CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

COMMITTEE ON FINANCE

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October 12, 2022 Start: 10:12 a.m. Recess: 10:39 a.m.

HELD AT: COMMITTEE ROOM - CITY HALL

B E F O R E: Justin L. Brannan, Chairperson

COUNCIL MEMBERS:

Diana Ayala Charles Barron Gale A. Brewer

Selvena N. Brooks-Powers

David M. Carr Amanda Farías Kamilla Hanks Crystal Hudson

Ari Kagan

Farah N. Louis Francisco P. Moya

Chi A. Ossé Keith Powers

Pierina Ana Sanchez Marjorie Velázquez

Julie Won

## A P P E A R A N C E S

Calvin Brown, Deputy Commissioner for Neighborhood Development at Small Business Services

SERGEANT-AT-ARMS: This a sound check for the Committee on Finance. Today's date is October 12, 2022, and the location is the Committee Room. We are being recorded by Danny Huang (phonetic).

SERGEANT-AT-ARMS HUANG: Good morning and welcome to today's Committee on Finance.

If you have testimony and would like to send it online, please send via email to testimony@council.nyc.gov. Once again, that is testimony@council.nyc.gov.

Thank you for your cooperation. Chair Brannan, we are ready to begin.

CHAIRPERSON BRANNAN: [GAVEL] Okay. Good morning. Welcome to today's Finance Committee meeting. I'm Council Member Justin Brannan. I have the privilege of Chairing the Committee on Finance. I first want to welcome Michael Twomey to the Finance Division. He will be our new Committee Counsel.

Welcome aboard, Mike. Congratulations or my condolences. I'm not sure which is in order. Welcome aboard, seriously, and Kathleen, of course, you're old news now.

I first want to introduce our Colleagues who have joined us today. On Zoom, I know we have

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Council Members Moya and Velazquez. We've been joined by Council Members Won, Powers, Brooks-Powers, Hanks, Louis, Kagan, Hudson, and Osse. That's everybody for now, and Ayala.

Today, we have Intro 655-A which would authorize three BIDs to increase the amounts that they expend annually. Council previously approved the Resolution 306-A on September 29th setting today as the date for a public hearing on this legislation. The budget increases have been requested by the property owners within the boundaries of each BID and would be used to enhance the services provided. The details about which BIDs would see increases and the amounts sought are set forth in the briefing documents prepared by the Finance staff. To adopt this, we must make sure that proper notice was given and that the increase in annual amounts to be expended are in public interest and that the tax and debt limits prescribed in the law will not be exceeded.

All right, we're going to just pause for a second for station identification.

Okay, we're back.

2	We understand that two of the BIDs
3	contained in the original Introduction had issues
4	meeting the notice requirements so the legislation we
5	are considering today is limited to the three BIDs,
6	Columbus/Amsterdam, Fifth Avenue, Court-Livingston-
7	Schermerhorn, all that according to the Department of
8	Small Business Services got their notices published.
9	Deputy Commissioner Calvin Brown from the Department
10	of Small Business Services is here today to testify
11	regarding the requested assessment increases and
12	representatives from the three BIDs are here to
13	answer any questions that my Colleagues might have.
14	First, we'll hear from Deputy
15	Commissioner Brown after he is sworn in by Counsel.
16	COMMITTEE COUNSEL: Good morning. I'm
17	going to swear you in. Mr. Brown, do you affirm that
18	your testimony will be truthful to the best of your
19	knowledge, information, and belief?
20	DEPUTY COMMISSIONER BROWN: Yes.
21	COMMITTEE COUNSEL: Thank you. You may
22	proceed when you're ready.
23	DEPUTY COMMISSIONER BROWN: Good morning,

DEPUTY COMMISSIONER BROWN: Good morning,
Chair Brannan and the Members of the Finance
Committee. My name is Calvin Brown, and I'm the

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or BIDs.

Deputy Commissioner for Neighborhood Development

at the Department for Small Business Services. I

am joined by Emily Edwards, Senior Program

Manager, and Leslie Velazquez, Program Manager at

the Neighborhood Development Department of Small

Business Services and BID program.

I wish to express our support for the law providing an increase in the amount to be expended in three Business Improvement Districts

At SBS, we are working hard to open doors across New York's five boroughs, focusing on creating stronger businesses, connecting New Yorkers to jobs, and fostering thriving neighborhoods. We oversee and support the City's network of BIDs and groups who wish to form new BIDs in their communities. Over the past two and a half years, we have provided the BIDs with vital information about SBS programs and resources, City regulations, and changing conditions that affect the businesses in their corridors. My team has coordinated hundreds of hours of interagency responses through regular calls and partnerships with other agencies on Open Restaurants, Open

Streets, quality of life issues, and other 2 3 recovery programs. We believe BIDs are central to 4 these efforts and valuable and proven partners in fostering the vitality of the City's neighborhoods and commercial districts. Throughout the pandemic 6 and recovery, BIDs have been called upon to deliver an increased level of services and support 8 to the small businesses. The Mayor's Economic Blueprint also places BIDs front and center in 10 11 several initiatives and rebuild and reinvent our commercial corridors and central business 12 13 districts. In order to respond to these new 14 challenges and opportunities, every single BID has 15 been evaluating their budgets for savings and 16 efficiencies. Part of our role in overseeing and 17 supporting the City's existing network of 76 BIDs 18 includes guiding them through the legislative 19 processes, including increases to their assessment 20 cap. To propose an assessment increase, BIDs must 21 complete a multi-step review process overseen by SBS. The BID Board of Directors, which includes 2.2 2.3 local property owners, merchants, and residents as well as representatives from the City Comptroller, 24 Borough President, City Council, and SBS, must 25

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review and approve the proposed assessment		
increase. Additionally, SBS requires all BIDs to		
submit a five-part justification outlining how the		
increase will be allocated, minutes from the Board		
meeting when the increase was approved, and		
letters of support from all the Council Members		
represented in the BID boundaries. SBS then		
reviews these justifications and determines		
whether they are sufficient to bring to City		
Council.		

As required by law, each of the three BIDs published a notice of this public hearing at least once in a local newspaper having general circulation in the districts specifying the time and place of today's hearing and stating the proposed amount to be expended annually. Each BID has also certified that they have mailed a letter to property owners informing them about the proposed assessment increase and the time and place of this public hearing. Due to this requirement, two other BIDs, 125th Street and DUMBO, were removed from this legislation due to insufficient notice of today's hearing. We plan to

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2 re-introduce these two additional BID assessment
3 increases at a later time.

It is a priority of SBS that assessment increase proposals focus on enhancing programs and services provided to the district. The three BIDs proposing assessment increases are doing so to address vital needs and changing conditions on the ground. The increases will further expand, reinforce, and strengthen the existing core services currently provided in the districts and include funds for streetscape improvements, Open Streets programming, new public events, and added staff capacity. Additionally, portions of these increases will be used to sustain or increase current levels of sanitation and public safety programs and services impacted by the rising costs related to inflation.

The proposed increases vary according to budget size, district size, and proposed changes in programs and services. The proposed increases are:

Fifth Avenue Association, from 6,414,000 dollars to 8,054,663 dollars.

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Columbus/Amsterdam, 350,000 dollars to 650,000 dollars.

Court-Livingston-Schermerhorn, from 1,400,000 dollars to 1,800,000 dollars.

The City's 76 BIDs invest over 160 million into neighborhood economies in the form of supplemental services and programs that serve nearly 25,000 ground-floor businesses across the city. BIDs have been a valuable and proven partner in ongoing initiatives of neighborhood revitalization and economic development across the five boroughs, making New York City neighborhoods cleaner, safer, and more vibrant. BIDs are also advocating for small businesses in their districts, helping them to navigate government, facilitating networking among fellow business owners, providing business retention support, and attracting shoppers to the areas. BIDs were critical partners in executing the City's pandemic response and continue to be vital partners in New York City's economic recovery. They are advocates for small businesses and stewards of public space, thought partners in our policy decisions, and the City's eyes and ears on the ground in commercial

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- corridors. In partnership with city government,

  BIDs help spur job creation, improve the quality

  of life for New Yorkers and visitors, enhance the

  city's tax base, and strengthen local economies.
  - Representatives from each BID requesting an assessment increase are present to answer any questions pertaining to their specific requests. However, I am happy to answer any questions you may have. Thank you.
  - CHAIRPERSON BRANNAN: Thank you,

    Commissioner. Do we have any questions from any of

    my Colleagues?
  - Okay, we've also been joined by Council Members Carr, Barron, Sanchez, and Farias. I think that's everybody.
  - If there's no questions, I'm going to ask the immortal Billy Martin, Committee Clerk, to call the roll.
  - WILLIAM MARTIN, COMMITTEE CLERK: Good morning. William Martin, Committee Clerk. Roll call vote Committee on Finance Proposed Introduction 655-A. Chair Brannan.
- 24 CHAIRPERSON BRANNAN: I vote aye.
- 25 | WILLIAM MARTIN, COMMITTEE CLERK: Ayala.

1	COMMITTEE ON FINANCE 12
2	COUNCIL MEMBER AYALA: I vote aye.
3	WILLIAM MARTIN, COMMITTEE CLERK: Thank
4	you. Moya.
5	COUNCIL MEMBER MOYA: I vote aye.
6	WILLIAM MARTIN, COMMITTEE CLERK: Thank
7	you. Powers.
8	COUNCIL MEMBER POWERS: Just a quick
9	second to explain.
10	CHAIRPERSON BRANNAN: All right.
11	COUNCIL MEMBER POWERS: I'll take that
12	as a yes. I just want to welcome the folks from
13	the Fifth Avenue Association, my District, who are
14	here. This assessment is actually about a larger
15	vision for Fifth Avenue which is something I hope
16	we will be able to accomplish here to make it a
17	very illustrious, although it already is but even
18	more illustrious, part of my District where we can
19	really lean into a big vision for it. I'm voting
20	aye, but I also wanted to add that because I think
21	it's an important part of the picture when we talk
22	about that assessment. Thanks.
23	WILLIAM MARTIN, COMMITTEE CLERK: Louis.

COUNCIL MEMBER LOUIS: I vote aye.

1	COMMITTEE ON FINANCE 13
2	WILLIAM MARTIN, COMMITTEE CLERK:
3	Brooks-Powers.
4	COUNCIL MEMBER BROOKS-POWERS: Aye.
5	WILLIAM MARTIN, COMMITTEE CLERK:
6	Barron.
7	COUNCIL MEMBER BARRON: Aye.
8	WILLIAM MARTIN, COMMITTEE CLERK:
9	Brewer. Farias.
10	COUNCIL MEMBER FARIAS: I vote aye.
11	WILLIAM MARTIN, COMMITTEE CLERK: Hanks.
12	COUNCIL MEMBER HANKS: Aye.
13	WILLIAM MARTIN, COMMITTEE CLERK:
14	Hudson.
15	COUNCIL MEMBER HUDSON: Aye.
16	WILLIAM MARTIN, COMMITTEE CLERK: Kagan.
17	COUNCIL MEMBER KAGAN: Aye.
18	WILLIAM MARTIN, COMMITTEE CLERK: Osse.
19	COUNCIL MEMBER OSSE: Aye.
20	WILLIAM MARTIN, COMMITTEE CLERK:
21	Sanchez.
22	COUNCIL MEMBER SANCHEZ: Aye.
23	WILLIAM MARTIN, COMMITTEE CLERK:
24	Velazquez.
25	COUNCIL MEMBER VELAZQUEZ: Aye.

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2 the affirmative, zero in the negative, and no 3 abstentions.

CHAIRPERSON BRANNAN: Sergeant, we're going to hold it open a little bit more.

Council Member Restler.

COUNCIL MEMBER RESTLER: I've almost caught my breath. Thank you as always, Chair Brannan, for being such an accommodating and helpful Colleague.

After the Downtown Brooklyn rezoning, the Downtown Brooklyn Partnership was formed merging together three distinct Building
Improvement Districts, and I will admit at the time I was a skeptic, and I've been proven wrong.
The Downtown Brooklyn Partnership has been a tremendous success and a great asset to the Downtown Brooklyn community, but the budgets of the respective BIDs I don't think have caught up with the needs of Downtown Brooklyn so I am strongly supportive of enhancing the assessment and the Court-Livingston-Schermerhorn BID. I really want to thank the leadership of the Downtown Brooklyn Partnership and the Court-Livingston-Schermerhorn staff, especially the

folks who are out there cleaning our streets every		
day. The CLS BID cuts across kind of different		
communities from Court in the Brooklyn Heights		
Cobble Hill area into Downtown Brooklyn, and they		
do a terrific job. I hope in the future that we		
can include some of the luxury or market-rate		
residential retail properties in the BID		
assessment here at Court-Livingston-Schermerhorn		
and that many of the other BIDs in our District,		
but I strongly, strongly support this enhanced		
assessment that's going to do much to improve the		
street cleanliness and the quality of life and		
most of all create more capacity to advocate for		
the businesses in our community that need all the		
support they can get.		

Thank you so much for the opportunity to say a few words, and I really want to thank the staff and the team at the Downtown Brooklyn Partnership and the CLS BID for their hard work. Thank you.

CHAIRPERSON BRANNAN: With that, this hearing is adjourned. Thank you. [GAVEL]

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 October 15, 2022