CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

COMMITTEE ON CONTRACTS

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June 23, 2025 Start: 1:02 p.m. Recess: 1:08 p.m.

HELD AT: COUNCIL CHAMBERS - CITY HALL

B E F O R E: Julie Won, Chairperson

COUNCIL MEMBERS:

SERGEANT-AT-ARMS: Testing one, two, one,

two. Today's hearing is Committee on Contracts.

Today's date is June 23, 2025, being recorded in the

Chambers by Keith Polite.

SERGEANT-AT-ARMS: Good afternoon, and welcome to today's New York City Council hearing for the Committee on Contracts.

At this time, we ask that you silence all electronic devices, and at no time is anyone to approach the dais.

If you would like to sign up for inperson testimony, please see one of the Sergeant-atArms.

Chair Won, we are ready to begin.

CHAIRPERSON WON: [GAVEL] Good afternoon and welcome to this hearing of New York City

Council's Committee on Contracts. Today is Monday,

June 23, 2025, the day before election day. My name is Julie Won, and I have the privilege of chairing this Committee. I would like to thank the Members of this Committee for not coming today to today's hearing, and I would also like to thank the representatives of the Mayor's Office of Contracts for not showing up today. And other stakeholders

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joining to testify. I'd like to note that we've been
joined by Council Members, myself.

And this hearing focuses on three critical pieces of legislation that will strengthen

New York City's procurement system by enhancing transparency, accountability, and environmental responsibility across the City's 32.25-billion annual contracting operations.

As we've consistently highlighted, the City's procurement system continues to face significant challenges that undermine public trust and operational efficiency. Recent events, including the devastating 2024 NYCHA bribery scandal, where 70 NYCHA employees were charged in the largest singleday bribery takedown in DOJ history, have exposed fundamental weaknesses in our oversight and conflict prevention mechanisms. Corruption scandals like these underscore the urgent and ongoing need for reforms we are considering today. The data tells a troubling story. In Fiscal Year 2024, 80.65 percent of all procurement contracts were registered late, meaning contractors had begun work before the City finalized contracts or initiated payments. For human services contracts specifically, the situation is even worse

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with over 90 percent registered retroactively. This forces non-profit organizations and other contractors to rely on expensive loans and lines of credit while awaiting reimbursement, creating barriers to participation, and undermining service delivery to vulnerable New Yorkers. The bills before the committee today represent different approaches to addressing these systemic issues. Intro. 479, which I am proud to sponsor, would require the establishment of standards and procedures to determine the existence of conflict of interest and other misconduct concerning City contracts. This legislation directly addresses the corruption vulnerabilities in the City's contracting system that cost taxpayers millions and undermine fair competition.

Intro. number 482, which I am also a sponsor of, would establish a comprehensive public procurement database. Currently, our transparency system contains critical gaps. PASSPort routinely experiences slowness on timeout issues, while other databases like Comptroller's Checkbook New York City provide fragments of contract information at best.

This bill would create a single searchable database

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covering all stages of the procurement process in

order to improve transparency and ensure that the

taxpaying public can see where the dollars are being

spent and enable better vendor participation on our

6 procurement process.

Finally, Intro. 741, sponsored by Council Member Bottcher, would prohibit City agencies from procuring single-use plastic water containers. The straightforward sustainability measure addresses some of the City's tremendous waste generation issues, the City's purchase of at least one million single-use plastic beverage bottles annually, which does not align with our One New York City 2050 carbon neutrality goals. This bill would eliminate the option of single-use plastic bottles and bring us closer together for achieving those milestones. These reforms are not occurring in isolation. They build upon ongoing procurement reform efforts, including Speaker Adams' Comprehensive Procurement Modernization Agenda and the work of the Joint Task Force to Get Non-profits Paid on Time. However, despite these initiatives, fundamental challenges persist. Despite improvements to systems like PASSPort in recent years, our procurement system

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sustainability.

remains deeply flawed as it is unnecessarily complex and still only offers a limited degree of transparency. Introductions 479 and 482 represent two essential components of comprehensive procurement modernization. Enhanced conflict identification procedures will help reduce the corruption that has plagued our system. A unified procurement database will enable better public oversight and vendor participation. And Council Member Bottcher's Intro. 741 will align the City's purchasing with our environmental standards and commitments to

Since the Administration has not come, I want to make it clear that we will be fast-tracking a lot of these bills, and we will have a veto-proof majority. If you are not going to be a good partner to us, then we have no reason to consider any of your concerns or whatever it may be, and we will push our bills through, so if that's how you guys want to negotiate, that is how we will negotiate.

We want to thank our Committee Staff,
Senior Counsel Alex Paulenoff; Policy Analyst Alex
Yablon; and Senior Financial Analyst Owen Kotowski,
as well as my Legislative Director Neily Vera

1	COMMITTEE ON CONTRACTS 7
2	Martinez, and my Chief-of-Staff Nick Gulotta for
3	their hard work in putting this hearing together.
4	So now that there's no… okay, and now we
5	are going to adjourn because tomorrow is a very
6	important day and we all got to get to work. Okay,
7	bye! And now this is officially adjourned. [GAVEL]
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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 30, 2025