CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

of the

LAND USE SUBCOMMITTEE ON PLANNING, DISPOSITIONS & CONCESSIONS

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October 27, 2009 Start: 9:56 am Recess: 10:25 am

HELD AT: Council Chambers

City Hall

B E F O R E:

DANIEL R. GARODNICK

Chairperson

COUNCIL MEMBERS:

Sara M. Gonzalez Inez E. Dickens Simcha Felder Charles Barron Vincent Ignizio

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

Carol Clark
Assistant Commissioner
Housing Preservation and Development

Sedell Nepper Principal Riverway Apartments, LLC

Donald Notice Executive Director West Harlem Group Assistance

Sal D'Avola Executive Director Restored Homes

Don Capoccia Principal BFC Partners

Juan Barahona BFC Partners

CHAIRPERSON GARODNICK: Good

morning, everybody and welcome to the Subcommittee on Planning, Dispositions and Concessions, it's the Subcommittee of Land Use, the New York City Council. My name is Dan Garodnick, I have the privilege of chairing this Subcommittee. I'm joined today by committee members Sara Gonzalez of Brooklyn, Inez Dickens of Manhattan.

We have a relatively short agenda and we're going to get right to it. We are going to start the day off by opening the hearing on Land Use number 1225, the Riverway Apartments, Brooklyn Community Board 16, C090447HAK and this is an application by the City's Department of Housing Preservation and Development. And it is for the development of some residential units, commercial, and community space and we have HPD here, they are going to introduce the item. So we're going to welcome them and ask them to do that now.

CAROL CLARK: Thank you, Mr.

Chairman and members of the Committee. I'm Carol

Clark, Assistant Commissioner HPD, it's a

privilege to be here today. I'm joined by Sedell

CHAIRPERSON GARODNICK:

very much. So you noted that it's for formerly

Thank you

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1	LAND USE SUBCOMMITTEE ON PLANNING, 5 DISPOSITIONS & CONCESSIONS
2	homeless individuals, is that correct?
3	CAROL CLARK: That is correct.
4	CHAIRPERSON GARODNICK: And it's
5	part of the Supportive Housing Loan Program?
6	CAROL CLARK: That's correct.
7	CHAIRPERSON GARODNICK: And what
8	sort of support will be available in this
9	property?
10	SEDELL NEPPER: We're expecting
11	that
12	CHAIRPERSON GARODNICK:
13	[Interposing] Please introduce yourself.
14	SEDELL NEPPER: I'm Sedell Nepper,
15	principal
16	CHAIRPERSON GARODNICK: Welcome.
17	SEDELL NEPPER:from Riverway
18	Apartments, LLC. We are expecting to rent the
19	community facility space to a senior center and
20	the senior center will provide two meals,
21	recreation, counseling, probably some kind of
22	referrals for access to benefits, typically what a
23	senior center does.
24	We have secured a loan grant from
25	the Dormitory Authority for to create this senior

1	LAND USE SUBCOMMITTEE ON PLANNING, 6 DISPOSITIONS & CONCESSIONS
2	center, which will be state-of-the-art and the
3	concept is for the elderly to be able to live in a
4	supportive environment and age in place, and it'll
5	be open to people who are both independent or a
6	little frailer. And with the project-based
7	Section 8 through the New York City Housing
8	Authority, we expect that people, as they age and
9	have less income, will be able to stay and live
LO	quite nicely and age there.
11	CHAIRPERSON GARODNICK: Thank you.
L2	And, Ms. Clark, please share with us any public
L3	process or competitive process that involved with
L4	the selection of this developer.
15	CAROL CLARK: Sure, Mr. Chairman,
L6	there was an RFP that was involved in selecting
L7	this developer and that's the way Riverway
L8	Apartments, LLC, was selected.
19	CHAIRPERSON GARODNICK: Great.
20	Council Member Dickens.
21	COUNCIL MEMBER DICKENS: Thank you,
22	Mr. Chair. You are the developers? I'm sorry, I
23	wasn't
24	[Crosstalk]
25	SEDELL NEPPER: I'm the developer

1	LAND USE SUBCOMMITTEE ON PLANNING, 7 DISPOSITIONS & CONCESSIONS
2	and part owner, the 50% of the project is owned
3	the other 50% by Calvary Church of God, community
4	sponsor and will be the owner and probably play
5	some role in providing additional supportive
6	services to the projectintergenerational
7	programs and programs on weekends for children, as
8	well as families.
9	COUNCIL MEMBER DICKENS: And this
10	is 100% for seniors, is that
11	SEDELL NEPPER: One hundred percent
12	for seniors.
13	COUNCIL MEMBER DICKENS: So it's
14	totally affordable.
15	SEDELL NEPPER: Totally affordable.
16	COUNCIL MEMBER DICKENS: Is there
17	any other commercial space other than the
18	community space that you will be
19	[Crosstalk]
20	SEDELL NEPPER: [Interposing] Yes,
21	there is some commercial space in the project. It
22	would be for local neighborhood stores, the
23	commercial area really ends at that street and
24	this would help to expand it, that's city
25	planning's goal. However, we can, if the senior

1	LAND USE SUBCOMMITTEE ON PLANNING, 8 DISPOSITIONS & CONCESSIONS
2	center decides to take more space, we only need to
3	have about 300 to 600 square feet of commercial
4	space to meet zoning.
5	COUNCIL MEMBER DICKENS: You have
6	300 to 600 square feet when
7	[Crosstalk]
8	SEDELL NEPPER: [Interposing]
9	Required to meet zoning.
10	COUNCIL MEMBER DICKENS: Per square
11	footage cost that you're estimating?
12	SEDELL NEPPER: To rent at?
13	COUNCIL MEMBER DICKENS: That
14	you're going to rent it for, that you're going to
15	rent it for.
16	SEDELL NEPPER: I don't think we're
17	going to get more in this neighborhood of
18	somewhere between 10 and \$13 a foot. The
19	commercial space on Rockaway ends a block earlier,
20	so this is expanding an area that really does not
21	have much in community commercial space.
22	COUNCIL MEMBER DICKENS: And what
23	are your subs, who are your subs? Are they going
24	to be MWBEs?
25	SEDELL NEPPER: Yes, we are a WBE,

1	LAND USE SUBCOMMITTEE ON PLANNING, 10 DISPOSITIONS & CONCESSIONS
2	MALE VOICE: Still is.
3	COUNCIL MEMBER BARRON: No she
4	isn't, she's been dethroned by me, that's why the
5	line of questioning.
6	COUNCIL MEMBER DICKENS: Is that
7	the only statement that you have to make?
8	COUNCIL MEMBER BARRON: No.
9	COUNCIL MEMBER DICKENS: I guess
10	that's
11	[Crosstalk]
12	COUNCIL MEMBER BARRON: No, we have
13	a great project coming in our district. It's
14	about a 100% affordable, it's project-based
15	Section 8, which means only 30% of a person's
16	income would be the rent. And it's a beautiful
17	project, you know you could see it for yourself,
18	but the care that they took in this project is
19	unique, tremendous, the community supports it,
20	it's going to be a real plus for our neighborhood.
21	And I'm out of breath, because I'm running back
22	and forth. So I just ask my Committee members to
23	support this project.
24	[Off mic]
25	CHAIRPERSON GARODNICK: Thank you,

1	LAND USE SUBCOMMITTEE ON PLANNING, 11 DISPOSITIONS & CONCESSIONS
2	Council Member Barron. Go ahead.
3	COUNCIL MEMBER FELDER: Why are you
4	so jealous about Inez?
5	COUNCIL MEMBER BARRON: No, it's
6	not jealousy, Simcha, it's just statement of
7	facts, it's not even bragging, it's just facts.
8	COUNCIL MEMBER FELDER: It's not
9	bragging?
10	COUNCIL MEMBER BARRON: I'm number
11	one. No, I'm numberno brags, just facts, I'm
12	number one.
13	CHAIRPERSON GARODNICK: Thank you.
14	COUNCIL MEMBER DICKENS: He's been
15	working very hard in trying
16	CHAIRPERSON GARODNICK: Thank you
17	very much.
18	COUNCIL MEMBER DICKENS:to
19	dethrone me, but he can't succeed.
20	CHAIRPERSON GARODNICK: Thank you
21	very much. And Council Member Gonzalez.
22	COUNCIL MEMBER BARRON: Uh-oh.
23	COUNCIL MEMBER GONZALEZ: Good
24	morning. Now since this is your project-
25	[Crosstalk]

2 COUNCIL MEMBER GONZALEZ: --Council

Member Barron, I'd like to know what exactly, and maybe you're not able to explain that today, but the selection process as to how folks are going to be selected for this particular--

[Off mic]

SEDELL NEPPER: ...to you, 50% of the people in the community board will be given preference, and both the community—those given preference in the community board as well as the remaining 50% will be through HDC, HPD, and NYCHA process. So there'll be a lottery, there'll be a list established, people will be interviewed off that list—there'll be two lists established, one for the community and one for people who are not in the community board, who don't reside there. And then those people who pass through the initial intake, their applications will be sent to NYCHA, NYCHA does an additional review for project—based Section 8; once they're approved by NYCHA, they will be offered a voucher project—based.

COUNCIL MEMBER GONZALEZ: And maybe I missed it, in case I missed it, priority to community people?

1	LAND USE SUBCOMMITTEE ON PLANNING, 13 DISPOSITIONS & CONCESSIONS
2	SEDELL NEPPER: Yes, community
3	board.
4	COUNCIL MEMBER GONZALEZ: Community
5	board. Numbers again?
6	SEDELL NEPPER: Fifty percent.
7	COUNCIL MEMBER GONZALEZ: Fifty
8	percent. And is that something that Council
9	Member Barron is comfortable with, huh?
10	COUNCIL MEMBER BARRON: What's
11	that?
12	COUNCIL MEMBER GONZALEZ: Fifty
13	percent for the community?
14	MALE VOICE: For the whole
15	Community Board.
16	COUNCIL MEMBER BARRON: Yes,
17	that's
18	[Crosstalk]
19	COUNCIL MEMBER GONZALEZ:
20	Excellent.
21	COUNCIL MEMBER BARRON: That's
22	across the board.
23	COUNCIL MEMBER GONZALEZ: Okay,
24	thank you.
25	SEDELL NEPPER: You're welcome.

1	LAND USE SUBCOMMITTEE ON PLANNING, 14 DISPOSITIONS & CONCESSIONS
2	CHAIRPERSON GARODNICK: Thank you
3	very much.
4	And, with that, we will close the
5	hearing on Land Use 1225, the Riverway Apartments-
6	-oh, I'm sorry, Council Member Barron.
7	COUNCIL MEMBER BARRON: Yeah, it's
8	50%, that's across the board across the city,
9	that's the rule for everybody. But also in that
10	other 50% you can still get people from your
11	community, so it could be very well 80-90% coming
12	from the community, but the main thing is that
13	it's 100% affordable, that's the main thing. Not
14	80/20, 60/40, 70/30, but 100%.
15	CHAIRPERSON GARODNICK: Council
16	Member Barron, I think we catch your point, thank
17	you.
18	COUNCIL MEMBER DICKENS: And
19	congratulations, you finally have been able
20	CHAIRPERSON GARODNICK:
21	Congratulations to you.
22	COUNCIL MEMBER DICKENS:to
23	accomplish that.
24	CHAIRPERSON GARODNICK: We will now
25	close the hearing on Land Use 1225, Riverway

briefed and indicated her support of this project.

Τ	LAND USE SUBCOMMITTEE ON PLANNING, 16 DISPOSITIONS & CONCESSIONS
2	CHAIRPERSON GARODNICK: Thank you.
3	You said this is a vacant lot today?
4	CAROL CLARK: That's correct.
5	CHAIRPERSON GARODNICK: And the
6	development will result in 79 low income units and
7	a super's unit, is that right?
8	CAROL CLARK: That's right.
9	CHAIRPERSON GARODNICK: And the low
10	income is defined how in this context?
11	CAROL CLARK: Sixteen of the units
12	are at up to 40% of AMI and 63 of them are at up
13	to 60% of AMI.
14	CHAIRPERSON GARODNICK: Okay.
15	Thank you. And there is a considerable open space
16	component to this, you said.
17	CAROL CLARK: That's right, 5,700
18	square feet of open space.
19	CHAIRPERSON GARODNICK: Is that
20	available to the residents of the building and the
21	neighborhood or just the residents of the
22	building?
23	CAROL CLARK: I'll defer to Mr.
24	Notice to answer that question.
25	DONALD NOTICE: Hi, my name is

1	LAND USE SUBCOMMITTEE ON PLANNING, 17 DISPOSITIONS & CONCESSIONS
2	Donald Notice, the Executive Director of West
3	Harlem Group Assistance, and the open space is for
4	the project, for the building. The Oberia Dempsey
5	is a multi-service center and there is open space
6	within the multi-service center itself that will
7	be available for the community at-large.
8	CHAIRPERSON GARODNICK: Thank you.
9	And, Ms. Clark, the competitive nature of the
10	selection here?
11	CAROL CLARK: West Harlem Group
12	Assistance is a long time Harlem social service
13	and development organization, they were designated
14	to develop The Dempsey residential site. They
15	also successfully manage a city-owned HRA-operated
16	Oberia Dempsey multi-service center located in a
17	former school that adjoins the development site
18	directly to the south.
19	CHAIRPERSON GARODNICK: All right,
20	say that last portion one more time? Make sure I
21	understand it.
22	CAROL CLARK: The vacant city-owned
23	lot
24	CHAIRPERSON GARODNICK: Yep.
25	CAROL CLARK:adjoins a former

at HCCI, Harlem Congregations for Community

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Improvement, of which the Council funds. This was one of the critical factors for me because of the area and the fact that we do not have employment,

it's so high in our community.

There has been some concern generated by local residents about the playground space, some of which will be used for the development of the new housing. West Harlem and Phipps have addressed this concern through numerous meetings with the local residents and Community Board 10, which has approved it. Due to their intense community-based development model, West Harlem heard the concerns of the community and has agreed to replace the lost play space with an upgraded play space and a half-court basketball space, which requires an easement from HRA. These spaces will continue to be available to area groups upon request, and to get the insurance and approval through Oberia Dempsey because they own that already.

For all these reasons, in addition to the utmost confidence that I have in West Harlem Group Assistance, I urge my colleagues to vote in the affirmative on this very important

1	LAND USE SUBCOMMITTEE ON PLANNING, 21 DISPOSITIONS & CONCESSIONS
2	the one new four-story building which will be
3	known as the Coretta Scott King Apartments. When
4	completed, the project will provide 51 rental
5	units for elderly persons of low income, plus one
6	superintendent's unit, and approximately 10,000
7	square feet of outdoor recreational space.
8	Council Member Barron has reviewed
9	the project and indicated his support.
10	CHAIRPERSON GARODNICK: Thank you.
11	And in connection with the Section 202 program
12	there is, of course, a competitive process.
13	CAROL CLARK: Yes, sir, that's
14	correct.
15	CHAIRPERSON GARODNICK: And the
16	units are rental and accessible or affordable to
17	what category?
18	CAROL CLARK: The estimated income
19	targets for individuals are up to \$26,900 per
20	year, and for a two-person household it's up to
21	\$30,700 per year.
22	CHAIRPERSON GARODNICK: Thank you.
23	And what percentage does that come out to of Area
24	Median Income?
25	CAROL CLARK: You got me on that

1	LAND USE SUBCOMMITTEE ON PLANNING, 22 DISPOSITIONS & CONCESSIONS
2	[Crosstalk]
3	CHAIRPERSON GARODNICK:the
4	percentages.
5	CAROL CLARK: It's low, but I
6	didn't bring my chart.
7	CHAIRPERSON GARODNICK: Okay.
8	That's fine, we have that
9	CAROL CLARK: I was out sick
10	yesterday and I
11	CHAIRPERSON GARODNICK:we have
12	the dollar amounts, that's really the important
13	part.
14	CAROL CLARK: Thank you.
15	CHAIRPERSON GARODNICK: Okay.
16	Thank you. Seeing [pause] public wishing to
17	testify on Land Use 1231, the Coretta Scott King
18	Apartments, C090467HAK, we'll close the hearing on
19	that item.
20	And we're going to now open the
21	hearing on non-ULURP number 20105079 HAK, Land Use
22	number 1241, which is, I'll let you describe it,
23	part of the Asset Control Area, number of
24	properties in Brooklyn in the district of Council
25	Member Eric Martin Dilan.

LAND USE SUBCOMMITTEE ON PLANNING,

23

1	LAND USE SUBCOMMITTEE ON PLANNING, 24 DISPOSITIONS & CONCESSIONS
2	very much. And the selection of Restored Homes by
3	HUD was based in some sort of a public or
4	competitive process?
5	SAL D'AVOLA: Sal D'Avola,
6	Executive Director of Restored Homes. Back in
7	2005, the City of New York approached Neighborhood
8	Restore, which is an affiliate organization that
9	works closely with the City on tax foreclosed
LO	properties, and it was through that affiliation
11	that HPD and HUD approached Neighborhood Restore
12	to create this separate 501(c)3 organization,
13	Restored Homes, to oversee this program.
L4	We work very closely with the non-
15	profit and for-profit community-based
L6	organizations who work with us in these
L7	communities to put together scopes of work,
18	identify properties, and, most importantly, do the
19	outreach and qualifying of future homebuyers.
20	CHAIRPERSON GARODNICK: So it's for
21	the ultimate rehabilitation of these six
22	buildings, is that correct?
23	SAL D'AVOLA: Correct.
24	CAROL CLARK: Yes.
25	CHAIRPERSON GARODNICK: And the

1	LAND USE SUBCOMMITTEE ON PLANNING, 25 DISPOSITIONS & CONCESSIONS
2	current residents of those buildings, what will
3	happen with them?
4	SAL D'AVOLA: The buildings are
5	vacant when they're sold to us.
6	CHAIRPERSON GARODNICK: They're all
7	vacant.
8	SAL D'AVOLA: They're all vacant
9	properties.
10	CHAIRPERSON GARODNICK: Okay.
11	Thank you. Seeing no members of the public
12	wishing to testify on this item and no questions,
13	we will close the hearing on Land Use 1241, non-
14	ULURP 20105079 HAK in the district of Council
15	Member Dilan.
16	Open the hearing on 1242, non-ULURP
17	lurk number 20105080, these are three properties
18	in Brooklyn, part of the same program in the
19	district of Council Member Vann, and I see Mr.
20	D'Avola is still with you, so I have some
21	suspicion this will be a similar sort of an
22	application. Go ahead, Ms. Clark.
23	CAROL CLARK: It's actually an
24	identical application and all the testimony we
25	just gave in the previous item of 1241 and how the

LAND USE SUBCOMMITTEE ON PLANNING, 26 DISPOSITIONS & CONCESSIONS
program operates is relevant to this LU 1242.
It consists of the proposed rehab
of two two-family vacant and one three-family
vacant homes located at 279 Clifton Place, 469
Monroe Street, and 412 Gates Avenue under the
Asset Area Control program.
HPD is requesting the Council's
approval of a UDAAP tax exemption for the eligible
purchasers to enhance the affordability of the
project.
Council Member Vann has been
briefed and has indicated his support.
CHAIRPERSON GARODNICK: Thank you.
And for the purposes of the sales of these units,
is there any difference between Land Use 1241 and
1242 as to who will be able to purchase, or at
what level they will be able to purchase these
apartments?
SAL D'AVOLA: No, there's no
distinction between the two applications.
CHAIRPERSON GARODNICK: And what is
the affordability component here for both of them?
SAL D'AVOLA: Maximum of 115% of
AMI is the programmatic maximum for affordability,

1	LAND USE SUBCOMMITTEE ON PLANNING, 27 DISPOSITIONS & CONCESSIONS
2	however, depending on the neighborhoods where the
3	homes are, the affordability can be lower.
4	CHAIRPERSON GARODNICK: Is that
5	percentage set by HUD, is it set by HPD?
6	SAL D'AVOLA: The percentage was
7	set by HUD.
8	CHAIRPERSON GARODNICK: Okay, thank
9	you. Seeing no members of the public wishing to
10	testify on Land Use 1242, 20105080 HAK, we will
11	close the hearing on that item.
12	And open the hearing on our last
13	item of the day, Land Use Preconsidered non-ULURP
14	without a number, two properties in the district
15	of Council Member Mitchell. This is an amendment
16	to an earlier application.
17	Ms. Clark, if you could go ahead
18	and introduce this item.
19	CAROL CLARK: Surely, Mr. Chairman.
20	I'm joined Don Capoccia, the principal of BFC
21	Partners, and Juan Barahona to my right, also of
22	BFC, which is the sponsor for this proposed
23	project.
24	It does consist of the proposed
25	amendment of a project that was previously

CHAIRPERSON GARODNICK: I vote aye.

1	LAND USE SUBCOMMITTEE ON PLANNING, 31 DISPOSITIONS & CONCESSIONS
2	CAROL SHINE: Council Member
3	Gonzalez.
4	COUNCIL MEMBER GONZALEZ: Aye.
5	CAROL SHINE: Council Member
6	Dickens.
7	COUNCIL MEMBER DICKENS: Aye.
8	CAROL SHINE: By a vote of three in
9	the affirmative, none in the negative, and no
10	abstentions, the aforementioned items are approved
11	and referred to the full Committee.
12	CHAIRPERSON GARODNICK: Thank you
13	very much everybody and we are going to leave the
14	roll open until the full Land Use Committee
15	commences, and I thank my colleagues for their
16	presence today and [pause] Land Use comes next.
17	FEMALE VOICE: No.
18	[Pause]
19	CHAIRPERSON GARODNICK: Oh I'm
20	sorry, Landmarks comes next, so we're going to
21	keep this open until Landmarks starts, and then
22	we're going to be adjourned. Thank you.
23	CAROL SHINE: Council Member
24	Ignizio.
25	COUNCIL MEMBER IGNIZIO: Yes. I

1	LAND USE SUBCOMMITTEE ON PLANNING, 32 DISPOSITIONS & CONCESSIONS
2	vote aye on all.
3	CAROL SHINE: The vote stands at
4	four in the affirmative, none in the negative, and
5	no abstentions.

I, Tammy Wittman, 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 Tamp William

Date __November 2, 2009_