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NEW YORK CITY

OFFICE OF ADMINISTRATIVE TRIALS AND HEARINGS ENVIRONMENTAL CONTROL BOARD

BOARD MEETING

Office of Administrative Trials and Hearings

OATH Multi-Purpose Training Room

100 Church Street, 12th Floor, New York, New York

October 10, 2024

09:38 AM to 10:38 AM

MEMBERS PRESENT:

Asim Rehman, Esq. - Commissioner & Chief Administrative Law Judge, OATH; Chairperson

Shamonda Graham - Department of Buildings (DOB)

Elizabeth Knauer, Esq. - Appointed Member (Water)

Madelynn Liguori, Esq. - Department of Sanitation (DSNY)

Russell Pecunies, Esq. - Department of Environmental Protection (DEP)

Matthew Shneid, Esq. - Appointed Member (Real Estate)
Matthew Smith, Esq. - New York City Police Department
(NYPD)

Douglas Swann - Appointed Member (Air) Lisa Urban, Esq. - Appointed Member (General)

ALSO PRESENT:

Sola Best, Esq. - Assistant General Counsel, OATH Rachel Amar, Senior Advisor to the Commissioner, OATH Hayden Bedsole - Intern, DEP

Sola Best, Esq. - Assistant General Counsel, OATH Cindy Chen - OMB

Madeline Halimi, Esq. - Parliamentarian, Assistant General Counsel, OATH

Karin McAvoy - Administrative Coordinator, OATH

Frank Ng - Deputy General Counsel, OATH

Latisha Pender - DOT

Peter Schulman, Esq. - Deputy Commissioner, Appeals, OATH

Frances Shine - Secretary to the Board, OATH

Steven Villegas - Intern, DEP

1	(The board meeting commenced at 09:38 a.m.)
2	COMMISSIONER ASIM REHMAN: Morning everyone.
3	We're collected for our October 10th, 2024, Environmental
4	Control Board meeting. I'd like to call today's meeting to
5	order. Thank you all for being with us. Madeline, would
6	you please conduct roll call to verify forum?
7	ASSISTANT GENERAL COUNSEL HALIMI: Commissioner
8	Asim Rehman.
9	COMMISSIONER REHMAN: Present.
10	ASSISTANT GENERAL COUNSEL HALIMI: Shamonda
11	Graham?
12	MS. SHAMONDA GRAHAM: Present.
13	ASSISTANT GENERAL COUNSEL HALIMI: Joseph
14	Gregory?
15	[silence]
16	ASSISTANT GENERAL COUNSEL HALIMI: Elizabeth
17	Knauer?
18	MS. ELIZABETH KNAUER: Present.
19	ASSISTANT GENERAL COUNSEL HALIMI: Madelynn
20	Liguori?
21	MS. MADELYNN Liguori: Present.
22	ASSISTANT GENERAL COUNSEL HALIMI: Russell
23	Pecunies?
24	MR. RUSSELL PECUNIES: Present.
25	ASSISTANT GENERAL COUNSEL HALIMI: Harminderpal
	Accurate Communication Inc.

85 Broad Street, New York, NY 10004

1	Rana?
2	MR. HARMINDERPAL RANA: Present.
3	ASSISTANT GENERAL COUNSEL HALIMI: Matthew
4	Shneid.
5	MR. MATTHEW SHNEID: Present.
6	ASSISTANT GENERAL COUNSEL HALIMI: Thomas
7	Shpetner.
8	[silence]
9	ASSISTANT GENERAL COUNSEL HALIMI: Matthew Smith?
10	MR. MATTHEW SMITH: Here.
11	ASSISTANT GENERAL COUNSEL HALIMI: Douglas Swann.
12	MR. DOUGLAS SWANN: Present.
13	ASSISTANT GENERAL COUNSEL HALIMI: Lisa Urban?
14	MS. LISA URBAN: Here present.
15	ASSISTANT GENERAL COUNSEL HALIMI: Jared
16	Whittington.
17	[silence]
18	ASSISTANT GENERAL COUNSEL HALIMI: We have a
19	quorum 10 out of 13.
20	COMMISSIONER ASIM REHMAN: Thank you very much.
21	We'll start with going over some minutes. Let's start with
22	the August 1st, 2024, meeting. Does anyone have any edits
23	or corrections to the August 1st,2024, minutes?
24	[silence]
25	I have a ministerial suggested edit. Under

agenda item number one, there's a notation in the minutes that says that the motion was erroneously passed. Then it goes on with saying, a new vote will proceed. Before it says a new vote will proceed there's an open bracket. I'm just suggesting we move that open bracket up to right where it says the motion was erroneously passed because that language, the motion was erroneously passed was not actually discussed. It's an internal notation.

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All I'm saying is let's move the bracket up and then add a sentence that says the motion was passed. Historically we took a vote, the motion was passed, and then opened brackets saying by the way, it actually didn't pass and we will [inaudible 00:01:54] any questions, concerns? Make sense? That's my one comment. Objections to that edit? No. Okay. With that change can I have a motion to adopt the August 1st, 2024, minutes? Okay, we see a motion from Elizabeth. A second? Okay, second. Madeline, can we vote, please?

ASSISTANT GENERAL COUNSEL HALIMI: Is there any objections to the motion adopting the minutes August 1st, 2024 [unintelligible 00:02:22] meeting?

MR. HARMINDERPAL RANA: Abstain.

COMMISSIONER ASIM REHMAN: Okay, one abstention.

[background conversations]

ASSISTANT GENERAL COUNSEL HALIMI: We have four

abstentions, but we have enough to pass those minutes based on who was here today and who was here last time. Besides the abstentions, seeing no objections and noting the abstentions, the motion is approved.

COMMISSIONER ASIM REHMAN: Thank you. All right. We'll now move to vote on the June 13th, 2024, board minutes. Again, these were adopted at the last meeting in error, so we're just going to re-vote. Does anyone have any edits to the content of the June 13th minutes? I do, the lawyer in me also just had a light ministerial edit. If we go to agenda item three, technically, it says 'we return to public session', but it's lacking the language that says we went into executive session, which we [unintelligible 00:03:42] just adding a note at the start of agenda item three that the board went into executive session, and that will round it out with leaving executive session. Any objections? Okay. [unintelligible 00:03:55]

ASSISTANT GENERAL COUNSEL HALIMI:

[unintelligible 00:03:57]

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COMMISSIONER ASIM REHMAN: Can I have a motion to adopt the June 13th, 2024, meeting minutes? I see a motion from Matthew. A second? Second from Harminderpal.

ASSISTANT GENERAL COUNSEL HALIMI: Okay. Are there any objections to the motion approving the June 13th, 2024, ECB meeting minutes?

1	MS. LISA URBAN: I abstain.
2	MS. ELIZABETH KNAUER: I choose to abstain as
3	well.
4	COMMISSIONER ASIM REHMAN: That's Lisa and
5	Elizabeth abstaining. Anyone else?
6	ASSISTANT GENERAL COUNSEL HALIMI: Okay. Based on
7	the attendance from last time, I have enough to pass.
8	Seeing no objections and hearing no objections, the motion
9	is approved.
10	COMMISSIONER ASIM REHMAN: Good. Thank you,
11	everyone. Okay. We're now going to move on to the
12	introduction of a resolution regarding the board's
13	delegation to hearing officers' authority to remit civil
14	penalty under Administrative Code Section 244(b). This is
15	a matter that we previously discussed, and I'll turn it
16	over to Acting General Counsel, Frank Ng, to explain
17	what's in front of us today and set the background.
18	ACTING GENERAL COUNSEL NG: Good morning, Chair,
19	good morning, board members. I have two sets of handouts
20	[unintelligible 00:05:10].
21	[pause 00:05:12]
22	ACTING GENERAL COUNSEL NG: One is the resolution
23	for the committee, and then the e-mail resolution is
24	[unintelligible 00:05:40] you would have received it
25	before, in reference to the meeting, you would have

received the October 10th version, and the August 17th, Frank is circulating as a courtesy counsel.

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COMMISSIONER ASIM REHMAN: The October 10th should be on the e-mail.

ACTING GENERAL COUNSEL NG: Correct. It's a recap. On August 17th, 2023, the board had passed a resolution directing the hearing officers to impose a zero penalty in administrative code 24-244B cases, those involve sound production device violations where the respondent was no longer in violation of the hearing. On June 13th, 2024, a New York Supreme Court justice held that the resolution was impermissible as it mandated action by the hearing officers and nullified the resolution.

The resolution is at this point not in effect, and we would want to pose the new resolution that would provide the hearing officer with the discretion to remit and hold in part, the penalty relating to section 224-244B if found not in violation of the hearing. The difference is that the board delegates their authority to remit and hold on part for this new resolution, whereas the prior to not allow the hearing officer [unintelligible 00:07:35] resolution, and this would not be rulemaking. We do believe this is legitimate.

COMMISSIONER ASIM REHMAN: Just to add, if it's

1 not clear from what Frank was already saying, the October 2 10th, 2024, version corrects the issues that the court 3 found with the August 17th, 2023, issues. We think that 4 [unintelligible 00:08:05]. 5 ACTING GENERAL COUNSEL NG: Yes. MR. MATTHEW SHNEID: Now we're giving them the 6 7 authority to have a zero or other penalty? ACTING GENERAL COUNSEL NG: Yes. They can choose 8 9 to remit, not remit, or have a range in between those two 10 [unintelligible 00:08:21]. 11 MS. LISA URBAN: This is only in cases where the 12 commission and the board [unintelligible 00:08:26] 13 MS. ELIZABETH KNAUER: Sorry, just as a reminder, 14 the reason that the court found the prior resolution to be 15 inappropriate was because it thought it should have been 16 subject to rulemaking [unintelligible 00:08:48] directive? 17 ACTING GENERAL COUNSEL NG: Correct, because it 18 did provide for discretion, it was a mandatory action 19 based on certain circumstances, and that would require 20 [unintelligible 00:09:00]. [unintelligible 00:09:01] One 21 of the key pieces being [unintelligible 00:09:04] at the 22 end of the August 17th, 2023. 23 MS. LISA URBAN: The discretionary basis of this 2.4 new resolution would solve [unintelligible 00:09:13] the

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issue the court raised.

1 ACTING GENERAL COUNSEL NG: It would. Basically, you are delegating your entire authority to either impose 2 3 a zero penalty, a full penalty or something 4 [unintelligible 00:09:26] and just to inform the board of 5 current [unintelligible 00:09:32] 445th, first offense, the 82nd and 1,000 [unintelligible 00:09:39] however just 6 7 to check the data. We've had this year, one violation in January one violation in March [unintelligible 00:09:54] 8 9 April and [unintelligible 00:09:57] for the whole of 2024, 10 we've had five violations. MS. MADELYNN LIGUORI: That's because of the 11 12 reduction in the amount [unintelligible 00:10:06] 13 COMMISSIONER ASIM REHMAN: Correct. That might be 14 reason [unintelligible 00:10:13] 15 [crosstalk] 16 COMMISSIONER ASIM REHMAN: [unintelligible 17 00:10:15] we don't know the [unintelligible 00:10:16] one 18 could surmise that changes in the structure of the program 19 have led to such cases being introduced to them. 2.0 MS. LISA URBAN: Okay, strictly [unintelligible 21 00:10:281 22 MR. MATTHEW SHNEID: How are we going to know if-23 - one of things you were trying to protect against and we 2.4 were concerned about was an establishment getting multiple 25 violations before we get notice of and possibly a citizen

claim taking advantage? Are we going to get a report in the next meeting, or can we get a report in the next meeting or two to see how this all plays out?

ACTING GENERAL COUNSEL NG: [unintelligible 00:10:54]

MR. MATTHEW SHNEID: [unintelligible 00:10:55] what I think we're concerned about, what I personally was concerned about is we're seeing a lot of violations on individual establishments in short order where they're getting giant fines and they didn't even have knowledge of these fines. I'm asking the question if we can understand how this plays out. If you just gave us these reports about the fines and the money going forward, if we see how our recommendations [unintelligible 00:11:16] on the future with the administrative agents.

COMMISSIONER ASIM REHMAN: There's a few different separate issues there. If this resolution passes, we can see-- since it is a manageable number of cases, we may, I don't want to promise, I need to talk to a team, but we may be able to determine how often hearing officers apply this once they're informed about it. That is one issue. There's a separate issue which people have raised concerns about, which is the phenomena of businesses and respondents receiving multiple summons on the same day for what might have been activity over three

different incidents, as opposed to within 10 days of the first incident, getting summons, et cetera, spread out over time. That will be dealt with by this. That is an issue more of the requirements of the program regarding, are there deadlines around which these elements have to be served within a certain period of time after the alleged violation. Those are things that will go through either a ruling process or legislation outside of the enforcement agency level or city council level.

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MS. ELIZABETH KNAUER: I do think this helps address that concern in the sense that the hearing officer would have discretion to impose a zero or lesser penalty if at the time of the hearing, is established is in compliance. Even though they've been issued all of the summons in [unintelligible 00:12:51] they wouldn't necessarily have to pay penalties on them if they show that they're in compliance.

COMMISSIONER ASIM REHMAN: That's a fair point. That's correct.

MS. ELIZABETH KNAUER: It could help solve that problem by giving the discretion of the hearing officer to recognize the mitigating--

COMMISSIONER ASIM REHMAN: That's actually correct, that's right, and maybe that's he was-- I may have misunderstood the point but thank you.

1 MATTHEW SHNEID: I think we're going to find out 2 pretty soon if you can track the things that I see in your 3 tube, what we have, previous data, whether or not it's being methodical. We'll see if it's changing, based on the 4 5 current data, we're not even seeing any of these cases, we will look into whether we can capture how many times we 6 see the hearing officers applying what would be their new appropriate passage [unintelligible 00:13:40] 8 9 MS. SHAMONDA GRAHAM: If I understand correctly, 10 the hearing officer has discretion which he or she is not 11 required to impose a zero penalty which likewise means 12 that they could, if they chose, to impose it, do I

understand that correctly?

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COMMISSIONER ASIM REHMAN: That's correct. It can [unintelligible 00:13:57]

MS. SHAMONDA GRAHAM: I know the hearing officer has to have their discretion, but I have concern about decisions being made not consistent. Is there anything in place which influenced [unintelligible 00:14:17] tell them how to decide. I am worried that in one incident, a person may have a penalty and then a different respondent [unintelligible 00:14:29] what circumstances [unintelligible 00:14:32] are there any steps being taken to avoid that?

COMMISSIONER ASIM REHMAN: That's a fair concern.

The law gives the authority to do just what you were 1 2 saying. The authority is there and so, it would be the case that if we were all sitting and reviewing all these 4 cases, would we also have issues around consistency or 5 not? We're just taking that same power that the board has here and giving that to hearing officers to decide. Are 6 there current structures in place that could help deal with that, I'm not aware of it. We have to leave it to the 8 9 discretion of our hearing officers, that's to decide 10 today, if that's a concern, like that would be a reason 11 not to pass the resolution. The other thing that we're 12 seeing, and we can keep an eye on it, is suggest a 13 resolution and resolutions can be told later. If such 14 concerns arise in the future, we could revisit this and 15 that comes back to Matt's point about trying 16 [unintelligible 00:15:29] cases. 17

MATTHEW SMITH: Obviously when the appeal process, [unintelligible 15:00:36] and use them prior case [unintelligible 00:15:41]

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DEPUTY COMMISIONER SCHULMAN: This resolution, the board still retains the authority as well. On appeal, the board could still re-admit if it chose to. Hearing not [unintelligible 00:15:54].

MS. SHAMONDA GRAHAM: I have a bit of concern about that because if we, as a board, when the matter

comes up, we have to look at the hearing officer's decision based on the information that was presented to the hearing officer at the time and credibility told and not what [unintelligible 00:16:13] I still have some concerns. I'm opening to look at it, watching the numbers, but I don't necessarily think that satisfy decision [unintelligible 00:16:28]

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MR. RUSSEL PECUNIES: I think first thing is that between the resolution, the council passed with the \$50 penalty, that what we've seen is that this has basically eliminated the financial incentive for the citizens to submit these complaints in the first place, which is why they've basically gone down to almost nothing. In terms of qualifying for the zero penalty in most of these cases, what you would have to show to the hearing officer is that you took the speaker and moved it inside. It's not a major-- you wouldn't have to hire a contractor to do it, you just literally have to pick up the speaker and put it in your store instead of having it out on the sidewalk.

I don't think this is going to be a major, difficult finding for the hearing officers to conclude one way or another. Either they're going to find the respondent's statement credible, that they put the speaker inside or they're not. That means we don't [unintelligible 00:17:44]

1	MS. SHAMONDA GRAHAM: That's my exact point, they
2	can find the credible and it comes to the board, if we
3	routinely decline to overturn credibility findings, unless
4	we have a sample [unintelligible 00:17:59]
5	COMMISSIONER ASIM REHMAN: Lisa [inaudible
6	00:18:02]
7	MS. LISA URBAN: This is specific just to these
8	noise violations, do the hearing officers have this kind
9	of discretion for [unintelligible 00:18:11]
10	COMMISSIONER ASIM REHMAN: [unintelligible
11	00:18:15] no.
12	MS. LISA URBAN: How come we're giving it to them
13	for this?
14	COMMISSIONER ASIM REHMAN: The law only gives it
15	to us for this.
16	MS. LISA URBAN: In other situations, they
17	already have it?
18	COMMISSIONER ASIM REHMAN: In terms of the board
19	authority to remit to zero and [unintelligible 00:18:30]
20	my colleagues, to see if we have that authority as the
21	board outside of the noise.
22	DEPUTY COMMISSIONER SCHULMAN: Outside, well, the
23	noise code gives the board the authority for all the noise
24	code [unintelligible 00:18:41] the reason is the board did
25	not see a reason to delegate that authority for any of the

other types of violations, which is generally issued by DEP. DEP has gone in and done an inspection [unintelligible 00:18:58] determined [unintelligible 00:18:58] fixed penalty for those.

COMMISSIONER ASIM REHMAN: It's not in the [unintelligible 00:19:04] air code [unintelligible 00:19:04]

DEPUTY COMMISIONER SCHULMAN: It's not in the air code [unintelligible 00:19:06] it's a noise code, but there are the noise code provisions that are issued by DEP.

COMMISSIONER ASIM REHMAN: Then I think at the historical matter, Lisa, there was a specific discussion around these cases because of the circumstances last year [unintelligible 00:19:19] it's an interesting question of, should this be broader and extended to other provisions? My own personal view is since we're doing this now, we're talking about monitoring it, maybe we keep it limited and monitor it and then see if it's something that we want to expand to other provisions of the noise [unintelligible 00:19:37] but that's just one point of view.

MS. LISA URBAN: I'm just wondering if this opens the door to something else that we don't necessarily want that door open to, or if it could be an objectionable because this is the only one that surprised

[unintelligible 00:19:56] theory.

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COMMISSIONER ASIM REHMAN: That's a fair question. Is the fact that it's narrow itself, going to make it subject to scrutiny? Any concerns?

ACTING GENERAL COUNSEL NG: Probably to extend that, the board has discretion to review, if this requires an additional resolution or another avenue in the future [unintelligible 00:20:26]

COMMISSIONER ASIM REHMAN: Any other comments?

MS. ELIZABETH KNAUER: I think that the reason
that we embarked on this concept was a particular reason
that applied specifically to these [unintelligible
00:20:43] complaints and therefore I think there's a
rational reason to address these types of violations,
specifically as opposed to general [unintelligible
00:20:56] violations. There's a good decision.

MR. RUSSELL PECUNIES: Yes.

MS. SHAMONDA GRAHAM: If this is likely to resolve in [unintelligible 00:21:14] the number of [inaudible 00:21:20] that citizens have or you guys hope to enforce [inaudible 00:21:25] because in some cases, I know that this is largely driven by the citizen and you have a small concern that cases, wherever it does it, the enforcement would you guys go out to because you proceed with the complaint?

MR. RUSSELL PECUNIES: We respond to 311 complaints; these are not 311 complaints. These are people wandering up and down Roosevelt Avenue with their phones taking a video of every business that has a speaker outside that nobody's complained about. These are two completely different— it's two [inaudible 00:22:03] what we enforce with our inspectors and the way the citizens do the enforcement is two completely different.

MS. SHAMONDA GRAHAM: Understood, but my point is, if DEP did get a complaint, which you're not going to get again, your inspectors would go out and [inaudible 00:22:19]

MR. RUSSELL PECUNIES: As we normally do, and if we found a violation, the business would be informed that they were in violation and would therefore have the opportunity to move the speaker off the street, which means they would not get another violation in the future. What the citizens were doing was that they would go back to the same business every day, they would video it every day and they would not tell the business and then they-because we don't have the bandwidth to review the noise complaints because we're getting a hundred thousand [unintelligible 00:22:52] complaints a year, these go to the citizens to self-enforce and the citizens would self-enforce by putting 20 summons in the same envelope and

sending it to the business meaning that the business was 1 2 going to be subject to 20 times 440 with no notice that 3 they were ever in violation in the first place. MS. SHAMONDA GRAHAM: Understood. 4 5 COMMISSIONER ASIM REHMAN: All right, any other comments or questions? I have a motion for a vote 6 [inaudible 00:23:29] solution and motion Elizabeth second 7 from Joseph, okay. Please take a note. 8 9 ASSISTANT GENERAL COUNSEL HALIMI: Are there any 10 objections to the motion of [inaudible 00:23:40] 11 resolution? Seeing none, [unintelligible 00:23:45] motion 12 is approved where the resolution is [unintelligible 13 00:23:471 14 COMMISSIONER ASIM REHMAN: Okay. Thank you 15 everyone, that's a very informed discussion, we appreciate 16 it, that's what we're here for. Okay, we'll now turn it 17 18 cease and desist orders and as, hopefully, all of you

everyone, that's a very informed discussion, we appreciate it, that's what we're here for. Okay, we'll now turn it over to [unintelligible 00:23:58] for discussion regarding cease and desist orders and as, hopefully, all of you recall, this is part of a package of cease and desist orders relating to oil that we've been discussing in the last few minutes. Russ, I assume that in today's discussion on that [crosstalk] [unintelligible 00:24:19]

MR. RUSSELL PECUNIES: There's one [unintelligible 00:24:19]

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COMMISSIONER ASIM REHMAN: Good. I think it's

through. Thank you.

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MR. RUSSELL PECUNIES: I can do that one first, 2009 or I can do the nine first and, okay.

COMMISSIONER ASIM REHMAN: Your choice.

MR. RUSSELL PECUNIES: Why don't we do the sewer related one first? This month [unintelligible 00:24:35] has a request to the board to issue an order to cease and desist for Hutong NYC LLC at 731 Lexington Avenue in Manhattan. Hutong is a Chinese restaurant that is located in a large office building. This is a large office building. They're located on the ground floor according to their website, which I looked at, you can experience the splendor of 1920s Shanghai by going there.

They were issued an order a little bit more than two years ago to install a number of grease interceptors[unintelligible 00:25:27], which are on the second page of the package. Those are laid out in item 1 A, 1 B, 1 C, and 1 D. This was based on an inspection that was done in July of 2022, pursuant to which they were issued a commissioner's order. The commissioner's order is on the fourth page and fifth page of the attachment. When there was no compliance with the commissioner's order, a series of summonses were issued in December 2022, May 2023, November 2023, February 2024.

In response to the February summons, during the

inspection, the restaurant stated that they were seeking proposals from companies to have the grease traps installed. Another inspection in May resulted in another summons being issued, and they reiterated that they were still looking for a contractor, to come into compliance. They were still not in compliance in September, so yet another summons was then issued and they were notified that they were required to come— well, actually no. That was actually the last summons was returnable, and go to the page where the summons are, they were found in violations on the initial summonses and then I believe on the last two they [unintelligible 00:27:47] three in violation, then I think the last two that were up the hearings most recently on September 5th, the last two have defaulted.

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Since we've issued this series of violations for not complying with the order, they clearly are aware that they need to comply with the order since they've represented twice that they were looking for someone to hire to comply with the order, and they are still, as of this date, not in compliance, he is requesting that the board issue an order to cease and desist.

COMMISSIONER ASIM REHMAN: Any questions?

MS. ELIZABETH KNAUER: I presume that if the order actually to be executed [inaudible 00:28:49] that

that would [inaudible 00:28:53]

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MR. RUSSELL PECUNIES: Yes, it's been [unintelligible 00:28:56] only be to the restaurant.

COMMISSIONER ASIM REHMAN: Let's deal with this one individually. If we have a motion to vote on the cease and desist order relating to Hutong New York LLC, and we have a motion for that due the second, Madeline, okay?

ASSISTANT GENERAL COUNSEL HALIMI: Are there any objections to the motion [unintelligible 00:29:24] cease and desist order for Hutong New York, LLC? Seeing none, hearing none [unintelligible 00:29:29]

COMMISSIONER ASIM REHMAN: Thank you Russell, we'd like to move on to [unintelligible 00:29:32]

MR. RUSSELL PECUNIES: Do you want me to do the names, respondent name and addresses for the record?

COMMISSIONER ASIM REHMAN: I think so, yes.

MR. RUSSELL PECUNIES: DEP also has nine requests for cease and desist orders. This is the last batch of three, we've had several of these at each of the last two board meetings. These relate to buildings that have expired certificates of operation to use number 4 fuel oil. The use of number 4 fuel oil in boilers is no longer permitted as of July, 1st of 2027, each of these buildings has an expired permit to use number 4 oil. Since the permits are good for three years, they can no longer renew

the permits to use number 4 oil.

Each of these buildings has been given between two and four summonses for having an expired permit for the boiler. These cease and desist orders, will be an attempt to get these buildings off of number 4 oil and to switch to number 2 oil or, if they can, natural gas but we don't think any of them are going to do that. Again, there have been two previous factors of these, so I don't know if anybody was not at either of those meetings, but there was a presentation in June, and I can just run through the respondents and the premises.

We have Creston Bills placed 26 LLC, which is at 2298 Creston Avenue in the Bronx, Audubon Property Group LLC, which is at 520 Audubon Avenue in Manhattan, GTTG Broadway at 3544 Broadway in Manhattan, 140th Street LLC at 619 West, 140th Street in Manhattan. Andrew M. New Claire, who is the owner of 476 Clinton Avenue in Brooklyn, 115-123 West 29th Street Court for 115 West 29th Street in Manhattan.

Mid-Bronx Senior Citizens Council Inc. at the 1125 Grand Concourse in the Bronx. I should probably say a word about that one. I'll just circle back to that one quickly in a minute. Pan Am Equities at 132 East 45th Street in Manhattan, and Zed Chin Realty, LLC 515 West 170th Street in Manhattan, just to circle back on the Mid-

Bronx Senior Citizens Council, because of the name, we did 1 2 a little extra research to find out what they actually do at this location. This is not an apartment building like the rest of them, this is an old historic building that 4 5 has in the past been used as a senior citizen's residence but is currently being used as an art space and cultural 6 7 center for the Bronx community. No one is living here anymore. There are 8 9 historical reasons why it wound up being owned by 10 something called the Mid-Bronx Senior Citizens Council, 11 but it is not a senior citizen's residence in any way. 12 Thank you. Any questions for us? 13 MS. LISA URBAN: You're going to seal the 14 boilers, which basically means that these buildings are 15 not going to keep, right? 16 MR. RUSSELL PECUNIES: If we had to seal on any 17 of these, the building would have to resort to getting a 18 temporary boiler, but just to clarify, in terms of 19

sequence of events, if we vote for the cease and desist order, they receive the order, that's not an automatic sealing.

MS. LISA URBAN: No, they would have a hearing.

MR. RUSSELL PECUNIES: That is a knowledge through a period hearing in which they could.

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COMMISSIONER ASIM REHMAN: Now this actually

comes to the question I had for us, since many of these have inspections— notations that the inspections from January, from months ago, there is a possibility, despite the records that you have at DEP, that someone has remedied the situation, they just haven't told anyone, maybe. At a hearing, they'd be able to say, wait, we did fix something.

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MR. RUSSELL PECUNIES: Yes. Also at a hearing, they would be able to tell the hearing officer that they had hired a contractor to do the necessary work, in which case it would be normal for these to be given adjournments in order to come into compliance. The purpose is to get them into compliance and so far, we've had the hearing date on the first batch that was approved in June. There have been a mixture of people that have shown up and gotten adjournments, people that have rescheduled their hearing dates, and a few of them have defaulted.

Now we have to consider what to do about the defaults but this, we feel, is the best way to have some kind of leverage to get these buildings to come into compliance. As you can see from the second page on the bottom of the violation history, the permit expiration dates on many of these buildings are not recent.

COMMISSIONER ASIM REHMAN: I do see that.

MR. MATTHEW SHNEID: I have a question.

COMMISSIONER ASIM REHMAN: Yes, Matt.

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MR. MATTHEW SHNEID: I don't know what we're doing here, but I just have a related question. I assume that as we go forward with this and the process of transforming fuel, we're going to start to get hundreds, not thousands of these, is that what we expect?

MR. RUSSELL PECUNIES: I wouldn't expect that many. I think in the presentation that was at the June meeting, there were a couple of thousand, more or less, people that have permits still to use number 4. Many of those people have perfectly fine current permits which will expire sometime between now and July 1st of '27. When they renew, they will not be able to renew again to use 4, so they will have to convert at that point.

If they don't, if they let their permits expire, then what we could do is go through the process of giving them summonses before it would ever come to the board. I would anticipate that over the next 3 years, there may be a trickle of these that come to the board. These three groups, totaling about 40, were just buildings that they identified as priority because of the length of time that they've had expired.

COMMISSIONER ASIM REHMAN: Got it. I think we talked last time; you informed us that for all of those current buildings that are operating under valid permits

with number 4, who will eventually have to convert, it sounds like the agency is doing the outreach.

MR. RUSSELL PECUNIES: Absolutely they are.

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COMMISSIONER ASIM REHMAN: We've got a two-year runway here. They are being made aware that they will not be able to renew again to use 4, and that when their permits expire they will be required to convert to 2. Good questions. Yes.

MR. DOUGLAS SWAN: I have more of a general question. Inspectors, are they assigned specific inspectors to each borough, how does that work?

MR. RUSSELL PECUNIES: Boiler inspections is a specific unit and I believe that the boiler inspection unit does inspections throughout the five boroughs, they may be divided up into squads in certain areas or certain boroughs. Boiler inspections are done by a specific unit that has specific training to do boiler inspections. The inspectors that do, that respond to boiler complaints or something like that are a separate group. The boiler inspections is a separate unit within the bureau. Why do you ask that?

MR. DOUGLAS SWAN: Why? Sometimes I look at the violations and [audio cut] where they are, they're clustered in certain areas, I'm just curious, how that--

MR. RUSSELL PECUNIES: A lot of this, for

example, when we had the map at the presentation in June, the buildings that have permits to use number 4 are really overwhelmingly in the Bronx and in upper Manhattan.

MR. DOUGLAS SWAN: That makes sense.

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COMMISSIONER ASIM REHMAN: Other comments or questions?

MS. SHAMONDA GRAHAM: One question. You mentioned that the respondent will be given an opportunity to have a special hearing where they can present to the hearing officer giving reasons to not have the Board of a skill for some innovation steps that they're taking. In this particular case, they took this GTTG [unintelligible 00:39:55] it looks like they had a hearing found in violation. My question is, this hearing was in July, I'm thinking it was part of the packages [unintelligible 00:40:08]

MR. RUSSELL PECUNIES: It may have been on the summons.

MS. SHAMONDA GRAHAM: Okay, but my question is, in that hearing, if a respondent comes forward, meaning before the session, and they present circumstances or where they inform they are looking for a contractor, would customary practice be to adjourn the same way you would do in a special hearing because they're taking steps to come into compliance?

MR. RUSSELL PECUNIES: Yes. For example, we have this package was 10 until we found out right before the hearing that one of the buildings had actually just come in and renewed their permit. With the ones that defaulted through the first round of hearing dates, when I went through those with the bureau, it turns out that one of those, even though they defaulted as to the cease and desist hearing, has come into compliance.

We will be checking these, obviously, before we do anything to see if they've come into compliance. At the December meeting, we probably will be notifying the Board as to a small number of cease and desist that even though they did not show for the hearing, we are aware that they are now in compliance, so that those orders can now be closed out [unintelligible 00:41:42] does that address—

MS. SHAMONDA GRAHAM: I guess what I'm concerned about is people who are taking steps towards it. My thought is, within a special hearing a person could say, "I'm looking for a contract with the board, I'm taking these proactive steps without [unintelligible 00:41:58] steps to come into compliance in an adjournment granted in this particular case where [unintelligible 00:42:05] were found in violation, I guess I'm making the assumption that they did not present the same type of mitigation measures that they're doing. I'm just wondering if in a normal

hearing, a person is working towards compliance, would DEP have an adjournment? I wonder why [unintelligible 00:42:27] so much resources, trying to come into compliance.

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MR. RUSSELL PECUNIES: In other words, at a hearing on the summons, if the respondent said, "We're not in compliance but we're working to come into compliance," would the hearing on the summons be adjourned for them to come into compliance? The respondent could ask the hearing officer for an adjournment, but I don't know why the hearing officer would grant that because the hearing itself is about adjudicating the summons, it's not about compliance.

MS. SHAMONDA GRAHAM: It's the original problem, compliance.

COMMISSIONER ASIM REHMAN: Elizabeth.

MS. ELIZABETH KNAUER: Just quickly, is DEP going to cut off any service in any buildings during the hearing?

MR. RUSSELL PECUNIES: Again, that's a difficult question. The buildings could theoretically have to get a temporary boiler to provide heat but hot water. That's going to be an issue if they're in default. Ultimately that will be an issue that the commissioner will probably have to make a call on, like what to do when you have a

building that has an expired permit, some of them for 5, 6, to 10 years, and they're still not in compliance, are you going to seal their boiler in January? That's going to be a call, I think, for the commissioner--

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MS. ELIZABETH KNAUER: This may be an HPD but is there any self-help that the city could pay to take it on to get the temporary boiler in place before the sealing occurs and then try to charge that back to the building owner through [unintelligible 00:44:24] Is that a possibility?

MR. RUSSELL PECUNIES: I guess it's a possibility to talk. Before, I think you were going to probably seal we're going to seal the boiler in an apartment building. In January, I think we would want to talk to the HPD. Hopefully it's not going to come to that with any of these, ultimately. These 40-ish buildings have been extremely unresponsive. So, this is an attempt to get to get some kind of responsiveness out of them. For the ones that still don't respond even to this, that's probably going to be a pull for Commissioner Agarwal.

MS. ELIZABETH KNAUER: I just do want to say that it's troubling to think that there's a possibility of folks needing to vacate their homes in [crosstalk] [unintelligible 00:45:26]

MR. RUSSELL PECUNIES: If it came down to the

building having to be vacated or not sealing the boiler, I'm pretty sure that the commissioner would come down on the side of not sealing. COMMISSONER REHMAN: This was why we were hoping to do all of these earlier. We have to space them out for our own [unintelligible 00:45:46] purposes. The concern you're raising is what I think others here raised when we first started hearing these cases.

MR. RUSSELL PECUNIES: I think also from the few that have shown up so far and have been adjourned, it looks like that these buildings, some of them are going to need quite a bit of work done. We just had one on Tuesday that was adjourned based on the work plan that they had and the hearing was adjourned until February because they have to replace the chimney and do a whole bunch of other stuff before they can actually convert the boiler. These may not be the 40 best apartment buildings in New York City, let's put it that way. COMMISSIONER REHMAN: It's promising to hear that people are showing up, they're explaining the steps that we're taking and that is allowing for a pause in the reinforcement process.

MS. LISA URBAN: There is something they can do because they can get these temporary boilers, very expensive [crosstalk] but landlords perhaps have a way to remediate it if they're [crosstalk] [unintelligible

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MR. RUSSELL PECUNIES: As long as they show up and say credibly that they're doing something, like with the one on Tuesday where they came in and submitted a plan that indicated that everything will be completed by the end of February. The hearing officer adjourned it, thought it was fine, and we didn't object to it because, again, if they submit something credible and that's what it's going to take, it's going to take until February, that's what the contractor says, the idea is to get them into compliance, and since they've already mostly not been in compliance for years, if it takes them four or five or six months, then fine.

MS. ELIZABETH KNAUER: I was wondering if I could request for [unintelligible 00:47:54] we could request that the department, our next meeting report on the status of these, just so we can have an understanding as a board, when we have the vote on the next batch, how they're working through the process, what the implications are turning out to be.

MR. RUSSELL PECUNIES: Yes, I think we can do that. The first batch that was approved in June have had their hearing dates. The second batch that were approved in August have not yet had their hearing date. I think within December [unintelligible 00:48:34] would be great.

1 COMMISSIONER ASIM REHMAN: Thank you so much. 2 Other comments or questions? [silence] Okay, again, thank you all for the questions and 4 5 the thoughtful discussion on this issue. With respect to the nine cease and desist orders that Russ read out into 6 the record by name, could I have a motion to approve these cease and desist order requests? Okay, I see a motion, 8 9 Matt? second from Matt? 10 ASSISTANT GENERAL COUNSEL HALIMI: Are there any 11 objections to the motion approving the cease and desist 12 orders [unintelligible 00:49:06] respondents with expired 13 certificates cooperation issues, [unintelligible 00:49:12] 14 seeing none, hearing none, the motion passes. 15 [unintelligible 00:49:15] 16 COMMISSIONER ASIM REHMAN: Okay. Russ, thanks 17 again to you and your colleagues for all the work that 18 you're doing on this, and your responsiveness to the 19 questions from the board. Okay, I'd like to ask for a 2.0 motion to go into executive session. See a motion from 21 Matt [unintelligible 00:49:29] second from Lisa. 22 ASSISTANT GENERAL COUNSEL HALIMI: Are there any 23 objections to the motion to go into executive session? 2.4 Seeing none, hearing none, the motion carries.

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COMMISSIONER ASIM REHMAN: Okay.

1 KARIN MCAVOY: Hold on while I get ready for the executive session. 2 [pause 00:49:44] 4 COMMISSIONER ASIM REHMAN: Okay, we're back in 5 public session. Does anyone have any other questions or business to raise? All right then, let's discuss possible 6 dates for the next meeting. We'd like to propose either December 5th or 12th. Does anyone have any objections to 8 9 either of those dates? 10 MS. LISA URBAN: I'm away on the 12th. 11 COMMISSIONER ASIM REHMAN: Okay. Is everyone okay 12 for the 5th? All right, let's put down December 5th for 13 the next ECB meeting, and we will get calendar invites for 14 that, as usual. May I please have a motion to adjourn the 15 meeting today? Okay, I see a motion from Shamonda. I see a 16 second from Matthew. 17 ASSISTANT GENERAL COUNSEL HALIMI: Are there any 18 objections to the motion to adjourn the meeting? Seeing 19 none, hearing none, the motion carries. 2.0 COMMISSIONER ASIM REHMAN: Okay, today's motions 21 to adjourn, thank you all very much, and we'll see you 22 next after [unintelligible 00:51:02] ASSISTANT GENERAL COUNSEL HALIMI: Thank you. 23 (The board meeting concluded at 10:38 a.m.)



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Glady S Jut

20967 SW 92 PLACE, CUTLER BAY, FL 33189 2 786 326 3909

gistg@a1translations.com, gistg20@gmail.com, http://www.a1translations.com/

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