also goes by the technical name of
20	the Reserve Stabilization Fund and OMB documents
21	that's how it's referred to. And this is about,
22	currently about \$2 billion. This allows the city to
23	take surplus money and separate it from the general
24	fund in a way that previously to this being created
25	under the de Blasio Administration with Albany

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 23 passing legislation, the city had to have a balanced budget and was much more limited on its ability to have a reserve account.

Before we created the rainy day fund, the city 5 largely used the Retiree Health Benefits Trust, which 6 7 is another place that we have money that could be considered a type of reserve. Essentially the trust 8 is how we pay for retiree health benefits. 9 It acts similar to a pension and that is investments but 10 11 currently it has roughly about \$5 billion in liquid 12 assets and annually the retiree health benefits costs 13 about \$3.5 billion. So, in theory, the city could put less money into the Retiree Health Benefit Trust 14 15 and therefore free up money to use elsewhere.

16 All this to say the city has a cushion but right 17 now at least as of the preliminary budget, the 18 Administration Independent Budget Office, City Council Finance, all projected a surplus for the 19 current fiscal year. The size varied but the 20 question is right now what are we going to do with 21 2.2 that surplus? And as our testimony focused, there is 23 the option to prepay next years expenses, so to use it to create a cushion for next year or the option to 24 put some or all of it into the rainy day fund. 25 Ι

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 24 2 think the question at hand; you can put some or all 3 of it into either of those options to be clear. The question at hand is right now, we're facing what we 4 know is going to be a fall. There's going to be 5 cliff in funding and the question is how much of a 6 7 cushion are we able to build right now?

The rainy day fund when it was authorized in 8 9 Albany through legislation, was for periods of economic turmoil and a loss of revenue. That was the 10 discussion around how it was created. When it was 11 12 created, I don't think anyone foresaw a world in 13 which federal dollars were going to be part of this 14 equation but I think it was four times when the city 15 was facing unforeseen circumstances and needed a cushion to rely on and it created that mechanism. 16

17 CHAIRPERSON RESTLER: Thank you. I'll just do 18 one or two more and kick it over to colleagues. As 19 we - as I imagine you're all in conversation with 20 city agencies and OMB and we certainly are as well. 21 What information do you - and transparency do you 2.2 think we should be seeking from OMB about the 23 precarious financial situation we find ourselves in with the federal kind of upheaval? Are you aware of 24 kind of centralized tracking of federal grants at 25

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
	COMMITTEE ON FINANCE 25
2	city agencies, how many staff are funded by federal
3	grants? What vulnerabilities city agencies are
4	facing as a result of unstable federal funding? Do
5	you know if that information from IBO's engagement
6	and analysist is being tracked centrally in any way?
7	Do you believe that it is? Anything along those
8	lines would be helpful.
9	JACQUELINE SHERMAN: Thank you for the question
10	Council Member and we are in communication with the
11	Administration as we prepare for the next publication
12	on the executive budget. I can't comment on
13	specifics of the Administrations management and
14	plans.
15	CHAIRPERSON RESTLER: Or lack thereof.
16	JACQUELINE SHERMAN: At this time. Our focus has
17	been and the focus of our testimony has been as the
18	focus of your question, is on questions that need to
19	be asked throughout the executive budget process.
20	CHAIRPERSON RESTLER: Can I ask this question?
21	Are you aware as of now that OMB tracks total federal
22	spending that we're receiving by agency you know
23	staff that are covered vulnerabilities. Do you know
24	if there's a central taskforce in OMB from your
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 26 2 experience that evaluates and assesses that risk? Is 3 that something that is to your knowledge? SARAH PARKER: So one thing that is trackable is 4 how much money we receive from the federal government 5 and how much has actually been received, so not only 6 7 what we submit for reimbursements but what has actually come in. So, that is something that we are 8 9 very much actively tracking. CHAIRPERSON RESTLER: And have you noticed, has 10 11 the city made any improvements in actually spending down the federal grants that we've received to make 12 sure that we don't have additional claw backs of 13 federal money like we've experienced in the first 90 14 days of the Trump Administration? 15 16 SARAH PARKER: So, one of the interesting things 17 about that timing of receiving the money is that a 18 large share of federal dollars are received by the city after the end of the fiscal year, in which they 19 are reimbursing expenses. So, I think right now as 20 21 we wind down this fiscal year, that's going to become a crucial question. 2.2 23 CHAIRPERSON RESTLER: Okay and then lastly, you know we've already seen some claw backs, some 24

25 significant cuts at the federal level impacting the

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
	COMMITTEE ON FINANCE 27
2	Head Start New York Office or public health grants,
3	to the Health Department. Are there any ways that
4	IBO can share any analysis to date of how the cuts
5	that have already happened are impacting New York
6	City Government or is it too preliminary for you all
7	to share any insight there?
8	SARAH PARKER: There's - the question that we're
9	waiting to really see an answer to and would look for
10	the Adams Administration and also the Hochul
11	Administration to provide more clarity on is if
12	federal dollars dry up in a particular area, what is
13	the plan to use state or city dollars to backfill
14	that, which then could impact places those city
15	dollars and those state dollars otherwise were
16	intended for. So, there's - I want to be clear and
17	really have everyone listening particularly a broader
18	audience understand that a federal cut in one
19	particular area could also ripple through a
20	completely different area of policy and of
21	programming depending on how the state and the city
22	choose to respond.
23	CHAIRPERSON RESTLER: Yeah.
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
2	COMMITTEE ON FINANCE 28
	CHAIRPERSON BRANNAN: Thank you. If you were in
3	charge of the most popular city in the country, what
4	would you be doing right now?
5	JACQUELINE SHERMAN: Thank you for the question
6	Council Member. We're here to testify from the
7	perspective of the City's Independent Budget Office.
8	CHAIRPERSON BRANNAN: I understand. What are
9	some of the things that you think the Administration
10	could or should be doing right now?
11	SARAH PARKER: As we've highlighted in our
12	testimony, one thing that we feel very strongly about
13	is having accurate and realistic and transparent
14	budgeting on what we do know. So, there's a lot of
15	uncertainty around what is happening in federal
16	policy and federal reimbursements. There's a lot of
17	uncertainty in what's happening with the national
18	economy, the local economy, but there are areas that
19	IBO has highlighted in its preliminary budget report
20	and we will continue to highlight of the budget that
21	we know are either underspended, underfunded or that
22	are over stated, and that is not providing a clear
23	picture of our - of the financial position of the
24	city in places that we know with more certainty
25	about.

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 29
2	And so, first and foremost, transparency on the
3	things that we do have information on.
4	CHAIRPERSON BRANNAN: Okay, colleagues.
5	CHAIRPERSON RESTLER: Council Member Williams
6	followed by Council Member Brewer. Oh Council Member
7	Williams and go right to Council Member Brewer.
8	COUNCIL MEMBER BREWER: For me, okay, Jackie,
9	given the many years you had of the attorney for
10	general welfare, which I remember, uhm, I'm
11	interested particularly in the human services cuts
12	and do you have a sense of IBO between obviously
13	Medicaid being on that list, ACS being on that list,
14	etc.? Do you have some sense of what those cuts
15	could impact in terms of our human services? And
16	what could be the result?
17	JACQUELINE SHERMAN: Conducting a thorough and
18	comprehensive assessment of the cuts across many
19	areas have been complicated by the pace, the breath
20	and the ongoing uncertainty surrounding many of the
21	announced cuts. Collectively, they threaten the
22	wellbeing of millions of New Yorkers and particularly
23	as you state, people who depend on safety net
24	programs.
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 30 COUNCIL MEMBER BREWER: So, IBO hasn't because we don't know yet, hasn't done a study of what exactly those cuts could mean for New Yorkers, right because we don't know exactly -

JACQUELINE SHERMAN: We don't have enough
information definitely at this point. We are
tracking changes. We are analyzing and we are
looking forward to being able to present further
information.

11 COUNCIL MEMBER BREWER: Okay, second question is 12 regarding the either rainy day or other kinds of 13 payment for the future. It's hard to understand for 14 the public because you know you want to use what you 15 have now because you don't have healthcare, you don't 16 have etc., food.

17 So, how do you balance that, those two because I 18 do as having been on this Finance Committee for the last 100 years, I understand the need to do the -19 20 wait for the future and bank it but how, I mean do you have some sense of how that could work? 21 2.2 I know Andrew Rein in Today's Daily News; thank 23 you Andrew, very good op-ed also said, you know put your money aside. But it's hard for people to 24

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 31
2	understand when they are starving. How do you
3	balance that?
4	JACQUELINE SHERMAN: Great question. We
5	presented in our testimony two options of what to do
6	with any surplus that we do have out of the current
7	fiscal year 2025. The first is a prepayment. And
8	so, again to unpack this because it is hard to
9	understand, when the city runs a surplus, it uses
10	that extra money to prepay down expenses that we know
11	are going to incur next year. This is usually debt
12	service. So, the cost of money that we've borrowed.
13	What that does, that allows the city to maintain a
14	balanced budget. The city is legally required to
15	have a balanced budget in its current fiscal year and
16	as it plans it next year.
17	Prepayment is a shift from dollars from this year
18	to next year. The rainy day fund as a shift of
19	dollars from this year to whenever you choose to use
20	it. And I think one of the questions is the rainy
21	day fund was newly created under the de Blasio
22	Administration and we've put money in it but we
23	haven't tapped it yet and I think that's a question
24	for everybody is, what does it look like - what does
25	this emergency that we set this money aside look like

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 32 2 and I think that's really the question we're asking 3 ourselves today. 4 COUNCIL MEMBER BREWER: So, that will be one of the issues if you were in charge to decide what 5 should be done with that money to take care of 6 7 current challenges? 8 JACQUELINE SHERMAN: It's really a question of 9 thinking about, is this a question of money this year and next year or money this year, next year, and the 10 11 following year and the following year. Like it's 12 really a time horizon question. 13 COUNCIL MEMBER BREWER: I never worry about the future but everybody else does and so do the bonding 14 15 agencies, I understand that. Alright, one final 16 question is the - I mean the concern of the lawsuit 17 because what's going to happen is you will end up 18 with okay, this is a disaster, we go to court. The 19 issue gets reversed and it's very confusing for 20 everybody. It's happening already in terms of the 21 federal agencies. Do you have any sense? I mean, 2.2 it's hard to know. What are the courts going to do? 23 We don't know but do you have any sense of how that could play out or how you would suggest managing in 24 that kind of a situation? I'd like to hope the 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 33 2 courts are going to do the right thing and that you know how can you end up with you know today's papers 3 are full of one agency that has literally nobody 4 5 there to administer the program. So, that to me would be a lawsuit. So, I'm sort 6 7 of wondering where you think that's going to go or what you would suggest handling that in terms of 8 9 money? JACQUELINE SHERMAN: We don't - we can't tell you 10 11 exactly where it's going to go and I think that's 12 only one layer of uncertainty that the city is 13 There are so many layers of uncertainty, facing. which leads us to call for the city to have a more 14 15 transparent and realistic approach that assesses 16 risks and for the city to engage in contingency 17 planning. Because we're clearly in an environment of 18 rapid change where whatever our plan is today or tomorrow or on July 1<sup>st</sup>, may change very rapidly. 19 COUNCIL MEMBER BREWER: I mean I agree with you. 20 I do worry that people starve and don't have 21 2.2 healthcare. So, I'm you know this is life and death 23 as we know, so I'm worried. I mean US aid is already - those cuts are already killing people around the 24 25 world. So, I'm worried that as we're talking about

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 34 transparency, it's important but then we have to know exactly where we need to fill the gaps. Alright, thank you.

5 CHAIRPERSON RESTLER: I think - oh, Council
6 Member Williams.

7 COUNCIL MEMBER WILLIAMS: You may not be able to answer this but one question I had asked city 8 9 agencies during the Prelim Budget hearings was about the racial equity plans and the racial equity plans 10 11 were supposed to be essentially in tune to the budget and reflective of the budget. As you may know the 12 13 Mayor's Office has not released them, they're over like 400 and maybe 60 days late now and there are 14 15 some series around why and so, do you think that as 16 the city continues to strengthen our equity plans that may also have federal implications and that 17 18 could be a reason why the Mayor's Office hasn't 19 released the ratio equity plans or what's your 20 thought about that? Because I know it was like a 21 leading question but just wondering your thought 2.2 about that.

JACQUELINE SHERMAN: Council Member that's an excellent question that we have not had the opportunity to focus on and if you'd like we are COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 35 happy to follow up with you and your staff after to further spell out the questions and look into it further.

5 COUNCIL MEMBER WILLIAMS: Okay, thank you. I'll6 follow up.

7 CHAIRPERSON RESTLER: Great and that is a very important question that I think we were eager to ask 8 9 the Administration about today for how they're you know planning and coordinating. We saw what the 10 11 State Education Department said and underscored the commitment to DI. We've heard silence from the 12 13 Administration and you know we have 50 people that have come here today from dozens of nonprofits from 14 15 CUNY, from the IBO, from the CBC and the Adams Administration not only fails to attend, OMB doesn't 16 17 come, federal legislative affairs doesn't come, City 18 Hall doesn't send a representative. No agencies are 19 No agencies are here. A majority of our coming. 20 city's housing, our HPD budget comes from the federal government and nobody is here to talk about what's 21 happening. What's happening to childcare funding? 2.2 23 What's happening to public health funding? What's happening to emergency management? It is mind 24 boggling to me that the Adams Administration is so -25

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 36
2	it's worse than being asleep at the wheel. This is
3	negligence. This is a total dereliction of duty.
4	With that, thank you for all being here. We're
5	going to shift it over to public testimony but I
6	first want to acknowledge my colleagues who are here
7	with us and I apologize. On Zoom we have Council
8	Member Shahana Hanif, Council Member Francisco Moya,
9	Deputy Speaker Diana Ayala and in person, we've had
10	with us Council Member Inna Vernikov and Council
11	Member Yusef Salaam. Thank you all for being with us
12	today for this important issue, we wish the
13	Administration did as well.
14	With that, I'm now going to open this hearing to
15	public testimony. I want to remind members of the
16	public that this is a formal government proceeding
17	and that decorum shall be observed at all times. As
18	such, members of the public shall remain silent at
19	all times. The witness table is reserved for people
20	who wish to testify. No video recording or
21	photography is allowed from the witness table.
22	Further, members of the public may not present audio
23	or video recordings as testimony but may submit
24	transcripts of such recordings to the Sergeant of
25	Arms for inclusion in the hearing record.

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE &
1	FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 37
2	If you wish to speak at today's hearing, please
3	fill out an appearance card, even if registered in
4	advance, with the Sergeant at Arms and wait to be
5	recognized. When recognized, you will have three
6	minutes to speak at today's hearing. If you have a
7	written statement or additional written testimony you
8	wish to submit for the record, which the
9	Administration has failed to do, please provide a
10	copy of that testimony to the Sergeant at Arms. You
11	may also submit written testimony to
12	testimony@council.nyc.gov within 72 hours of this
13	hearing. Audio and video recordings will not be
14	accepted. I will now call up our next panel which
15	will just include Andrew Rein from the Citizen Budget
16	Commission. Thank you very much Mr. Rein. And you
17	know what? We'll just give a heads up to the next
18	panel who is going to follow. We'll have Melony
19	Samuels from the Campaign Against Hunger, Mohammad
20	Razvi from Council Of People's Org., Rachel Klepper
21	from UNH, United Neighborhood Houses and Alana
22	Tornello from Human Services Council. You all are on
23	deck following the CBC. Thank you.
24	ANDREW REIN: Thank you all for having me today.
25	I am Andrew Rein, President of the Citizens Budget

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 38
2	Commission. Good morning Chairs and all the Council
3	Members, thank you for the opportunity.
4	The range of possible federal cuts is broad and
5	the magnitude uncertain. Cuts in direct funding to
6	city government will not be the only challenge.
7	Possible funding reductions will affect the State,
8	NYCHA, Health + Hospitals, as well as New Yorkers who
9	directly receive federal benefits such as SNAP and
10	enhanced Obamacare care enhanced premiums.
11	Additionally, regulatory changes and economic
12	policies such as tariffs could lead to higher
13	inflation and a greater chance of a recession.
14	CBC urges a proactive, forward-looking response
15	to protect New Yorkers. The City should prepare now
16	while resources remain available and flexibility
17	remains intact. Waiting for clarity on which
18	specific risks pan out would not be fiscally prudent
19	and only increase potential harm to New Yorkers.
20	Federal aid cuts could have profound impacts.
21	Federal aid comprises \$7.4 billion of the City's
22	Fiscal Year 2026 Preliminary Budget, including funds
23	for educating low-income students, childcare
24	vouchers, school food programs, family shelters and
25	more.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 39 2 NYCHA relied on \$1.4 billion in federal operating 3 support for public housing last year, while \$2.7 4 billion in federal funds supported more than 133,000 housing vouchers across NYCHA and the City. 5 Additionally, the State receives \$91 billion from the 6 7 federal government, primarily for public health insurance, Medicaid, the Essential Plan, Child Health 8 9 Plus and Education and capital funding for transportation. 10

In response to federal cuts, the State may reduce aid to the City or have to slash services to directly runs, such as unemployment insurance and State parks just for examples. Medicaid and the Essential cuts would also sap H+H revenues, at the same time, potentially increasing demand for its services if New Yorkers lose public health insurance coverage.

18 The City will not be able to backfill all federal 19 reductions. Rather, it should preserve the services 20 that provide the most critical support for high-need 21 New Yorkers, our economy, and our quality of life. 2.2 The City may rightly choose to shift funds from other 23 programs to cover federal reductions to critical services, meaning federally funded programs are not 24 25 the only ones at risk.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 40 2 CBC recommends that the City: 3 1. Hold the line on new spending in the Executive 4 and Adopted Budgets. 2. Buttress the General Reserve with at least \$1 5 billion next year to help absorb the immediate blow 6 7 of federal cuts. 8 3. Strengthen the Rainy Day Fund by depositing 9 \$500 million and reserve the Fund for a short-term emergency like a recession. 10 11 4. Implement a Program to Eliminate the Gap to restrain spending growth but focus on efficiency and 12 shrinking programs that deliver less value. 13 14 And finally, end the budget gimmickry and present 15 accurate, reasonable estimates of expenses and 16 revenues. 17 These recommendations are not about austerity, 18 they are designed to strategically manage risk, 19 protect critical services New Yorkers need, and build resilience. Unfortunately, it's even harder now 20 21 because the city has built up spending more than it 2.2 can afford. In fact in 2024, we spent \$1.1 billion 23 more than we took in. \$1.1 billion more in '24 than we took in year. So, thank you very much for the 24 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 41 2 opportunity to testify. I would be happy to answer 3 any questions you might have. 4 CHAIRPERSON RESTLER: Thank you very much for 5 being with us today. We really appreciate your expert testimony and well, I think the CBC is 6 7 consistent in its calls for more savings and fiscal responsibility, this does feel like a moment where 8 9 these calls ring particularly true. I just wanted to reiterate a question that I asked to the IBO. 10 11 From your extensive experience in city government 12 and your close working relationship with the 13 administrations, what centralized tracking are you aware of that OMB does of funding that we receive? 14 15 Both how many jobs are associated with it in city government. How efficiently that money is being 16 17 spent down and what we can to you know ensure that we 18 are planning and preparing effectively for the 19 upheaval that we're experiencing now. I just worry 20 that kind of in the OMB model of every taskforce is 21 focused on its set of agencies. Is there somebody 2.2 with a global view that's looking at the broader

ANDREW REIN: Yeah, rarely talked to OMB. We have not had this discussion. I do not know the

risks that we're facing as a city?

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
2	COMMITTEE ON FINANCE 42 specific answer on how they are planning. I will say
3	we get publicly available data. Your staff, I assume
4	has you know more access. We know for example, and
5	we have an appendix in our testimony, about what
6	programs are federally funded and I think the
7	appendix is helpful because it's federal grants over
8	\$100 million. So you can see that TANF is \$1.5
9	billion spread among two agencies. You can see how
10	much Title I money is, federal food money is. So,
11	that's helpful. We know from publicly available
12	documents that there are 54,300 full time and full
13	time equivalent staff that are state and federally
14	funded. I don't know the division of that but I
15	assume that OMB does.
16	What they are doing to plan, listen these are
17	professionals who know about the world and I assume
18	they are doing some planning. I do not know
19	specifics and I think it would be helpful. I do know
20	that 15 days from now, we're going to see an
21	executive budget and as we recommend money in the
22	rainy day fund, general reserves and transparency so
23	that all the revenues and all the spending is
24	accurately reflected so that we can plan. We should
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25 see that in the executive budget.

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 43
2	CHAIRPERSON RESTLER: And if I may in your
3	previous hat in the key leadership role in the Health
4	Department over a number of years, your analysis of
5	the significant shrinkage that we're seeing from HHS,
6	you know the lack of reliability that we I think can
7	no longer count on the CDC and FDA in the same ways
8	that we have historically forever. What should we
9	be- what are the ways in which you think the city and
10	our you know impressive public health department
11	needs to step up and help fill some of the gaps that
12	are - have been created by the federal government?
13	Recognizing this is a moment for fiscal restraint,
14	which I know is your overarching point. I think, I
15	know you would agree that these are really important
16	functions.
17	ANDREW REIN: Yeah, I spent a lot of my life in
18	public health.
19	CHAIRPERSON RESTLER: Right.
20	ANDREW REIN: Listen, New York City Health
21	Department still is one of the greatest health
22	departments in the world. I wouldn't say the
23	greatest because you know I'm a researcher and I
24	haven't analyzed everything yet.
25	

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 44
2	Uhm, in the first two terms when I was of the
3	Bloomberg Administration, when I was there. I did
4	over 12 PEGs. I think it was 12, you know I'd need
5	to go back. We figured out how to improve health
6	while we were dealing with you know budget problems.
7	What we see coming, what we've already seen come and
8	what we see coming might be much more extreme than
9	that. Again, as we know, we know what might be at
10	risk but we don't know what cuts will happen at the
11	federal government and we don't know how big they
12	will be.

I think the approach is the same, which is to 13 identify the impact of every program. 14 What has the 15 most critical impact on the most high need New 16 Yorkers today and prevents disease and protects the 17 public health you know in the future, and make sure that the resources that are available what is from 18 19 the federal government, state and of course the city, is focused on those resources and other things that 20 21 have benefits but might not be as impactful will have That is the approach. That is the right 2.2 to shrink. 23 approach to use and I think the experts at the Health Department I hope, because every day they're focused 24 25 on health. These are people who no offense to myself

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 45 care about health every day and think about it and I hope they are doing that work right now, as they should be all the time but now as you said, it's even more important.

CHAIRPERSON RESTLER: You know we've seen five 6 7 rounds of PEGs or whatever it is in the Adams 8 Administration. The Health Department has experienced significant shrinkage under this Mayor. 9 There's less staff than there was you know during the 10 11 de Blasio years, significantly so and yet if we're no longer able to count on the research functions of 12 13 HHS, if we're no longer able to count on high quality data around infectious disease outbreaks like measles 14 15 and how that puts us at risk. If we're no longer to 16 count on the food and drug administration to ensure 17 that we're preventing outbreaks of salmonella 18 effectively, it puts a greater onus on the Health Department to keep New Yorkers safe. And so, I just 19 20 while both reckoning with the fiscal downturn and the 21 lack of federal funding coming in, we do need to make 2.2 sure that we are making the smart and necessary 23 investments to protect the health and safety of New Yorkers. And I worry greatly about the scale of the 24 25 layoffs that Secretary Kennedy has imposed and his

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 46
2	deeply misguided and dangerous policies and how that
3	really does require us and the state to do more to
4	keep us safe.
5	ANDREW REIN: And I think what this speaks to and
6	I think about what Council Member Brewer was talking
7	about. If you follow the federal money, the smart
8	thing if we get cuts will not just be to shrink the
9	money where those programs are. It's to allocate the
10	city resources that remain and whatever federal
11	government remains and whatever flexibility we have
12	to make sure that we protect New Yorkers in the
13	future.
14	You're exactly right and I think it speaks to as
15	you said, the Health Department but throughout city
16	government. Those programs that receive federal
17	money or most approximately at risk but frankly for
18	you and of course the Mayor, it's about allocating
19	the resources to protect New Yorkers in the best way
20	possible, which might mean backfilling some and
21	shrinking some city funded programs.
22	CHAIRPERSON RESTLER: We're going to shift to
23	Council Member Brewer and if anyone else would like
24	to jump in please just let us know.
25	

_	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 47
2	COUNCIL MEMBER BREWER: I mean I suppose that if
3	it was a very, as you suggest transparent executive
4	budget, then you could know to answer some of those
5	questions but if it's not, then we're going to have
6	trouble figuring out where are the worst cuts that
7	would impact New Yorkers the most.
8	So, my question is with this rainy day fund, at
9	what point do you think it should be used? How would
10	you decide that etc., etc.?
11	ANDREW REIN: So-
12	COUNCIL MEMBER BREWER: Like I said, I'm not so
13	good on the future. I like the current.
14	ANDREW REIN: You know, my grandmother who came
15	over with her you know 16 year old sister and twin
16	brother on a boat many years ago always told me you
17	know I keep some money aside in the coffee jar. I
18	think it's a rule that we all think about personally
19	and hopefully we have the discipline and I think it's
20	a rule to protect New Yorkers today.
21	As the IBO said, we have \$2 billion in a rainy
22	day fund. We should protect that for a short term-
23	ish emergency like a recession. We might be entering
24	one. We will enter one, I can't tell you when. We
25	know that prior to COVID, the average recession set
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 48
2	the city revenues scale to where we are around \$10
3	billion. We have \$2 billion in that fund right now.
4	You can do the math, that's around - we should
5	protect that for that. Now we have the retiree
6	health benefits trust. It was used, it should be to
7	pay for as a city retiree, all of our health. We
8	have \$100 billion liability for all of our health
9	insurance when we retire. We have \$5 billion in the
10	trust. That ratio ain't so good. Although the de
11	Blasio Administration and the Bloomberg
12	Administration used it as a rainy day fund. We
13	should actually protect that you know to the extent
14	we can. It's the right thing to do because we have
15	that liability. So, therefore, we have the rainy day
16	fund. We have a general reserve next year. We need
17	to bolster that but the rainy day fund, let's hold it
18	for the rainy day and whatever we have of the surplus
19	role in the general reserve, it might be our
20	transition fund. But remember the federal cuts for
21	the foreseeable future will be recurring. You sap
22	the fund one time, then you're just creating another
23	fiscal cliff and we need to remember, the cuts right
24	now that are being challenged in courts are based on
25	

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 49 2 a federal continuing resolution, based on the 3 authorizations of the last Biden budget. The next federal annual budget will be written by 4 this Congress and this President. 5 COUNCIL MEMBER BREWER: A lot worse, a lot worse. 6 7 ANDREW REIN: With fewer restraints, let alone of course reconciliation on the tax cuts, to pay for the 8 9 tax cuts, which is where the Medicaid cuts might have the - get most effective. 10 11 COUNCIL MEMBER BREWER: Okay, thank you. CHAIRPERSON BRANNAN: What do you think of OMB 12 13 suggestion that the more money we put into reserves, 14 the more we might be vulnerable to -15 ANDREW REIN: You know this was a question that 16 came up when we you know we strongly advocated for 17 the city to create the City Charter change and the 18 state law to change the rainy fund. To create the rainy day fund and we think there should be mandatory 19 20 deposits and limited withdrawals. There's always 21 been the question, well, if we can prepare, no one will come to the rescue. 2.2 23 My observations of federal policy right now is that I have not seen it being dictated by how much 24 New York City is holding in any one bank account. 25

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 50
2	So, I don't think that that concern, which might be a
3	state local concern at times. Again, I think it is
4	over plated and should be ignored because we need a
5	rainy day fund but I don't think that that's what's
6	driving the federal government right now. I think if
7	we prepare for potential cuts we will protect New
8	Yorkers more.
9	CHAIRPERSON BRANNAN: Okay thank you.
10	CHAIRPERSON RESTLER: Can I just, last question I
11	wanted to ask is about Medicaid. \$4 million rely on
12	Medicaid. We already have many safety net hospitals,
13	multiple safety net hospitals. I mean we just
14	experienced a major hospital closure in Lower
15	Manhattan. We have multiple safety net hospitals
16	that are in a very vulnerable position.
17	Has the CBC begun to do any analysis if the full
18	\$880 billion in proposed federal cuts to Medicaid
19	were enacted on what impact that would have on
20	healthcare in New York City and the stability of our
21	in-patient facilities and other healthcare
22	institutions that rely on this funding?
23	ANDREW REIN: We have not because Family
24	Foundation has run some scenarios. It's worth
25	looking at what they funded. I think the way to

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 51
2	think - to start thinking about this and again, it is
3	uncertain both what the cuts will be and what the
4	magnitude will be and as we see the federal scoring
5	rules might be influx as well. So, how they pay for
6	the tax cuts, you know it may require that 880 Energy
7	and Commerce Billion, Energy Commerce cut or not. I
8	don't know and I can't predict that. I do know that
9	when you look at New York we're special in ways. We
10	have the essential plan, which is the Obama Care base
11	health plan which only we and Minnesota have. It is
12	an outlier. If I look at risk, I generally, whether
13	it be a corporate merger and acquisition or cuts, I
14	look at the things that are different in different
15	places. So, maybe the essential plan, which covers
16	\$1.7 million New Yorkers lower income to making too
17	much for Medicaid but still covered by the essential
18	plan and some immigrants. 1.7 million New Yorkers
19	state wide, 1 million New Yorkers in the city. That
20	might be more at risk. Again, we don't know where it
21	will come but we've thought about it in those ways
22	but haven't modeled what that would do cascading
23	down.
24	CHAIRPERSON RESTLER: I just want to thank you
25	for being with us today and for your thoughtful

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 52 2 testimony and great op ed this morning and very much 3 look forward to continuing this conversation, as it's going to be an intense period of time. 4 5 ANDREW REIN: Thank you, we're glad to be of service. 6 7 CHAIRPERSON RESTLER: Thank you very much. Okay, we're going to make a slight modification in our next 8 9 panel per request from the audience. It will be Alana Tornello from the Human Service Council, Rachel 10 11 Klepper from United Neighborhood Houses, Melony 12 Samuels from the Campaign Against Hunger and Joseph 13 Rosenberg from Catholic Community Relations Council. I did not know that was the acronym that Joe 14 15 Rosenberg used but you learn something new every day. 16 JOSEPH ROSENBERG: I'm sorry, what was that? 17 CHAIRPERSON RESTLER: I didn't know that that was 18 the acronym you used, Catholic Community Relations I just always associate you with Catholic 19 Council. 20 Charities but -21 JOSEPH ROSENBERG: No, it's broader than that. 2.2 CHAIRPERSON RESTLER: It's broader. That's good 23 to know. You learn something new every day but Gale already knew, as we could have anticipated. Thank 24

you. Okay you guys can begin in which ever order

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 53 2 you'd like and the fourth person who is no their way, 3 hopefully they can bring up a chair. Could the 4 Sergeant help us with the fourth chair? We'll get that going. Thank you very much, appreciate it. 5 JOSEPH ROSENBERG: Good morning Chair Brannan, 6 7 Chair Restler and members of the City Council. Thank

8 you for giving us three minutes to testify. It's 9 much appreciated.

I am Joseph Rosenberg, the Executive Director of 10 11 the Catholic Community Relations Council. Thank you for holding this hearing, it's focus could not be 12 timelier. Catholic Charities of the Archdiocese of 13 New York and the Archdiocese of Brooklyn and Queens, 14 15 have been providing shelter, food, and clothing to 16 New Yorkers for more than one century. Not just 17 during disasters such as Superstorm Sandy and the 18 COVID 19 pandemic, but on every day of every year. We also assist thousands of immigrants in New York 19 with legal service and operate the New York Americans 20 21 Hotline and the MOIA Immigration Legal Support Hotline that serves more than 160,000 people 2.2 23 annually.

In late March, we were notified that 80 percent of our legal services contract with the federal

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 54 2 government to assist unaccompanied minors was being 3 terminated resulting in the loss of \$4.3 million. We also learned four days ago that our \$1.45 million 4 federal contract to provide workshops, legal 5 consultation, as well as pro se assistance in New 6 7 York's three immigration courts has been cancelled. We will try to find ways to continue to represent 8 unaccompanied minors and asylum seekers without 9 having to rely on the federal government but it will 10 11 be a daunting and long term challenge. Both Catholic Charities combined operate over 80 12 13 food pantries throughout the 5 boroughs and serve more than 8 million meals annually. We have faced 14 15 many challenges assisting New Yorkers over the last 16 century but we currently face a crisis in hunger and 17 food insufficiency we have not seen before. 18 This is due to the rising poverty rate of New Yorkers, the dramatic increase of New Yorkers who are 19 20 rent burdened, and the unprecedented federal attacks 21 on many programs that protect our clients. Two of 2.2 these are SNAP and the Emergency Food and Shelter 23 SNAP provides essential funding to address program.

25 Congressional reduction of nearly \$230 billion from

24

food insecurity for vulnerable Americans. A proposed

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 55 this program is particularly troubling and will have significant consequences by increasing the number of Americans who face hunger on a daily basis.

5 The Emergency Food and Shelter program is also a 6 crucial federal resource. This was placed on hold by 7 the federal government in March and as a result both 8 catholic charities and both diocese, have lost over 9 \$850,000 each, a challenging blow to our ability to 10 feed clients.

11 We've seen the number of New Yorkers at food 12 pantries increase significantly. We're not just 13 assisting more working families, seniors and 14 children. Newer clients include college students, 15 recent college grads who are either unemployed or 16 under employed. Youth aging out of foster care, and 17 many new migrants with infants.

The plight of hungry children is particularly heartbreaking with more than 1 in 4 children in our city living in poverty. There are so many New Yorkers going hungry and termination of federal programs, we urge that \$20 million in emergency food funding for federal pantries be included in the FY26 New York City budget for both Catholic Charities as

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 56 2 well as our partners Met Council and the Hispanic 3 Federation. 4 An additional challenge that nonprofit human service providers face is a lack of prompt payment 5 when awarded social service contracts. 6 With 7 unprecedented federal budget cuts targeted 8 nonprofits, it's especially important the city 9 expedite late contract payments. Otherwise New Yorkers will not receive the services they need. 10 11 There is no justification for funds to be provided 12 months or years after contract has been awarded and 13 to tolerate a business as usual mentality when it

14 comes to paying providers, especially during these 15 unprecedented times. Thank you.

16 CHAIRPERSON RESTLER: Thank you very much and I 17 just want to thank Council Members Powers and 18 Schulman for being with us as well and move on to the 19 next panelist.

ALANA TORNELLO: Good morning and thank you Council Members for this oversight hearing. My name is Alana, representing the Human Services Council. We're a coalition of over 180 human services organizations in New York. Our sectors collective contracted work with the city provides lifelines for

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 57 2 millions of New Yorkers and maintains a workforce in 3 the hundreds of thousands. We urge the City of New 4 York to act now to protect human services from proposed cuts to nearly every federal funding stream 5 touching our sector. We are facing a perfect storm. 6 7 Threatened programs, Medicaid, SNAP, Head Start, Social Security, Disaster Grants and more are direct 8 9 lifelines for the communities we serve. For human services workers living on government sanctioned 10 11 poverty wages and for organizational budgets providing critical care. 12

It hits on all fronts and in all subsectors. 13 This is not a drill. The disaster is here and we sit 14 15 in a critical window to respond. With that in mind, 16 we outline four actions for the city. First, 17 urgently expedite all delayed contracting and 18 payments with human services providers. A UNH survey 19 highlighted this week found that \$88.9 million was 20 owed to 15 settlement houses in retroactive 21 contracts. A survey of HSC membership at the close of 2024 found that 90 percent of respondents had 2.2 23 delayed payments from the city totaling \$365 million with over half experiencing over six months of 24 25 delays.

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 58
2	Fixing this is an immediate action that builds on
3	recent progress and providers and provides needed and
4	already allocated resources in preparation for mass
5	cuts. Second, initiate strategic and rapid draw
6	downs the city manage federal funds. Third,
7	prioritize protecting critical human services in the
8	use of existing and new emergency reserves as was
9	earlier discussed and last and critically, implement
10	a comprehensive counter strategy with the state.
11	This could include clear assessments of which funding
12	streams and contracts are at risk. Consistent
13	proactive notification across city agencies to
14	nonprofit partners regarding those at risk funds.
15	Preparing continuity of operation plans and
16	flexible budgeting with contract holders and closely
17	coordinating with New York State and national and
18	state nonprofit coalitions who are challenging
19	federal actions. Take a moment and picture our city
20	without these lifelines because the rest of this
21	testimony has some very concrete recommendations but
22	we have to root it in that because in that extreme,
23	caregivers are without childcare or support for aging
24	loved ones. New Yorkers navigating our economic and
25	housing crisis, lose access to safe food, shelter,

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 59 2 health services, case management, advocacy and more, 3 and potentially thousands fall to the cracks of large 4 scale disasters and every day emergencies. Our leaders are gambling with our city's future 5 and versions of New York City without its critical 6 lifelines are right now on the table. We are 7 fighting for a different one. City leaders need to 8 act now and act fast to support us. Thank you and 9 please refer to our written testimony for more 10 11 information. 12 CHAIRPERSON RESTLER: Thank you. 13 RACHEL KLEPPER: Thank you for the opportunity to testify. My name is Rachel Klepper and I'm a 14 15 Research Analyst at United Neighborhood Houses, a 16 policy and social change organization representing 17 neighborhood settlement houses that reach over 18 800,000 New Yorkers. 19 UNH thanks the Council for its leadership as we strive to protect New Yorkers from potentially 20 21 devasting actions from the federal government. 2.2 Settlement Houses report that an average of 22 23 percent of their entire organizational budgets are funded from federal sources, either a direct or state 24 25 and local pass through with some as high as 50

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 60 percent. The elimination of federal funding could decimate programs while depriving settlement house community members of needed resources.

5 As we speak today about how to prepare for 6 changes to federal funding, cuts and reductions in 7 infrastructure are already underway. The crisis is 8 already occurring. One federal funding stream under 9 attack is Head Start, which provides early childhood 10 care, education, and supports for 19,000 New York 11 City children.

12 When community based organizations run Head 13 Start, they do so with attention to the needs of entire families. At one settlement house, a three 14 15 year old attends Head Start while their parent is in 16 job training and their grandparent visits the senior 17 center. Recent headlines indicate that the very 18 existence of Head Start is in jeopardy. The abrupt closure of five regional offices has left providers 19 20 unsure of how to move forward with payments, budget modifications or contract renewals. Providers 21 22 continue to run programs but they are deeply 23 concerned, which I share more about in my written testimony. 24

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 61
2	Without Head Start, thousands of children would
3	lose their programs and parents would be unable to
4	afford childcare, meaning many might leave their
5	jobs. It is vital that city leaders reach out to
6	members of Congress to oppose all cuts to Head Start.
7	These threats compound the catastrophic impacts
8	of other funding cuts affecting low income families.
9	UNH and our members are bracing for the devastating
10	effects of enacted or potential cuts to programs,
11	including the emergency food and shelter program,
12	Medicaid and SNAP. Settlement Houses were already
13	struggling to meet the need for food, healthcare and
14	housing. A 2023 UNH survey found that nearly 1 in 3
15	Settlement House families were sometime often or
16	always unable to afford food for their children.
17	Funding cuts don't just effect programs, they harm
18	the children, seniors, and families who rely on them.
19	Federal funding cuts reveal the Administrations
20	rejection of policies that support the most
21	vulnerable. Some Settlement Houses are concerned
22	that they will be retaliated against if they speak
23	out, putting their communities at even greater risk.
24	UNH needs you to speak out, share these stories and
25	urge federal law makers to oppose funding cuts.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 62 2 We also urge city leaders to support their CBO's. 3 Settlement Houses are places that people trust through challenges. Reliable funding will go far to 4 ensure communities have access to supports they need 5 to thrive. We look forward to continuing to partner 6 7 with you to keep New Yorks neighborhood strong. CHAIRPERSON RESTLER: Thank you so much and Ms. 8 9 Samuels. I know four is a tight fit but we appreciate you all accommodating. 10 11 MELONY SAMUELS: That's alright, I'll do the best 12 See, we know how to work together. Good I can. morning Chair Restler, Chair Brannan and esteemed 13 members of the community and Committee of Government 14 15 Operations and Committee on Finance. Thank you for 16 the opportunity to testify today on behalf of the 17 campaign against hunger TCAH. A leading antihunger 18 and social service not-for-profit that has proudly served New York City for over 26 years. 19 20 My name is Dr. Melony Samuels and I appear before you with deep sense of urgency. Our non-for-profit, 21 like many others, stand at a breaking point. While 2.2 23 our mission has always been to fight hunger and poverty through emergency food assistance, workforce 24 development, urban agriculture, today we must also 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 63 ight to defend the very infrastructure that allowed us to serve. Non-for-profit like TCAH are essential to the functioning of this city. We are not peripheral; we are a lifeline.

In the past year alone, we distributed over \$17 6 7 million culturally responsive meals to more than \$1.5 8 million New Yorkers including seniors, working family veterans and newly arrived asylum seekers. Recently, 9 the Department of Homeland Security and FEMA awarded 10 11 TCAH over \$1.3 million through a shelter and service 12 program SSP to support migrant families. This grant 13 intended to sustain emergency food distribution through 2026 has now been frozen without due process 14 15 or cause.

16 TCAH was the only New York City nonprofit selected for this funding. No violations were cited. 17 18 No wrong doings alleged and yet we were being punished through vague, politically charged policies 19 that indiscriminately target organizations under the 20 21 quide of border enforcement rhetoric. This funding freeze is more than a blur or - this funding freeze 2.2 23 has become inconvenient. It is a direct threat to food access for thousands. We have already invested 24 hundreds of thousands of dollars in staffing, food 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 64 2 procurement, and operation. Now we are being told to 3 wait indefinitely while the families we serve cannot wait another day for a meal. We presently obtained a 4 lawyer because we are now in violation. This moment 5 calls for bold municipal advocacy. We ask the City 6 7 Council to: Advocate on the federal level for a fair and 8 1. 9 expeditious review process for funding disbursements to non-for-profit, especially those caught in the 10 11 broader enforcement dispute that do not apply to 12 them. 13 2. Introduce or support legislation that protects non-for-profit contractors from harmful and 14 15 arbitrary funding freezes. 3. Ensure transparency and accountability 16 17 mechanism in how federal funding administrated 18 through city agencies are allocated and to withheld 19 from nonprofit partners. 4. And last, champion emergency stabilization 20 21 funding for non-for-profit facing interruptions in federal funding streams and jeopardizing essential 2.2 23 services. While we remain focused on our mission to feed, 24 empower, and uplift our communities, we cannot do it

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 65 with our hands tied behind our backs. Thank you for your leadership and for the opportunity to testify. Please refer to the written testimony. Are there any questions?

CHAIRPERSON RESTLER: Thank you very much to the 6 7 panel. I just had two brief questions. For Mr. Rosenberg, you mentioned I think it was \$5.75 million 8 in federal cuts in your testimony to Catholic 9 Charities Legal Services. Could you just speak to 10 11 the scale of that cut as a percentage of the total budget? Is that leading to layoffs? Obviously with 12 the heightened actions, dangerous illegal actions by 13 ICE, there's a greater need for legal services now 14 15 than ever. What has been the impact day to day for 16 Catholic Charities and your ability to support immigrant communities? 17

JOSEPH ROSENBERG: Well, this is a devastating 18 hit and one of the things that's most confusing about 19 it is that it changes by the day. Sometimes 20 contracts are terminated. Sometimes they're revised. 21 Like for instance, the loss of the \$4.3 million to 2.2 23 assist legal services for accompanied minors. There's another \$1.4 million in that contract, which 24 after some negotiations won't be terminated for 25

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 66
2	another six months but that might be changed as well.
3	So, we're influx. I don't have the specific totals
4	of the amount of federal funding but it is
5	overwhelmingly what we rely upon for legal
6	representation. Just as an example, us getting away
7	from fiscal numbers, the number of unaccompanied
8	minors that have legal representation through these
9	programs through Catholic Charities is over 600 and
10	there were over 14,000 undocumented and documented
11	immigrants who receive consultations, pro se
12	assistance and other things. We also have desks that
13	are staffed at the three Immigration courts in New
14	York City that has exclusively relied upon federal
15	funding. That too has been terminated. So, this is
16	just a partial list of what we're facing. No doubt
17	there will be many more in a week or two but this is
18	something that's important to say.
19	The mission of the Catholic Church is to provide
20	funding and assistance for those who need it. So,
21	right now, despite the loss of funding, we're going
22	to try to find ways, whether it's through donations,
23	moving funds in other directions to try to continue

this. Once people have representation it's not like

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 67 2 they can just all of a sudden lose their attorney's. 3 That is just unacceptable for anyone including us. 4 CHAIRPERSON RESTLER: That's very helpful and wanted to just ask, UNH and HSC if you've done a 5 survey of your members of what percentage of their 6 7 funding is coming directly from the federal government and if you haven't done a survey like that 8 9 to date, is that something you're considering to just better understand the specific risks that your 10 11 members are facing? RACHEL KLEPPER: What we have done so far is 12 13 analyze our members audits, which share the funding streams that come from the federal government. So 14 15 that's where the statistic that an average of 22 16 percent of their budgets is from federal sources and 17 that goes all the way up to 50 percent. So, we 18 started there but we are continuing this conversation 19 with our members. 20 CHAIRPERSON RESTLER: Wow, that is devastating. 21 Thank you. ALANA TORNELLO: And thank you for the question. 2.2 23 There are a few surveys, both subsector, national and state that are trying to get to this answer and we're 24 trying to support those and also will explore working 25

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
	COMMITTEE ON FINANCE 68
2	with both our coalition and the subsector coalitions
3	we work with to get that information. If we do so,
4	we'll make sure to reach out.
5	CHAIRPERSON RESTLER: And we should collaborate
6	on these efforts to make sure that we're thinking
7	through whatever we can do at the city level to
8	support. It's you know I've just heard from so many
9	nonprofits in my own district who are - who have lost
10	funding already and are just terrified for how
11	they're going to balance their books and continue to
12	employ their staff and provide their essential
13	services when you know so many different funding
14	streams are on the chopping block.
15	We'll go to Council Member Brewer followed by
16	Council Member Williams unless you want to jump in.
17	Oh sorry, Chair Brannan.
18	CHAIRPERSON BRANNAN: Would this moment be a
19	little bit easier for you if the city paid its damn
20	bills on time?
21	RACHEL KLEPPER: Absolutely.
22	MELONY SAMUELS: No, I'm saying yes, definitely.
23	CHAIRPERSON BRANNAN: Right, okay thank you.
24	Council Member Brewer.
25	

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 69
2	COUNCIL MEMBER BREWER: Absolutely yes. My
3	question is, in the papers today and previously,
4	there is this discussion when people are laid off in
5	Washington and then of course it's like a budget cut
6	to you because there's nobody there to answer the
7	question. So, it's horrific. It's a story of a
8	Health and HHS laying people off so that nobody can
9	get cooling during the summer and you know people die
10	when their apartment is you know 100 degrees. So, my
11	question to you although you may not know the answer
12	because I feel so terrible about these cuts to your
13	amazing staff and the services that you provide is
14	are you finding that in addition to budget cuts or
15	maybe in lieu of budget cuts; they lie and say, "oh
16	we don't have budget cuts." But in fact they do
17	because there's nobody there to administer. So, I
18	just didn't know that's something that's coming up.
19	Now that may get handled by the courts but God knows
20	when.
21	JOSEPH ROSENBERG: Yes, thank you that's an
22	extremely good point. That's happening not just to
23	the nonprofits here but to everyone, it's very
24	difficult to get any questions answered. Websites go

25 down, phone lines that require - that provided

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 70
2	information have been extinguished. Even when you
3	get a hold of someone who in good faith is trying to
4	be helpful, they might not have information that
5	happened the night before. So, a tremendous amount
6	of the information coming out of the agencies we deal
7	with in Washington is either nonexistent or not
8	reliable.
9	COUNCIL MEMBER BREWER: That's a crime. Thank
10	you.
11	CHAIRPERSON RESTLER: Thank you and Council
12	Member Williams.
13	COUNCIL MEMBER WILLIAMS: Yeah, I just wanted to
14	know if any of your organizations or coalition
15	organizations have been contacted by [INAUDIBLE
16	01:14:56]. I was reading an article that they've
17	extended their reach to also nonprofit organizations
18	receiving federal funds. So, just wondering because
19	I know there was an article today about Vera but
20	we're at the other day.
21	MELONY SAMUELS: I can answer. The closest I
22	have been is where we have gone a letter that we're
23	in violations of serving migrants and we had to
24	obtain a lawyer because we have to appeal. And so,
25	with that came the cancelation of our contract and we
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 71 2 have already spent close to \$600,000 to be reimbursed 3 a few weeks ago and it was not and so there is 4 nothing there. So, we have gotten two letters 5 already. COUNCIL MEMBER WILLIAMS: They say you were in 6 7 violation because you were serving food to migrants? MELONY SAMUELS: Yes. 8 9 COUNCIL MEMBER WILLIAMS: Okay. CHAIRPERSON RESTLER: Whew okay. With that, I 10 11 want to thank this panel for your thoughtful 12 testimony and for being with us today and we look 13 forward to partnering together to try and protect your organizations and members most effectively. We 14 15 will now invite Mohammad Razvi from the Council 16 Peoples Organization, Alice Mo from Homecrest Community Services, Jeehae Fischer from Korean 17 18 American Family Services Center, and Andrew Sta. Ana from the Asian American Federation to join us on the 19 panel. And I will just do the next panel to so the 20 21 people are ready. We have Miranda from La Colmena, 2.2 Aaron Sanders from Grand Street Settlement, Bryan 23 Ellicott-Cook from SAGE and Kevin Kiprovski from LiveOn New York and I will apologize to everyone 24 whose name has been butchered. 25

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 72
2	You all can testify in whatever order.
3	ANDREW STA. ANA: Okay, shall I start? Okay
4	great. Thank you Chair Restler and Brannan and
5	members of the City Council for holding this
6	important and timely testimony on preparing New York
7	City for changes in federal funding. My name is
8	Andrew Sta. Ana and I am the Interim Co-Executive
9	Director at the Asian American Federation.
10	Representing the collective voice of over 70 member
11	nonprofits serving 1.5 million Asian New Yorkers. We
12	are here today because New York's Asian community
13	faces a trifecta of crises that signal the brewing of
14	agile mentioned, a coming storm: a sharp rise in
15	anti-immigrant policies, wild swings in the economy
16	from job losses to tariffs, and, of course, draconian
17	cuts in federal funding. And - while our member
18	organizations continue to exhibit resilience and
19	extraordinary courage in this unstable climate to
20	serve, house, feed, educate, and protect low-income
21	Asian New Yorkers, our community is signaling that
22	the clouds are gathering and the sky is darkening.
23	Indeed, despite the model minority stereotype
24	surrounding Asian Americans as wealthy and
25	successful, our community faces significant hardship.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 73 2 Two-thirds of our community are foreign-born; 20 3 percent of our community are non-citizens. And while we have grown 35 percent from 2010 to 2020, one in 4 three Asian residents lives in low-income households, 5 and we are twice as likely to experience poverty 6 7 compared to White New Yorkers. 48 percent of our community is limited English proficient and 42 8 9 percent of older adults are low income, many of them living in poverty. 10

11 In addition, through the cuts of federal funding, there are devasting impacts of domestic violence. 12 According to the Asian Pacific Institute on Gender-13 Based Violence, up to 55 percent of Asian women in 14 15 the United States have experienced some form of physical violence or sexual violence in their 16 17 lifetime. So as we say our member organizations 18 provide a critical service bridge and human 19 connection to our community that is experiencing 20 hunger, fear, poverty, isolation, and hate violence. 21 In addition, we know that across the city that our community members are hesitant to access services 2.2 because of fears of unwarranted ICE raids. 23 They are disenrolling from benefits, avoiding seeking medical 24 care from hospitals, and disengaging from the 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 74 2 community. And so on top of that, we know that the 3 cuts of federal funding effect our community through food insecurity for older adults, through TEFAP and 4 the Emergency Food Assistance Shelter program. 5 Our member and partner organizations rely on SNAP and 6 7 food pantries. We rely on funding from the Office of Violence Against Women to protect survivors of 8 9 domestic and sexual violence and through Head Start programs to educate low income youth and early 10 11 childhood development. The Asian American Federation believes it is more 12 13 critical than ever that the city reinforce its support for addressing these interconnected issues by 14 15 supporting the community-based organizations that 16 provide these services. 17 Indeed from the turmoil and tragedy of 9/11 to the 2008 financial crisis, through the COVID-19 18 19 pandemic, and the resurgence once again of Asian 20 violence, our member organizations have protected our 21 community and provided a critical lifeline 2.2 Our recommendations are simple. Of course 23 protect this funding and strengthen partnerships with Asian led and Asian serving nonprofits that 24 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 75 understand the needs of their communities to address these long term needs.

These challenges are complex and we recognize 4 that there are no easy answers. We thank you for 5 your vital and courageous leadership at this time and 6 7 please hold the line for all New Yorkers. Thank you. 8 CHAIRPERSON RESTLER: Thank you very much and I 9 failed to acknowledge that we have Council Member Paladino with us online who represents one of the 10 11 larger Asian American communities in the city and 12 whoever is up next.

MOHAMMAD RAZVI: Wonderful, thank you Chair 13 Restler and Chair Brannan. My name is Mohammad Razvi 14 15 and I run one of the largest South Asian Muslim 16 organizations in Brooklyn. I just wanted to give you 17 a sense of when someone says there's a few thousand 18 people that come to your office for services, this is 19 that data. This is how many thousands and thousands 20 of people are coming to our offices for services. 21 Secondly, during COVID, this book was multiplied by ten. So during COVID, I had ten of these books. 2.2

That's how many people are coming to our offices. We serviced over 20.5 million pounds of food and I can't even explain to you how desperate the people were.

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 76
2	You just had to see them on the line that you know
3	people who were average New Yorkers who had good jobs
4	and how they were trying to survive.
5	At this moment, all these cuts that are
6	happening, I know some folks say the food you know
7	the COVID is over but it's not over for our folks.
8	And when I say our folks, I mean the folks who are
9	hard workers and they're the ones who we actually
10	need. All these cuts that are happening are
11	devastating. Recently we were able to fortunately
12	have our Council Member Inna Vernikov also
13	participate in providing food for during Passover
14	which was great. Yesterday, we did it with our City
15	Council Member Farah Louis, which was great but for
16	the Muslim community, for other community members,
17	there's so much need and it's a never ending story.
18	Everyone thinks it's over. It's not over. We urge
19	you to actually even if the OMB is going to think or
20	the Administration is thinking a way to put the
21	funding or put the money, please put it into at least
22	these programs which are essential. You know which
23	is the survival for these community members because
24	these folks have nothing else. All they are here, on
25	those lines is just trying to get some food for their

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 77 2 kids and we do help them to enroll for SNAP which also is being cut, which is unfortunate. So, this is 3 where our you know request is, just to make sure 4 these essential services they are being cut. Please 5 focus on that and please keep that continuous for us. 6 7 Thank you.

8 ALICE MO: Good morning Chair Brannan, Chair 9 Restler and members of the Committees. My name is 10 Alice Mo and I am the Policy and Advocacy Coordinator 11 at Homecrest Community Services. Thank you for the 12 opportunity to testify today.

13 Shifts in federal fronting threaten the programs 14 that safeguard New York City's most vulnerable 15 residence, especially lower income older adults and 16 immigrant communities. Including the Asian American 17 population we serve daily across our four centers in 18 Brooklyn.

At Homecrest, we see the lifechanging impact of federal programs every day. In calendar year 2024, we enrolled 400 individuals in Medicaid and 1,100 in SNAP benefits. Recently, we have seen an increase in clients due to SNAP theft with many coming into us seeking guidance on how to protect their EBT cards from being stolen and pursue reimbursement for stolen

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 78 2 benefits. Underscoring just how vital these programs 3 are to daily survival. We are equally concerned about how federal 4 funding cuts would affect older adult services. 5 Homecrest operates two older adult centers funded in 6 7 part by NYC Aging. In 2024, we served over 110,000 services. We delivered over 110,000 services to over 8 1,600 older adults. Our centers offer more than just 9 daily nutritious meals. They offer a trusted and 10 11 culturally responsive space that for many adults is 12 the only place they like to go outside their homes.

Here they can receive assistance with healthcare and affordable housing applications, access case management, all in their preferred language. This is especially critical as 72 percent of older Asian New Yorkers have limited English proficiency.

For fiscal year 2025 federal funding makes up 16 percent of NYC Aging's total budget with the majority allocated to older adult centers. Combined with the proposed \$100 million in cuts in the Mayor's Preliminary Budget to an agency that has historically received less than one percent of the city's budget even as older adults now represent 20 percent of the

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 79 2 population. This put centers like ours at serious 3 risk of closure. In light of these challenges, we respectfully 4 5 urge the City Council to protect the city's social safety net by first prioritizing sustained 6 7 investments in AAPI community based organizations that serve New York City's older adult and immigrant 8 9 populations. Thereby shielding life sustaining programs from federal instability. 10 11 Second, strengthening partnerships with trusted providers who have the cultural competence to meet 12 local needs. And third, advocating decisively in 13 14 response to federal shift to protect and uphold the 15 city's priorities. Thank you for your leadership and for the 16 17 opportunity to testify today. 18 CHAIRPERSON RESTLER: Thank you so much. 19 JEEHAE FISCHER: Good morning Chair Brannan, Chair Restler and members of the Committee. My name 20 is Jeehae Fischer and I serve as the Executive 21 Director of the Korean American Family Service 2.2 23 Center. A leading nonprofit organization that has supported immigrant survivors of gender based 24 25 violence across New York City for over 35 years. I**′**m COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 80 here today to share our growing concern about the devastating impact of federal funding cuts, specially the projected loss of our grants from the US Department of Justices Office and Violence Against Women, also known as OVW.

7 These funds have been critical in supporting KAFSC's core services including our 24 hour hotline, 8 9 trauma informed counseling, legal advocacy, legal services, economic empowerment, and transitional 10 11 housing program and these programs are very specific to the immigrant survivors of gender based violence, 12 13 not just all survivors but immigrant survivors of gender based violence. 14

By the end of September 2026, KAFSC is expected 15 16 to lose up to \$2 million in federal funding. The 17 represents nearly 44 percent of our operating budget 18 and has already forced us to freeze key hires and reevaluate essential programming. We're deeply 19 concerned about how we will continue to meet the 20 21 needs of the 3,000 survivors and families we serve annually. This moment is defined not only by 2.2 23 financial restraint - financial strain but by fear and instability. 24

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 81
2	As we navigate this uncertainty, the need of our
3	services only continue to grow. In 2024 alone, KAFSC
4	responded to nearly 5,000 hotline calls related to
5	domestic violence, sexual assault and child abuse.
6	Calls that often represent a survivors first and only
7	attempt to seek help. These cuts impact immigrant
8	survivors who rely on organizations like KAFSC for
9	culturally and linguistically specific services. We
10	urge the City Council to recognize this moment for
11	what it is, a crisis for our communities. We
12	respectfully call on you to increase investment in
13	community based culturally specific organizations
14	that serve immigrant survivors of gender based
15	violence. Without this support, organizations like
16	KAFSC will be forced to scale back and we've already
17	have been scaled back at a time when our communities
18	need us the most.
19	So, we're committed to doing everything we can
20	but we cannot do this alone. Thank you for your
21	time.
22	CHAIRPERSON RESTLER: Thank you so much. A very
23	compelling panel. Council Member Williams I know had
24	a question.
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 82
2	COUNCIL MEMBER WILLIAMS: Yeah, what were the
3	reasons that they cited that you'll lose the \$2
4	million? Do you know how, where, why?
5	JEEHAE FISCHER: So, they're not saying that
6	they're cutting the funding, they're saying that
7	they're reevaluating so we're on hold. Like, we're
8	not -
9	COUNCIL MEMBER WILLIAMS: And like what was the
10	allocation from? Was it like for domestic violence?
11	JEEHAE FISCHER: It's the federal - yeah, so
12	direct federal funding through the OVW that are
13	supporting the culturally specific organizations work
14	for the immigrant survivors of gender based violence.
15	COUNCIL MEMBER WILLIAMS: Okay, thank you.
16	CHAIRPERSON RESTLER: And Council Member
17	Schulman.
18	COUNCIL MEMBER SCHULMAN: Hi, thank you all for
19	testifying and I know many of you. So, I have a
20	question which is, do you find given the immigration
21	issues that are going on that people are coming less
22	for the services? And if so, how are you reaching
23	out to them? And the reason I'm asking is because
24	obviously the numbers are going to show that we need
25	to give you money and if they fall off, then
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 83 2 somebody's going to say oh, well, they don't have 3 enough people. You know what I'm saying? 4 JEEHAE FISCHER: Yeah, so actually at KAFSC we 5 hear this from other organizations but because our location is confidential, due to the work, we have a 6 7 24 hour hotline, we're actually getting more calls. 8 COUNCIL MEMBER SCHULMAN: Hmm, hmm yeah, how 9 about the rest? MOHAMMAD RAZVI: Yeah, so our food pantry line 10 11 actually 20 percent we lost. However, but the 12 friends who are coming, they say, "my friend is not 13 going to come, can I take the bag?" So, the food is still needed for them but they're not showing up on a 14 15 line and what we have implemented, which was 16 something I wish all organizations do this. All of 17 our storefront says you know members only or by 18 appointment only, so no one can enter from public 19 into the facility. And then lastly, what we are doing is we're 20 21 actually delivering the food to the people's home, 2.2 especially our seniors. 23 COUNCIL MEMBER SCHULMAN: Just make sure you keep track of it yeah. 24 MOHAMMAD RAZVI: Yeah, that's what we're doing. 25

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 84
2	ALICE MO: At Homecrest, at our Sunset Park
3	Center which has a high immigrant population, we have
4	recently seen just more people coming in trying to
5	get naturalization forms because of the fears.
6	ANDREW STRA. ANA: What we hear from our room and
7	partners is of course that they have to adapt, so
8	maybe trainings or education things that they've done
9	in person, they've been taking place online. And
10	then I think what we've heard from members and
11	partners is it ebbs and flows right depending on
12	what's happening in the news, there might be more or
13	less demand or fear. So, I think you know that
14	trifecta of increased ICE or immigration activity to
15	other things of food insecurity, I think folks are
16	modulating based on what's happening in the news.
17	COUNCIL MEMBER SCHULMAN: No and please make sure
18	to reach out to us if we could be helpful at all,
19	even to help you our federal partners and all of
20	that. So, which is really important, so thank you.
21	ANDREW STRA. ANA: Just real quick, so right now
22	it's difficult to get a rule of a passport. People
23	are calling me literally, they cannot renew them,
24	they are going online, there's no appointments, no
25	nothing and sadly our attorney's are telling us they

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 85 2 are receiving emails. You know, if your client is not legal, tell them to leave. You know those exact 3 4 emails that everyone's getting. 5 COUNCIL MEMBER SCHULMAN: That's disgusting. ANDREW STRA. ANA: Yeah, so there's no - what are 6 7 you going to do? How are you going to represent anyone? But that is happening. 8 9 MOHAMMAD RAZVI: I was going to say of course, I know this was mentioned at the last panel as well but 10 11 the need for immigrant legal services, because what's 12 happening is, because of the misinformation, folks 13 just don't have that basic language accessible legal services, so they can ask those basic questions about 14 15 you know those fears around public benefits. Those fears around public charge. Those fears around 16 17 naturalization or showing up to interviews. So, that 18 effects their choices and I think many folks are deciding to not seek food or not seek shelter or not 19 20 you know get protection from domestic and sexual 21 violence as a result. 2.2 COUNCIL MEMBER SCHULMAN: Thank you very much. Ι 23 really appreciate it. CHAIRPERSON RESTLER: I am very grateful for this 24 panel and for your you know truly great work serving 25

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 86
2	immigrant New Yorkers, serving all New Yorkers every
3	day. You know it's - you know we're seeing the
4	federal government kind of deteriorate before our
5	eyes, whether it's passports or Social Security, but
6	it's also for many of the great established community
7	based organizations like the ones on this panel that
8	rely on you know federal discretionary grants and
9	funding, that's the you know first - I think those
10	are the items that are most readily on the chopping
11	block and it destabilizes our organizations, it
12	destabilizes our communities and you know we have to
13	fight back and push back and so I think we've got to
14	do more collaborative federal advocacy. If the mayor
15	won't work with us then we should be working together
16	directly and with our members of congress to fight
17	back and push in every way that we can and I'm
18	grateful for you all taking the time to share your
19	experience and your expert testimony today.
20	PANEL: Thank you.
21	CHAIRPERSON RESTLER: Thank you. Okay next up as
22	I mentioned Miranda from La Colmena, Aaron Sanders
23	from Grand Street Settlement, Bryan Ellicott-Cook
24	from Sage, Kevin Kiprovski from LiveOn New York and
25	the following panel will be Jade Vasquez from WIN,
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 87 2 Gina Cappuccitti, sorry, from New Destiny Housing 3 Corp, Reverend Terry Troia from Project Hospitality, 4 and Victoria Leahy from Homeless Services United. And you all can testify in which ever order you 5 are so moved. 6 7 MIRANDA: Good morning Chairs and Council Members. My name is Miranda and I am the Organizing 8 9 Associate at La Colmena. An immigrant right organization proudly rooted in Staten Island. 10 11 Today, I am here with my sister organization who 12 will be testifying as well at La Colmena. Our 13 mission is empower immigrant workers through education, culture, organizing and economic 14 15 development. In Staten Island, La Colmena has been 16 unapologetically applicating for our immigrant 17 community. In the face of backlash, La Colmena we 18 hold regular community sessions to hear directly from our neighbors listening to their fears and questions. 19 With the support of our consultant, attorney, we also 20 21 provide consultation to provide a cure, reliable 2.2 information. Too often, our community comes to us 23 after encountering misinformation, especially online or through word of mouth. In some cases, community 24

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 88 2 members have paid over \$3,000 and have been mislead 3 by individuals claiming to be attorney's. 4 Claiming that they can offer a citizenship process, going as far as creating fake US CIS 5 documents and impersonating. More recently, we have 6 7 seen people arriving at our doors with a deportation 8 notice or unsure how to navigate the new immigrant 9 register requirement. And this is why I'm here to highlight the critical work. We have been doing and 10 11 to urge this Council to continue protecting and handing city funding for immigrants. Serving 12 13 organization especially in Staten Island. We are grateful for the support La Colmena has received in 14 15 the past from this Council. But the work is far from 16 over. Now is the time to stand with us again because 17 immigrant communities are currently under attack. 18 If there [INAUDIBLE 01:37:11] we cannot be 19 supported, we know we can count on you. Please don't 20 forget about La Colmena. Please don't forget Staten 21 Island. Please don't forget about my sister 2.2 organizations. Thank you for your time and for your 23 continued community. 24 CHAIRPERSON RESTLER: Thank you so much. 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 89 AARON SANDERS: Thank you Chair Restler, Chair Brannan and Committee Members present today for convening this necessary hearing and for the opportunity to provide testimony regarding recent changes in federal funding.

7 Grand Street Settlement is a 109 year old multiservice settlement house. We serve over 18,000 New 8 9 Yorkers through vital early childhood, youth and older adult programs on the Lower East Side Manhattan 10 11 and the Bronx. Today, we are testifying about the 12 importance of federal funding sources on Grand Street 13 programs and how a funding reduction will negatively 14 impact the communities we serve. We also urge city 15 leaders to work in partnership with the current 16 federal administration on behalf of community based organizations to sustain the federal fundings our 17 18 neighbors rely on.

Nearly half of our operating budget is comprised of direct federal Head Start funding. Currently, Grand Street operates eight programs that either receive direct or indirect federal Head Start funding. The funding allocated the Grand Street supports the academic and social emotional development of children.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 90 2 Really quickly, I want to highlight the benefits 3 of Head Start. Head Start is a federally funded 4 childcare program supporting low income families. Children from birth through kindergarten receive free 5 subsidized high quality education, health screenings, 6 7 nutritional support alongside professional and personal support for parents and much more. 8 9 Statistics show that Head Start is one of the most successful programs that have came out of the 10 11 great society era in the 60's. A study published in December 2022 in the Journal of Political Economy 12 13 concluded that the Head Start program or children who have attended the Head Start program have higher 14 15 levels of educational attainment, lower teen pregnancy rates, and less criminal engagement on 16 17 average. 18 As a recipient of federal direct and indirect

Head Start funding from the Office of Head Start, the New York City Department of Education, we're deeply concerned about the potential cuts to the program. Cuts to our federal Head Start grant will have a dire generational impact on families who depend on Grand Street for high quality early childhood education services.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 91 2 Grand Street and other childcare providers 3 throughout this country are now faced with funding cuts despite our record of providing robust childcare 4 services. For several years, Grand Street was 5 allotted by parents, educational experts and elected 6 7 officials for our successful Head Start model. 8 This January, Governor Kathy Hochul visited Grand 9 Street and committed us on our early childhood education program and its life changing impact on 10 11 families. However, adequate federal funding is critical to continuing this work. 12 With appropriate funding for the Office of Head 13 Start, we can continue to disrupt systemic barriers 14 that hinder children from excelling and becoming 15 16 successful contributing members of society. Other 17 programs are at risk. For example, programs like 18 Single Stop USA will be impacted by proposed funding 19 Single Stop is a nationally renown benefits cuts. 20 assisted program that supports eligible individuals and families in accessing federal subsidized benefits 21 such as SNAP and Medicaid. 2.2 23 Our community relies on these programs like Single Stop to gain access to lifesaving services. 24

25 Funding for these resources equips Grand Street Case

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 92
2	Managers with the resources needed to support our
3	community.
4	And closing, we encourage the City of New York to
5	continue working with our federal administration to
6	ensure that community based organization and families
7	have the funding that they need to support our
8	communities. Thank you for the opportunity to
9	testify.
10	CHAIRPERSON RESTLER: Thank you for your
11	testimony. This Council is certainly committed to
12	working with you on that.
13	BRYA ELLICOTT-COOK: Good afternoon Chairs
14	Brannan and Restler and members of the Committee. My
15	name is Bryan Ellicott-Cook. I'm the Director of
16	Government Relations at SAGE and I'm here today to
17	deliver a clear message. The alarm bells are
18	ringing. LGBTQ+ elders and elders living with HIV
19	are under attack from a hostile federal government
20	issuing executive orders to dismantle so-called WOK
21	programs to local budget proposals that threaten the
22	very infrastructure of elder care. These are not
23	hypotheticals. They are real, targeted and already
24	causing harm.
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 93
2	Since January of 2025, the federal administration
3	has cultivated increasingly aggressive stance toward
4	LGBTQ+ Americans. These attacks are not abstract.
5	They are targeted, calculated, and already impacting
6	the lives of LGBTQ+ elders. These funds supporting
7	several of our core programs, our SAGE centers for
8	older adults and specialized initiatives like for our
9	LGBT veterans, program such as SAGE Positive, SAGE
10	Vets and SAGE Trans, all designed to meet the unique
11	needs of LGBTQ+ older adults are now being targeted
12	over the guides of eliminating so-called DEI
13	initiatives or WOK programs. These efforts are
14	further fueled by recent executive actions, including
15	the effective orders that would seek to roll back
16	protections under the pretense of combatting gender
17	ideology.

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We are deeply concerned as there is no clear 18 19 sense of how these federal shifts may effect state 20 and city funded streams or how they are being used to justify the cuts and programs that serve some of the 21 most vulnerable members of our community. 22 Most 23 recently we have also seen the proposals to eliminate the federal Administration for Community Living, ACL 24 and it has raised alarms. Without ACL programs that 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 94 combat elder isolation, provide affirming care can vanish overnight.

4 LGBTQ+ elders already experience disproportionate rates of poverty, discrimination and isolation. 5 Trans and nonbinary elders including veterans are 6 7 especially vulnerable to housing insecurity, medical neglect, and violence. Especially now among an on 8 9 slot of anti-trans rhetoric and legislation, I want to read a quote from one of my staff members. 10 He 11 runs our long-term HIV survivors group and he says 12 many participants remember when the government turned 13 a blind eye to our community. We are once again in a moment where history threatens to repeat itself. And 14 15 just then, we have communities who take care of each 16 other who rely on the support of our allies and loved 17 ones and we will continue to build towards a future 18 where all LGBTQ+ elders are valued, supported and can 19 thrive.

Taking together both federal and local attacks threaten to unravel decades of progress, including a proposed \$1.2 million cut to the New York City Department for Aging which could shutter up to 60 older adult centers, which are lifelines for our community. Four of those centers are run by SAGE.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 95 2 SAGE is one of the few organizations nationwide 3 focused solely on the unique needs of queer elders. 4 That's our mission and these mounting threats, fiscal and ideological jeopardize our ability to do our 5 work. Thanks. 6 7 CHAIRPERSON RESTLER: Thank you. KEVIN KIPROVSKI: Good morning Chairs Brannan and 8 9 Chair Restler. It is really important to hold this hearing and I'm really grateful that you have sort of 10 11 brought us in to testify about this. My name is Kevin Kiprovski and I am the Director of Public 12 13 Policy for LiveON New York. We are an organization that represents over 100 aging service providers 14 15 throughout the city. Our members do everything from 16 run older adult centers, home delivered meals 17 programs, case management programs, basically things 18 that allow people to live healthy and live in their 19 homes. 20 Right now, the federal government has already 21 dissolved ACL. To echo Bryan's sentiments about 2.2 that, ACL and the Administration for Community Living 23 disburses funds for the older American Act programs which are a lot of the programs in the city. So, 24 25 we've already seen huge cuts that we don't know what

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 96
2	the impacts are going to be but we're bracing for
3	them and we're trying to figure out what the best way
4	to move forward is in that uncertainty.
5	The other cuts that are being proposed by the
6	federal government to Medicaid, Medicare, Social
7	Security, Housing Programs like Section 8 and SNAP
8	will disproportionately effect older New Yorkers.
9	Older New Yorkers are 20 percent of our population.
10	And just for some numbers, Medicaid alone brings in
11	\$40 billion to the New York City area through
12	coverage of people of all ages. Over 400,000
13	households in our city with an older adult rely on
14	SNAP to meet their basic nutritional requirements.
15	Over 1 million New Yorkers over the age of 65 receive
16	Social Security benefits. Cuts to these programs
17	seem almost specifically targeted to hurt older
18	people and hurt older people in our city.
19	We will see people who were born and raised in
20	the city put out onto the street if these cuts go
21	through. We will see people who have lived here for
22	decades lose access to stable nutrition and lose
23	access to their medical care. When it comes to older
24	adult services, however, there is something that the
25	city can do. Because the funding for a lot of DFTA's
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 97 2 programming amounts to only half a percent of the budget, any cuts to that will only amount to small 3 amounts. So, if the federal government were to cut 4 all of the funding to DFTA, it's about 25 percent of 5 DFTA's portfolio. The other 75 percent is city tax 6 7 levy. It would only be about \$120 million to keep services running as they are. And that's key because 8 9 DFTA's portfolio is one of the only things that can mitigate the harms if the federal government decides 10 11 to cut all of these programs. DFTA's portfolio allows meals to be delivered 12 13 directly to peoples homes and to be gotten in 14 congregate settings. So, we can give people some 15 security on the food level. DFTA's programming 16 connects people to services they may not know about 17 both federally and otherwise, so we can ensure that 18 if federal lines get cut, folks have access to 19 private lines to different charity lines and ensuring 20 that that works out the way it does. The first thing 21 that I'm going to say is we can't cut the budget. 2.2 The Mayor has put \$102 million budget cut just for 23 this year that will close up to 90 centers now we've estimated. It was 60, that's new. 90 centers now 24 25 that we've estimated and if they go through it, you

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 98 2 know we're going to lose almost one-third of the 3 senior centers in the city. That just can't happen. Second, we've put together our Age Strong New 4 5 York campaign that goes through housing, nutrition and community services. It shows that with a \$2.3 6 7 billion investment; we can prepare our city for aging. We are an aging city. We must recognize 8 that. It's not a dirty thing. It's not a bad word. 9 With proper investment, we can be a great city with a 10 11 lot of older New Yorkers who can live here, stay here and thrive. 12

13 And lastly, we need to make sure older New Yorkers are part of every single story we tell. 14 Α 15 recent poll showed that 70 percent of all demographics think aging in place should be a top 16 17 priority of whoever wants to be the next mayor and 30 18 percent of those people across all demographics think 19 it should be the top priority. Second only to 20 affordable housing. So, we need to make sure that we 21 are lifting the voices of the older New Yorkers in 2.2 our city, not just for you know people who are older 23 now but for us because if we are in the city and we are aging in the city, we need to create a place 24 25 where we can be too.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 99 That's all I have to say. If you have any questions, please let me know and again, thank you so much for this incredibly important opportunity to testify.

CHAIRPERSON RESTLER: Thank you all. You know I 6 just will say there are times when each of us Chair 7 hearings and we reach out to lots of organizations 8 9 and advocates from across the city to beg them to come in to share their experience. I know you all 10 11 have a lot going on. That was not what happened today. We sent out an email you know just letting 12 13 people know that this hearing was happening and we're 14 received this incredibly strong response because 15 senior service organizations, settlement houses, 16 immigrant serving organizations, everything in 17 between, are already experiencing shockwaves from 18 federal grants that are disappearing and we all can 19 see that it's getting worse.

20 So, I'm deeply grateful that you all have taken 21 the time among your very busy lives with all the 22 critical work that you do to share with us the 23 specifics because it makes Council Member Schulman 24 and Williams and Chair Brannan and myself and Council

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 100 2 Member Brewer in spirit, stronger advocates. I know 3 and better champions for each of your needs. 4 With that, I'll pass it to Council Member Schulman, who I know has a question. 5 COUNCIL MEMBER SCHULMAN: Yes and before I get to 6 7 my question, I want to thank Chair's Restler and 8 Brannan for holding this very important hearing 9 today. I want to thank you. I am an older adult, so FYI everybody. Yay. 10 11 So, Bryan, I wanted to ask you specifically, I 12 keep hearing from LGBTQ+ organizations that they're 13 getting cut, like directly from the federal government. Are you aware of who they are and where 14 15 they are? 16 BRYAN ELLICOTT-COOK: We're one of the 17 organizations that was federally cut. We had an 18 international program. We partnered up with uh 19 older, you know LGBT adults across the world to share their stories because unlike the United States of 20 America, those stories are also not told. We've lost 21 2.2 two staffers. We got one of those nasty federal 23 letters that said, you know your funding is being terminated and it's because you're an LGBTQ+ 24 25 organization, and we know others have as well. We

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 101 2 also - they tried to pause some of our older adult, 3 our OAA money. We were able to file a lawsuit with 4 democracy forward and pause that for some of the foreseeable future. But yes, we are seeing that 5 directly at SAGE and from others as well. 6 7 COUNCIL MEMBER SCHULMAN: Because particularly as an older adult who is a member of the LGBTO+ 8 9 community, you know that's super important and I also - I think maybe if you guys can or get together with 10 11 the other organizations and pull together a list of what's being cut directly versus some other things, I 12 13 think that would be helpful to us as Council Members. BRYAN ELLICOTT-COOK: I think the coalition that 14 15 - one of the coalitions we - I think Katz here somewhere. 16 17 KATZ: Hi. 18 BRYAN ELLICOTT-COOK: We collect some of that 19 information already. 20 COUNCIL MEMBER SCHULMAN: Like I've heard 21 separate from this, I've heard from the Door, I've 2.2 heard from GMHC, I've heard from a number of others 23 that there's like very deep cuts. BRYAN ELLICOTT-COOK: And I would also say with 24 the cuts and I don't think I need to tell anybody 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 102 2 this that the people who do this work are usually also LGBTQ+ identified, so we are stressed. We are 3 scared. We are sometimes multitasking and that's 4 5 something that the city should also try to assist with. 6 7 COUNCIL MEMBER SCHULMAN: Okay, no, so you know we're hear for you. Thank you very much for your 8 9 compelling testimony and really appreciate it and we'll see what we can figure out. Thank you. 10 11 CHAIRPERSON RESTLER: Thank you very much Council 12 Member Schulman. We're going to move to the next 13 panel. Thank you once again. Thank you Council Member Williams for joining us and for your 14 15 thoughtful questions. 16 Jade Vasquez from Women In Need, Gina Cappuccitti 17 from New Destiny Housing Court, Reverend Terry Troia 18 from Project Hospitality and Victoria Leahy from Homeless Services United. 19 Next up, we'll do a Staten Island panel Adrienne 20 21 Abbate from Staten Island Partnership for Community 2.2 Wellbeing, Janet - oh no, I'm sorry Ann Nort is the 23 Reverend Troia, Janet Magnuson, NPSI Richmond Home Need Services INC., Tatiana Arguello, Nonprofit SI, 24 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 103 COMMITTEE ON FINANCE 2 and Celestine Cox from Nonprofit SI, you will be up 3 next. And with that, however, you'd like to proceed. JADE VASQUEZ: Good afternoon. Good afternoon 4 5 Chair Brannan, Chair Restler, and members of the Committees. My name is Jade Vasquez and I am the 6 7 Director of Policy and Research at WIN, the largest provider of shelter and supportive housing for 8 9 families with children in New York City and the nation. Each night, nearly 7,000 New Yorkers, 10 11 including 3,600 children call WIN home. As federal funding for housing, social services, and education 12 13 faces unprecedented threats, our city must be 14 prepared to fill these gaps to protect our most 15 vulnerable residents. 16 In January, WIN released Project Hope, which 17 outlined steps, city and state lawmakers can take to 18 shield low income, immigrant and homeless New Yorkers 19 from the extreme federal rollbacks proposed in 20 project 2025. 21 In anticipation of massive federal cuts to the US 2.2 Department of Housing and Urban Development 23 Workforce, the slashing of individual federal benefits like Section 8 and SNAP, the Trump 24

25 Administrations mass deportation efforts that are

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 104 already underway and is planned to eliminate the Department of Education, we urge the city to allocate an additional \$263 million to City FHEPS to serve approximately 10,000 households at risk of losing their Section 8 voucher.

7 Two, allocate funding in the FY26 budget to 8 supplement the SNAP program. Invest \$10 million in 9 direct cash transfer programs serving high risk 10 populations, including families with children, youth 11 and single adults experiencing housing instability or 12 homelessness, like it did last year with the \$1.5 13 million investment to the bridge project.

14 Increase the city's share of funding for 15 immigration legal services to \$80 million and direct 16 these funds to experienced nonprofit immigration 17 legal services providers. Allocate an additional \$17 18 million in funding for the NYC DOE Office of Students 19 in Temporary Housing to increase the number of shelter based community coordinators. Improve and 20 invest additional resources in school transportation 21 for students in temporary housing. 2.2

And lastly, to renew \$200 million in funding for early childhood education including 3K, preschool education and Promise NYC set to expire in June 2025

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 105
2	and commit to covering the cost of any Head Start
3	loss due to the Trump Administration cuts.
4	Federal cuts are already hitting us. FEMA food
5	losses have impacted our families in our shelters.
6	The threats to HUD, SNAP, Education and Legal
7	Protections is real and growing and New York City has
8	the resources. It also has the responsibility and we
9	urge the city to step up now and invest in the
10	supports low income families need to survive and
11	succeed. Thank you for your time and leadership.
12	CHAIRPERSON RESTLER: Thank you so much.
13	GINA CAPPUCCITTI: Good afternoon Chair Brannan,
14	Chair Restler and Council Central Staff. Thank you
15	for holding this hearing and for the opportunity to
16	testify on behalf of New Destiny Housing. My name is
17	Gina Cappuccitti and I'm the Senior Director of
18	Housing Access and Stability Services at New Destiny.
19	New Destiny is the only organization in New York City
20	that's 100 percent focused on permanent housing for
21	survivors of domestic violence. We do this work
22	because domestic violence is the number one cause of
23	family homelessness in our city and for survivors
24	housing is a matter of life and death, yet the
25	

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 106 2 federal government is threatening vital housing 3 programs for survivors. 4 In 2019, New Destiny implemented the first federally funded rapid rehousing program for 5 survivors in New York City Housing link. 6 In 2022, 7 New Destiny added a second rapid rehousing program dedicated to survivors with housing vouchers. At any 8 given time, we are serving over 300 households 9 experiencing domestic violence across these two 10 11 contracts. These programs are funded by HUD via the New York City Continuum of Care or COC providing 12 13 survivors with housing navigation services temporary rental assistance and supportive services to promote 14 15 long term housing stability. 16 Like other COC programs, New Destiny's Rapid 17 Rehousing programs are only fighting for survivors. 18 So, we are concerned about the future of these contracts and HUDs ability to manage these contracts 19 20 if the proposed cuts are effectuated. 21 New Destiny is also deeply concerned with the ending of the Emergency Housing Vouchers or EHV. 2.2 The 23 federal government notified agencies in March. That funding for the program is ending this year. Nearly 24 1,000 households in New York depend on this vital 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 107 COMMITTEE ON FINANCE 2 housing resources, including nearly 1,700 domestic 3 violence survivors. New Destiny House nearly half of the survivors and since then we've maintained contact 4 through our aftercare services and we know these 5 survivors and many others who are vulnerable will 6 7 return to homelessness or to abusive partners if they are to lose their voucher too soon. 8 9 While we are pushing for congress to allocate federal funding to sustain the HB program into 2026 10 11 and years later, HPD and NYCHA must plan for 12 contingencies to ensure these New Yorkers remain 13 stability housed. Thank you and I'm happy to answer 14 your questions. 15 CHAIRPERSON RESTLER: Thank you. Reverend Troia. 16 REVEREND TERRY TROIA: Hi, I'm Terry Troia and I 17 work with hungry and homeless people in Staten 18 Island. I'm also representing today the Staten Island Hunger Task Force and the Supportive Housing 19 Network of New York. 20 The cuts to Medicaid and SNAP are the most 21 devastating federal actions that our city faces and 2.2 that will result in massive hunger and lack of access 23 to healthcare for people who depend on Medicaid, 24 especially our disabled population and will increase 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 108 2 illness, untreated illness and unnecessary death for 3 many, many New Yorkers. As well, the cuts to Section 8 and other HUD vouchers will lead to massive 4 homelessness in our city. Let's talk hunger first. 5 The federal government has frozen the Emergency Food 6 7 and Shelter Program EFSP, which provides funds to 8 purchase emergency food and TFAP the Emergency Food 9 Assistance Program from the federal Farm Bill legislation which provides buying power of basic food 10 11 stuffs for food pantries in New York City. Buying power of food stuff like beans, pasta, rice, canned 12 13 vegetables. Nothing fancy like meat and milk. 14 These cuts are now devasting the city's emergency 15 food pantry networks including Project Hospitality, 16 which provides \$4 million or 50 percent of the 8 17 million emergency meals provided by pantries on Staten Island. 18 19 Now let's talk about homelessness. FEMA funds 20 stabilization beds for homeless people in the City of 21 New York, including on Staten Island. FEMA funds homeless street outreach for all of the city's five 2.2 23 boroughs including Staten Island where we have two people 24 hours a day that respond to 311 calls 24 across Staten Island including our South Shore in 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 109 2 order to address the needs of homeless people living 3 in encampments on our streets. 4 SAMSA(SP?) cuts will affect us on Staten Island by eliminating a mental health one psychiatrist and 5 one social worker program that we've had since 1992 6 7 that does mental health screening of all homeless people that come to our drop in center or through our 8 9 outreach programs on Staten Island before they're placed in church based shelters. We are still the 10 11 only borough in the City of New York that has respite beds in churches because we don't have - we don't 12 13 really have homeless beds for Staten Islanders. 14 HUD cuts in the continuum of care domain will 15 threaten the closure of 115 supportive apartments for 16 homeless Staten Islanders. We were already ordered to close on March 14<sup>th</sup>, three apartments by March 31<sup>st</sup> 17 18 and we did it and we moved people, but where are we 19 going to put the other 112 people who are disabled 20 and formally homeless Staten Islanders in our borough in the next months when we're told to close the rest 21 of the units? 2.2 23 What neighborhoods will they settle in where will they set up their encampments? Nobody asked these 24 25 questions.

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 110
2	We are also dealing with federal cuts by creating
3	and decimating hunger in our safety net. We are
4	creating federal cuts now that in a time when we have
5	the highest rent in New York City housing history,
6	and at the time where we have the highest number of
7	homeless people on the streets of New York including
8	in the borough of Staten Island.
9	This is not humane. It is not helpful. It is
10	not right and we are putting the lives of the most
11	vulnerable people in our city at risk for death. The
12	elimination of these federal dollars will result in
13	profound human suffering and we need to stop it.
14	Thank you.
15	CHAIRPERSON RESTLER: Thank you Reverend Troia.
16	VICTORIA LEAHY: Good afternoon. My name is
17	Victoria Leahy. I am the Director of Policy and
18	Planning at Homeless Services United. I'd like to
19	thank Chair Brannan and Chair Restler and the rest of
20	the Committee for the opportunity to testify today.
21	As we heard, there is vital housing programs
22	that's going to be at risk with these federal funding
23	cuts. We're projecting cuts to Section 8, the
24	complete ending of the Emergency Housing Program, and
25	cuts to TANF, all which are central to funding the

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 111
2	homeless shelter system and homeless services here in
3	New York City.
4	It's also crucial to remember that not just
5	federal passthrough dollars are at risk. As we've
6	heard today, many providers contract directly with
7	the federal government. Our members base off of a
8	survey up to 22 percent of their operating budgets
9	come from direct federal contracts.
10	The reported funding cuts and staff cuts, not
11	just to HUD but other agencies will only cause
12	further interruptions in their ability to provide
13	services. Providers have mentioned how federal
14	funding cuts are already impacting their programming.
15	We've seen cuts to the Emergency Food and Shelter
16	Program, which have caused providers to either limit
17	their rental assistance programs that keep families
18	in their home or cut their food service programs.
19	And it's not just specific to HUD and FEMA. We
20	see this through the Department of Labor, through
21	Medicaid, through the VA, and other agencies. And
22	so, all of this together, members are having a really
23	extremely difficult time amending their fiscal plans
24	and trying to figure out which programming to keep
25	and what to cut back.

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 112
2	What is also troubling is the programmatic
3	implications that come now with contracting with the
4	federal government. As providers have seen with
5	their continuum of care contracts and their ability
6	to renew them, the federal government is adding
7	programmatic implications into those contract
8	renewals. And so, providers are now at a very
9	troubling time where they're deciding to accept these
10	federal restrictions on their ability to provide
11	services or to cut that federal funding and decide
12	whether or not they need to reduce their staff size,
13	reduce their programming, or risk their ability to
14	stay open all together.
15	As HSU has mentioned before, providers are in a
16	cash flow crisis due to chronic late payments.
17	There's a total lack of normalcy when it comes to
18	city payments on their contracts for services
19	provided. Federal contracts have always been
20	reportedly amongst our members, the most consistent
21	in paying providers on time. While providers may
22	wait months on end for their city payments, federal
23	funds help cut their doors open.
24	Given the uncertainty of federal resources and
25	these proposed cuts, it's all the more important

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 113 2 right now that the city registers contracts in a 3 timely manner and pays nonprofit homeless service providers for their services on time to not further 4 threaten their insolvency. 5 We join the many other nonprofit providers today 6 7 in making the following recommendations: Expedite 8 all late contract payments to human service 9 providers. It is the most important thing that the city can do to keep these homeless service providers 10 11 open right now. The city should work on a strategic plan to draw down federal funding that it's used to 12 13 operate these contracts. 14 And lastly, the city and state must work in a 15 comprehensive counter strategy to the anticipated mass cuts to federal funding, especially in the human 16 17 service sector. Thank you. 18 CHAIRPERSON RESTLER: Thank you very much. 19 Really appreciate you all being here today and for 20 your thoughtful testimony. Thank you so much. 21 And while I'm calling the next panel, a Staten 2.2 Island panel, I just want to note, we have had Staten 23 Island residents on each of the previous two panels and we will on the following panel as well. So, 24 25 Staten Island has shown up today. It's not the

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 114 2 forgotten island. So, Adrienne Abbate from Staten 3 Island Partnership for Community Wellbeing, Janet Magnuson from NPSI, Richmond Home Needs Services, 4 Tatiana Arguello from Nonprofit SI, Celestine Cox 5 from Nonprofit SI. Thank you for being with us. 6 7 And following that Justice Wood from Staten Island NYLPI will be with us and Hannah Lupien From 8 9 Met Council, Naima Dahir from the Arab American Support Center based in the 33<sup>rd</sup> and Dr. Sophine 10 Charles from COFCCA. 11 12 Thank you very much and feel free to begin in which ever order you'd like. 13 14 ADRIENNE ABBATE: Good morning or good afternoon 15 now. My name is Adrienne Abbate and I'm the 16 Executive Director of Partnerships for Community 17 Wellness, a public health nonprofit working to reduce 18 health disparities on Staten Island. I want to thank 19 the members of the Committees for this opportunity to 20 submit testimony. 21 PCW's work is rooted in the understanding that complex public health issues are decades in the 2.2 23 making and require the coordinated efforts and resources of multiple sectors. 24 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 115 2 Our initiatives focus on youth behavioral health, 3 chronic disease prevention, maternal health and child wellness. For over 20 years, we've been working to 4 ensure resources in critical public health programs 5 who are scaled to Staten Island communities most 6 7 impacted by health disparities.

8 70 percent of our budget is made up of government 9 contracts including direct federal contracts with the 10 CDC and SAMSA and federal passthrough awards from the 11 state including the staffed block grants. We also 12 hold city contracts.

13 Shortly after the executive orders were issued in 14 January attacking core tenants of public health and 15 the mission of our agency, we received a stop work 16 order for our CDC award to support LGBTQ and BIPOC 17 youth, and the termination at two of our state 18 passthrough contracts.

Luckily court injunctions have allowed us to continue the work temporarily. These actions by the federal government directly undermine the health and wellbeing of Staten Islanders and threaten to dismantle the vital public health infrastructure that our organization and other community groups have worked tirelessly to build. Nonprofit organizations

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 116 2 often provide public goods and services to address 3 gaps when government falls short and nonprofits on Staten Island have had to shoulder that burden more 4 than any of the other New York City boroughs. 5 Despite Staten Island often leading the city in 6 7 overdose rates, maternal mortality rates, incidents of cardiovascular disease, cancer burden and the 8 9 lowest childhood vaccinations, we have neither an H+H public hospital nor a Department of Health and Mental 10 11 Hygiene Health Action Center despite decades of 12 advocacy.

This chronic under investment in Staten Island's 13 public health infrastructure makes the current threat 14 15 of federal funding cuts all the more devastating. Ι 16 urge the City Council to strategically allocate funds 17 to offset these anticipated federal shortfalls. 18 Furthermore, I urge the City Council to ensure that 19 nonprofits serving marginalized groups are addressing 20 issues not aligned with current federal policies are protected from any punitive measures or experiencing 21 a situation where our admissions have become 2.2 23 criminalized.

24 Our organizations must continue to receive the 25 support they need to serve our communities COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 117 effectively and the City Council has a critical role in protecting the health of the New York City residents and we stand ready to partner with you in this effort. Thank you for your time and support in this critical matter.

7 CHAIRPERSON RESTLER: Thank you very much Ms.8 Abbate.

9 JANET MAGNUSON: Good morning all. Thank you to 10 the Chairs and the members of the Committee. My name 11 is Janet Magnuson; I am currently CEO of Richmond 12 Home Need Services. We're a nonprofit licensed 13 homecare service agency on Staten Island. We service 14 Staten Island and all the other boroughs.

Today I stand with my sister organizations to address the pressing issue of underfunding and cuts on Staten Island as a whole with particularly attention to the older adult population in our borough.

The population of adults age 65 and older in New York City has grown significantly over the past two decades, and on Staten Island, 12 percent of seniors live below the poverty line which matches the rate across New York City as a whole.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 118 2 There also exists a significant gap effecting 3 seniors who do not qualify for Medicaid and yet lack the financial means to afford basic necessities. 4 As 5 a result, many are forced to go without adequate nutrition and essential medical and homecare. 6 7 Despite this, Staten Island continues to face significant underfunding in real time cuts which has 8 9 created barriers that prevent us from meeting their essential needs. 10

11 These challenges include limited access to 12 healthcare as Staten Island lacks a public hospital 13 and is limited to just one city funded clinic. The 14 absence of public geriatric specialty services 15 further compounds the problem.

16 Inadequate support for daily living as essential 17 services such as meal delivery, transportation and 18 homecare are grossly underfunded. Staten Island's 19 funding for these critical supports falls behind 20 other boroughs leaving vulnerable seniors without the 21 assistance they need.

Increased social isolation, with only four city funded older adult center out of approximately 300 citywide, Staten Island seniors face a lack of opportunities for community engagement. Funding cuts COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 119 for these vital supports effect mental and physical health, along with chronic disease management leading to worsening health conditions and more frequent hospitalization costing more in the long run.

6 Under the current New York City aging funding 7 framework, our agency is limited to supporting only 8 100 older adults restricted to a maximum of 20 hours 9 per client each week, forcing new clients to be wait 10 listed far too often and this existing funding is 11 wholly inadequate to address the growing needs of 12 Staten Island.

13 Increases should go hand and hand with Medicaid and currently they do not, leaving New York City 14 15 Aging and community agencies to fight year after year 16 for funding. Now I spoke a bit about city funding 17 and the fact that Staten Island is currently underfunded because of the fear that the trickle down 18 from the federal will go down to the city and state 19 and Staten Island cannot afford more cuts. 20

However, with regard to the discussion at hand, we also provide services to those in need of all ages through Medicaid funding. After January 1<sup>st</sup> State Mandated wage increase, home health aides now make \$19.10 and they deserve it and they deserve more.

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE &
1	FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 120
2	We did get our expected reimbursement rates from
3	managed long term care and Medicaid. However, in the
4	beginning of January, we started to receive letters
5	from managed long term care companies that we will
6	now face cuts, none negotiable cuts. Some close to
7	five percent, without due process, without reasoning
8	behind the cuts. So, clearly this haphazardness of
9	all of it is trickling down without rhyme or reason
10	and we know it is only the start.
11	We also have a culturally diverse workforce with
12	many working on legal Visa's but I hear and I feel
13	the fear, with some too scared to come to work. Now
14	that not only effects their income, it effects our
15	services that the clients desperately need.
16	CHAIRPERSON RESTLER: Thanks so much. I just ask
17	if you could wrap up.
18	JANET MAGNUSON: I'm almost done. I was just
19	going to say, our agencies operations will be
20	severely affected and more important those will be
21	and I can clearly see that the Committee recognizes
22	these pressing challenges and remind all the
23	investments, whether in culture, arts, immigration,
24	older adults or those with special needs, they're
25	

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 121
2	vital for communities growth and sustainability.
3	Thank you for your time.
4	CHAIRPERSON RESTLER: Thank you so much.
5	TATIANA ARGUELLO: Good morning Chair Brannan and
6	Chair Restler and members of the Committees. Thank
7	you for hosting this timely hearing. My name is
8	Tatiana Arguello and I am the Executive Director of
9	nonprofit Staten Island. We are the hub for
10	community based organizations serving one of the most
11	underfunded boroughs of Staten Island serving
12	organizations working on the frontline of care,
13	equity and crisis response in Staten Island.
14	Today, I'm not speaking just for myself but for a
15	growing network of more than 150 Staten Island
16	nonprofits and for the thousands of residents they
17	serve every single day, children, older adults,
18	immigrants and families working hard to survive.
19	We submitted our full written testimony with all
20	the data points because I don't want to bore you but
21	the bottom line is that we are underfunded and we
22	need some more services for our children and families
23	for immigration services, for our senior care and for
24	our healthcare services on Staten Island. And that
25	

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 122 is why I am here today supporting our members that are testifying.

We're not asking for special treatment but for 4 support. We make up six percent of the city's 5 population but last year, we received only two 6 7 percent of the city a speakers fund on Staten Island. Our organization being the one of those organizations 8 that were cut last year. We lost ten percent of our 9 budget in Fiscal Year 2025. As a borough, we were 10 11 left off of multiple citywide initiatives and major 12 funding portfolios. Despite deep need in a rapid 13 changing population, we are bracing for another hit. We are hearing warnings about federal cuts and we are 14 15 already seeing them at play. Programs are scaling 16 back. Services are shrinking, frontline providers 17 are stretched to the brick. We're operating with 18 less, serving more and holding the line for the city's most vulnerable. 19

20 We are not only serving Staten Island residents 21 but also many Brooklyn, Bronx, Manhattan, and Queens 22 residents as well who come to Staten Island and pay 23 the toll in other ways for our services. This moment 24 is not theoretical for us. It's real and if city 25 dollars are distributed inequitably now, we are

-	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 123
2	terrified of what federal reductions will mean for
3	our borough that is already left behind. We know
4	that there is need citywide and we stand with our
5	colleagues citywide but want to remind you that we
6	are here and that we are doing incredible work on
7	Staten Island and that there is a gap between the
8	need and investment that is growing. We cannot
9	afford to fall further. We are here to be seen,
10	heard and invested in. As Staten Island's nonprofit
11	ambassador, I'm asking the Council to work with us to
12	fix what's broken, to ensure that Staten Island is
13	not forgotten. Thank you.
14	CELESTINE COX: Good afternoon. My name is
15	Celestine Cox and I am the Director of Membership
16	with nonprofit Staten Island. I would like to defer
17	my time to one of our member organizations who did
18	sign up to testify. That is Staten Island Museum who
19	will be represented by Janice Monger.
20	CHAIRPERSON RESTLER: Sure, thanks so much.
21	JANICE MONGER: Thank you. Greetings Chair
22	Brannan, Chair Restler, Committee Members. Thank you
23	for yielding. I'm here today to express serious
24	concern over the state of federal arts and cultural
25	funding impacting New York City culture

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 124 organizations. I'm here in solidarity with my Staten Island nonprofit organizations.

As the CEO of the Staten Island Museum, I want to share our story to demonstrate the impact of these devastating cuts and changes to federal arts agencies including the Institute of Museum and Library Services, the National Endowment for the Humanities and the National Endowment for the Arts.

Arts organizations like the Staten Island Museum 10 11 depend on federal funds to fulfill our mission, serve New Yorkers and preserve and care for US cultural 12 13 heritage. On a good day, federal funding is difficult to secure and highly competitive. 14 The 15 federal process requires advanced planning, rigorous 16 applications and several months wait period before 17 award notification. When successful, federal funding 18 enables the museum to undertake collections, 19 processing and digitizing project, provide school 20 programs for free and brings scholarly into our exhibitions. 21

In late 2024, the Staten Island Museum was awarded a three year grant totaling more than \$300,000 through the Save Americas Treasures program. As of April 9<sup>th</sup>, 10:29 p.m. we received an email from

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE &
1	FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 125
2	Kay Sonderling, the Acting Director at IMLS that the
3	grant has been terminated. There is approximately
4	\$250,000 remaining on this grant. These are
5	congressionally appropriated funds and this was part
6	of a round of several hundreds of such notifications.
7	Staten Island Museum's operating budget is about \$2.5
8	million. So, this represents significant grant
9	funding to carry out our mission.
10	Federal funding freezing and agency staff layoffs
11	that have been referenced earlier where you know all
12	these agency staff have been placed on administrative
13	leave have created uncertainty around another
14	allocated grant of \$250,000 through IMLS to
15	facilitate stewardship of Date of American artifacts.
16	Additionally, SIM has bending requests to NEH and NEA
17	totaling about \$500,000 and some of those
18	notifications were to come as early as this month.
19	80 percent of NEH staff have been laid off the entire
20	IMLS staff has been put on 90 day Administrative
21	leave.
22	Federal cultural funding is essential to the
23	success of the Staten Island Museum and so many
24	cultural institutions. So I know that there are a
25	host of major issues on the table but you need to

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 126 understand this is happening in the cultural sector, much the same way as other sectors and I hope that New York City Council Members are aware of the tremendous strain that these federal cuts put on the city's cultural organizations.

7 So, thank you to your attention on this matter and so many others and for New York City's investment 8 in the cultural institutions that make New York City 9 great. We're counting on you. Thank you very much. 10 11 CHAIRPERSON RESTLER: I really appreciate the 12 thoughtful testimony, the collective Staten Island 13 advocacy and I would say that your voices are more important and influential than anybody else in New 14 15 York City right now because you all and my friend 16 Council Member Brannan have the unique status of 17 being represented by a republican in Congress. And 18 so, you influence with your Congress member in a scenario where there's a three vote majority in the 19 house, has such - has the potential to protect not 20 just the great work you're doing on Staten Island but 21 2.2 the great work that's happening across the City of 23 New York. So, anything that we can do to help support that advocacy, partner with you together to 24 ensure that we're breaking through with Congress 25

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 127
2	Woman Malliotakis as effectively as possible. You
3	know you can count on the Council as partners. I
4	just will ask, are there any conversations you can
5	share to date? I know you've been doing thoughtful
6	advocacy on your issues for many years and I admire
7	your work. Really pleased to learn more about the
8	nonprofit coalition that you're all building in
9	Staten Island. Great cultural institutions. It's
10	great that you're all - you know you're all well-
11	established but is there any insight you can share on
12	the advocacy of conversations to date with Congress
13	Member Malliotakis or ways in which the Council can
14	be helpful or supportive in those efforts?
15	Sure so one of the Coalitions that my
16	organization supports is TISA, which is a [INAUDIBLE
17	02:20:48] coalition and Congressman Malliotakis has
18	been involved in some of the work of the coalition.
19	So, we had requested a meeting. We haven't met with
20	her in person. So, we met with her legislative
21	director to talk about some of the issues and we did
22	an exhaustive survey of how federal cuts are
23	impacting the behavioral health sector, how many
24	people are being reached, pride center, like we're
25	talking about all the different marginalized groups.

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 128
2	They are taking it into account but we have yet
3	to have an in person meeting.
4	CHAIRPERSON RESTLER: I think she's been one of
5	the dozen or so republican members in congress that
6	has spoken up most about the risk of and the impacts
7	of the Medicaid cuts and I think your direct advocacy
8	as leaders in your communities is going to really
9	matter in the months to come and so, I just want to
10	thank you for being here today. Thank you for your
11	ongoing efforts and please like very sincerely, let
12	us know how we can help and I think Council Member
13	Schulman has a question.
14	COUNCIL MEMBER SCHULMAN: Yeah I also want to
15	make a suggestion that maybe you try to set up a
16	meeting with the minority leader Joann Ariola because
17	she has access to Malliotakis as well and she might
18	be able to be helpful and I've talked to her about
19	some of the cuts as well and so, she has listened and
20	she's on the Health Committee and all of that but I
21	want to make that suggestion.
22	PANEL: Thank you.
23	CHAIRPERSON RESTLER: Thank you so much. Thank
24	you for being with us today. Hope it's an easy Ferry

25 ride home. Next up, Justin Wood from NYLPI, Hannah

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
	COMMITTEE ON FINANCE 129
2	Lupien from Met Council, Naima Dahir from Arab
3	American Family Support Center in the 33 <sup>rd</sup> and Dr.
4	Sophine Charles from COFCCA.
5	The following panel will be, just so everybody is
6	ready and excited, Sabrina Hargrave from
7	Brooklyn.Org, Hailey Nolasco from the Center for
8	Justice Innovation, Philip Duncan from NMIC, Northern
9	Manhattan Improvement Corporation and Rosalind Black
10	from Legal Services of New York City.
11	Feel free to testify in whatever order you all
12	are so moved.
13	JUSTIN WOOD: Hello, thank you so much Chair
14	Brannan, Chair Restler, Council Member Schulman and
15	members of the Council Staff for the opportunity to
16	testify. My name is Justin Wood; I am the Director
17	of Policy at New York Lawyers for the Public
18	Interest. I am also a Staten Islander. It's great
19	to see so many neighbors here but I am testifying
20	about citywide issues today.
21	We are an almost 50 year old civil rights legal
22	organization with active programs in disability
23	justice, health justice, environmental justice and we
24	operate a pro bono clearing house that directly
25	connects impacted community clients and grassroots

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 130 2 organizations with pro bono legal services from the 3 private bar. I'll shorten my testimony. We've heard so much 4 about the devastating impact that's actually 5 happening. The threats are having an effect but the 6 7 actual cuts and atmosphere of fear is having a devasting effect on New York City communities that 8 can least afford this type of austerity and fear. We 9 and the nonprofit sector we work with are responding 10 11 and we're deeply grateful for the partnership to date with the City Council. It's disappointing the 12 13 Administration didn't show up today to talk about this. We're deeply thankful for the investments the 14 15 Council has made to date in initiatives that are from 16 your discretion, at your body's discretionary 17 funding. Like the Immigrant Health Initiative, uhm, 18 we are respectfully asking for an enhancement this The immigration and medical cases that we take 19 year. through our health justice program and our medical 20 21 providers network, are increasing in number, increasing in urgency, increasing in complexity 2.2 23 because of all the fear and direct cuts and fear of accessing basic services and need for immigration 24 services we've heard so much about today. 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 131 2 So, we respectfully put that before the Committee 3 and on the record. Secondly, we formed a rapid 4 nonprofit defense network since President Trumps inauguration and sad to say that is more needed than 5 ever. We've heard from so many nonprofits today 6 7 about what's actually happening. These things are 8 real. Organizations really are receiving threats 9 from agencies like FEMA and others because they've provided food to immigrant communities or just to all 10 11 New Yorkers regardless of background. So, that's 12 actually happening.

I wanted in the final 30 seconds just to mention 13 another topic, which is we want to continue working 14 15 with the Council on legislative and implementation 16 campaigns that can help assure New York State and 17 city's independence financially from the federal 18 government as much as possible in this atmosphere. 19 So, just to name a few of the wins. Congestion 20 pricing has been a win-win. That has secured 21 billions of dollars in capital funding for the MTA.

We've worked on the accessibility components of that with you and that's something that hopefully we can do independent of the federal government. There are other things at the state level like the overdue cap

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 132
2	and invest program that should be generating \$3
3	billion to \$6 billion minimum in investment funds at
4	the state level while bringing down greenhouse gas
5	and local air pollution that the governor hasn't
6	released. We would love to partner with the Council
7	in raising one unified voice in demanding that those
8	solutions be advanced this year.
9	So, we're excited to do that. We're really
10	excited about initiatives the Council has announced,
11	like the Local Law 97 compliance initiative. Again,
12	these are things that maximize our economic job
13	creation in New York City and do necessary
14	environmental justice and climate work, and we think
15	are very effective in terms of revenue. So, I'll
16	leave it there. We'll submit a longer statement.
17	Thank you so much.
18	HANNAH LUPIEN: Thank you. Good afternoon Chair
19	Restler, Chair Brannan and Council Member Schulman
20	and all the other Council Members who were here
21	earlier. Thank you so much for holding this hearing
22	today. My name is Hannah Lupien and I am the
23	Managing Director of Food Programs at the Met Council
24	on Jewish Poverty.

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 133 2 Met Council operates the largest Kosher and Halal 3 food pantry network in the country and provides a wide array of support to over 320,000 New Yorkers 4 annually. In the face of recent funding cuts at the 5 federal level and with more on the horizon, we and 6 7 our partners at Catholic Charities, who you heard from earlier today, as well as Hispanic Federation, 8 urgently request that City Council allocate \$20 9 million in emergency funding for food pantries. 10 11 Similar to what was allocated at the onset of the COVID pandemic. 12

13 This funding will allow us to deploy needed resources to areas with limited pantry and social 14 15 service infrastructure, as well as to communities with religiously informed or culturally nuance diets 16 that are not part of the traditional emergency food 17 18 system and to programs that facilitate increased access to emergency food. Additionally, we want to 19 20 express our support for the Council's decision to call on the Administration to baseline fund Community 21 Food Connection, CFC at \$100 million a year. 2.2

New Yorkers observing religiously informed diets
will go without food if the emergency food system
does not provide appropriate products and the Council

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 134 2 works hard to meet the food needs of all New Yorkers 3 by providing both Kosher and Halal observant food 4 assistance to anyone who comes to our pantries. The Council's ability to provide Kosher and Halal 5 food to hungry New Yorkers is directly tied to 6 7 funding from the federal government. And I'd like to speak to two programs that have not yet been 8 9 mentioned today. The Local Food Purchase Assistance Program and the Emergency Food Assistance Program 10 11 provide incredibly important support both in cash 12 that we can use to purchase Kosher and Halal foods 13 not otherwise available through public streams and the second, the Emergency Food Assistance Program in 14 15 Kind Food administered by OGS at the state level to 16 provide basics like rice, dried beans and limited fresh produce to New Yorkers of all stripes. And 17 18 finally, the Emergency Food and Shelter Program 19 through FEMA, all three of these programs enable Met 20 Council to distribute millions of pounds of food 21 every year. All three of the programs have already faced cuts 2.2 23 or freezes in funding just in the recent weeks. These cuts directly impact our ability to serve New 24 Yorkers the foods that meet their needs. It is now 25

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE &
1	FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 135
2	more vital than ever that City Council steps in to
3	help fill the gap left by these federal cuts and to
4	support the programs that serve hungry New Yorkers.
5	The decisions made by this Committee will impact
6	the lives of millions of our neighbors by allocating
7	the \$20 million of funding for emergency food
8	pantries and funding CFC at a baseline of \$100
9	million, this Committee will support emergency food
10	providers during a time of immense uncertainty and
11	benefit all food insecure New Yorkers including those
12	with religiously informed dietary restrictions. We
13	thank you for your time today and we hope to continue
14	to work with this Committee and City Council to fight
15	food insecurity.
16	CHAIRPERSON RESTLER: Thank you so much and I
17	just want to acknowledge we are joined online by the
18	great Pierina Sanchez from the Bronx.
19	DR. SOPHINE CHARLES: Good afternoon. I'm Dr.
20	Sophine Charles. I'm representing the Council of
21	Family and child caring agencies. We serve as the
22	principal representative of all nonprofit agencies
23	that provide foster care, adoption services, family
24	preservation and juvenile justice services in the
25	State of New York. We have over 100 members across

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 136 the state varying in sizes from small to very large multi-services organizations.

In New York City we have more than 50 of our 4 members who are providing services through the 5 administration of Children Services delivering child 6 7 welfare services. Thank you for the opportunity to testify and I want to begin by just saying that the 8 9 federal government has historically serviced as a critical fiscal partner to our New York City 10 11 nonprofits, both through direct and federal contracts 12 and by city passthrough funding streams. In many 13 cases, nonprofits were able to promptly access payments and those payments have been instrumental in 14 15 helping to sustain our program operations on the 16 child welfare side. The late payments as you know is 17 creating a hardship for our agencies making it very 18 difficult for them to keep their doors open, operate programs, and meet payroll obligations. 19 We have, according to the Human Services 20

Coalition, 90 percent of nonprofits report delays and approximately in payments \$365 million making it nearly impossible to sustain our programs. And I want to make sure that you really understand that the silence coming from our government partners is

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 137 2 deafening. Deafening in the sense that there's an 3 absence of collaborative preparation for our 4 nonprofits and we really need to have those collaborative conversations to help us begin to plan 5 for the federal cuts that are here and those that are 6 7 coming. And the impact of federal budget cuts on 8 nonprofits. The challenges extend beyond the 9 financial difficulties. It's important to understand that many of our agencies are now spending time 10 11 creating checklists, tracking their federal cuts, 12 looking at - working with their Board of Directors, 13 trying to figure out what are the worst case 14 scenarios. So, a lot of time and resources spent 15 into looking at that. We found out recently that the 16 closing of the administration for children and families regional offices have been closed in New 17 18 York, so that means that our agencies that have 19 federal contracts no longer get the technical 20 assistance and cannot receive information that will 21 allow them to continue their operations successfully 2.2 and being compliant.

And another one is the diversity, equity and inclusion executive orders. Many of our agencies are spending time scrubbing websites and trying to make

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_	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 138
2	sure their material is absent of anything that will
3	hamper funding coming into their agencies. And
4	wrapping it up, I'd just like to say that the impact
5	on the workforce, remember our nonprofits are
6	employers and so, many of the staff we're looking at
7	something like 75 percent staff of color, 70 percent
8	staff of women, so those cuts are going to decimate
9	our workforce on the nonprofit side. So, we want to
10	make sure that there's collaboration with our city
11	government partners to strategize around how we're
12	going to plan to absorb the cuts that are coming and
13	lastly, is our agencies are providing services to
14	immigrant families and these families are gone
15	underground. They're gone into hiding and our case
16	workers are now scrambling, trying to come up with
17	plans for those immigrant families that are facing
18	deportation and that means that the city is going to
19	have to absorb funding to take care of those migrant
20	children if their parents are deported.
21	And so, we're submitting written testimony in
22	full with full details. Thank you for the
23	opportunity to testify.
24	
25	

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 139 2 CHAIRPERSON RESTLER: Thank you. It's an 3 exceptionally insightful testimony. Thank you so 4 much Dr. Charles. NAIMA DAHIR: Good afternoon Council Members. 5 Mv name is Naima Dahir and I am here on behalf of the 6 7 Arab American Family Support Center. The Arab 8 American Family Support Center provides trauma 9 informed, culturally competent services to over 20,000 individuals annually from Arab, Middle 10 11 Eastern, Muslim, South Asian and other immigrant communities across New York City. 12 13 Today, I am here with an urgent request. Community based organizations like AAFSC need your 14 15 immediate support to continue serving some of our 16 most vulnerable New Yorkers. Due to anticipated 17 federal funding cuts, including reduction to the 18 Office of Violence Against Women, we are facing a 19 potential shortfall of \$1.1 million. This directly 20 threatens our domestic violence case management and 21 our mental health services, programs that are 2.2 lifesaving. 23 As this funding disappears, we may have to fore low 14 staff members and reduce support for over 24

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 140
2	4,000 survivors of domestic and gender based
3	violence.
4	At the same time, need is rising dramatically.
5	Since inauguration date, we've seen an 80 percent
6	increase in mental health referrals and a 20 percent
7	increase in legal service requests. Our clients are
8	terrified. Our students are afraid to leave
9	shelters. Families are opting out of benefits like
10	Food Stamps due to a fear of enforcement. Recent
11	federal actions revoking temporary protection status,
12	fast tracking deportations and mandating surveillance
13	of undocumented individuals are deliberately
14	targeting our communities.
15	In response, we've expanded our services,
16	strengthened safety protocol and trained our staff
17	for potential ICE encounters but we are operating
18	without a financial safety net. This work is urgent
19	and underfunded.
20	As members of New York City City Council you are
21	uniquely positioned to protect community based
22	organizations like the Arab American Family Support
23	Center and the communities we serve. We urgently
24	need the city's support to sustain our critical
25	programming, especially our high risk services such

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 141 as our domestic violence, case management and our mental health support which are essential to meet the growing need of our immigrant communities and our communities of color.

6 In addition to our full slate of FY2026 funding 7 requests, we want to underscore the urgent need to 8 increase funding for programs that are at risk due to 9 anticipated federal funding cuts, which like I 10 mentioned are our Antiviolence program and our Staff 11 Enrollment program.

12 To this end, we respectfully request an increase to \$400,000 for our Antiviolence program through Dove 13 14 funding. An increase to \$150,000 for our SNAP 15 enrollment program to offset any anticipated federal funding cuts and reductions we may see and a renewal 16 17 of \$150 for our mental health initiative, and our 18 first time investment of \$85,000 for our Immigrant 19 Support initiative. Now is the time for bold action, 20 our community members are scared, our resources are 21 spread thin and the challenges ahead are immense. 2.2 Thank you so much for your partnership and allowing 23 me to testify today. Thank you.

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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 142 2 CHAIRPERSON RESTLER: Thank you. Thank you that 3 was a great panel, really appreciate your testimony 4 and your thoughtfulness and your time. 5 Okay we have two more in person panels and then we're going to shift to a hybrid one. Next up, 6 7 Sabrina Hargrave from Brooklyn.Org, Hailey Nolasco from the Center for Justice Innovation, Philip Duncan 8 9 from NMIC and Rosalind Black from Legal Services NYC. Following that distinguished panel, we will hear 10 11 from Kayt Tiskas, from the Collective Public Affairs, 12 Jonee Billy from PowerPlay NYC, Yesenia Mata from La 13 Colmena, and I struggled there, and Emma Bessire from City Meals on Wheels. Thank you and feel free to 14 15 begin. 16 SABRINA HARGRAVE: Good morning Chairs Brannan 17 and Restler. Now I can, hi. Hi, good morning or 18 afternoon. We're in the afternoon. Good afternoon Chairs Brannan and Restler and members of the 19 20 Committees of Finance and Governmental Operations. My name is Sabrina Hargrave and I'm Vice President of 21 2.2 Programs at Brookly Org, no dot. A partner and 23 platform for a local philanthropy, supporting Brooklyn's nonprofits by giving everyone a part to 24

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 143
2	play in creating change from the ground up. Thank
3	you for the opportunity to testify.
4	Brooklyn's rich diversity makes it a true
5	microcosm of New York City, and thus a powerful lens
6	through which to understand the impacts already being
7	felt in our communities by an arbitrary halt of
8	federal funding to the city's nonprofits. From legal
9	aid providers safeguarding constitutional due process
10	rights to community organizers supporting our most
11	vulnerable neighbors, Brooklyn's nonprofit sector has
12	increasingly shouldered responsibilities that
13	fundamentally belong to government, while being
14	forced to do more with ever-dwindling resources.
15	As you've heard today, we're witnessing alarming
16	consequences of the current political climate,
17	surging demands for mental health services,
18	vulnerable community members too fearful to collect
19	weekly groceries from food pantries, residents
20	missing critical medical appointments, and children
21	withdrawing from supportive youth programs that
22	provide essential stability.
23	As federal funding faces unprecedented
24	volatility, our city must recognize that when we
25	outsource essential public services to nonprofits, we

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 144 2 inherit an obligation to ensure their financial 3 stability. When City Hall delegates its fundamental 4 duties to community organizations, it must follow through with sustainable funding, not as charity, but 5 as fulfillment of its core responsibility to the 6 7 residents of Brooklyn and beyond.

8 Today, nonprofits need reassurance that they will 9 have the resources to operate. Our role at Brooklyn Org is to stand firm, provide stability, and mobilize 10 11 greater support in this moment of crisis. We are committed to working relentlessly to serve as a 12 13 counterweight to the chaos. We will work to galvanize donors and stakeholders to increase their 14 15 giving and fund nonprofits at higher levels to close the gaps that the federal government creates. 16

17 However, this cannot be our burden alone. The 18 City must embrace its role as a true partner, 19 matching our commitment with meaningful fiscal 20 support and policy action that recognizes nonprofits 21 not as vendors, but as essential collaborators in 2.2 meeting our shared obligation to our communities. 23 Again, I thank Committee Chairs and members for the opportunity to stand here before you today. 24

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 145
2	CHAIRPERSON RESTLER: Thank you so much Sabrina.
3	It's good to see you Hailey.
4	HAILEY NOLASCO: It's good to see you too. Good
5	afternoon Chairs Brannan and Restler, Council Member
6	Schulman and esteemed members of the Committees on
7	Finance and Governmental Operations State and Federal
8	Legislation. My name is Hailey Nolasco, Senior
9	Director of Government Relations at the Center for
10	Justice Innovation. Again, thank you for the
11	opportunity to testify.
12	It is critical that we develop a strategic plan
13	to protect essential programs that meet basic human
14	needs. Each year thousands of New Yorkers struggling
15	with substance abuse, mental illness, and housing
16	insecurity cycle through our legal system,
17	traditional responses like over policing and
18	incarceration often ignore the root causes of crime,
19	trapping individuals in a revolving door. Community
20	based alternatives both in the community and within
21	systems enhance public safety and transform lives,
22	yet many of our programs are not at risk.
23	Project Reset for example, diverse individuals
24	charged with low level offenses into counseling,
25	housing support and job training, often before they

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 146
2	set foot in a court room. For those with more
3	complex needs, our mental health courts in Brooklyn
4	and Manhattan offer structural support instead of
5	jail. The impact is clear. In 2024, 82 percent of
6	felony ATI participants completed their programs, 95
7	percent of participants in Manhattan fell in the ATI
8	program avoided a felony conviction. Brooklyn mental
9	health core participants saw a 17 percent reduction
10	in the likelihood of reconviction. Last year,
11	Project Reset diverted 5,500 cases from court with a
12	96 percent attendance rate. These life changing
13	outcomes rest on federal grants and allocations that
14	are now at risk. Should cuts to federal funding take
15	effect, we'll be forced to scale back critical
16	services, reducing slots in treatment programs,
17	eliminating outreach staff and curtailing supervision
18	capacity.
19	Fewer treatment referrals mean more people
20	cycling back into the system. Fewer case managers
21	mean less accountability and higher likelihood of
22	rearrests. In short, cuts to our programs will not
23	only harm vulnerable individuals but also undermine
24	public safety across our city.
25	

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 147 2 As we move towards the closure of Rikers, we must 3 not turn to costly ineffective incarceration, so we urge you to invest improving community based 4 solutions to help close any gaps created by the 5 federal funding losses. Thank you so much. 6 7 CHAIRPERSON RESTLER: Thank you. ROSALIND BLACK: Hi, I'm Rosalind Black, the 8 9 Citywide Housing Director at Legal Services NYC and I'm joined by Philip Duncan, the Assistant Director 10 11 of Housing at NMIC Legal Services. Thank you for 12 holding this hearing and allowing us to testify on 13 behalf of a group of legal services providers. That also includes Brooklyn Legal Servies Corp A, Housing 14 15 Conservation and Coordinators, Mobilization for 16 Justice, Neighborhood Defender Service, New York 17 Legal Assistance Group and Legal Aid Society. 18 We're here to discuss the important free legal services that we provide to low income New Yorkers 19 20 under the Right To Council, RTC and Anti-Harassment 21 and Tenant Protection programs, that's known as AHTP. 2.2 Programs are administered by the Department of Social 23 Services and rely in large part on federal funding to protect vulnerable New York City residents. 24

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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 148 2 Although precise details of the federal funds 3 used by these programs can be hard to decipher. The 4 City Comptrollers Office reported in December of 2024 that \$47 million of the \$112 million, which is 42 5 percent that the city uses for access to council is 6 7 paid for with the TANF, Temporary Assistance for Needy Funds Block Grant funds from the federal 8 9 government. In addition, the Office of Civil Justice, Federal 10 11 FY25 budget shows that of the \$158 million for the

12 Right to Counsel program, 30 percent of that comes 13 from the federal government and for the AHTP program 4 percent comes from the federal government. 14 The 15 State Comptroller also noted that \$16 million of the money used for Right to Counsel this year is subject 16 17 to an unspecified federal funding fiscal cliff, 18 meaning that it relies on federal money that is not 19 recurring.

20 While there have been no specific threats to 21 abolish the TANF Block Grant yet, during the prior 22 Trump Administration they were called to reduce it by 23 10 percent and it's been flat since 1996. Resulting 24 in an effective reduction at 50 percent spending 25 power. In addition recent chips in federal policy

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 149
2	and DOGA activity have raised concerns about the
3	sustainability of financial support for legal
4	services overall. We're aware of the cuts to legal
5	services for unaccompanied immigrant children. We've
6	also made it heard, DOGA as of this week has reached
7	out to the Vera Institute and indicated intents to
8	investigate all nonprofit providers receiving federal
9	funds. In addition, it was reported that the Legal
10	Services Corporation, which administers and provides
11	federal legal services nationally, which makes up 15
12	percent of our agencies budget. They were in a
13	meeting with DOGE just this week and as other people
14	have talked about those federal funds or the stable
15	funds that allow us to keep our agencies afloat and
16	meet payroll in light of the city's inability to
17	reimburse us on the monies we spend on the city
18	grants.
19	A little bit about Right to Counsel and how
20	important that is to preserve. Over the last eight
21	years, Right to Counsel has been well established in
22	New York City Housing Court and studies show how
23	effective it is in keeping people in their homes and
24	also reducing the number of eviction filings in the

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city.

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 150
2	The program has become more effective over time.
3	This last year, it was reported that 89 percent of
4	tenants who have lawyers remain in their home. And
5	I'll just quickly, it will also save the city money
6	by I think we're aware you know reducing the number
7	of people that end up in shelter programs.
8	I'll turn it over to my college.
9	PHILIP DUNCAN: Thank you Rose. Good afternoon.
10	I'm Philip Duncan, I'm the Assistant Director for
11	Housing at Northern Manhattan Improvement
12	Corporation. NMIC is a Right to Counsel provider.
13	We also provide services through the Anti-Harassment
14	Tenant Protection program or AHTP, which I'm here to
15	talk about today.
16	AHTP plays a vital role in preserving affordable
17	housing and ensuring housing justice for New York
18	City tenants. While the Right to Counsel program
19	offers legal representation for tenants facing
20	eviction, AHTP compliments RTC by funding
21	preventative and affirmative legal services.
22	Together these programs form a comprehensive safety
23	net but AHTP is the only program that empowers
24	lawyers and advocates to go and be offensive
25	proactively fighting with and for tenants to stop
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 151 2 harassment before it escalates into eviction. AHTP 3 enables tenants to assert their rights in the face of landlord harassment and systemic housing neglect. 4 Ιt funds tenant initiated litigation, allowing residents 5 to hold landlords accountable for creating or 6 7 allowing unsafe environments and for violating rent regulations. 8

9 Additionally, AHTP provides vital support for tenant organizing. It protects groups of tenants who 10 11 band together to form associations and take 12 collective action against predatory landlords. Ιt 13 also equips them with the legal tools to challenge unlawful rent hikes, illegal deregulation of rent 14 15 stabilized apartments, and other forms of financial 16 exploitation.

Without this infrastructure of legal and community based support, tenants particularly low income and immigrant communities will be left to navigate these complex and often intimidating challenges alone.

The program also plays a critical role in addressing systemic discrimination. It gives tenants the means to file complaints about housing discrimination based on race, disability, family

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 152 2 status and more, whether through administrative 3 agencies like the city or state Commission on Human 4 Rights or in State and Federal Courts. Furthermore AHTP helps divert matters from Housing Court all 5 together through prelitigation strategies and out of 6 7 court negotiations.

While this program relies on a smaller portion of 8 9 federal funds than RTC, HRA has made earlier decisions to cut this much smaller pool of AT funds 10 11 to divert money to RTC. Right before the start of this fiscal year, HRA took funding from this critical 12 program and reallocated it to RTC. A cut that this 13 14 Council fought hard to restore and did as part of the 15 City of Yes. Preserving and expanding support for AHTP is not just a matter of tenant rights, it's a 16 17 necessary investment in the health, stability and 18 equity of New York City's housing system.

So, for the ways to protect funding for these programs are suggestions you coordinate with federal elected officials to gather information and advocate for continued funding, coordinate with state elected funding officials to explore other funding streams, elevate the importance of this funding through public discussions and media and create a contingency plan

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 153
2	for other resources and funding streams to bridge the
3	funding gap.
4	So, thank you for this opportunity to discuss
5	this incredible value provided by these programs for
6	New York City tenants. We look forward to your
7	continued support in protecting and enhancing our
8	services.
9	CHAIRPERSON RESTLER: I really appreciate the
10	thoughtful testimony and your time today. Oh
11	question from Council Member Schulman.
12	COUNCIL MEMBER SCHULMAN: I have a question.
13	Uhm, does the private sector do any investment in
14	anything that you guys do? I'm just curious because
15	now is the time to like figure out where we can get
16	resources from.
17	SABRINA HARGRAVE: In terms of investing, do you
18	mean contributions and fund raising?
19	COUNCIL MEMBER SCHULMAN: Anything yeah anything
20	in terms of partnering or anything like that or
21	anything maybe that the Council can look into and
22	that vein. So, just asking. Just putting it out
23	there.
24	HAILEY NOLASO: I would say for the Center, we do
25	have a mix of funding. We are looking into that a
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 154 2 little bit more because we do have a majority of 3 government grants, so it's something that we are 4 exploring and any support that we could get from the Council would be very much welcomed. 5 COUNCIL MEMBER SCHULMAN: Okay great, great. 6 7 ROSALIND BLACK: Yeah and we do engage in fund 8 raising, however, the volume of that is just not sufficient. 9 COUNCIL MEMBER SCHULMAN: No, no absolutely. 10 11 ROSALIND BLACK: If you budgeted the federal funding, it's crucial to like making payroll. 12 13 COUNCIL MEMBER SCHULMAN: No, totally understand. I'm not saying in place of them, I'm saying if 14 15 there's anything that we could do to supplement and 16 compliment what you do. 17 ROSALIND BLACK: I appreciate that. Thank you. 18 PHILIP DUNCAN: So, other projects I think there 19 is more of a mix of public and private funding. For our housing project, you're almost entirely 20 21 government funded and I will say we administer a 2.2 grant that is a private grant for rent assistance, so 23 we are able to provide some help through that. We you know we also administered an EFSP grant that 24 25 those funds were paused and that was really, I mean I

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 155 2 think that grant, I mean we were able to - you know 3 it's a month or two of rent that can be the vital thing at the end of like a long eviction process to 4 prevent an eviction. 5 So, those sorts of things - you know that was 6 7 paused and that actually has been a real draw back that we're trying to supplement that with you know 8 9 the small amount of funds -COUNCIL MEMBER SCHULMAN: Sure, understood. 10 11 Okay, no thank you. I appreciate that. 12 CHAIRPERSON RESTLER: Thank you so much. Our 13 next panel will be Kayt Tiskas from Collective Public Affairs, Jonee Billy from PowerPLay NYC, Yesenia Mata 14 15 from La Colmena and Emma Bessire from City Meals on 16 Wheels. 17 Following that panel, we'll have a hybrid panel 18 including Christopher Leon Johnson in person and 19 Janice Holt, Sierra Kraft, My Chang and Andy Bowen all online. 20 21 Thanks, feel free to testify in whichever order 2.2 you are all so moved. 23 YESENIA MATA: Good afternoon Chairs and Council Members. My name is Yesenia Mata, the Executive 24 Director of La Colmena. An immigrant rights 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 156 organization on Staten Island. Our mission is to empower the immigrant worker through education, culture, organizing and economic development. And today, I am here with our nonprofit sisters from Staten Island.

Earlier you heard from Miranda, La Colmena's
Organizing Coordinator who at once was a volunteer to
now being the leading organizer at La Colmena.
Empowering immigrant workers to advocate for
themselves and who through the support of La Colmena,
won her asylum case and is now a US citizen. So, I'm
proud to see Miranda here today testifying.

This is just an example of the important role that La Colmena plays in the lives of immigrant workers on Staten Island. As Miranda mentioned, we hold regular community sessions to hear directly from our community and with the support of our trusted consultant attorney's we hold consultations to provide accurate reliable information.

Too often, our community comes to us after encountering misinformation, specially online or through word of mouth. In some cases, community members have been mislead by individuals claiming to be attorney's, claiming that they can offer a speedy COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 157 citizenship process, going as far as creating fake US CIS documents and impersonating judges, which is completely insane and we are afraid that it may increase.

More recently, we've seen people arriving at our 6 7 doors with deportation notices or unsure how to navigate the new immigrant registrant requirements. 8 9 And this is why I'm here to highlight the critical work we've been doing. We thank you for your support 10 11 in the past but we urge you to please continue 12 protecting and expanding city funding for immigrant 13 serving organizations, especially in Staten Island. And to the point mentioned earlier about our Congress 14 15 Member Malliotakis, there's no support that immigrant 16 groups like La Colmena will receive from her. On the 17 contrary, she keep pushing her far right and racist 18 agenda. So, this is why if at a federal level we cannot be supported, then we know we can count on 19 you. Please don't forget about La Colmena. Please 20 don't forget about Staten Island. Thank you for your 21 2.2 time and for your continued commitment to justice. 23 CHAIRPERSON RESTLER: Thank you so much. JONEE BILLY: Hi, good afternoon Chair Brannan, 24 Chair Restler and esteemed Committee Members. 25 My

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 158 2 name is Jonee Billy; I'm honored to serve as the 3 Senior Director of Strategic Partnerships and External Affairs at PowerPlay NYC. On behalf of our 4 Executive team, I want to express our sincere 5 gratitude for your leadership and continued support 6 7 of youth serving organizations across the city. 8 For 27 years, PowerPlay NYC has remained 9 steadfast in its mission to empower girls, primarily BIPOC youth from under resourced communities through 10 11 sports based youth development. Each year we serve over 1,000 youth across all five boroughs of New York 12 13 City, helping them grow stronger, physically, 14 emotionally and academically. 15 Our free programs offered in partnership with 16 Title I schools and community based organizations 17 serve as lifelines for many young people who would 18 otherwise have no access to safe spaces for physical activity, mentorship or leadership development. 19 Play equity is at the heart of our theory of 20 21 change. Research confirms that what we see every day 2.2 when girls, particularly Black and Brown girls have 23 access to high quality, trauma informed, culturally relevant sport programs, they are more likely to 24 thrive in school, graduate, pursue college, leading 25

1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
	COMMITTEE ON FINANCE 159
2	confidence and serve as change makers in their
3	communities. Yet, when girls are not engaged by the
4	age of 14, the door often closes for good.
5	This moment is make or break improperly stands in
6	that gap. Unfortunately a growing wave of anti- DEI
7	rhetoric and policy at the federal level is
8	threatening our ability and the ability of countless
9	PR organizations to continue this critical work.
10	Nearly half of PowerPlay's budget is supported by a
11	federal grant but the chilling effect of these
12	directives is not limited to public dollars. Private
13	funders are also following suit. In the past year
14	alone, we've seen a foundation specifically
15	supporting Black girls into \$25,000 pledge grant.
16	Siting is sudden and widespread pullback from their
17	own funders. Corporate donors have halted DEI driven
18	giving, foundations have quietly dismantled their
19	equity commitments, and all of this has happened with
20	no road map, no transparency, and no warning.
21	We are navigating an increasingly volatile
22	philanthropic landscape, not because our work is less
23	effective or less needed but because it's explicitly
24	routed in equity.
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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 160
2	Let me be clear, this is not just a funding
3	crisis. It's a moral crisis. Efforts to defund or
4	delegitimize DEI initiatives jeopardizes decades of
5	progress made on behalf of marginalized communities.
6	They send a dangerous message to our young people
7	that their identities, experiences and futures are
8	political liabilities. Now more than ever we need
9	the City Council's partnership to sustain this work.
10	Restoring and expanding local investment is not only
11	vital to PowerPlay's operations, it is unequivocal
12	statement that New York City will not waiver in its
13	commitment to equity, justice and the wellbeing of
14	its young people.
15	We cannot afford to lose momentum. We cannot
16	afford to lose another girl to the margins. Thank
17	you for the opportunity to testify today and for your
18	ongoing commitment to youth in New York City.
19	EMMA BESSIRE: Hi, thank you Chairs Restler,
20	Brannan and members of the Committee for the
21	opportunity to testify today and for giving this
22	crisis and federal funding the attention it deserves.
23	My name is Emma Bessire, I am the Senior Policy
24	Associate at City Meals on Wheels and I'd like to
25	focus my comments today on the crisis in food

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 161 insecurity among older adults and why the city must act to protect these programs to make sure that older homebound adults have access to food now more than ever.

Federal threats to SNAP, Medicaid, the Emergency 6 7 Food and Shelter Program as many of our partners have sited today, as well as other programs have a sector 8 and those who depend on it and to uncertainty about 9 what programs will remain open in the future of 10 11 nutrition assistance. We've already heard directly 12 from male recipients that they are afraid their 13 regular home delivered meals will not continue or 14 their SNAP benefits will be reduced or lost entirely. 15 We know that without that one meal a day, hunger will increase dramatically, which would worsen an 16 17 already severe crisis of food insecurity among older New Yorkers. 18

As the city braces for federal cuts, we must prioritize those in most need for the resources we do have. Given the rapidly rising number of older New Yorkers, and the years of disinvestment in aging programs, any further cuts to programs would be absolutely devastating to older New Yorkers. Home delivered meals for example is a hugely impactful

	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 162
2	program. Our recent research showed that 87 percent
3	of participants said that HDM allows them to remain
4	in their homes. 85 percent that says - sorry. 85
5	percent said that it helps them to eat more healthy.
6	81 percent said that they help them manage one or
7	more of their health conditions. Investing in this
8	program is a smart and effective way to support older
9	New Yorkers who will deeply feel the impact of
10	federal cuts. We urge the City Council to ensure
11	that services in the city are maintained.
12	The preliminary budget currently shows a \$100
13	million cut in the NYC Aging's budget. This would be
14	absolutely unconscionable in the current federal
15	climate. Moreover, funding for CFC must be baselined
16	at \$100 million because food insecurity has already
17	been rising and will only continue to deepen without
18	this line of defense.
19	Now is the time to strengthen our safety net for
20	older adults, not weaken it. As the Council and the
21	Administration work to negotiate their priorities in
22	response to this challenge to our safety net, we
23	cannot lose site of the needs of homebound older New
24	Yorkers who experience hunger out of site and behind
25	closed doors. Thank you.

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 163
2	CHAIRPERSON RESTLER: Thank you.
3	KATE TISKAS: Hi, my name is Kayt Tiskas. I'm
4	with Collective Public Affairs. Thank you Chairs
5	Brannan and Restler for the opportunity to talk about
6	these really important issues. I'd actually like to
7	begin by talking about an anecdote that some of my
8	colleagues at La Colmena who are with me with the
9	Domestic Workers Empowerment Initiative will know all
10	about. We had a kickoff event on the stairs of City
11	Hall where we brought a bunch of domestic workers to
12	come meet counselors. It ended up being a terrifying
13	event for almost everybody involved because they're
14	migrants who were afraid that ICE would come to
15	prevent their public participation from being fully
16	safe for them. So, we had to send ICE Marshals
17	before the event to scout out and make sure that
18	there wasn't anybody in or near the steps and then
19	also to sort of walk folks out to make sure that they
20	felt safe to involve themselves in public discourse.
21	So, like I found that to be really kind of a
22	stunner in New York City and I wanted to share that
23	out but in terms of federal funding and some of the
24	issues that we're facing today, I also work with the
25	Trans Equity Coalition and I wanted to be really
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 164 clear about the gun that got aimed directly at the face of healthcare providers in the first days of the federal administration.

Many name brand providers who are institutions in 5 the city, we're talking our Callen Lordes have 6 7 already loss funding and the Executive Order that came down literally day one taking aim at healthcare 8 and gender affirming care for anyone under the age of 9 19 has already resulted in large losses. 10 The 11 Administration has made no secret that it intends to extend those cuts to gender affirming healthcare by 12 which they're kind of defining any healthcare for 13 somebody who is gender nonconforming trans or 14 15 nonbinary and also they're taking aim at Medicaid. 16 And so, lots of the clinics including Health and 17 Hospitals and Callen Lorde that we're talking about 18 get up to 80 percent of their patient revenue and reimbursement for Medicaid. So, without backing from 19 City Council, they'd be facing closure within days of 20 21 - at days or weeks when those cuts come down. So, I wanted to back the City Council's 2.2 23 courageous executive budget response, which already

25 up gender affirming care for people under the age of

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includes \$15 million is a hoped for fund for backing

-	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE
1	COMMITTEE ON FINANCE 165
2	19. It also has \$6 million in the Executive Budget
3	response for 100 new beds for runaway and homeless
4	LGBT youth because as you can imagine, with things
5	this bad in New York City, they're even worse
6	elsewhere and so, we're already experiencing as my
7	colleagues who are service providers are telling me,
8	we're already experiencing an influx of people who
9	are running here hoping to find some kind of shelter.
10	So, the fear that there will just like be a lack
11	of access to basic healthcare is real and Health +
12	Hospitals in specific has been sort of the city
13	leader. So, we really appreciate their courage and
14	your courage in backing them up.
15	CHAIRPERSON RESTLER: Thank you so much and thank
16	you to this great panel. We really appreciate your -
17	oh sure.
18	COUNCIL MEMBER SCHULMAN: Thank you, sorry. So,
19	I just wanted to echo what you said. I'm Chair of
20	the Health Committee and we've done not only in terms
21	of funding but legislation to make sure that records
22	are not accessed, all of that. So, we have that. We
23	actually have a number of trans bills coming up in
24	June for a hearing, so just so you're aware that I'm
25	on. I'm working closely with Tiffany Cabàn.
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 166 2 The other is that we did talk to the private 3 hospitals and some of them are doing it just quietly 4 so that they don't get the federal government to come down on them and stuff but there is one hospital, I'm 5 not going to name it here that was an issue and so 6 7 I've pulled my funding from there and as has Council Member Caban. So, I just want you to know that we 8 9 are doing stuff not just financially but legislatively as well, so. 10

CHAIRPERSON RESTLER: Thank you so much Council 11 12 Member Schulman and with that, we're going to call up 13 our next panel. We really appreciate you all being with us today. We have Christopher Leon Johnson in 14 15 person and on Zoom, we have Ms. Janice Holt from the 16 Central Harlem Senior Citizen Center, Sierra Kraft from the ICARE Coalition, My Chang from AAFE, from 17 18 Asian Americans for Equity and Andy Bowen, who I 19 don't know if she still works for the Adams 20 Administration but they have signed up to testify. 21 CHRISTOPHER LEON JOHNSON: Can you hear me? 2.2 CHAIRPERSON RESTLER: Yeah go ahead. 23 CHRISTOPHER LEON JOHNSON: Hello Chair Brannan and Chair Restler and Chair Schulman. My name is 24 Christopher Leon Johnson. I'm here to testify to all 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 167 2 these nonprofits here in the City of New York. I′m 3 here to say this right now that look, these nonprofits need to keep their funding but the - I 4 think that you're the Chair of Finance Mr. Brannan, 5 you really control how that money gets distributed 6 7 through the city and through the Mayor's Office. You should have subpoenaed - you should have introduced 8 9 some bills to subpoena these members of the Mayor's Office to testify here. 10

I don't know why they didn't show up but everybody know why they didn't show up is because that Eric Adams is out the door. He's out. He don't care. He know he is done. You know the next Mayor is going to be Andrew Cuomo. I know I'm being political and there's nothing that nobody could do about it.

I'm calling on the City Council to sit down with 18 19 the incoming Cuomo Administration to fix this stuff. You know what I'm saying, Cuomo is going to get a lot 20 21 of things done and it is what it is. I believe that 2.2 none of these nonprofits are going to be cut with 23 their funding. None of the social programs are going to be cut with the funding. What needs to start 24 happening is the City Council need to stop having 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 168 2 these parties, these little pointless parties when 3 they give out awards to - in the City Hall Chambers. 4 They need to stop having this stuff. Not only do 5 they need to stop having that, they need to stop sponsoring these pointless parties where all they do 6 7 is they honor the people that get into City Council into the State Assembly and State Senate. You stop 8 9 the parties; you stop the nonsense. I think that's really nonsense is having parties all day and maybe 10 11 this stuff will stop. You need to stop the back 12 flips. I understand that these people get you into 13 City Council but you're going to give them an award just like that at their event. Why do you have to 14 15 pay, spend \$100,000 for every like for Israel knight, 16 a Palestine knight, a Bolivian knight, what is it 17 Catholic knight. Every night you got to honor. You 18 got to honor every culture. You spend \$100,000 up to \$1 million on these events. Stop spending money that 19 way and maybe this stuff will stop. 20 21 And another thing is, like I said, we need to preserve the funding of all these nonprofits. 2.2 Ι 23 believe none of these nonprofits should be cut. You

25 crap no more what's going on in the city. He know

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know Eric is done, like I said, Eric don't give a

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 169 2 he's done. He's just doing it because he's trying to 3 weaponize his Mayor position like these nonprofits, the one that spoke here like La Colmena to support 4 him for Mayor. If you don't support the Mayor, 5 you're not getting what you want out of our budget. 6 7 But Eric know what's going on that's why he runs as an independent. But going forward, Mr. Brannan, 8 9 you should have - you're one of the most powerful people in City Council. You should have made your 10 11 pull like you always do with your other members here 12 and subpoenaed the Mayor - had the Mayor bring his 13 people here and if they did it, they would cut your funding off. But like I said, you're running for 14 15 Comptroller and everybody know you are but if you really care about these people here, you could easily 16 17 done that because you got a lot - you use a lot of the members to do what you want them to do but you 18 couldn't get the Mayor to do what you want him to do? 19 20 Come on man like that's not right. You're running 21 for Comptroller bro. Alright, thank you. 2.2 CHAIRPERSON RESTLER: Thank you very much for 23 your testimony. And with that, we will shift to folks who are online. I can just call people out to 24

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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 170 2 keep it moving. Why don't we start with Ms. Holt and 3 we'll follow that with Ms. Kraft. JANICE HOLT: Good afternoon members of the 4 Committee. Can you hear me? 5 CHAIRPERSON RESTLER: We can hear you. 6 7 JANICE HOLT: Okay, thank you for the opportunity 8 to testify today about the important issues of 9 federal funding changes and their impact on New York City. 10 11 My name is Janice Holt and I'm on the Central Harlem Senior Citizen Board of Directors as well as 12 13 the a senior at one of its centers. I appreciate the chance to speak to you before today and commend your 14 15 leadership on issues that significantly effect human 16 service organizations in New York City. 17 Central Harlem Senior Citizen Center is a 18 nonprofit organization with a \$2.5 million budget 19 dedicated to enhancing the healthy living of over 4,500 seniors in Harlem. We achieve this through 20 education, socialization, and advocacy while also 21 working to uphold and affirm their dignity, self-2.2 23 worth and pride in New York City. Federal funding plays a critical role in the operation of our city's 24 essential services. Recent developments at the 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 171 2 federal level suggests that we may face significant 3 changes in the availability of these funds. The 4 constantly shifting financial landscape raises concerns about city contracts that involve federal 5 funding, particularly those effecting Central Harlem 6 7 Senior Citizen Center and the Department for the Aging. 8 9 Such changes could have serious consequences for the essential service and overall wellbeing of our 10 11 seniors. It is important to recognize that federal

12 funding supports our city in various areas, including 13 human services, education, healthcare housing and 14 transportation. Any restructure or reduction of 15 these funds would jeopardize the programs and 16 services that many adults rely on.

In recent years, fluctuations in federal support have strained our city's budget and impacted crucial service. Currently, the economic landscape in New York City is fragile, particularly as we recover from recent challenges.

Any reduction of federal funding would impede our progress and threaten the stability of our essential programs. It is vital to examine the areas most at risk, such as community resources including health COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 172 service, meal support, transportation options, social activities, technology assistance, housing alternatives, financial support, and caregiver resources.

6 These are crucial for helping senior age in place 7 safely and independently. We must also consider how 8 these changes will disproportionately effect our 9 vulnerable population, especially our older adults in 10 our city.

11 I believe that New York State has explored various sources of revenue such as increase in taxes 12 13 or expanding economic activities, however, the challenges lies in the timeline and implementation of 14 15 these alternatives. The immediate reduction of 16 federal aide has led to significant shortfalls in 17 these services, which cannot be as easily compensated 18 for in the short term by alternative -19 SERGEANT AT ARMS: Time is expired. 20 JANICE HOLT: That's it? 21 CHAIRPERSON RESTLER: If you want to wrap up your sentence or if there's one more you know -2.2 23 JANICE HOLT: Okay, cuts to the federal aid can result in inefficient allocations of the state 24

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1	COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 173
2	resources for seniors and negatively impact critical
3	services.
4	I is essential to evaluate both short term and
5	long term impacts on seniors, especially those who
6	depend heavily on these services. Thank you again
7	for the opportunity to testify about the important
8	issues of federal funding and the impact on the New
9	York City seniors.
10	CHAIRPERSON RESTLER: Thank you so much Ms. Holt
11	and for your advocacy for Harlem seniors. Next up
12	Ms. Kraft followed by My Chang.
13	SERGEANT AT ARMS: You may begin.
14	SIERRA KRAFT: Hi. Good afternoon Chair Restler
15	and Chair Brannan. Thank you for this oversight
16	hearing and the opportunity to provide testimony. My
17	name is Sierra Kraft, and I'm the Executive Director
18	of the ICARE Coalition. We are a citywide
19	collaborative of legal service providers working to
20	ensuring that unaccompanied immigrant children in New
21	York have access to free legal representation.
22	I'm here to speak about the devastating fallout
23	from the near-total termination of the federal
24	Unaccompanied Children Program. Almost all the
25	federal support for legal screenings, representation,
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COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 174 COMMITTEE ON FINANCE 2 and court support for unaccompanied children in ORR 3 custody was eliminated, and the consequences here in New York are immediate, severe, and still unfolding. 4 In New York City alone, that's more than 1,100 5 children with open immigration cases that lost legal 6 7 access services overnight. These are young people who already are living in our communities, attending 8 school, rebuilding their lives, and trying to recover 9 from the trauma they've experienced. Most are living 10 11 in Brooklyn, Queens, and the Bronx. And now they're 12 being forced through complex deportation proceedings, without a lawyer, often without understanding what's 13 being asked of them. So, statewide the cut amounts 14 15 to nearly \$18 million lost in funding, and in New 16 York specifically, that is about \$14 million to legal 17 service providers. The funding supported more than 18 26,000 children nationally, and nearly 8,000 here in New York City. And many of these organizations have 19 spent decades doing the work, building trust and 20 21 expertise and some of the providers have already 2.2 begun staff layoffs. Others are still struggling to decide whether 23

24 they can keep the programs running at all. And even 25 with no funding, many providers are still

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 175 2 representing children because ethically, they can't 3 just walk away from these children. Staff are 4 working around the clock and supporting cases pro bono but it's definitely not sustainable. The legal 5 ecosystem that's been established is going to be 6 7 dismantled if we don't act. And all of this is 8 happening as the climate for immigrant youth is 9 continuing to grow more hostile. Children are telling us they no longer feel safe. 10 11 They've become enforcement priorities under the new federal guidance and ICE is conducting home visits, 12 in what they call "wellness checks," at sponsor homes 13 14 across the city. 15 We can't normalize this and we can't keep 16 expecting frontline providers to shoulder this burden 17 with no funding, no relief, and no plan. 18 These kids are being sent back to danger, not because they don't qualify for protection but we fail 19 20 to give them access to the legal support that could save their lives. Without an attorney, their chance 21 of remaining safely in the US is over 90 percent and 2.2 23 without one, that drops below 15 percent. These are our kids. They're living in our 24 neighborhoods and they're New York's responsibility 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 176 2 and we're failing them if we don't act. We can't 3 wait for someone else to fix this, so we are urging 4 Council to provide emergency funding now and to increase support for ICARE providers through the 5 unaccompanied minors and families initiatives. 6 7 Our request is \$6.297 million and this funding is essential to stabilize the city's legal services and 8 9 to ensure immigrant children don't fall through the cracks. 10 11 SERGEANT AT ARMS: Time has expired. SIERRA KRAFT: This isn't just about legal 12 13 access, it's about dignity, safety, and stability. 14 Thank you for your time and leadership. 15 CHAIRPERSON RESTLER: Thank you so much Ms. Kraft and for your critical advocacy for immigrants and 16 17 immigrant youth and immigrants in need of legal services. 18 With that, My Chang from AAFE. 19 20 SERGEANT AT ARMS: You may begin. 21 MY CHANG: Thank you. Good afternoon Chair Brannan and Chair Restler and members of the 2.2 23 Committee. I'm My Chang, I'm the Chief of Staff of Asian Americans for Equality. I'd like to thank the 24 Council for your support of so many of AAFE's 25

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 177 COMMITTEE ON FINANCE 2 programs that range from access to health benefits, 3 to affordable housing and small business services that serve over 35,000 people a year. 4 5 As you know the folks who use our programs face growing hardship as the resources they rely on are 6 7 cut. As providers, we're also concerned about the sustainability of our programs and I'll highlight a 8 few of the impacts that we're seeing. 9 AAFE operates three food pantries and in Fiscal 10 11 Year '24, 5,280 households participated in our food pantries where we distributed 79,000 pounds of food. 12 13 The need has always been greater than what we've been able to provide but recently we've been asked by one 14 15 of our funders to halt spending due to the 16 uncertainty of reimbursement. We had also planned 17 for a new pantry that was to begin distribution this 18 month but it was cancelled when our partner informed us that there's no longer funding for it. In our 19 small business work, where the last fiscal year, we 20 cancelled over 1,200 clients, made 144 loans and 21 disbursed \$9.6 million. 2.2 23 We rely on grants from SBA and US Treasuries CDFI

23 We rely on grants from SBA and US Treasuries CDF1 24 fund. We've seen the Administration slash employment 25 at SBA and eliminate the CDFI fund. As you know,

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 178 2 small businesses have suffered a mysteries of 3 hardships from the COVID pandemic and hybrid remote 4 work and now they face potential impacts of tariffs. More than ever, we need the resources to support 5 small businesses who are unable to access capital 6 7 from traditional financial institutions and we'd like 8 to thank the Speaker for her support through the 9 creation of the city's CDFI fund. We're committed to fighting to continue these services for small 10 11 businesses.

In our 1,000 unit portfolio of affordable housing 12 that ranges from Chinatown and the lower east side of 13 14 Flushing, Bay Ridge, Chelsea and Harlem, proposed 15 federal cuts to Section 8 and SNAP benefits are going 16 to have detrimental effects to families having to choose between buying food and paying rent. Effected 17 18 families are going to face hardship and reduce 19 recollection also means financial hardship for the 20 buildings that then will not have the resources to be maintained. 21

And finally, we're going to face challenges in building new affordable housing projects and we have some in the pipeline in Crown Heights and the Far Rockaways as well and it will be challenging to move COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 179 those forward when we're looking at potentially major cuts to Section 8 and whether there is uncertainty in federal passthrough funding for other resources as well.

And then we're looking at uncertainty in the cost 6 7 of material. Nonprofit developers pay for these risks in the form of higher borrowing costs and we 8 quarantee all of the costs for projects. So, a 9 single bad project can bankrupt almost any nonprofit, 10 11 and that's the risk that all nonprofit developers are 12 facing right now. Thank you so much for your support 13 of organizations like ours and the opportunity to provide testimony during such a crucial time for New 14 15 Yorkers.

16 CHAIRPERSON RESTLER: Thank you so much and we 17 very truly appreciate the amazing work that AAFE does 18 day in and day out, year in and year out, so thank 19 you for being with us and for your hard work and for 20 your insightful testimony.

And last up for today's hearing is Andy Bowen.
SERGEANT AT ARMS: You may begin.
ANDY BOWEN: Hi, Andy Bowen here. I've worked
for the Adams Administration for five whole days now
and I'm reporting for duty to my comrades. Thanks

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE COMMITTEE ON FINANCE 180 for taking me late. Thank you to Council Chairs Restler and Brannan, Council Member Schulman for this hearing and fire budget response, acknowledging the unprecedented nightmare of these cuts.

6 Just for a little bit of background, I'm three 7 days into my new thing which is starting a new 8 organization called the Popular Front Project, which 9 is a trans led organization dedicated to fighting 10 these vacuous destruction of social, medical and 11 other material resources that our vulnerable 12 communities need to survive and thrive.

13 And so the lack of urgency from blue government bodies like nationwide also like state government, 14 15 uhm, yourselves excluded, is morally appalling for 16 anyone whose like the shoe must - we need to wait for 17 the shoe to drop, which I've heard from some areas. The shoe dropped. Like, the weekend of January 31<sup>st</sup>, 18 flyers were given to our nonprofit providers saying 19 20 like, your federal funding streams will be cut. So, 21 like I don't know why anyone waits.

22 So, again thank you for getting the moral moment 23 and again, it doesn't appear that any body in Albany 24 is prioritizing. And so, you know I appreciate you 25 all for taking this on because like, even if there is

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 181 2 no you know there's probably no way for city and 3 state government to fully cover the gap that's going to exist but like Council and City Hall need to get 4 caught trying. Something is better than nothing. 5 We need to have precedence for other city and 6 7 states to follow and I'm going to say like, Council Members, I would love to know and this is maybe an 8 9 offline conversation like, how you can use your power to aggressively advocate beyond what I'm sure you've 10 11 done with your powers in the governors office and 12 state legislature. Because like the idea that a 13 contingency fund for queer orgs and others would be a dead letter right now in the budget is again, morally 14 15 appalling. 16 A couple last things. Uhm, it's not a loss on 17 anyone that while like NYU Langone and Mount Sinai 18 cancel their gender affirming care appointments like last month. H+H never did, so what I'm saying is 19 20 like people showing bravery really matters. We're

22 and suddenly like a bunch - like universities who 23 were like to Trump were like what?

seeing that now with Harvard. Like Harvard said no

21

24 Uhm, on that point like getting to like other 25 institutions being brave, uhm, I want to give a shout

COMMITTEE ON GOVERNMENTAL OPERATIONS, STATE & FEDERAL LEGISLATION JOINTLY WITH THE 1 COMMITTEE ON FINANCE 182 2 out to Council Member Schulman and so far as the 3 comment about like, we got to reach out to rich 4 people. And again, this is like a call to Council Members, happy to talk offline. Like you have to 5 organize the rich. Uhm between tax increases, 6 7 massive private giving, like it's that plus government funds plus changing the nature of our 8 9 government to actually be high tax and high services, like the way out. 10 11 SERGEANT AT ARMS: Thank you for your testimony. 12 Time has expired. 13 ANDY BOWEN: Okay. One last thing. We're kind of reliant come the hyper wealthy to backstop civil 14 15 society, so we just like need to rethink the public sector and get these folks on board who actually have 16 17 the money. 18 CHAIRPERSON RESTLER: Thank you so much for the 19 testimony today and for being with us. Congrats on 20 your new endeavor. With that, we will adjourn the 21 hearing. I want to thank everyone for their 2.2 testimony and for their time and look forward to 23 working together to fight back against the chaos and cuts that are coming out of Washington. [GAVEL] 24

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## CERTIFICATE

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



Date May 13, 2025