NYC TAXI AND LIMOUSINE COMMISSION PUBLIC MEETING held on Thursday, February 12, 2009 40 Rector Street 5th Floor New York, New York Public Meeting convened at 9:45 a.m. PRESENT: б MATTHEW W. DAUS, COMMISSIONER/CHAIR ELIAS AROUT, COMMISSIONER HARRY GIANNOULIS, COMMISSIONER IRIS WEINSHALL, COMMISSIONER LAUVIENSKA POLANCO, COMMISSIONER EDWARD GONZALES, COMMISSIONER JEFFREY KAY, COMMISSIONER CHARLES FRASER, GENERAL COUNSEL CHAIRMAN DAUS: Good morning, everyone. I would like to proceed to item one 4 on the agenda, my report.

5 First, I would like to begin with 6 some good news. I would like to announce that 7 on January 27th of this year, Mayor Bloomberg 8 has announced the reappointment of both 9 Commissioner Arout from Staten Island as well 10 as Luvi Polanco from Manhattan, who will be 11 joining us in a minute, to a new seven-year 12 term each. You will have your terms expiring 13 on January 31, 2015. 14 COMM. AROUT: If I live that long. 15 CHAIRMAN DAUS: I am sure you will 16 outlive all of us. 17 I want to first just thank 18 Commissioners Arout and Polanco for doing a 19 fantastic job and for their commitment to the 20 Commission and certainly in your respective 21 boroughs for your dedication and all the good 22 work that you do for no salary or compensation 23 other than just being a good public servant. 24 So thank you and congratulations. 25 COMM. AROUT: Thank you very much. 0004 CHAIRMAN DAUS: We look forward to 1 2 working with you. 3 Two, the Mayor's state of the City. 4 On January 15th, you may have heard 5 by now that the Mayor had announced that he like the TLC and the Board of Commissioners 6 7 here to look into group rides and the 8 possibility of outer borough livery service opportunities. These are ideas that are in 9 10 flux that we are thinking about now and that 11 staff will at some point in the future, 12 possibly in the spring, bring before the 13 Commission some ideas on how to do something 14 similar to what was happening and very well received after the transit strike in '05 where 15 people grouped to take group rides from one 16 17 location to another, passengers pay less, 18 drivers earn more, everybody wins. Great 19 idea. 20 Now, the devil is the details in 21 figuring out how we are going to do it. We 22 will be working very close together with ideas 23 as well as some opportunities for liveries in the outer boroughs to be able to work from 2.4 25 stands. 0005 1 COMM. WEINSHALL: Can I ask a 2 question. 3 In the transit strike we had zones 4 that we had set up where people could go to 5 get a group ride. 6 Is that -- Jeff, do you know? 7 COMM. KAY: That's part of it. 8 COMM. WEINSHALL: Certain times of 9 the day or not yet?

10 CHAIRMAN DAUS: Zones are one of the 11 concepts but also the other concept is to get 12 the meter to work with multiple fares, 13 something we are exploring as well. 14 My hope, in addition to working with 15 the Mayor's office are staff presenting a 16 presentation in the future to the commissioners so we can get multiple ideas. 17 18 Ultimately, in most situations this would be 19 probably to vote on a pilot program that we 20 would initiate. So that's basically what we 21 are looking at, to test it to make sure that 22 it works and see what things work before we 23 declare victory and make it a permanent part 24 of what we do. 25 Speaking of liveries, we testified 0006 1 before the Council. Chuck Fraser and Ira 2 Goldstein on a livery bill of rights, Intro 3 880 A yesterday. It actually passed the 4 Council and it provides for a set criteria for 5 livery drivers and owners and bases to abide 6 by that's similar so taxi riders bill of 7 rights that we have had since, I think, 1995. 8 It creates rights that will have to be 9 replicated in our laws. 10 And there's a copy of the testimony as well as the bill outside, so at an upcoming 11 12 meeting, most likely April, when we consider 13 or planning to consider major changes to FHV 14 rules, at that time we will be putting into 15 our rules, not only the Council's bill of 16 rights, which we are required to do, but any 17 additional rights that are created that would 18 involve the posting of these rights in some 19 form in the vehicles, how and where in the vehicles are some of the details we are going 20 21 to be working out. 22 Also, the Mayor has not signed the 23 bill yet, so we will wait to see what the 24 Mayor does, though we anticipate he will 25 favorably look upon it since the 0007 1 administration and the TLC has worked very 2 closely with the Council on comprising on this 3 legislation. We certainly supported the 4 concept, but we had some issues on how it was 5 worded and how it was done, but we have been б able to work through those. 7 Luvi, I think we also announced your 8 reappointment. 9 COMM. POLANCO: Thank you. 10 CHAIRMAN DAUS: No. Thank you. 11 I wanted to again congratulate you 12 and thank you for all your hard work you are 13 doing and your term expires on January 31, 14 2015.

15 COMM. POLANCO: WOW 16 CHAIRMAN DAUS: The accessible 17 dispatch program monthly update. 18 We have, as you know, 237 vehicles. 19 We have 1,017 dispatches. We have reached the 20 1,000 milestone. We have 440 drivers trained. 21 218 vehicles and drivers have been equipped with Blackberries. We have seen an increase 2.2 23 in monthly average drivers logged on to the 24 system, approximately 30 at any given time. 25 We are also now aggressively 0008 1 beginning a public outreach campaign. We have 2 been testing the system to now and we are 3 hopefully going to be doing a public service 4 announcement, getting that out there, and 5 there is also a flier and a brochure to the 6 general public that's on our website and I 7 think we have it at the back of the room. We 8 are going to be going everywhere and anywhere 9 to get attention to let people know that the 10 service is available so that we can maximize the usage and see that it is working. 11 12 The numbers are a lot lower than we 13 ever anticipated in terms of the usage, so we 14 won't know for sure until there is some 15 outreach, so you may be hearing about things 16 in the media or on the radio. We will see 17 where it goes and report back in the coming 18 months. 19 As I promised, we will continue to 20 have monthly reports and we will see how it is 21 doing. 22 Also, on a related note, there has 23 been a lot of controversy about the system 24 that we have set up at the airport that was a 25 pilot program to have people cut the line if 0009 1 they are in an accessible cab. We are now 2 working on possibly taking a fresh look at 3 that to see if there is another solution to 4 give drivers an incentive to take out 5 accessible cars and also be able to reasonably 6 cut the line at the airport. So we will have 7 more details on that. 8 We are working on the issue and we 9 know that a lot of people have been 10 complaining about it, especially drivers at 11 the airports. The whole concept is that we 12 wanted to make sure that we gave an incentive 13 to the drivers to actually take out accessible 14 cars. So there will be some news forthcoming on that shortly. 15 16 Hotels, there seems to be a surge in 17 illegal activity at hotels. It always has 18 been but it seems to be getting worse. We 19 have targeted various hotels in Manhattan. Ι

20 am not going to tell you which ones are on the 21 radar screen going forward but I will tell you 22 that we recently did a very effective 23 operation at the Waldorf Astoria as well as 24 the Four Seasons Hotel in midtown where Deputy 25 Commissioner Mullings sent several inspectors 0010 1 and we issued a total of 37 summons for 2 violations, we seized two vehicles and 3 confiscated a diamond. We will see more of 4 that 5 I think it's egregious what's going 6 on at the hotels. In addition, we are trying 7 to work with the hotel association and other 8 folks to make sure there are people there to 9 help us police the areas. We are going to 10 continue our undercover operation and I will 11 report back on that. 12 I think in prior meetings I mentioned 13 that we are starting pretty much pursuant to a 14 law that was passed by the Council and signed 15 by the Mayor that allows us to do 16 teleconferencing for hearings. We are 17 engaging in the pilot program with the general 18 public, people who are filing complaints. But 19 we did something special out in Staten Island 20 where there has always been issues where we 21 haven't had judges in Staten Island for a 2.2 while and Commissioner Arout expressed some 23 concerns about that, that the folks in Staten 24 Island have to travel all the way out to 25 Queens to go to a hearing. 0011 1 So as a pilot program we offered in 2 December teleconferencing options to 3 respondents, vehicle and base owners, drivers 4 to Staten Island to be able to if they waive 5 any identity issues, testify over the phone б instead of going to other locations. 7 Unfortunately so far not one single person has 8 availed themselves to the program. 9 Commissioner Arout and Deputy Commissioner 10 Weiss, I believe, have sent a letter out to 11 every base in Staten Island to make sure that 12 they are aware of the program. And it's 13 possible we may be able to get video 14 conferencing out there as well. I want to 15 make sure that there is awareness out there, 16 but so far the pilot in Staten Island seems to 17 be a dud, and I think it is only because a lot 18 people don't know about it. I don't know if 19 everybody got the industry notice of whether 20 they check on the website regularly, but I 21 will report back on that. 22 On the rule project we are going to 23 vote on or consider a vote on Chapters 14, 15

24 and 19 today and we will have a brief staff

25 presentation about that. 0012 1 I would like to let everybody know 2 that there's a third public hearing on Friday, 3 February 20th at 2:30 p.m. in this public 4 hearing room on Chapters 2 and 13 of our 5 rules. 6 Chapter 2 deals with TLC generic 7 matters and Chapter 13 deals with agents. 8 Our upcoming meeting schedule will 9 include a tentative date of March 26th for our 10 next meeting, at which time we hope to have a 11 public hearing and possible commission action 12 on the disincentive proposal that the Mayor 13 had announced with us. 14 Also, we hope to have a public 15 hearing on the Clean Air Vehicle Retirement 16 Extension Inspection. I think that has 17 actually been published. Yes, if you recall, 18 some concern was expressed in the past about 19 people who have these extensions, retirement 20 extensions for clean air vehicles, that on their third inspection, basically if they fail 21 22 inspection they have to take the car off the 23 road as opposed to a minor violation like a 2.4 taillight being out and just fixing it and 25 coming back. So we will correct that. So 0013 1 that's what that hearing is about. 2 In April, and I don't have a specific 3 date for the meeting yet, we hope to have a 4 livery reform rules as a bill of rights as I 5 mentioned. And sometime in the spring we will 6 be talking about the group rides and livery 7 stands. 8 That concludes my report. 9 Any questions? 10 Okay, there being no questions, I 11 will proceed to item two, the adoption of the 12 minutes from both the December 18, 2008 and 13 January 8, 2009 Commission meeting. 14 Any changes, questions or corrections 15 to the minutes? 16 Okay, I make a motion to accept both. 17 COMM. AROUT: I make a motion to 18 accept. 19 Do we have a second? CHAIRMAN DAUS: 20 COMM. WEINSHALL: Second. CHAIRMAN DAUS: All in favor? 21 (Chorus of "Ayes.") 22 23 CHAIRMAN DAUS: It's unanimous. 24 Item three, base applications for 25 determination. 0014 1 MS. STEELE-RADWAY: Good morning. 2 CHAIRMAN DAUS: Good morning. 3 MS. STEELE-RADWAY: Licensing would

like to present before the Commission 37 bases 4 5 with recommendation for approval. 6 CHAIRMAN DAUS: Any issues? 7 (No response.) 8 CHAIRMAN DAUS: Do we have a motion 9 to adopt? 10 COMM. AROUT: Motion to adopt. CHAIRMAN DAUS: Is there a second? 11 12 COMM. POLANCO: Second. 13 CHAIRMAN DAUS: All in favor? 14 (Chorus of "Ayes.") 15 CHAIRMAN DAUS: It's unanimous, okay. 16 MS. STEELE-RADWAY: In addition, we 17 have five bases that we are recommending for a 18 denial with a request that these bases be 19 granted an additional 30 days to submit the 20 outstanding items. 21 COMM. AROUT: Motion to deny? 22 (No response.) 23 CHAIRMAN DAUS: We have a motion. 24 Is there a second. 25 COMM. POLANCO: Second. 0015 CHAIRMAN DAUS: All in favor. 1 2 (Chorus of "Ayes.") 3 CHAIRMAN DAUS: It's unanimous, thank 4 you. 5 Item four, this is the TATC Rules 6 Revision Project. I would like to ask David 7 Klahr to join us, who is going to give a very 8 brief presentation, bring our Commissioners up 9 to speed on the project, where we are and what 10 we are doing today. 11 MR. KLAHR: Good morning, everyone. 12 I will try to keep this very, very 13 brief and just go over a little bit about what 14 the process is because this is going to be the 15 first set of new chapters that you are going 16 to vote on. 17 I will go over what the process is, 18 and this is also for the benefit of the people 19 in the audience today, many of who have been 20 coming to our public hearings and appreciate 21 the attention that they have spent on this and 22 their time and their comments. 23 Voting on the new rules will take 24 three steps. First there is public hearings. 25 Then there is going to be a conditional vote 0016 1 that is going to happen today. Finally at a 2 later date, most likely later this summer will 3 be a repeal a final vote. 4 So what will happen at public 5 hearings, and this has been ongoing, we are 6 scheduled one or two chapters at time as they 7 have been revised and as they have been 8 approved by the law department. These are

10 need to sign up in advance. You can just come 11 and comment, sign up on the fly like you do at 12 the Commission meetings. We also accept 13 written comments. And I am also available 14 after the meeting in case individual people 15 have questions about the process. The hearing was on December 5th and 16 17 January 23rd. As the Chair mentioned, the 18 next one will be February 20th. I would 19 invite everyone who is interested in the 20 Chapter being discussed to come and give their 21 comments. 22 What will happen today is a 23 conditional vote. And what will happen is 24 Chapters that have already had their public 25 hearing and public comment period will be 0017 1 presented to be individually or as part of a 2 group for your approval. When you approve 3 them, you are going to approve them without 4 them taking effect. Normally when you are 5 approving rules, they take effect a short time after. What you will do today is approve them 6 without effective date. And there is a reason 7 8 for that. The reason for that is that rules 9 project is so large and the rule book is so 10 large that it would be completely unwieldy to 11 have you read every single Chapter at once, 12 vote on them all on the same day, expect 13 members of the industry to deal with comments 14 all at the same time and have everything take 15 effect in 60 days or 90 days. This is a very 16 large project affecting every aspect of the 17 industries that we regulate. It affects thousands and thousands of licensees. We want 18 19 to make sure people in the industry have time 20 to comment and let us know what their concerns 21 This is a request that we had when we are. 22 began this project. I was asked specifically that one of 23 the concerns was that we kind of dump Chapters 24 25 on people and say here is a new rule book, you 0018 1 have a month to look at it, let us know what 2 you think. We do not want to do that. We 3 want to spare you from a 14-hour Commission 4 meeting where you have to read and discuss 5 every Chapter, so we are breaking it up into б small chunks. We are going to not have them 7 take effect because you can't approve parts of 8 the rule, have them take effect and the old 9 rule is still in effect. Everyone will be way 10 too confused and no one will know what's going 11 on if all the rules take effect at the same 12 time. But at the same time we can't read them 13 all in all one session and that's why we are

open hearings. Anyone can come. You don't

9

14 doing this way. 15 We are also able, if we do it this 16 way, to add additional hearings on specific 17 topics later on if there are some changes. If 18 there is a legislative action that takes 19 place, if there is an issue that comes up that 20 wasn't a concern at some time but later 21 becomes a concern, we can make final 22 corrections if we need to or make small 23 changes if we need to. And also it keeps 24 people in the industry engaged in the process 25 doing everything at once, we are dolling it 0019 1 out in small bits so they can move at a more 2 reasonable pace. 3 After we have done all the Chapters, 4 and that will happen later this summer, there 5 will be a full, large vote where you will 6 repeal all of the existing rule book. Then 7 immediately thereafter you will vote to 8 activate the rule new book. So it's one vote 9 to repeal and then immediately after vote to 10 activate so we don't have periods where there 11 are actually no rules. And you will be able 12 to choose the actual date when this happens, 13 you will be able to work in coordination to 14 schedule when this is the most reasonable time 15 for the industry to take on the new rule. 16 That's what we were planning to do, 17 so if you have any questions about the 18 process, I am happy to answer them. If not, I 19 will let you move on to vote. 20 COMM. WEINSHALL: Will there be a 21 training period for the industry and for the 22 lawyers and for all the people who come before 23 Will there be informational the TLC? 2.4 training meeting so that they can understand 25 what these new rules are? 0020 1 MR. KLAHR: Absolutely, will do 2 extensive outreach on this. This is a lot we 3 are asking people to do. 4 Even though the fact that we are 5 going through this particular phase of the 6 rules process, we are not making any 7 substantive policy changes. It is different 8 language and organized a different way, so I 9 know there are a a lot of people that have 10 memorized the and the text of the rules to that affect that if they want to cite them at 11 12 the courts or communicate with us. There is 13 going to be a lot of confusion, so this will 14 be a multi-moment outreach project so you can 15 have a better sense of when the actual outreach will take place. We are going to 16 17 actively reach out to the people and the 18 industry and let them know about this.

19 COMM. WEINSHALL: Also, will there be documents that sort of have the old rule 20 21 and the new rule and its number? 22 MR. KLAHR: As part of the process 23 TATC has been preparing that for us. 2.4 Something that has been posted on the rules 25 revision web page, but we will move that over 0021 1 to the general web page as it becomes more 2 relevant. 3 CHAIRMAN DAUS: I thank Commissioner 4 Weinshall for all her support on that. 5 COMM. WEINSHALL: If it doesn't б work, it is Matt's idea. 7 CHAIRMAN DAUS: It is an idea that 8 she came up with years ago. 9 My only question why would there need 10 to be a gap, why couldn't we vote to have a 11 repeal on a date certain and that be the same 12 date that we make the new rules in effect? 13 MR. KLAHR: It could be. It's up to 14 the Commission to decide that. MR. FRASER: I am anticipating a 15 16 single vote that the Commission would repeal 17 the existing rules and approve the new rules 18 all on the same vote. 19 MR. KLAHR: A lot more efficient. Since it wouldn't make 20 MR. FRASER: 21 any sense to repeal the rule and approve it. 22 We want to do this at MR. KLAHR: 23 the same meeting at the very least. I saw some people 24 CHAIRMAN DAUS: 25 salivating when they realized there might be a 0022 1 point where there will be no TLC rules. 2 Okay, does anybody have specific 3 questions? 4 Thank you, David. That was 5 excellent. 6 Any specific questions? 7 COMM. POLANCO: The only question I 8 have is that we just added a new Chapter, 9 right, on the industry representatives? 10 MR. FRASER: It is not a new Chapter. We have a Chapter now, it's Chapter 11 12 7 on representatives. So it's not a new 13 Chapter in that sense. 14 COMM. POLANCO: So what's the 15 difference? I see new changes will be 16 underlined but the all the pages are 17 underlined. We are now requiring industry 18 representative to be lawyers; was that a rule 19 before? 2.0 MR. FRASER: The rule does not change 21 in substance except for that one little thing 22 pointed out in the base purpose. We are now 23 requiring industry representatives, they are

24 already required to give us their address. 25 Now they are required to give us their e-mail 0023 1 address. That's the change, and we committed 2 to that when we do make a change in the rule, 3 we will identify it. 4 COMM. POLANCO: It's only been the 5 rules approved by the commission? 6 CHAIRMAN DAUS: Yes. We change and 7 evolve over time, but certainly we will be 8 looking in the next phase at the substance of 9 that. Things have changed. Industry reps 10 were originally there because drivers couldn't 11 afford representation, and things have 12 changed, they have attorneys working for them 13 even though they are not attorneys. Unique 14 TLC thing. 15 But certainly we will be taking a 16 look at the scope of representatives. 17 And also one thing I want to point 18 out is I think one of the comments, I think it 19 may have been from MTOBT and Mr. Mazer about 20 the public versus private meter shops. This 21 was something that was discussed with Mr. 2.2 Sherman of the MTOBT going years back. Т think it's an interesting and good comment. However, this isn't the phase of project to change that but I think we should look at 1 that. 2 The concept is if someone is a meter 3 shop and not opening themselves up to the 4 general public, however if they have certain 5 requirements in their rules regarding signage, 6 why are we having signage for members of the 7 public when members of the public are not 8 being served and only the fleet that's being 9 served. So it does seem a little ridiculous 10 and it a glitch in the rules when the rules 11 first passed. But since we are not dealing 12 with major substantive changes just now, 13 that's something that we will look at when we 14 get to that phase. 15 For now the only substantive change 16 as I understand it are the intervening changes 17 that are required because the Council has 18 passed laws in between and very minor things 19 like e-mail. 20 MR. FRASER: In fact, I would like 21 to note for the record that we, the staff has 22 made two changes to the rules in front of you 23 from what we published in the City records. 24 These are Sections 14-02(b) and 15-02(b). 25 These changes are necessary to conform our 0025 1 local law that was passed last year providing

2 a 30-day period for payment of a fine assessed

23 24 25 0024

3 by our adjudication staying payment further, 4 if it's a timely appeal that is filed. That 5 was a change in the law that we simply overlooked when we did the rules implementing 6 7 that law last fall. 8 And we caught it now and so it's a 9 substantive change, but it's obviously a 10 substantive change required by law. 11 CHAIRMAN DAUS: Any other questions? 12 MR. FRASER: What the staff is 13 recommending as David said is a vote to 14 conditionally approve the three rules 15 Chapters. The condition being a future vote 16 on the entire rule book and repeal of the 17 existing rule book at the same time. 18 CHAIRMAN DAUS: Okay, do we have a 19 motion to adopt as per Mr. Fraser's --20 COMM. AROUT: Motion to adopt. 21 CHAIRMAN DAUS: Do we have a second 22 on the resolution? 23 COMM. GONZALES: Second. 24 CHAIRMAN DAUS: All in favor? 25 (Chorus of "Ayes.") 0026 1 CHAIRMAN DAUS: Harry? 2 COMM. GIANNOULIS: Just give me a 3 minute. CHAIRMAN DAUS: 4 Okav. 5 COMM. GIANNOULIS: There have been б public hearings on these particular rules? 7 Yes, I have presided MR. FRASER: 8 over them. The theory of that being since we 9 are not making substantive changes for the 10 most part, it's really more about language and 11 drafting, they are not being held by the full 12 Commission. COMM. GIANNOULIS: 13 Is there 14 participation by the industry? 15 MR. FRASER: There was limited 16 participation. There were a couple of written 17 comments submitted and a couple of people 18 testified. 19 I think the reason for that is that 20 we have done extensive prepublication outreach. There is a public period of comment 21 22 that has been very active where people look at 23 the draft rules on the website, submit 24 comments. We then make a fair amount of 25 changes and then we submit them to the Law 0027 1 Department for approval. 2 COMM. GIANNOULIS: Thanks. 3 COMM. WEINSHALL: And these have 4 been approved by the Law Department? 5 MR. FRASER: You must get Law б Department approval under the New York City 7 Procedures Act before you can publish proposed

8 rules, so, yes, we did that. 9 CHAIRMAN DAUS: Are you okay with 10 them? 11 COMM. GIANNOULIS: Yes. 12 CHAIRMAN DAUS: All right, it's 13 unanimous. Thank you. 14 And thanks also to David and Chuck 15 and his staff have put a lot of work into 16 this. Painstaking process, thousands and 17 thousands of rules and it can really make you 18 dizzy after a while. 19 Item five is Proposed Rules for 20 Public Hearing and Commission Action. This is 21 the proposed deferral of the implementation of 2.2 the minimum fuel efficiency standards and 23 vehicle retirement rules for black cars due to 24 the economic situation that the black car 25 industry is facing. And this is something 0028 1 that I think we have stated publicly several 2 months ago. There are two main reasons why I 3 am recommending that the Commission basically 4 prolong the date for implementation to January 5 1, 2010. 6 Number one, there has been a 7 significant decline in business as a result of 8 the economic climate in the City of New York 9 for the black car industry. Significant, 10 upwards of 30 percent revenue loss based on the last stats that I saw. It may have 11 12 worsened things since. 13 Number two, the vehicle financing 14 situation, which is affecting all Americans 15 obviously affects the black car industry, and 16 that was big a part of the whole process for 17 buying hybrids and getting them on the road. 18 I will now turn it over to Chuck. 19 MR. FRASER: Nothing bad except the 20 notes on the record that these rules were 21 published for public comment for a 30-day 22 period and no comments were received. 23 CHAIRMAN DAUS: We do have one registered speaker, Mr. Berj Haroutunian from 24 25 the Black Car Assistance Corporation. 0029 MR. HAROUTUNIAN: Good morning, 1 2 Chairman Daus, Commissioners. 3 My name is Berj Haroutunian from the 4 As you know, Vic was recently BCAC. 5 hospitalized so I am here on his behalf. Vic 6 lives for these hearings but unfortunately he 7 couldn't be here. 8 The BCAC represents in excess of 40 9 companies, which have approximately 10,000 10 affiliated vehicles, it's probably less now. 11 To the extent we represent companies, we are 12 also very much concerned with driver issues.

13 The black car industry has since its 14 inception and continues to be the industry regulated by the New York City Taxi and 15 16 Limousine Commission. 17 Our primary concerns in addition to 18 quality of service we provide clients has 19 always been and continues to be the safety of 20 our drivers and the safety of our citizens of New York, its visitor and commuters. 21 22 I came here this morning to testify 23 in favor of the proposed amendment to 6-09 and 24 6-10. The Board of Directors of the BCAC have 25 met in session and agree to passage of 6-09 0030 1 and 6-10 at the present time and under the 2 current commission economics and enable our 3 industry to adjust and move forward. 4 I stand before you today as president 5 of BCAC to thank the Taxi and Limousine 6 Commission and the City of New York for 7 listening to us regarding critical concerns we 8 had before the implementation of Rules 6-09 9 and 6-10, understanding our needs to have 10 implementation of those rules extend for one 11 year as outlined and being proposed here 12 today. 13 We will continue to meet with the City of New York and the Taxi and Limousine 14 15 Commission to evaluate ongoing economic 16 conditions as they are affecting the black car 17 industry. 18 In closing, let me say I am an 19 advocate of the black car industry and have 20 always been an advocate for regulation and enhanced industry and to improve the quality 21 of life of drivers, members and corporate 22 23 clients. 24 Thank you very much. 25 If you have any questions, I am happy 0031 1 to answer. 2 Any questions? CHAIRMAN DAUS: 3 COMM. GIANNOULIS: If you do see 4 Vic, wish him well. He is a very nice guy. 5 MR. HAROUTUNIAN: I will. 6 MR. GIANNOULIS: I do have question 7 now, maybe I am confused. 8 Was the black car rule not part of 9 the lawsuit that occurred? 10 MR. FRASER: No, it was not. The black car groups have been in favor of the 25 11 12 MGP mandate, not opposed to it. 13 COMM. GIANNOULIS: So their sector 14 was not affected by the judge's decision? 15 MR. FRASER: Yes. The legal distinction, I think, is that taxicabs are 16 17 required to be new cars. Therefore, when we

18 put a mileage mandate the court included a 19 mileage mandate for vehicle manufacturers. 20 Black cars are not required to be new cars so 21 our position is that they are not governed by 22 that decision. 23 The decision to buy a used car is remote from the manufacturer's choice of what 24 25 the mileage to manufacture. 0032 1 COMM. GIANNOULIS: So we have no 2 reason to believe this rule was in any way 3 affected by the decision? 4 CHAIRMAN DAUS: Not according to our 5 Council and the Law Department. Not to say 6 there are other people out there with 7 different opinions. 8 COMM. GIANNOULIS: So we can vote 9 today without seemingly doing the wrong things 10 because this rule will be overturned? 11 MR. FRASER: This rule was not an 12 issue in the lawsuit. That's correct. 13 CHAIRMAN DAUS: I note for the record that Victor, just for those who were 14 15 wondering, it is not a life threatening thing, 16 so he will be okay. 17 But to the best of my knowledge, met 18 with us and the Mayor's office, and expressed their commitment on behalf of the black car 19 20 industry to continue exploring voluntarily efforts, even during this deferral period if 21 22 there is something they can do to get more 23 hybrids on the road. Because they know it's 24 good for business. This is really an issue 25 that them and their users have come up with, 0033 and we will continue to work with exploring 1 2 our options in these difficult times. 3 Any other questions? 4 (No response.) 5 CHAIRMAN DAUS: Motion to approve 6 the rules? 7 COMM. AROUT: Motion to approve. 8 COMM. WEINSHALL: Second. 9 CHAIRMAN DAUS: All in favor. 10 (Chorus of "Ayes.") 11 CHAIRMAN DAUS: It's unanimous, thank 12 you. 13 Next item six is the pilot program 14 proposal for Commission action. 15 I am recommending a denial of the 16 propane fuel taxicab. 17 David, do you want to help us out and 18 explain why we are recommending denial? 19 MR. KLAHR: Certainly. 20 The proposal that you should see in 21 the packets for hybrid taxicabs that use 22 propane as a backup fuel, sp there were some

23 legal questions about this. 24 We discovered that the fire code of 25 the City of New York would present some 0034 1 difficulties in implementing the pilot, namely 2 that it is legal in New York City to drive a 3 vehicle powered by propane. However, it is 4 illegal to transport propane or to dispense 5 propane. Therefore, you cannot have propane 6 fueling stations in the City. So we asked the 7 proposer how they intended to mitigate this 8 concern and they had three suggestions for us. 9 The first was to have the fire 10 department change the fire code. This seemed 11 an unlikely prospect for a to taxicab pilot. 12 The second was for the Commission to 13 approve the vehicle in defiance of the fire 14 code. That also did not seem like a 15 reasonable suggestion. 16 Finally, the third suggestion was to 17 have vehicles refuel in New Jersey, which did 18 not strike staff as a good option. For 19 example, you are finishing your shift at JFK, 20 we didn't want people driving to Jersey City 21 or Elizabeth, that would vastly increase 2.2 vehicle miles traveled, increase pollution not 23 decrease it. So because of the restrictions put in 24 25 by the fire code, the staff recommends to 0035 1 decline the pilot. 2 CHAIRMAN DAUS: Any questions? 3 We really don't have choice. I don't 4 mean to give propane a bad name. It's not 5 right for us right now. We are going on 6 various different paths towards other types of 7 alternative fuel. The only cities that have it are Chicago and Las Vegas. It's a very 8 9 unique situation in Canada and Tokyo, very 10 different operations, different scenarios. 11 So while we don't want to close the door to anything, this is not the right time 12 to be considering this, all right. 13 14 Any -- do we have a motion to deny 15 the pilot program? 16 COMM. AROUT: Motion to deny. 17 COMM. WEINSHALL: Second. 18 CHAIRMAN DAUS: All in favor? (Chorus of "Ayes.") 19 20 CHAIRMAN DAUS: We are confident we 21 did the right thing by voting this down. 22 Any other questions on any other 23 topics? 2.4 Okay, I want to make a motion to 25 close the meeting? 0036 1 COMM. AROUT: Second.

```
CHAIRMAN DAUS: All in favor?
2
3
             (Chorus of "Ayes.")
 4
            CHAIRMAN DAUS: We are closed.
5
            Happy Valentine's Day everyone.
б
            (Time noted: 10:20 a.m.)
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
0037
1
               CERTIFICATION
2
3
               I, MARGARET EUSTACE, a Shorthand
4
    Reporter and a Notary Public, do hereby
5
    certify that the foregoing is a true and
6
    accurate transcription of my stenographic
7
    notes.
8
                I further certify that I am not
9
    employed by nor related to any party to this
10
    action.
11
12
13
14
                      MARGARET EUSTACE,
15
                      Shorthand Reporter
16
17
18
19
20
21
22
23
24
25
```