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CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

of the

COMMITTEE ON CONTRACTS

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June 21, 2010 Start: 1:32pm Recess: 1:40pm

HELD AT: Council Chambers

City Hall

B E F O R E:

DARLENE MEALY Chairperson

COUNCIL MEMBERS:

Council Member Letitia James

Council Member Melissa Mark-Viverito

Council Member Michael C. Nelson

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

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4 CHAIRPERSON MEALY: The Committee 5 on Contracts will start now. Good afternoon, my name is Council Member Darlene Mealy, I'm the 6 7 Chair of New York City Committee on Contracts. 8 is my privilege to preside over this hearing, to consider Resolution Number 115 of two thousand--9 10 2010, sponsored by my colleague, Council Member 11 James. Before we proceed, I would like to 12 recognize the other members that are here today: Mark-Viverito of Manhattan; Council Member James 13 of Brooklyn; Mike Nelson, Council Member Mike 14 15 Nelson of Brooklyn. And I would like to thank our 16 staff, our legal staff, Lisette Camilo, Counsel to 17 the Committee, and Israel Rodriguez, Policy Analyst to the Committee. This will be Israel's 18 19 last hearing of the New York City Council today. 20 Yes, we missed this part, well she miss--[laughter] And he is leaving to pursue new 21 22 endeavors, and we thank you for all that you have 23 done for us. And we will miss you. So, we wish 24 you all the best. And keep moving on. Don't 25 stop. [applause] Okay, Reso No. 115 of 2010

supports HR 3771, which amends the federal Small
Business Act to establish mentorship and assistant
programs designed to help minority, veteran owned,
women owned small business operate in
construction/industrial. The construction
industry is an area that provides an entry point
for many small businesses, especially those owned
by minority womens and veterans. Though the
industrial provides rewarding careers, it is a
challenging one that demands specialized knowledge
by business owners to truly be successful. Though
the City can do much better with regards to the
success of the City's MWBE program, advocates have
recognized that MWBE's required capacity building
in a number of areas to increase the number of
certified firms, to submit the lowest bid, one of
the two criteria used by the City to award
publicly big contracts. Some of the areas that
have been highlighted are increased training in
finding and responding to bid opportunities,
maintaining an efficient internal infrastructure,
to properly do business with the City. And
prepare estimate skills, estimating skills. Most
importantly, access to financing and bonding, and

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essential to doing more contracting with the City. Capacity building would be MWBE's the knowledge necessary to eventually submit the lowest bid and be awarded more contracts. HR 3771 amends the U.S. Small Business Act to establish mentorship programs to assist MWBEs, and establishes grants, programs for states and localities to enhance access to specialized education and resources for firms owned by women, minorities and veterans in construction industry. HR 3771 addresses many of the issues that prevent MWBEs from obtaining more public contracts. If enact, HR 3771 will directly impact many New York City MWBE construction firms seeking to do business with the City. I would like to take this time to turn this over to my colleague who is sponsoring this bill, Council Member Letitia James. COUNCIL MEMBER JAMES: Thank you,

Madam Chair. First, let me say that this bill was in response to several factors. One of the factors being that the City did not meet their WMBE goals for prime contracts, MWBE goals for persons of color and women in the City of New York. We fared much better with respect to

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subcontracting goals. In fact, we exceeded those qoals. There's a number of challenges to meeting those goals, and that is why I put forth this Resolution in support of a piece of legislation which was sponsored by my very good friend and colleague in Congress, Congresswoman Yvette Clark, HR 3771, which would enhance the Small Business Act by requiring the Small Business Administration to establish programs to advance the specialized knowledge and professional services needed for companies to operate in the construction industry; and two, to improve their credentials in order to qualify for financial and surety credit. compete, and also this was an attempt, an attempt to increase opportunities for businesses of color, and women, so that they can compete for federal construction contracting, construction opportunities, as well as opportunities in the City of New York. It's really critically important that as we know, a number of businesses of color and women are disadvantaged in applying for surety bonds, as well as they lack access to capital. It is for these reasons that I've put forth this Resolution and I would hope that my

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2	colleagues would support this, as well. And
3	obviously support the legislation being put forth
4	in Congress by Congresswoman Yvette Clark, so that
5	we could increase the wealth in communities of
6	color and provide more opportunities for
7	businesses of color to thrive, and to survive in
8	this very challenging economy. I thank you Madam
9	Chair and I would urge that we move the bill as
10	quickly as possible. Thank you.
11	CHAIRPERSON MEALY: Thank you.

CHAIRPERSON MEALY: Thank you.

Since this is a Resolution, we will not have any government agencies here today, but we want, will any of my colleagues have anything to say? Well, we thank you, we know that we need these small business contracts. And I'm glad that my colleague did put in this Resolution and we will be looking forward to helping our small businesses, minority, women and veterans. We can never forget our veterans. So this hearing is now adjourned.

22 [gavel]

[background noise]

## CERTIFICATE

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

Signature\_\_\_\_\_

Date July 6, 2010