CITY COUNCIL CITY OF NEW YORK -----Х TRANSCRIPT OF THE MINUTES Of the COMMITTEE ON TRANSPORTATION ----- Х February 29, 2016 Start: 10:20 a.m. Recess: 12:33 p.m. HELD AT: Council Chambers - City Hall YDANIS A. RODRIGUEZ BEFORE: Chairperson COUNCIL MEMBERS: Daniel R. Garodnick James Vacca Margaret S. Chin Stephen T. Levin Deborah L. Rose James G. Van Bramer David G. Greenfield Costa G. Constantinides Carlos Menchaca I. Daneek Miller Antonio Reynoso Donovan J. Richards

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

Meera Joshi, Commissioner and Chair NYC Taxi and Limousine Commission, TLC

Ray Scanlon, Deputy Commissioner Uniform Service Bureau NYC Taxi and Limousine Commission, TLC

David Byer, President Committee for Taxi Safety

Arthur Goldstein Taxi Cab Service Association

Peter Mazer, General Counsel Metropolitan Taxi Cab Board of Trade

David Pollack

Berj Haroutunian, President Black Car Assistance Corporation, BCAC Black Car Base Black Vital Transportation

Erin Abrams Via Transportation

Jose Altamirano, President Livery Base Owners

Nancy Reynoso, Vice Presiden Green Taxis of New York, Inc.

Jean Ryan, Taxis for All Campaign and Disabled in Action of Metropolitan New York

Eva Lisa Valero Taxi Driver

Bill Lindauer New York Taxi Workers Alliance Gafar La Vargas (sp?)

Arnold Serrano

Richard Taylor

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[sound check, pause]

3 CHAIRPERSON RODRIGUEZ: Good morning and 4 welcome to today's hearing of the New York City 5 Council Transportation Committee. Before we begin I 6 would like for us to have a moment of silence for the 7 big things, for the four separate hit and run 8 incidents that occurred over the weekend including 9 NYPD Officer Benson Harrison killed in Network--in 10 Newark; Jose Contreras in the Bronx; Mr. Shinglia 11 (sp?) in Queens; and a cyclist in Brooklyn. [moment 12 of silence] This string of preventable deaths caused 13 by irresponsible drivers who fled the scene after 14 committing these crimes reminds us that we have much 15 more to do to end the epidemic of hit and run in New 16 York City. That's why we are standing with Mayor de 17 Blasio, the Speaker and all my colleagues to address-18 -to address this crisis. We hope that all resources 19 are employed to bring these perpetrators of these 20 crimes to justice, making an example of them to say 21 New York City does not tolerate this criminal act on 2.2 our streets. My name is Ydanis Rodriguez, Chair of 23 the Transportation Committee, and I've been joined by 24 my colleagues Council Member Richards, Chin, 25 Constantinides, and Menchaca. Today, we will hear

2 legislation related to the taxi for--to the taxi and for-hire vehicle industry impacting drivers, bases 3 and passengers a like. We hope to hear today about 4 how the industry might be impacted by this set of 5 bills, and how we can continue to bring parity and 6 7 fairness to a transportation sector undergoing rapid change. This set of bills is designed to bring 8 greater price transparency, and person data security 9 for consumers, increase employment and financial 10 flexibility for drivers, and tighter regulation to 11 12 prevent illegal street hails. We have seen a 13 frenzied (sic) few years as it is related to our taxi 14 and for-hire sector. This is a field shaken up by 15 new entrants into the market, driving by technology 16 innovations that consumers across the city have been 17 drawn to. During this time, we as a city have to 18 struggle to keep pace in response to this development, as many have been caught up in the winds 19 20 of this changing market. But as regulators and as legislators, we have a responsibility to ensure a 21 2.2 level playing field for all players, fair labor 23 practices for workers, and ultimately a product consumers can safely rely upon to get from point A to 24 point B. We at the Council will continue to take a 25

2 strong interest in this area, and will take action 3 when necessary to curb abuses, and maintain healthy 4 competition throughout the industry.

The first bill we will hear today related 5 to the licenses distributed by the TLC, Intro 1095, 6 7 introduced by myself would create a universal license, ending the practice of having separate 8 licenses for the tax--for the taxi and for-hire 9 vehicle sectors. This will increase flexib--10 flexibility for drivers---Give me one second, please. 11 12 [background comments] -- allowing them to drive 13 whichever vehicle they choose without diverting or 14 reapplying when seeking to move from one class to another. This bill will also remove the--the require 15 written exam. Instead, allow TLC the discretion to 16 use other measures to ensure English proficiency. 17 Currently, over 30,000--sorry--over 40,000 drivers 18 driving for app-based companies, and not required to 19 20 take a written English exam, and this bill would bring greater equality between the two classes. 21 2.2 The second we were--we are hearing today 23 Intro 1096, which I also I'm to have sponsored, will

25 most often done in select areas such as the Central

24

crack down on the practice of illegal street hails

2 Business District, airport of major event hubs. We have heard from all sectors of this industry that 3 many drivers in the for-hire vehicle sector are 4 5 driving into Midtown Manhattan or out to the airport 6 and picking up passengers via hails, a practice 7 limiting to yellow taxis. These driver swill sometimes even have marketing materials in their 8 window or on their windshield identifying themselves 9 10 with certain app basis companies who otherwise pick up fares via e-hails to encourage unsuspecting 11 12 passengers to use their services. But then charge passengers through cost rather via the cash list 13 14 transfer. These drivers are essentially operating as 15 gif pickups (sic), as they are not affiliated with a 16 base or, if they are-they are driving with their 17 apps turned off, each of which raises -- raise concerns 18 regarding passengers' safety and the stealing of fares designated to the yellow taxi sector. Intro 19 20 1096, which I am proposing, will increase the penalty for street hails accepted only in the hail zone on 21 2.2 South 96th Street on the west side, and 110th Street 23 on the east side of Manhattan as well as at the 24 airport and certain sports venue. This practice 25 while illegal has profit -- proliferated recently,

2 damaging all sectors in the process, and create 3 unsafe conditions for passengers.

Intro 1092 introduced by Council Member 4 Lanc--Lay--Lancman will review the requirements 5 established by the TLC in relation to for-hire 6 7 vehicle retirement age. This will change the sevenyear registration on vehicles made in 2013, and 8 grandfather in vehicles made before 2012. Under this 9 law, vehicles must undergo annual inspections, but 10 can be used for a longer period of time so long as 11 12 they pass each inspection.

13 Intro 1080 introduced by Speaker Melissa Mark-Viverito, Council Members Garodnick, Torres and 14 15 myself aims to provide greater peace of mind to 16 consumers using apps to e-hail riders. We have heard 17 numerous stories of passengers facing extreme sticker 18 shock following the completion of their ride, not expecting the ad times, astronomical prices due to 19 search pricing or some other pricing mechanism. 20 This bill would end this by ensuring the consumer is given 21 2.2 a fair quote at the time they request a ride with the 23 assurance that the final fare not be any more than 20% higher. Transparency is--in pricing is vitally 24 important as we cannot stand for unknown variable 25

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2 fares that passengers only become aware following the 3 completion of their ride. As riders sharing 4 applications continue to grow in popularity, the volume of personal and financial information 5 collected by these providers continues to increase as 6 7 well. Two issues emerge: The possibility of and indeed confirmed occurrence of rider--of ride sharing 8 companies using information to monitor customers, and 9 their vernable--vernable--vernability of financial 10 11 information.

12 Intro 10--685 (sic) introduced by 13 Council--introduced by Council Member Garodnick and 14 myself would require livery bases, black car bases 15 and luxury limousine bases to take measures to 16 protect information collected from passengers, and 17 only use information collected from passengers when authorized to do so. This company will be required 18 to report any and all security breaches where 19 20 sensitive--sensitive consumer's data, including addresses and financial information has 21 2.2 been jeopardized. This bill will span the aspect of 23 an agreement between Attorney-General Eric 24 Schneiderman and the app-based company Uber following a lawsuit brought against the company to all the 25

2 players in the growing-growing apps-based fields. The committed is interested in hearing from the TLC 3 4 industry partners and advocates of organizations about these bills -- will -- how this bill will impact 5 our city's ever-changing ride-for-hire services. 6 7 Each bill is targeted toward improving these services for the many people employed by and who use the TLC 8 regulated cars. We hope to refine and then build 9 upon this legislation in the coming months as we 10 strive toward a more equitable playing field across 11 12 We also understand that there is mounting a sectors. 13 concern over the lack of accessibility requirements, across all sectors that leaves many New York City 14 15 residents with limited options in the for-hire 16 This is an issue that is very important for sectors. 17 me and the whole committee as well as to the Council, 18 and we look forward to hearing these bills related to the services to the disabilities in the near future. 19 20 Before we begin, I would like to thank my committee staff Counsel Kelly Taylor, Policy Analysts 21 2.2 Jonathan Masserano and Gafar Zaaloff; Financial 23 Analyst Ruju (sic) and Chima--Chima Obichere, my Chief of Staff Carmen de la Rosa, and my Deputy Chief 24 of Staff, Russell Murphy. I now offer my colleague--25

Is Dan here? No? I now offer my colleague Council
Member Dan Garodnick the opportunity to speak on
Intro 658.

5 COUNCIL MEMBER GARODNICK: Thank you very 6 much, Mr. Chairman and I want to thank you for 7 holding this hearing on both of these consumer protection bills, both 658 and Intro 1080. As you 8 noted, Intro 1080 would significantly increase 9 consumer protections in the for-hire vehicle industry 10 by requiring that these companies offer a binding 11 12 fare estimate upon a customer's request before the outset of any trip. Intro 658 would require that the 13 14 Taxi and Limousine Commission come up with a privacy 15 and personal data security policy that affects all 16 bases including those for for-hire vehicle companies. 17 As the taxi and for-hire vehicle industry evolves, 18 consumers are often times left playing catch up. They wonder how and why they are being charged 19 20 certain rates. In for-hire vehicles that may differ from those in yellow Cabs and they may even differ 21 2.2 from what they expect. They give their personal 23 information without being certain how much access drivers of the companies themselves have to that 24 25 data. These bills look to bring parity to the

2 industry and ensure that every passenger regardless of the company that they patronize will provide them 3 with a fair and secure experience. Under proposed 4 law Intro 1080, black cars and limousines must 5 provide a binding fare quote or estimate upon request 6 7 before the ride is booked. The final fare a customers is charged could not be more than 20% above 8 the initial estimate, which will greatly increase 9 price transparency and provide more certainty to 10 passengers. The changes would apply to all black car 11 12 and luxury limousine services including e-hail apps 13 like Uber, Lyft and Via. Under Intro 658, all taxi and cab bases including those for Uber, Lyft liveries 14 15 and any other black cab or e-hail services will be 16 required to implement privacy and security policies, 17 prevent employees from accessing information that 18 does not pertain to their job, and protect customers' financial data. This will ensure that customers will 19 20 be secured against having their personal information violated by any taxi company. Eliminating the price 21 2.2 uncertainty for users of taxi apps and protecting 23 their personal information will greatly benefit the growing numbers of New Yorkers who use these service 24 25 everyday. These are important consumer protection

1 COMMITTEE ON TRANSPORTATION 13 2 bills that I'm very pleased to sponsor. I'm pleased that they are being heard. So I thank you, Mr. 3 4 Chairman, and I look forward to the testimony from 5 the TLC everyone else today. Thank you. 6 CHAIRPERSON RODRIGUEZ: Thank you Council Member Garodnick. I now offer Council Member Lancman 7 the opportunity also to speak on Intro 1092. I'd 8 also like to recognize Council Member Vacca and Jimmy 9 Van Bramer, and I will ask the Administration to--I 10 mean, the counsel to please administer. 11 12 LEGAL COUNSEL: Okay. Please raise your 13 right hand. Do you affirm to tell the truth, the 14 whole truth and nothing but the truth in your 15 testimony before the committee today, and to respond 16 honestly to council member questions? 17 COMMISSIONER JOSHI: I do. 18 LEGAL COUNSEL: Thank you. COMMISSIONER JOSHI: Good morning. 19 20 CHAIRPERSON RODRIGUEZ: Good morning. COMMISSIONER JOSHI: Is this on? Yes. 21 2.2 Okay. Thank you. Good morning Chair Rodriguez and 23 members of the Transportation Committee and members of City Council. I am Meera Joshi, Commissioner and 24 25 Chair of the New York City Taxi and Limousine

2 Commission. Thank you for the opportunity to share the TLC's views on Intro 658, 1080, 1092, 1095 and 3 4 1096, many aspects of which overlap with existing TLC 5 rules and practices. At the outset, I want to make 6 clear how much we appreciate the committee's ongoing 7 interest in and support of our agency, reiterate our desire to work together to further improve the city's 8 for-hire service. In particular, and although not 9 addressed in the current set of proposals, we hope to 10 also work together where possible on other priority 11 12 policy areas such as increased accessibility and accountability across all of our regulated sectors. 13

14 I'll begin with Intro 1092, which would 15 eliminate mandatory retirement for black cars as long 16 as the vehicle passes all inspections required by State Vehicle Traffic Law, the Administrative Code or 17 18 TLC Rules. The impact of this intro would be somewhat less than it appears because the TLC 19 20 eliminated retirement requirement for most of the black car fleet in the spring of 2015. As 21 2.2 background, the TLC first passed a six-year 23 retirement mandate for black cars in April 2008. However, the TLC eliminated the black car retirement 24 requirements for model year 2013 vehicles and after 25

2 in June, 20--I'm sorry--in April 2015. At the same time, the TLC also extended the retirement threshold 3 4 from six model years to seven for all vehicles that were model year 2012 or earlier. Thus, the effect of 5 this intro would be eliminate the retirement 6 7 requirements for approximately 28% of the black car fleet. In contrast to yellow taxi service where 8 passengers do not pre-select the taxi company or 9 10 vehicle model, there's no single operational model in the black car industry, and today we see a much 11 12 greater range of choice for passengers than in years past. With this variety, we agree that applying a 13 14 single retirement schedule for all companies is 15 unnecessary due to existing market incentives to 16 replace vehicles at a rate, which satisfies customer 17 Finally, we know the Council joins us in our demand. commitment to vehicle safety and environmental 18 health, and for that reason it is important to note 19 20 that all black cars are subject to regular updated safety and emissions inspections so that even if the 21 2.2 retirement requirement is eliminated entirely, 23 unsafe, and environmentally unsound, black cars will be removed from service by the TLC. 24

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2 The next intro--Intro 1080 would amend 3 the Administrative Code to include a definition to 4 cover at-base dispatch in the FHV sector, dispatch 5 service provider, a concept that the TLC added to its 6 rules last year. In addition, Intro 1080 would 7 require the black and luxury limo bases as well as dispatchers operating on their behalf neither quote 8 nor charge a fare greater than the fare listed in the 9 rate schedule filed with the Commission. TLC rules 10 have long required filing of and compliance with rate 11 12 schedules. Additionally, under the Intro any passenger who requests it, would receive a fare 13 14 quote, a customer would--could then not be charged 15 more than 120% of this fare quote. Violations of the 16 rule would result in civil penalties unless the 17 provider reduced the far to be in compliance with the 18 120% provision within ten days. The TLC has always supported fare transparency as a powerful customer--19 20 consumer protection tool. It allows passengers to make informed choices from several different modes of 21 2.2 transportation. Yellow and green taxis offer metered 23 fares at published rates, and livery bases must 24 provide binding fare quotes. More recently, in June 25 2015, the TLC adopted rules requiring the provision

2 of fare estimates whenever price multiplier or variable pricing commonly known as surge pricing is 3 used. To avoid sticker shock, these rules require 4 5 that upon request, the base must provide a fare estimate in dollars and cents including any surge 6 7 pricing, and that the customer must affirmatively accept the estimate to initiate service. The TLC has 8 begun routine testing of black car bases to evaluate 9 their performance on price transparency and consumer 10 protection. [coughs] Our testing efforts are 11 12 intended to ensure that the passenger has affirmatively opted in, and accepts the variable 13 14 pricing for all dispatches by black car and lux limo 15 bases, and that whenever requested the passenger 16 receives an estimate of the total fare in dollars and 17 cents inclusive of variable pricing. Additionally, 18 we audit to determine whether the rates are properly displayed on the website or Smart Phone app. 19 20 Although TLC rules do not specifically mandate a maximum amount by which any actual fare may exceed 21 2.2 the estimate, our rules preventing fraud and 23 misrepresentation, provide us with the tools 24 necessary to handle over-charged complaints, and under TLC rules, dispatch service providers are 25

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2 required to give passengers a printed receipt 3 directing them to contact 311 with complaints. Nonetheless, while the requirement of the fare quote 4 5 partially overlaps with TLC's existing regulation, and while we believe that market driven customer 6 7 service concerns will largely prevent companies from charging above a fare estimate, the TLC does not 8 oppose the provision capping actual fares at 120% of 9 the quote. We understand the 120% provision applies 10 to all providers of black car and lux--and luxury 11 12 limousine services not only to those who arrange for 13 transportation by app, and we would request that this sector wide application be clarified so that as our--14 as with our rules the same standards apply to all FHV 15 16 service providers.

17 Finally, the TLC does not support the 18 intro's safe harbor provision, which would allow providers to avoid penalties if they correct a fare 19 20 overcharge within ten days. The actual mechanics of how the provision would function are unclear, and may 21 2.2 prove difficult to enforce. But more importantly, if 23 the prohibition is important, we believe it should be immediately binding to provide full consumer 24 protection for passengers, and include restitution. 25

The TLC always has prosecutorial discretion not to charge if there are mitigating circumstances, but companies that overcharge passners--passengers should not escape having to answer to the TLC for such an overcharge.

7 Intro 1095 would codify in the Administrative Code the TLC's recent practice of 8 issuing a universal license. Until last year, the 9 city offered different driver's licenses for Yellow 10 medallion taxi drivers and for-hire drivers. Because 11 12 medallion licenses--because medallion licensed drivers had to meet a higher standard, the TLC has 13 14 long permitted them to drive for-hire vehicles, but 15 not the reverse. Until recently, for-hire drivers have had to obtain and additional medallion license 16 17 in order to drive a taxi. Last year, the TLC 18 formalized this existing practice with respect to taxi drivers, and upon renewal, issued them all a 19 20 combination medallion and for-hire driver's license amid FHV license. And in December 2015, began 21 2.2 providing experienced for-hire drivers the option to 23 switch to a Med FHV license so they can also drive a 24 taxi. And I'm pleased to note that since its introduction, over 2,000 for-hire drivers have 25

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2	received the new Med FHV license. In this regard,
3	Intro 1095 would align the language of the
4	Administrative Code to TLC's practice, and so we
5	wholeheartedly support these efforts to improve
6	driver mobility, and thank Committee Chair Rodriguez
7	for his personal support of this important local law
8	change. Intro 1095 would also amend the
9	Administrative Code by expanding the existing English
10	proficiency requirement for taxi drivers to all TLC
11	drivers. All drivers must be able to speak and
12	understand English. This requirement comes with a
13	proviso, however, that such an assessment shall not
14	include a written examination. We believe that the
15	existing retirerequirements serve New Yorkers well
16	by allowing passengers to choose the fore-hire
17	service that best meets their needs including their
18	language needs. In a city with a significant
19	immigrant population in which for-hire vehicle
20	driving offers employment opportunities for new
21	arrivals and where some for-hire vehicle service
22	providers may serve those immigrant communities
23	almost exclusively, it's not clear that there is
24	market demand citywide for this language requirement.
25	Additionally, the means by which the TLC would

2 interpret or administer this provision remain unclear. That is, we're not certain how the Council 3 intends for the agency to determine that an applicant 4 is able to speak and understand English. 5 Because these licenses are so crucial for so many first 6 7 generation immigrant families, we would need to work closely with the Council and the Mayor's Office of 8 Immigrant Affairs to ensure that implementation of 9 this expanded language requirement does not 10 inadvertently harm our newest New Yorkers. At a 11 12 minimum the TLC would want to ensure that current 13 licensees are grandfathered in, and do not lose their livelihoods by virtue of this expanded language 14 15 requirement. The TLC looks forward to discussing 16 these policy and operational challenges further with 17 the Council.

18 Intro 1096 would amend the Administrative Code by significantly increasing penalties for green 19 20 taxi drivers picking up passengers by street hail in Manhattan south of West 110th Street and East 96th 21 2.2 Street otherwise know as the Hail Exclusionary Zone. 23 The bill would also provide for enhanced penalties for all drivers where those illegal street hails 24 occurred in certain areas within the city including 25

2 the airports, the hail exclusionary zone, and the areas around sports stadiums in the Bronx, Brooklyn 3 and Oueens. The sections of the Administrative Code 4 that the Intro would amend with respect to green 5 6 taxis were added by the State legislature as part of 7 the Hail Law, and there may be a state preemption issue to the extent that the intro would expand or 8 otherwise alter the provision's scope. Additionally, 9 as to increased penalties for all other illegal 10 conduct, while the intro amends 19-507 Section 11 12 (b) (1), it does not amend or address the existence of 19-506 Section E, which also empowers the TLC to 13 enforce against illegal street hails, but which would 14 15 now provide for different penalties. The TLC would need to meet further with Council staff to clarify 16 17 these issues, as well as to ensure that in each 18 instance, the revised penalties provide a minimum as well as the maximum so that fines, levies--fines 19 20 levied are strong enough to be a real deterrent. Although we welcome additional tools to enforce 21 2.2 against illegal street hails, we are unclear why 23 Intro 1096's first section singles out green taxi drivers for enhanced penalties. Our enforcement 24 25 experience simply does not support the premise that

2 green taxi drivers are violating the Hail Law at a rate requiring specific legislative attention. 3 In 4 the beginning of our green taxi program, and in 5 response to complaints, the TLC did several enforcement actions against green taxis picking up 6 7 street hails in the Hail Exclusionary Zone. Those enforcement actions combined with public messaging 8 including exterior markings making clear that green 9 taxis' limited street hail jurisdiction significantly 10 decreased the amount of illegal green taxi activity 11 12 as is borne out in our numbers. For this reason, the 13 TLC's major concern is with livery and black car drivers illegally picking up street hails in 14 15 unlicensed or so-called straight plate operators 16 doing the same. Unlicensed operators in particular present a serious safety threat to New Yorkers. 17 18 Their vehicles have not been inspected for safety. They do not carry the proper commercial insurance and 19 20 the drivers have not been subject to background checks including criminal and DMV record checks as 21 2.2 well as ongoing drug testing. In addition to 23 depriving customer of their right to a safe ride, every unlicensed illegal trip deprives licensed 24 drivers of income, the city and the state of revenue 25

2 as well as avoiding contributions to make our yellow and green taxis accessible. The TLC regularly 3 4 enforces against unsafe illegal operators, but as you are aware, we lost our best tool last October when a 5 Federal District Court Judge ruled that in certain 6 7 circumstances seizing vehicles used for illegal pickups as authorized under 19-506 of the 8 Administrative Code was unconstitutional. While that 9 litigation continues, we're exploring other 10 enforcement tools. For example, we're summonsing for 11 12 this conduct under provisions of the State Vehicle and Traffic law where the penalty is suspension or 13 revocation of the driver's DMV license or the vehicle 14 15 owner's registration. Further, under Local Law, 16 vehicles are subject to forfeiture where the owner 17 has two or more violations in the past 36 months for 18 unlicensed activity. As the Federal Court decision regarding TLC seizures did not eliminate TLC's 19 20 ability seize vehicles that are subject to forfeiture, we're developing a robust plan to utilize 21 2.2 this enforcement tool. 23 Regarding the provision of enhanced

24 penalties for illegal street hails in specific zones, 25 the TLC cannot support the intro division of the city

2 into different zones. The most important purpose of the prohibition against illegal street hails is to 3 4 protect passengers from entering into unsafe cars with drivers that have not been vetted, and to 5 prevent trips that cannot be accounted for if 6 7 something goes wrong. We believe that passengers citywide deserve the fullest extent of this 8 protection, not just those in Midtown Manhattan, at 9 the airports, Yankee Stadium, Barclay's or City 10 Field. Notably, a few years ago we testified in 11 12 favor of the bill sponsored by Council Member Vacca 13 that elevated fines against straight plates to their 14 current levels. So again, we support increased 15 penalties against this egregious conduct and urge the 16 Council to apply the same penalties citywide.

17 Intro 658 would amend the Administrative 18 Code to require the Commission to develop a policy on information security and use of personal information, 19 20 and to make that policy applicable to livery base stations, black car base stations, and luxury limo 21 2.2 bases. The Intro further specifies that at a minimum 23 the policy covers certain described areas such as permitted use and storage of credit card and personal 24 information and trip records. It would also mandate 25

2 PCI compliance for credit card payment systems as well as requiring notification of security breaches. 3 4 Additionally, the Intro would require the Commission 5 to adopt rules establishing civil penalties of not less than \$200, no more than a thousand dollars for 6 7 violations of these policies. Because the effective date would be 90 days from enactment, the TLC would 8 have less than three months to evaluate, draft, 9 10 notice and promulgate any necessary rules. I note that the Council is not writing on a blank state--11 12 TLC licensees are already subject to a slate. complex set of federal and state laws as well as TLC 13 14 rules governing the use of personal and credit card 15 information. For example, the TLC already requires 16 all base--all bases that collect private information including the location as defined by state law filed 17 18 privacy and security policies with the TLC that meet industry best practices. Bases must already notify 19 20 the TLC and impacted parties in the case of a security breach under the State's General Business 21 2.2 Law, and under TLC rules and bases, of course, 23 already must comply with applicable laws. With regard to PCI standards for collection of credit card 24 information, any entity that collects credit card 25

2 information is already subject to these standards because every credit card company demands it. 3 The TLC takes these existing safequards seriously. We're 4 5 in the process of initiating test--testing of bases 6 that dispatch drives by app like Uber and Lyft to 7 ensure that if the base collects any passenger information through the app such as credit card 8 number, name, phone number, address or email address 9 it has filed privacy and security policies with the 10 TLC using industry best practices, the key 11 12 requirement of which is that the data is safequarded and only used for authorized purposes. Additionally, 13 14 a base must file any trade or brand names with the 15 Commission that they use in their passenger facing 16 Smart Phone apps so companies can be linked back to 17 the responsible -- so complaints can be linked back to 18 the responsible company. Outside of the TLC there are other enforcement mechanisms that in place 19 20 against market participants to ensure robust security policies. In that regard, I note the State Attorney 21 2.2 General's recent settlement with Uber of its alleged 23 breach of State Data Security Law. Against the 24 backdrop of consumer protections, we are supportive of Council's intent to emphasize the importance of 25

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2	privacy and sortsecurity protections in Local Law,
3	but we're also somewhat wary of prescriptive
4	codification of testing standards in this rapidly
5	changing field. So we look forward to working with
6	Council on reinforcing the existing protections while
7	also allowing flexibility for future changes. Thank
8	you for the opportunity to testify on these bills,
9	and I'm happy to answer any questions you may have.
10	CHAIRPERSON RODRIGUEZ: Thank you. I
11	would like to also recognize Council Member
12	Greenfield who was here, and Council Member Levine.
13	First, I have a few questions and, of course, my
14	colleagues they also have some questions. The first
15	one is what is the fine for illegal street hail as
16	today?
17	COMMISSIONER JOSHI: I'm going to have
18	Deputy Commissioner Ray Scanlon give you a summary of
19	all the relevant fines. There's two provisions that
20	we summons under. One is our TLC Rules, and that's
21	when the illegal street hail is performed by someone
22	who's already licensed by the TLC and the second is
23	the Administrative Code, and that is when the person
24	who's performing the illegal street hail has no TLC
25	license. They're entirely unlicensed. [background

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2	noise, pause] Under the Ad Code the range is in 19-
3	506(e) it begins for straight plates I believe at
4	actually, if someone hands me the Ad Code, I can look
5	it up. [background noise, pause]
6	Good morning.
7	CHAIRPERSON RODRIGUEZ: Good morning.
8	DEPUTY COMMISSIONER SCANLON: My name is
9	Ray Scanlon. I'm Deputy Commissioner for TLC's
10	Uniform Service Bureau, which includes enforcement.
11	So our primary rule that we would cite against a
12	licensee for an illegal street hail is in our rules,
13	Title 55, page 19-A, which carries a fine of \$500,
14	and there's also a second offense. I believe it's
15	\$750 for a second offense within
16	CHAIRPERSON RODRIGUEZ: \$750 the second
17	one.
18	DEPUTY COMMISSIONER SCANLON:12
19	months. [pause] [background comment] Oh, the
20	second offense is \$1,500
21	CHAIRPERSON RODRIGUEZ: [interposing]
22	\$1,500.
23	DEPUTY COMMISSIONER SCANLON:within 24
24	months, and then the third offense within 24 months
25	would be revocation.
I	

1 COMMITTEE ON TRANSPORTATION 30 2 CHAIRPERSON RODRIGUEZ: Twenty-four 3 months? DEPUTY COMMISSIONER SCANLON: Twenty-four 4 months. In a 24-month period, correct. 5 COMMISSIONER JOSHI: And that's for the 6 7 licensed. DEPUTY COMMISSIONER SCANLON: That's for 8 a licensed FHV driver. 9 CHAIRPERSON RODRIGUEZ: Thank you. What--10 11 what--12 DEPUTY COMMISSIONER SCANLON: 13 [interposing] Unlicensed--14 CHAIRPERSON RODRIGUEZ: --is it--what--15 what is the fine for those drivers such in my case 16 targets to 25th and Broadway, but they don't have any 17 license at all from TLC? 18 DEPUTY COMMISSIONER SCANLON: Right, we-that's what we call straight plates, and we would 19 20 summons them under the New York City Administrative Code 19-506(b)(2), which carries a first offense fine 21 22 I believe of \$1,500, and then a second offense fine 23 within 36 months of \$2,000. 24 25

1 COMMITTEE ON TRANSPORTATION 31 2 CHAIRPERSON RODRIGUEZ: \$2,000? Do you 3 have the number of how many of those cases--drivers have--have--in 2015 you were able to give summons? 4 COMMISSIONER JOSHI: So in 2015 between 5 6 Manhattan and the airports, which I know is the 7 primary area of concern, it was almost 16,000 drivers, owners and drivers summons for illegal 8 9 street hail. CHAIRPERSON RODRIGUEZ: Amen. 10 CHAIRPERSON RODRIGUEZ: Citywide that 11 12 number was about 24,000. 13 CHAIRPERSON RODRIGUEZ: 24,000 and--and 14 how many of those were given to those drivers such as 15 in my case target to 25th or in-or other places in 16 Queens who they are picking up passengers without 17 having any license from TLC? 18 COMMISSIONER JOSHI: I don't have the breakdown immediately for those that given to TLC 19 20 licenses versus straight plates, but I'm happy to provide that breakdown for you. 21 2.2 CHAIRPERSON RODRIGUEZ: Do you think that last number is in the hundreds or thousands? 23 COMMISSIONER JOSHI: The majority of them 24

will probably be straight plates.

1 COMMITTEE ON TRANSPORTATION 32 2 CHAIRPERSON RODRIGUEZ: But I think that 3 they were--that number is in the hundreds? 4 COMMISSIONER JOSHI: It's in the--it's 5 going to be in the thousands. CHAIRPERSON RODRIGUEZ: In the thousands? 6 COMMISSIONER JOSHI: Yeah because the 7 total number is 24,000. 8 DEPUTY COMMISSIONER SCANLON: [off mic] 9 It's 30,000. (sic) 10 11 CHAIRPERSON RODRIGUEZ: No, but I'm 12 saying for those individuals that don't have any license? 13 14 COMMISSIONER JOSHI: That are wholly 15 unlicensed if--the number will be in the thousands. 16 CHAIRPERSON RODRIGUEZ: Okay. When you 17 look at a number, how many--what is the number of 18 summons you've been giving to illegal street hails down 96th Street in the West Side and down 110th 19 20 Street in Manhattan. 21 [background comments] 2.2 COMMISSIONER JOSHI: So in calendar year 23 2015, that number was 6,800, approximately 6,800 and in calendar 2014, 7,500. 24 25

2	CHAIRPERSON RODRIGUEZ: So most of the
3	summons given for streetfor illegal street hail
4	were not given toin 9096th and 110th Street?
5	COMMISSIONER JOSHI: A large number of
6	our summonses are given at the airports. So for
7	example, in calendar year 2015, over 9,000 summonses
8	given at the airports, and in calendar year '13'14
9	when we didn't have the additional squads that we
10	have today, it was about 4,000.
11	CHAIRPERSON RODRIGUEZ: Okay. So when we
12	put airport aside, in my case is I would like to see
13	the number and what is the difference between summons
14	given down 96th and 110 in Manhattan compared to the
15	other area putting aside the airport.
16	COMMISSIONER JOSHI: Putting aside the
17	airport, it's about 6,800 out of 24,000.
18	CHAIRPERSON RODRIGUEZ: 6,800?
19	COMMISSIONER JOSHI: Uh-huh.
20	CHAIRPERSON RODRIGUEZ: In Manhattan
21	southsouth 96 Street?
22	COMMISSIONER JOSHI: Yes.
23	CHAIRPERSON RODRIGUEZ: And what is the
24	number in the outer borough without our airports?
25	

1 COMMITTEE ON TRANSPORTATION 34 2 COMMISSIONER JOSHI: Taking the airports 3 out? CHAIRPERSON RODRIGUEZ: Yes. 4 COMMISSIONER JOSHI: It's 2,400 minus 5 9,000. 6 7 CHAIRPERSON RODRIGUEZ: 24,000? COMMISSIONER JOSHI: Minus 9,000. 8 9 CHAIRPERSON RODRIGUEZ: So we are thinking that most of the illegal street hail happens 10 11 on 96th Street in the West Side and South 110th 12 Street in the East Side? [pause] Say 6,800 and--13 COMMISSIONER JOSHI: [interposing] 6,800 14 for Manhattan, the Hail Zone--15 CHAIRPERSON RODRIGUEZ: [interposing] 16 South--south 9--17 COMMISSIONER JOSHI: -- about 9,000 for 18 the airports, and citywide 24--CHAIRPERSON RODRIGUEZ: [interposing] 19 20 Yeah. 21 COMMISSIONER JOSHI: --24,000. 2.2 CHAIRPERSON RODRIGUEZ: So definitely the 23 numbers there like the vast majority of illegal street hail based on the number of summons has 24 25

1	COMMITTEE ON TRANSPORTATION 35
2	happened in 2015 south 96th on the West Side and
3	South 110 in the East Side?
4	COMMISSIONER JOSHI: That is oura hot
5	bed of activity yes.
6	CHAIRPERSON RODRIGUEZ: What is it?
7	COMMISSIONER JOSHI: That is athat is a
8	concentration of illegal activity. Yes.
9	CHAIRPERSON RODRIGUEZ: Yes. Okay, so we
10	can agree with that one. So mymy second question
11	is onon the universaluniversal license. How many
12	cars affiliated with the app services?
13	COMMISSIONER JOSHI: How many cars?
14	Well, Uber, for example, has about 30,000 affiliated
15	with them. Lyft I think has much fewer, but they
16	still have the ability to dispatch to any car that is
17	a black and to day we have over 40,000 black cars.
18	CHAIRPERSON RODRIGUEZ: Okay, so and then
19	based on the number that we had like 75 at the
20	company that they have raised already?
21	COMMISSIONER JOSHI: I think we probably
22	have a lot more than that today. The last time I
23	testified last year at a hearing, you had on apps.
24	Wewe quoted number 75, but that number has grown.
25	As we do our testing for compliance for our new
I	

1 COMMITTEE ON TRANSPORTATION 36 2 Apples, we're discovering more and more bases that 3 are utilizing apps. CHAIRPERSON RODRIGUEZ: So the number is 4 we can say altogether should be close--5 COMMISSIONER JOSHI: [interposing] It's 6 7 hundreds. 8 CHAIRPERSON RODRIGUEZ: --to 50? 9 COMMISSIONER JOSHI: Yes. 10 CHAIRPERSON RODRIGUEZ: Fifty passengers, I would say that number. 11 12 COMMISSIONER JOSHI: I'm sorry. 13 CHAIRPERSON RODRIGUEZ: Uber, Lyft, Via 14 and the other drivers together --15 COMMISSIONER JOSHI: [interposing] 16 Together that's 40--over 40,000 vehicles. 17 CHAIRPERSON RODRIGUEZ: Over 40,000 vehicles? 18 COMMISSIONER JOSHI: Yes, including all 19 20 other traditional black car bases. CHAIRPERSON RODRIGUEZ: What is the 21 English requirements that those drivers has? 2.2 23 COMMISSIONER JOSHI: There is no English 24 requirement for black car drivers or our livery drivers. They're--25

2	CHAIRPERSON RODRIGUEZ: Have youhave
3	youhave you documented any complaints fromfrom
4	any consumers about the trouble on being not able to
5	communicate because of English and the lack of
6	drivers to speak the language?
7	COMMISSIONER JOSHI: We looked through
8	our complaint database in anticipation of this
9	question, and did not find any complaints in the FHV
10	sector.
11	CHAIRPERSON RODRIGUEZ: So you looked at
12	the technology in order toare there in our time
13	where if we're talking about more than 40,000 being
14	provided excellent services if we want to look at
15	like that. We have not complaint from any consumers
16	that
17	COMMISSIONER JOSHI: [interposing] Yes.
18	I mean those complaints that come directly to us. if
19	people file complaints directly with the base, we
20	won't see them. So people that decide to call 311
21	and complain there is no groundswell of complaints
22	against language barriers in the FHV industry.
23	CHAIRPERSON RODRIGUEZ: Great. Andand
24	for me again this is about when we talk about the
25	universal license, there's a case already for anyone

1 COMMITTEE ON TRANSPORTATION 38 2 that would say, okay, but how will someone be able to communicate when he or she need the services. 3 We can work with the--with TLC and--and be able to have--the 4 5 tools are in lace so that, you know, the language requirement is taken care by knowing that there's 6 7 more than 40,000 drivers in New York City affiliated with Uber, Lyft, Via and others that they are 8 providing the services without having any 9 requirements of English as--as--as one of the 10 11 requirements. 12 COMMISSIONER JOSHI: And I would 13 actually, 40,000 is the number of vehicles. The 14 number of drivers is 90,000. 15 CHAIRPERSON RODRIGUEZ: 90,000? 16 COMMISSIONER JOSHI: Yes. 17 CHAIRPERSON RODRIGUEZ: Great. And--and 18 how many drivers do we have in yellow? COMMISSIONER JOSHI: In yellow we have 19 20 about 57,000 drivers. 21 CHAIRPERSON RODRIGUEZ: 57,000. How many 2.2 livery? COMMISSIONER JOSHI: 90,000. Well, I--I 23 24 don't distinguish between livery and black car because they can drive either. Together that's 25

1	COMMITTEE ON TRANSPORTATION 39
2	90,000 FHV drivers. Okay, great. So I will get back
3	
3	to other questions, but first I would like to be able
4	to turn it to my colleague Council Member Garodnick.
5	COUNCIL MEMBER GARODNICK: Thank you
6	again, Mr. Chairman, and Madam Chair I wanted to
7	follow up on both 1080 and 658. So first of all,
8	thank you for your general support of 1080. We'll
9	take a look at that safe harbor provision that you
10	you mentioned. What I wanted to ask you specifically
11	is whether we need more detail on the contours of a
12	fair estimate. The idea that we would say okay, you
13	need to offera for-hire vehicle company needs to
14	offer the public a binding fair estimate. One might
15	reasonably assume that that would be arranged. Like
16	if the average fare was like a \$15 fare maybe the
17	range would be somewhere between \$15 and \$18 or \$15
18	and \$20. If one of these companies decides to
19	instead to give you a range of \$15 to \$115, thethe
20	benefit of a fair estimate becomes less beneficial.
21	COMMISSIONER JOSHI: Yes.
22	COUNCIL MEMBER GARODNICK: Howhow do
23	youth ink we should deal with that particular
24	question?
25	

2 COMMISSIONER JOSHI: I--I think it's a 3 really good point because you could create a loophole that destroys the protection that the--that our rules 4 5 and your proposed Local Law are designed to provide. One way--one I would, you know, make sure that the 6 7 word estimate is not part of the language because that may raise the question of whether it could ever 8 be binding because it's an estimate. So quote I 9 think is the better--is the better terminology, and 10 second, there would probably be have--have to be some 11 12 thought to a maximum amount -- amount of the range. 13 You know, is it done in dollars? It can't be 14 arranged more than \$10 or is it done in a percentage? 15 Although, not as exact, I would advocate for 16 something in dollars because that's what the passenger can easily understand if a passenger is 17 18 trying to figure out whether a quote is in line with local law or not, and they're apt to convert it to 19 20 I think it becomes a little cumbersome, percentages. and you lose some of the effectiveness. 21 2.2 COUNCIL MEMBER GARODNICK: Well, it may 23 be that if--even if you did a percentage that was a requirement on the company, it could be translated to 24 25 the consumer, you know, dollar amount.

2 COMMISSIONER JOSHI: Yes, I--I think the 3 key is that the consumer needs to see--and maybe I'm 4 speaking for myself personally because I hate math. 5 I'd rather see things in dollars and cents too.

6 COUNCIL MEMBER GARODNICK: I think that's 7 absolutely right, and I do think that we need to -- to make sure that we're talking about if they're 8 estimates that they're estimates that feel closer to 9 quotes as opposed to estimates, which create a--a--10 you know an enormous loophole that become 11 12 meaningless, and I think that that's something that we need to--to also take a look at here. So thank 13 you. On 658, I--I understand your testimony that the 14 15 TLC is as you put it wary of presumptive codification 16 of--of testing standards and, you know, and I think that that makes -- Sorry. I'm just reading my own 17 18 handwriting. Prescriptive codification of testing standards. That said, I thin that many of us on this 19 20 committee have concern about maybe leaving it a little too amorphous. So I wanted to just probe on 21 2.2 that a little bit more because your rules require 23 that app privacy and security policies meet industry best practices. Give us a sense of what exactly that 24 25 means to you. In your testimony you said the key

2 requirement is that data is safeguarded and only used 3 for authorized purposes. But what else does that 4 mean for it to be industry best practice, and have 5 you ever found that an app was not meeting that 6 standard?

7 COMMISSIONER JOSHI: Right. So we look to things like there is a group that has sort of ten 8 privacy princ--principles, the International 9 Association of Privacy Professionals, and we use 10 those sort of ten princi--principles to monitor the 11 12 adequacy of privacy and security. And--and those may change over time as people--what people collect 13 14 changes over time. But one is consumer choice and 15 I mean they're all things that are outlined consent. 16 in you bill. Consumer choice and consent, that information is only used for specific purposes, and 17 18 that the consumer has consented to that. But another source for us is the Attorney General's Office who 19 20 weighs in and provides us with feedback on what they believe are right protocols especially with respect 21 2.2 to who--which employees have access to data, and what 23 purpose--the company specifies what purpose the access is for. So those are the types of things. 24 25 But, you know, so do work with the Attorney General's

2 Office and they do make specific--specific detailed requirements I think on a case-by-case basis when 3 they come up. And when we passed our rule, they gave 4 us general feedback, and that's really the guidelines 5 6 that we use. But I--I think we just want to make 7 sure that whatever guidelines are in place, they're fluid enough so that if there's changes in the market 8 and the best practices change that the Local Law is 9 never behind whatever best practice model--10

11 COUNCIL MEMBER GARODNICK: [interposing] 12 I--I think that that's fair, and we want to make sure 13 that you have the tools to make it a floor rather 14 than a ceiling on privacy protections--

15 COMMISSIONER JOSHI: [interposing] Uh-16 huh.

17 COUNCIL MEMBER GARODNICK: --but that 18 itself should not be a reason for us not to spill out 19 the ones that I think we would all recognize would be 20 the base level of privacy protections that should be 21 ensured for any particular ride.

COMMISSIONER JOSHI: I do also want to note, and this is something that--it's an operational concern of the agency. So as Council Member Rodriguez asked me earlier how many apps are out

2 there now, last year we said maybe 75. Now, we think there's much more than that, and as every new app 3 crops up, that reviewing the privacy and security 4 5 policies against detailed criteria is an exercise 6 that becomes a -- a larger one, one that -- You know, we're not--we're not disinclined to take on new work, 7 but we're operationally our-our budget is designed 8 to take care of safety and admissions inspections, 9 field enforcement and other regulatory purposes. 10 This is a new area for us. So with the growth it 11 12 would demand new resources as well as new expertise within the TLC. 13

14 COUNCIL MEMBER GARODNICK: I--I think 15 that I understand that, and I think that it also 16 suggests that the more prescriptive we are oddly enough, the less work on the TLC to actually have to 17 18 figure out what industry best practices are and, therefore, perhaps less of an obligation on you to 19 deal with something, which is not part of your core, 20 you know, daily mission at least. Let's talk about 21 the--the TLC's rules themselves because at a 2.2 23 transportation hearing back in December of 2014, you had testified that TLC's catch-all provisions that 24 prohibit for-hire vehicle base owners and driver from 25

1	COMMITTEE ON TRANSPORTATION 45
2	acting against the best interest of the public would
3	allow the Commission to penalize actors that are
4	misusing data and personal information. Do you think
5	that thatyou still that that is true? Do you think
6	that that provision of the rule allows you toto go
7	after a violator here?
8	COMMISSIONER JOSHI: Yes, I do.
9	COUNCIL MEMBER GARODNICK: Okay, and do
10	youdo you think that you would be aided if we had
11	additional delineation of what those rules were in
12	local law or do you think that you have in catchall,
13	that they are in the best of the public? Do you
14	think that that would be able to be supported if
15	supported if challenged?
16	COMMISSIONER JOSHI: I think we would be
17	able to adequately enforce on either scenario. I
18	think a defense attorney would have a harder time
19	raising a defense in the second scenario that you
20	outlined where there was more specificity.
21	COUNCIL MEMBER GARODNICK: Okay. The
22	biggest data breach that we have seen involving taxi
23	or FHV apps was actually involving information about
24	drivers, not riders. So that would the God view
25	example I think got a lot of press about, you know,

1 COMMITTEE ON TRANSPO	ORTATION
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2 the possibility of following an individual rider 3 around. The biggest data breach we've seen involved 4 drivers. Was TLC notified when Uber driver 5 information was hacked back in September of 2014?

COMMISSIONER JOSHI: We wrote to Uber as 6 7 soon as we became aware of the security breach, and asked them to notify us if any New York City drivers 8 were impacted by the security breach. 9 They wrote to us and told us that no New York City drivers were 10 impacted by security breach. Our require them had a 11 12 New York City driver been impacted to notify us as 13 well as the State. The State obviously had a 14 different issue. They say statewide there is some 15 disconnect there because Uber doesn't operate outside 16 of New York City, but they--the State followed up on-17 -on their--on the basis of the statewide rule.

COUNCIL MEMBER GARODNICK: And--and do any of your existing rules at TLC limit how an app can use or store driver information?

21 COMMISSIONER JOSHI: Our rules that we 22 passed last year that say you must have privacy and 23 security policies that are aligned with best 24 practices mean that the way that they store--gather 25 and store and use that information must be in line

1 COMMITTEE ON TRANSPORTATION 47 2 with what the -- sort of the ten principles of the International Association of Privacy. 3 4 COUNCIL MEMBER GARODNICK: And the ten 5 principles of International forgive me I don't--I don't know all--6 7 COMMISSIONER JOSHI: [interposing] And that's one best practice. There are other places you 8 could go, but you can--9 10 COUNCIL MEMBER GARODNICK: [interposing] But that's the one that you--it sounds like you point 11 12 these app companies toward, that International Standard of Best Practices. 13 14 COMMISSIONER JOSHI: We don't define best practices in our rule, but if somebody was curious as 15 16 to what we would use, that's--that's what we would 17 use. 18 COUNCIL MEMBER GARODNICK: And those are privacy best practices for both riders and driver 19 20 information? COMMISSIONER JOSHI: It's for any private 21 2.2 information as defined by state law. 23 COUNCIL MEMBER GARODNICK: And--24 COMMISSIONER JOSHI: [interposing] So that works for both. 25

2	COUNCIL MEMBER GARODNICK: It does work.
3	Okay, that was my follow-up question. Okay. All
4	right. Well, it looks like we've gotwell, the last
5	from me. Thank you, Mr. Chairman, for the time. We
6	have aa penalty for violations here that is maximum
7	of a thousand dollars. Considering what you had said
8	about the safe harbor provision in that first bill,
9	and the concern that if you actually are in a
10	position where you're, say, overcharging a customer
11	or perhaps even in this situation, violating their
12	privacy, stealing personal data or whatever, do you
13	think a thousand dollars is enough?
14	COMMISSIONER JOSHI: Iit depends
14 15	COMMISSIONER JOSHI: Iit depends whether what you're calling a violation. So ifif
15	whether what you're calling a violation. So ifif
15 16	whether what you're calling a violation. So ifif it's every instance a thousand dollars can add up.
15 16 17	whether what you're calling a violation. So ifif it's every instance a thousand dollars can add up. If hundreds of people's personal information is not
15 16 17 18	whether what you're calling a violation. So ifif it's every instance a thousand dollars can add up. If hundreds of people's personal information is not usedis used inappropriately that sometimes is hard
15 16 17 18 19	whether what you're calling a violation. So ifif it's every instance a thousand dollars can add up. If hundreds of people's personal information is not usedis used inappropriately that sometimes is hard to quantify. So another way to go about it is to
15 16 17 18 19 20	whether what you're calling a violation. So ifif it's every instance a thousand dollars can add up. If hundreds of people's personal information is not usedis used inappropriately that sometimes is hard to quantify. So another way to go about it is to provide a much harda much larger fine, but we are
15 16 17 18 19 20 21	whether what you're calling a violation. So ifif it's every instance a thousand dollars can add up. If hundreds of people's personal information is not usedis used inappropriately that sometimes is hard to quantify. So another way to go about it is to provide a much harda much larger fine, but we are dealing with large companies asof great means. So,
15 16 17 18 19 20 21 22	whether what you're calling a violation. So ifif it's every instance a thousand dollars can add up. If hundreds of people's personal information is not usedis used inappropriately that sometimes is hard to quantify. So another way to go about it is to provide a much harda much larger fine, but we are dealing with large companies asof great means. So, a thousand dollars is sort of a pittance for them.

25

2 for the moment, but I--I want to make sure that to the extent that you have a violation of the policy 3 4 it's not a one thousand dollar experience. I mean if you're a thousand dollars for the entire universe of 5 your--your vehicles, that's a different story than 6 7 you're hit once for an overall system wide violation of privacy. So I do think that we need to make sure 8 that we get that right, and I think your--your point 9 is correct that these are companies of means this--10 when you're talking about consumer privacy it has to 11 12 be more than cost of doing business like penalties, and we need to get that right. So, than you for that 13 14 and, Mr. Chairman, thank you for your--your 15 generosity on the time. 16 CHAIRPERSON RODRIGUEZ: Before calling my 17 colleagues Menchaca and Lander, two questions? How 18 many complaints do you get regarding pricing in black cars? 19 20 COMMISSIONER JOSHI: We get very few complaints overcharges. Than may be that people go 21 2.2 directly to the company, but it's not a--it's not a 23 large source of complaints for us. CHAIRPERSON RODRIGUEZ: Great. 24 And also

can a--can a taxi driver who is affiliated with an--I

1	COMMITTEE ON TRANSPORTATION 50
2	mean a livery taxi driver that is affiliated with one
3	of the base, can they also work foruse the
4	application of Uber and Lyftand Lyft?
5	COUNCIL MEMBER GARODNICK: A livery
6	driver I believe LyftI mean I believe Uber has one
7	livery base. So they could work for that livery base,
8	but other than thatlet me step back. So a driver
9	can work for either a black car base or a livery
10	base. A vehicle that's been designated as a livery
11	car can only do jobs for a livery base.
12	CHAIRPERSON RODRIGUEZ: In 2015, how many
13	cases have you loggedhave your enforcement
14	identified of livery taxi drivers that are raised
15	here (sic) as working for the livery that also having
16	worked for Uber?
17	COMMISSIONER JOSHI: We did find several
18	instance of that, hundreds of instances and we did a
19	partwe did a prosecution, and I believe there was a
20	settlement reached and a penalty paid by the company
21	for that illegal cross-dispatch.
22	CHAIRPERSON RODRIGUEZ: Do you think that
23	this is something that currentlythis happened very
24	often?
25	

2	COMMISSIONER JOSHI: WeIwe started
3	our case last year based on complaints that we were
4	getting, and uncovered a pattern. The company since
5	assured us that it's not happening any more, and I
6	haven't receivedwe as an agency haven't received
7	recent complaints. But if you're aware of instances,
8	please let us know. We're happy to investigate.
9	CHAIRPERSON RODRIGUEZ: But I mean I'm
10	not going to be the one bringing the cases to you.
11	My thing is based on what you hear from livery bases
12	owners, based on what your own team have been able to
13	identify, based on what happened in 2015, do you
14	thing that this is something that is currently
15	happened today that we have thousand of livery
16	drivers that they are affiliated with bases, that
17	they are also are using, working with Uber apps?
18	COMMISSIONER JOSHI: I can't speculate on
19	that. I haven't reviewed any complaints of that
20	nature recently.
21	CHAIRPERSON RODRIGUEZ: Is there any
22	current open investigation going on?
23	COMMISSIONER JOSHI: I couldn't comment
24	on open investigations, but I'm happy to if you have
25	or youror instances
l	

1	COMMITTEE ON TRANSPORTATION 52
2	CHAIRPERSON RODRIGUEZ: [interposing] No,
3	but I didn'tbut I
4	COMMISSIONER JOSHI:are being brought
5	to your attention, that's thethat's the way we
6	uncover patterns, and we're happy to investigate.
7	CHAIRPERSON RODRIGUEZ: But I think it's
8	a fair question for you to answer. Is TLC at the
9	current moment are working on any cases where drivers
10	arewho are affiliatedlivery drivers affiliated
11	with those places are also working for Uber?
12	COMMISSIONER JOSHI: We very well may be,
13	but we have hundreds of cases that we work on against
14	drivers, bases either based on consumer complaints or
15	other complaints. So I can't tell you yes or no
16	today.
17	CHAIRPERSON RODRIGUEZ: Commissioner, I
18	think that
19	COMMISSIONER JOSHI: [interposing] I can
20	tell you that in the past we did
21	CHAIRPERSON RODRIGUEZ:it's not a hard
22	question to ask.
23	COMMISSIONER JOSHI:an enforcement
24	action.
25	

1 COMMITTEE ON TRANSPORTATION 53 2 CHAIRPERSON RODRIGUEZ: It's not a hard 3 question to answer. It's about I'm--I'm not--4 COMMISSIONER JOSHI: [interposing] Are 5 you asking me whether livery--livery vehicles are being dispatched by Uber to--6 7 CHAIRPERSON RODRIGUEZ: [interposing] 8 Yes. COMMISSIONER JOSHI: -- to black car jobs? 9 CHAIRPERSON RODRIGUEZ: Yes. 10 COMMISSIONER JOSHI: Today, sitting here, 11 12 I don't have a complaint of that nature in front of me. If you have it, we're welcome--we welcome the 13 14 opportunity to investigate it, and we don't currently 15 that I know of--but we may because I'm not aware of 16 every open investigation--have an investigation into 17 that. But again, this is a public hearing and since 18 we're talking about the issue publicly, if people listening to this are coming across that, please let 19 20 us know. We've investigated in the past. We've brought financial penalties to bear upon the company 21 2.2 for that kind of illegal conduct, and we're happy to 23 do that again. 24 CHAIRPERSON RODRIGUEZ: Great. I just 25 believe that it is important that, you know,

2 especially if in 2015, you already have identified hundreds of drivers that they were affiliated with 3 4 livery bases, and they were also working of apps 5 company, something that they were not allowed to do because we don't have the cross services. We have 6 7 not approved it yet, as a rule and was the TLC. Ιf that happened in 2015, I just believe that it is 8 important to continue monitoring. Not only there's 9 about people bringing the complaint. I think it's 10 putting the resources because again for me the way 11 12 our city works, our first responsibility is the 13 consumers, and I'm fine with that. The second 14 responsibility for me are the drivers. I believe it 15 is important that all drivers should be able to 16 bring, you know, their resources--their money to 17 support their family. Liveries, base, black car 18 drivers, green, yellow. my issue is when we have a few individual corporations that you believe--that 19 20 they believe that they can, you know, working and following different rules and regulations. And I can 21 2.2 say that if today TLC send a unit, you would identify 23 thousands more drivers who are affiliated with livery bases or other bases that they are also using the 24 Uber apps, and I think for me it is unfair because 25

1	COMMITTEE ON TRANSPORTATION 55
2	it's all about leveling the playing field. I
3	believeI used to be aa livery taxi driver, and I
4	believe it is my responsibility toto support
5	consumer drivers and everyone. But I think that's
6	happening here. We know that is happening, and we
7	have decided to look in the other direction. Council
8	Member Menchaca.
9	COUNCIL MEMBER MENCHACA: Thank you,
10	Chair, and I want to just lift something you just
11	said, leveling the playing field, and I want to focus
12	on 1095 and the Universal Card
13	COMMISSIONER JOSHI: The Universal
14	Driver's License?
15	COUNCIL MEMBER MENCHACA: The Universal
16	Driving Card Vehicle License. Tell me a little bit
17	aboutwalk us through the work, specifically in the
18	requirements and the change in the requirements for
19	language, and you're saying that you're not going to
20	require a written test. So tell me what you are
21	requiring to be able to meet the standard that you're
22	changing?
23	COMMISSIONER JOSHI: So, itthe proposed
24	Local Law comes from counsel. It's not our proposal.
25	We're commenting on it.
I	I

2 COUNCIL MEMBER MENCHACA: So you don't 3 support--you--I think you--

COMMISSIONER JOSHI: [interposing] We--we 4 5 said we had concerns about extending the English 6 language requirement to everybody. One, because we 7 emphasized that people that are currently licensed be grandfathered in. They haven't taken an English 8 proficiency test. If one was to be imposed today, 9 10 they may lose their ability to earn a living. And two, we had some concerns about actually your 11 12 question exactly, how would we implement an English proficiency test without a written test, but more 13 14 importantly in a way that doesn't foreclose people's 15 opportunity to earn a living. And in that regard, 16 we'd have to work closely with the Mayor's Office of 17 Immigrant Affairs who is pretty much the experts in 18 that area as well as with counsel. If the intent is to expand the English language requirement, it's got 19 to be done in a way that still allows people to work. 20 COUNCIL MEMBER MENCHACA: And 21 2.2 Commissioner, I think there--there are already 23 requirements today, correct, that you're implementing 24 that you're owning as an agency. 25 COMMISSIONER JOSHI: Yes, some--

1	COMMITTEE	ON	TRANSPORTATION

2	COUNCIL MEMBER MENCHACA: What are those?
3	COMMISSIONER JOSHI: Onon taxi there is
4	an English requirement. That's a written and it's
5	also an oral component. There's three parts to the
6	English test. In two, the test taker listens to
7	something and then responds in writing. In one, they
8	read a narrative and respond in writing, and
9	ironically, they do better on the reading part than
10	they do on the oral generally.
11	COUNCIL MEMBER MENCHACA: Interesting.
12	Okay, and so that already exists now.
13	COMMISSIONER JOSHI: Yes.
14	COUNCIL MEMBER MENCHACA: And so that
15	that requirement will change. And so tell me about
16	the change fromessentially what we'rewhat we're
17	doing is expanding that requirement across all under
18	this universal plan for all licenses.
19	COMMISSIONER JOSHI: Yeah, I think the
20	the proposed bill does two things. Today the Ad Code
21	has separate categories for for-hire drivers, and for
22	taxi drivers. It's collapsing those. So it's just
23	making it a cleaner process. That means you pay one
24	renewal. You do one drug test. So all your driver
25	license requirements happen once instead of twice,

1 COMMITTEE ON TRANSPORTATION 58 2 and that allows you to have more mobility. You can drive cars in different sectors. 3 COUNCIL MEMBER MENCHACA: It sounds like 4 there's some efficiencies here that --5 COMMISSIONER JOSHI: [interposing] 6 There's a lot of efficiencies--7 COUNCIL MEMBER MENCHACA: [interposing] 8 9 That is driving the bill. 10 COMMISSIONER JOSHI: -- for us 11 administratively and for drivers as well. 12 COUNCIL MEMBER MENCHACA: Got it. So 13 tell me a little bit then about the number of people that will be affected by this new--so we're moving 14 15 from taxi only to--to now everyone. What--what's 16 that number shift? 17 COMMISSIONER JOSHI: If it--if you're 18 expanding and--and--are you talking about the English requirement? 19 COUNCIL MEMBER MENCHACA: The new people 20 in this new universal plan that will be affected by--21 by this local law. 2.2 23 COMMISSIONER JOSHI: It depends. If the-24 25

2	COUNCIL MEMBER MENCHACA: [interposing]
3	Under the requirements of thesorry to interrupt.
4	Under the requirements of the New English Proficiency
5	Requirements?
6	COMMISSIONER JOSHI: The proposal in
7	Local Law it's not clear whether there would be
8	grandfathering or not. If there's no grandfathering,
9	there are about 90,000 for-hire vehicle drivers
10	today. If there is grandfathering, we bring on
11	anywhere between a thousand and two thousand for-hire
12	drivers a month. So those new drivers would be
13	subjected to the additional testing.

14 COUNCIL MEMBER MENCHACA: Got it. Have 15 you spoken--

16 COMMISSIONER JOSHI: [interposing] But I 17 just want to note that previously only taxi drivers 18 went to school, but we passed rules in 2015, actually 19 late 2014, and now all for-hire drivers, new drivers 20 also attend school. So that's 24-hour classroom experience focusing on our rules as well as safety. 21 2.2 COUNCIL MEMBER MENCHACA: This kind of 23 just reminds me of some of the other fights that 24 we're pushing right now in adult education and adult literacy. It's the concept of literacy for all, and 25

2 really maintaining our commitment to our immigrant communities. And as we're changing rules or 3 4 beginning to think about changing rules with the administration, is the administration and really your 5 administration at the--at the TLC ready to join us in 6 7 advocacy for more funding for these drivers that will have a different maybe elevated responsibility 8 grandfathered or not. I think--I think there's 9 arguments for both sides honestly, but are we ready 10 to invest in our immigrant workforce with education. 11 12 And so, you mentioned something, and I'm connect it to something you said earlier is that MOIA, the 13 Mayor's Office of Immigrant Affairs are--are the 14 15 experts. But, I want to challenge that for you and 16 all the agencies [coughing] that are not MOIA that your--your expertise I think, the expertise of MOIA 17 18 really needs to live and breathe and thrive in every agency. And that's why we're--we're hitting up 19 20 against so many walls when we're making changes in different agencies that we're just kind of saying 21 2.2 well, that's--that's MOIA's thing. They'll--they'll 23 tell us how to do it. I'm really asking you to think 24 about it, and tell me how this is going to work and

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1	COMMITTEE ON TRANSPORTATION 61
2	what you need as resources as we go into the budget
3	hearings to make this a success.
4	COMMISSIONER JOSHI: So I do believe that
5	providing transferrable skills is important. So
6	English is obviously a transferrable skill. You may
7	bet it because it's part of a driver's license
8	process as it is in the taxi world, but it's
9	something you can use in other areas of your life.
10	So thatthere's importantthat's an important
11	feature.
12	COUNCIL MEMBER MENCHACA: Right.
13	COMMISSIONER JOSHI: But, yes, you're
14	right. There would bein an ideal world, there would
15	be funding to provide classes for drivers that
16	weren't able to pass an English proficiency test so
17	they could get to that level. We have an open-ended
18	licensing system, and we bring on new drivers with
19	high frequency. So it's hard for me to sit here
20	today and tell you what that budget would look like.
21	I don't know actually how much it cost to provide
22	those kinds of English language classes, and as I
23	said we have 90,000 and growing drivers. So it is a
24	very large pool, but
25	

2 COUNCIL MEMBER MENCHACA: [interposing]
3 Right.

4 COMMISSIONER JOSHI: --we welcome any 5 addition to our process that helps drivers number one 6 perform better as for-hire service drivers. But two, 7 generally allows them to earn incomes in other ways 8 even outside of our regulatory system.

COUNCIL MEMBER MENCHACA: That's great. 9 So I invite you to join our coalition of--of 10 advocates to help us bring more dollars to this 11 12 world, and I also invite you to really own that -- that 13 commitment to our immigrant population. As you already do in providing an ecosystem of opportunity 14 15 to people who are driving, we know the stories. You 16 don't have to--I think--I think the chair in his opening remarks talked about the immigrant community. 17 18 This is sometimes their first job. Not their last job as they go through their economic ladders. And so 19 20 I'm hoping you could kind of join us, and also again own it. And so I think--have you had conversations 21 2.2 with MOIA yet on this? 23 COMMISSIONER JOSHI: Yes, we have. So

24 it's---

1 COMMITTEE ON TRANSPORTATION 63 2 COUNCIL MEMBER MENCHACA: [interposing] 3 Good. COMMISSIONER JOSHI: --given some ideas 4 on--on ways they help people understand English that 5 are outside of traditional testing. So that's 6 7 definitely things we want to explore, and our office is happy to get in touch with yours after the 8 hearing--9 10 COUNCIL MEMBER MENCHACA: [interposing] Let's do that. 11 12 COMMISSIONER JOSHI: -- to hear more about your coalition. 13 14 COUNCIL MEMBER MENCHACA: Great and--and-15 -and things like knowing how much a class costs would 16 be great for you to know as Commissioner so you understand the world, and again, own it, and we can 17 18 do that together. So thanks so much for--for that. COMMISSIONER JOSHI: Thank you. 19 20 COUNCIL MEMBER MENCHACA: I'm looking forward to working with you. Thanks, Chair. 21 2.2 CHAIRPERSON RODRIGUEZ: Thank you. I--23 before I call on my colleague, what I--I would like to clarify that going back from the beginning there's 24 more than 40,000 drivers that they are affiliated 25

1	COMMITTEE ON TRANSPORTATION 64
2	with the apps company, Uber, Lyft, Via and others
3	that those drivers they don't have to have any
4	English requirements?
5	COMMISSIONER JOSHI: That's correct
6	CHAIRPERSON RODRIGUEZ: That's correct,
7	right. And it is correct also that drivers in order
8	to get a license from the TLC they have to come
9	within New York City with a driver's license, right?
10	COMMISSIONER JOSHI: That's correct.
11	CHAIRPERSON RODRIGUEZ: And, therefore,
12	they need to take the test in English when theyin
13	order to get the license.
14	COMMISSIONER JOSHI: That's my
15	understanding of DMV requirements.
16	CHAIRPERSON RODRIGUEZ: Yeah. Therefore
17	it is not our intention to add any new more things in
18	this process. What we are saying is the way of how
19	the industry has been working so far where livery,
20	the Uber, the Lyft, the other, the 40,000 the close
21	to 90,000 drivers that are working in the black car
22	in livery, they've been providing a great services
23	without any additional requirements. So it is not
24	our intention to add anything more when we are
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2 address the way of how we are looking to create the 3 universal license.

4 COMMISSIONER JOSHI: And as we testified, 5 that's an area where we needed clarification on what 6 the Council meant when they said to test for 7 proficiency other than a written test, but that 8 leaves open lots of possibilities, and we'd look to 9 have further discussions with Council to see what 10 your intentions were on that--on this issues.

CHAIRPERSON RODRIGUEZ: Yeah, and--and I 11 12 think that now where many of the apps services, they be -- they have become reference to everything that we 13 14 do in the city, and we're saying that they've been 15 providing the services without any complaint for any 16 consumers about the languages. So it is not my 17 intention again to add any new requirements for the drivers, but it's more to be sure that we have the 18 same requirement as those that would work for the --19 20 for the app services. You know, we will continue the conversation, but listening to your testimony, I 21 2.2 think that literally (sic) confuse us talking about 23 adding new things, and it is not our intention to create a universal license adding any new more 24 25 requirements to the drivers.

2 COMMISSIONER JOSHI: Yes, so that's a 3 point that definitely needs clarification because 4 that's the impression we got from reading your 5 proposal.

6 CHAIRPERSON RODRIGUEZ: Great. Thank7 you. Council Member.

COUNCIL MEMBER LANDER: Thank you very 8 much, Mr. Chair. Thank you, Commissioner. 9 I'm glad that we're having this hearing, and moving forward on 10 a lot of the reforms that we need, and I support the-11 12 -the bills being put forward today. But I also know 13 that we really need to keep building momentum so we can address accessibility so we can address driver 14 15 issues, so we can address the range of other issues 16 of sort of equity and quality, and service and 17 accessibility across this system. So in that, I just 18 have one question that sort of relates to these bills, and one thing we're going to need moving 19 20 forward, which is the ability to--to track trips. And then this seems to go to me to the issue of fair 21 2.2 quotes. Obviously, if you want to be able to 23 enforce, by far the easiest that we could do that was if you knew what the quote was and what the fare was, 24 and this would be a self-enforcing very simple law to 25

2 enforce. To some extent, this goes to the security issues as well. That's separate because obviously 3 what they're going to keep is going to be more than 4 5 what they give you. But can you just remind me where 6 we are on this, what information do you, and why in 7 this age of growing technology can we not have you getting enough to be--to address enforcement issues? 8 But also help us as we move forward. If we're going 9 to be getting accessibility information, we're going 10 to be working on just a whole range of issues. 11 So 12 just, you know, remind me where we are in terms of what information you have and what information will 13 be helpful in enforcing this set of rules and the 14 15 rest of the work we're going to do together. 16 COMMISSIONER JOSHI: So we're lopsided

17 basically. In-on the yellow taxi side and the green 18 taxi side we have pickup, drop-off and fair information, driver identification and vehicle 19 20 identification. And as you mentioned it is vital for us as well as for other agencies in whole host of 21 2.2 initiatives. FHV side, we are-have access to the 23 directive detailed information about a trip, but a directive is a cumbersome process. That's basically 24 25 us writing to a base saying please give us

2 information about trips that happened on this day or with this driver. We passed a rule last year that 3 4 now requires all FHV bases to give us, and that's 5 self-reporting. That's them giving us their account 6 of what's happened, their volume during the day of 7 the pickup--and pickup, date, time and location, vehicle number and driver number for every trip. So 8 that's just trips. That is useful. It gives us 9 It doesn't give us the level of detail that 10 volume. is necessary for real planning and for real 11 12 enforcement, and I--and that is self-reporting. So it's little clunky. It's been a great from us from 13 14 where we were two years ago with absolutely no 15 insight into trip volumes in this area, but it is 16 still very clunky because bases of different means provide us different levels of data. And even the 17 18 most sophisticated apps out--that--that provide data to us of the trip record data often--I mean this may 19 20 surprise some. It's taken several tries to actually get that data in a format in which it can be read. 21 2.2 Today, we do have about 62 million trip records or 23 partial trip records that we didn't have years ago, but we're far from the level of detail on the trips 24 25 that we need in the -- in the FHV sector to do many of

2 the initiatives that Council has proposed as well as 3 to have real enforcement and accountability. And, as 4 more passengers move over to that sector, that need 5 becomes more increasing.

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6 COUNCIL MEMBER LANDER: Thank you. Mr. 7 Chair, I guess I guess I would just maybe underline this. It seems to me if we're going to get to real 8 equity across this system, if we're going to be able 9 10 to do real enforcement on all the things we're looking at, if we're going to move forward to be able 11 12 to address accessibility, if we're going to think about issues of protecting drivers and consumers, 13 14 there's just no reason one, to have equal information 15 and trip reporting requirements across the systems. 16 And two, to use the technology we have to make sure 17 that TLC has it in real time and not in clunky after-18 the-fact ways. So, that's on for today's hearing, but it seems to me the things we're doing in today's 19 20 hearing would be a lot easier if we were talking about it. So I hope moving forward, we'll be able to 21 2.2 add that--23

COMMISSIONER JOSHI: [interposing] And I--COUNCIL MEMBER LANDER: --to this.

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2 COMMISSIONER JOSHI: -- I just want to note, Council Member Rodriguez, you did mention, you 3 know, the issue of cross-class dispatching. This is 4 5 something where trip recording would make it a lot 6 easier to investigate. And I do want to just point 7 out two things on the cross-class dispatching. One, you said the agency shouldn't look the other way. 8 The agency doesn't have those type of allegations in 9 front of us. So again, I'd ask you to provide them 10 to us, and we're happy to look into them. And two, 11 12 there is some level of confusion when it comes to the livery versus black car dispatch when--with the green 13 14 taxis. Because a company like Uber does offer a 15 service UbterT is livery cars. That's green taxis 16 that are affiliated with a livery base, and often times there's some confusion of whether or not that 17 18 is cross-class dispatching. In fact, it's not. It's So it's considered a hail, and the customer 19 eHail. 20 doesn't pay through the app. They pay the driver directly in cash or by credit, and the driver gets a 21 2.2 tip. But we're happy to discuss this issue further 23 with you especially if you have additional information you'd like to share with us. 24

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2 CHAIRPERSON RODRIGUEZ: I do my role as 3 the legislative of the car, the body. I believe that 4 agency who have -- who we allocate the resources to 5 have the men and women power, I would encourage the 6 agency that since you know that that was happening in 7 2015, to monitor and see if this something that is currently happening. That's my suggestion to the 8 agency. I think that you have a very close 9 relationship with all the--all the sector including 10 the livery, the black car, the yellow and the app 11 12 services. And what I'm suggesting, it is important 13 to see if this something that is happening at the present time. And this all about for me what have 14 15 happened in 2015, and it take me to the question in 16 those 100 cases what were the consequences for those 17 bases for the app company who were using livery taxi 18 drivers when they were not supposed to. COMMISSIONER JOSHI: I--I don't know if 19 20 the volume was hundreds. I think it might have been a little larger, and the company involved, Uber, paid 21 2.2 a \$90,000 settlement. 23 CHAIRPERSON RODRIGUEZ: To the City. 24 COMMISSIONER JOSHI: To the City of New

25 York.

1 COMMITTEE ON TRANSPORTATION 72 2 CHAIRPERSON RODRIGUEZ: I see and the 3 hundreds came from anyone questions, we can go back. COMMISSIONER JOSHI: Okay, then I may 4 have given you the wrong number, and I--5 6 CHAIRPERSON RODRIGUEZ: [interposing] 7 Great. COMMISSIONER JOSHI: --I--I can get an 8 exact number. I just don't have it on me. 9 CHAIRPERSON RODRIGUEZ: Great, and I--I 10 just that, you know, it is important to continue, and 11 12 my thing I'm all about supporting everyone. I said before, it's a great city where anyone should be able 13 to make it. 57 million tourists, 8 million people. 14 15 There's opportunity for everyone. It's all about 16 being sure that everyone playing the same rule or 17 regulation. What I'm saying is the -- is the -- it 18 doesn't--I'm not referring as you as the commissioner and neither the agency has allowed different sectors 19 to play by those rules and regulations. Because what 20 I say we as a city have decided to allow certain 21 2.2 things to happen, and it involve everyone. Like, you 23 know, not only the agency, it involve the Council, it involve the other sector. I think it is important 24 again that everyone do fine. What-how many drivers 25

1	COMMITTEE ON TRANSPORTATION 73
2	in 2015 do you identify working for the app company
3	that didn't have any license form TLC?
4	COMMISSIONER JOSHI: Unlicensed drivers
5	working for an app company, II don't haveI don't-
6	-you know, we don't encourage that. We obviously do
7	enforcement actions against bases that dispatch
8	unlicensed vehicles and unlicensed drivers. I don't
9	have a number on hand on how often that happens, or
10	whether it was with app companies or with traditional
11	bases, but we're happy to get those stats from you
12	from our base unit.
13	CHAIRPERSON RODRIGUEZ: Great. What
14	about cases where a driver's license were suspended
15	when they were working for livery, but then they have
16	some attraction to go and then switch and work for
17	any apps company?
18	COMMISSIONER JOSHI: So this is another
19	area where trip records that were provided to us
20	automatically in similar fashion as we get them with
21	yellow and green taxis would be tremendous. Because
22	yes, there is a large group, a much larger than we
23	would like group of suspended drivers that are
24	routinely dispatched and suspended vehicles that are
25	routinely dispatched. And our sense from the trip

1 COMMITTEE ON TRANSPORTATION 74 2 records that we have that are incomplete now is that this an industry wide problem among the whole--among 3 the FHV sector. 4 5 CHAIRPERSON RODRIGUEZ: Do you have a r number like in 2015? 6 7 COMMISSIONER JOSHI: I don't have a number in part because I don't have complete trip 8 records from all of the FHV industry. We have a good 9 amount of them, but we don't have complete. 10 CHAIRPERSON RODRIGUEZ: But the--based on 11 12 those amounts that you have? COMMISSIONER JOSHI: I could get a number 13 you. I don't have a number off hand, though. 14 15 CHAIRPERSON RODRIGUEZ: Do you think that 16 this is a current problem that we have? 17 COMMISSIONER JOSHI: Yes, I do think it's 18 a current problem. CHAIRPERSON RODRIGUEZ: 19 Okay, great. 20 Thank you, Commissioner. As you know, there's a lot of respect for your leadership. You know, that we've 21 2.2 been working very close on--on this issue and for 23 all--and all the drivers. Like we are here to support everyone. [Speaking Spanish] Thank you, 24 Commissioner. 25

2	COMMISSIONER JOSHI: Thank you very much.
3	CHAIRPERSON RODRIGUEZ: I would like to
4	call the next panel. [background comments, pause]
5	David Pollack, Peter Mazer, David Byer and Arthur
6	Goldstein. As usually, as you know, because of
7	timing if you have ayour great testimony written,
8	give it to Rose and you have two minutes to
9	summarize. [background comments, pause] David.
10	DAVID BYER: Good morning Chairperson
11	Rodriguez and members of the Council Transportation
12	Committee. My name is David Byer. I am the
13	President of the Committee for Taxi Safety and
14	Industry Group whose members manage approximately 20%
15	of the industry medallions. We thank the Council for
16	the opportunity to present comments concerning
17	legislation for the for-hire industry. We applaud
18	the Council for proposing these regulation, which we
19	hope are the start of implementing rules to regulate
20	and ensure that all segments of the fire-hire
21	industry are treated equally. As the regulatory
22	scheme presenting exists, the medallion industry is
23	unable to compete, not because there is a better
24	product available to the public, but because of the
25	lack of a level playing field, but there are

2 different regulations that apply to the two segments of the fire-hire industry. We have repeated asked 3 4 why Uber and not the yellow taxi industry gets to set 5 its own fares, gets to impose public surge? Why Uber 6 has no accessibility requirements even though it has 7 33,000 vehicles on the road? Why Uber does not pay MTA tax? Why Uber's vehicles do not have partitions 8 to protect both the public and the drivers? Why Uber 9 gets to choose virtually any vehicle it wants? 10 Whv Uber's vehicles are not branded in the same manner as 11 12 our yellow taxis--and green outer borough vehicles. We have repeatedly asked why Uber drivers do not 13 receive wage protection as yellow medallion drivers 14 15 do? Why Uber is allowed to determine what percentage 16 of the fares it takes from drivers when the yellow 17 medallion segment cannot? Why Uber is allowed to 18 charge drivers any amount for purchasing a car when the yellow medallion industry has--has specific caps 19 20 and transparency in its leases. Why Uber is allowed to let its drivers drive up to 19 continuous hours 21 2.2 putting the public and its drivers at risk? Why Uber 23 gets to deal with its drivers without oversight when 24 its professed goal is replace its drivers in 25 driverless cars making drivers nothing less than a

1	COMMITTEE ON TRANSPORTATION 77
2	temporary commodity. Uber has made it clear that it
3	cares more about its financial bottom line than the
4	welfare of its workers. Uber's disregard for its
5	workers should serve as an important reminder of why
6	numerous driver protections including strong wage
7	protections already exist in the New York City taxi
8	industry. Taxi regulations have been developed over
9	50 years to protect both the public, the driver and
10	all industry stakeholder
11	CHAIRPERSON RODRIGUEZ: [off mic]
12	[interposing] You need to sum up?
13	DAVID BYER: Okay.
14	MALE SPEAKER: Mr. Chairman, mine is very
15	short so if he could continue a little bit.
16	DAVID BYER: I mean we'rebecause we're
17	dealing with five proposals so So in Intro 1080,
18	this Council proposes that when Uber and other eHail
19	services provide a fare quote, the quote itself does
20	not have to be honored, but rather only a price
21	within 20% of that quote. Why shouldn't Uber need to
22	honor the price it quoted? In what other industry is
23	that done? This is simply bait and switch. We are
24	not suggesting that the price quoted should be
25	honored all day, but surely for a reasonable period

2 of time that price must be honored. But then this is already in the bill itself, this Intro provides that 3 if Uber or other car services get caught not honoring 4 5 a price within that 20%, they simply need to refund 6 the difference. Accordingly, the intro provides 7 there is no penalty for a violation. What is the purpose of the regulation if there is no penalty if 8 the regulation is violated? We therefore urge the 9 Council to pass meaningful legislation mandating that 10 Uber honor its price quotes. In Intro 1096, this 11 12 Council proposes to increase penalties for illegal 13 pickups. 14 CHAIRPERSON RODRIGUEZ: [off mic] Could 15 go to the end. Can you summarize. (sic) DAVID BYER: Okay. Well, in closing we 16 17 urge the Council to address the double standard that 18 exists between Uber and the taxi industry. We believe the Council has a moral and legislative duty 19 20 to act by imposing real regulations to create parity, 21 and we believe there also should be accessibility for 2.2 all. We welcome the opportunity to further discuss

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this with the Council.

2 CHAIRPERSON RODRIGUEZ: Great. I had no 3 intention to halt. As I said at the beginning of the 4 hearing on the accessibility as a version. 5 ARTHUR GOLDSTEIN: Good morning, Mr. 6 Chairman, Councilman. My name is Arthur Goldstein. 7 I represent the Taxi Cab Service Association. We are here today because apps were being used in a 8 regulated industry before rule making took place, and 9 I'm going to shorten my statement because David had 10 some real specifics that -- that we concur with. As 11 12 prelude to our comments on each bill, I must state 13 that the for-hire industry is highly regulated for a host of reasons involving protecting the public and 14 15 drivers and having balance in providing 16 transportation in our city. While the laws and rules 17 controlling meter rates, and which vehicles can be 18 used may exist for good reason, they're also like handcuffs when companies can enter a market and be 19 20 free of important regulations and can change fares at This is an unlevel playing field. On the 21 a whim. 2.2 bills, we support 1095. We support Intro 1092, 23 however--however, it should be amended to treat taxis

25 vehicle TLC is inspecting if--if it passes? We--we

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and both cars equally. What is the difference what

2 support Intro 1096. However, it will be stronger if it were limited--if it wasn't limited to zones, and 3 the violations should be considered a misdemeanor 4 returnable to criminal court. We also believe that 5 6 the city needs more TLC--TLC agents than is presently 7 projected in the--in the budget. We generally support Intro 1080. However, it does not address two 8 The meters in the cabs are tested and 9 issues: approved. App companies have their own internal 10 formula. We have no idea, you know, what it 11 12 includes. It doesn't provide equitable service in that respect. It's the new taxi apps hour and the 13 way to ride are used in neighborhoods. The prices do 14 15 not change per neighborhood. App companies and 16 virtual media should be submitted to the TLC for 17 testing and approval. Also, in creating a definition 18 of dispatch service providers, the Council should further define it as an entity that obtains at least 19 20 75% [bell] of the business through apps. Lastly, we support Intro 658. However, if Intro 1080 does not 21 2.2 pass, the Council needs to define a dispatch service 23 provider in municipal. (sic) To conclude, we need strong enforcement, and a level playing field. To 24 that end, the dispatch service provider with our 25

2 suggested language above needs to be required to have 3 50% accessible vehicles. Where there's respect for 4 civil rights, and where is the level playing in the 5 for-hire industry. Thank you. [background noise, 6 pause]

7 PETER MAZER: [coughs] [off mic] Good morning, Chairperson Rodriguez and members of the 8 City Council Transportation Committee. My name is 9 Peter [on mic] Mazer and I am General-- Is it on 10 now? Okay. My name is Peter Mazer and I'm General 11 12 Counsel to the Metropolitan Taxi Cab Board of Trade. We represent the owners and operators of more than 13 14 5,000 licensed New York City medallion taxicabs. In 15 addition, as part of our recent initiative supported 16 by our membership, we have opened the first of its MT 17 BOT driver resource center. We provide free legal 18 representation to our drivers and assist them in navigating the complexities of dealing with the city 19 20 to obtain and retain their taxicab driver's licenses. You have my full testimony. Since I would not be 21 2.2 able to get through it, I'm just going to highlight a 23 couple of things that are extremely important. First of all, we want to commend the City Council for 24 taking the problem of unlicensed livery taxis, gypsy 25

2 cabs seriously and proposing new and higher fines for some--such unlawful activity. We support Intro 1096, 3 4 which increases penalties for illegal street hails in the hail zone. However, it must go further. For 5 6 years the TLC has been seize vehicles operating 7 illegally. As a result of recent litigation, it no longer has the power to do so. However, the criminal 8 court system retains concurrent jurisdiction over 9 unlicensed for-hire activity. Provision of the 10 Administrative Code relating to criminal prosecution 11 12 for unlicensed for-hire activity should be amended to increase the criminal court sanction fines and to 13 14 make the operation of an unlicensed vehicle for hire 15 a misdemeanor or picking up a street hail a 16 misdemeanor. This is the best way to protect passengers and drivers. It's important to remember 17 18 that while different segments of the for-hire industry serve different members of the public, 19 20 everyone is entitled to the same public safety. We, therefore, support 1095, which would create the 21 2.2 Universal Taxicab For-Hire License, since drivers in 23 both segments of the industry should be subject to the same rules with respect to obtaining and 24 25 retaining a license. We support fair practices in

2 TLC regulated industries. As a yellow taxi organization, we support the meter rated fare and 3 believe it's an effective way to protect consumers. 4 However, we urge the Council to revisit certain 5 provisions of 1080 for the following reasons: A 6 7 taxicab driver must charge meter rated fare. A driver who overcharges a passenger by more than \$10 8 faces a mandatory revocation of his or her license. 9 However under these new introductions, a for-hire 10 vehicle driver who charges a passenger well in excess 11 12 of the fare quoted by the base will only be--only be 13 subject to a fine even though the driver engaged in 14 the same type of misconduct. We ask you look at 15 Section 19-506 the Administrative Code. It has 16 specific penalties for passenger refusals, 17 overcharges, refusal to transport passengers with a 18 disability and prohibited unlicensed activity, and believe the same penalties should be imposed for all 19 20 of these violations. Thank you. 21 DAVID POLLACK: Good morning or 2.2 afternoon. It's exactly noon. So I'll--I'LL just 23 say good afternoon, Mr. Chairman and council members. I've heard a lot about--I mean in your--in your 24

original testimony you said it's your responsibility

25

2 for a level playing field. And that is so, and--and that what I've heard from Dave Byer, from Arthur 3 Goldstein and from Peter Mazer here. Yet, the 4 5 ability of Uber to cut prices and be flexible with 6 their prices whenever it serves a competitive 7 objective is still allowed. You know, rules must be equal regarding the fare flexibility and everything 8 else. It's funny. While I was sitting here, I was 9 10 looking around and right up there there's a quote from Thomas Jefferson on the ceiling, and it says 11 12 "Equal and exact justice for all men or whatever 13 state of persuasion." And that's what the bottom 14 line is here. You know, years ago the yellow 15 industry and the for-hire industry they were 16 different, and they could live with different rules, 17 but they're not different any more. eHail are street 18 hails, and the rules to be equal or as you said on a level playing field. Thank you very much. 19 20 CHAIRPERSON RODRIGUEZ: Thank you, and we are just going to be, you know, continuing the 21 2.2 conversation with you and all the sectors, livery, 23 green, black car, limousine, and especially with the

25 all the bills. Thank you. The next panel Jose

24

administration as we will move on--on these bills and

1	COMMITTEE ON TRANSPORTATION 85
2	Altamirano, Berj Haroutunian, Nancy Reynoso, Erin
3	AbramsErin Abrams. [background comment, pause]
4	BERJ HAROUTUNIAN: Good afternoon. My
5	name is Berj Haroutunian, and I'm the President of
6	the Black Car Assistance Corporation, is known as the
7	BCAC and as well as the Black Car Transportation as
8	the Black Car Base Vital Transportation. I want to
9	thank the Council for taking time to hear from me
10	today in support of eliminating the mandatory black
11	car vehicle retirement rule, and for continued shared
12	interest in making the black car industry fair and
13	increasingly safe for all. Vital Transportation is a
14	co-op owned and operated base with approximately 300
15	affiliated individuals. Just as Vital Transportation
16	is an invaluable source of income for more than 300
17	men and women and their families, it is also one of
18	theone of more than 25 base members with
19	approximately 5,500 vehicles represented by the BCAC.
20	Also, those 300 plus drivers of Vital Transportation
21	are not just drivers, but an administrative call
22	center and clerical staff as well. Now, let me give
23	you a brief background on the Black Car Assistance
24	Corporation, known as the BCAC. The BCAC was formed
25	in 1991 to serve as a unified voice of the black car
l	

2 base operators, and its affiliated drivers, and has served New York on a daily basis. One issue of 3 4 significant importance is exactly what we're talking 5 about here today, the elimination of the mandatory Black Car Vehicle Retirement Rule. This--this rule, 6 7 which came as part of an effort to lower carbon emissions industry wide under the banner of PLANYC 8 2030 was supposed to go into effect for the black 9 cars on January 1, 2009. In December of 2008, the 10 TLC deferred its implementation for a period of one 11 12 year due to the massive economic downturn facing the country and crippling effect it had on the black car 13 14 industry. And they didn't just defer it for one 15 year. It was deferred yet again in 2009 as it was 16 later in 2010. Deferment aside, we must recognize the fact that even though black car leverage on 17 18 luxury limousines were cited in the PLANYC 2030 Initiative, the black car industry is the only one 19 20 that walked away with this rule, the Mandatory Vehicle Retirement. 21 2.2

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CHAIRPERSON RODRIGUEZ: [off mic] If you don't you summarize--[on mic] If you don't mind, you summarize because we have to keep moving. Okay.

2	BERJ HAROUTUNIAN: Well, we justI just
3	want to summarize by, you know, we appreciate that
4	the city is taking thisand this rule in effect
5	because we also want to play on a level playing
6	field. We had this rule just in place on the black
7	car industry, not onon any other industry. So
8	thank you for listening to us.
9	CHAIRPERSON RODRIGUEZ: Great. Thank
10	you. I'd like to ask [off mic] [on mic] 15 seconds.
11	[background noise, pause] Next person, please.
12	Sure.
13	CHAIRPERSON RODRIGUEZ: And again, if the
14	testimony takes more than the two minutes, please
15	just feel free to summarize since we already have it
16	for the record.
17	ERIN ABRAMS Of Course. Good morning
18	council members. My name is Erin Abrams and I
19	appreciate the opportunity to address today on behalf
20	of Via, an on-demand ride sharing platform that
21	provides service in Manhattan. We at Via recognize
22	the importance of information security and data
23	privacy. The security of our members' and drivers'
24	data is paramount. Safeguarding that data is an
25	extension of our goal to provide the safest possible

2 ride sharing experience for our members. We currently have a comprehensive scalable and reliable 3 security policy in place, and have implemented a best 4 in class security infrastructure that exceeds 5 industry standards in order to fully protect drivers 6 7 and members' personal data in our business operations. While we appreciate the spirit and 8 intention of Intro No. 658, we think that certain 9 aspects of the bill could be clarified, and amended 10 to be more consistent with existing regulatory 11 12 requirements. As a threshold issue, each business 13 would be able to develop its own security policy that is appropriate to the size and scale of its 14 15 operations and the unique risks it faces. If the TLC 16 were to mandate and enforce a one-size-fits-all 17 security policy, the upfront costs of complying with 18 such requirements would driver smaller players out of business or make it very difficult for their--them to 19 20 compete in the marketplace. It would also be unnecessary as the risk profile of a global 21 2.2 technology company operating in hundreds of cities 23 and countries is far different than that of a small black car or livery base operating locally in New 24 York City. As written, the requirements for bases 25

2 reporting a data breach would be substantially broader than the existing requirements under New York 3 law. Furthermore, the bill's requirements to obtain 4 5 a passenger's express informed and documented consent 6 and multiple points during an ordinary course 7 transaction would be unduly burdensome and not practical in an age where consumers value the 8 efficiency and ease of use of mobile apps non-demand 9 transit. Finally, the bill requires bases to develop 10 a procedure for reporting to the commission on 11 12 security incidences, threats, weaknesses, malfunctions or criminal activity, but it defines 13 only [bell] security threats. Overall, while we 14 15 appreciate the intent of the legislation, we would 16 encourage the sponsors of the bill to clarify and 17 revive so that it is more consistent with the current 18 body of state and federal law on the issue. CHAIRPERSON RODRIGUEZ: [off mic] 19 Thank 20 you. Please sum up. 21 ERIN ABRAMS: While we have positions on 2.2 the other intros, they are detailed in our written 23 testimony, we'll move on and include them only in our written testimony for the sake of brevity. We look 24 forward to continuing to work with the City and the 25

2 Transportation Committee to implement constructive 3 solutions to the important issues facing the 4 transportation sector in New York City. Thank you 5 for your time today.

JOSE ALTAMIRANO: Good afternoon, 6 7 Chairman. My name is Jose Altamirano, the President of the Livery Base Owners, and I am proud of being 8 here today representing the hard working men and 9 women who run independent bases across New York City. 10 For over 40 years the livery industry has served 11 millions of riders in our diverse communities that 12 13 have been underserved by other modes of transportation. We are affiliated with over 30,000 14 15 drivers many of whom are immigrants and people of 16 color. They function as the backbone of our 17 community, supporting the local economy and providing 18 reliable services to those who need it. We believe it is vital that all companies in our industry are 19 20 held to the same high standards of operation and safety in the interest of passengers we serve. 21 Thus, 2.2 we support many of the initiatives that this 23 committee is taking including Intro 658, Intro 1080 and Intro 1092. At the same time, we have concerns 24 of Intro 1095 because while we support a Universal 25

2 Driver's License for taxicab and for-hire vehicles drive--drivers, we fear how it may be applied as it 3 relates to some of older and immigrant drivers who 4 5 have proficiency issues with the English language . 6 In addition, we strongly oppose Intro 1096, a Local Law to amend the Administrative Code of the City off 7 New York in relation to increasing penalties for 8 accepting a passenger by street hail from a location 9 10 where street hails are not permitted. As you know, current licensing of street hail regulations already 11 12 provide the fine parameters by which our industry operates. The riding public of our city particularly 13 14 in underserved areas has a long history with livery 15 service, and there are beliefs that people should 16 have the right to legally hail a cab on their own streets without being punished for it. While our 17 18 industry supports enforcement of the current regulation, we believe increasing penalties in an 19 20 effort to line the city's coffers will not achieve the desired outcomes. It is not about how much the 21 2.2 City raises the fine, but how well we can educate the 23 public to eradicate the practice. The responsibility cannot and should not be shifted to the drivers with 24 higher fines. Fines are too high already the TLC 25

2 rules and the street hail livery legislation. The City needs to propose a budget that protects [bell] 3 all segments of the industry, educate their residents 4 5 and help them identify which are legal, safe and licensed vehicles, which they can use when at home 6 and on the streets. This in essence should be more 7 efficient and constructive vehicle for improving the 8 safety and welfare of the riding public as well as 9 10 the industry we represent. Thank you. [background noise, pause] 11 12 NANCY REYNOSO: Good morning, Chair 13 Rodriguez and everybody here. I am Nancy Reynoso. Ι 14 am Vice President of Green Taxis of New York, Inc. Ι 15 am also a full-time driver and advocate. We are here 16 specifically on Intro 1096. We're really concerned

17 about it. I mean for a long time the street hail 18 livery industry has asked for enforcement. I think we have to right, as the second industry next to the 19 20 yellow, to do the legal street hails, and we have been shunned away and not listened to. We feel that 21 2.2 the raise in the fines is a deterrent for illegal 23 street hails that everyday have grown bigger and bigger by the number due to the growing amount of the 24 FHV industry. My drivers are going into financial 25

2 rolls and emotional distress if they cannot work their legal ways in the outer boroughs where they are 3 supposed to give service at. They are very concerned 4 5 with the measure that will only come and give higher fines in some areas where when you look at the 6 7 parameters the--most of the green cabs are not even there. When you're talking about enforcing below 8 110th and 96th, those are not the areas where the 9 green cabs serve. So it's not legal. We're not 10 talking about legal playing fields here. It's not 11 12 fair. It's an injustice to our drives. We were sold 13 the green permit that would say you can do your legal street hails in your areas, and it's not being done 14 15 right now. We propose that you please watch what 16 you're going to vote on because we want everything to 17 be on a level playing field, and my drivers deserve the right to do their street hails in North Manhattan 18 in the Bronx, in the areas where they can without 19 20 being approached by all these illegal street hails that are going on. The numbers that you have for the 21 2.2 airports are very high, but that's because TLC is 23 only enforcing in some areas. If you will go into Northern Manhattan in the Bronx we will have higher 24 numbers and will show a different picture. 25 This is

2 what my drivers are facing everyday, and we beg you 3 to please do not go on with this as you have it 4 written because this is unjust, this is unfair to my 5 drivers.

6 CHAIRPERSON RODRIGUEZ: I just would like 7 to say that, you know, [bell] definitely when we come out with a solution, that solution also bring a 8 problem, which is that as someone again that used to 9 10 be 112 Bailey--Bailey Car Service in the year that I was at City College. I believe that I know, you 11 12 know, all those 60 hours that a livery taxi driver has to work to support the family. And then when we 13 14 were able to create, advocate for the creation of the 15 green car, then now we face the reality, which is, 16 you know, now the green car sector is you guys with all the rides you have saying yes we understand that 17 18 most of the legal street hail is happening down 96th and 110th Street. But also, we want to see 19 20 enforcement in those areas and the outer borough area. So it's no--it's not a black and white issue, 21 2.2 and I understand that's a complex one, and we will 23 continue conversations with everyone, the green and the livery. I said before, you know, this is all 24 25 about everyone knowing that there's opportunity for

2 people to do well, and--and now is not questioning as services is part of our everyday life. The question 3 4 is--is consumers making the pre-arrangement with the 5 app services? Saying if they are doing that, I don't 6 think that no one can questioning those more than 75 7 app companies because they are providing a good service to that consumer, right. The question is are 8 any of those who are supposed to be only doing the 9 prearrangements with app, also doing the legal street 10 hail. And then that's what we have to address in 11 12 approaching it. I hope that everyone is on board. When it comes to the green and the livery, the 13 14 question is--again, I live in Inwood. Where I live I 15 know how many bases, and many of the drivers there, 16 and I helped with the creation of the green base in 17 Sherman Avenue. And I was advocate, I know that 18 someone who invests \$15,000, \$20,000 to buy a new car to get the permit, to get a license, they also are 19 20 claiming for their rights. So, we will continue conversation, but I understand that it is complex. 21 2.2 You know, saying that okay we also want to be--23 increase the penalty to the outer boroughs. We--this is all about how can we work in this case on the 24 livery and green with something that every single one 25

1 COMMITTEE ON TRANSPORTATION 96 2 should be able to make the money to support their 3 family. Thank you. The next panel Hoffman Chabori (sp?), Jean Riley, Zuban Solimani (sp?) and Bill 4 Linda--Lindenberg. 5 SERGEANT-AT-ARMS: Folks, if you're in 6 7 this call, please come up. If you have copies of statements [off mic] [background comments, pause] 8 9 BILL LANDAUER: I'm Bill Landauer. SERGEANT-AT-ARMS: Yeah, give us second, 10 11 Bill. Hold on a second. [pause] 12 CHAIRPERSON RODRIGUEZ: Sir, okay, can 13 you put on--yeah. [pause] 14 Thank you. 15 CHAIRPERSON RODRIGUEZ: Let me also--let 16 me also call Alba Lisa Palero (sp?) and William Lin--17 Lindauer. 18 JEAN RYAN: Are--are any more people coming up? 19 20 CHAIRPERSON RODRIGUEZ: Yeah, I want a chair in both sides so that we can-- [pause] You may 21 2.2 begin, miss. 23 SERGEANT-AT-ARMS: Take a seat, sir. 24 Anybody has any copies of statements? JEAN RYAN: I do. 25

1 COMMITTEE ON TRANSPORTATION 97 2 SERGEANT-AT-ARMS: Okay. That's fine. 3 CHAIRPERSON RODRIGUEZ: You may begin. Two minutes each. 4 JEAN RYAN: [off mic] It's ladies first. 5 6 BILL LINDAUER: You. Ladies first. 7 [laughs] 8 JANE RYAN: Hi. SERGEANT-AT-ARMS: [off mic] Just press 9 the button. 10 JEAN RYAN: Oh. Sorry. Hi, I'm Jean 11 12 I'm from the Taxis for All Campaign and Ryan. 13 Disabled in Action of Metropolitan New York. Taxis for All is a coalition of civil rights, disability 14 15 groups who are--who have been striving for 20 years 16 to get equal access in taxis for our (sic) vehicles 17 and black cars, and we're not giving up. But we can 18 hardly ever get a ride. We can't count on--we can't go anywhere that, you know, we--we just can't count 19 on it. It's not a back-up, and we're stuck with slow 20 21 buses and horrible Access-a-Ride. Like today they 2.2 came an hour late. I have no back up. I can't call 23 Uber. Oh, I can--I can use my app, but I won't get a car. So what--why try? So, [coughs] two years ago 24 we go 50--we got in law--a legal sediment--settlement 25

2 in a federal court case. We got the agreement to have 50% of the yellows it--by 2020 will be 3 4 wheelchair accessible, but if there aren't any left, 5 that's not going to do us any good. Plus most people 6 are taking Uber, and many people are taking Uber, and 7 there really aren't enough accessible vehicles of any kind, and forget getting a car service. It just 8 doesn't exist. You know, we're--we're stuck. 9 We're 10 stuck in our houses. We're stuck at our jobs. We're stuck everywhere, and we can't get anywhere. So, 11 12 [coughs] we've been trying to meet with the Speaker of the Council, and we have not been able to get a 13 14 meeting, but Uber can, but we can't. And we've been 15 trying and trying, and we've been trying to get bills 16 passed, and we can't get that done either, and it's 17 not our fault. It's the Council's fault for not-not 18 coming through and treating all people equally like the progressive Council says it wants to do. Look, 19 there's no--there's no people here except for you, 20 Council Member, you know. And, your staff I guess, 21 2.2 but I mean where are the rest of the Council members? 23 And every time we get to speak, there's nobody left. 24 So, we want a -- we want to have a -- a hearing and we 25 want to have Intro 749 passed, which would allow

1	COMMITTEE ON TRANSPORTATION 99
2	100%which would require 100% accesswheelchair
3	access in every form or cab, taxi, whatever you want
4	to call it because everybody can ride in a wheelchair
5	accessible cab. But we can't ride in an inaccessible
6	sedan or an SUV. And we want to urge you to ask
7	Speaker ViveritoMark-Viverito to meet with us so
8	that we can discuss our issues.
9	CHAIRPERSON RODRIGUEZ: Great.
10	JEAN RYAN: And the last thing is the
11	Cityis the Statethere are two State bills in
12	Albany that are being considered, which would give
13	Uber and other app companies free reign to go
14	anywhere where they wanted without enough
15	supervision.
16	CHAIRPERSON RODRIGUEZ: Great. I just
17	would like to say that first of all, if you directly
18	or through your representative would like to request
19	a meeting, first of all, so far after today myself
20	I'm working very closely with the Speaker. I have
21	not gotten any requests for any meeting. So if
22	there's any requests to have a meeting, definitely we
23	can work with the Speaker and be sure that we would
24	meet with you
25	JEAN RYAN: [interposing] Wewe have

1 COMMITTEE ON TRANSPORTATION 100 2 CHAIRPERSON RODRIGUEZ: -- as you request. 3 (sic) JEAN RYAN: --yes, we have tried. We 4 have asked directly of the Speaker to have a meeting, 5 6 and we never get any responses. Never. 7 CHAIRPERSON RODRIGUEZ: But let's--let's-8 -let's work it out, okay. JEAN RYAN: Okay. 9 CHAIRPERSON RODRIGUEZ: Let's be sure 10 that we put a meeting together wit her. 11 12 JEAN RYAN: That would be great. 13 CHAIRPERSON RODRIGUEZ: Thank you. 14 Thanks. [pause] 15 JEAN RYAN: Thank you. 16 EVA LISA VALERO: Good afternoon. My--17 thank you to the Council and both--thank to everybody 18 for listening. My name Eva Lisa Valero (sic). I'm not--I am a daughter of a driver. I'm also a license 19 20 holder. We also--I also--if--I'm sorry. I'm a little nervous. I'm also part of a committee of taxi 21 2.2 drivers that are coming together to work along with 23 the Council and TLC about the fines and penalties that are being proposed towards the taxi drivers. 24 Ι think that the Councilman along with the TLC should 25

2 create a table and meet with a lot of the leaders from the taxi industry, and work on finding common 3 grounds about these penalties that they're trying to 4 implement on the taxi drivers. The 1096 we do not 5 support their proposal because it only increase 6 hardship on the taxi drivers. I believe that we--we 7 will be--we can find common grounds with the livery, 8 green taxi and the yellow taxi community to reduce 9 the illegal hailing on our streets. And also to 10 11 continue to provide a secure service to our customers 12 and not causing many family members to lose their 13 means of income in supporting their families. We 14 want to increase our economy, not create hardships on 15 them in having unemployment rise instead of 16 decreasing. Thank you. 17 CHAIRPERSON RODRIGUEZ: [off mic] Thank 18 you. BILL LINDAUER: My name is Bill Lindauer. 19 20 I'm with the New York Taxi Workers Alliance. These are modest proposals and we support them, but the 21 2.2 main enemy is Uber. They don't provide any 23 accessibility for the--for the--for our community and it's shameful. We're--we're pro--yellow cabs will be 24 provided and 50% of yellow cabs will be wheelchair 25

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2 accessible. Why aren't any Uber vehicles accessible? 3 And another thing, I think maybe the city, the TLC or the City Council could have an education campaign. 4 My understanding is that if there--if there's an 5 6 illegal pickup, the insurance does not cover the 7 people in that vehicle. I think we have an education campaign to let the public know that you won't be 8 insured, you know, and there's some--it's totally 9 illegal that aiding an abetting a criminal act. 10 Thank you. 11

12 WILLIAM GARFIELD: Hello. My name is 13 William Garfield and I'm an HSL driver. I also 14 belong to GTNY (sic), and my concern about the 1090--15 1096, I believe it is, is just enforcement on those 16 boroughs area. I think we should enforce everywhere 17 because like you say we're doing equality about all 18 license. So I think this should be a equality about When you get those numbers from 60%--I 19 all summons. mean 60,000 summons or 19,000 summons you have also a 20 TLC unit at JFK. That's why you get more summons out 21 2.2 there. We haven't get no summons, we haven't get no 23 TLC support all over the areas. So I think you should enforce the whole area because New York have a 24 25 lot of people all around the city, and we also need

1	COMMITTEE ON TRANSPORTATION 103
2	help because we haven't get no support about TLC.
3	We're getting labeled with this (sic) everywhere.
4	We're getting summons everywhere, but there's no
5	support about illegal street hailor pickups. All
6	right.
7	CHAIRPERSON RODRIGUEZ: Sure.
8	WILLIAM GARFIELD: You're welcome.
9	Thanks.
10	CHAIRPERSON RODRIGUEZ: So let me call
11	the next panel. Gafar La Vargas(sp?), Teresa Pena,
12	Arnold Serrano, RichardRichard Taylor. [background
13	comments] Jose Lasorda. [pause] You may begin.
14	You want to come on this side? [pause]
15	GAFAR LA VARGAS: I just came by to
16	charge it. (sic) I just came to say thank you to you
17	because my defense you have done already. That's all
18	I have to say, okay? Thank you. [background
19	comments]
20	ARNOLD SERRANO: [Speaking Spanish]
21	[bell]
22	CHAIRPERSON RODRIGUEZ: And basically
23	what he said that the livery taxi basically that he
24	is providing their services that the consumers are
25	demanding for. [Speaking Spanish]
I	

2 RICHARD TAYLOR: Chair Rodriguez and 3 Committee counsel, thank you for the opportunity for 4 allowing me to comment on Intro 1096. Given the recent unprecedented transformative disruptive 5 6 changes in the taxi and FHV industry, your 7 committee's objective oversight in support of the Taxi and Limousine Commission to stabilize the 8 industry is invaluable. Regarding Intro 1096, many, 9 although not all Taxi and Limousine Commission 10 penalties for rule violations are inherently linked 11 12 to immediately known identifiable violations. For 13 example, failure to comply with licensing rules, immediately identifiable, complaints reported by 14 injured parties immediately identifiable. But in the 15 16 case of street hail violations, an enforcement agent must first identify each violation for the penalty to 17 18 be applied where the injured parties due to a loss in business in this case are legally operating FHV bases 19 20 and affiliated FHV drivers in compliance with TLC Rules 59(b) and 25(a) and 5517(a), and the over \$6 21 2.2 billion loss in medallion value suffered by the 23 medallion taxi industry. Hypothetically, unless 24 enforcement agents are seated in all FHV or alternatively stationed at each approximately 12,000 25

2 street corners in Manhattan, it's not possible to effectively determine industry wide street hail rule 3 4 violations with only several hundred enforcement 5 agents in order to achieve the prevention of illegal 6 street hails. For this purpose, a passenger 7 monitoring and detection system requirement must be included in the penalty rule in order to enforce TLC 8 Rule 59(b) 25(a) for bases for street hail 9 10 prevention. For each passenger entry, the event in real time would be securely transmitted to the FHV 11 12 bases dispatch system [bell] required trip records maintained in compliance with TLC Rules 59(b)(19) in 13 14 order to search the trip records, and confirm the 15 passengers' legal request to service on the pickup 16 location. Failure to locate and confirm the dispatch 17 records driver pickup instructions would then 18 determine the passenger entry as an illegal street hail, and cause the penalty to be applied. 19 20 CHAIRPERSON RODRIGUEZ: Great. RICHARD TAYLOR: In that case, I just 21 2.2 want to add that the enforcement agents then could 23 focus their attention on cars operating with private plates picking up people illegally. 24

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1	COMMITTEE ON TRANSPORTATION 106
2	CHAIRPERSON RODRIGUEZ: Great. With
3	that, this hearing is adjourned, and we will continue
4	conversation with all sectors related to this great
5	industry. Thank you. [gavel]
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CERTIFICATE

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



Date _____ March 17, 2016