CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

of the

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITING AND MARITIME USES

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September 6, 2011 Start: 11:30 am Recess: 12:00 pm

HELD AT: Council Chambers

City Hall

B E F O R E:

BRAD S. LANDER Chairperson

COUNCIL MEMBERS:

Maria del Carmen Arroyo

Rosie Mendez

James Sanders, Jr.

Daniel J. Halloran III

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

Paulette McCullough Senior Associate Executive Director Renaissance Healthcare Network

Jeremy Berman
Deputy Counsel
New York City Health and Hospitals Corporation

Jenny Fernandez

Director of Intergovernmental and Community Relations Landmarks Preservation Commission

2 CHAIRPERSON LANDER: Good morning.

I'm pleased to call this meeting of the City
Council's Land Use Subcommittee on Landmarks,
Public Siting and Maritime Uses to order. I'm
Council Member Brad Lander joined today by Council
Member Maria del Carmen Arroyo, who is here first
and on time, let the record reflect; thank you,
and also, Council Member Dan Halloran and Council
Member Rose Mendez, who like me, were across the
street for a few minutes supporting our colleague,
Council Member Jumaane Williams, who is also a
member of the Committee and will hopefully be able
to join us by the end of the meeting.

We have a relatively short agenda this morning—three items, but we're going to couple two of them, and hear them together. So we have a siting proposed by the New York City Health and Hospitals Corporation. It's 20125029 HHM and I am pleased to ask HHC to come up and present their testimony. Good morning. Just for my colleagues, this is a somewhat unusual thing for us to be hearing at the Committee—it is a public siting but because the Health and Hospitals Corporation is covered in its siting essentially

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as a state agency, the unconsolidated laws of the State of New York Section 7387 Part 1 provide that they'll come here and present this siting proposal to us. Please go ahead and just state your name

PAULETTE MCCULLOUGH: Good morning

for the record and then give your testimony.

everyone. My name is Paulette McCullough and I am the senior associate executive director of the Renaissance Healthcare Network, which is part of the New York City Health and Hospitals Corporation (HHC). I am joined this morning by Jeremy Berman [phonetic] deputy counsel for HHC. Thank you for the opportunity to testify in support of the transfer of a city-owned property located at 264-272 West 118th Street to the New York City Health and Hospitals Corporation (HHC) for the use for the Renaissance Healthcare Network for the operation of the Sydenham Hill Center. The proposed transfer that is before you for approval would allow HHC to take site control of the property for the purposes of the relocation of the Sydenham Hill Center. Previously HHC operated under year-to-year license agreements with the city of New York Department of City-Wide

Administrative Services (DCAS) for use of this
building. HHC had operated a behavioral health
clinic at this location and was the sole occupant
of the building. Harlem Hospital Center, which
operates the Sydenham Health Clinic as part of the
Renaissance Healthcare Network, now pays
approximately \$1.3 million in rent and utilities
at the Sydenham site currently located at 215 West
125 th Street. Operating expenses at the 118 th
Street are estimated to be approximately 100,000
per year. Relocating the Sydenham clinic to the
118 th Street site will realize significant savings
for the network. Harlem Hospital Center plans to
complete the relocation of the program to the 118^{th}
Street by October 2011. This relocation has the
approval of the Renaissance Healthcare Network
community advisory board. HHC's board of
directors approve the transfer in February 2011.
Notice of the proposed transfer was published in
the city record on March $24^{\rm th}$, 2011. A public
hearing was held by the Mayor's Office of Contract
Services on April 27^{th} , 2011 with respect to the
proposed transfer. If approved by the Council,
HHC will accept the property pursuant to the June

2	16 th , 1970 operating agreement between the city of
3	New York and HHC. Thank you for your
4	consideration of this transfer. I would be happy
5	to answer any questions that you have.
6	CHAIRPERSON LANDER: Thank you very
7	much for your testimony. I just want to let my
8	colleagues know Councilwoman Dickens' whose
9	district this is in is supportive of this
LO	transfer. I am just trying to understand—so right
11	now HHC has been operating a behavioral health
L2	clinic on $118^{ m th}$ Street in the building that would
13	be transferred to become the Sydenham-
L4	PAULETTE MCCULLOUGH: [Interposing]
15	They were. Yes. It's no longer operating there
L6	right now. We're in renovation process right now.
L7	They're not there now.
18	CHAIRPERSON LANDER: That
L9	behavioral health center was closed or was—
20	PAULETTE MCCULLOUGH: [Interposing]
21	It's transferred to Harlem Hospital.
22	CHAIRPERSON LANDER: Okay. Do my
23	colleagues have any questions. Council Member
24	Arroyo?
25	COUNCIL MEMBER ARROYO: A technical

2	on	e	and	Ι	guess	it's	for	us.	If	HHC	is	operating

a program at the site, why are we hearing this

4 application here, if they already have site

5 control?

JEREMY BERMAN: Well, as Paulette
explained—I'm Jeremy Berman, deputy counsel—

COUNCIL MEMBER ARROYO:

[Interposing] I mean I'm always happy to hear from HHC. I just don't see the need for it.

TEREMY BERMAN: So HHC has been at this site for many, many years as the sole occupant of the site with full maintenance responsibilities, full custody and control of the site. However, at this moment when we're relocating this Renaissance clinic from 125th Street to this site at 118th Street, we are in investing considerable money in the site, and the question was raised: Does it make sense for HHC as an organization to invest these resources in the site when it's available to us only on a revocable year-to-year basis from DCAS, so we spoke to our colleagues at DCAS and said, "Could we have something more secure than that to justify the considerable money being invested in the site?"

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2	And it was actually DCAS' suggestion that we take
3	control of the site on a long-term basis.
4	COUNCIL MEMBER ARROYO: The
5	sergeant's playing with the mic. Just make sure
6	you're paying attention.
7	[laughter]
8	COUNCIL MEMBER ARROYO: So, what's
9	the investment in getting the site ready for the
10	health center operation?
11	PAULETTE MCCULLOUGH: Well,
12	basically it's about three million. Thank you,
13	Diana-about three million.
14	COUNCIL MEMBER ARROYO: So you're
15	saving 1.2 million in expense—is this going back
16	to the facility? Is HHC taking it as the overall
17	savings? I would hope that moving forward, HHC
18	would allow the center to keep its revenue, so
19	they can beef up See? They do it to us too.
20	PAULETTE MCCULLOUGH: Well, one of
21	the things is this-
22	COUNCIL MEMBER ARROYO:
23	[Interposing] You may not be able to answer that.
24	I'm sorry. I don't mean to put you on the spot,
25	but the folks sitting over there know what I mean.

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PAULETTE MCCULLOUGH: Yeah, the
rental is definitely going to be a savings, which
will enable Renaissance to offset our operating
deficit without reducing our levels of services.

Questions? Okay - - thank you very much for coming and presenting this to us. Interesting to hear about both good efforts to save money and also see a new type of transfer we hadn't seen before, at least in my tenure as chair of the Committee. Thanks very much for your time. No one is signed up to testify from the public on this matter, so this will conclude the public hearing.

PAULETTE MCCULLOUGH: Thank you.

CHAIRPERSON LANDER: Alright, now we will move on to the other two items that we have, but they are both the exterior and interior of the same building, so I'm going to call them together. It's the Cities Service Building located at 70 Pine Street in Manhattan in Councilwoman Chin's district. Land Use is number 458 and 459, 20125023 HKM and 20125024 HKM, and we'll invite Jenny Fernandez from the Landmarks

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Preservation Commission to come present them to us.

JENNY FERNANDEZ: Thank you, Chair
Lander, members of the Landmarks Committee. My
name is Jenny Fernandez, director of
intergovernmental and community relations for the
Landmarks Preservation Commission. I'm here today
to testify on the Commission's designation of the
Cities Service Building and the first floor
interior in Manhattan. Chair Lander, I'm going to
combine the testimonies for both.

CHAIRPERSON LANDER: Great. Thank you.

JENNY FERNANDEZ: On May 10th, 2011, the Landmarks Preservation Commission held hearings on the proposed designation as a landmark of the Cities Services Building and its first floor interior. Six people spoke in favor of designation, including representatives of the owners, Manhattan Community Board 1, the Historic Districts Council and the New York Landmarks Conservancy. On June 21st, 2011, the Commission voted to designate the building a New York City individual landmark and its interior. The former

Cities Service Building at 70 Pine Street is a 66 2 story skyscraper. Rising from a trapezoidal site 3 bounded by Pine Street, Cedar Street and Pearl 4 5 Street. An icon of the lower Manhattan skyline, the building's shaft terminates in a slender 6 pinnacle crowned by an illuminated lantern and stainless steel spire. At the time of completion 9 in 1932, this art deco style tower was the tallest structure in lower Manhattan, and at 952 feet, the 10 11 third tallest structure in the world. Thomas 12 George is thought to be have been the lead 13 designer, enriching the lower floors with stylized 14 reliefs that rival any architectural ornamentation 15 created during the art deco period in New York 16 City. Of particular interest is the company's 17 triangular logo as well as sunflowers, sunbursts 18 and stepped pyramids, which direct the eye upward 19 and recall the shape of the spire. The first 20 floor of the 66-story building Cities Service 21 Building contains one of the most impressive 22 office building lobbies in New York City. A 23 respectful renovation of the first floor lobby was 24 undertaken during the 1990s. Many noteworthy art 25 deco style skyscrapers were built during the late

2	1920s and early 1930s, but relatively few
3	buildings from this era can boast such a large,
4	ornate and well-preserved public interior. The
5	Commission urges you to affirm this designation.
5	CHAIRPERSON LANDER: Thank you very
7	much. As you know the owners are in full support

much. As you know the owners are in full support of an individual building designation; it makes our job must easier here. I understand that Councilwoman Chin does not have any issues with the designation, so do my colleagues have any questions about it? Either about the exterior or the first floor interior. No? Alright. Seeing none, thank you very much for your time and your presentation. No one is signed up to testify in the public session, so we'll close the public hearing on this matter as well, and move forward to vote on all items on today's Committee calendar.

COUNSEL: Christian Hilton, counsel to the Committee, Chair Lander?

CHAIRPERSON LANDER: Aye on all.

COUNSEL: Council Member Arroyo?

COUNCIL MEMBER ARROYO: Aye.

COUNSEL: Council Member Mendez?

I, Kimberley Uhlig certify that the foregoing transcript is a true and accurate record of the proceedings. I further certify that I am not related to any of the parties to this action by blood or marriage, and that I am in no way interested in the outcome of this matter.

Signature Kimbuluy Uhlig

Date __September 20, 2011_