CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

COMMITTEE ON CIVIL SERVICE AND LABOR

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December 15, 2020 Start: 4:38 PM Recess: 4:54 PM

HELD AT: REMOTE HEARING (VIRTUAL ROOM 5)

B E F O R E: I. DANEEK MILLER, CHAIR

COUNCIL MEMBERS: Adrienne E. Adams

Daniel Dromm
Farah N. Louis
Francisco P. Moya
Helen K. Rosenthal
Eric A. Ulrich

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

2 CHAIR MILLER: Good afternoon.

SERGEANT-AT-ARMS: PC Recording has started. Good afternoon. That is a...Sorry, Chair Miller, Sergeant Leonardo if you would be able to start with your opening statement.

SERGEANT LEONARDO: Good after noon, and welcome to the New York City Committee Council remote hearing on the Committee on Civil Service and Labor. At this time we ask that all Council members and staff turn on their video for verification purposes. To minimize the disruption please place cell phones and electronic devices to silent. Thank you for your cooperation. Mr. Chair, we are ready to begin.

CHAIR MILLER: Thank you Sergeant and at the helm (sic) I'm Council Member I. Daneek Miller Chair of the Committee on Civil Service and Labor, and today we will be voting on two pieces of legislation related to fast-food employees. Proposed Intro 1369-A sponsored by Council Member Adams would prohibit fast-food employees from laying off employees without bonafide economic reasons, and would also inquire that fast-food employess lay off employees and with enough inverse seniority.

Proposed Intro 1415 sponsored by Council Member Brad 2

Lander would prohibit fast-food employers from

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related to performance and provide remedies of

violation of this law. Today these bills could

laying off employees without reasonable cause

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7 create just cause provisions for employees in the

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fast-food industry, protecting these workers from

arbitrary layoffs. U.S. Labor Law traditionally

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allows for two categories of employees for

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termination:

called just cause and termination without cause also

Termination with reasonable cause also

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referred to as at-will employee. New York State is

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at-will employment state, which will allow employers to fire an employee for any reason other than on the

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basis protected categories of status such as gender,

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race, religion or age. Termination with just cause

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on the other hand requires employers to provide a

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reason for the firing of an employee. Recent

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reports from the fast-food industry have

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demonstrated that job loss and drastic reduction in

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hours are common within the industry, which causes

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financial uncertainty and hardship for thousands of

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fast-food workers that reside in New York City. A

survey of 549 fast-food workers released in 2019

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found that half of all responders had been fired, laid off or compelled to leave these, too, intolerable working conditions. More than half of those who were surveyed were not given a reason for their termination, and nearly two-thirds of those who lost their job or had to, or had reduced hours, suffered from personal financial hardship as a result. The proposed legislation today would help protect these workers by acquiring fast-food employers, require fast-food employers to provide rational, rationale for why employees were being laid off. Together these bills would require one of the following for fast-food layoffs to occur: 1. An employee must have somehow failed to meet the duties of employment. 2. There must be a bona fide economic rationale for the organization to reduce its workforce. Additionally, the two bills both create opportunities for redress in case of violation of these laws. I would like to thank my Chief of Staff Ali Rasoulinejad, and my leader John Wani, Senior Staff Advisor Joe Goldbloom and the Committee Luzack, Tom, John, Tom Malcolm and we will

now hear from the bills' sponsors, and I know that

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Council Member Brander, Lander has awaited this moment for quite some time. Take it away Brad.

COUNCIL MEMBER LANDER: Thank you very much Chair Miller. It's an honor to be here, and I, you know all the leadership that you have shown in making New York City a better, fairer place for workers is really deeply appreciated, and I also want to give credit to Council Member Adams who I don't see here at the moment, but has really been a partner and a champion with the fast-food workers in winning this day. Fast-food workers have been on the front lines of this pandemic serving their neighbors, working in tight quarters, taking on new responsibilities for cleaning and sanitizing, and yet often unable to speak up about health and safety issues for fear that they could lose their jobs I...I think we should be able to agree that no one should be fired on a whim without a reason, without any notice, but for years that's been the norm in the fast food industry, fast food workers the majority of whom are women of color have fought to raise wages and demand workplace protections, and we owe it to them to hand on fair firings that cause stress and uncertainty in their lives. I do want to

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speak very briefly to some of the push back we've been hearing from the industry because look, we all have deep sympathy for our neighborhood small businesses and including the restaurants that bring so much life to our neighborhoods, and are facing such a devastatingly hard time during this pandemic, but I think it's important to point out a few things. First, this is only fast-food chains, with stores, you know, 30 or more stores. This is not your neighborhood restaurant. The bill doesn't to into effect for six months, which is long after pray to God indoor dining will be restored, and let's be clear, fast-food restaurants aren't making most of their money on in-door dining like that's not the Dunkin' Donuts business model. So, drive-through, pick-up and delivery are a big piece of what they've been doing even in the pandemic. As the Chair said, businesses can still fire employees for misconduct or for failure to perform work duties. You just have to give people feedback, and have written and clear policies like every good employer does, and layoffs

for economic reasons are also still allowed. They

just need to be in order of seniority so that bosses

can't laid people off arbitrarily, and essentially

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do an unfair firing in the name of a layoff. Now, it's no surprise industry lobbyists are insisting that corporations should be able to fire people at any time with no reason, but I do think it's worth noting that the fast, the main fast food companies have actually seen their share prices rise by an average of 20% in the last year. Collectively, they were \$42.4 billion more than they were a year ago. They can afford to treat their workers with basic decency. In closing, it's important to not that this bill comes from the organizing of fast food workers and their courage in stepping up to organize, and the work they did in the fight for '15 fighting for paid sick leave, for a fair work week that gives them a path to full-time jobs, and stable schedule. It is because of their courage and their organizing that these jobs, which were contingent poverty jobs a decade ago are now jobs that people want to be able to keep, and that's why it's important to make sure that they can't be fired on a whim, that they can have the job security if they show up and do their job, that they can speak out if they need to if they don't get the... There were rats in their stores or there have been in the Bronx in the last

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two weeks. So, big credit the workers, and SEIU 32BJ for helping them organize. I'm still on the cusp of giving these essential but long disrespected workers some job stability with this just cause legislation. I'm grateful to the Chair and to the members of this committee. Thank you. (pause)

SERGEANT-AT-ARMS: Chair Miller, it looks like you're on mute.

CHAIR MILLER: I said, do you have further instructions the kind of way that Council Member Adams is logged in?

FEMALE SPEAKER: Yes, we're reaching out to her right now.

CHAIR MILLER: Okay. I think I just sent it, sent it to her. (pause) So, in the interim we've been joined by Council Members Dromm, Louis, Ulrich, Rosenthal and Lander. I thank my colleagues who are members of the committee for joining us. This as Council Member Lander indicated this is a, uh, a uh long ongoing process to get us here, and there have been many folks who really worked tirelessly on behalf of these workers, but more importantly, workers have really organized and worked on behalf of this whole thing (sic) and, and, and this

COMMITTEE ON CIVIL SERVICE AND LABOR

committee has always supported their right to organize, and certainly be able to bargain, and where there is not that opportunity, we're going to that. It's sure that we, that workers are being treated with the dignity and honor that they deserver, and so I want to thank my colleagues for putting forth this legislation here for, that really supports those who have worked in under belly of the labor movement for so long, and COVID 19 has really brought the important work of fast food workers and other workers that have been marginalized for long to the forefront, and I think this is something that that they really deserve, and I am excited to be a

CHAIR MILLER: Now, our new Public Safety

Chair has arrived. We will now hear from... You know we put you back to work.

COUNCIL MEMBER ADAMS: Wow.

part of it. Okay. (pause)

CHAIR MILLER: Council Member Adrienne

Adams, and thank you for your advocacy. Thank you my
neighbor for always being in my head and reminding
me how important this legislation is that (beep)

that workers have the rights that they deserve and

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so without further ado Council Member Adams, do you want to speak to your bill?

COUNCIL MEMBER ADAMS: Thank you so much, Mr. Chair and my apologies for being late. been quite a day, quite a day. So, I'd like to start by thanking Chair Miller for allowing me to deliver remarks about legislation that's so important to so many workers in our city. Introduction 1396 and the Just Cause Legislative package as a whole. Fast food workers have been subjected to unfair work environments, and have been the victims of unfair reduction of hours or arbitrary termination causing them to live in a constant state of uncertainty, which is completely unacceptable. These employees are getting up before dawn by working over night, commuting long hours to work, doing physically demanding work and missing meals with their family. In exchange they are often faced with impossible choices, endure hostile working conditions, leave or be fired and face financial struggle without a job. Many of these families are already living paycheck to paycheck. Losing their jobs for no reason would have catastrophic effects. This is simply unacceptable. Just cause legislation is a chance

COUNCIL MEMBER ROSENTHAL: I vote aye.

CLERK:

Adams.

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COMMITTEE ON CIVIL SERVICE AND LABOR 13

2 COUNCIL MEMBER ADAMS: I vote aye.

CLERK: Louis.

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COUNCIL MEMBER LOUIS: I vote aye.

CLERK: Ulrich.

COUNCIL MEMBER ULRICH: I would like to explain my vote, and Mr. Chair if I can be excused please.

CHAIR MILLER: Yes, sir.

COUNCIL MEMBER ULRICH: Thank you, Mr. Chair and with all respect and admiration for the cosponsors of the bills I respectfully am voting no today. I was on a lengthy call this morning with the Chambers of Commerce who have expressed a number of reservations about how this will have a negative impact on small businesses and restaurants throughout the city, and I don't believe that the final version of the bill satisfies a lot of concerns that the business community has expressed. We all want to support small businesses. We're very concerned especially during the pandemic how they have been impacted economically by the restrictions and by the shutdowns, but this just feels like another burden that's being placed upon small businesses and restaurants at a very difficult time.

$\mathsf{C} \ \mathsf{E} \ \mathsf{R} \ \mathsf{T} \ \mathsf{I} \ \mathsf{F} \ \mathsf{I} \ \mathsf{C} \ \mathsf{A} \ \mathsf{T} \ \mathsf{E}$

<u>W</u>orld 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 December 24, 2020