CITY COUNCIL CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

of the

COMMITTEE ON CONSUMER AFFAIRS

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November 23, 2011 Start: 10:05 a.m. Recess: 10:55 a.m.

HELD AT:

Committee Room 250 Broadway, 14th Fl.

BEFORE:

DANIEL R. GARODNICK Chairperson

COUNCIL MEMBERS:

Charles Barron Julissa Ferreras G. Oliver Koppell Karen Koslowitz A P P E A R A N C E S (CONTINUED)

Erik Joerss Director of City Legislative Affairs Department of Consumer Affairs

Fran Freedman Deputy Commissioner, External Affairs Department of Consumer Affairs

Vincent Petraro Metropolitan Parking Association, Inc.

Anthony Borelli Vice President, Planning and Real Estate Edison Properties

Benjamin Feigenbaum Executive Vice President Edison Properties

Juan Martinez Transportation Alternatives

1	COMMITTEE ON CONSUMER AFFAIRS 3
2	CHAIRPERSON GARODNICK: Good
3	morning, everyone. Welcome to the Consumer
4	Affairs Committee of the New York City Council.
5	Today's date is Wednesday, November 23rd, the day
6	before Thanksgiving, a happy almost thanksgiving
7	to all in attendance and beyond. My name is Dan
8	Garodnick. I have the privilege of chairing this
9	Committee. I'm joined today by fellow Committee
10	Members, Council Member Karen Koslowitz, Council
11	Member Oliver Koppell, Council Member Julissa
12	Ferreras. And we are going to be hearing today a
13	preconsidered bill that is on the agenda that is
14	sponsored by Council Member Koslowitz and we look
15	forward to hearing from her in a moment.
16	But just by way of background, in
17	August 2009, the New York City Council enacted
18	legislation in response to increased bicycle
19	ridership and the subsequent need for additional
20	bicycle storage. One of the enacted laws, which
21	is the topic of today's hearing, requires the
22	City's larger garages and parking lots to provide
23	bicycle parking spaces. This legislation, Local
24	Law 51 of 2009, was enacted with the anticipation
25	that bicyclists would consistently park their

1	COMMITTEE ON CONSUMER AFFAIRS 4
2	bikes in garages and parking lots. However, we've
3	learned from the Department of Consumer Affairs,
4	or DCA, that while DCA has issued hundreds of bike
5	parking violations to garages and parking lots,
6	less than 1% of the thousands of bike parking
7	spaces that have been made available throughout
8	the City are actually occupied on a daily basis.
9	In addition, while Local Law 51
10	initially include only garages with a capacity of
11	100 or more automobile spaces, just last week the
12	law became effective for garages with capacity of
13	51 or more automobile spaces. Thus, before the
14	Committee considers additional changes for the
15	bike parking requirement in garages and parking
16	lots, we want to know the impact of Local Law 51.
17	to provide some specifics on Local Law 51, it
18	requires each bike parking space to measure at
19	least 2x3x6 feet, with one bike space for every
20	ten automobile spaces, up to 200 automobile
21	spaces, and thereafter. And then thereafter, one
22	bike space for every 100 automobile spaces.
23	So, the Department of Consumer
24	Affairs is charged with enforcing Local Law 51,
25	and was required to report to the City Council

1	COMMITTEE ON CONSUMER AFFAIRS 5
2	within 12 months after the law's effective date,
3	its impact on increasing bicycle parking capacity
4	in garages, including the number and location of
5	bike parking spaces.
6	DCA's November 2010 report to the
7	Council on bicycle parking utilization in garages
8	and parking lots indicated that 939 parking lots
9	and garages met the criteria for inclusion under
10	local law 51. The report included information
11	from 330 of the 939 licensed facilities. Based on
12	the data included in the report, the bicycle
13	parking utilization rate is a very low .55%. At
14	today's hearing we're going to discuss why the
15	utilization rate may be so low. Is it because of
16	the cost of parking a bike in a garage or a lot?
17	Is it because we have seen an increased number of
18	bicycle parking options in New York? Is it
19	because the public just doesn't know that this is
20	an available option for them?
21	In addition to the bike parking
22	utilization provided in DCA's November 2010
23	report, DCA also reported to the Council that it
24	had issuedand I'm not going to preempt your
25	testimony completely, but I did have to include

1	COMMITTEE ON CONSUMER AFFAIRS 6
2	some of these factsthat it had issued 1,855 bike
3	parking violations to garages and parking lots
4	through September 2011. One of the issues and
5	questions we'll have for DCA is exactly when you
6	started so we understand exactly what period of
7	time that 1,855 violations took place. This
8	included 842 violations for inadequate or improper
9	bike spaces, 401 violations for bike spaces that
10	were not protected from automobile spaces by a
11	physical barrier, and 163 violations issued to
12	garages with no bike parking spaces at all.
13	The preconsidered bill on today's
14	agenda was drafted with the understanding that a
15	large number of violations have been issued to
16	garages and parking lots in the face of very low
17	bike parking utilization. So, this legislation,
18	as you will hear form Council Member Koslowitz in
19	a moment, would eliminate the requirement to
20	protect bicycles from motor vehicles by use of
21	physical barriers, and would repeal the parking
22	space dimension requirement as set forth in Local
23	Law 51. So, I could say a little bit more about
24	that, but I am not going to, because I'm going to
25	turn the floor over to Council Member Koslowitz,

1	COMMITTEE ON CONSUMER AFFAIRS 7
2	who is the sponsor of the bill. And after that
3	time we will look forward to inviting DCA to come
4	testify and give us the flavor of how things have
5	been working with Local Law 51 and also to hear
6	their view on the Koslowitz legislation. Council
7	Member? The floor is yours.
8	COUNCIL MEMBER KOSLOWITZ: Thank
9	you, Chair Garodnick and the members of the
10	Consumer Affairs Committee today for hearing this
11	legislation.
12	This bill mixes a commonsense
13	approach with recent data to meet both the needs
14	of cyclists and parking garages in the city of New
15	York. In 2009, the Council enacted Local Law 51,
16	requiring all parking garages and lots with 100 or
17	more spaces for cars to provide and maintain one
18	space for bicycles for every ten car spaces. The
19	law also stated that the garages must provide an
20	area of 2x3x6 feet for all bicycle spaces. In
21	addition, those spaces must be enclosed by
22	physical barrier. A year later, the DCA provided
23	a report to the council that showed that out of
24	5,733 bike parking spaces, only 15.3 spots on
25	average each day. This bill uses this data to

1	COMMITTEE ON CONSUMER AFFAIRS 8
2	amend the law to benefit both bicyclists and
3	garages by removing the designated space and
4	barrier requirements for bike parking, requiring
5	that garages and lots are equipped with racks,
6	poles, hooks, chains and locks, that enable them
7	to park up to one bicycle for every ten automobile
8	spaces, and requiring that bikes are secured with
9	said devices unless they are parked in a location
10	where only employees of the garage or lot can
11	remove the bike. I look forward to the testimony.
12	CHAIRPERSON GARODNICK: Thank you
13	Council Member Koslowitz. And before we go to
14	DCA, I just want to invite Council Member Koppell
15	to say a few words, as he was the sponsor of Local
16	Law 51. Council Member Koppell?
17	COUNCIL MEMBER KOPPELL: Thank you,
18	Mr. Chairman. I am pleased to participate in the
19	hearing today. I was very pleased that the
20	Council passed the original requirement that car
21	parking facilities had to provide spaces for
22	bicycles. The report from Department of Consumer
23	Affairs indicates, as you said a low utilization
24	rate. And we do not want to create hardship for
25	garage owners, so long as space is available. So

1	COMMITTEE ON CONSUMER AFFAIRS 9
2	this bill, by making alternate arrangements or
3	allowing for alternate arrangements rather than
4	spaces that would be occupied by cars, alleviates
5	a burden on the garage owners which may not be a
6	necessary burden because of the low utilization
7	rate.
8	I've done some independent
9	investigation with my staff and it confirms that
10	the utilization rate is indeed very low, and in
11	talking to garage owners, my staff reports to me
12	that they believe that the principle reason is,
13	quite frankly, that people who ride bikes don't
14	like to pay for parking them, and the fees that
15	are being charged are a barrier to usage. I think
16	you correctly also pointed out, Mr. Chairman, that
17	there are now more bike racks. In fact, the City
18	is installing bike racks all over the place, and I
19	guess people are not afraid to attach their bikes
20	to the bike rack and therefore not use a parking
21	garage.
22	I am pleased that the staff of the
23	Council and the Committee are not changing the
24	requirement that the garages still park bicycles,
25	because I think we are in an evolving situation

1	COMMITTEE ON CONSUMER AFFAIRS 10
2	where more and more people are using bicycles to
3	get to work and to get around. And therefore I
4	think it's very premature to alter the
5	requirement, but we're not doing that, and for
6	that reason I'm sympathetic to what we are doing
7	and will investigate it. And just as we can see
8	that we can change the law that we did today, if
9	the law requires further change in the future, I'm
10	sure we or our successors will be able to do that.
11	So, I think it's a reasonable response to the fact
12	that the utilization rate is so low and that
13	people have been getting a lot of violations where
14	they're not reallypeople are not using the
15	facilities. So, they're getting a violation
16	saying you're not keeping enough spaces available,
17	but people are just not there to demand the
18	spaces. If we had some other situation, I would
19	not necessarily support this; but given the
20	situation that exists, I think that as long as the
21	Consumer Affairs Department supports this and as
22	long as the current law is going to remain in
23	effect and indeed be expanded to the smaller lots,
24	as I understand that still is in the law, I'm
25	satisfied. Thank you.

1	COMMITTEE ON CONSUMER AFFAIRS 11
2	CHAIRPERSON GARODNICK: Thank you,
3	Council Member Koppell for your comments and for
4	bringing the initial bill to the Council, which I
5	think we all regard as an important piece of
6	legislation. So, with that, we are going to
7	welcome the Department of Consumer Affairs to the
8	witness table, in what I expect will be the
9	shortest testimony of DCA and Council relations.
10	COUNCIL MEMBER KOSLOWITZ: Wow.
11	CHAIRPERSON GARODNICK: Impressive.
12	I look forward to hearing from you, and I'm sure
13	there's going to be some questions.
14	ERIK JOERSS: I am Erik Joerss,
15	Director of City Legislative Affairs for the
16	Department of Consumer Affairs. Commissioner
17	Mintz has asked me to thank you for the
18	opportunity to appear before you at this hearing.
19	The Department currently licenses
20	1,305 garages, 615 lots and 46 combined
21	facilities, for a total of 1,996 entities. Since
22	Local Law 51 of 2009 became effective, DCA has
23	received a total of 13 consumer complaints related
24	to bicycle parking. In 2001 [sic], the Department
25	issued a total of 135 violations related to the

1	COMMITTEE ON CONSUMER AFFAIRS 12
2	Local Law, which accounted for 11% of all parking
3	garage violations issued during the year.
4	The Department supports Intro 3940.
5	The bill minimizes the burden on businesses and
6	provides flexibility to garage operators, all
7	while ensuring that ample space is provided for
8	people to safely and securely park their bicycles.
9	It appears to be a sensible and practical solution
10	that satisfies all interests. I am happy to
11	answer any questions you may have.
12	CHAIRPERSON GARODNICK: One minute,
13	32 seconds.
14	COUNCIL MEMBER KOPPELL: Did he say
15	2001?
16	FRAN FREEDMAN: He meant 2011.
17	CHAIRPERSON GARODNICK: Yeah, 2011
18	is what we have in the testimony.
19	ERIK JOERSS: 2011.
20	CHAIRPERSON GARODNICK: Thank you
21	for the clarification. Okay, so let me start with
22	just a few questions here, and I know that my
23	colleagues will surely have them. You noted that
24	the Department licenses 1,305 garages, 615 parking
25	lots and 46 combined. How many of themI had

1	COMMITTEE ON CONSUMER AFFAIRS 13
2	cited 939 in my opening, is that still the
3	accurate number of garages and parking lots that
4	fall under Local Law
5	ERIK JOERSS: [Interposing] I don't
6	have an updated number from that. If that's not
7	the exact number I imagine it's still very, very
8	close.
9	CHAIRPERSON GARODNICK: That was
10	the number before it included lots over 51.
11	ERIK JOERSS: Yes.
12	CHAIRPERSON GARODNICK: Okay. And
13	you noted that there were 135 violations issued in
14	2011. But the report that you gave to us
15	indicated 1,855 bike parking violations through
16	September 8th, 2011. Now, give usthat's
17	obviously a big difference there. I assume we're
18	talking about a different time period.
19	ERIK JOERSS: We're talkingyeah.
20	CHAIRPERSON GARODNICK: Tell us,
21	help us understand, 135 violations were in 2011
22	calendar year. But 1,855 were what?
23	ERIK JOERSS: In 2010, after the
24	law took effect in '09, in 2010 we really focused
25	attention on this. We did a sweep on this as kind

1	COMMITTEE ON CONSUMER AFFAIRS 14
2	of an everybody making sure everybody understands
3	the law and is in compliance with it. Since then
4	we have found that the compliance, you know, some
5	degree of the compliance has grown. And the
6	numbers that135 is 11%, is kind of more in line
7	with the amount of bicycle, or at least closer to
8	the percentage of people, of bicycles in the
9	garages versus cars, versus when we did the sweep,
10	which in some ways was disproportionately tackled
11	bicycle parking.
12	CHAIRPERSON GARODNICK: Okay, but I
13	still don't have the answer to my question, which
14	is
15	ERIK JOERSS: [Interposing] 2010
16	there was a sweep done by the Agency, which is
17	where most of that number came from.
18	CHAIRPERSON GARODNICK: Okay. So,
19	if you take 1,855 and you subtract the 135 that
20	you did this year, the rest of them were done in
21	2010?
22	ERIK JOERSS: Yes.
23	CHAIRPERSON GARODNICK: And they
24	were bike parking violation, the 1,855 total that
25	were bike parking violations?

1	COMMITTEE ON CONSUMER AFFAIRS 15
2	ERIK JOERSS: I believe so.
3	FRAN FREEDMAN: Correct.
4	ERIK JOERSS: Yeah.
5	CHAIRPERSON GARODNICK: Okay. Is
6	there a breakdown between the number of violations
7	that you issued to garages as opposed to parking
8	lots?
9	ERIK JOERSS: No. I don't know. I
10	certainly don't have it; I can check if we can get
11	it.
12	CHAIRPERSON GARODNICK: Okay. Do
13	you know if there's any difference between the
14	violations that were issued to garages versus
15	parking lots?
16	ERIK JOERSS: I don't know.
17	CHAIRPERSON GARODNICK: That would
18	be useful for us to know the answer to and ask
19	your follow up on that. You issued, apparently,
20	of those 1,855, 1,005 violations for inadequate,
21	improper, or no bike parking spaces. Do you have
22	the breakdown of those different categories?
23	ERIK JOERSS: Well, what I have is
24	thatwhat we were able to break out was 163 of
25	those were for no bike parking.

1	COMMITTEE ON CONSUMER AFFAIRS 16
2	CHAIRPERSON GARODNICK: Okay. And
3	the rest were either inadequate or improper?
4	ERIK JOERSS: Yes.
5	CHAIRPERSON GARODNICK: Okay. Now,
6	just so we all understand what inadequate and or
7	improper means, does inadequate mean too few?
8	ERIK JOERSS: Inadequate bike
9	parking, yes, would be too few. Improper would
10	be, you know, it doesn't have the concrete
11	barrier, it doesn't have the requisite space.
12	CHAIRPERSON GARODNICK: So,
13	configured improperly in one way or another.
14	ERIK JOERSS: Yeah.
15	CHAIRPERSON GARODNICK: Okay.
16	There's also a waiver provision for garages and
17	parking lots in Local Law 51. If compliance with
18	the bike parking law would result in a violation
19	of the applicable zoning regs, apparently there
20	were 72 violations for no waiver for bike parking.
21	In the situations where you all issued a violation
22	for no waiver, did you also issue a violation for
23	no bike parking spaces?
24	ERIK JOERSS: Let me defer to Fran
25	on that, if I may.

1	COMMITTEE ON CONSUMER AFFAIRS 17
2	CHAIRPERSON GARODNICK: Sure,
3	please. You're good.
4	FRAN FREEDMAN: Thank you, Mr.
5	Chair. Fran Freedman, Deputy Commissioner for
6	External Affairs for the Department of Consumer
7	Affairs. If a garage or parking lot was not able
8	to produce the waiver that allowed them not to
9	comply because of their building code and zoning
10	code, we did issue a violation to them for not
11	being able to produce the waiver, even though
12	strictly by vehicle count capacity they should
13	have had bikes. So that was that waiver.
14	CHAIRPERSON GARODNICK: So, the
15	point is, you did 72 violations of that type.
16	FRAN FREEDMAN: Right.
17	CHAIRPERSON GARODNICK: Somebody
18	needed a waiver, didn't have it.
19	FRAN FREEDMAN: Exactly.
20	CHAIRPERSON GARODNICK: And in that
21	situation you didn't double up and issue another
22	violation for not having bike parking.
23	FRAN FREEDMAN: No, no.
24	CHAIRPERSON GARODNICK: So that was
25	a separate?

1	COMMITTEE ON CONSUMER AFFAIRS 18
2	FRAN FREEDMAN: Exactly.
3	CHAIRPERSON GARODNICK: Okay. The
4	data that you submitted to us about bike parking
5	utilization, did it include garages only or did it
6	include garages and parking lots?
7	FRAN FREEDMAN: Garages, parking
8	lots and combos.
9	CHAIRPERSON GARODNICK: Everybody
10	who was
11	FRAN FREEDMAN: [Interposing]
12	Everyone.
13	CHAIRPERSON GARODNICK:covered
14	by the law.
15	FRAN FREEDMAN: Precisely.
16	CHAIRPERSON GARODNICK: And we
17	think that that number is 939.
18	FRAN FREEDMAN: Yeah, exactly.
19	CHAIRPERSON GARODNICK: Okay. Now,
20	you did a survey of 330 parking facilities and
21	garages.
22	FRAN FREEDMAN: Actually, the
23	Association, the Metropolitan Parking Association.
24	CHAIRPERSON GARODNICK: Sorry,
25	Metropolitan Parking Association.

1	COMMITTEE ON CONSUMER AFFAIRS 19
2	FRAN FREEDMAN: Conducted that
3	survey on our behalf.
4	CHAIRPERSON GARODNICK: Now, the
5	Metropolitan Parking Association represents 330 of
6	the 939, is that the
7	FRAN FREEDMAN: [Interposing] I
8	believe they represent at least 500, and I'm
9	delighted to say that the association is
10	represented here, and I think can be most
11	effective and answering those questions.
12	CHAIRPERSON GARODNICK: That's
13	fine. But what I want to understand from DCA is
14	your comfort in relying on the data just from this
15	particular association. What distinguishes this
16	association from the rest of the parking garages,
17	and why you felt like that is the appropriate way
18	for us to rely on the information?
19	FRAN FREEDMAN: I'm thinking it's
20	exactly because, Mr. Chair, as you have said, they
21	represented at least 500 of those garage and
22	parking lot owners. It's an association with
23	which we have a strong affiliation over many, many
24	years. And we've been mutual conduits of
25	education. We've discussed regulations. We have

1	COMMITTEE ON CONSUMER AFFAIRS 20
2	an ongoing relationship. And in point of fact the
3	Department did not track, does not track bike
4	utilization, so in fact we did have to rely upon
5	their good will in assisting us in this project.
6	CHAIRPERSON GARODNICK: Did you all
7	contact any garages or lots that are not members
8	of this association?
9	FRAN FREEDMAN: We did not.
10	CHAIRPERSON GARODNICK: Okay. So
11	you relied wholly on them.
12	FRAN FREEDMAN: We did.
13	CHAIRPERSON GARODNICK: Okay. All
14	right. I think Council Member Koppell has some
15	questions, and
16	COUNCIL MEMBER KOPPELL:
17	[Interposing] I think I know the answer to this,
18	but just to confirm, are the garages required to
19	post a sign saying that bike parking is available?
20	FRAN FREEDMAN: They are indeed.
21	COUNCIL MEMBER KOPPELL: And that's
22	one of the things you check when you do an
23	investigation or inspection?
24	FRAN FREEDMAN: It's one of the
25	main things we checked, and I can tell you that in

1	COMMITTEE ON CONSUMER AFFAIRS 21
2	terms of the violations, the numbers for which you
3	already have, there were 150 violations given for
4	improper signage for those spaces.
5	COUNCIL MEMBER KOPPELL: Right.
6	And since the number went down a lot between 2010
7	and 2011, can one take that as an indication that
8	more people are complying, for instance, with the
9	signage requirements? I mean, you indicateyour
10	colleague there indicated that in 2010 there were
11	like 1,000 violations and in 2011 only 135, I
12	think. Right?
13	FRAN FREEDMAN: 165, yeah.
14	COUNCIL MEMBER KOPPELL: 165.
15	FRAN FREEDMAN: And I think135?
16	Yeah. Okay. Council Member, just to be very
17	clear, when the law was passed, as my colleague
18	Mr. Joerss said, we conducted sweeps.
19	COUNCIL MEMBER KOPPELL: Right.
20	FRAN FREEDMAN: Which we don't then
21	carry forward. What we do then is we inspect on
22	patrol or in response to complaints. And so
23	that's why you're seeing a diminish in the
24	numbers. I can't say that one can take that
25	variable and say that there's more compliance.

1	COMMITTEE ON CONSUMER AFFAIRS 22
2	COUNCIL MEMBER KOPPELL: So you
3	don't really know whether
4	FRAN FREEDMAN: [Interposing] We
5	don't really know. I can tell you though how many
6	violations were given for no signage.
7	COUNCIL MEMBER KOPPELL: Over 2011,
8	how many were there?
9	FRAN FREEDMAN: Exactly. Do we
10	haveI think we have the breakdown. Or, we can
11	certainly get you that number and then we can
12	compare by percentage.
13	COUNCIL MEMBER KOPPELL: With
14	automobile parking, there's no limit as to how
15	much can be charged as long as it's on the sign.
16	Is that correct or it's not correct?
17	FRAN FREEDMAN: Yes. We don't
18	regulate rates.
19	COUNCIL MEMBER KOPPELL: Right.
20	So, do you do anything to evaluate or, I guess, to
21	provide a report on what rates are being charged?
22	Is there any study of how much is charged for
23	automobile parking and bike parking?
24	FRAN FREEDMAN: We've never
25	conducted such a study, but you know that by law,

1	COMMITTEE ON CONSUMER AFFAIRS 23
2	all garages and parking lots and combos must
3	report rates with the Department, and any changes
4	must be reported within 60 days.
5	COUNCIL MEMBER KOPPELL: And that
6	would also include bicycle parking rates?
7	FRAN FREEDMAN: It does include,
8	absolutely includes bicycles.
9	COUNCIL MEMBER KOPPELL: So, if one
10	wanted to figure out how much was being charged,
11	those reports are with your agency. Is that
12	correct?
13	FRAN FREEDMAN: Those rates are
14	with our agency.
15	COUNCIL MEMBER KOPPELL: The rates,
16	yes. The reports of the rates
17	FRAN FREEDMAN: [Interposing] We
18	don't compileright, we don't compile those in
19	any way in a report.
20	COUNCIL MEMBER KOPPELL: So, if I
21	was interested in knowing what was charged for
22	bicycle parking, could I find that out from you,
23	from your agency?
24	FRAN FREEDMAN: We'd literally have
25	to engage someone in a hand search of the files,

1	COMMITTEE ON CONSUMER AFFAIRS 24
2	but we can certainly do that.
3	COUNCIL MEMBER KOPPELL: Well,
4	could someone else
5	FRAN FREEDMAN: [Interposing] It's
6	time intensive. It's very time intensive.
7	COUNCIL MEMBER KOPPELL:do it?
8	Could I send a staff person to go through the
9	files and check it?
10	FRAN FREEDMAN: Of course.
11	COUNCIL MEMBER KOPPELL: Yes.
12	Okay. Because, I mean, I do thinkI don't know
13	that we want to get involved in price controls,
14	but I think that one major barrier here is the
15	price charge. We saw some signs, as I said, I had
16	my staff do a little bit of a survey of our own,
17	and we saw quite a few signs of \$15 to park a
18	bike. I mean, I think that's a major barrier to
19	people using it. There was one garage, because I
20	looked atmy staff person took some pictures.
21	One garage charged \$5. I think that's a
22	reasonable charge, \$5. But \$15 seems to me to be
23	a very high charge. Now, I don't know if there's
24	anything you can do about it. You don't have
25	price control for cars, so I doubt that price

1	COMMITTEE ON CONSUMER AFFAIRS 25
2	controls for bikes would be a welcome proposal.
3	I'm not saying it one way or the other as far as
4	I'm concerned, but I don't think it's likely to
5	happen. But I think it would be interesting to
6	see whatand to correlate whether the charge does
7	result in increased usage because that would also,
8	I think it would be interesting for the industry,
9	because, you know, if charging \$5 would bring, you
10	know, let's say 10 bikes in a day, and charging
11	\$15 brings in no bikes, it might be better to
12	charge \$5.
13	FRAN FREEDMAN: Well, we're very
14	lucky that we have the association with us, and
15	I'm sure you're going to want to raise it with
16	them.
17	COUNCIL MEMBER KOPPELL: I'll ask
18	them that question. Okay. Thank you.
19	FRAN FREEDMAN: Thank you.
20	CHAIRPERSON GARODNICK: Thank you
21	very much for your testimony. I think we have a
22	couple of follow-ups for you on breakdowns, so we
23	ask that you guys get back to us on that. And we
24	thank you for being here and happy holiday.
25	FRAN FREEDMAN: Thank you. Happy

1	COMMITTEE ON CONSUMER AFFAIRS 26
2	holiday to you. Thank you.
3	CHAIRPERSON GARODNICK: Okay.
4	FRAN FREEDMAN: To all of you.
5	CHAIRPERSON GARODNICK: Our next
6	panel is Vincent Petraro from the Metropolitan
7	Parking Association, Benjamin Feigenbaum from
8	Edison Properties, and Anthony Borelli, from
9	Edison Properties. I don't know if everyone is
10	coming up. Yes? Great. Welcome. And then the
11	next panel is a solo panel, and it's going to
12	include Juan Martinez of Transportation
13	Alternatives. Gentlemen, welcome. And whenever
14	you're ready. Do you want to go ahead, Mr.
15	Petraro?
16	VINCENT PETRARO: Okay, yes. Thank
17	you, Chair Garodnick and members of the Committee.
18	My name is Vincent Petraro. I represent the
19	Metropolitan Parking Association, a trade
20	association of many of the parking lot and garage
21	operators in the City of New York.
22	We have been happy to have been
23	working with the City Council and the Department
24	of Consumer Affairs since prior to the passage of
25	Intro 780-A in the summer of 2009. The members of

1	COMMITTEE ON CONSUMER AFFAIRS 27
2	the Metropolitan Parking Association, since the
3	addition and approval of § 20-327.1, that intro,
4	to the administrative code over two years ago,
5	have diligently prepared their facilities for
6	bicycle parking and have taken all customers who
7	have requested bicycle parking. Regrettably, very
8	few customers have sought to park their bicycles
9	in our members' parking facilities.
10	At the request of the Department of
11	Consumer Affairs, the Metropolitan Parking
12	Association prepared and submitted a study that
13	found that over an eight month period from
14	February 1 through September 30th, 2010, just a
15	little over one half of 1% of bicycle parking
16	spaces were utilized. The actual number was .55%.
17	Therefore, over 99% of allotted bicycle parking
18	spaces remain vacant day in and day out.
19	Since the study was prepared, the
20	percentage usage of bicycle spaces remains
21	unchanged. While we enthusiastically support the
22	accommodating of bicycles in our members' parking
23	facilities, the initial legislation created
24	unnecessary burdens on our members in carrying out
25	this goal. We are hopeful that the new proposed

1	COMMITTEE ON CONSUMER AFFAIRS 28
2	legislation will alleviate some of the burdens of
3	the original bill. Those burdens included
4	providing excessive area for bicycle parking
5	spaces, even when no bicycles were present, and
6	disrupting the operation of parking facilities by
7	allowing bicycle customers to move about areas of
8	the parking facilities where auto customers are
9	not permitted.
10	The Metropolitan Parking
11	Association appreciates the efforts of the City
12	Council in addressing the concerns of the industry
13	while in no way diminishing the implementation of
14	the bicycle parking program. We look forward to
15	continuing to work with the City Council and the
16	Department of Consumer Affairs to make the law
17	even better for both bicycle riders and for
18	operators of parking facilities. Thank you.
19	CHAIRPERSON GARODNICK: Thank you
20	very much. Gentlemen?
21	ANTHONY BORELLI: Sure. Hi. Good
22	morning Chair Garodnick, Council Member Koslowitz,
23	other members of the Committee. Thanks for
24	providing this opportunity for Edison Properties
25	to express our concerns on the proposed

1	COMMITTEE ON CONSUMER AFFAIRS 29
2	amendments. My name is Anthony Borelli. I'm the
3	Vice President of Edison Properties. Vice
4	President for Planning and Real Estate. I'm
5	joined with by Ben Feigenbaum, Executive Vice
6	President for Edison's Parking Operations. He's
7	our expert on day-to-day business operations.
8	I'll provide the remarks. We'll both stay for
9	questions.
10	Just for background purposes,
11	Edison has been in the parking business since
12	1956, when we bought one parking lot. In addition
13	to our parking business, we're involved in other
14	real estate business activities. We operate mini
15	storage, office buildings, residential
16	developments.
17	In terms of parking, Edison
18	currently owns 34 of the 40 facilities it
19	currently operates in New York City, New Jersey,
20	and Baltimore. In New York alone, Edison operates
21	23 facilities throughout Manhattan and Downtown
22	Brooklyn. We're in full compliance with the 2009
23	legislation. Edison provides parking at every
24	single one of its locations. We have a total of
25	approximately 350 spaces.

1	COMMITTEE ON CONSUMER AFFAIRS 30
2	Edison operates its parking
3	business, like all of its businesses, with a
4	spirit of progressiveness and cooperativeness.
5	Last year we supported the City's car share
6	legislation. Also last year we provided the first
7	free public electric vehicle charging station. We
8	now have that capacity at 20 of our locations.
9	And in an effort to make our facilities more
10	attractive to bicyclists, we dropped our rates for
11	parking bikes to \$1 a day, or \$20 a month. Now
12	onto the proposed amendments.
13	As we understand it, the proposed
14	language would require the operator of every
15	garage and lot to provide and maintain locks,
16	chains or other devices with which to secure
17	bicycles. This is a problem for us. Imposing this
18	new responsibility on parking facility operators,
19	us specifically, is generally problematic for two
20	reasons. First, it will create logistical burdens
21	and increased operational costs. We're in the
22	business of parking cars. Our parking attendants
23	are hired and trained specifically to park cars.
24	Setting up a system to manage a rental system for
25	chains and locks and keys I hope is beyond what

1	COMMITTEE ON CONSUMER AFFAIRS 31
2	the council's intent was for providing reasonably
3	secure and accessible parking spaces in our
4	facilities. Secondly, if parking operators are
5	made responsible for chaining and locking bicycles
6	using its own equipment, bailment will be created.
7	As it does for cars that are attended valet
8	facilities, bailment will require insurance for
9	bicycles and everything on the bicycles;
10	accessories, baskets, racks, stuff inside the
11	baskets, etc. Together, these problems would
12	cause Edison and operators like us to increase our
13	fees for parking bicycles in order to account for
14	these additional real costs. We don't want to do
15	this and we don't believe it's consistent with the
16	spirit or the intent to encourage bicycle use in
17	the City.
18	As you know, as I said, Edison
19	provides bicycle parking virtually for free. We
20	do this in order to make our spaces as accessible
21	as possible to bicyclists. Bicyclists are
22	attracted to our facilities not only because they
23	are cheap, but also because by virtue of just
24	being off the street in a staffed facility,
25	fenced, indoors in a garage, our sites are already

1	COMMITTEE ON CONSUMER AFFAIRS 32
2	more secure and safer than no-cost alternatives on
3	city sidewalksbike racks, lampposts, tree
4	guards, etc.
5	Other than these concerns, we're
6	generally supportive of the Council's efforts to
7	fine-tune the City's code, and we agree with the
8	other aspects of the amendment, the proposed
9	amendment. Ultimately we hope that the language
10	requiring operators to provide locks and chains
11	would be removed from the proposed amendment.
12	We're happy to answer any questions, and we're
13	certainly happy to work with any of the
14	appropriate parties to develop an alternative
15	means to promote bicycle ridership in the city.
16	Thanks.
17	CHAIRPERSON GARODNICK: Thank you,
18	Mr. Borelli. Let me just start with a few
19	questions, then I know we've got questions from
20	Council Members Koppell and Koslowitz. First, for
21	the Metropolitan Parking Association. The range
22	of prices that your members are charging for bike
23	parking.
24	VINCENT PETRARO: Right. There is
25	a range of charges. We've heard of a low charge

33 1 COMMITTEE ON CONSUMER AFFAIRS of \$1--2 3 CHAIRPERSON GARODNICK: 4 [Interposing] Now are these, I'm sorry. Is Edison 5 one of your members? б VINCENT PETRARO: They are a 7 member. 8 CHAIRPERSON GARODNICK: They are a 9 member. Okay, got it. So, it ranges from a buck 10 a day. 11 VINCENT PETRARO: I've seen the \$15 12 prices that we've heard about. CHAIRPERSON GARODNICK: What's the 13 14 average? 15 VINCENT PETRARO: I would say the average is closer to about \$5, \$6 a day. Because 16 17 some of the people that have higher rates, there 18 aren't as many facilities, so it brings the 19 average down, so I would say probably more like 20 \$5, \$6, the average. And, you know, as stated, 21 the Association can in no way set prices either or 22 make some kind of talk about it, but there is a 23 range, yes. 24 CHAIRPERSON GARODNICK: Now, of 25 your members, do garage operators typically allow

1	COMMITTEE ON CONSUMER AFFAIRS 34
2	bicycles to park their own bikes or do they opt
3	for the situation where the attendant parks the
4	bikes?
5	VINCENT PETRARO: Most of our
6	members the attendant parks the bikes in a valet
7	fashion.
8	CHAIRPERSON GARODNICK: Okay. Now,
9	from your perspective, why do you think the bike
10	utilization rates are so low?
11	VINCENT PETRARO: I think the bike
12	utilization rates are low for a number of reasons.
13	One, at the same time the Council passed this bill
14	you passed another bill regarding people bringing
15	the bikes into their own offices. And also as
16	stated, there's a lot more bike racks out on the
17	street than there had been in the past. And just
18	also important, I know the price was mentioned, we
19	don't seethere's not a difference, whether
20	you're charging a very low amount or the higher
21	amount as far as bike utilization. In other
22	words, it's still very low no matter what the
23	price would be. I just think that most bicyclists
24	don't want to pay anything and it's because of
25	these other availability options.

1	COMMITTEE ON CONSUMER AFFAIRS 35
2	CHAIRPERSON GARODNICK: In the
3	association's testimony in December 2008 on the
4	bill there wasyou indicated, by you I don't know
5	if it was you specifically, but the Association
6	indicated that older parking facilities posed some
7	specific safety concerns for parking bicycles.
8	The question is, do you still believe that there
9	exists safety concernsfull stop. Well, do you
10	still believe that exists?
11	VINCENT PETRARO: It was I who
12	testified and I still do. And when I meant older,
13	some of the older facilities have narrow lanes.
14	The regulations today provide for wider entrances
15	and things of that sort. Some of the older
16	facilities have narrow lanes. They're steep. And
17	I'm still concerned about the safety, but because
18	of the low utilization it hasn't been an issue.
19	CHAIRPERSON GARODNICK: Do you know
20	of any injuries that any bicyclists or attendants
21	have suffered?
22	VINCENT PETRARO: No.
23	CHAIRPERSON GARODNICK: Okay. As a
24	result of any of this.
25	VINCENT PETRARO: No, I don't know

1	COMMITTEE ON CONSUMER AFFAIRS 36
2	of any, no.
3	CHAIRPERSON GARODNICK: And you had
4	also mentioned liability concerns that the bike
5	parking law might impose on garages. Is that
6	still a concern today?
7	VINCENT PETRARO: Well, we've in
8	formed all the operators back then about speaking
9	to their insurance companies. And since there
10	hasn't been a problem it hasn't beenit's still a
11	concern, but it hasn't come to that level yet of a
12	problem.
13	CHAIRPERSON GARODNICK: And for Mr.
14	Borelli, let's just talk about what you all do
15	that may make you distinct here or what the issues
16	may be specifically for Edison Properties. You
17	said that providing locks and chains would mean
18	that you would need to incur additional costs from
19	what you currently have to do. It might require
20	that you raise your rates. How are you currently
21	parking bicycles? How does it work in the Edison
22	Property garages?
23	ANTHONY BORELLI: At all of our
24	facilities we allow bicyclists to walk their bikes
25	into our lots or into our garages and use our

1	COMMITTEE ON CONSUMER AFFAIRS 37
2	racks to self-lock their bikes. We do not provide
3	valet bicycle parking at any of our facilities.
4	CHAIRPERSON GARODNICK: Okay. So
5	in other words they are bringing their locks,
6	their chains. They're using your racks.
7	ANTHONY BORELLI: Correct. And we
8	would be happy to continue doing that.
9	CHAIRPERSON GARODNICK: Now, you
10	noted that a bailment is created under certain
11	circumstance. And I just want to explore that. I
12	want to explore that a little bit with you as to
13	what are the circumstances that creates a
14	bailment, why a bailment does not exist under the
15	current circumstance and what that would mean for
16	you. So, first of all, why would this create a
17	bailment whereas it doesn't exist today in your
18	view?
19	BENJAMIN FEIGENBAUM: Yes, I'll be
20	happy to answer that.
21	CHAIRPERSON GARODNICK: Identify
22	yourself first, please.
23	BENJAMIN FEIGENBAUM: Benjamin
24	Feigenbaum. I'm responsible for parking at Edison
25	Parking. A bailment is created once I take care,

1	COMMITTEE ON CONSUMER AFFAIRS 38
2	custody and control of the bicycle and it's in my
3	possession having taken it from you, the bike
4	rider, and affixed my lock to it. It creates a
5	stronger connection between my being responsible
б	for the bicycle safety and security and all parts
7	thereto. By asking customers at a very low price
8	to self-park their bike on my lot, my employees
9	don't get involved whatsoever other than to ask
10	the customer to please use their own lock and
11	chain. And then we affix to it a little tag,
12	which isn't material to the bike, which indicates
13	the customer has paid his dollar for the bike.
14	And the tag itself is not material to the security
15	of the bike. The customer therefore keeps control
16	of the bike and we believe there is no bailment
17	created as a result.
18	CHAIRPERSON GARODNICK: So you
19	don't think that Edison Properties would have
20	responsibility if while that bicycle was locked up
21	on your rack in your garage with somebody else's
22	chain, if something happened to the bicycle, you
23	don't think that Edison would be responsible under
24	a bailment theory?
25	BENJAMIN FEIGENBAUM: That's our

1	COMMITTEE ON CONSUMER AFFAIRS 39
2	belief, yes.
3	CHAIRPERSON GARODNICK: I don't
4	know if I agree with that. I actually think that
5	you would be responsible. I'm not sure that there
6	is any real distinction there from a bailment
7	perspective. Now, there may be a difference from
8	a cost perspective, and that I certainly
9	understand. I'm just not certain that you're
10	correct on a bailment theory of the law, but I
11	just wanted to note that. So beforeI think
12	that's really, those are my questions. I'm going
13	to go to Council Member Koppell and then Council
14	Member Koslowitz.
15	COUNCIL MEMBER KOPPELL: Thank you.
16	First of all, I want to compliment Edison on its
17	practice, which I welcome. I'm going to make sure
18	that when I park if there's an Edison facility,
19	I'll use it, at least this customer will. But
20	have you seen, given the fact that you have this
21	very low rate, have you seen greater usage than
22	the usage that other parking lots seem to have?
23	Do you have usage numbers?
24	ANTHONY BORELLI: We do have
25	utilization numbers. I don't have them with me

1	COMMITTEE ON CONSUMER AFFAIRS 40
2	right now. The utilization rate is still
3	relatively low. I think some of our central
4	locations do a lot better than our locations at
5	the periphery. For example, we have a location at
б	44th and 6th, it's full. Every single one of our
7	spaces is used. Some of our spaces along the West
8	Side Highway are not.
9	COUNCIL MEMBER KOPPELL: Yes.
10	ANTHONY BORELLI: I think part of
11	the reason for low utilization overall is that
12	there's such a disparity in pricing that it's not
13	aI don't think that it's sought after in the
14	same way that it might otherwise if everything was
15	\$1.
16	COUNCIL MEMBER KOPPELL: So in the
17	one that's full, how many carsI mean what's the
18	car capacity of that lot, the one that's used?
19	BENJAMIN FEIGENBAUM: 640 spaces.
20	COUNCIL MEMBER KOPPELL: And how
21	many bike spaces do you have?
22	BENJAMIN FEIGENBAUM: I believe in
23	the vicinity of 45 to 60. I don't have the data
24	with me, but it's in that vicinity and every space
25	is used. I might add, Councilman, that a majority

1	COMMITTEE ON CONSUMER AFFAIRS 41
2	of our customers are monthly customers. They
3	prefer the \$20 a month offer. Our transient daily
4	customer is smaller. The monthly is the majority
5	of our customers.
6	COUNCIL MEMBER KOPPELL: That's
7	veryI mean, in a sense that's very encouraging
8	actually that people are in fact using the
9	facility. And how muchso your racks. I mean,
10	how many bikes fit into a space that a car would
11	occupy?
12	BENJAMIN FEIGENBAUM: It depends on
13	whether I need to maintain my two-feet margins.
14	If I would be able to utilize it more fully, I
15	could get as many as 16 spaces, 16 bicycles, into
16	a traditional parking space. But given the
17	limitations, that number is closer to eight as a
18	result of the existing limitations.
19	COUNCIL MEMBER KOPPELL: So the
20	bill would eliminate that two-foot requirement, so
21	that would be favorable for you?
22	BENJAMIN FEIGENBAUM: Very
23	favorable. We very much support that. We think
24	it's great and we'd be able to accommodate more
25	bikes and take up less car space in the process.

1	COMMITTEE ON CONSUMER AFFAIRS 42
2	COUNCIL MEMBER KOPPELL: Well,
3	that's good. So, I understand your concern about
4	the locks, but I meanand we should look at it,
5	Mr. Chairman, and look at that requirement. I
6	mean, I think the Department of Consumer Affairs
7	is very positively oriented towards that
8	particular requirement, so I hesitate to say that
9	we would be ready to take it out. But I
10	understand your concern and I again want to
11	compliment you, because I wish all the garages did
12	what you did. It would make my law a lot more
13	useful. But I don't know how we could do that.
14	Maybe the gentleman from the Metropolitan Parking
15	Association could make some recommendations to its
16	members. Because if you could get 16 bikes into a
17	space for one car, that begins at \$16, that begins
18	to, you know, make up for the fact you're losing
19	cars, if you can put \$16 bikes in a car space.
20	BENJAMIN FEIGENBAUM: And
21	Councilman, to the best of my knowledge, customers
22	who use our spaces do not complain about bringing
23	their locks and chains. I think it's pretty much
24	a standard practice for many bicycle users in the
25	city to have a lock and chain with them. And as a

1	COMMITTEE ON CONSUMER AFFAIRS 43
2	result, to the best of my knowledge, it hasn't
3	caused any problems with people in our lots.
4	COUNCIL MEMBER KOPPELL: Well, I
5	would urge, Mr. Chairman, the staff look at that
6	issue. Because certainly the bikes should be
7	locked up, but I don't think thatmost bike
8	riders who ride in the City do have a lock with
9	them because otherwise, you know, they don't have
10	a way of locking it up wherever they go. But I
11	appreciate, again, I appreciate your testimony and
12	I particularly appreciate the fact that you've
13	encouraged use by charging a low fee. Thank you.
14	CHAIRPERSON GARODNICK: Thank you,
15	Council Member Koppell. Council Member Koslowitz
16	feels that her questions have now been answered,
17	and I will note that we will be happy to raise
18	those comments that you raised, particularly
19	Edison with the issue that you believe is specific
20	to you all, and see whether we can address that in
21	the legislation. And with that, we thank you all
22	for your presence here today and I'm going to call
23	up Transportation Alternatives, which is our last
24	panel of the day. And as soon as you're settled
25	and ready, go for it. And let me also note that

1	COMMITTEE ON CONSUMER AFFAIRS 44
2	Council Member Barron has joined us. Welcome,
3	Council Member Barron. Go right ahead.
4	JUAN MARTINEZ: Thank you, Chair
5	Garodnick, Council Member Koslowitz. I'm here for
6	Transportation Alternatives. I really appreciate
7	the opportunity to provide testimony on the bill.
8	We celebrated the passage of Council Member
9	Koppell's bike parking garages bill in '09, along
10	with bike parking in office buildingsan example
11	of the innovative, thoughtful leadership that this
12	Council has provided in order to provide more
13	transportation options to New Yorkers. This bill
14	strikes us as a well-considered and considerate
15	approach at refining Council Member Koppell's fine
16	work. And just to run through a couple of the
17	changes that make a lot of sense to us. Retaining
18	the same number of spots while adjusting the space
19	requirement is a very sensible compromise. There
20	are a lot of ways to store a bike. There are a
21	lot of solutions to that issue, and 36 cubic feet
22	is probably a bit more than is necessary. But the
23	important thing is keeping the same number of
24	spaces. As we've heard, there are some garages
25	which are already at capacity. Also, I really

1	COMMITTEE ON CONSUMER AFFAIRS 45
2	applaud the sponsor's inclusion of a provision
3	which allows DCA to enforce against a garage which
4	doesn't allow a bicyclist to park their bike. I
5	have very limited experience with bike parking
6	garages. I actually tried to do it for the first
7	time not that long ago after I heard the bill was
8	introduced, and was told that even though the sign
9	on the wall said the bike parking was allowed, the
10	employee told me it wasn't. I think that that's
11	probablyyou know, there are 1,000 explanations
12	for that. And I think that the Committee's
13	interest in prices as the real key there, that
14	sensitivity is very, very helpful. And I really
15	appreciate the interest in doing something more
16	specific on that front, understanding that of
17	course we don't want to get into the price fixing
18	arena. And regards to lock and chains, we agree
19	that most consumers carry their own locks and
20	chains, so perhaps there is some more further
21	refining to be done on that front. But, again,
22	the sensitivity to the price is very, very much
23	appreciated. I think that's probably one of the
24	biggest barriers to widespread usage.
25	CHAIRPERSON GARODNICK: Thank you

1	COMMITTEE ON CONSUMER AFFAIRS 46
2	very much. Thank you for your testimony. And
3	with that I think now is an appropriate time for
4	us again to wish everybody a very happy and
5	healthy holiday, and we'll look forward to taking
6	a look at the comments made today considering any
7	additional changes to this legislation before we
8	move it forward. And with that, thanks everybody,
9	and we are adjourned.

## CERTIFICATE

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

Signature

Date \_\_\_\_12/14/2011\_\_\_\_\_