CITY COUNCIL CITY OF NEW YORK -----Х TRANSCRIPT OF THE MINUTES Of the COMMITTEE ON GENERAL WELFARE ----- Х April 21, 2016 Start: 9:41 a.m. Recess: 1:59 p.m. HELD AT: Council Chambers - City Hall B E F O R E: Stephen T. Levin Chairperson COUNCIL MEMBERS: Annabel Palma Fernando Cabrera Ruben Wills Vanessa L. Gibson Corey D. Johnson Ritchie J. Torres Barry S. Grodenchik Rafael Salamanca, Jr. World Wide Dictation 545 Saw Mill River Road - Suite 2C, Ardsley, NY 10502

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

Steven Banks Commissioner of Department of Social Services

Erin Drinkwater [sp?] Human Resources Administration

Douglas Apple Samaritan Village

Muzzy Rosenblatt Bowery Residence Committee

Alexander Horwitz The Doe Fund

Joan Montbach Homeless Services United

Giselle Routhier Coaltion for the Homeless

Joshua Goldfein Legal Aid Society

Stephanie Gendell Citizens Committee for Children

Wendy O'Shields Safety Net

Deborah Dickerson Safety Net

Michelle Jackson Human Services Council

James Butler

Catherine Trapani New Destiny Housing A P P E A R A N C E S (CONTINUED)

Terry Grace St. James Madison Avenue Shelter

## COMMITTEE ON GENERAL WELFARE

1

2 CHAIRPERSON LEVIN: Good morning, 3 everybody. I'm Council Member Stephen Levin, Chair 4 of the New York City Council's Committee on General 5 Welfare, and I want to thank everybody for coming out 6 this morning for today's important hearing. Last 7 week, Mayor Bill de Blasio announced the results of 8 the comprehensive 90-day review of New York City's 9 homeless programs. This review resulted in new 10 procedural reforms and 46 substantive reforms broken 11 out into four areas: First, prevention. Second, 12 street homelessness. Third, shelter, and fourth, 13 rehousing. For 90 days Commissioner Banks and his 14 team consulted with clients, staff, providers, 15 advocacy groups, former Commissioners, and other external partners to develop reforms that would build 16 17 on the ongoing efforts of this Administration to 18 tackle the crisis of homelessness. According to the 19 Administration, if the efforts they have already 20 taken over the past two years were not put in place, 21 the shelter census today would be over 71,000 2.2 individuals instead of just under 58,000 which is 23 what it is today. This review was intended to build 24 upon the efforts that this Administration has 25 undertaken over the last two years and several

COMMITTEE ON GENERAL WELFARE

1

Prior to 1993, HRA was in charge of services 2 months. 3 to the homeless. As a result of a Commission 4 appointed by Mayor David Dinkins and chaired by now 5 Governor Andrew Cuomo to develop solutions to the problems of homelessness, this Council enacted a law 6 7 that created the Department of Homeless Services as a 8 separate agency in the City Charter to oversee and 9 address homelessness. At the time the law was enacted there were 6,000 families with 9,700 children 10 11 and 7,500 individuals residing in transitional 12 housing. Today, as we look again to the structure of 13 this system, those numbers have just about doubled. 14 As a result of this review, the Administration is 15 proposing a partial merger of those two agencies. We will have one commissioner overseeing these two 16 17 agencies and services will be combined to maximize 18 efficiency. DHS's main focus will be overseeing the 19 portfolio of more than 250 shelters that house 20 homeless individuals and families across New York 21 City. The review also proposes many substantive 2.2 reforms including expanded preventative services to 23 keep people out of the shelter system, increasing services to the unsheltered homeless population, 24 improving conditions and creating programing in the 25

1 COMMITTEE ON GENERAL WELFARE 6 2 shelters, and streamline rehousing efforts. Today, 3 we are here to discuss and evaluate these reforms. 4 This committee is interested in learning how these 5 changes to HRA and DHS's portfolios will serve to improve services to client. We also expect to hear 6 7 more details on how many of these reforms--on many of these reforms and how the agencies expect to achieve 8 9 these efforts. We are very interested in hearing from those of you who are here today to testify about 10 11 your opinion on these reforms and any suggestions 12 that you have for ways that these reforms can be 13 changed and improved or expanded upon. I'd like to thank Commissioner Banks and his team for their 14 15 dedication in improving the system and for providing 16 the highest qualities of services to the 58,000 17 individuals living in shelter. I'd like to 18 acknowledge my colleagues who are here today, Council 19 Member Annabel Palma of the Bronx and Barry 20 Grodenchik of Queens. We are also expecting other 21 members of the committee to join us during the hearing. I would also like to thank the staff of the 2.2 23 General Welfare Committee, Andrea Vasquez [sp?], Counsel, Tanya Cyrus, Policy Analyst, Doheni Sampora 24 [sp?], Unit Head, Namira Nushud [sp?], Finance 25

| 1  | COMMITTEE ON GENERAL WELFARE 7                        |
|----|---|
| 2  | Analyst, and the Public Safety Committee for their    |
| 3  | work in preparing for this hearing. I'd also like to  |
| 4  | welcome my new staff who are here today, new Chief of |
| 5  | Staff Johnathan Bouche [sp?], new Legislative         |
| 6  | Director, Julie Barrow [sp?], who has done a lot of   |
| 7  | work in the last few weeks in leading up to this      |
| 8  | hearing, and Edward Paulino [sp?], new Budget         |
| 9  | Director. And now, Commissioner, I would like to      |
| 10 | swear you in before your testimony. Do you affirm to  |
| 11 | tell the truth, the whole truth and nothing but the   |
| 12 | truth in your testimony before this committee and to  |
| 13 | respond honestly to Council Members' questions?       |
| 14 | COMMISSIONER BANKS: I do.                             |
| 15 | CHAIRPERSON LEVIN: Thank you. Feel free               |
| 16 | to begin.   |
| 17 | COMMISSIONER BANKS: Good morning                      |
| 18 | Chairperson Levin and members of the General Welfare  |
| 19 | Committee. Thank you for inviting me to appear        |
| 20 | before you today to discuss the outcome of the        |
| 21 | Mayor's comprehensive operational review of homeless  |
| 22 | programs to ensure that services are delivered        |
| 23 | efficiently and effectively as possible in order to   |
| 24 | prevent and alleviate homelessness in New York City.  |
| 25 | These were the reforms that were announced on April   |

|  | COMMITTEE | ON | GENERAL | WELFARE |
|--|-----------|----|---------|---------|
|--|-----------|----|---------|---------|

11<sup>th</sup>. I'm joined here today with Erin Drinkwater 2 3 [sp?] from HRA. My name for the record is Steven Banks, and I'm the Commissioner of the Department of 4 5 Social Services overseeing the Human Resources Administration and the Department of Homeless 6 7 Services. On December 15, 2015, the Mayor ordered a review of homeless services and he asked First Deputy 8 9 Mayor Tony Shorris, the Director of the Mayor's Office of Operations Mindy Tarlow, and I to conduct 10 11 the review, and following her appointment, Deputy Mayor for Health and services Herminia Palacio joined 12 in the effort. During the review period, I oversaw 13 14 the operations of the Department of Homeless Services 15 in my capacity as Administrator and Commissioner of 16 the local social services district in New York City. 17 As described in the 90-day review report, there has 18 been a 115 percent increase in homelessness over the 19 past two decades, from 23,526 New Yorkers on January 20 1, 1994 to 33,194 New Yorkers on January 1, 2002 to 21 nearly 51,000 on January 1, 2014. Based on this trajectory we were heading to a shelter census of 2.2 23 71,000 next year before this Administration's prevention and rehousing programs took hold. During 24 this two-decade buildup of homelessness in New York 25

COMMITTEE ON GENERAL WELFARE

1

City, New York City has faced increasing economic 2 3 inequality as a result of low wages, the lack of 4 affordable housing and an increased cost of living. Today, approximately 46 percent of New Yorkers live 5 near poverty, and approximately 21 percent live below 6 the poverty line. This income inequality and the 7 8 resulting gap between income and rent combined with 9 other drivers of homelessness such as domestic violence, overcrowding, eviction are what bring 10 11 people to our shelter system. We did not arrive at 12 this point overnight, and it'll take some time to address the multifaceted drivers of homelessness. 13 14 The review directed by the Mayor was guided by three 15 principles, providing quality services to vulnerable 16 clients, efficient use of city resources, and 17 achieving cost effectiveness by avoiding duplication. 18 The 46 reforms developed as a result of this review 19 build on initiatives this Administration has already 20 undertaken to prevent and alleviate homelessness, 21 including comprehensive rental assistance programs, historic funding allocated for civil legal services, 2.2 23 for tenant and ant-harassment and anti-eviction programs, and a commitment to the preservation and 24 creation of 200,000 units of affordable housing. 25

1 COMMITTEE ON GENERAL WELFARE 10 2 Over the past two years the new rental assistance 3 programs and other permanent housing initiatives have enabled 32,352 children and adults and 11,038 4 households to avert entry into or move out of DHS and 5 HRA shelters. The coinciding with the historic 6 7 increased investment in civil legal services and the 8 increased payment of rent arears to prevent 9 evictions, we've seen a 24 percent decline in evictions over the past two years. But these 10 11 initiatives alone are not enough. That is why we didn't wait until the end of the 90-day review period 12 to implement further reforms. During the review 13 14 period itself we took these actions to enhance client 15 services. We moved forward with a plan to provide 16 15,000 new units of supportive housing over the next 17 15 years. We moved forward with an initiative to 18 provide additional tier two and emergency beds for 19 the domestic violence shelter system, doubling the number of domestic violence survivor beds with the 20 first increase since 2010. We move forward with a 21 plan to triple the number of dedicated youth beds for 2.2 23 runaway and homeless youth, and we moved forward with a plan to double the number of drop-in centers to 24 provide services to help bring homeless individuals 25

1 COMMITTEE ON GENERAL WELFARE 11 off the streets. And during the review period we 2 3 implemented specific reforms related to those living 4 in shelter. We created the shelter repair scorecard 5 to track improvements in shelter conditions. We implemented an enhanced shelter repair program. 6 We 7 increased security at all commercial hotels that house homeless families and individuals. We provided 8 9 24/7 security coverage at mental health shelters. We overhauled the city's reporting on critical incidents 10 11 in shelters. We restored a program for domestic 12 violence services at shelters that was eliminated in 13 2010. We initiated a New York City Police Department 14 shelter security review and a retraining of 15 Department of Homeless Services Peace Officers, and 16 we announced and began to implement a plan to end the 16-year old cluster shelter program and the use of 17 18 commercial hotels. For this 90-day review period, 19 leadership and staff from the Administration 20 including HRA, DHS and the Mayor's Office of 21 Operations assessed the strengths and challenges of the current homeless services system in order to 2.2 23 determine how to deliver client services more effectively and to improve client outcomes. 24 We conducted a comprehensive review of this homeless 25

1 COMMITTEE ON GENERAL WELFARE 12 services policies and practices. The review included 2 3 interviews with a variety of stakeholders. The 4 Mayor's Office of Operations Director Mindy Tarlow, City Hall, Health and Human Services staff, PWC 5 consultants, and I interviewed more than 400 people. 6 7 We met with homeless people in shelters, on the streets and in focus groups, advocates, shelter and 8 9 homeless services providers, other nonprofit organizations, national experts and researchers, 10 11 former DHS Commissioners and elected officials, and 12 staff union leadership and managers and staff at DHS, 13 HRA and other city agencies. We also surveyed best 14 practices in other jurisdictions and received 15 feedback from the United States Department of Housing 16 and Urban Development. In all, 24 different 17 government agencies and 60 nonprofit providers 18 participated in the review process. As indicated in 19 the report, client focus groups were conducted with 20 four homeless advocacy organizations in order to obtain direct client feedback. The focus groups were 21 convened by the Coalition for the Homeless, the Urban 2.2 23 Justice Center Safety Net Project, Picture the Homeless, and VOCAL. More than 80 clients shared 24 their experience directly with me and provided 25

1 COMMITTEE ON GENERAL WELFARE 13 2 feedback on the delivery of services to staff and me. 3 Clients focused primarily on issues surrounding shelter conditions and policies, social services 4 delivery and housing. Additional client discussions 5 were conducted in shelters and on the streets during 6 7 visits in the evening and during the day in outreach 8 efforts. A survey was also sent to DHS staff and a 9 random sample of clients to assess what services are most important to address homelessness from the 10 11 perspective of staff and clients. More than 700 DHS 12 staff responded and participated in the online survey, and 630 randomly identified clients across 13 14 shelter populations and types were surveyed. Both 15 clients and staff overwhelmingly reported that rehousing programs and processes are the biggest area 16 17 of opportunity for reform with 34 percent of clients 18 and 27 percent of staff citing it as the most 19 critical issue. Within rehousing, staff and clients commented on the need to streamline rental 20 21 assistance, have greater availability of affordable and supportive housing and provide recourse for 2.2 23 landlord source of income discrimination. A process analysis of prevention and intake capacity planning 24 and projections and shelter operations was conducted 25

1 COMMITTEE ON GENERAL WELFARE 14 2 to identify strengths of the system and areas of 3 opportunity for reform. Through shelter and intake center visits, stakeholder interviews and review of 4 operations, we were able to identify where clients 5 interact with multiple agencies and where there are 6 7 gaps in overlap and service delivery. Over the past two decades, homelessness in New York City as 8 9 reflected in the DHS shelter system has increased exponentially, particularly after the precipitous end 10 11 to the Advantage rental assistance program in 2011. This is a product of today's economic realities, 12 increasing income inequality, rents rising and 13 14 stagnant wages. The reforms resulting from a 90-day 15 review will cost an estimated 66 million dollars, which will be offset by 38 million dollars in 16 17 administrative savings. These reforms can be 18 categorized in four broad categories, prevention, 19 addressing street homelessness, sheltering, and 20 rehousing. In terms of prevention, the old adage 21 that an ounce of prevention is worth a pound of cure is a key proponent of many of the reforms that we 2.2 23 have implemented over the past two years. In order to enhance our prevention efforts, we will take these 24 25 actions: Move the HomeBase program management form

1 COMMITTEE ON GENERAL WELFARE 15 2 DHS to HRA. Expand HomeBase staffing and services. 3 Expand the scope of HomeBase as the first point of 4 entry for those at risk of homelessness. Use data analytics to proactively target prevention services 5 for at-risk clients. Target services and rental 6 7 assistance for youth in DYCD shelters at risk of 8 entry into DHS shelters. Target services and rental 9 assistance for clients with mental health needs, cycling between jail and homelessness. We're also 10 11 proposing two new city state taskforces, one that 12 will develop and implement alternatives to avert 13 discharges from prisons to DHS shelters, and one that 14 will work to implement community-based programs to eliminate the need for DHS mental health shelters. 15 16 These two client groups account for a large 17 proportion of the census in the city's single adult 18 shelters. The City's street homelessness reforms 19 work together to better identify, engage and 20 transition homeless New Yorkers from the streets to 21 appropriate services and permanent housing. The full 2.2 launch of the Homeless Outreach Mobile Engagement 23 Street Action Teams, HOME-STAT, builds on our street homelessness prevention response initiatives that 24 have been in place, and enhanced funding for 25

1 COMMITTEE ON GENERAL WELFARE 16 2 additional safe haven beds, drop-in centers and 3 supportive housing units ensures that those living on 4 the streets have opportunities to come inside and 5 connect to the services and support they need. Implemented in March, HOME-STAT is the nation's most 6 7 comprehensive street outreach program with nearly 500 workers to help transition homeless individuals from 8 9 the streets and into shelters. The program will enable the city to better address the needs of New 10 11 Yorkers who are homeless and on the streets, and we've also committed to developing 500 new safe haven 12 13 beds. This increased availability of low threshold 14 options for those who need assistance, but are not 15 willing to enter shelter will be essential to connecting individuals to services and supports to 16 17 ultimately bring them in from the streets and into 18 permanent housing. The supportive housing plan will 19 provide an additional tool to address street 20 homelessness with a long proven track record of success. These reforms coupled with a citywide HOME-21 STAT case management system will enhance city service 2.2 23 integration, continuous monitoring and outreach, and rapid response to individuals on the street improving 24 the quality of life for both clients and City 25

1 COMMITTEE ON GENERAL WELFARE 17 residents. We're very grateful that Michael Jacobson 2 3 will be working with us on this citywide case 4 management initiative. He brings years of experience in government service having previously served as 5 Commissioner of three city agencies as well as the 6 7 President of the Vera Institute for Justice. All of these initiatives to address street homelessness 8 9 recognize that the pathway to the streets is not linear, and the pathway back off the streets 10 11 therefore could not be a one-size-fits-all approach, 12 especially as we head into warmer months, it's also important to remember that not all who are on the 13 14 street are in fact homeless. And as the Mayor has 15 announced with the launch of HOME-STAT to better 16 understand our street homelessness population, we'll 17 be conducting more frequent street counts to assist 18 us in determining solutions in the problem of street 19 homelessness and provide transparent reporting on 20 what we find. With the exponential increase in the 21 shelter population that has occurred over the past two decades, it has become increasingly difficult for 2.2 23 DHS to adequately oversee and monitor providers, ensure safe, clean and secure conditions and provide 24 necessary services to clients. Shelter safety can be 25

1 COMMITTEE ON GENERAL WELFARE 18 improved through the deployment of an NYPD management 2 3 team to DHS to develop an action plan to upgrade 4 security at all shelters and the NYPD's retraining 5 the DHS Peace Officers. The City is creating a multi-pronged approach to improving shelter 6 7 conditions by establishing a unit of city staff to observe conditions, monitor services and determine 8 9 vacancies, streamlining the inspection process for providers and expanding the DHS capital repair 10 11 program. In addition to addressing the physical infrastructure and safety needs for clients, we are 12 13 implementing new programs to create career employment 14 pathways and enhance education and training services 15 for clients in shelter. Phasing out the use of 16 clusters and commercial hotels is also essential to 17 improving shelter conditions and services. In 18 addition to the reforms we have already begun 19 implementing during the review period. The report includes a road map for further reforms including 20 rationalizing shelter provider rates, addressing ADA 21 compliance in shelters, expanding the scope of HRA's 2.2 23 ADA coordinator to cover the shelter system, targeting services for emerging new trends in the 24 single adult population, particularly for clients 50 25

| 1  | COMMITTEE ON GENERAL WELFARE 19                       |
|----|---|
| 2  | and older and between the ages of 18 and 24,          |
| 3  | targeting services for families based on individual   |
| 4  | needs to move away from a one-size-fits-all approach, |
| 5  | eliminating the requirement of school-aged children   |
| 6  | to be present at PATH for multiple appointments,      |
| 7  | aligning access procedures for adult families with    |
| 8  | procedures for families with children, streamlining   |
| 9  | access to DYCD shelter for homeless youth,            |
| 10 | implementing a tripling a DYCD shelter capacity for   |
| 11 | runaway homeless youth, providing increased notice    |
| 12 | prior to non-emergency transfers within the shelter   |
| 13 | system, increasing transportation resources to reduce |
| 14 | placement waiting time, deploying social workers to   |
| 15 | accompany families found ineligible who are returning |
| 16 | to a community resource to provide on the spot        |
| 17 | assistance, expanding the shelter conditions          |
| 18 | complaint process through HRA's info line, and        |
| 19 | communicating information to clients through fliers,  |
| 20 | posters and other media. Rehousing and keeping        |
| 21 | families and individuals in their homes by assisting  |
| 22 | them with rent or with legal services are             |
| 23 | significantly more cost-effective for tax payers than |
| 24 | to pay the cost of shelter for a family or            |
| 25 | individual. From our recent experience in             |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 20                       |
|----|---|
| 2  | establishing a unified management structure to        |
| 3  | achieve the goal of ending chronic veteran's          |
| 4  | homelessness as certified by HUD, we will replicate   |
| 5  | such a structure to promote overall shelter move-     |
| 6  | outs. The current rental assistance programs will be  |
| 7  | streamlined through a consolidation HRA and process   |
| 8  | improvements. And in order to ensure effective usage  |
| 9  | of the programs, the City will increase enforcement   |
| 10 | of the source of income discrimination local law.     |
| 11 | Additional rehousing reforms include streamlining the |
| 12 | HPD housing placement, continuing to utilize NYCHA    |
| 13 | placements to address homelessness, implementing a    |
| 14 | more effective aftercare program, providing           |
| 15 | assistance to obtain federally disability benefits    |
| 16 | for clients to promote shelter move-outs,             |
| 17 | incorporating the federal continuum of care strategic |
| 18 | planning process in homeless strategy development,    |
| 19 | and establishing leadership reporting structure for   |
| 20 | the continuum of care in New York City, providing     |
| 21 | clear and concise information and written materials   |
| 22 | to clients about available assistance and programs.   |
| 23 | We're also proposing to the State to permit use of    |
| 24 | Medicaid funds for apartment search and shelter       |
| 25 | relocation services for homeless clients with         |
| Į  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 21                       |
|----|---|
| 2  | disabilities and to approve HRA's requests FEPS plan  |
| 3  | modifications. The 90-day review concluded that       |
| 4  | client services can be provided more seamlessly and   |
| 5  | effectively through integrated management for HRA and |
| 6  | DHS. Both HRA and DHS report to a single              |
| 7  | Commissioner of Social Services. The City will        |
| 8  | leverage shared services functions across agencies    |
| 9  | resulting in better day-to-day management and         |
| 10 | building on an integrated mission across the          |
| 11 | agencies. Prevention rehousing will be moved out of   |
| 12 | DHS operations integrated within current HRA          |
| 13 | prevention operations to advance accountability for   |
| 14 | preventing and alleviating homelessness across        |
| 15 | multiple city agencies, the city will create an       |
| 16 | Interagency Homelessness Accountability Council,      |
| 17 | reporting to the Deputy Mayor for Health and Human    |
| 18 | Services, Herminia Palacio. The accompanying slides   |
| 19 | that we have been presenting to you provide more      |
| 20 | detail concerning each of the 46 recommendations      |
| 21 | contained in the 90-day report, and I look forward in |
| 22 | this testimony to explaining them in further detail   |
| 23 | as your question ask for that detail. However, as we  |
| 24 | proceed with implementation of these reform efforts,  |
| 25 | we will continue to identify ways in which our        |
| ļ  |   |

COMMITTEE ON GENERAL WELFARE

1

2 programs to prevent alleviate homelessness can be 3 improved beyond these 46 reforms. While a lot has 4 been accomplished through the 90-day review period, 5 we know there is much more to do. Thank you again 6 for this opportunity to testify, and we welcome your 7 questions.

8 CHAIRPERSON LEVIN: Thank you very much, 9 Commissioner. I really appreciate the comprehensive review here for the committee and the public. I want 10 11 to start by just asking some very general questions. 12 If you can explain the, out the outset here, the 13 structure of how you as Commissioner of Social 14 Services will be leading both agencies, because it's 15 somewhat--obviously, it's a different structure than 16 has been in place for the last couple of decades. 17 Can you just explain a little bit of how that will 18 work? Who's then going to be kind of the lead 19 individual for DHS itself under you as Commissioner, 20 and kind of explain a little bit more of the structure there? 21

22 COMMISSIONER BANKS: Sure, and let me 23 also go back to the underlying factors that we looked 24 at in developing and implementing the structure, 25 which is from the client perspective, and the sense

1 COMMITTEE ON GENERAL WELFARE 23 that clients go to multiple places frequently being 2 3 asked the same questions by multiple different city agencies and city contracts, and that that structure 4 5 impeded the fact of timely efficient delivery of services, and by bringing all of the services whether 6 7 they're called HRA services or DHS services under the 8 same roof, we see opportunities for addressing those 9 client perspective problems that we saw and heard about during the review. At the same time, there are 10 11 distinct services provided by DHS and distinct 12 services provided by HRA. We wanted to preserve the distinctness of the mission of each of the agencies 13 14 by bringing them under one roof, but similarly we saw 15 efficiencies that could be repurposed for the reforms 16 by providing administrative support in a more 17 efficient way by having there be one, you know, legal 18 operation, one finance operation, one program 19 integrity operation, one facilities operation, one 20 contracting operation, that that would streamline services for both the two agencies and also 21 streamline interactions for external active [sic] 2.2 23 contractors for example. And so the approach is one of taking all of the so-called back office functions, 24 administrative functions, and have those support both 25

| 1  | COMMITTEE ON GENERAL WELFARE 24                       |
|----|---|
| 2  | of the agencies, both HRA and DHS. Those support      |
| 3  | functions will be reporting to the Commissioner of    |
| 4  | Department of Social Services, and each of the        |
| 5  | agencies, HRA and DHS, will then be left with an      |
| 6  | operational mission as opposed to dealing with budget |
| 7  | and all that there is administrative support, and     |
| 8  | there are already existing ways in which the          |
| 9  | administrative processes will be led, and you're      |
| 10 | correct to identify that each of the agency           |
| 11 | components, the HRA direct services component and the |
| 12 | DHS direct services component, will each have an      |
| 13 | administrator, a chief social services administrator  |
| 14 | and a chief homeless services administrator. Those    |
| 15 | individuals are being selected, and we, when we're    |
| 16 | ready to announce it we will, but we think that's a   |
| 17 | structure that will have a commissioner overseeing to |
| 18 | interconnect integrated services, homelessness and    |
| 19 | all of the range of HRA social services and also a    |
| 20 | unique, an integrated administrative structure, and   |
| 21 | the administrative structure will be overseen by the  |
| 22 | Commissioner, but two individuals will lead one       |
| 23 | social services, one homeless services.               |
| 24 | CHAIRPERSON LEVIN: So, in your review,                |
| 25 | obviously you looked at the history of how DHS came   |
| I  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 25                       |
|----|---|
| 2  | to be and through significant number of reviews back  |
| 3  | in the 1990's as well as legislation from the City    |
| 4  | Council, multiple pieces of legislation with the City |
| 5  | Council at the time, and what led you and your team   |
| 6  | to believewhat's changed on the ground that makes     |
| 7  | that structure or you believe that structure either   |
| 8  | no longer optimal or perhaps obsolete now?            |
| 9  | COMMISSIONER BANKS: Well, I think it's                |
| 10 | also important to remember that in choosing an        |
| 11 | integrated structure, I mean, we had a continuum of   |
| 12 | potential choices. One was a merger of the agencies.  |
| 13 | One was to leave two separate functioning agencies.   |
| 14 | Another was to create an integrated service delivery. |
| 15 | So, in seeing the perspective of the clients we saw   |
| 16 | the need for integrated service delivery from a       |
| 17 | client perspective, but also from an efficient use of |
| 18 | city resources and an administrative efficiency       |
| 19 | perspective putting the administrative support in a   |
| 20 | unified support structure we think will result in     |
| 21 | more effective service delivery for clients and more  |
| 22 | efficient use of city resources. The structure that   |
| 23 | we're moving forward with preserves all options. At   |
| 24 | some future time one could merge the agencies. At     |
| 25 | some future time one could pursue separate agencies,  |
|    |   |

COMMITTEE ON GENERAL WELFARE

26

but we think for this moment for what we've seen happen over the last two decades with 115 percent increase in homelessness over the last two decades, that there's a critical need to focus on integrated service delivery and that's the model we selected.

7 CHAIRPERSON LEVIN: Beyond the client 8 perspective issues that you're identifying, is there 9 anything else that jumped out at you or that you did not anticipate encountering in this review that has 10 11 led your team to believe that it's more appropriate to combine functions of the agencies? Is there 12 13 anything that jumped out at you that you did not 14 realize was there, a certain inefficiencies, things 15 that weren't functioning in the way that they ought to have been? 16

17 COMMISSIONER BANKS: Well, look, in my 18 perspective, as you know, comes from suing both 19 agencies for about 30 years in one case and 20 years 20 in the other case and running one of them for the last two years. So, the team and I looked at what 21 were service delivery inefficiencies that affected 2.2 23 timeliness and effectiveness for clients, but also from a city perspective were there potential for 24

25

1 COMMITTEE ON GENERAL WELFARE 27 2 savings that we could reinvest in the reforms, and 3 so--4 CHAIRPERSON LEVIN: [interposing] But was 5 there anything that jumped at you, you said, whoa, this is an area that is in desperate need of reform, 6 7 or this is not--structurally, I'm not talking about 8 anything that's having to do with any personnel. Is 9 there anything that you said jumped out at you and you said this is really--or maybe you were aware of 10 11 it because of your experience with the system 12 already? 13 COMMISSIONER BANKS: I took a lot of 14 depositions over the years. 15 CHAIRPERSON LEVIN: Uh-huh. 16 COMMISSIONER BANKS: But I think also from 17 just an operational perspective, you know, some of 18 this comes from my perspective of becoming head of 19 the Legal Aid Society when we were--when the agency 20 was about to go bankrupt, and what were the structural changes that made that organization into a 21 healthy financially stable organization. So, looking 2.2 23 at duplication services, looking at streamlining administrative processes were the kinds of tools that 24 were used there and they were certainly from my 25

1 COMMITTEE ON GENERAL WELFARE 28 2 colleagues in government and elsewhere. Those are 3 the same kinds of tools that we have looked at to improve operations here, looking for administrative 4 5 efficiencies, looking to use city dollars most effectively, and looking to repurpose city dollars to 6 7 support the reforms, but I don't think in looking at 8 how things were operating that it was, "Well, that 9 was something we didn't know about." It's been a, "Okay, well that makes sense from client perspective 10 11 in terms of issues clients are raising, makes sense 12 from a staff perspective at DHS and HRA, in terms of issues the staff had identified, makes sense from a, 13 14 you know, overall city government analysis of 15 things." I think, too, there's been a lot of focus 16 on the structure of DHS and HRA. I think that the 17 Accountability Council is particularly a point, 18 important. They'll be led by Deputy Mayor Palacio, 19 in that it brings together all city agencies to 20 really focus on the importance of preventing and 21 alleviating homelessness. That's an equally 2.2 important initiative to the structural reforms within 23 HRA and DHS. CHAIRPERSON LEVIN: On that point, 24 actually, the Administrative Code requires now an 25

| 1  | COMMITTEE ON GENERAL WELFARE 29                       |
|----|---|
| 2  | Interagency Coordinating Council on Homelessness      |
| 3  | under Section 21-307 and an Advisory Board which is   |
| 4  | to include homelessness individuals in Section 21-    |
| 5  | 306, neither of which have been in existence for some |
| 6  | time. Ninety-day review recommends the establishment  |
| 7  | of an interagency task force. Can you explain? I      |
| 8  | mean, what's been the perspective there? Obviously,   |
| 9  | you've been aware of that requirement under the       |
| 10 | Administrative Code, and is thatis there a reason     |
| 11 | why that has yet to been in panel? We, obviously, we  |
| 12 | looked at doing legislation around creating           |
| 13 | interagency taskforce that came back to us that       |
| 14 | something's beenthat that law's been in existence     |
| 15 | for 15 years.   |
| 16 | COMMISSIONER BANKS: I think, you know,                |
| 17 | like many aspects that I touched on in the written    |
| 18 | testimony, that's another problem that didn't happen  |
| 19 | overnight; built up over many years. One thing that   |
| 20 | I think has been unique from my perspective, outside  |

22 the things that I think has been unique for this
23 Administration actually has been coordination among
24 the housing agencies and social services agencies and
25 regular ongoing discussions and meetings. So, the

government now being inside government, is--one of

| 1  | COMMITTEE ON GENERAL WELFARE 30                       |
|----|---|
| 2  | process that the interagency council legislation was  |
| 3  | intended to address has been operational. The 90-day  |
| 4  | review recommendation is actually to take the process |
| 5  | to a much more enhanced level. So we think that the   |
| 6  | formality of even the language that we're using in    |
| 7  | terms of accountability is part of moving forward     |
| 8  | from past efforts and continue to make the progress   |
| 9  | that we've been making with collaboration and         |
| 10 | cooperation and regular ongoing meetings with the     |
| 11 | housing agencies and the social services agencies.    |
| 12 | CHAIRPERSON LEVIN: I'm sure this is true              |
| 13 | for you as well, but over the last several years,     |
| 14 | some of the most insightful advice and                |
| 15 | recommendations that I've received have come from     |
| 16 | both advocates, homeless individuals and providers.   |
| 17 | Is there any intent to include those groups or        |
| 18 | individuals in the Advisory Board or on the, you      |
| 19 | know, on the coordinating counselor, the taskforce    |
| 20 | whatever  |
| 21 | COMMISSIONER BANKS: [interposing] Well,               |
| 22 | as you can see in the review itself there is a great  |
| 23 | prominence placed on obtaining input from clients,    |
| 24 | input from providers, input from organizations that   |

25 advocate for and provide services to people who are

| 1  | COMMITTEE ON GENERAL WELFARE 31                       |
|----|---|
| 2  | facing imminent homelessness or are homeless, and     |
| 3  | certainly as we move forward we're going to be        |
| 4  | looking for structures to make sure that kind of      |
| 5  | input that was invaluable for the 90 days continues.  |
| 6  | CHAIRPERSON LEVIN: Okay. I mean, it's                 |
| 7  | certainly something that I'm going to be continuing   |
| 8  | to look at as we move forward, because I think it     |
| 9  | would be very appropriate just on a long term         |
| 10 | structural level to have that type of input ongoing,  |
| 11 | you know, on into the future and future               |
| 12 | Administrations.                                      |
| 13 | COMMISSIONER BANKS: Absolutely. Again,                |
| 14 | it was extraordinarily valuable as part of the 90-day |
| 15 | review, and it will continue to be valuable as we     |
| 16 | move forward, that sort of input.                     |
| 17 | CHAIRPERSON LEVIN: Right. As you're                   |
| 18 | well aware, I mean, the last thing we want is, you    |
| 19 | know, something of an echo chamber within the         |
| 20 | Administration. We need outside voices.               |
| 21 | COMMISSIONER BANKS: Absolutely. As you                |
| 22 | know, I've testified fairly frequently before the     |
| 23 | Council, so there's plenty of opportunity for outside |
| 24 | voices, and there will continue to be, and as I said, |
| 25 | it was quite conscious that we provided structures    |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 32                       |
|----|---|
| 2  | for clients receiving the services to be able to      |
| 3  | speak directly to a commissioner about concerns that  |
| 4  | they had.   |
| 5  | CHAIRPERSON LEVIN: Last question, and                 |
| 6  | then I'm going to turn it over to my colleagues. Is   |
| 7  | there a reason why you and your team decided not to   |
| 8  | fully combine the two agencies, you know, and go for  |
| 9  | a full merger?  |
| 10 | COMMISSIONER BANKS: We wanted to                      |
| 11 | preserve all options, and also we wanted to movewe    |
| 12 | wanted to move as quickly as possible. Certainly the  |
| 13 | conversations with the clients reinforced the urgency |
| 14 | of moving as quick as possible. So we thought by      |
| 15 | integrating services that we could preserve the       |
| 16 | option to merge fully at some future point or return  |
| 17 | to a separate agency in some future point             |
| 18 | determiningdepending on how things proceed.           |
| 19 | CHAIRPERSON LEVIN: I'm going to turn it               |
| 20 | over to my colleagues. First, I just want to welcome  |
| 21 | Council Member Donovan Richards of Queens, and        |
| 22 | Annabel Palma for questions.                          |
| 23 | COUNCIL MEMBER PALMA: Thank you, Mr.                  |
| 24 | Chair. Good morning, Commissioner, and I just want    |
| 25 | to applaud this Administration for continuing to      |

1 COMMITTEE ON GENERAL WELFARE 33 recognize that in order to move this city forward in 2 3 a positive way we need the collaboration of agencies 4 and to tackle the issue of homelessness we definitely 5 need to make sure that all agencies who are dealing with this population are working together. So, I want 6 7 to commend you for that. I want to focus on the reform of HomeBase. The review includes several 8 9 reforms to the systems made [sic] prevention program of HomeBase. Program management of HomeBase will 10 11 move from DHS to HRA. Staffing and services will be 12 expanded and the scope of the program will be 13 expanded to make it first point of entry for those at 14 risk of homelessness. So, I want to know a little 15 bit more about what changes by moving HomeBase to HRA 16 and what are those benefits that the public can 17 expect by that move. 18 COMMISSIONER BANKS: Thank you for your

kind words. In terms of HomeBase, one of the first reforms that we made at HRA two years ago was to put HRA staff in the HomeBase offices to try to address the problem of clients going to HomeBase, but then needing to go to an HRA center even to have a preliminary evaluation of whether or not the client might be eligible for a benefit or not. So, by

1 COMMITTEE ON GENERAL WELFARE 34 2 deploying HRA staff already in the HomeBase offices 3 as we did two years ago, we were tending to 4 streamline those services. One of the--among the key 5 tools that HomeBase has is the payment of rent arears and the connection to legal services, and those are 6 7 already operating within HRA as part of HRA's prevention, homeless prevention services, and so it 8 9 made sense to consolidate the remaining piece of prevention with those other--with the oversight and 10 11 management of those other services. In meeting with 12 the HomeBase providers, they talked about service gap in terms of the focus on evictions and not having 13 14 within their scope the ability to focus on other 15 kinds of services that people may come to HomeBase in 16 need of that could keep them housed, mediation 17 services, other kinds of social services. And so by 18 partnering HRA staff with not-for-profit staff, the 19 HRA staff having the tools for connection to legal 20 services and the tools for payment or rent arears, we 21 want to expand the scope of the terrific partners in the HomeBase offices to provide additional services 2.2 23 to help keep people in their homes. The model of entry into the shelter system that gave rise to 24 HomeBase was in part focused on eviction prevention 25

1 COMMITTEE ON GENERAL WELFARE 35 2 exclusively, and we're obviously having an impact on 3 preventing evictions in the City with expansion of 4 legal services and rent arears payments reducing 5 evictions by 24 percent. We want to keep making progress there, but we also want to expand the scope 6 7 of what the HomeBase staff can do to reach other kind 8 of problems that people are coming to HomeBase in 9 need of. There are many people that we see that come to PATH, the shelter entry point at DHS, who could 10 11 have been helped at an earlier point, and we want to 12 make sure that everyone who could be helped in an 13 early point is, and so we will be developing new 14 programs with HomeBase providers to experiment on new 15 service delivery models to encourage clients to get 16 those services in the community and to encourage us 17 to make sure we're providing the services that are 18 needed in the community to avoid having to go to PATH 19 to get services that we should be providing the 20 community.

COUNCIL MEMBER PALMA: So, I know that through the HomeBase campaign and making the public aware of the homeless prevention services that we're providing, many people took advantage of that and actually instead of going to PATH went directly to

1 COMMITTEE ON GENERAL WELFARE 36 2 their HomeBase offices. Do you see an increase of 3 individuals and do you have that number that took 4 advantage of going to HomeBase before they went to PATH, and do you expect to do a similar campaign just 5 informing the public instead to PATH as the first 6 7 point of entry, that now HomeBase will be the first 8 point of entry there before they may be getting the 9 service, you know, diverting them from having to go to PATH directly? 10

11 COMMISSIONER BANKS: Right. I think you 12 said it very well, that exactly how you described it 13 is what we want to be doing. We don't want to stop 14 doing things we're doing. We want to do more of what 15 we're doing. I also want to emphasize that what we've 16 seen in conversations with clients, in conversations 17 with and discussions, interviews with HomeBase staff 18 and leaders, with DHS staff, with HRA staff and 19 others that again it's not a one-size-fits-all 20 approach, and so we will be experimenting with 21 service delivery to make sure that when we implement 2.2 these reforms system wide that we know they're going 23 to be as effective as possible, and we will be working with particular HomeBase providers to begin 24 with and to expand services and to target them as 25

| 1  | COMMITTEE ON GENERAL WELFARE 37                       |
|----|---|
| 2  | effectively as we can along exactly the lines that    |
| 3  | you're wanting us to.                                 |
| 4  | COUNCIL MEMBER PALMA: Will homeless                   |
| 5  | families be able to apply if they qualify to be in    |
| 6  | shelter at their HomeBase office, or will they then   |
| 7  | be told to go to PATH and apply?                      |
| 8  | COMMISSIONER BANKS: Again, we don't want              |
| 9  | to make a full systems change on that type of process |
| 10 | until we can see how best to make it work, and we're  |
| 11 | going to begin to roll it out. That's been the        |
| 12 | approach we've taken with a number of the reforms at  |
| 13 | HRA over the last two years. Implement, see what the  |
| 14 | response is, fine-tune, and then implement system     |
| 15 | wide. So we will be working exactly on the lines      |
| 16 | that you're describing, and I know you have been      |
| 17 | working with many clients that we periodically talk   |
| 18 | about, and I'm happy to receive any input you have    |
| 19 | from your perspective on the client experience.       |
| 20 | COUNCIL MEMBER PALMA: Willhave any                    |
| 21 | communities, those specific HomeBase offices, have    |
| 22 | been identified already through the 90 review period  |
| 23 | to start this model?                                  |
| 24 | COMMISSIONER BANKS: We're in                          |
| 25 | conversation with certain HomeBase providers. I       |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 38 2 think as we proceed we'll be making that information 3 available, but we're at the stage now of the 4 discussions with which HomeBase to expand and how to 5 get going with that, and we'll have more to say as we 6 proceed.

7 COUNCIL MEMBER PALMA: Great. And then 8 my last question is around the HRA and DHS to report 9 to the single Commissioner of Social Services. Has 10 that person been identified? How often will you be 11 reporting to that person, and what should be the 12 outcomes in terms of the reports?

13 COMMISSIONER BANKS: In terms of the 14 Chief Homeless Services Administrator and the Chief 15 Social Services Administrator, we're in the process 16 of identifying those two individuals.

17 COUNCIL MEMBER PALMA: Thank you so much, 18 Commissioner, and I look forward to being a partner 19 and making sure that this rolls out in a correct way 20 where we're helping more families stay in their 21 communities and out of shelter. Thank you, Council 22 Member Levin.

CHAIRPERSON LEVIN: Thank you very much,Council Member Palma. We've been joined by Council

1 COMMITTEE ON GENERAL WELFARE 39 Member Corey Johnson of Manhattan, and we're going to 2 3 turn it over to Barry Grodenchik of Queens. 4 COUNCIL MEMBER GRODENCHIK: Thank you, Mr. Chairman. Good morning, everybody. Good 5 morning, Commissioner. 6 7 COMMISSIONER BANKS: Good morning. 8 COUNCIL MEMBER GRODENCHIK: I have to pull 9 on my glasses and take them off, so if you'll excuse 10 me. 11 COMMISSIONER BANKS: I understand that 12 problem. COUNCIL MEMBER GRODENCHIK: I just want to 13 14 follow up on what the -- a bit of what the Chair talked 15 about. Can you tell the Committee and the people 16 here what is the single biggest problem that you 17 think you've identified with this review? 18 COMMISSIONER BANKS: I wish it were as 19 simple as to say there's one big problem. Let me 20 tell you several if I may. COUNCIL MEMBER GRODENCHIK: I'll take 21 2.2 several. COMMISSIONER BANKS: Okay. I think that 23 what we found when we've implemented reforms at HRA 24 and now looking at the shelter system and homeless 25

1 COMMITTEE ON GENERAL WELFARE 40 2 issues as well through the DHS perspective that 3 there's a confluence of many different drivers that are leading to homelessness, and the built up of it 4 5 is 20 years. That's why there's been 115 percent increase. For some people it's a question of the gap 6 7 between income and rent, and the minimum wage 8 increase is important there. That's also important 9 from an HRA perspective because there's 27,000 heads of household on the HRA case load that are working 10 11 but are eligible for HRA cash assistance because of the current level, and so that's a hopeful path 12 13 forward. The rising rents are a factor there. And 14 so, if you sort of look at a series of solutions to 15 that, the rental assistance programs, the Mayor's Housing Plan, those are solutions aimed at that big 16 17 problem. Mental health needs are a significant 18 problem and the supportive housing plan is aimed at 19 that, and the street homelessness services are really 20 aimed at that, but one of the things that's become 21 evident is, you know, we have 27 mental health 2.2 shelters, and so we're running essential defecto 23 [sic] mental health system within the shelter system, which is reflective of challenges in the broader 24 society. The First Lady's and the Mayor's 25

| 1  | COMMITTEE ON GENERAL WELFARE 41                       |
|----|---|
| 2  | initiatives in expanding mental health services ear   |
| 3  | critically important, but we really want to focus on  |
| 4  | the need for mental health services in the community  |
| 5  | to move away from centrally running a mental health   |
| 6  | system within the shelter system. That's one series   |
| 7  | of issues. I think the employment is an important     |
| 8  | issue and that's why the services of increasing       |
| 9  | employment within the shelter system and the precinct |
| 10 | access to education and credentials is helpful to     |
| 11 | move people out. Source of income discrimination is   |
| 12 | something that's been the subject of hearingsof       |
| 13 | questions at hearings here and that's one of the      |
| 14 | reasons why we're expanding efforts there. Shelter    |
| 15 | conditions and security are issues that have built up |
| 16 | over many years, and so the police review is          |
| 17 | important to help us with that, the focus on street   |
| 18 | homelessness and creating pathways off the streets.   |
| 19 | There are a number of really big substantive issues.  |
| 20 | COUNCIL MEMBER GRODENCHIK: The big                    |
| 21 | tamale.   |
| 22 | COMMISSIONER BANKS: But I want to also so             |
| 23 | that as alook, I'm an optimist by nature. I've        |
| 24 | said this before in testimony, so I'm still saying it |
| 25 | under oath. I remain an optimist by nature. The       |
| l  |   |

1 COMMITTEE ON GENERAL WELFARE 42 2 structure that we are moving forward with is one that 3 think gives us a lot of positive forward motion by 4 looking for administrative efficiencies and repurposing those savings to the reforms, and I know 5 in prior hearings regarding HRA that the committee 6 7 asked a lot about that we were able to keep the 8 budget at HRA relatively constant notwithstanding a 9 full reform effort, and so we've been trying to take the full effort. That's effort here, but I want to 10 11 continue to caution us all. The trajectory for homelessness was 71,000. We have obtained some 12 13 stability in the system and we will be moving to make 14 reductions, but it is not going to be an overnight 15 process. It took two years to break the trajectory where we had gotten to with the increases that we had 16 17 seen, but we will continue to make that progress, and 18 we'll be continuing reporting to this committee. 19 Obviously conditions in shelter and safety in shelter 20 are prominent issues for us, which is why we're 21 investing so much resources in both police--about the shelter condition repairs and then the police review 2.2 23 in terms of providing recommendations for an action plan to improve safety. 24

| 1  | COMMITTEE ON GENERAL WELFARE 43                       |
|----|---|
| 2  | COUNCIL MEMBER GRODENCHIK: You know,                  |
| 3  | follow-up on your comment, you know, about running a  |
| 4  | mental health system within, you know, the homeless   |
| 5  | services world, I am, and a lot of my constituents,   |
| 6  | are reporting to me, you know, just a seemingly       |
| 7  | dramatic increase of mentally ill people. I know      |
| 8  | you're not the Commissioner of Health. Is there a     |
| 9  | lot of outreach in the subway system? I haven't seen  |
| 10 | an outreach team. I assume they're there. I'm just    |
| 11 | wondering how you're getting to those folks.          |
| 12 | COMMISSIONER BANKS: Actually, there's a               |
| 13 | joint effort that we have with the MTA. We havewe     |
| 14 | contract with the Bowery Residence Committee that     |
| 15 | does outreach in the subways. I've been out with them |
| 16 | and seen directly the kind of work they do. That is   |
| 17 | very difficult work to persuade people to come in off |
| 18 | the streets. These are people that have fallen        |
| 19 | through every social safety net that there is, and    |
| 20 | the work that BRC, the Bowery Residence Committee, is |
| 21 | doing is bringing people in one by one, but I do      |
| 22 | think that the observations that constituents and     |
| 23 | others have are reflective of the larger drivers that |
| 24 | have built up over a period of time. We want to get   |
| 25 | those people in. The safe haven expansion, the        |

1 COMMITTEE ON GENERAL WELFARE 44 supportive housing expansion are critical tools to 2 3 give to an organization like BRC that's in the 4 subways in this joint effort with the MTA. COUNCIL MEMBER GRODENCHIK: I appreciate 5 the expansion of those programs because I think, you 6 7 know, it's always been very frustrating going back for many years. You have history, as you've said, of 8 9 suing to keep people in their homes. That's the number one step, I think. Once they're out of the 10 11 home, a lot gets lost, all those support networks 12 that they may have. COUNCIL MEMBER GRODENCHIK: And with the 13 14 Chairs permission I would ask that he and you or 15 we'll have an agreement that you would come back 16 perhaps in the early fall after the summer to discuss 17 how the reforms are going. COMMISSIONER BANKS: I know there'll be an 18 19 invitation, and I'll certainly be here. 20 COUNCIL MEMBER GRODENCHIK: Okay. Thank 21 Thank you, Commissioner. you. 2.2 COMMISSIONER BANKS: I should add, by the 23 way, to your question. One of the things that HOME-STAT did was expand our ability to have increased 24 staffing in the outreach teams. So, BRC, as the 25

1 COMMITTEE ON GENERAL WELFARE 45 2 subway team, has gotten additional staffing, and we 3 value that effort in the same way that I know you're 4 concerned about it. COUNCIL MEMBER GRODENCHIK: Thank you very 5 much. Thank you, Mr. Chairman. 6 7 CHAIRPERSON LEVIN: Thank you very much, Council Member Grodenchik. Council Member Donovan 8 9 Richards of Oueens? 10 COUNCIL MEMBER RICHARDS: Thank you, Mr. 11 Chairman, and welcome Commissioner Banks. I want to 12 thank you for all the work you're doing to really 13 reform our system, and I know it's a big task and has 14 been systematic challenges here for before you came 15 on board I'm sure, but I wanted to delve in a little bit into shelter operations. 16 17 COMMISSIONER BANKS: Sure. 18 COUNCIL MEMBER RICHARDS: So, I know your 19 particular department sent out letters regarding code 20 violations to shelter operators basically telling 21 them they could be removed from the system based on the state budget and wanted to know how many letters 2.2 23 actually were sent out to operators who are--who do have particular amount or significant amount of 24 25 violations from your agency.

1 COMMITTEE ON GENERAL WELFARE 46 2 COMMISSIONER BANKS: We did two things. 3 One is we sent out a letter to all shelter providers 4 highlighting the fact that many had--5 COUNCIL MEMBER RICHARDS: [interposing] How many? 6 7 COMMISSIONER BANKS: Every shelter provider, so that's hundreds of shelter providers. 8 9 We sent a letter out to all of the shelter providers highlighting our appreciation for those who are 10 11 working with us to make the repairs and reduce 12 significantly the number of violations, which I'll 13 get to in a moment, and also highlighting our concern 14 about those who are not working with us and 15 indicating that we were going to begin to communicate 16 to shelter providers who are not working with us. So, we communicated that to all of them, and then we 17 18 also communicated to them our interest in whether any 19 of them would be--would avail themselves of working 20 with us to replace deficient shelter providers, 21 because obviously simply removing the provider, you 2.2 have to a provider willing to operate in place. We 23 then began the process with deficient providers by starting with two that had a high number of 24

| 1  | COMMITTEE ON GENERAL WELFARE 47                       |
|----|---|
| 2  | violations, and we are in the process with those two  |
| 3  | providers   |
| 4  | COUNCIL MEMBER RICHARDS: [interposing]                |
| 5  | What's a high number?                                 |
| 6  | COMMISSIONER BANKS: We looked at                      |
| 7  | initially more than five violations per unit, and     |
| 8  | COUNCIL MEMBER RICHARDS: [interposing]                |
| 9  | Per unit?   |
| 10 | COMMISSIONER BANKS: Per unit.                         |
| 11 | COUNCIL MEMBER RICHARDS: Wow, okay.                   |
| 12 | COMMISSIONER BANKS: And we will continue              |
| 13 | to work through the list of providers once we         |
| 14 | conclude the process with those particular ones.      |
| 15 | This is a fluid process. We tookduring the 90-day     |
| 16 | review we took the following approach to shelter      |
| 17 | conditions. First, let's inspect everything from a    |
| 18 | baseline. So we saidwe started with a process to      |
| 19 | be able to make sure that we knew how many violations |
| 20 | there were, and let me sort of give you the top line. |
| 21 | At the end of March, following inspections and        |
| 22 | following repairs, and I want to give you some more   |
| 23 | detail on that because I appreciate your question.    |
| 24 | At the end of March in the non-cluster shelters, so   |
| 25 | the traditional shelters, there were 5,852            |
| l  |   |

COMMITTEE ON GENERAL WELFARE

1

2 violations. This is in more than 300 shelters. 3 That's compared to 10,474 violations at the end of 4 January. So, that's a decline of 44 percent. How was that accomplished? It was accomplished by city 5 staff and city contractors making repairs and 6 7 providers making repairs, but we wanted to--in order 8 to fix things, we needed to know the full extent of 9 the problem, and there's been, as you know, audits that have been done by the State, by the Comptroller. 10 11 We appreciate the partnership with both the Comptroller and the State Comptroller and OTDA in 12 13 identifying problems, but we wanted to make sure that 14 things that have built up over many years because of 15 disinvestment, that we understood what's the 16 baseline. So we went out there, we inspected, and we 17 began to work with providers. So, we got to the point of the communication last week, because now 18 19 we're through 90 days, and we've made substantial 20 progress, but we want to continue to drive that number down so that the families and the individuals-21 2.2 23 COUNCIL MEMBER RICHARDS: [interposing] So--24 25

| 1  | COMMITTEE ON GENERAL WELFARE 49                       |
|----|---|
| 2  | COMMISSIONER BANKS: can have appropriate-             |
| 3  | -live in appropriate conditions.                      |
| 4  | COUNCIL MEMBER RICHARDS: So when will all             |
| 5  | 5,852 outstanding violations be cured?                |
| 6  | COMMISSIONER BANKS: So, here's the                    |
| 7  | challenge with the remaining violations. Many of      |
| 8  | those are significant capital problems that have      |
| 9  | built up over years. So what we have focused on is    |
| 10 | the violations that can be addressed without major    |
| 11 | capital repairs. One indicator that we focused on     |
| 12 | were the number of high priority violations. So       |
| 13 | there were 641 high priority violations. This is      |
| 14 | your, you know, common problems, you know what I'm    |
| 15 | saying, to be a C violation. That's been reduced to   |
| 16 | 249. Some of those C's relate to systems problems,    |
| 17 | which we're continuing to work through, but again,    |
| 18 | clearing 7,496 violations at more than 300 different  |
| 19 | sites over a two-month period of time is a            |
| 20 | substantial undertaking, but I want to again level    |
| 21 | said expectations. Now we're in into systems changes  |
| 22 | that need to made in some of these buildings, and as  |
| 23 | part of our capital budget process for the next       |
| 24 | month, we will be able to make some projections about |
| 25 | the timing for those capital repairs.                 |
| I  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 50                       |
|----|---|
| 2  | COUNCIL MEMBER RICHARDS: And howand                   |
| 3  | you'll be able to come back to us, to the Chair in    |
| 4  | particular, and give him the exact amount obviously   |
| 5  | of how much capital you're putting aside and how much |
| 6  | of this capital will cure violations. Can you give a  |
| 7  | guestimate of how many violations could be cured with |
| 8  | the proposedsome of the proposed capital              |
| 9  | allocations you're looking at?                        |
| 10 | COMMISSIONER BANKS: I'd prefer to wait                |
| 11 | until we get through the Executive Budget process.    |
| 12 | Our focus right now, and I appreciate your question,  |
| 13 | our focus now during this last two months has been on |
| 14 | clearing the violations that we could clear without   |
| 15 | major capital repairs, and then assessing the major   |
| 16 | capital repairs as part of our budget process. But    |
| 17 | again, we will continue to make repairs that are non- |
| 18 | capital, but as they get more diffuse in smaller      |
| 19 | numbers of locations, it's harder to reach more       |
| 20 | locations, but we will come back to you with that     |
| 21 | information.  |
| 22 | COUNCIL MEMBER RICHARDS: Okay. So, I'm                |
| 23 | sure there's some bad actors that I'm sure have a     |
| 24 | history of significant violations. What are we doing  |
| 25 | to ensure that these people have no place in securing |

1 COMMITTEE ON GENERAL WELFARE 2 any contracts with the City of New York moving 3 forward and possibly revoking them from operating 4 shelters, period?

COMMISSIONER BANKS: So, I want to answer 5 your question, but if I may I'd like to move to talk 6 7 about the clusters, because the information that I've 8 been giving you relates to the non-cluster shelters. 9 The cluster program is that 16-year-old program in which apartments were rented in buildings via, and 10 11 now they're rented via contracts with a range of notfor-profit providers, and we've identified the 12 13 closure of the clusters as a high priority for us, and the clusters have more violations than the 14 15 numbers that I just described to you. Currently there are 12,579 violations in the clusters. 16 That's down from 14,604 at the end of January. One of the 17 18 two providers that we identified, LGC, is a holder of 19 a contract for cluster units, and our process for 20 those cluster units overall to adjust the violations is to move forward with our efforts either through 21 various enforcement methodologies, like the one I 2.2 23 just described to you in terms of calling people in and advising them that their continued contracting 24 was at risk with us, but also identifying owners 25

1 COMMITTEE ON GENERAL WELFARE 52 directly who are willing to convert--and identifying 2 3 owners directly of those cluster units who are 4 willing to convert to permanent housing and to work 5 with us to upgrade their buildings so that families can remain in upgraded units. For the June 30<sup>th</sup> 6 7 period, we've targeted 260 of what we consider to be 8 the most concerning cluster units for closure, and 9 so--and a short answer to your question, we're proceeding with a closure plan for those that we 10 11 think are most concerning. We are calling in others 12 who we have concerns about to try to address their conditions, and if we don't succeed we'll take action 13 14 with respect to them, but our goal with all the 15 clusters is to convert as many as possible to permanent housing and upgrade the conditions so that 16 17 families can remain in them as permanent housing. 18 They were permanent housing units. We want to 19 restore them to permanent housing. 20 COUNCIL MEMBER RICHARDS: Just last 21 question, because I know I've been taking up a lot of 2.2 time. So, how much time would you give to providers 23 before, or can you give me a timeline of how much time can a violation be cured before the State 24 25

COMMITTEE ON GENERAL WELFARE actually steps in to address the issue, or are we

trying to avoid that, I hope?

1

2

3

COMMISSIONER BANKS: Well, I think, look, 4 5 there are parallel efforts going on here. The State has its role. The City has--we have our role. 6 I 7 also want to highlight that the kinds of efforts that I've been describing to you have not been efforts 8 9 which historically the City has taken. So, it's a very fluid situation and to which we have initiated 10 11 brand new processes that didn't exist before for 12 decades in terms of this kind of intensity of inspection, this kind of intensity of repairs, and 13 14 this approach to calling in providers who are not 15 providing the conditions that our families and individuals should be receiving. So, I want to 16 17 answer your question, but I also want to communicate 18 very clearly that it's a fluid process because each 19 provider has a different set of circumstances. I'll 20 give you an example. One provider may have conditions in their buildings that are not 21 appropriate, but may be able to work with us to 2.2 23 convert the units to permanent housing to allow us to upgrade them. That's one approach. Another provider 24 may have no interest in working with us. The clients 25

| 1  | COMMITTEE ON GENERAL WELFARE 54                      |
|----|--|
| 2  | may be in not very habitable conditions, and we're   |
| 3  | making the judgement to get out of them. That's the  |
| 4  | 260 units. Another provider such as the one we       |
| 5  | called in may have large numbers of violations and   |
| 6  | may require a very different approach in terms of    |
| 7  | replacement. So, each situation is requiring a       |
| 8  | different analysis, a different approach, but we're  |
| 9  | moving forward with totalwith novel innovative       |
| 10 | approaches that haven't been tried before.           |
| 11 | COUNCIL MEMBER RICHARDS: So how long                 |
| 12 | before the State steps in?                           |
| 13 | COMMISSIONER BANKS: Iyou'll have to ask              |
| 14 | them. They are our regulator. We work with them.     |
| 15 | We communicate with them. We've been very            |
| 16 | transparent with the State in terms of what we have  |
| 17 | been doing and in terms of inspecting and making     |
| 18 | repairs.   |
| 19 | COUNCIL MEMBER RICHARDS: Alrighty,                   |
| 20 | alright. So, I want to commend you for certainly the |
| 21 | work you're doing on the 90 review stuff, and say    |
| 22 | it's definitely a step in the right direction, and I |
| 23 | hear process, I hear process and new innovative ways |
| 24 | of looking at things, but at the end of the day, you |
| 25 | know, families deserve quality living space, and I'm |
|    |  |

| 1  | COMMITTEE ON GENERAL WELFARE 55                       |
|----|---|
| 2  | hoping that your department is really going to move   |
| 3  | even more aggressive than we have, and I'm not saying |
| 4  | you're not, but more aggressively to ensure that if   |
| 5  | we're going to give contracts to shelter operators,   |
| 6  | that they are providing quality, a good quality of    |
| 7  | life, for people who are trying to not necessarily    |
| 8  | look for a handout, but a hand up, and it's           |
| 9  | government's responsibility to ensure we are giving   |
| 10 | them just that. So, I hope we're putting a whole lot  |
| 11 | of inspectors out there. I don't even know the number |
| 12 | of inspectors HRA has, but we should be moving faster |
| 13 | than we are to ensure we can get these violations     |
| 14 | cured.  |
| 15 | COMMISSIONER BANKS: I appreciate that. I              |
| 16 | agree with you. I want to also not mislead you. The   |
| 17 | inspection effort is a multiagency effort. We're      |
| 18 | very grateful for the work of HPD, the work of other  |
| 19 | city agencies that are conducting inspections,        |
| 20 | posting the violations, and then the Mayor's Office   |
| 21 | of Operations which is working directly with us every |
| 22 | day to deploy city resources to make repairs. But of  |
| 23 | course, one of the things that is important here even |
| 24 | as we're moving to upgrade conditions, we want to be  |

moving people out of shelter, which is why the other

| 1  | COMMITTEE ON GENERAL WELFARE 56                       |
|----|---|
| 2  | pieces of the reforms which are taking hold are       |
| 3  | important. I mean, moving the 32,000 children and     |
| 4  | adults out of shelter or preventing them from         |
| 5  | entering is what kept us from going to next year to   |
| 6  | 71,000 people in the system, which would have made    |
| 7  | providing the standard of shelter that you and I are  |
| 8  | both very focused on even more challenging. So it's   |
| 9  | a multifaceted approach to a problem which is built   |
| 10 | up over many years. But you're absolutely right to    |
| 11 | focus on conditions. We're going to keep focusing on  |
| 12 | conditions and on prevention and move-outs.           |
| 13 | COUNCIL MEMBER RICHARDS: Thank you, Mr.               |
| 14 | Chair, for allowing me to ask an hour worth of        |
| 15 | questions.  |
| 16 | CHAIRPERSON LEVIN: Thank you, Council                 |
| 17 | Member Richards. Council Member Palma?                |
| 18 | COUNCIL MEMBER PALMA: I just have one                 |
| 19 | quick question and it's around the State. I know that |
| 20 | the review mentions State participation. Has there    |
| 21 | been any indication from the Cuomo Administration to  |
| 22 | be part of the taskforce to lend some of their, you   |
| 23 | know, folks to sort of deal with what we're facing    |
| 24 | here with the homeless population?                    |
| 25 |   |

| 1  | COMMITTEE ON GENERAL WELFARE 57                       |
|----|---|
| 2  | COMMISSIONER BANKS: No, look, the State               |
| 3  | is an important partner of ours. We are in            |
| 4  | communication about moving forward, and you know, the |
| 5  | State has its role in terms of oversight and          |
| 6  | regulatory responsibilities. We have our role in      |
| 7  | terms of direct delivery, and I am optimistic that we |
| 8  | will be able to work together and move forward.       |
| 9  | COUNCIL MEMBER PALMA: I thank you for                 |
| 10 | your diplomatic response. I would definitely would    |
| 11 | ask you to let this committee know if there's any     |
| 12 | representative on any of the task force that are      |
| 13 | created moving forward. Thank you.                    |
| 14 | CHAIRPERSON LEVIN: Thank you, Council                 |
| 15 | Member Palma. Council Member Grodenchik?              |
| 16 | COUNCIL MEMBER GRODENCHIK: Thank you.                 |
| 17 | We've talked before about domestic violence shelter   |
| 18 | bed expansions. Can you tell us when we might expect  |
| 19 | to see more beds come online, how long that process   |
| 20 | is going to take?                                     |
| 21 | COMMISSIONER BANKS: Right now we've                   |
| 22 | already broughtwe had the two pieces. One was the     |
| 23 | emergency beds and one is the tier two more ongoing   |
| 24 | 400 units. So, it's 300 emergency beds, 400 units.    |
| 25 | We have one facility up and running that was approved |
| l  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 58                       |
|----|---|
| 2  | by the state for more 50 beds on the emergency bed    |
| 3  | side. We have another that's upwards of 100 beds      |
| 4  | that is entering the state approval process, and      |
| 5  | we're continuing to make progress on getting to the   |
| 6  | 300 number. In a relatively short period of time      |
| 7  | we'll be in excess of 150, and then the RFP for the   |
| 8  | 400 tier two units is shortly coming out. It's a      |
| 9  | sequence between the emergency beds and then moving   |
| 10 | forward with the tier two beds. So, we're optimistic  |
| 11 | on the emergency beds, that they'll be up in short    |
| 12 | order with the work we're doing with the State, and   |
| 13 | that the tier two beds will follow after that.        |
| 14 | COUNCIL MEMBER GRODENCHIK: Okay, thank                |
| 15 | you. Thank you, Mr. Chairman. Thank you,              |
| 16 | Commissioner.   |
| 17 | CHAIRPERSON LEVIN: Thank you very much,               |
| 18 | Council Member Grodenchik. I think we're expecting    |
| 19 | some of our other colleagues to join us, and I think  |
| 20 | Council Member Johnson is coming back. So, I'm going  |
| 21 | to just kind of go. I might jump around a little bit. |
| 22 | COMMISSIONER BANKS: Sure.                             |
| 23 | CHAIRPERSON LEVIN: But I wanted to touch              |
| 24 | on a number of different issues here. With following  |
| 25 | up on Council Member Richards' line of questioning,   |
| l  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 59                       |
|----|---|
| 2  | what is the difference between Shelter Repair Squad   |
| 3  | 1.0 and Shelter Repair Squad 2.0?                     |
| 4  | COMMISSIONER BANKS: I think the desire to             |
| 5  | move forward really came from taking a look at what   |
| 6  | progress had been able to be made by Shelter Repair   |
| 7  | Squad, you know, 1.0 before the review period, and    |
| 8  | again, that had never been an initiative that had     |
| 9  | been tried.   |
| 10 | CHAIRPERSON LEVIN: Uh-hm.                             |
| 11 | COMMISSIONER BANKS: And so a lot was                  |
| 12 | learned, and so when we began the 90-day review and   |
| 13 | we looked at what was needed, we saw what was needed  |
| 14 | was a inspections of every shelter so that the        |
| 15 | baseline could be determined and then a direct repair |
| 16 | by the City or city contractor's part of the          |
| 17 | initiative, and that providers have their own         |
| 18 | challenges in terms of the capital needs that I       |
| 19 | discussed with Council Member Richards and also       |
| 20 | challenges relating to issues around rates that had   |
| 21 | built up over years. So, we made the determination    |
| 22 | in Shelter Repair Squad 2.0 that we would go and make |
| 23 | repairs wherever we could and that that would         |
| 24 | accelerate the repair process. In addition, the 2.0   |
| 25 | has the publicly released score card where one can    |
| I  | I   |

| 1  | COMMITTEE ON GENERAL WELFARE 60                       |
|----|---|
| 2  | see the progress shelter by shelter system wide the   |
| 3  | kinds of different shelters. So, that really2.0       |
| 4  | builds on 1.0, if you will, and has the aspect of     |
| 5  | public transparency, has the aspect of making repairs |
| 6  | directly where possible and has the aspect of having  |
| 7  | the repairs be based on a baseline that from          |
| 8  | aggressive inspecting. Again, you know, as I said     |
| 9  | before, you can't fix it if you don't know it exists, |
| 10 | and so that was really a key component of 2.0.        |
| 11 | CHAIRPERSON LEVIN: This issue of shelter              |
| 12 | conditions came to the floor over the last year or so |
| 13 | because of third-party reviews, the Department of     |
| 14 | Investigations, City Comptroller's Office. Is there   |
| 15 | any indication or commitment from either of those     |
| 16 | entities or other third-party review entities to      |
| 17 | assess how Shelter Repair Squad 1.0, 2.0, how it's    |
| 18 | been working? In other words, some type of third-     |
| 19 | party analysis of the job that's been going on over   |
| 20 | the last several months.                              |
| 21 | COMMISSIONER BANKS: Well, I think, I                  |
| 22 | mean, all of the oversight entities have audit        |
| 23 | authority and have oversight authority.               |
| 24 | CHAIRPERSON LEVIN: Right, I mean, they                |
| 25 | continue to have the authority. I'm wondering the     |
|    |   |

COMMITTEE ON GENERAL WELFARE

1

2 Comptroller's office, for example, is going to be 3 doing a follow-up review?

4 COMMISSIONER BANKS: No, look [sic]. I 5 think we've had a good working relationship with the Comptroller's office, and I think that that'll, you 6 7 know, come out of conversations that they'll have with us and we'll have with them about where we are 8 9 with making repairs and moving forward. This comes up in the context of registering contracts where we 10 11 have to address conditions issues in order to have them registered. So there's an on--there's certainly 12 13 an ongoing working relationship there. But I want to 14 also say that we think it's really important to have 15 a joint approach to the overall effort, whether it's 16 at the State level, at the City level, because we're 17 out making--we're out inspecting and making repairs, 18 and we want to ensure that the inspection process, 19 the audit process is lined up with where we're 20 actually making repairs. As I said to Council Member 21 Richards that we're going through buildings where 2.2 things have built up for many years, and if you went 23 out and audited a building tomorrow, even though we've made thousands of repairs in the last two 24 months, you may find a building that's got challenges 25

| 1  | COMMITTEE ON GENERAL WELFARE 62                       |
|----|---|
| 2  | where we're still trying to address capital issues    |
| 3  | that are built up over years. So to us what's most    |
| 4  | useful is to take a joint approach, focus on where    |
| 5  | the work has been done, identify areas where the work |
| 6  | still needs to be done, and determine the pathway     |
| 7  | forward, and we are anxious to work with all          |
| 8  | oversight entities in that type of a partnership.     |
| 9  | CHAIRPERSON LEVIN: I think one concern                |
| 10 | that I could see in being an issue is, you know, part |
| 11 | of this isthere's athe public understands the         |
| 12 | issue as a result of these, you know, bombshell, if   |
| 13 | you like to call them that, reports over the last     |
| 14 | year, you know, with the DOI report and the           |
| 15 | Comptroller's report and the striking findings, and   |
| 16 | that's how the public sees the system, and isI'm      |
| 17 | just I'm concerned that if there is progress made,    |
| 18 | how is the public going to know about that or be able |
| 19 | tohow can the publicwhat can the public compare       |
| 20 | it to if it's coming from HRA or DHS as a, you know,  |
| 21 | you're the ones that are running the system. You      |
| 22 | know, maybe you might, you know, might seem like you  |
| 23 | might have a bias. I'm not saying you do, but it      |
| 24 | might seem like you might have a bias whereas the,    |
| 25 | you know, outside agency or third party might, you    |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 2 know--that's how the public probably best understand 3 it.

4 COMMISSIONER BANKS: Right. I mean, from 5 our perspective we think that the best thing we can do is to be transparent to what we're doing, which is 6 7 the reason why we've been posting the report cards showing each individual shelter progress or the lack 8 9 thereof. Certainly, the Comptroller has shelter [sic] obligations. The State has regulatory 10 11 obligations, and they will, you know, at the time 12 that's appropriate make whatever findings they make. 13 We just want to make sure that the findings are being 14 made post work done on particular buildings rather 15 than pre, and that's why we appreciate working 16 relationships with the state and with the Comptroller to move forward on that kind of a level so that what 17 18 is being looked at is something that we've actually 19 repaired. Fair criticism that some things take 20 longer to repair, but we want to make sure that a building that we haven't gotten to yet is being 21 audited as a building we haven't gotten to yet as 2.2 23 opposed to a building that we may not have addressed appropriately. But again, I have confidence that we 24 are making progress, but I also have confidence that 25

| 1  | COMMITTEE ON GENERAL WELFARE 64                       |
|----|---|
| 2  | we have a lot more to do, and as I said in the        |
| 3  | testimony very candidly it didn't get this way over   |
| 4  | night; it's not going to be fixed overnight, but the  |
| 5  | level of violation clearing in a two-month period of  |
| 6  | time is unprecedented, and I'm sure that with         |
| 7  | oversight that there'll be other problems that        |
| 8  | identify that we ourselves are identifying. You       |
| 9  | could look at the shelter repair card and score card  |
| 10 | and see exactly where we've identified their          |
| 11 | problems, and that is very transparent information    |
| 12 | when conveying to the committee, to the public, to    |
| 13 | the oversight agencies of where there are problems.   |
| 14 | CHAIRPERSON LEVIN: with regard to                     |
| 15 | capital repairs, is there going to be a change in how |
| 16 | tier two providers arethere are major capital         |
| 17 | repairs that are needed in our tier two shelters and  |
| 18 | our single adult shelters both city run and not-for-  |
| 19 | profit run, and you know, it's been a longstanding    |
| 20 | issue for providers that can't get their roof fixed   |
| 21 | or their boiler fixed or things that are, you know,   |
| 22 | significant needs that may be impeding them from      |
| 23 | getting an appropriate C of O, which is something     |
| 24 | that was cited I think in the DOI report. Is there    |
| 25 | going to be a reform of how tier two providers are    |
|    |   |

COMMITTEE ON GENERAL WELFARE able to submit for large scale capital projects and

1

2 3 how's--what's your assessment of how that's been working in the past and how has that informed how 4 you're going to be moving forward? 5

COMMISSIONER BANKS: Well, I think one of 6 7 the things that we highlighted in the 90 day review is that for many years it didn't work well, and that 8 9 if you look at a particular provider, they may have violations for things that they were unable to get 10 11 support from in the past to address particularly 12 systems problems, systems needs like the ones you identified. We have communicated to Housing Homeless 13 14 Services United that we will be working with them on 15 a process and we will be meeting with them shortly to 16 move forward with that. It's obviously an important 17 one because if the roof wasn't fixed years ago, the 18 units below the roof are going to have rain leaks and 19 there are going to be violations in those units, and 20 to simply fix the units without fixing the roof doesn't make sense to us. 21

CHAIRPERSON LEVIN: Can you identify what 2.2 23 the problems have been in the past, specifically? COMMISSIONER BANKS: I think some of it is 24 capital dollars in non-city buildings. Some of it is 25

| 1  | COMMITTEE ON GENERAL WELFARE 66                       |
|----|---|
| 2  | just a contracting process. Some of it is the         |
| 3  | receptivity to new needs in years past, but you know, |
| 4  | as the Mayor has made clear, we're owning the problem |
| 5  | to correct it notwithstanding the fact that it goes   |
| 6  | back over many years because we have to take these    |
| 7  | steps to ensure that children and adults have         |
| 8  | appropriate conditions that they're living under.     |
| 9  | CHAIRPERSON LEVIN: Now, would this, you               |
| 10 | know, like other agencies that have large capital     |
| 11 | needs they have, you know, five-year capital plans.   |
| 12 | Is this going go to be part of a                      |
| 13 | COMMISSIONER BANKS: [interposing] Yes.                |
| 14 | CHAIRPERSON LEVIN: Is this going to be                |
| 15 | identified as part of a long, long-term capital plan? |
| 16 | COMMISSIONER BANKS: Yes, some of it as I              |
| 17 | testified previously has already been dealt with in   |
| 18 | terms of the city-run buildings in terms of the       |
| 19 | capital commitment to make repairs, and we're         |
| 20 | continuing to look at as the budget is being          |
| 21 | finalized what more needs to be done there.           |
| 22 | CHAIRPERSON LEVIN: So then specifically               |
| 23 | for like the tier twos or not-for-profit run          |
| 24 | shelters, those capital needs that will be            |
| 25 |   |

1 COMMITTEE ON GENERAL WELFARE 67 potentially identified as kind of within a large-2 3 scale multi-year capital plan? 4 COMMISSIONER BANKS: We'll be looking at 5 the capital needs for the city-owned business and also looking at processes to deal with the capital 6 7 needs and the privately owned buildings. Again, some 8 of the things we're repairing directly, and some of 9 the things are going to need more extensive capital projects, either done by the providers themselves 10 11 with our assistance or done directly by us. 12 CHAIRPERSON LEVIN: Obviously, Executive 13 Budget's coming out I think next week, and our--14 sometime in the next few weeks, and we are going to 15 be conducting Executive Budget hearings. Is that 16 something that we plan to be addressing in an FY 17 17 budget? 18 COMMISSIONER BANKS: I know I'm going to 19 be seeing you in May or June. 20 CHAIRPERSON LEVIN: In terms of 21 inspection repairs as it relates to contracts, will 2.2 the inspection repair work lead to DHS to review or 23 revise the price it pays for shelters? Or is it in your view that the current rates are sufficient to 24 25

1 COMMITTEE ON GENERAL WELFARE 2 cover the costs of operating shelters in a state of 3 good repair?

4 COMMISSIONER BANKS: One of the issues--5 one of the reform items is actually to rationalize provider rates and that is a process that we'll be 6 7 implementing. One of the things again that we saw in the 90-day review is when we looked at different 8 9 rates there were wide variations among rates and providers have identified that that's a problem in 10 11 terms of providing services and addressing conditions, and that was why we identified that as 12 13 one of the specific reform items to rationalize 14 shelter rates. 15 CHAIRPERSON LEVIN: Is the City going to 16 be looking at violations when contracts are renewed? 17 COMMISSIONER BANKS: You know, as I 18 indicated to Council Member Richards, services in 19 terms of shelter move-outs, services in terms of 20 conditions are all things that we will be looking at 21 as part of this process going forward. Again, if the roof couldn't be fixed because we didn't provide the 2.2 23 funding or the ability to do it, that's one thing.

that built up for other reasons, that's another 25

24

On the other hand, if there were worse conditions

1 COMMITTEE ON GENERAL WELFARE 69 2 thing, and so again that's going to be a case by case 3 evaluation. 4 CHAIRPERSON LEVIN: In the case of the latter, if the City paid for repairs to be done or 5 violations to be cleared, would the City be seeking 6 7 to recoup some of those costs from the providers? COMMISSIONER BANKS: Well, we'll look at 8 9 all those issues, but in this particular period we

10 have been making as many repairs directly as we can, 11 although we really appreciate the partnership with a 12 number of the providers who have been making many 13 repairs themselves.

14 CHAIRPERSON LEVIN: But if the City were 15 making the repairs themselves on violations that 16 shouldn't' have been there in the first place, is 17 that something that you would be looking at 18 recouping?

19 COMMISSIONER BANKS: Again, it would 20 depend on the providers. So, for example, if a 21 provider says our rate was inadequate to be able to 22 maintain the buildings, query whether or not we 23 should treat that same provider as someone that was 24 in a different situation. So, again, it's really

| 1  | COMMITTEE ON GENERAL WELFARE 70                       |
|----|---|
| 2  | going to have to be a case by case evaluation         |
| 3  | depending on a whole range of factors.                |
| 4  | CHAIRPERSON LEVIN: I', going to turn it               |
| 5  | over to my colleague Corey Johnson for questions.     |
| 6  | COUNCIL MEMBER JOHNSON: Thank you, Mr.                |
| 7  | Chair. Good to see you, Commissioner, and I           |
| 8  | apologize. I was stepping out for the bill signing    |
| 9  | that the Mayor was having.                            |
| 10 | COMMISSIONER BANKS: Congratulations.                  |
| 11 | COUNCIL MEMBER JOHNSON: Thank you. Times              |
| 12 | Square, so I don't know. I read through your          |
| 13 | testimony, and the numbers I think are pretty         |
| 14 | startling seeing the trajectory over the past 20      |
| 15 | years in the exorbitant increase in homelessness that |
| 16 | we've seen in New York City, and I think you laid out |
| 17 | both in your testimony and in answers to questions    |
| 18 | today the many different, you know, factors that the  |
| 19 | City is undertaking whether it be rental assistance   |
| 20 | or prevention services, legal services, anti-         |
| 21 | evictions services, and the preservation and creation |
| 22 | of supportive housing and affordable housing, that's  |
| 23 | all great. I think Council Member Grodenchik sort of  |
| 24 | asked about seeing an increase of individuals who are |
| 25 | suffering from untreated mental illness that we're    |
| I  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 71                      |
|----|--|
| 2  | seeing on the streets. I have a question, though. I  |
| 3  | understand that the approximately 60,000 individuals |
| 4  | that are in shelter, 59,000, whatever the number is. |
| 5  | COMMISSIONER BANKS: Fifty-eight.                     |
| 6  | COUNCIL MEMBER JOHNSON: Fifty, it's 50               |
| 7  | now?   |
| 8  | COMMISSIONER BANKS: Fifty-eight.                     |
| 9  | COUNCIL MEMBER JOHNSON: Fifty-eight. So              |
| 10 | the 58,000 individuals who are in our City shelter   |
| 11 | system are folks who, you know, many of them are     |
| 12 | working fulltime. Many of them had a health          |
| 13 | emergency and they ended up homeless, something      |
| 14 | happened to them. Why are we seeing such a dramatic  |
| 15 | increase in street homelessness, folks that are      |
| 16 | alcohol or drug-addicted and are struggling and need |
| 17 | services and support and help, have untreated mental |
| 18 | illness, why is there such an increase there? Are    |
| 19 | those folks that were previously in shelter? Are     |
| 20 | those folks that were previously in a type of        |
| 21 | supportive housing but lost it? It just seems to me- |
| 22 | -I understand sort of the 58,000, those are folks    |
| 23 | that lost their homes, something happened to them.   |
| 24 | They lost their job, but the chronically street      |
| 25 | homeless, folks that aren't able to gain employment, |
|    |  |

1COMMITTEE ON GENERAL WELFARE722why are we seeing such a large increase there? What3happened?

4 COMMISSIONER BANKS: I'm going to answer 5 your question, but I also want to just note that there are 27 mental health shelters within the single 6 7 adult shelter system, and that's reflective, as I said earlier, that were essentially, you know, 8 9 running a defacto [sic] mental health system within the shelter system, and that is one of the reasons 10 11 why we want to work with the State and others to 12 address the importance of community-based mental health services so that we're not essentially running 13 mental health facilities within the shelter system. 14 We think that's reflective of the kinds of gaps and 15 services that the First Lady and the Mayor's mental 16 health road map, Thrive, are aimed at addressing, and 17 18 the issues that you're highlighting in terms of 19 whether it's the street or in the shelter system, 20 this is why the Thrive initiative is so important, because it's meant to address people who fall through 21 the cracks. I think it's also indicative of what I 2.2 23 know you've been very focused on which is the need for more supportive housing, because there are 24 25 individuals who historically have been taken from the

1 COMMITTEE ON GENERAL WELFARE 73 street and moved into safe havens or other low-demand 2 3 kinds of settings and then into supportive housing, but that's what led to the historic 15,000 unit plan 4 and that's why we're moving very quickly to get units 5 up this year to begin to address the kind of things 6 7 that your question is really directed at me, which is what do we do about the situation. Why are there 8 9 people in these circumstances? And they're in these circumstances because the housing that we know works, 10 supportive housing, hasn't been there to meet what 11 12 the need is which is why we're now at the city level 13 investing in 15,000 units, which will help deal with 14 what you're highlighting. But again, I think it's a 15 piece of different things going on at the same time. It's the kinds of problems that the Thrive initiative 16 17 is aimed at, but it's also this need for supportive 18 housing, that the supportive housing plan is aimed 19 But it's not just in the streets. I want to keep at. 20 focusing on the people within the system that have the same kinds of mental health challenges. 21 COUNCIL MEMBER JOHNSON: It's 2.2 23 heartbreaking. I mean, in my district I think the New York Times did a map last year, and they went out and 24 surveyed and they showed where the highest 25

1 COMMITTEE ON GENERAL WELFARE 74 concentrations of chronic street homeless was 2 3 persisting in New York City, and in Hell's Kitchen, 4 Chelsea and in the Village, there are countless individuals, and I see them every day, who are living 5 on the street. They're not folks that are just out 6 7 panhandling during the day. They're actually folks 8 that are living on the street and are really, really 9 suffering, and it's heartbreaking that it's--that that's the situation that we're in. 10 11 COMMISSIONER BANKS: Right, but I think 12 the HOME-STAT approach is really a substantial 13 breakthrough because it's an approach that says 14 alright, we're going to increase the outreach 15 workers, which we've done, but we're also going to 16 focus on a case management approach, which is to 17 identify the barriers for each individual about what 18 is keeping them from coming off the streets and to 19 not give up on anybody. And I think the week before 20 the HOME-STAT announced, at the announcement I said, 21 you know, just the week before that providers had 2.2 brought in 25 people from the streets, and that's 23 really the level of the work. It's case by case to bring people in and to really say that we can focus 24 our efforts by increasing outreach staff, by the 25

| 1  | COMMITTEE ON GENERAL WELFARE 75                       |
|----|---|
| 2  | canvasing that's identifying people by the case       |
| 3  | management work that is really focused on barriers to |
| 4  | bringing people in and to take a person-by-person     |
| 5  | approach rather than a one-size-fits-all approach.    |
| 6  | COUNCIL MEMBER JOHNSON: So I just have a              |
| 7  | couple of questions.                                  |
| 8  | COMMISSIONER BANKS: Sure.                             |
| 9  | COUNCIL MEMBER JOHNSON: I'll breeze                   |
| 10 | through them on DCYD and HRY, runaway homeless youth. |
| 11 | So, you know, the Mayor I think rightfully over the   |
| 12 | last couple of budget cycles put in additional HRY    |
| 13 | beds, and there's a commitment to do 100 new          |
| 14 | additional beds per year until fiscal year 2019,      |
| 15 | which is going to get us up to about 750 HRY beds.    |
| 16 | DO you think that's a sufficient number of beds? I    |
| 17 | mean, does that get us to where the actual need is at |
| 18 | this point?   |
| 19 | COMMISSIONER BANKS: Well, it's, again,                |
| 20 | it's tripling the number of beds that wethat were     |
| 21 | in place.   |
| 22 | COUNCIL MEMBER JOHNSON: It's a great                  |
| 23 | thing. I'm just wondering if it's enough.             |
| 24 | COMMISSIONER BANKS: No, I hear what                   |
| 25 | you're saying, but I think it's important to sort of  |
| l  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 76                       |
|----|---|
| 2  | see it as a piece of multiple strategies. So          |
| 3  | tripling the number of beds is part of it, but also,  |
| 4  | and this was something that when we met with youth    |
| 5  | providers, particularly LGBTQI service organizations, |
| 6  | identified a barrier in terms of people, young        |
| 7  | people, having to move from DYCD shelter to DHS       |
| 8  | shelter because the rental assistance programs were   |
| 9  | only for people in DHS shelter. So, one of the        |
| 10 | reforms is toas we did in the DV system, we           |
| 11 | targeted rental assistance to people who were about   |
| 12 | to move from one system to the other so that we could |
| 13 | prevent DV survivors from moving from the HRA         |
| 14 | shelters to the DHS system. And so we're going to     |
| 15 | take the same approach with people who are about to   |
| 16 | go from DYCD to DHS because one thing that certainly  |
| 17 | providers made clear to us and to me in the review    |
| 18 | was if we know a young person has nowhere to go and   |
| 19 | they're going to go into DHS, why makewhy have them   |
| 20 | go into DHS if you could target some rental           |
| 21 | assistance to them? So, I think the beds are one      |
| 22 | strategy, and a more targeted rental assistance is    |
| 23 | another strategy.                                     |
| 24 | COUNCIL MEMBER JOHNSON: How is that                   |
| 25 | number determined, 750? I mean, is there a            |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 77 2 population--is there a population estimate of 3 homeless youth in New York City and that's how we arrived at that number? 4 5 COMMISSIONER BANKS: I mean, it's really determined based upon, you know, an analysis with 6 7 DYCD about what their occupancy levels were, what 8 they thought they needed to accommodate more people. 9 Part of it was also--as you know, part of the announcement of the additional beds was coupled with 10 11 a request to extend the length of stay in certain [sic] beds so that we could keep young people in 12 It's the combination of things led to that 13 place. 14 number. Obviously if other events unfolded and we 15 see there's a need to make changes, we'll continue to make changes. 16 17 COUNCIL MEMBER JOHNSON: And do you know 18 what the current population is in the DHS system of 19 individuals who are 24 years of age and younger? 20 COMMISSIONER BANKS: Again, a fluid 21 I'll get that to you, but I want to number. 2.2 highlight that in the reforms we are specifically 23 highlighting that there's two different population groups that we want to enhance our focus on. One is 24

clients over 50, which is an increasing number of

| 1 | COMMITTEE ON GENERAL WELFARE                      | 78 |
|---|---|----|
| 2 | people in the single adult system, and also young |    |
| 3 | people between 18 and 24.                         |    |

4 COUNCIL MEMBER JOHNSON: So there are 5 currently two single adult shelters specifically targeting this population that are within the DHS 6 7 system. Is there any consideration to create more of 8 these type of shelters that specifically are 9 targeting the population that is outside of DYCD and that's sort of the 21 to 24 age range? 10

11 COMMISSIONER BANKS: Again, it's an age 12 group which we're prioritizing to focus on exactly what the solutions are. You know, we'll evolve as we 13 move forward with the reforms. I think as we found 14 15 with HRA at our first hearing--I think we probably 16 announced here are 30 reforms that we are going to do, and as you know, we're doing many more reforms 17 18 than that. So, these are the top line 46 that we're 19 focusing on now. I expect as we continue to look at 20 the need for improvements that there'll be more and the kinds of shelters we need and the kind of 21 2.2 services we need for young people is certainly going 23 to be something we're going to focus on. We welcome--the input we got during the review from providers of 24 services to young people was very helpful. 25

| 1  | COMMITTEE ON GENERAL WELFARE 79                      |
|----|--|
| 2  | COUNCIL MEMBER JOHNSON: Does the fact                |
| 3  | that DYCD is under a different Deputy Mayor affect   |
| 4  | the implementation of these reforms at all?          |
| 5  | COMMISSIONER BANKS: No, I think again the            |
| 6  | citywide taskforce, citywide homelessness            |
| 7  | accountability council is focused on the importance  |
| 8  | of preventing and alleviating homelessness, all the  |
| 9  | agencies that are relevant here including DYCD and   |
| 10 | the Deputy Mayors will be participating in that      |
| 11 | effort.  |
| 12 | COUNCIL MEMBER JOHNSON: And lastly, not              |
| 13 | on this topic, but I wanted to ask about people who  |
| 14 | have chronic health needs that end up in the shelter |
| 15 | system. I know we have all sorts of different types  |
| 16 | of shelters. We have the cluster site. I mean, we    |
| 17 | have all sorts of different facilities. What are we  |
| 18 | doing to ensure that people that have chronic health |
| 19 | needs, whether it be diabetes, HIV and AIDS, I mean, |
| 20 | whatever the issues is are getting the appropriate   |
| 21 | medical treatment while they are in shelter in the   |
| 22 | City?  |
| 23 | COMMISSIONER BANKS: One of the other                 |
| 24 | one of the 46 items that we did focus on is that we  |
| 25 | are going to be assessing ADA issues throughout the  |
| ļ  |  |

| 1  | COMMITTEE ON GENERAL WELFARE 80                       |
|----|---|
| 2  | shelter system, and that will help us make reforms in |
| 3  | that area. I think as you know we have extensive ADA  |
| 4  |   |
|    | reforms at HRA itself as a result of reaching a       |
| 5  | settlement of many, many years ago litigation in      |
| 6  | Federal Court, and we want to take the same approach  |
| 7  | in the DHS system to evaluate the kinds of health     |
| 8  | needs particularly focusing on disabilities in the    |
| 9  | DHS system.   |
| 10 | COUNCIL MEMBER JOHNSON: I'd love to talk              |
| 11 | to you more about that                                |
| 12 | COMMISSIONER BANKS: [interposing] Sure.               |
| 13 | COUNCIL MEMBER JOHNSON: and I know that               |
| 14 | the Chair and I are working on issues like that       |
| 15 | together as well. Thank you.                          |
| 16 | COMMISSIONER BANKS: Happy to do that.                 |
| 17 | COUNCIL MEMBER JOHNSON: Thank you. I                  |
| 18 | mean, I just want to say that you have been           |
| 19 | tremendous to work with in your role as HRA           |
| 20 | Commissioner. I am really grateful the amount of      |
| 21 | time, energy, dedication, and effort you've put into  |
| 22 | trying to expand HASA services. You and I have been   |
| 23 | able to work on that together. Unfortunately we've    |
| 24 | run into a roadblock up in Albany, but we're going to |
| 25 | continue to fight over the next couple of months to   |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 81                       |
|----|---|
| 2  | get HASA for All Rental Assistance expanded with      |
| 3  | additional resources from the state, and I would say  |
| 4  | that I think over the past two and a half years of    |
| 5  | this Administration there have been many difficult    |
| 6  | things that have come up in the City, and I think     |
| 7  | what the past two and a half years have shown is that |
| 8  | you have been, I think, one of the Mayor's finest     |
| 9  | choices to be Commissioner of a particular agency,    |
| 10 | and I'm glad he undertook this 90-day review, and I'm |
| 11 | glad that you oversaw it, and that you are going to   |
| 12 | be overseeing both HRA and homeless services because  |
| 13 | I don't think there's a better individual to be doing |
| 14 | that. So I'm grateful to be able to work together.    |
| 15 | COMMISSIONER BANKS: Thank you very much               |
| 16 | for your kind words, but since we know each other     |
| 17 | well, you know what I'm going to say. I am blessed    |
| 18 | with working with extraordinary staff at HRA and now  |
| 19 | DHS, and it's not one person alone, and similarly     |
| 20 | within the City there are tremendous partners in City |
| 21 | Hall  |
| 22 | COUNCIL MEMBER JOHNSON: [interposing]                 |
| 23 | They have a good leader at the top. Thanks, Mr.       |
| 24 | Chair.  |
| 25 | COMMISSIONER BANKS: Thank you.                        |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 82                       |
|----|---|
| 2  | CHAIRPERSON LEVIN: Thank you, Council                 |
| 3  | Member Johnson. We've been joined by Council Member   |
| 4  | Salamanca, and we're going to ask him for questions.  |
| 5  | COUNCIL MEMBER SALAMANCA: Thank you, Mr.              |
| 6  | Chair. Commissioner, how are you?                     |
| 7  | COMMISSIONER BANKS: Good, how are you                 |
| 8  | today?  |
| 9  | COUNCIL MEMBER SALAMANCA: Commissioner,               |
| 10 | I have a few questions. Last time you were here I     |
| 11 | spoke to you about contracts for certain community-   |
| 12 | based organizations in my Council District which are  |
| 13 | providing services. Yet, they're having a difficult   |
| 14 | time getting paid. There's this one particular        |
| 15 | organization, Acacia, who overwho took over a         |
| 16 | building that DHS asked them to take over from        |
| 17 | another CBO, and they don't have their contract,      |
| 18 | their full contract, now, and they're not providing   |
| 19 | adequate services such as having security 24 hours in |
| 20 | this particular building which they had before, and a |
| 21 | lot has to do with the fact that they're getting paid |
| 22 | 67 dollars a day per family, and 60 of those dollars  |
| 23 | are going to rent and seven dollars are going to      |
| 24 | services. My question is, when will these contracts   |
| 25 | be signed and finalized.                              |
|    |   |

COMMITTEE ON GENERAL WELFARE

1

2 COMMISSIONER BANKS: Well, one of the 3 things that I--and I'm sure Acacia will tell you 4 this, is that in order to register contracts we had 5 to have a plan of correction to address the violations in the buildings in which they're 6 7 providing services to clients and a plan to close out the units that both Acacia and we felt should no 8 9 longer be used for families. We are working closely with the Comptroller on now being able to register a 10 11 contract, but I think in connection to Council Member 12 Richards' questions earlier in the hearing, we are 13 looking at each contract with each provider to determine what the conditions are for families, and 14 15 we are working with the Comptroller to ensure that a 16 contract can be registered, and where there are 17 buildings that don't have certificates of occupancy 18 or there are units with significant violation, 19 numbers of violations, we have to work with the 20 provider for plan of correction before we can get 21 that contract registered. We've been making loans to 2.2 that particular provider and I think that they have 23 been asking for loans we've been providing to them as this process is continuing and we'll keep doing that. 24 I'm happy to work with you offline at any time if 25

COMMITTEE ON GENERAL WELFARE

1

2 there are particular concerns, but I think a top of 3 the line way to look at it is as part of the review 4 process we looked at the all the contracts, we looked 5 at all the conditions, and we wanted to work with the providers and work with the Comptroller to be able to 6 7 be in a place where we could submit a contract that could be registered, and for our providers in the 8 9 meantime, we've been arranging for them to get loans through the revolving fund. I also want to highlight 10 11 that Acacia's been helpful in working with us in identifying units that could be converted back to 12 13 permanent housing, because that 60 dollars a day in 14 rent for that unit is more than we would pay if we 15 could restore that unit to permanent housing, which 16 is the reason why we announced the closure, or the 17 Mayor announced, and we're implementing the closure 18 of the clusters, because that 16-year-old program 19 essentially took units of the market that people 20 could rent, and I appreciate that Acacia stepped in 21 when they were asked to previously by DHS, and I also appreciate their working with us on a plan to restore 2.2 23 units to the permanent housing stock.

24 COUNCIL MEMBER SALAMANCA: So, my other 25 question would be--Acacia came in and took over this

1 COMMITTEE ON GENERAL WELFARE 85 2 program at the request at DHS. There was another 3 organization there, Aguila [sp?]. So they took over 4 that contract from Aquila and Acacia took it over. Т 5 just--and so these violations that existed in this building was not Acacia's doing, but it was another 6 7 organization's doing in terms of that negotiating 8 with that landlord. Why are they being held 9 accountable or why is there a delay in this contract if they were not the responsible from the very 10 11 beginning in terms of these negotiations with that 12 landlord? COMMISSIONER BANKS: Well, I think again, 13 14 as I answered in response to Council Member Richards 15 on sort of the flipside of that which is the 16 conditions under which families are living, we can't 17 register a contract without having there be a plan of correction that's in place, and we've been able to 18 19 negotiate that with some providers, and we were able 20 to negotiate that with Acacia. We appreciate that 21 they did negotiate with us, and therefore we 2.2 submitted a contract to be registered based on upon 23 their plan of correction. 24 COUNCIL MEMBER SALAMANCA: Okay. My

25 other question is what is DHS's policy in terms of

| 1  |   |
|----|---|
| 1  | COMMITTEE ON GENERAL WELFARE 86                       |
| 2  | there's a new building, the landlord wants to get a   |
| 3  | lease out with at community-based organization to     |
| 4  | bring in shelter families in this building, yet, this |
| 5  | landlord has multiother buildings in which he has     |
| 6  | violations in these buildings. Is there a policy or   |
| 7  | is there a vetting process in which you look to see   |
| 8  | what's this landlord's history with their other       |
| 9  | buildings?  |
| 10 | COMMISSIONER BANKS: Well, first of all,               |
| 11 | if that landlord, if there is actually a landlord     |
| 12 | trying to come and offer new cluster units to us,     |
| 13 | we're not going to accept them because we're phasing  |
| 14 | out these clusters. We want our clients to be in      |
| 15 | permanent housing, and so a landlord who has units    |
| 16 | that have violations will work with the landlord to   |
| 17 | address the violations so that we can move families   |
| 18 | into those units.                                     |
| 19 | COUNCIL MEMBER SALAMANCA: And then my                 |
| 20 | other question is, is it possible you can provide me  |
| 21 | with an update on the Pyramid [sic] Houses, what's    |
| 22 | happening there? I've heard conversations about       |
| 23 | eliminating some beds, bringing in new services into  |
| 24 | this building?  |
| 25 |   |

| 1  | COMMITTEE ON GENERAL WELFARE 87                      |
|----|--|
| 2  | COMMISSIONER BANKS: I apologize, I                   |
| 3  | didn't hear the question.                            |
| 4  | COUNCIL MEMBER SALAMANCA: Pyramid Houses.            |
| 5  | COMMISSIONER BANKS: The Pyramid?                     |
| 6  | COUNCIL MEMBER SALAMANCA: Yes, the                   |
| 7  | Pyramid.   |
| 8  | COMMISSIONER BANKS: That is a facility               |
| 9  | which we're looking to reduce the capacity and to    |
| 10 | look for other things that might be available to be  |
| 11 | done in part of that building, but I'd be happy to   |
| 12 | talk to you about that as we proceed.                |
| 13 | COUNCIL MEMBER SALAMANCA: Alright, it                |
| 14 | would be great if someone from your office or your   |
| 15 | staff could reach out and we can have a conversation |
| 16 | offline in terms of the Pyramid.                     |
| 17 | COMMISSIONER BANKS: Sure.                            |
| 18 | COUNCIL MEMBER SALAMANCA: Alright, thank             |
| 19 | you, Mr. Chair.                                      |
| 20 | CHAIRPERSON LEVIN: Thank you very much,              |
| 21 | Council Member Salamanca. We have some quests with   |
| 22 | us today in the Chamber. So I'll get the information |
| 23 | about the class that joined us, but we've also been  |
| 24 | joined by a number of interns from the Interfaith    |
| 25 | Assembly on Homelessness and Housing. They are from  |
| l  |  |

1 COMMITTEE ON GENERAL WELFARE 88 2 all over the world, and I want to give them an 3 opportunity to stand up and I'll announce them, Shaneen Marjon Najase [sp?], Juliana Falmay [sp?], 4 Manu Nond [sp?], Jonpa Dokar [sp?], Naomi Saraumen 5 [sp?], Rigsen Wongmo [sp?], Zareng Dorji [sp?], and 6 7 Ronif Roy [sp?]. We want to thank them and welcome them here to the General Welfare Committee. We'll 8 9 also get the information -- and we've also been joined by PS 166 of Queens who are joining us in the 10 11 balcony. Welcome. So, Commissioner, I want to 12 switch gears a little bit here on--and talk about 13 shelter safety and reforms that are going into place. 14 We're planning on having a hearing either later this 15 spring or early summer on shelter safety issues, but 16 I do want to talk about the reforms that are part of 17 the 90-day review. Can you be a little--get a little 18 bit more specific on what the reforms are on shelter 19 safety, and then I'll ask a couple of follow-up 20 questions.

21 COMMISSIONER BANKS: Well, I mean, there 22 are a number of steps we took during the 90-day 23 review, but I think the most important going forward 24 is the NYPD review and the NYPD retraining of Peace 25 Officers. NYPD had deployed a management team at the

1 COMMITTEE ON GENERAL WELFARE 89 2 Chief level to work directly with us to assess and 3 provide an action plan for addressing security at all of our facilities, and we know that they're going to 4 do that in an expedited fashion, and depending on the 5 timing of your hearing, we would hope that it would 6 7 coincide in some way or other when we're at the conclusion of that review. During the 90 days we did 8 9 take a number of steps to address security. First, we provided--we made sure there's 24-hour security 10 11 staffing at all commercial hotels and enhanced 12 staffing that was already there in a number of cases at commercial hotels housing homeless New Yorkers. 13 14 We also increased deployment of Peace Officers and 15 security at mental health shelters and we have re-16 evaluated, essentially overhauled the system for 17 reporting on critical incidents to ensure that 18 there's a fuller picture of those incidents so that 19 we can identify service gaps, and one of the gaps 20 that we have identified that had built up over many years was the prevalence of domestic violence within 21 households that entered with two adults in the adult 2.2 23 family system as well as the families with children system, and so we're in the process of restoring a 24 essentially an in-reach domestic violence program 25

| 1  | COMMITTEE ON GENERAL WELFARE 90                       |
|----|---|
| 2  | that had been eliminated in 2010. So, the series of   |
| 3  | steps that we took during the review to increase      |
| 4  | security to improve transparency and identify service |
| 5  | gaps in terms of reporting but then most importantly  |
| 6  | the determination that the Police Department would    |
| 7  | send a management team to develop an action plan,     |
| 8  | which again we're very grateful that they're doing    |
| 9  | that in addition to the retraining of the Peace       |
| 10 | Officers.   |
| 11 | CHAIRPERSON LEVIN: If you could tell us               |
| 12 | up 'til this point, what is the range of security     |
| 13 | that one would find in the various types of shelters? |
| 14 | COMMISSIONER BANKS: You know, I think as              |
| 15 | I testified last month, over the two decades of the   |
| 16 | Department of Homeless Services' creation, the        |
| 17 | security has really has broken it down into three     |
| 18 | different methodologies of providing security. DHS    |
| 19 | Peace Officers, security provided through the         |
| 20 | citywide contract services currently a contract held  |
| 21 | with FJC, and then providers have their own, may have |
| 22 | their own security.                                   |
| 23 | CHAIRPERSON LEVIN: And so where, when are             |
| 24 | Peace Officers employed and when are the other forms  |
| 25 | of security?  |
|    |   |

COMMITTEE ON GENERAL WELFARE

91

2 COMMISSIONER BANKS: Peace--a combination 3 of Peace Officers and FJC contracted security are 4 deployed in the city-run facilities, and FJC, city contracted FJC security guards have been deployed to 5 augment security in the commercial hotels. Some of 6 7 the providers, by the way, may deal--have direct contracts with FJC or other contracted providers, 8 9 other contracted security providers. And so this multi-work stream approach to security is the one 10 11 that we looked at in the 30-day review, which is the 12 reason why we thought it would be most effective to 13 have the police do a review of the overall system. 14 Essentially, you've got three different work streams 15 addressing security throughout the system. 16 CHAIRPERSON LEVIN: Commissioner,

17 obviously there's been some significant incidents 18 over the last year. Just most recently there was an 19 individual that was murdered in the Bellevue men's 20 shelter, and there was another incident several 21 months ago where another man was murdered in a 2.2 shelter in East Harlem. Do those two cases where 23 these are in city-run shelters, I believe they're both city-run--24

25

| 1  | COMMITTEE ON GENERAL WELFARE 92                       |
|----|---|
| 2  | COMMISSIONER BANKS: [interposing] One                 |
| 3  | was a city-run, one was not.                          |
| 4  | CHAIRPERSON LEVIN: Okay. Dothose are                  |
| 5  | both cases wheredo those two cases indicate           |
| 6  | anything that has jumped out at you or has jumped out |
| 7  | at your colleagues at the Police Department as areas  |
| 8  | that are major sources of concern? Specifically in    |
| 9  | those two cases?                                      |
| 10 | COMMISSIONER BANKS: I mean, these are                 |
| 11 | tragic circumstances, and they highlight the          |
| 12 | importance of re-evaluating security and safety in    |
| 13 | the shelter system. In the first instance it was      |
| 14 | tragic death in a mental health shelter, which        |
| 15 | highlights the issue that we raised in the 90-day     |
| 16 | review which is what further reforms can be taken to  |
| 17 | address the service delivery for people with mental   |
| 18 | health needs. The evaluation of security at that      |
| 19 | particular shelter, you know, did not determine that  |
| 20 | there was any particular deficiency and security      |
| 21 | there. Obviously, you can always enhance it and so we |
| 22 | did enhance it post the event, the tragic death of    |
| 23 | that individual, but we believe that by having the    |
| 24 | Police Department take a look at the entire system,   |
| 25 | we will not be reacting to individual situations      |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 93 2 where we're--that situation we said, alright, do we 3 have enough guards deployed? Is there a magnetometer, or is there, you know, their bags being searched. 4 All those procedures were in place. What other steps 5 do we need to take? 6 7 CHAIRPERSON LEVIN: What type of security 8 is going on in terms of rooms that are being shared, 9 or you know, not just in common areas? COMMISSIONER BANKS: Well, this of course 10 11 presents the challenge of bringing people in off the streets where people say I'll come in if I could have 12 13 a door that I could pull or close behind me as 14 opposed to being in a big open room. And so that 15 particular room in the tragedy that you're describing 16 is a room in which two people were sharing a room behind a closed door. The guard's people had just 17 18 made the rounds and then they were making the rounds 19 again. So--20 CHAIRPERSON LEVIN: [interposing] This is the incident on East Harlem or--21 2.2 COMMISSIONER BANKS: [interposing] Yes, 23 East Harlem, East Harlem. Or if you took the incident at the East Third Street shelter relatively 24 recently it was a dispute between two older men in an 25

1 COMMITTEE ON GENERAL WELFARE 94 2 open area, in the dorm area. The security guard was 3 on the scene, intervened, and unfortunately one older individual struck the other. The other fell to the 4 ground, hit his head on the ground and died as the 5 So, each one of these is a tragedy and it 6 result. 7 tells us that we need to look at the system overall, but each one of them has particular circumstances 8 9 that relate to the kinds of services overall that are needed for the population. So we said we have to 10 11 look at what are the services for people over the age 12 of 50? Is there a way to make sure that everybody 13 has SSI's so that we can promote shelter move-outs? 14 Is there a better way to deliver mental health 15 services than by having 27 mental health shelters in 16 our system? And, you know, another issue is the one 17 we talked about which is releasing the relationship 18 between jails and prisons and shelter usage, and the 19 issues that relate to that. And so each one of these 20 situations that has been so tragi has highlighted the need for focusing on service issues, but also want to 21 come back to--in the meantime we have to make sure we 2.2 23 have property security in place and we've been taking significant actions, but the Police Department is a 24 very important partner in this effort. 25

| 1  | COMMITTEE ON GENERAL WELFARE 95                       |
|----|---|
| 2  | CHAIRPERSON LEVIN: In the case of the                 |
| 3  | death of Marcus Guerreio, I'm sorry, what was the     |
| 4  | you didn't refer to that one just now. What was the   |
| 5  | circumstances that led to that man's death?           |
| 6  | COMMISSIONER BANKS: Again, there was an               |
| 7  | individual in a room with a door that he could close. |
| 8  | CHAIRPERSON LEVIN: This was at 30 <sup>th</sup> East  |
| 9  | 30 <sup>th</sup> Street?                              |
| 10 | COMMISSIONER BANKS: The deaththe                      |
| 11 | murder happened behind closed doors. The individual   |
| 12 | who committed, who allegedly committed the act was    |
| 13 | apprehended after also allegedly stabbing or slashing |
| 14 | a cab driver, and there is prior criminal history     |
| 15 | there as well.  |
| 16 | CHAIRPERSON LEVIN: In terms of what                   |
| 17 | happened in the shelter itself, was therewere the     |
| 18 | guards making their usual rounds? Was this in         |
| 19 | between their rounds? How often are they doing the    |
| 20 | rounds?   |
| 21 | COMMISSIONER BANKS: There are guards                  |
| 22 | posted on that floor, but none the less, someone was  |
| 23 | able to get into the room, commit the act,            |
| 24 | ultimately, the shelter and commit another crime in   |
| 25 | Queens. Again, the individual charged in these        |

COMMITTEE ON GENERAL WELFARE 96
 instances has a criminal record, extensive criminal
 record.
 CHAIRPERSON LEVIN: I visited a Win

5 shelter a couple of weeks ago. They have a C-TV [sic] 6 system that is enviable. It is--it's got, you know, 7 it was probably or 20 monitors. Is that--does that 8 exist in the city-run shelters for single adults?

9 COMMISSIONER BANKS: In the three decades that I've been in and out of these buildings, there 10 11 has been no security system like the one you're 12 describing at Bellevue and certain other shelters, and as part of the 90-day review, it has been 13 14 determined to put in that kind of a system. Again, 15 this is an example of the kind of things that we 16 talked about earlier in the hearing that there are 17 problems that have built up for many years and we're 18 fixing them now. And the review highlighted, the 19 tragedies highlighted the need to address things that 20 have built up for many years. The lack of that type of a camera system is something that we identified as 21 a reform that needs to be addressed. 2.2

CHAIRPERSON LEVIN: Is that something that would be part of the findings of this review at the Police Department, that every city-run single adult

1 COMMITTEE ON GENERAL WELFARE 97 shelter needs to have some type of closed circuit 2 3 television system in place? COMMISSIONER BANKS: Well, we've already 4 5 made determinations as a result of the review and input from the Police Department and our security 6 7 that we want to move forward at key locations with that kind of surveillance system, but we're going--we 8 9 asked the Police Department for reason to conduct the review, because they're professionals and can do it, 10 11 and we'll be guided by what their overall 12 recommendations are, but we didn't want to wait until the end of the review to move forward with installing 13 14 that kind of surveillance system at Bellevue and 15 other locations because that was something that was highlighted as a need during the 90-day review. 16 17 CHAIRPERSON LEVIN: And this would be part 18 of like an overall--I mean, these are capitals. 19 COMMISSIONER BANKS: These are capital 20 expenses that will be part of the capital needs that we have to implement reforms that we've already 21 identified, and then as more are identified, we'll 2.2 23 have to seek additional funding. 24 CHAIRPERSON LEVIN: I mean, what I would expect is that every city-run shelter at the very 25

1 COMMITTEE ON GENERAL WELFARE 98 2 least, and really it should be every shelter has a 3 system that's akin to that. This is, you know, 4 obviously it was not invasive of anybody's privacy, but monitors the hallways and the common areas and it 5 gives--the stairwells give the security guard that's 6 7 sitting there at the front desk, you know, the opportunity of knowing what's happening throughout 8 9 the building. I was very impressed. COMMISSIONER BANKS: I mean, I've seen the 10 11 Win system that you're describing as well. It's a 12 terrific security system, and as I said, as part of the review we looked at things as they've existed for 13 14 decades and said, you know, just because for decades 15 there's been no camera system in the shelter, we want 16 to move forward with it. SO we are moving forward 17 with it with that type of surveillance system in 18 multiple locations and again, we'll be guided by the 19 Police Department's recommendations for other 20 locations. Some locations there may be different 21 approaches, but I agree with you in terms of the 2.2 impressive system that exists at the Win shelter. 23 CHAIRPERSON LEVIN: There was a horrible

24 tragedy this winter in Staten Island. Rebecca Cutler 25 and her children were murdered in a hotel she was in

| 1  | COMMITTEE ON GENERAL WELFARE 99                       |
|----|---|
| 2  | shelter at. Can you explain a little bit about what-  |
| 3  | -a little bit more in-depth as to what the security   |
| 4  | situation was at that time or up untilleading up      |
| 5  | until that incident, her murder, and how is security  |
| 6  | at hotels and clusters for that matter going to be    |
| 7  | changed moving forward?                               |
| 8  | COMMISSIONER BANKS: Well, during the 90-              |
| 9  | day review, we enhanced security at all commercial    |
| 10 | hotels by providing additional FJC contracted city    |
| 11 | city contracts with security.                         |
| 12 | CHAIRPERSON LEVIN: But what does exactly              |
| 13 | does that mean? Does it mean they're in the lobby     |
| 14 | COMMISSIONER BANKS: [interposing]                     |
| 15 | Twenty-four hours, 24 hours security at that          |
| 16 | location, at commercial hotels. But the Cutler        |
| 17 | families' tragedy illustrates the challenges here.    |
| 18 | The alleged perpetrator has nohad no criminal         |
| 19 | history whatsoever. There had been no complaints      |
| 20 | with respect to this involvement with the family.     |
| 21 | The family was observed on a security system tape.    |
| 22 | They did have security cameras at that particular     |
| 23 | hotel. Their families observed together, and the      |
| 24 | horrible murder took place behind closed doors within |
| 25 | a matter of minutes. After security camera caught     |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 100                      |
|----|---|
| 2  | the family together without any signs of any discord  |
| 3  | at all, but again, it highlights just how pervasive   |
| 4  | domestic violence is in our society that a situation  |
| 5  | which there were no complains and no criminal record  |
| 6  | whatsoever could turn into such a horrific crime, but |
| 7  | none the less we wanted to make sure that we had even |
| 8  | more security there notwithstanding the fact that     |
| 9  | there were cameras, and the cameras recorded the      |
| 10 | family together without discord prior to going into   |
| 11 | the room and this terrible, terrible tragedy          |
| 12 | occurred.   |
| 13 | CHAIRPERSON LEVIN: I'm going to turn it               |
| 14 | over to my colleague Liz Crowley for questions.       |
| 15 | COUNCIL MEMBER CROWLEY: Thank you.                    |
| 16 | Thank you, Chairman. Good afternoon, Commissioner.    |
| 17 | COMMISSIONER BANKS: Good afternoon.                   |
| 18 | COUNCIL MEMBER CROWLEY: I'd just like                 |
| 19 | congratulations on your new role as you have this new |
| 20 | Department of Social Services which really looks over |
| 21 | two agencies. I'm confident that you're the best      |
| 22 | person to do the new job of taking on both. I want to |
| 23 | congratulate you on what you've been able to do in    |
| 24 | the 90-day review and the plans that are being        |
| 25 | discussed here today, especially with you immediately |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 101                      |
|----|---|
| 2  | moving forward to do more supportive housing,         |
| 3  | especially for domestic violence victims and runaway  |
| 4  | youth. So I'm going to ask some questions about the   |
| 5  | need right now for drop-in centers. Are you looking   |
| 6  | to do more contracts for drop-in centers, and are     |
| 7  | these with current providers? Are you interested in   |
| 8  | new providers? And what does it mean towhat you       |
| 9  | need to have to be a drop-in center?                  |
| 10 | COMMISSIONER BANKS: Right. One of the                 |
| 11 | reforms that we've asked during the review is we're   |
| 12 | doubling the number of city provider drop-in centers. |
| 13 | There had been reductions in the numbers in prior     |
| 14 | years, and we're doubling the number now.             |
| 15 | COUNCIL MEMBER CROWLEY: Sorry,                        |
| 16 | Commissioner, what double mean? Like at 3,000?        |
| 17 | COMMISSIONER BANKS: Up to eight.                      |
| 18 | Increasing the number up to eight.                    |
| 19 | COUNCIL MEMBER CROWLEY: Eight thousand?               |
| 20 | COMMISSIONER BANKS: Eight total drop-in               |
| 21 | centers.  |
| 22 | COUNCIL MEMBER CROWLEY: Oh, eight                     |
| 23 | centers.  |
| 24 | COMMISSIONER BANKS: And we're working                 |
| 25 | with our outreach teams to open additional drop-in    |
| ļ  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 102                      |
|----|---|
| 2  | centers and some of our existing drop-in center       |
| 3  | providers. The drop-in centers essentially are an     |
| 4  | important tool to provide a weigh station to help     |
| 5  | bring people in off the streets where we can work     |
| 6  | with them off the streets. It's not intended to be a  |
| 7  | shelter. It's intended to be a place where we can     |
| 8  | provide services, although there can be at different  |
| 9  | locations some beds where people can get some respite |
| 10 | as we try to work with them to get them off the       |
| 11 | streets and into other shelters. So we really see it  |
| 12 | as part of the pathway off the streets, drop-in       |
| 13 | centers, safe havens, ultimately supportive housing.  |
| 14 | COUNCIL MEMBER CROWLEY: Good. When you                |
| 15 | have homeless families living in hotels, is there     |
| 16 | always a provider that provides the social type of    |
| 17 | services those families need, or is it just that      |
| 18 | they're getting vouchers for that particular hotel?   |
| 19 | COMMISSIONER BANKS: There are providers               |
| 20 | identified who work with families in those hotels,    |
| 21 | but again, I want to highlight that as part of the    |
| 22 | review we'll be moving to get out of commercial       |
| 23 | hotels. Can't happen overnight. One of the concerns   |
| 24 | we have is about the ability to provide services in   |
| 25 | that kind of setting.                                 |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 103                      |
|----|---|
| 2  | COUNCIL MEMBER CROWLEY: Right, because                |
| 3  | those commercial hotels don't have kitchens and types |
| 4  | of  |
| 5  | COMMISSIONER BANKS: [interposing] Exact,              |
| 6  | right.  |
| 7  | COUNCIL MEMBER CROWLEY: And is it a law,              |
| 8  | I don't know this but I've heard it from other        |
| 9  | people, that you need to have a kitchen within a unit |
| 10 | in order to really provide the adequate shelter that  |
| 11 | these families need?                                  |
| 12 | COMMISSIONER BANKS: Right. Again, we've               |
| 13 | inherited a lot of challenging conditions that have   |
| 14 | built up that we are moving forward to get out of.    |
| 15 | So, I take your question. I don't want to             |
| 16 | COUNCIL MEMBER CROWLEY: Yeah.                         |
| 17 | COMMISSIONER BANKS: I don't want to say               |
| 18 | that the situation is one that we want to continue    |
| 19 | with in any answer I'm giving to your questions.      |
| 20 | COUNCIL MEMBER CROWLEY: Right.                        |
| 21 | COMMISSIONER BANKS: I want to                         |
| 22 | COUNCIL MEMBER CROWLEY: [interposing]                 |
| 23 | Yeah.   |
| 24 | COMMISSIONER BANKS: I want to be clear                |
| 25 |   |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 104                      |
|----|---|
| 2  | COUNCIL MEMBER CROWLEY: [interposing]                 |
| 3  | Right, right.   |
| 4  | COMMISSIONER BANKS: and describe it to                |
| 5  | you that I  |
| 6  | COUNCIL MEMBER CROWLEY: [interposing] I               |
| 7  | understand what you                                   |
| 8  | COMMISSIONER BANKS: [interposing] that                |
| 9  | we're moving out of these.                            |
| 10 | COUNCIL MEMBER CROWLEY: But in terms of               |
| 11 | the success that you've had with the rental           |
| 12 | assistance and keeping people from getting evicted,   |
| 13 | which deserves, you know, a congratulations or, you   |
| 14 | know, job well done. The City is keeping more people  |
| 15 | out of the homeless shelters had they donehad you     |
| 16 | not taken on these measures through HRA. So, I'm      |
| 17 | just trying to wrap my head around the whole          |
| 18 | situation right now with those hotels. It looks like  |
| 19 | we're not going to want to do any more of those       |
| 20 | hotels because we have enough families in hotels, and |
| 21 | as we're looking to do more supportive housing, we    |
| 22 | want to make sure supportive housing has kitchens and |
| 23 | social services workers on premises.                  |
| 24 | COMMISSIONER BANKS: That's true,                      |
| 25 | although I also want to highlight something that we   |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 105 2 have said. As we move out of things like the 16-3 year-old cluster program and the commercial hotels, 4 we also have to deal with a night-to-night reality, 5 which is as we're making progress to phase out the use of things that we've identified are appropriate 6 7 to phase out of, there may be occasions to have to 8 use more of something because we want to make sure 9 that we continue to provide shelter even as we're phasing out the overall programs. We're continuing 10 11 to make the progress as we've talked about earlier in the hearing. You know, we identified 260 cluster 12 13 units that we're closing out. We have been limiting 14 the hotel use and trying to consolidate hotel usage 15 as best we can, and we'll continue to make the 16 progress, because what you said is exactly the kinds 17 of accommodations and services that are needed by our 18 clients, supportive housing, rental assistance and in 19 where we can keeping people in their homes. You put 20 your finger right on it. 21 COUNCIL MEMBER CROWLEY: Right, but my last line of questions will really just get at the 2.2 23 quality of services and the effectiveness of the

services in two different types of buildings. One

type of building is owned by the nonprofit or the

24

1 COMMITTEE ON GENERAL WELFARE 106 City and then the other type of building has this 2 3 third-party owner, and it appears that those other 4 buildings that you have social service providers in 5 contract with owners of the buildings. Those buildings are the ones that are falling apart. 6 Those 7 buildings are the buildings that more money is going towards maintaining the building or in rent rather 8 9 than in services, and it seems like there's a few groups of people in the City getting very wealthy off 10 11 not maintaining these buildings, and what I think we 12 need to look at is making sure these nonprofits that 13 run and provide the services are able to own their 14 own buildings or operate their own buildings so 15 they're not paying so much in rent to these building 16 owners that aren't maintaining their buildings. 17 COMMISSIONER BANKS: I agree with you 18 that that's absolutely what the goal is with this 19 review, that we're in a much better position where 20 it's a purpose built or developed location that's intended to be provided for some type of a 21 transitional situation. Part of the cluster take-2.2 23 down involves where necessary substituting the new kinds of approaches which combine shelter with 24 permanent housing and community space. So, I 25

1 COMMITTEE ON GENERAL WELFARE 107 2 appreciate your focus on exactly what we're focused 3 on too. 4 COUNCIL MEMBER CROWLEY: Do we know the inventory of units owned by the nonprofits such as 5 Help USA or the Doe Fund. 6 7 COMMISSIONER BANKS: Well, --COUNCIL MEMBER CROWLEY: [interposing] 8 9 They own their buildings, but do we know how many of 10 the units are owned by a provider rather than a 11 third-party real estate owner? 12 COMMISSIONER BANKS: Those agencies don't necessarily own their own buildings. The many not 13 for profits are in buildings owned by the City or in 14 15 buildings in which they have essentially master leased or leased the entire building from a private 16 17 entity. 18 COUNCIL MEMBER CROWLEY: Right. 19 COMMISSIONER BANKS: But that differs 20 from the model that you are, I think, in agreement with us that we want to eliminate which is where 21 essentially you're renting something by the unit or 2.2 23 by the day as opposed to a more comprehensive approach. 24

| 1  | COMMITTEE ON GENERAL WELFARE 108                      |
|----|---|
| 2  | COUNCIL MEMBER CROWLEY: Do we understand              |
| 3  | just how many owned by the City or the nonprofit      |
| 4  | provider versus third-party real estate owner?        |
| 5  | COMMISSIONER BANKS: I mean, we can get                |
| 6  | you that breakdown, but by way of example, you know,  |
| 7  | there are 3,000 families in cluster shelter units,    |
| 8  | that 16-year-old program in which apartments are      |
| 9  | being rented in private buildings. That's a           |
| 10 | substantial number of the families with children in   |
| 11 | the shelter system.                                   |
| 12 | COUNCIL MEMBER CROWLEY: Right. Okay, if               |
| 13 | you could provide those numbers                       |
| 14 | COMMISSIONER BANKS: [interposing] Sure.               |
| 15 | COUNCIL MEMBER CROWLEY: I'd like to get               |
| 16 | at those, because I bet if you go to those buildings  |
| 17 | that are owned by the City or the nonprofit in        |
| 18 | agreement with the City or the nonprofit altogether   |
| 19 | that you'll see those are the buildings that are in   |
| 20 | better shape that probably don't have mold or rats or |
| 21 | vermin, roaches.                                      |
| 22 | COMMISSIONER BANKS: Well, I can certainly             |
| 23 | tell you we'll get that information to the Committee, |
| 24 | but I could certainly tell you in the shelter score   |
| 25 | card shows you that, which is that the most number of |
| l  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 109                      |
|----|---|
| 2  | violations are in the cluster units and that the      |
| 3  | shelter buildings are either owned by the City or     |
| 4  | owned by the not-for-profits or rented in some        |
| 5  | leasing fashion by the not-for-profits have fewer     |
| 6  | violations than the cluster units. So you're          |
| 7  | absolutely right.                                     |
| 8  | COUNCIL MEMBER CROWLEY: Right, okay.                  |
| 9  | Thank you, Commissioner.                              |
| 10 | CHAIRPERSON LEVIN: Thank you very much,               |
| 11 | Council Member Crowley. I also want to use this       |
| 12 | opportunity to welcome another class from PS 166 from |
| 13 | Queens. So, welcome everybody. Thank you for          |
| 14 | joining us. So, Commissioner, I want to thank you.    |
| 15 | You've been here for almost two and a half hours. I   |
| 16 | just have a few more questions for you.               |
| 17 | COMMISSIONER BANKS: Sure.                             |
| 18 | CHAIRPERSON LEVIN: I want to make sure                |
| 19 | that we get all of these on the record to the extent  |
| 20 | possible. Let's see. In terms of budgetary issues     |
| 21 | here and if you address this also at the Executive    |
| 22 | Budget Hearing, but the merger of back office         |
| 23 | operations in these two agencies you said is going to |
| 24 | save 38 million dollars. There's also new needs       |
| 25 | associated with actions being taken here. What are    |
|    |   |

1COMMITTEE ON GENERAL WELFARE1102the costs associated with that and how does--what's3the net on the--

4 COMMISSIONER BANKS: [interposing] Twenty-5 The 38 million in savings is being eight million. repurposed towards the 66 million dollars in expense 6 7 needs for the reforms, but I think one way to look at 8 the processes here are similar to the testimony that 9 you received or obtained from me at earlier points in terms of the repurposing of positions in the HRA 10 11 budget. In prior testimony--

12 CHAIRPERSON LEVIN: [interposing] Right. 13 COMMISSIONER BANKS: we talked about 14 essentially the budget was able to stay relatively 15 flat because we repurposed a number of positions for 16 the reform initiatives that we wanted to do. Took 17 some time, but we thought it was an important route 18 to go to be able to seek administrative efficiencies, 19 and so we're taking the same approach with the 20 supportive of functions for the two agencies.

CHAIRPERSON LEVIN: Do you expect there to be any issues in terms of civil service titles, individuals that are being--if they're being moved over if they have a certain level of seniority at-and the civil service at DHS and moving over HRA, is

1 COMMITTEE ON GENERAL WELFARE 111 2 there any issues there? Have you thought that 3 through? How's that going to work? 4 COMMISSIONER BANKS: I mean, we've had a very productive working relationship with our labor 5 in the approach that we took at HRA. We're going to 6 7 continue that approach with this integration of DHS and HRA functions. Obviously, we're going to be 8 9 quided by some service limitations, but we found when we implemented the reforms at HRA that we're able to 10 11 redeploy and repurpose certain kinds of positions to the benefit of clients and also to preserve people--12 13 preserve jobs in the process. So, we're approaching 14 this the same way in terms of working together with 15 the unions to move forward. 16 CHAIRPERSON LEVIN: What is the timeline then on how that's in terms of that action of moving 17 over back office? 18 19 COMMISSIONER BANKS: I mean, we're 20 already beginning the process now and we'll a have more to report during the Executive Budget hearings. 21 2.2 CHAIRPERSON LEVIN: But there will be no 23 layoffs, right? COMMISSIONER BANKS: Correct. 24 25

| 1  | COMMITTEE ON GENERAL WELFARE 112                      |
|----|---|
| 2  | CHAIRPERSON LEVIN: Moving over to                     |
| 3  | HomeBase, I'm still a little bit unclear. If HomeBase |
| 4  | is now going to be the preferred place to go, is it a |
| 5  | point of entry if a family is actually, you know,     |
| 6  | lost their apartment, they never went to HomeBase     |
| 7  | before the eviction took place. They're evicted.      |
| 8  | They're vacated. They're out of their apartments.     |
| 9  | Is HomeBase a point of entry now in their             |
| 10 | neighborhood, or do they still have to go up to Path  |
| 11 | in the Bronx?   |
| 12 | COMMISSIONER BANKS: Well, as I said to                |
| 13 | Council Member Palma, we'll be expanding the scope of |
| 14 | services that one can get in HomeBase locations. One  |
| 15 | of the challenges is that person has already been     |
| 16 | evicted. We may be able to get them back into their   |
| 17 | apartment. So, regardless of whether they go to Path  |
| 18 | or HomeBase we want to immediately intervene with     |
| 19 | them, and we have those kinds of services at Path as  |
| 20 | well as at HomeBase. But we'rewe will be putting      |
| 21 | in place some new approaches to deal with the non-    |
| 22 | eviction situations where people need mediation and   |
| 23 | other kinds of supportive services that have been     |
| 24 | helpful in other jurisdictions that the HomeBase      |
| 25 | providers identified as services that they would like |
| l  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 113                      |
|----|---|
| 2  | to be providing, and in addition we're not going to   |
| 3  | make a systems change overnight that says, "Alright,  |
| 4  | everybody goes to HomeBase." We're going to be        |
| 5  | working with the key HomeBase providers to create a   |
| 6  | model in which someone could go to a HomeBase         |
| 7  | location in their community and the tolls that we'll  |
| 8  | use we'll be aimed at keeping them in the community   |
| 9  | and keeping them out of shelter, and if they had to   |
| 10 | go to shelter, to try to make those kinds of          |
| 11 | placements directly out of HomeBase.                  |
| 12 | CHAIRPERSON LEVIN: But if a family is                 |
| 13 | goingit's, you know, say they've exhausted all of     |
| 14 | their other options. Are theyis HomeBase now the      |
| 15 | point of entry, or is the Path still the point of     |
| 16 | entry?  |
| 17 | COMMISSIONER BANKS: As we make the                    |
| 18 | systems change I don't want to mislead anyone who may |
| 19 | be watching on the recording of this. Path is         |
| 20 | available. We encourage people now to go to HomeBase  |
| 21 | as the first point of entry, because there are tools  |
| 22 | that we have that could people from having to go to   |
| 23 | Path, but we're going to be experimenting with new    |
| 24 | tools at designated HomeBase locations, and there'll  |
| 25 | be, you know, some of the information communicated in |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 114                      |
|----|---|
| 2  | the communities about what services those are, and we |
| 3  | will evaluate and study the effectiveness, and if     |
| 4  | they're effective we'll roll that out citywide.       |
| 5  | CHAIRPERSON LEVIN: But just to be clear,              |
| 6  | HomeBase's priority is not going to betheir current   |
| 7  | priority is eviction prevention.                      |
| 8  | COMMISSIONER BANKS: Eviction prevention.              |
| 9  | CHAIRPERSON LEVIN: Their priority moving              |
| 10 | forward will continue to be eviction prevention not   |
| 11 | intake is that right?                                 |
| 12 | COMMISSIONER BANKS: Abswell, let me                   |
| 13 | say this. We don't want to in any way diminish the    |
| 14 | excellent work that HomeBase providers, the legal     |
| 15 | services providers and the city staff are doing in    |
| 16 | terms of rent arears, legal services and other        |
| 17 | interventions for the next [sic] that's driving down  |
| 18 | the number of evictions by 24 percent. So we want to  |
| 19 | keep doing that.                                      |
| 20 | CHAIRPERSON LEVIN: Uh-hm.                             |
| 21 | COMMISSIONER BANKS: But what we're                    |
| 22 | looking to do is expand intervention services beyond  |
| 23 | evictions and we're not making a systems change       |
| 24 | overnight to say, and go to HomeBase instead of Path. |
| 25 | We would prefer that everybody goes to HomeBase in    |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 115 2 the first instance, because there may be tool s that 3 currently do, but as we roll out some of the new models we'll be able to offer boarder services for 4 5 prevention and if necessary placement directly from HomeBase. 6 7 CHAIRPERSON LEVIN: Now, will--in terms 8 of like new resources at HomeBase, what type of--what 9 will be existing six months from now in a HomeBase office that isn't currently there? 10 11 COMMISSIONER BANKS: Well, again, I don't 12 want to mislead you in terms of an overnight systems 13 change. We're going to be rolling out the new services in a very calibrated way to make sure 14 15 they're effective in the same way that we've rolled out different initiatives at HRA. We roll them out 16 17 sometimes center by center, location by location to 18 make sure that they work before proceeding system 19 So, here, a service that HomeBase providers wide. 20 identified as a critical one as mediation, and that's a service where someone's not coming in because of 21 2.2 eviction, and previously there would have been a 23 challenge about what services to provide to such a

family, but we have found to our own initiatives that

25 by--

| 1  | COMMITTEE ON GENERAL WELFARE 116                      |
|----|---|
| 2  | CHAIRPERSON LEVIN: [interposing] The                  |
| 3  | reason it would have been a challenge is because it   |
| 4  | wouldn't be a critical juncture yet?                  |
| 5  | COMMISSIONER BANKS: It wouldn't be an                 |
| 6  | eviction.   |
| 7  | CHAIRPERSON LEVIN: Wouldn't be an                     |
| 8  | eviction.   |
| 9  | COMMISSIONER BANKS: There's no court                  |
| 10 | [sic]if the person doesn't have an apartment          |
| 11 | there's no eviction. They're doubled up somewhere.    |
| 12 | CHAIRPERSON LEVIN: I see.                             |
| 13 | COMMISSIONER BANKS: And there are                     |
| 14 | different services that the HomeBase providers        |
| 15 | themselves have identified that they think could be   |
| 16 | effective in those circumstances which currently      |
| 17 | haven't been services that are provided to any great  |
| 18 | extent. Certain providers provide a range of          |
| 19 | services because that's who they are. That's what     |
| 20 | they've been able to do. We want to work for a more   |
| 21 | systemic approach with those kinds of mediation       |
| 22 | services.   |
| 23 | CHAIRPERSON LEVIN: Do you believe that                |
| 24 | HomeBase being at HRA can help the providers leverage |
| 25 |   |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 117 2 additional assets that -- or services that HRA has in 3 its portfolio?

COMMISSIONER BANKS: Well, we found that 4 5 the primary tools that are available for HomeBase providers are legal services and rent arears which 6 7 are HRA tools. And so from an overall management 8 perspective, it would make sense to consolidate 9 everything in the same--with the same perspective so that all the metrics are lined up. All the services 10 11 are lined up. We can avoid duplication and intervene 12 as quickly as possible.

13 CHAIRPERSON LEVIN: Moving over to the 14 various subsidy programs, how does HRA envision 15 streamlining the programs or is that determined yet? 16 Also, there are a couple of Link programs that were in the DHS budget. Are those being moved over to 17 18 HRA? 19

COMMISSIONER BANKS: Yes.

20 CHAIRPERSON LEVIN: So at this point now, 21 every subsidy program within the portfolio of subsidy 2.2 programs is all going to be in HRA's budget now? 23 COMMISSIONER BANKS: Yes, because all the processes to issue the grants were HRA anyway, and so 24 we want to streamline the ability to get access. As I 25

1 COMMITTEE ON GENERAL WELFARE 118 2 said, we want to enhance income, sources of income 3 discrimination enforcement efforts. In terms of the 4 streamlining, remember we rolled them out from a perspective that one-size-fits-all didn't work with 5 Advantage, notwithstanding the issues around the 6 7 precipitous termination of the program. There were 8 issues about how the program operated, and so in 9 rolling out the different Link programs city FEPS and SEPS, we've been trying to target different 10 11 populations to get away from a one-size-fits-all 12 approach. Now that we've got, you know, years' worth 13 of experience or so with all of these programs, we're 14 looking for ways in which we can simplify eligibility 15 both form a client understanding from a provider 16 understanding and from a landlord understanding, and so that's rally the area of streamlining that we're 17 18 looking to do. 19 Sorry, jumping around CHAIRPERSON LEVIN: 20 here a little bit. One of the recommendations is 21 that target outreach to double up families with school-aged children, HRA will work with DOE to 2.2 23 identify and proactively target prevention services for students with family living and doubled-up 24 situations are reported as homeless [inaudible]. 25

1 COMMITTEE ON GENERAL WELFARE 119 2 That's obviously an enormous task in and of itself 3 because we're talking about, you know, many, tens of thousands of children. I mean, this --I think it's 4 80,000 according to McKinney Vento [sp?] there's 5 80,000--6 7 COMMISSIONER BANKS: [interposing] right. 8 CHAIRPERSON LEVIN: homeless, homeless 9 So, can you talk a little bit about how children. that would work administratively between HRA and 10 11 Department of Education, because that's -- a lot of 12 that then falls to DOE. We obviously had the hearing 13 a couple of months ago on the how City addresses 14 homelessness among children, but it--does that--can 15 you delve a little bit more into that? 16 COMMISSIONER BANKS: Sure. 17 CHAIRPERSON LEVIN: And how is DOE a 18 partner in this? 19 COMMISSIONER BANKS: Sure. The issue 20 there, that particular reform relates to two others which is using data analytics to identify the people 21 who are at risk of potentially applying for shelter 2.2 23 and using data analytics to look at people who applied for shelter, been found ineligible, left, and 24 are at risk of coming back and being found eligible 25

1 COMMITTEE ON GENERAL WELFARE 120 2 at some later point, and this relates to back to, I 3 think, might be our very first hearing that we had at 4 HRA when we identified that certain percentage of people whose cases were closed or sanctioned at HRA 5 and ended up applying for shelter based upon 2013 6 7 cohort that we looked at in 2014. And so we've been 8 developing a risk profile of--not everyone whose case 9 was closed, not everyone who had a sanction applied. So what is it? What are the risk factors about 10 11 particular groups, particular clients who had cases 12 closed or sanctioned that would potentially lead to 13 an application for shelter, and so we've been working over the last year identifying such standards and 14 15 reaching out to one providing the services. Similarly we're going to apply that same approach to 16 17 that group of families who applied for shelter, found 18 ineligible but are likely to come back at some later 19 point because of a change in eligibility or a change 20 in some other circumstance, and as an intervention 21 point. So we looked at the McKinney Vento number as another area to look at risk factors within that 2.2 23 80,000 number. You're right 80,000 is a large number, but within it we're hopeful that we'll be 24 able to identify certain patterns and certain risk 25

| 1  | COMMITTEE ON GENERAL WELFARE 121                      |
|----|---|
| 2  | factors in which we could intervene with particular   |
| 3  | families, and that's what we want to work with the    |
| 4  | DOE on in terms of helping us develop the risk        |
| 5  | profiles of that particular group of families. It     |
| 6  | may turn out that the risk factors are the same in    |
| 7  | all three groups, but that will help us narrow and    |
| 8  | target services to be as effective as we can be.      |
| 9  | CHAIRPERSON LEVIN: So, back to Path for               |
| 10 | one second here.                                      |
| 11 | COMMISSIONER BANKS: Sure.                             |
| 12 | CHAIRPERSON LEVIN: This issue of                      |
| 13 | children being required to go to Path for every       |
| 14 | appointment, that's no longer the requirement? Does   |
| 15 | this represent a programmatic change here or was that |
| 16 | rule already?   |
| 17 | COMMISSIONER BANKS: It's a programmatic               |
| 18 | change, but like the                                  |
| 19 | CHAIRPERSON LEVIN: [interposing] It is a              |
| 20 | programmatic  |
| 21 | COMMISSIONER BANKS: [interposing] But                 |
| 22 | with like all these changes and we found this, you    |
| 23 | know, in terms of our reporting to you on changes at  |
| 24 | HRA, it's a really important change to make.          |
| 25 | CHAIRPERSON LEVIN: Yeah.                              |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 122                      |
|----|---|
| 2  | COMMISSIONER BANKS: We're going to make               |
| 3  | it, but we can't make it tonight. We have to work     |
| 4  | through the process. We're going to implement, and    |
| 5  | we're going to make that change. It was an important  |
| 6  | one that was identified by clients during the review  |
| 7  | process and we're working on making that change.      |
| 8  | CHAIRPERSON LEVIN: And what exactly is                |
| 9  | the change, from what to what?                        |
| 10 | COMMISSIONER BANKS: Well, previously the              |
| 11 | system was one in which even though there might be    |
| 12 | other ways to verify whether the child was in the     |
| 13 | household, that there was a requirement to have the   |
| 14 | child be present at all times. We're going to work    |
| 15 | through in consulting with the Coalition for the      |
| 16 | Homeless, with the Legal Aid Society and others about |
| 17 | how to develop a system in which we can identify for  |
| 18 | all of the State and Federal eligibility reasons, we  |
| 19 | need to identify that the child is actually in the    |
| 20 | household, but to eliminate the disruption of school  |
| 21 | this resulted from the past approach.                 |
| 22 | CHAIRPERSON LEVIN: I'm going to turn it               |
| 23 | over to Council Member Gibson in a moment here.       |
| 24 | Regarding the proposal to have two new city and state |
| 25 | taskforces, you went into that a little bit before,   |
| I  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 123                      |
|----|---|
| 2  | has there been communication between the City and the |
| 3  | State on those issues in terms of specifically on the |
| 4  | topic of a taskforce or rural [sic] taskforces?       |
| 5  | COMMISSIONER BANKS: I mean, we've                     |
| 6  | communicated to our state partners our desire to do   |
| 7  | this work together, and                               |
| 8  | CHAIRPERSON LEVIN: [interposing] Have                 |
| 9  | they communicated back?                               |
| 10 | COMMISSIONER BANKS: We communicated with              |
| 11 | our state partners about our desire to do this work   |
| 12 | together and we're hopeful that we'll be able to      |
| 13 | proceed together, because together there's a lot more |
| 14 | we can accomplish.                                    |
| 15 | CHAIRPERSON LEVIN: So at this point they              |
| 16 | have not agreed to do that?                           |
| 17 | COMMISSIONER BANKS: We just announced                 |
| 18 | the reforms last week.                                |
| 19 | CHAIRPERSON LEVIN: Uh-hm.                             |
| 20 | COMMISSIONER BANKS: It's a short period               |
| 21 | of time. These are significant issues, and we're      |
| 22 | looking forward to working with the State.            |
| 23 | CHAIRPERSON LEVIN: The invitation is                  |
| 24 | open.   |
| 25 |   |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 124                      |
|----|---|
| 2  | COMMISSIONER BANKS: We're looking                     |
| 3  | forward to working with the state.                    |
| 4  | CHAIRPERSON LEVIN: Turn it over to                    |
| 5  | Council Member Gibson for questions.                  |
| 6  | COUNCIL MEMBER GIBSON: Thank you so                   |
| 7  | much, Chair Levin. Thank you and good afternoon,      |
| 8  | Commissioner. Good to see you, and I know coming off  |
| 9  | of the recent announcement we made in the Bronx,      |
| 10 | thank you for coming to Bronx Works Community Center. |
| 11 | I really appreciate that of all the places that this  |
| 12 | announcement could have been made, you chose the      |
| 13 | district I represent. I appreciate that and           |
| 14 | certainly I recognize in this 90-day review, all of   |
| 15 | the different components around the shelter repair    |
| 16 | score card are re-instituting DV services, which I    |
| 17 | appreciate. One I'm probably most proud of is         |
| 18 | eliminating cluster and scatter sites. I really       |
| 19 | think that's something we should do. I wanted to      |
| 20 | focus and ask several questions, and I know that      |
| 21 | there was a little bit of talk with the NYPD as it    |
| 22 | relates to the security, and I wanted to find out in  |
| 23 | terms of the DHS and NYPD partnership in terms of     |
| 24 | security, could you describe right now what the DHS   |
| 25 | metrics are used to track prime in shelters right now |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 125                      |
|----|---|
| 2  | as we speak? What are the factors that we use and     |
| 3  | how are we tracking crime?                            |
| 4  | COMMISSIONER BANKS: First of all, thank               |
| 5  | you for coming to the announcement. It was great to   |
| 6  | have you there. I know you've been a real supporter   |
| 7  | of the kind of changes we're trying to make. So I     |
| 8  | appreciate that you were there. We announced at the   |
| 9  | Preliminary Budget hearing last month that we had     |
| 10 | overhauled the critical incident reporting on the     |
| 11 | shelter system. Previously for many years the         |
| 12 | reporting of a priority incident was that resulting   |
| 13 | in death or life-threatening injury.                  |
| 14 | COUNCIL MEMBER GIBSON: Right.                         |
| 15 | COMMISSIONER BANKS: And so we re-                     |
| 16 | evaluated all of the 2015 incidents in shelter in     |
| 17 | order to take a broader reporting on what was         |
| 18 | occurring in the shelters and we've created the data  |
| 19 | that will show you all the kinds of things that have  |
| 20 | been going on in shelters. I know that you have a     |
| 21 | particular interest in reporting on these issues, and |
| 22 | I'll be looking forward to sitting down with you and  |
| 23 | showing you the kind of data that we're able to       |
| 24 | collect, and I believe it will meet your appropriate  |
| 25 | concern for transparency on what is occurring and     |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 126 2 what is not occurring. In terms of the NYPD, there 3 are sort of two tracks, if you will, that are ongoing. First of all, we're very grateful that the 4 5 NYPD has sent a management team to develop an action plan for all the DHS shelters, and we've already 6 7 begun working closely. In addition they're doing the retraining for DHS Peace Officers, but what they're 8 9 taking a look at is a system, and I said this to the Chairperson, a system that's developed up over two 10 11 decades in which you have one security work stream, 12 if you will, of DHS Peace Officers, one security work 13 stream of private contracted security to a city 14 contract with FJC and providers having their own 15 contracts. And so we've asked the Police Department. Obviously, they're professionals and they'll look at 16 17 however they think beset to develop the facts, but 18 we've asked them to look at that, kind of set up and 19 to develop an action plan for us to ensure that we're 20 providing the best security, and the reporting that 21 we've already developed is -- will be helpful for the 2.2 Police Department to look at that through the 23 management team, and in terms of any transparency reporting we're happy to have that be a component. 24 25 Historically, and I think this may get to part of

1 COMMITTEE ON GENERAL WELFARE 127 2 what your question, but if I'm missing a piece I know 3 you'll--4 COUNCIL MEMBER GIBSON: [interposing] 5 I'll--COMMISSIONER BANKS: [interposing] ask me 6 7 again. Historically, the Police Department's been very involved in responding to calls from either DHS 8 9 Peace Officers or FJC quards contracted with the City or the providers on security, and so the incidents 10 that we overhaul to track reflects that kind of 11 12 reporting, and again, I think it will get at what 13 you're looking at, but we're very anxious to work 14 with you on--15 COUNCIL MEMBER GIBSON: [interposing] 16 Okay, what I'd like to know is, is there any 17 comparison to the current NYPD system that looks at 18 the seven major crime categories. So, you talked 19 about priority crimes, but what types of crimes does 20 the NYPD respond to now? 21 COMMISSIONER BANKS: Right. We, as part 2.2 of our overhaul, did exactly what you're asking me to 23 do, which is to--COUNCIL MEMBER GIBSON: [interposing] 24 25 Okay. So there'll be some consistency.

| 1  | COMMITTEE ON GENERAL WELFARE 128                     |
|----|--|
| 2  | COMMISSIONER BANKS: Yeah, yeah. Because              |
| 3  | the original approach that has been taken for many,  |
| 4  | many years was looking at death or life-threatening  |
| 5  | injury and that missed the kinds of things that you  |
| 6  | and I would want to know                             |
| 7  | COUNCIL MEMBER GIBSON: [interposing]                 |
| 8  | Right.   |
| 9  | COMMISSIONER BANKS: about in terms of                |
| 10 | service delivery. So, the reform of the critical     |
| 11 | incident reporting actually even goes beyond the FBI |
| 12 | indicators to take a broader view of incidents and   |
| 13 | shelter.   |
| 14 | COUNCIL MEMBER GIBSON: Okay.                         |
| 15 | COMMISSIONER BANKS: But again, I'm                   |
| 16 | anxious to show you what we're doing and to see      |
| 17 | whether or not it meets your concerns, and if there  |
| 18 | are other things we could do, we're happy to look at |
| 19 | that.  |
| 20 | COUNCIL MEMBER GIBSON: Okay. And you                 |
| 21 | talked about the two different tracks, the Peace     |
| 22 | Officers and private security staff. Now, I can      |
| 23 | imagine both get different or maybe similar types of |
| 24 | training. With the overhaul and assessment of the    |
| 25 | NYPD coming in, is there going to be a broad-based   |
| ļ  |  |

| 1  | COMMITTEE ON GENERAL WELFARE 129                     |
|----|--|
| 2  | approach to training all of the staff, or is there   |
| 3  | going to be one for Peace Officers and then for      |
| 4  | private security? Is there going to be a consistency |
| 5  | in that regard?                                      |
| 6  | COMMISSIONER BANKS: I want to add a third            |
| 7  | work stream just to not lose track of it, there's    |
| 8  | COUNCIL MEMBER GIBSON: [interposing]                 |
| 9  | You're adding a third track?                         |
| 10 | COMMISSIONER BANKS: Yeah.                            |
| 11 | COUNCIL MEMBER GIBSON: Okay.                         |
| 12 | COMMISSIONER BANKS: The Peace Officers,              |
| 13 | the contracted security directly with the City and   |
| 14 | then the providers have contracts with security.     |
| 15 | COUNCIL MEMBER GIBSON: Okay.                         |
| 16 | COMMISSIONER BANKS: So, it's really                  |
| 17 | three different strands. The re-training, and I want |
| 18 | to emphasize it is re-training, ofthere is already   |
| 19 | training for DHS Peace Officers. The re-training is  |
| 20 | an immediate thing that can be done now, even while  |
| 21 | the Police Department management team is looking at  |
| 22 | the overall picture. But I think the question of     |
| 23 | what kind of training, and there is training for the |
| 24 | security guards that they do. We've looked at it,    |
| 25 | but whether or not there should be uniform training, |
| I  |  |

1COMMITTEE ON GENERAL WELFARE1302whether or not we should continue to have these three3strains of security, all of that is on the table for4the management team from the NYPD that we're working5with on this review.

COUNCIL MEMBER GIBSON: Okay. And within 6 7 the conversation, I know we're talking about closed circuit TV, CCTV cameras. Do you know who's going to 8 9 maintain those cameras? Who will have access in terms of PD or the provider, DHS? In terms of the 10 11 maintenance, who's going to absorb those costs, and 12 then for the shelters that are not DHS, but the 13 private providers, what happens when the assessment 14 is done and they believe that they need cameras as 15 well? Is that something that we're going to 16 incorporate into the assessment if they determine 17 that additional security measures are necessary for 18 that particular location, is that something that will 19 be considered, and if so, who's going to pick up the 20 cost of all of these security measures? 21 COMMISSIONER BANKS: So, let me sort of break each of those down. 2.2 23 COUNCIL MEMBER GIBSON: Okay. COMMISSIONER BANKS: As part of the 90-day 24 25 review, even before the NYPD management team

1 COMMITTEE ON GENERAL WELFARE 131 2 initiative was put in place, we began to evaluate 3 certain key DHS shelters as needing security cameras 4 that have not been in place. As I said to the Chair, I've been in and out of these buildings for about 30 5 years in some cases, and they haven't ever had these 6 7 systems, and it's part of the 90-day review of 8 putting them in place. So, those are being paid for 9 out of the capital dollars, and the monitoring of the cameras will be done by DHS staff with--DHS security 10 11 staff, with the FJC staff depending on the location, 12 but how that's going to be done will be something 13 we're going to get good recommendations from the 14 NYPD's management team. They may have a different way 15 it should be done, but we don't want to--with certain 16 things that we can get in place now, we don't want to 17 wait until the outcome of the review. So, we're 18 going to--particularly Bellevue moving very quickly 19 to get those cameras in place. At the not-for-profit 20 or private locations that you identified, again, 21 we'll be quided by the Police Department in terms of what their recommendations are for what the standard 2.2 23 should be and how we should do it, many of the notfor-profits already have camera systems that are in 24 place. We talked about Win earlier in the hearing, 25

1COMMITTEE ON GENERAL WELFARE1322and they have a terrific system in place for3monitoring hallways and entry points and so forth,4but in terms of cost, again, we'll be guided by what5the recommendation is from the Police Department6management team and then determine how we're going to7meet the costs.

8 COUNCIL MEMBER GIBSON: Okay. And within 9 the NYPD management team, are there other non-NYPD 10 stakeholders that are involved in this assessment? 11 So, in terms of the actual curriculum that the Peace 12 Officers, security officers are going through, is DHS 13 involved in that or is it all really overseen by only 14 NYPD?

15 COMMISSIONER BANKS: NYPD is conducting 16 the training. DHS and HRA have had input into what 17 we thought would be helpful, but I have to say this 18 agreement, there's no difference of opinion about 19 what would be helpful. But the NYPD management team 20 at the chief level that is looking at this there's 21 ongoing communication between directly with me and we've set up a--are setting up a schedule of regular 2.2 23 meetings to report in real time. So, again, if we can make changes that are identified by the NYPD 24

1COMMITTEE ON GENERAL WELFARE1332management team, we'll make them and not wait for the3end of the process.

4 COUNCIL MEMBER GIBSON: Okay, and my final question--Chair is looking at me. In terms of time 5 frame and implementation, once the NYPD management 6 7 team comes up with this assessment, what's the timeframe by which we're going to implement some of 8 9 the recommendations and then also the timeframe by which we're going to determine the factor we're 10 11 looking at to make sure that -- you know, obviously crime numbers and violence in shelters, decreasing is 12 13 important, but also the added security measures. То 14 me, it has to also raise the quality of life for the 15 families that are living in these residences on a 16 temporary basis. So, can you just give me an idea of 17 what the timeframe will be for each of the different 18 categories, the assessment, the implementation, and 19 then the performance where we're looking to see how 20 successful it is, if we need to make any changes, do you have an idea of that at this point? 21 2.2 COMMISSIONER BANKS: Well, I think a good 23 guide is the speed at which we proceeded during the 90 days in announcing policy changes and implementing 24

25 them.

1 COMMITTEE ON GENERAL WELFARE 134 2 COUNCIL MEMBER GIBSON: Right. 3 COMMISSIONER BANKS: Here, I want to--I 4 think it's important to give the NYPD the time to do 5 it, do the review and make the recommendations, and depending on how extensive they are, that will 6 7 determine the timeframe, but that will clearly be 8 something we're reporting to this committee on, and 9 as I said, as we proceed, if there are interim immediate steps we can take and not have to wait for 10 the review, we'll do that. 11 12 COUNCIL MEMBER GIBSON: Okay. Well, I 13 certainly look forward to working with you, not just 14 as a member of this committee, but in my capacity as 15 Chair of Public Safety. It's extremely important. I 16 think, you know, the overall message we want to send 17 to all New Yorkers is that everyone deserves to be 18 safe no matter where they are, what types of 19 transitional housing they live in, but I do think it

20 sends a larger message that we are looking at public 21 safety as a real priority, and we're making sure 22 that, you know, the NYPD, working in concert with 23 them, that there is a focus. Sadly, there are too 24 many New Yorkers that are living on the streets, 25 because they simply think they're safer on the

| 1  | COMMITTEE ON GENERAL WELFARE 135                     |
|----|--|
| 2  | streets than they are in our shelters. That's the    |
| 3  | absolute wrong message. We want to make sure we can  |
| 4  | get families into long term housing as quickly as    |
| 5  | possible, but while they are in this temporary state |
| 6  | we want to make sure they're safe as possible. So, I |
| 7  | know that as an Administration we had to react       |
| 8  | because there have been too many incidents. Anything |
| 9  | greater than zero is cause for concern, injuries and |
| 10 | people who have lost their lives. So, I recognize we |
| 11 | have to do something, but I want to make sure that   |
| 12 | what we're putting in place are things that can      |
| 13 | really last in not just the short term, but the long |
| 14 | term. Many of us, I'm a fan of cameras. I think      |
| 15 | they're great, but I think there's more to security  |
| 16 | than just cameras. Training is extremely important.  |
| 17 | Security officers need to be protected too. So, I    |
| 18 | appreciate the work that your agency has done and,   |
| 19 | you know, what the NYPD will do. I do think we have  |
| 20 | a lot more work to do, but I'm certainly looking     |
| 21 | forward to working with you and our Chair to make    |
| 22 | sure that a lot of these measures can be really      |
| 23 | implemented.   |
| 24 | COMMISSIONER BANKS: I really appreciate              |
| 25 | that, and I want to assure you that the urgency that |

1 COMMITTEE ON GENERAL WELFARE 136 we have proceeded [sic] to the 90 days will continue, 2 3 particularly on the security issue. I think you also 4 make an excellent point that the issues are also about services. They're beyond--you know, they 5 involve training. They involve cameras. They involve 6 7 deployment, and the so forth, but when we identified that the vast majority of critical incidents in 8 9 family shelters both the families with children and adult families involved domestic violence among the 10 11 heads of the households, that it highlights the need for services that are--that's a broader need than 12 13 simply looking at other aspects and the way that 14 safety and security has been provided, and I couldn't 15 agree with you more in terms of the message to the people on the streets. During the review I spoke to 16 17 many people on the streets about how they perceive 18 things, what their needs are as well as people coming 19 in off the streets and the intake centers and what 20 their needs were, and we want to continue to 21 encourage people to come in, even as we're addressing 2.2 problems that have built up over many, many years 23 that cause concern, and it resulted in tragedies. COUNCIL MEMBER GIBSON: Thank you. 24 Thank 25 you, Chair.

| 1  | COMMITTEE ON GENERAL WELFARE 137                      |
|----|---|
| 2  | CHAIRPERSON LEVIN: Thank you, Council                 |
| 3  | Member Gibson. Just following up on that, I mean, I   |
| 4  | think it's important to add that it's notit's         |
| 5  | unacceptable situation for the City for individuals   |
| 6  | to opt to sleep on the street rather than go into the |
| 7  | shelter system, particularly single adults. And       |
| 8  | that's something that is a refrain that we've heard   |
| 9  | over and over again, and that's simply unacceptable,  |
| 10 | and we need tothat perception does not turn around    |
| 11 | overnight, but the message has to get to individuals  |
| 12 | in a compelling way that they will be safe, and if    |
| 13 | they go into the shelter system, if they're under the |
| 14 | care of the City of New York, that they know that     |
| 15 | they're not going to put their life at risk, their    |
| 16 | possessions at risk, that they're not going to be     |
| 17 | harassed. They're not going to be threatened. So,     |
| 18 | that's a tall order, but it's something that's very   |
| 19 | important.  |
| 20 | COMMISSIONER BANKS: Couldn't agree with               |
| 21 | you more. I mean, the homeless people that I spoke    |

you more. I mean, the nomeless people that I spoke to on the street during the reviews certainly talked about the importance for them of going someplace where they could close the door behind them, and even as we focus on making the existing shelters that may

| 1  | COMMITTEE ON GENERAL WELFARE 138                         |
|----|--|
| 2  | not have a door that you can close behind you, safe      |
| 3  | an habitable in terms of both conditions and             |
| 4  | security. I think it's really important to continue      |
| 5  | to focus on one of the tools we have. So, preventing     |
| 6  | entry in through safe havens and supportive housing      |
| 7  | is an important message for us to be also conveying      |
| 8  | to people because that's where I've seen success with    |
| 9  | the outreach teams when they've been able to offer       |
| 10 | that kind of an alternative, and so we need to keep      |
| 11 | focusing on the complexity of the problem, but that      |
| 12 | there are solutions that we know work and continuing     |
| 13 | to emphasize those solutions like supportive housing,    |
| 14 | like safe havens, like legal services, like rental       |
| 15 | assistance, all of which are playing a role in           |
| 16 | helping us move forward, and the reform is focused on    |
| 17 | the importance of doing more in all those areas.         |
| 18 | CHAIRPERSON LEVIN: With regard to safe                   |
| 19 | havens obviously they're effective. The numbers that     |
| 20 | are shown recently are pretty incredible in terms of     |
| 21 | the number of individuals thatOn April $14^{th}$ of this |
| 22 | year, 697 individuals utilize the safe haven bed.        |
| 23 | Five hundred and 39 clients were served by drop-in       |
| 24 | centers and overnight drop-in census was 211             |
| 25 | individuals. So, obviously that's a very effective       |
|    |  |

1 COMMITTEE ON GENERAL WELFARE 139 2 program, and so the expansion is something that I think will be very welcome, and it's something that 3 4 people use and people are comfortable with. 5 COMMISSIONER BANKS: Absolutely. CHAIRPERSON LEVIN: Three other questions 6 7 here and I'll try to get through them quickly. Ι 8 know it's been a long morning, but the big topic. In 9 terms of HPD involvement, one of the things that has concerned me over the last couple of years is we 10 11 don't get a--we don't have a clear picture of how HPD 12 has been working with DHS, HRA on providing, making sure that individuals who are homeless are able to 13 get into affordable housing in New York City. 14 We 15 have this tremendous affordable housing stock, this 16 built affordable housing stock that's been built over 17 the last 40 years that is available. There's 18 apartments that become available. They're not-for-19 They're well-maintained for the most profit managed. 20 part. They're safe, and they're permanently 21 affordable. What has HPD done and what is HPD going 2.2 to do as part of you coming out of the 90-day review 23 to open up affordable housing in the existing housing stock to those that are homeless and how are we going 24 25 to measure that?

COMMITTEE ON GENERAL WELFARE

1

2 COMMISSIONER BANKS: Well, HPD's been a 3 very important partner in these efforts during the 4 90-day review and in several of the reforms. In 5 terms of shelter itself, it's HPD that's been providing substantial resources for the inspections 6 7 and certain other repairs. HPD's also been a very 8 important partner in helping identify units that we 9 can use for the various rental assistance programs, and one of the particular reforms among those that 10 11 are listed in the report is streamlining access to 12 the affordable units exactly as you described them, 13 and you know, over time people have been left to 14 negotiate the system, and HPD, HRA and DHS are 15 committed to creating a process in which we can 16 identify individuals who would qualify for those 17 kinds of set asides that you described that have been 18 built on the last 40 years, and a referral system to 19 HPD would then refer the individuals into those 20 units. So that's a new initiative that would very much streamline access to affordable housing units to 21 2.2 turnover or become available through one way or the 23 other by creating that pipeline directly from HRA and DSH to HPD, and that had not existed. HPD is 24 committed is building and it had not been built in 25

1 COMMITTEE ON GENERAL WELFARE 141 2 all the years in the past. They've been very helpful 3 during the last two years of identifying units for move- outs, but this is a very different more 4 streamlined effort that the two agencies--three 5 agencies are going to do together. 6 7 CHAIRPERSON LEVIN: But outside of the set-aside process, I mean, there's--right. For newly 8 9 built HPD development that there's a set aside that's one thing, but the turnover of units presents a 10 11 significant opportunity. 12 COMMISSIONER BANKS: Absolutely. That's--I was picking up on your reference of the 40 years. 13 14 There have been affordable housing units that have 15 been built, some of where there are obligations to 16 continue to rent to homeless individuals, which I know you were highlighting, and HPD and HRA and DHS 17 18 are going to be putting in place a system to enhance 19 the ability of clients to get access to those [sic]. 20 CHAIRPERSON LEVIN: But even those that 21 are not even required, I mean, I'm talking about the general affordable housing units that are managed by 2.2 23 not-for-profits. I mean, if we have so many homeless individuals in the shelter system that are working 24

that are able, that are, you know--that are making

1 COMMITTEE ON GENERAL WELFARE 142 2 30, 40, 50 percent of AMI, you know, that should be 3 an option. And just to reiterate, we need to have a 4 way to measure that. We should know how many HPD 5 managed units or HPD overseeing units are going to individuals coming out of the shelter system. 6 7 COMMISSIONER BANKS: We're looking at how 8 to do that for our own management purposes as well. 9 CHAIRPERSON LEVIN: Obviously, the same I think that there's a little bit 10 qoes for NYCHA. 11 more oversight there, but as we said before, 2,500 12 units annually is really where that should because 13 that is the -- that's the sustained housing stock that we know works. We know it's--we know it leads to 14 15 permanency, and you've head the refrain many times 16 over. I think at one point I heard you echoing the 17 refrain, you know, previous job. COMMISSIONER BANKS: Well, I'd say if you 18

19 look at the reform it talks about 1,500 units from--20 directly from DHS shelters and 300 for DV survivors. 21 And obviously we continue to work with the Housing 22 Authority on an annual basis in terms of move-outs. 23 CHAIRPERSON LEVIN: Source of income

24 discrimination.

COMMISSIONER BANKS: Yep.

| 1  | COMMITTEE ON GENERAL WELFARE 143                      |
|----|---|
| 2  | CHAIRPERSON LEVIN: Obviously a very big               |
| 3  | issue. Can you explain a little bit about what more   |
| 4  | HRA nowwhat role HRA is now going to play?            |
| 5  | COMMISSIONER BANKS: I think as we                     |
| 6  | testified at some prior hearings, we have a hotline   |
| 7  | that was set up at HRA and we'll be deploying         |
| 8  | additional staff within HRA to work with our partners |
| 9  | at the Human Rights Commission to enhance the ability |
| 10 | to investigate, follow up and move forward with       |
| 11 | instances where there are source of income            |
| 12 | violations.   |
| 13 | CHAIRPERSON LEVIN: So, we had heard that              |
| 14 | there was very few testers that were hired to do this |
| 15 | work. You know, because to be able to establish       |
| 16 | discrimination it's not exactly an easy task, but it  |
| 17 | involves being able to conduct a, you know, a test of |
| 18 | sorts. Are those individuals going to be working      |
| 19 | for one thing, are you familiar with howthere's       |
| 20 | been a challenge of hiring up, because we heard that  |
| 21 | four people were hired, four testers. It was under    |
| 22 | HRC, but obviously it's inter-related here.           |
| 23 | COMMISSIONER BANKS: Right. I think                    |
| 24 | from the perspective of our partnership with Human    |
| 25 | Rights which has, you know, investigating a number of |

| 1  | COMMITTEE ON GENERAL WELFARE 144                      |
|----|---|
| 2  | complaints, we want to provide additional resources   |
| 3  | to enhance all the ongoing efforts, and so we'll be   |
| 4  | deploying specific HRA staff to help with testing and |
| 5  | help with investigating complaints.                   |
| 6  | CHAIRPERSON LEVIN: Because this is a huge             |
| 7  | issue as you know.                                    |
| 8  | COMMISSIONER BANKS: Understood.                       |
| 9  | CHAIRPERSON LEVIN: I mean, this is                    |
| 10 | absolutely an essential issue to address broadly      |
| 11 | because the success of all of the programs depend on  |
| 12 | landlords being willing to take the subsidy.          |
| 13 | COMMISSIONER BANKS: Right. As, you                    |
| 14 | know,two things first. As to people who may be        |
| 15 | listening, we appreciate the landlords that have      |
| 16 | participated in the program.                          |
| 17 | CHAIRPERSON LEVIN: Absolutely.                        |
| 18 | COMMISSIONER BANKS: We encourage them to              |
| 19 | keep doing it.  |
| 20 | CHAIRPERSON LEVIN: Absolutely.                        |
| 21 | COMMISSIONER BANKS: But for those that                |
| 22 | are not, one of the reasons why we prioritize this as |
| 23 | one of the 46 recommendations is because we do see    |
| 24 | this as an important reform to make.                  |
| 25 |   |

| 1  | COMMITTEE ON GENERAL WELFARE 145                     |
|----|--|
| 2  | CHAIRPERSON LEVIN: The City's been very              |
| 3  | accommodating and very nice. There needs to also be- |
| 4  | -there's the carrot. There's got to be the stick,    |
| 5  | and landlords need to know absolutely 100 percent if |
| 6  | you're discriminating against people based on their  |
| 7  | source of income, based on subsidies, it is illegal, |
| 8  | and they are going to face punishment.               |
| 9  | COMMISSIONER BANKS: And that's why we                |
| 10 | deployexactly why we're deploying more staff to be   |
| 11 | able to pursue that stick.                           |
| 12 | CHAIRPERSON LEVIN: Want to make it very              |
| 13 | clear it is unacceptable. It's illegal, and it's     |
| 14 | going to be prosecuted.                              |
| 15 | COMMISSIONER BANKS: That's exactly why               |
| 16 | we have the staffing as part of the reform to do     |
| 17 | that.  |
| 18 | CHAIRPERSON LEVIN: And last question,                |
| 19 | regardingone thing that I was hoping to see a        |
| 20 | little bit more of was around aftercare services and |
| 21 | social services in the shelter system for children,  |
| 22 | for families. You know, the experience of being      |
| 23 | homeless, particularly for a child but for everybody |
| 24 | is a traumatic experience in and of itself, or every |
| 25 | often it's a traumatic experience in and of itself,  |
|    |  |

| 1  | COMMITTEE ON GENERAL WELFARE 146                      |
|----|---|
| 2  | and particularly for children that are experiencing   |
| 3  | that over a long period of time, that has a           |
| 4  | significant impact on their physiology, their brain   |
| 5  | development. Traumatic stress is, you know, inhibits  |
| 6  | their ability to grow physically and mentally and     |
| 7  | it's ait's toxic to their development. Can you        |
| 8  | explain a little bit about what we're doing to        |
| 9  | provide psychological support, emotional support?     |
| 10 | Where is their evidence-based models that we can      |
| 11 | employ? Here at the Council we started an initiative  |
| 12 | last year on trauma-informed care with a number of    |
| 13 | family shelter providers, but that's not, you know,   |
| 14 | that's not a huge program and it's only with a        |
| 15 | handful of providers, and it's only dealing with      |
| 16 | children, not with the entire families, but it's      |
| 17 | around trauma-informed care and it's using evidence-  |
| 18 | based models. Can you speak a little bit to that      |
| 19 | issue?  |
| 20 | COMMISSIONER BANKS: Yeah, I think that                |
| 21 | there's two ways in which this you're highlighting    |
| 22 | can be addressed as we move forward. First, I want    |
| 23 | to emphasize, this is a 90-day review about immediate |
| 24 | actions that can be taken in a reform process to move |
| 25 | forward with, so it would substantially change how we |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 147                      |
|----|---|
| 2  | would approach shelter. All issues are not included   |
| 3  | in it, because some of the other things that are so   |
| 4  | important will continue to evolve and emerge in the   |
| 5  | sort of implementation period in the same way as I    |
| 6  | said when we started with the HRA reforms. There was  |
| 7  | a set number we started with and we've obviously      |
| 8  | built on that number to make a more, even more        |
| 9  | comprehensive approaches. So, there's a focus on      |
| 10 | shelter move-out aftercare needing to be more         |
| 11 | enhanced. So, you know, critical time intervention    |
| 12 | and some of those evidence-models are there, and      |
| 13 | looking for ways to enhance that. In terms of         |
| 14 | services and shelters, one of the pieces that we did  |
| 15 | highlight was the importance of not assuming that     |
| 16 | they system is monolithic. You know, different        |
| 17 | families need different services, and that's what the |
| 18 | point of that reform is to try to focus on those      |
| 19 | families that may need more intensive services versus |
| 20 | those families that may not need that kind of         |
| 21 | intensity, and so I think you'll see emerging the     |
| 22 | kind of focus you want. We're going to be interested  |
| 23 | to see the outcomes and what is the outcome from that |
| 24 | Council initiative, and to see what lessons we can    |
| 25 | learn from it in terms of moving forward.             |
|    | l   |

| 1  | COMMITTEE ON GENERAL WELFARE 148                     |
|----|--|
| 2  | CHAIRPERSON LEVIN: Commissioner, thank               |
| 3  | you very much. You've been here for three hours, and |
| 4  | we greatly appreciate you taking the time to         |
| 5  | thoroughly explain this and to answer all of our     |
| 6  | questions thoroughly. We look forward to seeing you  |
| 7  | at the Executive Budget Hearing next month. We could |
| 8  | talk some more about these issues.                   |
| 9  | COMMISSIONER BANKS: Just a month from                |
| 10 | now.   |
| 11 | CHAIRPERSON LEVIN: But againdon't miss               |
| 12 | us [sic]. But, thank you again. Thank you to your    |
| 13 | team for this thorough review and for taking the     |
| 14 | reins on this system and bringing it forward into a  |
| 15 | more sustainable future, and we look forward to      |
| 16 | continue to work with you on this.                   |
| 17 | COMMISSIONER BANKS: Thank you.                       |
| 18 | CHAIRPERSON LEVIN: We're going to take a             |
| 19 | three minute break and then we'll have public        |
| 20 | testimony.   |
| 21 | [break]  |
| 22 | CHAIRPERSON LEVIN: Okay, everybody,                  |
| 23 | we're going to start back up. Thank you very much    |
| 24 | for your patience. So we'll start up with a group of |
| 25 | providers and the first panel, Raysa Rodriguez of    |
|    |  |

1 COMMITTEE ON GENERAL WELFARE 149 2 Win, Doug Apple, Samaritan Village, Muzzy Rosenblatt, 3 Bowery Residence Committee, and Alexander Horwitz, 4 the Doe Fund. Oh--[off mic] And Joan Montbach of 5 Homeless Services United. Whoever wants to begin? 6 Whoever wants to begin? Red light--red light needs 7 to be on.

JOAN MONTBACH: Okay, hi. I'm Joan 8 9 Montbach. I'm the interim Executive Director of Homeless Services United, an organization that 10 11 represents 50 nonprofit agencies serving homeless and 12 at-risk adults in New York City. We wanted to 13 commend the City and HRA for the work that they've 14 done on this 90-day plan. We are in support of the 15 work. We have met, however, to discuss some of the details of this plan and to try to have a better 16 understanding of it, and we have some issues that we 17 18 wanted to learn more about. Some of those issues 19 we've heard about today in the discussions and we 20 read about in some of the detailed comprehensive 21 plan. So, I won't go into all of them, but I did want to mention thank you for the discussion today 2.2 23 about the HomeBase and prevention work and for your discussion of the timeline issues. Some of the 24 discussions that were addressed today around budget 25

| 1  | COMMITTEE ON GENERAL WELFARE 150                      |
|----|---|
| 2  | parody for homeless providers, some of the issues     |
| 3  | related to contracting to the funding and the work    |
| 4  | done on terms of facility maintenance. Some issues    |
| 5  | though were not really talked about in this plan and  |
| 6  | those are the ones that I will talk about very        |
| 7  | briefly, and those have to do with issues related to  |
| 8  | overhead for homeless service providers, which is one |
| 9  | of the lowest overhead rates of all city agencies,    |
| 10 | 8.5 percent. Also, issues that we havesome            |
| 11 | concerns have been raised about the implementation of |
| 12 | the COLA which was agreed to. It has not been         |
| 13 | uniformly applied to the agencies, and there has been |
| 14 | some discussion about the way in which it should      |
| 15 | actually be calculated with respect to the overall    |
| 16 | budget. There are issues finally that we wanted to    |
| 17 | in the budgeting area that we are concerned about     |
| 18 | regarding advances and how they'll be handled. We     |
| 19 | also have been discussing among ourselves             |
| 20 | communication issues with the City. I think you,      |
| 21 | particularly Chairperson Levin, raised the issue of   |
| 22 | the provider's role on the interagency council and we |
| 23 | are really hopeful that there will be a place for us  |
| 24 | at the table during those discussions. We             |
| 25 | appreciate the fact that the City hasn't involved all |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 151                      |
|----|---|
| 2  | of us and listened carefully to our comments during   |
| 3  | this 90-day period, but we feel that this is a        |
| 4  | conversation that has to continue as we get down into |
| 5  | the implementation and the details of rolling it out. |
| 6  | Further issues that have been raised by our members   |
| 7  | that I just wanted to touch on today are issues       |
| 8  | regarding the interagency coordination and the        |
| 9  | importance of it. I think the City recognizes this    |
| 10 | and certainly has, you know, certainly in the co-     |
| 11 | location of HRA staff at the HomeBase shelters they   |
| 12 | understand the importance of having ahave a           |
| 13 | streamlined seamless access to interagency issues.    |
| 14 | We see this, the need for this with other agencies as |
| 15 | well, ACS for example would be one that we certainly  |
| 16 | see a need for. We had some of our members raise      |
| 17 | questions, administrative issues related to IT        |
| 18 | systems, the Care system. We could use some           |
| 19 | technical support in that area. We also feel that     |
| 20 | data sharing of information from the Care system      |
| 21 | would be invaluable as we try to all of work together |
| 22 | to have a better understanding of the issues that our |
| 23 | clients are facing. Workforce issues are ones that    |
| 24 | with the both the City and State have beenhave        |
| 25 | sought to, you know, we support certainly the work    |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 152 2 that the City and State and their positions with 3 respect to minimum wage, and we know that there is 4 going to be a direct impact on the nonprofit provider, and we don't want to have that loss, and 5 this conversation was not part of it. It was--the 6 7 comprehensive plan was really silent on this, and we 8 feel like this is something that's important for us. 9 Finally, one of the conversations that you had towards the end was of today's presentation dealt 10 11 with the provision of services within shelters and 12 what actually is going to be provided. I think you mentioned aftercare. Domestic violence is another 13 14 one that we have concerns about certainly the 15 services related to youth. So, I think that those 16 are conversations that we feel well equipped to have 17 with the City, well prepared for, we have thoughts 18 on. And so again, this issue of working with the 19 city is a very important one from our point of view. 20 So, I think just in closing I'll say that we hope to work in close collaboration with the City, and we 21 hope that the City feels the same and will work 2.2 23 closely with us a coalition and with our membership. Thank you very much for taking the time to listen to 24 this. 25

COMMITTEE ON GENERAL WELFARE CHAIRPERSON LEVIN: Thank you.

153

1

2

3 RAYSA RODRIGUEZ: Good afternoon, Chair. 4 Good afternoon to the Council Members. My name is 5 Raysa Rodriguez. I'm serve as the Vice President of Policy and Planning at Win. Win is the largest 6 7 provider of both family shelter and family supportive housing in New York City. What I often like to start 8 9 with is the recognition that 60 percent of our clients are actually kids under the age of 18, and it 10 11 really speaks to volumes of the growing need for us 12 to address the homelessness crisis. We commend the 13 City for taking this on. We think that all of the 14 changes that are coming through this 90-day review 15 are long overdue. We can attest to the City's 16 continued commitment to improve conditions in 17 shelter, in particularly the repair squads have 18 already made incredible improvements in many of our 19 sites in our family shelters, and the increased 20 enhancements around security is something that we also think is incredibly valuable. In terms of a 21 little bit of scale in terms of who we are, each 2.2 23 night we serve over 4,000 individuals. As I mentioned, about 2,600 of them are actually kids. 24 And so we're always looking for ways to not only 25

| 1  | COMMITTEE ON GENERAL WELFARE 154                      |
|----|---|
| 2  | improve those life outcomes, but to improve shelter   |
| 3  | conditions while they're with us. We commend the      |
| 4  | City, if you will, for its multipronged strategies to |
| 5  | improve and reform the current system. We think that  |
| 6  | the consolidated management structure will actually   |
| 7  | lead to more efficiencies that can lead to greater    |
| 8  | prevention better meeting the needs of families while |
| 9  | they're in care, and ultimately increased housing     |
| 10 | stability once they're out. I also would like to      |
| 11 | thank the Administration for including the nonprofit  |
| 12 | voice, if you will, in this very important process.   |
| 13 | Win, along with other providers, have been, you know, |
| 14 | day in and day out seeing the conditions of the       |
| 15 | families in the system and cannot only attest to what |
| 16 | those needs are, but to what the reforms that are     |
| 17 | necessary to make improved outcomes, and so we thank  |
| 18 | the City for incorporating our voices. We also        |
| 19 | acknowledge that there a number of steps that not     |
| 20 | only have been announced in the 90-day review, but    |
| 21 | have already started to be implemented, and so we     |
| 22 | also support those. The commitment to move towards a  |
| 23 | system that better meets the needs of homeless        |
| 24 | families is something that we support strongly. You   |
| 25 | know, I don't have to tell the committee that 80      |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 155                      |
|----|---|
| 2  | percent of those who are in the system are actually   |
| 3  | families, right? And about 60 percent of them are     |
| 4  | staying in tier two shelters, which we know allows    |
| 5  | for the full range of services. And so the            |
| 6  | commitment, the City's commitment to move away from   |
| 7  | hotels and clusters is something that we also         |
| 8  | support. We also commend the city for their           |
| 9  | commitment to implement 15,000 new units of           |
| 10 | supportive housing. As I mentioned, their awareness   |
| 11 | of a need for enhancements in security and their      |
| 12 | repair score card that allows for better tracking of  |
| 13 | violations and conditions overall in our shelters.    |
| 14 | We look forward to working with the City in its       |
| 15 | reform efforts and in implementing these very         |
| 16 | important changes that as I mentioned are long        |
| 17 | overdue. We also see the need for continued work to   |
| 18 | build upon this. I would reiterate the Chair's smart  |
| 19 | recommendations around service enchantments. We see   |
| 20 | day in and day out that many families need an         |
| 21 | increased attention on clinical services, for         |
| 22 | instance, and so we would with the City to do that as |
| 23 | well.   |
| 24 | CHAIRPERSON LEVIN: Thank you very much.               |
| 25 |   |

|  | COMMITTEE | ON | GENERAL | WELFARE |
|--|-----------|----|---------|---------|
|--|-----------|----|---------|---------|

2 MUZZY ROSENBLATT: Good afternoon, 3 Chairman, members of the Committee. My name is Muzzy 4 Rosenblatt and I'm the Executive at BRC, the Bowery 5 Residence Committee, one of our City's largest and most effective nonprofits serving the needs of 6 7 homeless individuals. Through a broad continuum of 8 27 programs, we provide men and women in crisis the 9 opportunity to transform their lives and achieve their potential. BRC provides outreach to the 10 11 unsheltered homeless in the subways, operates over 12 250 safe haven beds for the unsheltered homeless and 13 stabilization beds, and has over 700 shelter beds and 14 manages over 500 units of supportive housing. In 15 fiscal year 2015 our outreach teams made over 3,500 16 placements of individuals from the subways and the 17 streets and over a thousand individuals left our 18 transitional housing programs for more independent 19 As a results-driven organization we look at living. 20 data to evaluate what works and we use the funds we receive wisely, efficiently and effectively to get 21 2.2 results for the people we serve and those that fund 23 us to do so. It is with this commitment to effectively serving our clients, our work and our 24 city that I appear today to applaud Mayor de Blasio 25

1 COMMITTEE ON GENERAL WELFARE 157 for taking decisive action to address the needs of 2 3 homeless New Yorkers. The reforms proposed by Commissioner Banks and Deputy Mayor Shorris and 4 adopted by the Mayor are significant and will bring 5 needed reforms and enhancements to the shelter 6 7 They recognize both the need for additional system. resources and the need for better management of how 8 9 these resource and existing resources are deployed. Notably, this plan invests in models that have proven 10 11 effective. It expands HomeBase prevention services to keep people out of shelter, increases safe haven 12 capacity in innovative and successful model to serve 13 the unsheltered homeless that BRC created in 2006 14 15 provides more professional staff for shelters and 16 will create 15,000 units of permanent supportive 17 housing. It also has a clear and needed focus on 18 accountability. This strategy acknowledges that not 19 all shelters and shelter providers are the same. 20 There are great shelters run by great providers who are getting great results and shelters that are not 21 2.2 great and not getting the job done. This plan 23 demands that quality of care, the safety of the environment and the ability to perform be factors in 24 determining whether or not someone be funded. 25

| 1  | COMMITTEE ON GENERAL WELFARE 158                      |
|----|---|
| 2  | Finally, it acknowledges the need to make the         |
| 3  | administrative systems that are critical to the       |
| 4  | success of these efforts more responsive,             |
| 5  | streamlining processes such as how clients apply for  |
| 6  | housing as well as making the procurement and         |
| 7  | budgeting process more rational and efficient. Of     |
| 8  | course, a plan of action is only as great as the      |
| 9  | general and whose charge it is placed, and I further  |
| 10 | applaud the Mayor and his decision to place           |
| 11 | responsibility for the success of this effort in the  |
| 12 | hands of Steve Banks. Both he and I have spent over   |
| 13 | 25 years working to improve the City's services to    |
| 14 | homeless New Yorkers. First as legal adversaries      |
| 15 | when he was with Legal Aid and I was with the City    |
| 16 | and more recently as partners in service to our       |
| 17 | city's most vulnerable. I know that Steve Banks       |
| 18 | brings the necessary experience, wisdom, insight, and |
| 19 | tenacity to see this effort through to success. For   |
| 20 | these reasons I'm confident that this comprehensive   |
| 21 | and integrated strategy will improve outcomes for the |
| 22 | people and the city we serve. Thank you for your      |
| 23 | time, your attention and concern.                     |
| 24 | CHAIRPERSON LEVIN: Thank you very much,               |
| 25 | Mr. Rosenblatt. Mr. Apple?                            |
|    |   |

COMMITTEE ON GENERAL WELFARE

1

2

MUZZY ROSENBLATT: You're welcome.

3 DOUGLAS APPLE: Good afternoon. I**′**m 4 Douglas Apple, Executive Vice President of Samaritan 5 Village. Samaritan Village is a large human service and housing provider here in New York City. We have 6 7 over 25,000 clients in our programs last year. We run approximately 2,000 shelter beds and transitional 8 9 housing programs for families, and we also provide comprehensive treatment services as well. I also am 10 11 here to commend the Administration for their efforts 12 in this regard and in this program. I also want to 13 first thank the council, you Councilman Levin, and 14 also your colleagues for their efforts to shine a 15 light on this issue. Without the hearings that 16 you've held over the last several years, we may not 17 be here today. In terms of specific elements of the 18 program, I just want to highlight a couple, some that 19 have been and some that haven't' been. I think the 20 discussion around security is paramount, and I 21 applaud Commissioner Banks for being open, 2.2 transparent and forthright about how he approaches 23 this issue. I do think that the fact that as he talked about having a three types of security is 24 challenging, and that thinking about a unified 25

| 1  | COMMITTEE ON GENERAL WELFARE 160                      |
|----|---|
| 2  | security system across all shelters is something well |
| 3  | worth considering. I do think that it's something     |
| 4  | that is important and something that we've been doing |
| 5  | more and more within our shelters as well. The other  |
| 6  | issue I want to talk about is the fact that as        |
| 7  | Commissioner Banks talked about is we really are      |
| 8  | running in some cases a defacto mental health system. |
| 9  | There are many clients, and I knowfor example, I      |
| 10 | know Councilman Johnson was asking earlier about      |
| 11 | street homelessness. I think we all would say maybe   |
| 12 | with varying degrees that very much the result of     |
| 13 | street homelessness is the failure of other systems   |
| 14 | to properly discharge plan and properly place clients |
| 15 | as they leave, whether it's the mental health         |
| 16 | systems, whether it's Rikers, whether it'sand         |
| 17 | whether it's other systems. So, we think that having  |
| 18 | mental health programs really more focused in the     |
| 19 | shelters is critical, not just in the 27 mental       |
| 20 | health shelters, but really thinking about mental     |
| 21 | health for families, mental health issues in all of   |
| 22 | our programs, and we're excited by the fact that      |
| 23 | there seems to be a commitment and understanding of   |
| 24 | the need to do that. And the final point I want to    |
| 25 | make is I want to really commend the Administration   |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 161                      |
|----|---|
| 2  | for their openness and transparency, their            |
| 3  | willingness to engage with both elected officials,    |
| 4  | but also with providers, and the willingness to       |
| 5  | problem solve with us. Too often we struggle under    |
| 6  | the dual burdens of the regulations of the city, the  |
| 7  | state and of other entities. We as nonprofit          |
| 8  | providers have limited resources as Joan says. Our    |
| 9  | administrative fees after having spent 27 years in    |
| 10 | city government, I can say that I wish I had the same |
| 11 | city government bureaucracy in a nonprofit in terms   |
| 12 | of back office and support. We don't have that, so    |
| 13 | therefore we really need the city to create more      |
| 14 | streamline processes while still holding us           |
| 15 | accountable and still creating rules that are         |
| 16 | transparent and understandable, and my final point    |
| 17 | about the actual plan that's been put forth. We       |
| 18 | really applaud the approach of having one unified     |
| 19 | voice in Commissioner Banks, and as Muzzy said, I     |
| 20 | think I've known him as long as Muzzy has. He has     |
| 21 | been both a worthy adversary and a great ally, but I  |
| 22 | also would say that I would be very careful and       |
| 23 | cautious about the consolidation of functions. The    |
| 24 | back offices, though the kind of things that are easy |
| 25 | to reduce, and we all have done that, are also        |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 162                      |
|----|---|
| 2  | critical to assuring contracts get done on a timely   |
| 3  | basis, to assuring that the metrics that we need to   |
| 4  | have are available, to assuring that the data systems |
| 5  | that are important to the work we do are there and    |
| 6  | are functioning. Too much too fast in terms of the    |
| 7  | back office consolidation I worry could result in     |
| 8  | unintended consequences and potential risk. So, with  |
| 9  | that I'll pause. I know it's late, and I know you     |
| 10 | have much to do today. So thank you very much for     |
| 11 | having us.  |
| 12 | CHAIRPERSON LEVIN: Thank you very much.               |
| 13 | And we're going to continue to keep an eye on that    |
| 14 | and would love to continue to hear from your          |
| 15 | community where there are issues. I mean, if there    |
| 16 | are unintended consequences, you are likely the ones  |
| 17 | to notice them, and I'd ask that you bring those to   |
| 18 | our attention when you see them. Certainly that's     |
| 19 | been something that HSU [sic]                         |
| 20 | DOUGLAS APPLE: [interposing] Yeah, I                  |
| 21 | don't do it do in the context                         |
| 22 | CHAIRPERSON LEVIN: [interposing] been                 |
| 23 | very helpful.   |
| 24 | DOUGLAS APPLE: of complaining. I just do              |
| 25 | it in the context of having gone through large-scale  |
| l  |   |

1 COMMITTEE ON GENERAL WELFARE 163 governmental mergers, and even though I know that 2 3 this is not technically a merger, in many ways defacto will be. There sometimes is the fact that 4 5 you end up getting focused on those internal issues at the risk of impacts in other ways that you don't 6 7 expect. 8 CHAIRPERSON LEVIN: It always helps to be 9 looking at everything with a critical eye. And then, Mr. Horwitz, do you want to testify as well? Makes 10 11 sense as part of this panel. Thanks, Doug. 12 ALEXANDER HORWITZ: Thank you very much. I'm Alexander Horwitz. I'm the Chief of Staff at the 13 Doe Fund, and thanks to the Council for these 14 15 hearings, and particularly Committee Chair Levin and 16 for all the members for allowing me to testify on 17 behalf of the organization. I hope to express my 18 gratitude by being brief. The Doe Fund fully 19 endorses the City's 90-day review effort, the 20 restructure of the HRA and DHS under Commissioner Banks, and we believe that many of the 46 points will 21 2.2 help improve the way we serve New Yorkers in need, 23 but instead of getting into the minutia of where we agree or disagree on each of these reforms, I'd like 24 to talk a little bit about what a change means--what 25

1 COMMITTEE ON GENERAL WELFARE 164 2 a change like this means in a larger context from a 3 provider's perspective. For 25 years, as long as DHS 4 has existed as a separate city agencies, the Doe Fund has served men with long histories of homelessness 5 and incarceration and we have conveyed tens of 6 7 thousands of men back from the streets and from prison cells back to their communities to their 8 9 families and to productive whole and working lives. Any provider will tell you that's no small feat, and 10 11 we've accomplished it through a unique combination of services starting with paid work and economic 12 opportunity but also with a balance of holistic 13 social services and education. In order to make the 14 15 promise that the organization has made for almost 30 16 years, the promise that if you come to us for help 17 you can go to work today. You can earn money today. 18 We've had to work around and through some very high 19 and very thick walls built around our city's services, our city's agencies and administrative 20 bodies. This review and restructure is the first 21 time that those walls and those silos have come down 2.2 23 even an inch, and we believe that this key change is a first step in transforming the landscape of 24 services for New Yorkers in need and a move toward 25

1 COMMITTEE ON GENERAL WELFARE 165 2 what we know works, an integrated, holistic continuum 3 of care, one that doesn't just get people into 4 housing but restores their lives, their self-5 sufficiency and drives down homelessness, poverty and recidivism along the way. Homelessness is not a 6 7 disease with a single cure. It's an outcome with 8 diverse and complex causes, and providing simply a 9 roof over a person's head doesn't address the roots of the problem any more than SNAP benefits address 10 11 the roots of food insecurity. Are these important 12 and essential emergency interventions? Of course 13 they are, but can a single agency or a single benefit 14 for that matter truly uplift life and solve these 15 problems fundamentally? No, they can't. We serve 16 lives in transition and lives in transition are 17 difficult. They can be messy. They can be 18 complicated. Most of all, they're painful, and a 19 holistic approach is the only way forward, and I can 20 assure everyone that the administrative barriers 21 between services mean very little to those on the 2.2 receiving end of the help that we are compelled and 23 morally bound as New Yorkers to provide, and they are only barriers. Before I finish, I'd just like to 24 share one example of how these separations have 25

| 1  | COMMITTEE ON GENERAL WELFARE 166                      |
|----|---|
| 2  | fueled a crisis instead of solving it and why we're   |
| 3  | so hopeful about these reforms and this integration.  |
| 4  | The City has had success in addressing family         |
| 5  | homelessness this year as the Mayor mentioned in his  |
| 6  | press conference. In fact, those numbers have         |
| 7  | leveled, thank goodness, but the single adult         |
| 8  | population continues to rise. Both are homeless, of   |
| 9  | course, that's where the similarities end. One        |
| 10 | important driver for single adult homelessness, which |
| 11 | we haven't discussed at great length, is              |
| 12 | incarceration. In fact, we know that the same kind    |
| 13 | of lifelong economic deprivation that traditionally   |
| 14 | lead to the streets when this crisis began now is     |
| 15 | just as likely to lead to a prison cell for single    |
| 16 | adults and thousands and thousands of poor New        |
| 17 | Yorkers. In fact, the State of New York estimates     |
| 18 | that some 2,000 men a year are paroled from Upstate   |
| 19 | correctional facilities into homelessness, the vast   |
| 20 | majority in New York City which means that we're not  |
| 21 | working together. They can't be served through        |
| 22 | mediation with landlords. They can't be warehoused    |
| 23 | into self-sufficiency, and this pipeline that has     |
| 24 | been created, one that takes young New Yorkers out of |
| 25 | their neighborhoods and isolates them in a traumatic  |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 167 2 criminal justice system and then spits them into the 3 streets must be addressed if we wish to stem this 4 crisis not just for the generation of New Yorkers today who need our help, but for their children and 5 the generations that proceed. That will only be 6 7 possible if we continue to lower the walls between 8 our city's services, agencies and providers, and the 9 State, and this restructure for us is the first step towards exactly that. So if we truly wish to end 10 11 this crisis, and certainly we all do, once and for 12 all and stop the generational cycles of poverty and 13 homelessness and incarceration and most importantly 14 deprivation, our success depends entirely on how 15 closely we're willing to work together, government and citizen, representative and constituent, but also 16 17 fundamentally agency and agency. Thank you very 18 much. 19 And city and state. CHAIRPERSON LEVIN: DOUGLAS APPLE: 20 And city and state. 21 CHAIRPERSON LEVIN: Thank you all very much for your testimony, also for the work that you 2.2 23 do day in and day out because, you know, you are the ones on--and your staff are the ones that are out 24 25 there providing these services and it's doing good

1 COMMITTEE ON GENERAL WELFARE 168 2 work. It's doing decent work in helping individuals 3 in need and families in need, and we continue to 4 appreciate that. Thank you. Next panel is Giselle 5 Routhier and Josh Goldfein, Coalition for the Homeless and Legal Aid, Stephanie Gendell from the 6 Citizens Committee for Children. Whoever wants to 7 8 begin?

9 GISELLE ROUTHIER: Thanks so much for the opportunity to testify. My name is Giselle Routhier. 10 11 I'm the Policy Director at the Coalition for the Homeless. We and Legal Aid have submitted joint 12 13 testimony, so I'm just going to guickly cover a few 14 points from that testimony. So, the Mayor's recent 15 announcement of system wide changes to be made following the 90-day review of homeless services 16 17 acknowledges that problems have plagued the shelter 18 system for many years, and in large part affirms this 19 Administration's commitment to proven effective 20 solutions. So we want to highlight a few things 21 relating to that, specifically regarding the 2.2 structural changes. We believe that integrating the 23 management systems for DHS and HRA will work to improve communication and streamline services 24 delivery for homeless individuals and families who 25

1 COMMITTEE ON GENERAL WELFARE 169 2 access benefits and services from both agencies. 3 Additionally, the proposed interagency Homelessness 4 Accountability Council will bring in representatives from other key agencies particularly NYCHA and HPD 5 who play a vital role in providing permanent housing 6 7 resources for homeless families and individuals. 8 Regarding programmatic changes of which there are 9 many, we'll mention just a few. We support aligning the eligibility procedures for adult families with 10 11 those who are families with children. This will remove excessive bureaucratic barriers that have been 12 13 in place for many years for adult families and many 14 of whom have disabilities. The City also proposed 15 joint taskforces with the state to help address 16 concerns regarding discharges from prisons and jails 17 to shelter as well as improving mental health service 18 delivery. We believe these efforts will prove 19 critical to address major systemic problems that have 20 plaqued the single adult shelter system for literally 21 decades, and they're really crucial as well regarding 2.2 safety and security, and so it's really important, 23 and we urge the State to work cooperatively with the City in those efforts. Nevertheless, despite 24 historic and wide-ranging reforms there are still 25

1 COMMITTEE ON GENERAL WELFARE 170 2 actions the City can take to improve upon the work it 3 has begun, particularly doubling down on the housing 4 based solutions. So building on recent success that the Commissioner mentioned, leveling off the family 5 shelter census, and we thank you for mentioning this, 6 7 Chair, as well. It's imperative that the 8 Administration increased the NYCHA public housing 9 allotment directed towards homeless families from 1,500 to 2,500 units. It's absolutely critical 10 11 because we know it works, and in addition, made 2,500 12 placements utilizing section eight and HPD units in 13 the coming fiscal year. And specifically to address 14 homelessness among single adults which we know has 15 been continuing to increase. We need urgency in new 16 supportive housing from both the City and the State. I know the City has committed to bringing on new 17 18 units of scatter sites units this year and this 19 fiscal year, particularly from the Governor and the 20 State Legislature who still need to sign an MOU to 21 get funds for supportive housing out the door following the recent passage of the state budget. 2.2 23 It's really critical, and we thank your support with those efforts. So, thank you for the opportunity to 24 testify, and I'll turn it over to Josh. 25

| 1  | COMMITTEE ON GENERAL WELFARE 171                      |
|----|---|
| 2  | JOSHUA GOLDFEIN: Again, we appreciate                 |
| 3  | your questioning on a number of points where the City |
| 4  | could take additional action. In particular, a        |
| 5  | simple one that we've been focused on is them         |
| 6  | relieving children of the obligation to go to Path    |
| 7  | and disrupting kids' education. It will be very easy  |
| 8  | for the City to not require children to attend        |
| 9  | appointments at the Path office in particular, and we |
| 10 | appreciated your questioning and also the             |
| 11 | Commissioner's most clear statement that the City     |
| 12 | would like to move in that direction as well. And as  |
| 13 | Giselle mentioned and as you were questioning the     |
| 14 | Commissioner about, HPD could also do quite a bit     |
| 15 | more. He talked about a process to enable families    |
| 16 | to access HPD units with less bureaucracy, but not    |
| 17 | how many units might be available through that        |
| 18 | process, and it is very important to look at the work |
| 19 | that Commissioner Banks is doing in the context of    |
| 20 | what the City as a whole is doing. In particular,     |
| 21 | there are other Deputy Mayors and other commissioners |
| 22 | who could be providing greater resources to the       |
| 23 | Department of Homeless Services to solve the problems |
| 24 | that the Department of Homeless Services is charged   |
| 25 | with. We also have, of course, tremendous need for    |
|    |   |

1 COMMITTEE ON GENERAL WELFARE 172 2 the State to step and address the amount of rent 3 subsidies that are available, both in terms of the level of the subsidies and the number of the 4 subsidies that are available, and the eligibility 5 criteria for those subsidies. You know, these are 6 7 all in the control of the state, and the City can't 8 solve these problems without the state's assistance. 9 You also brought up the--you and Council Member Johnson were talking to the Commissioner about the 10 11 services for kids in the 18 to 24-year-old category, and the City could provide additional services there. 12 13 They would make available a greater range--shelters, 14 smaller shelters for that population in particular, 15 which would better serve those individuals and would 16 also be consistent with the City's legal obligations 17 in those areas. And we continue to focus, of course, 18 on the ways that the shelter census being so high 19 impacts on our clients in that the--given that there 20 are so many people in shelter and the vacancy rate in 21 the shelter system is so low. There are many people 2.2 who are not able to be served in the ways that their 23 city is obligated to serve them. For instance, it's very difficult for the city to place families with 24 children, with school-aged children, in the school 25

1 COMMITTEE ON GENERAL WELFARE 173 2 district where their child goes to school, and that's 3 because the capacity is--the shelter capacity is at 4 an all-time high, and you know, the city would like to reduce the shelter capacity by getting out of the 5 cluster sites and we commend that, and we want to 6 7 work with them to ensure that those cluster sites are returned to be rent regulated affordable housing for 8 9 shelter clients as permanent housing as the city does but as long as the shelter population remains so 10 11 high, it's very difficult for the City to place kids in near the schools. It's very difficult for them to 12 13 accommodate people's disabilities and medical needs 14 in shelter, and as a result, we continue to people 15 who are suffering because the city can't meet their 16 needs just because the shelter population is so high. 17 In order to solve all those problems, the City and 18 the Commissioner of Social Services is going to need 19 the assistance of HPD, of the Housing Authority and 20 the ways that we talked about in particularly from the State. Thank you. 21 2.2 CHAIRPERSON LEVIN: Excuse me. Just one 23 thing, Josh, that--you know, obviously you and Coalition and Legal Aid have been saying this for a 24 long time, and I think that it's--I'm glad to see 25

1 COMMITTEE ON GENERAL WELFARE 174 that the Administration is moving towards that model 2 3 of increasing interagency coordination. I know, you know, I would have to have seen it four years ago or 4 five years ago or three years ago, but I'm glad that 5 it's happening. 6 7 JOSHUA GOLDFEIN: We're very glad to see the reforms as they're set forth on paper, and we 8 9 look forward to them being implemented, and but we want to make sure that we don't lose the focus that 10 the Commissioner of Social Services and the 11 administrators of the Department of Homeless Services 12 and HRA can't do these things on their own. 13 14 CHAIRPERSON LEVIN: Yeah. 15 JOSHUA GOLDFEIN: They need assistance 16 from other city agencies and they need assistance 17 from the State. CHAIRPERSON LEVIN: Yep. Thank you. 18 19 STEPHANIE GENDELL: Good afternoon. I'm 20 Stephanie Gendell. I'm the Associate Executive Director for Policy and Government Relations at 21 Citizens Committee for Children. We too were pleased 2.2 23 to see the Administration's 90-day review and the 46 recommendations, and we look forward to learning more 24 about the implementation plans and seeing them, more 25

| 1  | COMMITTEE ON GENERAL WELFARE 175                      |
|----|---|
| 2  | of the details of how they'll go into effect, and in  |
| 3  | many areas we'll probably want to see some of them    |
| 4  | expedited in their implementation. As has been        |
| 5  | stated, a lot of this is long overdue. I just wanted  |
| 6  | to highlight a couple of areas that we were extremely |
| 7  | pleased with and then add in a couple of              |
| 8  | recommendations. As has been stated, we too are very  |
| 9  | pleased to see a movement towards not having children |
| 10 | at Path anymore, as well as expanding rental          |
| 11 | assistance programs for runaway and homeless youth,   |
| 12 | and we too hope to see additional programs and        |
| 13 | services helping the young people 18 to 24. We also   |
| 14 | are pleased to hear about the elimination of the      |
| 15 | cluster sites and the three-year plan to do so.       |
| 16 | Again, hope to see that actually expedited. We do     |
| 17 | not think that's the best place for families in       |
| 18 | shelter. And we're pleased to see the targeting of    |
| 19 | outreach to the children who are living doubled-up as |
| 20 | they see them at DOE. Just to make a couple of other  |
| 21 | recommendations. We are still looking for the City    |
| 22 | to fully support Assembly Member Havasee's [sp?] bill |
| 23 | A7756A, which would not only increase the amount of   |
| 24 | the travel for housing subsidy, but increase the age  |
| 25 | from 21 to 24 which would keep young people aging out |

1 COMMITTEE ON GENERAL WELFARE 176 2 of foster care and families out of the DHS system, 3 which would be better for the City and better for the 4 young people and their families. There is new 5 federal rule that makes childcare for families in shelter, for children in shelter they're now a 6 7 priority just like families on public assistance, and 8 we look forward to seeing the City expeditiously come 9 up with a plan so that children in shelter can be enrolled in childcare programs. The City has a plan 10 11 or plans about how to do this, because they did it 12 for four year olds who now go to pre-k and were 13 living in shelters. So they should be able to use 14 the same plan for zero to three year olds that they 15 use for four year olds. And like you discussed earlier, we are still looking for additional programs 16 17 to help address the trauma for children in particular 18 who are in shelter and also for families when they 19 leave shelter who may have had their housing issue 20 resolved, but still face a number of other obstacles 21 and traumas, and we want to ensure that they're able 2.2 to keep their families together and that the children 23 receive the services they need. And I'll end where everyone else has been, which is we too want to work 24 with the State and ensure that the State plays the 25

1COMMITTEE ON GENERAL WELFARE1772role that they are supposed to play in helping3homeless families, and we will be advocating with the4Council and our partners and the City to do so.5Thank you.

CHAIRPERSON LEVIN: Thank you very much, 6 7 Ms. Gendell. I really appreciate your thoughtful testimony and obviously we always look to Citizens 8 9 Committee for Children's guidance on a lot of these issues. Thank you very much to this panel. I really 10 11 appreciate your time. Thank you. Next panel, Wendy O'Shields, Safety Net Activists, Deborah Dickerson, 12 Safety Net Activists, and Michelle Jackson from the 13 Human Services Council. Whoever wants to begin? 14

15 WENDY O'SHIELDS: I'll begin. My name's 16 Wendy O'Shields, and I'd like to thank you for the 17 opportunity to present my testimony today. I am a 18 member of the Safety Net Activists. As a DHS 19 resident, I have witnessed DHS and their nonprofit vendor staffs break the Callahan Consent Decree and 20 disregard the New York State Office of Temporary 21 Disability Assistance's homeless policies. 2.2 I've also 23 been subjected to ill-prepared directors, caseworkers and support staff members. While we support many of 24 the reforms in the 90-day review, we believe that 25

1 COMMITTEE ON GENERAL WELFARE 178 accountability with DHS officials and shelter staff 2 3 is crucial. We propose the following measure to 4 ensure accountability and proper implementation. 5 One, DHS should report to the City Council on a monthly basis regarding its progress with 6 7 implementing its plan for reform. This will provide benchmarks of progress as DHS is revamped. 8 Two, DHS 9 and their DHS nonprofit vendor shelters are in great need of higher quality staff. Directors and 10 11 caseworkers should have a Masters of Social Work with 12 a New York State license. Support staff should have 13 a Bachelor's Degree or comparable work experience in 14 social services. Existing staff should receive 15 additional education and training to comply with 16 these new standards. Number three, the Department of 17 Homeless Services currently has no meaningful or 18 transparent compliance with monitoring to ensure that 19 they follow the law. The Comptroller's Office should 20 partner with outside groups to monitor DHS's compliance with the Callahan Consent Decree and OTDA 21 regulations. Four, the new Interagency Homeless 2.2 23 Accountability Council should include community-based organizations that work with the homeless and current 24 and former DHS residents. We ask that these measures 25

| 1  | COMMITTEE ON GENERAL WELFARE 179                      |
|----|---|
|    |   |
| 2  | be implemented by January 2017 at the latest. I       |
| 3  | thank you greatly for listening to my suggestions for |
| 4  | a better DHS.   |
| 5  | CHAIRPERSON LEVIN: Thank you. Those are               |
| 6  | wonderful suggestions. We look forward to seeing them |
| 7  | implemented and we look forward to working with you   |
| 8  | to ensure that they are implemented.                  |
| 9  | WENDY O'SHIELDS: Thank you.                           |
| 10 | CHAIRPERSON LEVIN: Thank you.                         |
| 11 | DEBORAH DICKERSON: Good afternoon. My                 |
| 12 | name is Deborah Dickerson and I am a member of the    |
| 13 | Safety Net Activists. I would like to first thank you |
| 14 | for this opportunity for testifying regarding housing |
| 15 | issues within the DHS. I have experienced various     |
| 16 | problems in getting housing. Low income should be a   |
| 17 | priority of DHS, going towards permanent housing and  |
| 18 | not referring individuals to permanent supportive     |
| 19 | housing. This is necessary to combat homelessness in  |
| 20 | New York City. We applaud the Commissioner's          |
| 21 | recommendation to convert the cluster units back to   |
| 22 | rent stabilized apartments. We also encourage him to  |
| 23 | implement the other part of gaining ground project    |
| 24 | recommended by Picture the Homeless which will create |
| 25 | affordable housing using vacant buildings. Housing    |
|    |   |

| 1  | COMMITTEE ON GENERAL WELFARE 180                      |
|----|---|
| 2  | specialists at the shelter should be trained to       |
| 3  | assess the proper housing options. I have personally  |
| 4  | seen situations where people were placed in           |
| 5  | inappropriate housing just for placement. Coming      |
| 6  | back to the shelter is the result for many people in  |
| 7  | the past. Upon leaving the shelter they should be     |
| 8  | notified that HomeBase can assist as preventive       |
| 9  | measures in any problems should that occur in their   |
| 10 | new housing. Many have been in the streets, have      |
| 11 | been in the shelters, and chose to live in the        |
| 12 | streets for various reasons. Thesetheir homes are     |
| 13 | in the streets. DHS has an outreach and people must   |
| 14 | be seen several times at the same place in order to   |
| 15 | obtain housing. However, when asked by the police,    |
| 16 | they must leave the location. As a result, they have  |
| 17 | to start this procedure all over. In other states     |
| 18 | there is an issue of a certificate or a paper stating |
| 19 | for the police not to move them because they are      |
| 20 | trying to obtain housing. Unfortunately, DHS          |
| 21 | reputation has been not good and any association with |
| 22 | DHS is not capable [sic], but however, we are looking |
| 23 | forward to making these changes in transition. I      |
| 24 | also like to say that housing is a human right and we |
| 25 | are looking forward towards working with the Council  |
| I  |   |

| 1  | COMMITTEE ON GENERAL WELFARE 181                      |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|
| 2  | and the new Commissioner and we also thank him for    |  |  |  |  |  |  |  |
| 3  | his being so transparent, and I was there with some   |  |  |  |  |  |  |  |
| 4  | of the focal groups, and I'm glad that Mayor de       |  |  |  |  |  |  |  |
| 5  | Blasio put him in office. So, thank you for this      |  |  |  |  |  |  |  |
| 6  | time.   |  |  |  |  |  |  |  |
| 7  | CHAIRPERSON LEVIN: Thank you very much,               |  |  |  |  |  |  |  |
| 8  | Ms. Dickerson. That's a very moving testimony and     |  |  |  |  |  |  |  |
| 9  | very effective testimony. We look forward to          |  |  |  |  |  |  |  |
| 10 | continuing to work with you and your colleagues as we |  |  |  |  |  |  |  |
| 11 | move forward. Thank you very much for your patience,  |  |  |  |  |  |  |  |
| 12 | too for this long hearing.                            |  |  |  |  |  |  |  |
| 13 | DEBORAH DICKERSON: Thank you.                         |  |  |  |  |  |  |  |
| 14 | CHAIRPERSON LEVIN: Thank you very much.               |  |  |  |  |  |  |  |
| 15 | MICHELLE JACKSON: Good afternoon,                     |  |  |  |  |  |  |  |
| 16 | Chairman Levin. My name is Michelle Jackson. I'm the  |  |  |  |  |  |  |  |
| 17 | Associate Director for the Human Services Council. I  |  |  |  |  |  |  |  |
| 18 | know I'm at the end of a very long day, so I will     |  |  |  |  |  |  |  |
| 19 | keep it brief. I know you're familiar with our        |  |  |  |  |  |  |  |
| 20 | organization. We represent about 170 human service    |  |  |  |  |  |  |  |
| 21 | providers in New York City, and we're hereI wanted    |  |  |  |  |  |  |  |
| 22 | to testify to kind of tie some of the issues from the |  |  |  |  |  |  |  |
| 23 | 90-day review into the larger social services network |  |  |  |  |  |  |  |
| 24 | with a focus on providers, and obviously the, you     |  |  |  |  |  |  |  |
| 25 | know, through testimony today we've learned there's a |  |  |  |  |  |  |  |
|    |   |  |  |  |  |  |  |  |

| 1  | COMMITTEE ON GENERAL WELFARE 182                      |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|
| 2  | lot around client's providers, for profits,           |  |  |  |  |  |  |  |
| 3  | nonprofits, land ownyou know, owners, those kinds     |  |  |  |  |  |  |  |
| 4  | of things. So, I first wanted to say that we really   |  |  |  |  |  |  |  |
| 5  | commend the City and the City Council for their work  |  |  |  |  |  |  |  |
| 6  | on this issue. I think commissioner Banks, he did a   |  |  |  |  |  |  |  |
| 7  | great road show. He reached out a ton of providers    |  |  |  |  |  |  |  |
| 8  | and service providers on the ground and got a lot of  |  |  |  |  |  |  |  |
| 9  | input, which we think is very important. A lot of     |  |  |  |  |  |  |  |
| 10 | his recommendations are in line with what we see not  |  |  |  |  |  |  |  |
| 11 | just in DHS and HRA but across the sector when it     |  |  |  |  |  |  |  |
| 12 | comes to kind of right-sizing rates, the need to      |  |  |  |  |  |  |  |
| 13 | invest in infrastructure, those kinds of issues. So   |  |  |  |  |  |  |  |
| 14 | we were very happy to see him reaching out to         |  |  |  |  |  |  |  |
| 15 | everyone all over the various stakeholders and        |  |  |  |  |  |  |  |
| 16 | getting input and are impressed with the              |  |  |  |  |  |  |  |
| 17 | recommendations. Particularly, recommendation 22      |  |  |  |  |  |  |  |
| 18 | around the right-sizing of rates and contracts and    |  |  |  |  |  |  |  |
| 19 | rationalization, and then also while it's not         |  |  |  |  |  |  |  |
| 20 | necessarily a recommendation, their investment in     |  |  |  |  |  |  |  |
| 21 | infrastructure for providers. They upped the amount   |  |  |  |  |  |  |  |
| 22 | of infrastructure. As we heard, you know, I think a   |  |  |  |  |  |  |  |
| 23 | lot today around kind of leaky roofs and rats, kind   |  |  |  |  |  |  |  |
| 24 | of, there needs to be an investment in infrastructure |  |  |  |  |  |  |  |
| 25 | for providers, nonprofit providers who are providing  |  |  |  |  |  |  |  |
|    |   |  |  |  |  |  |  |  |

| 1  | COMMITTEE ON GENERAL WELFARE 183                      |
|----|---|
| 2  | these services. So I wanted to talk about the health  |
| 3  | of providers who deliver these services. We recently  |
| 4  | did a report that stem from the closure of FEGS       |
| 5  | [sic], but really has recommendations for the full    |
| 6  | sector. It's also coupled with the C-change [sic]     |
| 7  | report that shows that 18 percent of human services   |
| 8  | providers are insolvent. Those are the providers      |
| 9  | that you're talking about today and those are the     |
| 10 | people that we're, the City, is relying on to deliver |
| 11 | services to communities and provide bridges to        |
| 12 | opportunity. We find that contracts do not contain    |
| 13 | cost-escalation clauses. They don't pay the           |
| 14 | appropriate in-direct rate. DHS, for example, pays    |
| 15 | on average an 8.5 percent rate, which is very low,    |
| 16 | and that's standard on their contracts. In for-       |
| 17 | profit world, you look at a 30 to 50 percent          |
| 18 | overheard rate, and experts in our field say it       |
| 19 | should be between 15 and 25 for nonprofits. So        |
| 20 | you're already putting people at a loss. That's why   |
| 21 | you need to do an investment in infrastructure,       |
| 22 | because nonprofit providers can't make these repairs. |
| 23 | Our commission examined a number of different things  |
| 24 | that I think are illustrative and found in the 90-day |
| 25 | review. The things that we're asking for: First, is   |
| l  |   |

1 COMMITTEE ON GENERAL WELFARE 184 we're asking the Council this year to fund a 2.5 2 3 percent operational increase on human service contracts, basically, the OTPS line of all human 4 5 service contracts. In an effort to kind of get at some of this, the lack of investment and indirect a 6 7 way to give cash infusion to nonprofits is short term 8 solution. We're asking for an undertake, a thorough 9 review of the reimbursement rates to develop an adequate funding structure. While we appreciate 10 11 recommendation 22 in the 90-day review about 12 rationalizing rates, there's already an RFP out for 13 career pathways and youth pathways that caps fringe 14 at 25 percent, and while we're hearing that providers 15 can ask for a higher fringe rate in their contracts and it has no relation to scoring, well then why put 16 17 that in there, when fringe rate at the City is above 18 50 percent, and in most places it's clearly above 25. 19 So there's already something that's like a little bit different form--it's just kind of one of those things 20 where it just makes for providers responding to that 21 RFP, they don't understand that, and is that 2.2 23 something we're going to see now across contracts? So that's a particularly problematic--something 24 that's coming out even after the 90-day--or kind of 25

| 1  | COMMITTEE ON GENERAL WELFARE 185                     |  |  |  |  |  |  |  |
|----|--|--|--|--|--|--|--|--|
| 2  | in conjunction with the 90-day review. So we, you    |  |  |  |  |  |  |  |
| 3  | know, we applaud the 90-day review and we think that |  |  |  |  |  |  |  |
| 4  | there's a great opportunity for program              |  |  |  |  |  |  |  |
| 5  | collaboration. We're already seeing that in some of  |  |  |  |  |  |  |  |
| 6  | the RFP's and what Commissioner Banks testified      |  |  |  |  |  |  |  |
| 7  | today. We'd like to see more program collaboration   |  |  |  |  |  |  |  |
| 8  | across agencies, not just between these two but      |  |  |  |  |  |  |  |
| 9  | others as well. There needs to be investment in      |  |  |  |  |  |  |  |
| 10 | infrastructure. I think the shelter kind ofit's the  |  |  |  |  |  |  |  |
| 11 | most obvious, and because of the press that's been   |  |  |  |  |  |  |  |
| 12 | around it, but there's been a real divestment in the |  |  |  |  |  |  |  |
| 13 | sector across agencies, and it's apparent in shelter |  |  |  |  |  |  |  |
| 14 | but there needs to be an investment indirect and     |  |  |  |  |  |  |  |
| 15 | infrastructure and the right-sizing of rates, and I  |  |  |  |  |  |  |  |
| 16 | think it's great that there's attention brought to   |  |  |  |  |  |  |  |
| 17 | it, but we hope that that carries forward and we see |  |  |  |  |  |  |  |
| 18 | it in the actual programs that are being developed   |  |  |  |  |  |  |  |
| 19 | and that we see it beyond these two agencies.        |  |  |  |  |  |  |  |
| 20 | CHAIRPERSON LEVIN: Thank you very much,              |  |  |  |  |  |  |  |
| 21 | and Iyou know, all of these things cost money        |  |  |  |  |  |  |  |
| 22 | MICHELLE JACKSON: [interposing] Right.               |  |  |  |  |  |  |  |
| 23 | CHAIRPERSON LEVIN: and inflation always              |  |  |  |  |  |  |  |
| 24 | goes up, and you know, the cost associated with      |  |  |  |  |  |  |  |
| 25 | having personnel and OTPS over the, you know, over   |  |  |  |  |  |  |  |
|    |  |  |  |  |  |  |  |  |

| 1  | COMMITTEE ON GENERAL WELFARE 186                      |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|
| 2  | the years will always continue to go up, and if we    |  |  |  |  |  |  |
| 3  | are funding organizations as if it's 1999 and we're   |  |  |  |  |  |  |
| 4  | actually at 2016, you know, it puts all these         |  |  |  |  |  |  |
| 5  | organizations at an extreme disadvantage, which then  |  |  |  |  |  |  |
| 6  | goes to the clients and puts the clients at an        |  |  |  |  |  |  |
| 7  | extreme disadvantage because the resources are not    |  |  |  |  |  |  |
| 8  | there. I've never been a big believer in that you     |  |  |  |  |  |  |
| 9  | can do more with less.                                |  |  |  |  |  |  |
| 10 | MICHELLE JACKSON: Right.                              |  |  |  |  |  |  |
| 11 | CHAIRPERSON LEVIN: I don't think you can              |  |  |  |  |  |  |
| 12 | do more with less, actually. I think that you can do  |  |  |  |  |  |  |
| 13 | more with more. So                                    |  |  |  |  |  |  |
| 14 | MICHELLE JACKSON: [interposing] Right,                |  |  |  |  |  |  |
| 15 | yeah. I think that's what the sector's seeing. I      |  |  |  |  |  |  |
| 16 | think it's most evident here, and thankfully with     |  |  |  |  |  |  |
| 17 | Commissioner Banks kind of going through this         |  |  |  |  |  |  |
| 18 | process, but you know, when you see underfunded       |  |  |  |  |  |  |
| 19 | contracts right from the jump that they're trying to  |  |  |  |  |  |  |
| 20 | pull in private resources and then you see a lack of  |  |  |  |  |  |  |
| 21 | cost escalation causes and then contracts are not re- |  |  |  |  |  |  |
| 22 | RFP'd on time, so you people with rates that they've  |  |  |  |  |  |  |
| 23 | had 10 years ago, particularly in DHS where it's      |  |  |  |  |  |  |
| 24 | rent. I mean, we all know rent in New York. It        |  |  |  |  |  |  |
| 25 | doesn't stay stagnant for 10 years.                   |  |  |  |  |  |  |
| I  | I   |  |  |  |  |  |  |

1 COMMITTEE ON GENERAL WELFARE 187 2 CHAIRPERSON LEVIN: No, absolutely. And I 3 mean, I see it in our Committee. We oversee the 4 childcare system, and you know, that system is actually on the brink of disintegrating. I mean, our 5 reputable providers that are pulling out of 6 7 contracts. 8 MICHELLE JACKSON: Right. 9 CHAIRPERSON LEVIN: And they can't continue to provide those services, and we can't 10 11 afford as a city to lose our fabric of not-for-profit providers. Often times, provision of services can be 12 13 better, as you've highlighted in your testimony, but 14 at the same time, we need to make sure that those 15 that are good are able to continue--and that have 16 been in the community for many decades, be able to 17 continue to provide the services and not forced literally to close down or, you know, careen towards 18 19 bankruptcy. 20 MICHELLE JACKSON: Right. 21 CHAIRPERSON LEVIN: Thank you very much 2.2 to this panel. We look forward to working with you 23 further. Last panel, James Butler, Life Experiences and Faith Sharing, Catherine Trapani, New Destiny 24

25 Housing, and Terry Grace from St. James Madison

COMMITTEE ON GENERAL WELFARE

Avenue Shelter. Thank you very much for yourpatience. Whoever wants to begin?

1

4 CATHERINE TRAPANI: Thanks very much. I'm going to be really brief. My name is Catherine. 5 I'm from New Destiny Housing. We've covered a lot of 6 7 ground today. So, I just thank you for all of your 8 work and your patience and attention to this really 9 important issue. I do just want to flag a little bit of an issue that I see from New Destiny's perspective 10 11 as a provider that's focused on the needs of victims of domestic violence. We've talked about domestic 12 13 violence today in the context of a security issue or a service issue, but we haven't talked about it as 14 15 something that's integrated into the entire plan. So 16 when we're looking at, for example, the expansion of 17 HomeBase and how they're going to prevent 18 homelessness, I haven't heard very much about 19 integrating the needs of survivors of domestic 20 violence into that plan. So for example, there's a rent subsidy called City FEPS that is supposed to be 21 available to people that are fleeing abuse. That's 2.2 23 in the policy directive for City FEPS, but currently you can only access City FEPS if you are either a 24 resident of a HRA domestic violence shelter or have 25

1 COMMITTEE ON GENERAL WELFARE 189 gone through the Path center and been certified as 2 3 NOVA [sic] eligible for fleeing domestic violence, 4 and that's something that for a lot of victims of abuse who are very reluctant to use the shelter 5 system for various reasons, it's an unsurmountable 6 hurdle. So, basically, the impact is we're telling 7 victims that unless you leave the way we tell you to 8 9 leave, you can't leave your abuser. So, it's extremely important to us as an agency to see that as 10 11 we develop programs at HomeBase that the domestic 12 violence service providers as well agencies like the Mayor's Office to Combat Domestic Violent are really 13 14 integrated into this plan so that a person fleeing 15 abuse can go to HomeBase to get assessed properly by somebody who's qualified to asses for domestic 16 17 violence and offer preventive subsidies when they 18 might be appropriate. So, literally the only thing I 19 wanted to say today is just to flag it that we can't 20 talk about DV justice just as a security issue, but it needs to be interwoven into the entire 21 2.2 comprehensive plan to address homelessness. So, 23 thanks. 24 25

1 COMMITTEE ON GENERAL WELFARE 190 2 CHAIRPERSON LEVIN: Absolutely, and we'll 3 continue to work with you and advocate for that, and 4 you know, bring that back to HRA for sure. 5 CATHERINE TRAPANI: Thank you very much. TERRY GRACE: Thank you. Thanks for the 6 7 opportunity to say something here. I'm Terry Grace. 8 I'm an overnight host at the St. James Episcopal 9 Madison Avenue Presbyterian Shelter. We're part of the interfaith emergency shelter network which I 10 11 think has 47 churches and synagogues that are giving free overnight beds to homeless adults, single adults 12 every night. What I wanted to suggest -- I've heard 13 14 that there are going to be more drop-in centers, and 15 the communities I think don't know where they're going to be, and we have heard from the Opening Doors 16 17 Program that street outreach people might be bringing 18 guests to churches and synagogues. These are 19 volunteer staffed. There's a screening necessity 20 there for substance abuse and mental health. In order 21 for volunteers to staff the shelters, that's the only 2.2 requirement really, and in order to secure the 23 screening these guests, they're done now with the drop-in centers, but it could be done by street 24

outreach, need to be securely brought to each house

| 1  | COMMITTEE ON GENERAL WELFARE 191                      |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|
| 2  | of worship. Now it's done by bus or van. I wanted     |  |  |  |  |  |  |  |
| 3  | to encourage considering all the discussion we've had |  |  |  |  |  |  |  |
| 4  | today about money and certifications and this and     |  |  |  |  |  |  |  |
| 5  | that, this has been going on for 35 years that these  |  |  |  |  |  |  |  |
| 6  | churches and synagogues have offered their space.     |  |  |  |  |  |  |  |
| 7  | Originally, the suggestion of the Mayor at that time, |  |  |  |  |  |  |  |
| 8  | to give an overnight, sometimes a meal. They're       |  |  |  |  |  |  |  |
| 9  | safe. Nobody gets hurt at these shelters. I've        |  |  |  |  |  |  |  |
| 10 | never had a problem in serving for 13 years. I think  |  |  |  |  |  |  |  |
| 11 | that we need to use them more. These beds are only    |  |  |  |  |  |  |  |
| 12 | being used now at 60 percent. The drop-in centers     |  |  |  |  |  |  |  |
| 13 | are not filling the free beds. Now, there are         |  |  |  |  |  |  |  |
| 14 | working homeless people. There are people who are     |  |  |  |  |  |  |  |
| 15 | not having substance abuse or mental health problems. |  |  |  |  |  |  |  |
| 16 | We need to somehow get the intake systems into to     |  |  |  |  |  |  |  |
| 17 | refer people to the drop-in centers or somehow get    |  |  |  |  |  |  |  |
| 18 | them to these beds, but to have the beds go wasting   |  |  |  |  |  |  |  |
| 19 | when the ones in the city shelters with the           |  |  |  |  |  |  |  |
| 20 | professional overnight social service people where    |  |  |  |  |  |  |  |
| 21 | the people who really need that help can't get in     |  |  |  |  |  |  |  |
| 22 | there, because there's not enough room, and then      |  |  |  |  |  |  |  |
| 23 | these beds are going wasting. I just wanted to raise  |  |  |  |  |  |  |  |
| 24 | that topic. The second, very quickly. Our guests      |  |  |  |  |  |  |  |
| 25 | are not able toand it's been brought up already.      |  |  |  |  |  |  |  |
| Į  |   |  |  |  |  |  |  |  |

| 1  | COMMITTEE ON GENERAL WELFARE 192                      |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|
| 2  | Our guests are not able to get apartments, and they   |  |  |  |  |  |  |  |
| 3  | wait and wait and wait for months in our shelters     |  |  |  |  |  |  |  |
| 4  | because the landlords will not accept Link and        |  |  |  |  |  |  |  |
| 5  | Section 8. So, but I heard that brought up before,    |  |  |  |  |  |  |  |
| 6  | so I just wanted to reiterate that that's happening   |  |  |  |  |  |  |  |
| 7  | with people who are very housing-ready, ready to go,  |  |  |  |  |  |  |  |
| 8  | packed, and the landlord are sayyou spend two         |  |  |  |  |  |  |  |
| 9  | hours, three hours filling out an application. All    |  |  |  |  |  |  |  |
| 10 | of a sudden, oh, gee, we can'tyou don't qualify.      |  |  |  |  |  |  |  |
| 11 | So, I want to raise that. Thank you so much, and I'm  |  |  |  |  |  |  |  |
| 12 | delighted that Steve Banks is talking about combining |  |  |  |  |  |  |  |
| 13 | the services, collaborating taskforces. Listening to  |  |  |  |  |  |  |  |
| 14 | everybody it's fabulous. I wish you all the best of   |  |  |  |  |  |  |  |
| 15 | luck and we want to be part of it any way we can.     |  |  |  |  |  |  |  |
| 16 | CHAIRPERSON LEVIN: Thank you. I just want             |  |  |  |  |  |  |  |
| 17 | to say that the house of worship that provides a      |  |  |  |  |  |  |  |
| 18 | respite program in my neighborhood where I live in    |  |  |  |  |  |  |  |
| 19 | Greenpoint has saved lives, because if it wasn't      |  |  |  |  |  |  |  |
| 20 | there individuals would be sleeping out in the cold   |  |  |  |  |  |  |  |
| 21 | and putting themselves at grave risk. And so          |  |  |  |  |  |  |  |
| 22 | TERRY GRACE: [interposing] Yeah, Camba                |  |  |  |  |  |  |  |
| 23 | [sic] does a great job, too.                          |  |  |  |  |  |  |  |
| 24 | CHAIRPERSON LEVIN: I'm very appreciative              |  |  |  |  |  |  |  |
| 25 | of the volunteers and thethat are throughout New      |  |  |  |  |  |  |  |
|    |   |  |  |  |  |  |  |  |

| 1  | COMMITTEE ON GENERAL WELFARE 193                      |  |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|--|
| 2  | York City thatand the houses of worship themselves    |  |  |  |  |  |  |  |  |
| 3  | and the leadership, [inaudible] leadership of the     |  |  |  |  |  |  |  |  |
| 4  | house of worship for doingfor following their         |  |  |  |  |  |  |  |  |
| 5  | religious mission in providing these services because |  |  |  |  |  |  |  |  |
| 6  | it's absolutely a backbone of the system as you said  |  |  |  |  |  |  |  |  |
| 7  | for now decades, and it saves lives every single      |  |  |  |  |  |  |  |  |
| 8  | year.   |  |  |  |  |  |  |  |  |
| 9  | TERRY GRACE: Thank you. Let us know how               |  |  |  |  |  |  |  |  |
| 10 | we can help you with everything you're doing here on  |  |  |  |  |  |  |  |  |
| 11 | this Council.   |  |  |  |  |  |  |  |  |
| 12 | CHAIRPERSON LEVIN: Thank you very much.               |  |  |  |  |  |  |  |  |
| 13 | Okay, sir?  |  |  |  |  |  |  |  |  |
| 14 | JAMES BUTLER: How you doing?                          |  |  |  |  |  |  |  |  |
| 15 | CHAIRPERSON LEVIN: Good, how are you?                 |  |  |  |  |  |  |  |  |
| 16 | JAMES BUTLER: I'm James Butler, and I'm-              |  |  |  |  |  |  |  |  |
| 17 | _   |  |  |  |  |  |  |  |  |
| 18 | CHAIRPERSON LEVIN: [interposing] Press                |  |  |  |  |  |  |  |  |
| 19 | theis it on?  |  |  |  |  |  |  |  |  |
| 20 | JAMES BUTLER: Hello?                                  |  |  |  |  |  |  |  |  |
| 21 | CHAIRPERSON LEVIN: There you go.                      |  |  |  |  |  |  |  |  |
| 22 | JAMES BUTLER: Yes, I'm James Butler and               |  |  |  |  |  |  |  |  |
| 23 | I'm a Housing Coordinator and Team Member for Sisters |  |  |  |  |  |  |  |  |
| 24 | of Charity, Life Experience and Faith Sharing         |  |  |  |  |  |  |  |  |
| 25 | Ministry, and our ministry, we go out to several      |  |  |  |  |  |  |  |  |
|    |   |  |  |  |  |  |  |  |  |

1 COMMITTEE ON GENERAL WELFARE 194 2 shelters throughout the City and we provide spiritual 3 gatherings. So, and one of the shelters you 4 mentioned that had an incident in the East Harlem, 5 yes, there have been tremendous positive changes with the security, the atmosphere, and you know, to calm 6 7 your nerves and let you know yes, they are doing 8 their job. But my last experience with the shelter 9 system was 2010, and it was a dead-end solution towards getting housing. I ended up living on the 10 11 streets once again, sleeping on the streets of Midtown Manhattan, and I was riding on the train for 12 13 about two years. It was only by the grace of God and 14 the people I met, and what they let me do was double-15 up, what they call double-up. You can't get in the shelter, go double up with a friend. You got a job? 16 17 Double up with a friend. You make too much money, 18 you late, you know, they don't make enough money, so 19 So, but here I am six years later, you in between. 20 and I know what I would do if my--I wouldn't know 21 what I'd do if my living situation changed. I really don't. And this is the same situation that so many 2.2 23 of the Life Experience and Faith Sharing community members are going through. I go through it every day 24 When I first came to New York in 1991, I landed 25 too.

| 1  | COMMITTEE ON GENERAL WELFARE 195                      |  |  |  |  |  |  |  |
|----|---|--|--|--|--|--|--|--|
| 2  | in the New York shelter system, and the stateand a    |  |  |  |  |  |  |  |
| 3  | case manager told me if you don't have a lease with   |  |  |  |  |  |  |  |
| 4  | your name on it, you are homeless. The statement      |  |  |  |  |  |  |  |
| 5  | made good sense to me. Today, everybody has           |  |  |  |  |  |  |  |
| 6  | forgotten it. Without a lease in your name and        |  |  |  |  |  |  |  |
| 7  | you're staying with a friend or family member, you're |  |  |  |  |  |  |  |
| 8  | always in a position to be abused and taken advantage |  |  |  |  |  |  |  |
| 9  | of. That's why so many people are coming back to the  |  |  |  |  |  |  |  |
| 10 | streets. New York City and State are not allowing     |  |  |  |  |  |  |  |
| 11 | those on fixed income, minimum wage jobs, and some    |  |  |  |  |  |  |  |
| 12 | with bad credit history to meet the financial         |  |  |  |  |  |  |  |
| 13 | criteria of the housing market in New York. It has    |  |  |  |  |  |  |  |
| 14 | come to the point of the housing conversation about   |  |  |  |  |  |  |  |
| 15 | affordable housing is affordable housing for who?     |  |  |  |  |  |  |  |
| 16 | The lesser community is comprised of those who are    |  |  |  |  |  |  |  |
| 17 | street homeless, those who are in the shelter system  |  |  |  |  |  |  |  |
| 18 | and those that are staying with family and friends.   |  |  |  |  |  |  |  |
| 19 | Where is the justice in fair market practices for     |  |  |  |  |  |  |  |
| 20 | those who are in the shelter system today? It is a    |  |  |  |  |  |  |  |
| 21 | sad that a person has to wait a long period of time   |  |  |  |  |  |  |  |
| 22 | in the shelter system to get a place they can call    |  |  |  |  |  |  |  |
| 23 | home with their name on their own lease. We know      |  |  |  |  |  |  |  |
| 24 | individuals who have Section 8 and Link vouchers and  |  |  |  |  |  |  |  |
| 25 | cannot find a realtor to accept them. We're talking   |  |  |  |  |  |  |  |
| ļ  |   |  |  |  |  |  |  |  |

1 COMMITTEE ON GENERAL WELFARE 196 2 about individuals in one shelter or another in New 3 York City today and at this moment. This is a very 4 stressful process, and left [sic] hears about the 5 stories and goes through the application and rejection process of some of these organizations and 6 7 realtors who profess that we have affordable housing, 8 the LEFTA [sic] community wants to know what are you 9 going to do? What will one of the Council Members do if they found themselves in the shelter system or 10 11 moving with family members or friends to be abused 12 mentally or financially? The funny thing is that 13 it's not funny about living with family or friends 14 when you're being contest--when you contest them 15 about something that becomes a liability to you or if they cannot get you to do something for them that is 16 17 above and beyond with indirect threats of telling you 18 they may have to move or leave or get more money for 19 you, from you. They will wait for a moment of 20 vulnerability to tell you you have to leave right 21 now. You're never at peace. The Life Experience and 2.2 Faith Sharing community wants to know what are some 23 options that the City Council are prepared to implement to address the needs of New York City 24 homeless community, and we just thank you, and those 25

| 1  | COMMITTEE ON GENERAL WELFARE 197                      |
|----|---|
| 2  | are some of the voices and statements that I hear     |
| 3  | from community on a day-to-day basis. Thank you.      |
| 4  | CHAIRPERSON LEVIN: Thank you very much                |
| 5  | for your testimony. I think it's ayour testimony      |
| 6  | is a good note to end on in that we all have a        |
| 7  | responsibility, both the City has a responsibility,   |
| 8  | this Council has a responsibility. You as providers   |
| 9  | and those out there working with the homeless         |
| 10 | community, we all have a collective responsibility to |
| 11 | ensure that services are beingare getting to the      |
| 12 | people that need them, and that everybody's dignity   |
| 13 | is respected and everybody's human rights are         |
| 14 | respected, and that we can always strive to do better |
| 15 | here in New York City. We really appreciate your      |
| 16 | testimony and we appreciate your patience.            |
| 17 | JAMES BUTLER: Thank you.                              |
| 18 | CHAIRPERSON LEVIN: Thank you very much.               |
| 19 | Okay, at 1:59 p.m., this hearing is adjourned. Thank  |
| 20 | you all very much for being here today.               |
| 21 | [gavel]   |
| 22 |   |
| 23 |   |
| 24 |   |
| 25 |   |
|    |   |

| 1  | CC | OMMITTEE | ON | GENERAL | WELFARE | 198 |
|----|----|----------|----|---------|---------|-----|
| 2  |    |          |    |         |         |     |
| 3  |    |          |    |         |         |     |
| 4  |    |          |    |         |         |     |
| 5  |    |          |    |         |         |     |
| 6  |    |          |    |         |         |     |
| 7  |    |          |    |         |         |     |
| 8  |    |          |    |         |         |     |
| 9  |    |          |    |         |         |     |
| 10 |    |          |    |         |         |     |
| 11 |    |          |    |         |         |     |
| 12 |    |          |    |         |         |     |
| 13 |    |          |    |         |         |     |
| 14 |    |          |    |         |         |     |
| 15 |    |          |    |         |         |     |
| 16 |    |          |    |         |         |     |
| 17 |    |          |    |         |         |     |
| 18 |    |          |    |         |         |     |
| 19 |    |          |    |         |         |     |
| 20 |    |          |    |         |         |     |
| 21 |    |          |    |         |         |     |
| 22 |    |          |    |         |         |     |
| 23 |    |          |    |         |         |     |
| 24 |    |          |    |         |         |     |
| 25 |    |          |    |         |         |     |
|    |    |          |    |         |         |     |

## CERTIFICATE

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



Date May 20, 2016