CITY COUNCIL CITY OF NEW YORK ----- Х TRANSCRIPT OF THE MINUTES Of the COMMITTEE ON SMALL BUSINESS -----Х 06-17-2021 Start: 9:37 A.M. Recess: 9:48 A.M. HELD AT: REMOTE HEARING VIRTUAL ROOM 1 B E F O R E: CHAIR MARK GJONAJ COUNCIL MEMBERS: MARK GJONAJ Vanessa Gibson Ydanis Rodriguez Steven Levin Bill Perkins Selvena Brooks-Powers Eric Dinowitz World Wide Dictation 545 Saw Mill River Road - Suite 2C, Ardsley, NY 10502 Phone: 914-964-8500 * 800-442-5993 * Fax: 914-964-8470

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

2 3 SGT. JONES: PC started. 4 SGT. BIONDO: Recording to the cloud all 5 set. 6 SGT. PEREZ: Back up is rolling. 7 SGT. BIONDO: Thank you and good morning 8 and welcome to today's New York City Council hearing 9 for the Committee on Small Business. At this time will all panelists please turn on their video for 10 11 verification purposes and please place all electronic 12 devices to vibrate or silent mode. Thank you for 13 your cooperation. Chair Gjonaj, we are ready to 14 begin. 15 CHAIR GJONJ: Thank you. Good morning, 16 I'm Council Member Mark Gjonaj, Chair on the 17 Committee on Small Business and I would like to 18 welcome you to our remote hearing today on proposed 19 introductions 2233A and 2234A. This past Tuesday, 20 Governor Cuomo announced that New York State will 21 fully open, lifting all capacity requirements for 2.2 businesses in New York City. These requirements and 23 the shutting down of New York City were necessary 24 steps to keep New Yorkers safe and to stop the spread of COVID-19. Nonetheless, small businesses have 25

2 stuck with doing the past 14 months. As the city's small businesses were forced to fight to survive and 3 4 depleted revenues, small business revenues were down over 70% in March of 2020 in comparison to January 5 2020, and over 3,000 small businesses closed 6 7 permanent between the start of the pandemic and July 8 27th, of 2020. As this city looks to exit from the 9 dark days of the pandemic, we'll begin to enter a period of recovery. The return of New York City as 10 11 the financial and cultural capital of the world is 12 only possible, however, if we have vibrant commercial 13 corridors filled with small businesses such as barber shops, bodegas, local pizzerias and torterias. 14 The 15 city must, therefore, build back better as we must me 16 make and work hard to make New York City a friendlier environment for small business to operate. 17 This 18 committee has done that hard work as we have reviewed 19 hundreds of laws and regulations which small business 20 must comply in asserted areas where we can reform 21 unnecessary burdensome requirements and prohibitions. 2.2 I'm proud to a co-sponsor of Council Member Gibson's 23 Bill, proposed Introduction 2233A which would create lasting civil relief penalties for small businesses 24 relating to certain sanitation, health, 25

2 transportation, consumer affairs, noise control, and 3 building violations. The Bill will lower certain 4 existing fines to help keep more money in the small business owner's pockets. It will also create cure 5 periods or eliminate civil penalties all together for 6 7 certain first violations. This Bill will also clarify that submission of proof of cure for consumer 8 9 affairs and health violation is an admission of liability only if the proof is accepted by the 10 11 relevant agency and a repeal number of requirements and prohibitions in the administrative code to 12 13 provide relief for the small business. I am also 14 proud to be voting on my own Bill today, proposed 15 Introduction 2234A. This Bill will require the 16 Commissioner of Finance to establish a temporary 17 program to resolve outstanding judgements issued by 18 ECB, Environmental Control Board, subject to certain 19 conditions. The fault penalties and associative 20 accrued interest will be weighed, respondents will be 21 able to resolve judgements docketed prior to March 2.2 7th, 2020 by payment of 70 percent of the imposed 23 penalties without payment of accrued interest, and respondents will be able to resolve judgements 24 docketed on or after March 7th, 2020 by payment of 25 25

2	percent of the imposed penalties without payment of
3	accrued interest. With that said, I'd like to extend
4	a special thanks to the Office of Strategic
5	Initiatives, specifically Unitha (SP?), John (SP?),
6	Kelly (SP?), Kelly Taylor (SP?), Mark Cohen (SP?),
7	Tangia (SP?) for all their hard work in grafting,
8	negotiating these Bills. I will also like to thank
9	my Chief of Staff, Reggie Johnson (SP?); our
10	Legislative Counsel, Stephanie Jones (SP?); Policy
11	Analysis, Noah Mexler (SP?); and Financial Analysis,
12	Alia Ali (SP?) for all their hard work in preparing
13	for this vote. This was a tremendous undertaking and
14	I have to give credit to all those that worked
15	relentlessly to make this possible. This is a good
16	day for our small business owners. We have really
17	showed that we value them, and these two pieces of
18	legislation will go a long way to make sure our small
19	businesses survive. Thank you.
20	COMMITTEE COUNSEL STEPHANIE JONES:
21	Chair, I believe Council Member Gibson would like to
22	say a few words.
23	CHAIR GJONAJ: Council Member Gibson.
24	CM GIBSON: Thank you so much. Thank
25	you, good morning, Chair Gjonaj, good morning to all

of our colleagues on the Small Business Committee. 2 3 Thank you, Chair, you've really explained a lot of my 4 Bill which I'm proud to sponsor, Intro 2233 which would provide a civil penalty relief for so many of 5 our struggling small businesses in the City of New 6 7 York, and during this global pandemic of COVID-19 when we've seen many of businesses close their door. 8 9 I think it's incumbent upon this body to work with the Administration to ensure that we provide any and 10 11 all opportunities to make sure that we provide as 12 much relief as possible. We can make sure that we 13 enforce our regulations and laws without being punitive in nature, without having such an 14 15 enforcement on and we can make sure that we provide 16 our businesses with warnings upon the first 17 infraction and not necessarily a civil penalty or 18 violation, and this Bill coupled with the other Bills 19 on today's agenda is a step in the right direction. 20 It establishes a balance that is necessary and I 21 really want to recognize the entire legislative 2.2 division, Kelly Taylor and the team who worked 23 tremendously long hours trying to identify almost 200 different infractions over multiple city agencies 24 among 6,000 that small businesses are regulated by, 25

2 to really find those provisions that did not impede on anyone's public health, nor public safety, so I 3 4 want to be very clear that this Bills do not 5 jeopardize anyone's health or wellness or safety, not customers, not employees, and certainly not the small 6 7 businesses, but when you look at the some of the 8 infractions like improper signage, businesses should 9 not be subjected to hundreds of dollars in fines for these types of infractions. We have to do more to 10 11 educate our businesses to provide outreach with 12 language diversity and cultural understanding to make 13 sure that we're working with them and not against them, and so I'm of this Bill, Intro 2233, is a step 14 15 in the right direction, the staff has worked so hard on this and I want thank my team and as all of my 16 17 colleagues on the Small Business Committee to please 18 support, and I want to thank you, Chair Mark Gjonaj for your leadership during this time, particularly on 19 20 behalf of not just all businesses in the city of New 21 York, but in particular Bronx small business who have been exacerbated by COVID-19 and not given access to 2.2 23 a lot of the grants and loan opportunities that others have seen. We have to do better by all of our 24 businesses, but certainly those in our bellowed 25

2	borough of the Bronx. I also want to thank Council
3	Member Bob Holden and all the sponsor on the Bill as
4	well as our Speaker Corey Johnson and Jason Goldman
5	(SP?), thank you so much for your support and I hope
6	you will vote yes, and I look forward to our
7	continued work to protect and allow our small
8	businesses in the city of New York to strive and
9	thrive. Thank you, Chair Gjonaj, great work, look
10	forward to our continued (<u>inaudible</u>). Thanks so
11	much.
12	CHAIR GJONAJ: Thank you, Council Member.
13	Does anyone else have any remarks?
14	COMMITTEE COUNSEL STEPHANIE JONES:
15	Chair, I think we can call the vote whenever you're
16	ready.
17	LEGISLATIVE CLERK: Good morning, William
18	Martin, Legislative Clerk, roll vote Committee on
19	Small Business. Introductions 2233A and 2234A, items
20	are coupled. Chair Gjonaj.
21	CHAIR GJONAJ: With a big proud yes.
22	LEGISLATIVE CLERK: Rodriguez.
23	CM RODRIGUEZ: I.
24	LEGISLATIVE CLERK: Thank you, Levin.
25	CM LEVIN: I.

1 COMMITTEE ON SMALL BUSINESS 10 2 LEGISLATIVE CLERK: Thank you. 3 Rosenthal. 4 CM ROSENTHAL: I vote I. LEGISLATIVE CLERK: Perkins. 5 CM Perkins: I vote yes. 6 7 LEGISLATIVE CLERK: Council Member Perkins? 8 9 CM PERKINS: Yes, I vote yes. LEGISLATIVE CLERK: Thank you, sir. One 10 11 moment (inaudible). Brooks-Powers. 12 CM BROOKS-POWER: I vote I on all. 13 LEGISLATIVE CLERK: Thank you. Dinowitz. 14 CM DINOWITZ: I. 15 LEGISLATIVE CLERK: Thank you. By a vote 16 of seven in affirmative, zero in the negative, and no 17 abstentions, both items have been adopted by the Committee. That is a full Committee, Chair Gjonaj. 18 19 CHAIR GJONAJ: Thank you so much. Thank 20 you all for supporting these two wonderful Bills. We're putting our small businesses on the right track 21 because of your vote. Thank you all. This hearing 2.2 23 is now over. Thank you. 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 July 25, 2021