CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

of the

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS

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March 9, 2010 Start: 01:15 pm Recess: 01:34 pm

HELD AT: Hearing Room

250 Broadway, 16th Floor

B E F O R E:

STEPHEN T. LEVIN Chairperson

COUNCIL MEMBERS:

Stephen T. Levin Inez E. Dickens Sara M. Gonzalez

Peter Koo

APPEARANCES

Carol Clark Assistant Commissioner NYC HPD

Donna Parks Secretary 310-312 Tenant Association

Victor Hernandez Director of Tenant Interim Lease NYC HPD

Eric Enderlin Assistant Commissioner of Preservation Finance NYC HPD

2 CHAIRPERSON LEVIN: Good afternoon and welcome to the Subcommittee on Planning, 3 Dispositions and Concessions. My name is Stephen 4 5 Levin. I am the chair of the subcommittee. represent the 33rd District in Brooklyn. I am 6 joined by my colleagues on the subcommittee, Council Member Inez Dickens from Manhattan, 9 Council Member Sara Gonzalez from Brooklyn and we have a new colleague that will be joining us from 10 11 here on out, Council Member Peter Koo from Queens. 12 Welcome, Peter. I look forward to serving with 13 you. 14 This afternoon we have two items on 15 the agenda. Both items are in the district of 16 Council Member Dickens. They are Land Use number 17 21, non-ULURP number 20105214 HAM. The address is 310-312 West 122nd Street in Manhattan. It's a 18 19 Tenant Interim Lease program in Community Board 20 District 10. Testifying on behalf of the City's 21 Department of Housing Preservation and Development 22 is Carol Clark and Terry Arroyo. 23 CAROL CLARK: Thank you, Mr.

Chairman. I'm Carol Clark, Assistant

Commissioner, HPD. As you noted, LU 0021 consists

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of the proposed disposition of two occupied city-

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owned buildings located at 310 and 312 West 122nd

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Street through HPD's Tenant Interim Lease program

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to create one Housing Development funding

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corporation. We call the program TIL and it

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assists organized tenant associations in city-

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owned buildings to purchase and manage low income

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cooperatives. This project consists of 20

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residential units. Council Member Dickens has

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indicated her approval. Thank you.

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CHAIRPERSON LEVIN: Commissioner

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Clark, I'd like to follow up a little bit. Can

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you explain a little bit about the size of the

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building and also a little bit of the history of

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the tenant association and a little bit of the

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background?

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CAROL CLARK: I'm happy to do that.

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In the two buildings there are a total of 20

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units. At the time that the renovation was being

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undertaken, 10 were occupied and 10 were vacant.

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310 West 122nd Street is 95% complete in terms of

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the renovation. 312 West 122nd Street is 91%

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complete. So they're pretty much ready for the

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tenants to move back in.

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 5								
2	CHAIRPERSON LEVIN: The tenants								
3	that are not in the building now, where are they								
4	currently?								
5	CAROL CLARK: They are relocated to								
6	other city-owned property in Manhattan.								
7	CHAIRPERSON LEVIN: Council Member								
8	Dickens has a question.								
9	COUNCIL MEMBER DICKENS: Thank you,								
10	Mr. Chair. How many units are handicapped units								
11	in which building, or is it in both?								
12	CAROL CLARK: By handicap units, do								
13	you mean units that are accessible via an								
14	elevator?								
15	COUNCIL MEMBER DICKENS: I don't								
16	believe there is an elevator in this building.								
17	Let me rephrase my question. Are there any units								
18	that are set up for handicap access, such as								
19	railings?								
20	CAROL CLARK: I am not aware that								
21	any units are set up for handicap access. I was								
22	hoping that Victor Hernandez our director of the								
23	TIL program would be able to join me. I can								
24	follow up on that question with you, Council								
25	Member Dickens afterwards because I really don't								

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS						
2	CHAIRPERSON LEVIN: Are you						
3	speaking in favor or in opposition to this item?						
4	DONNA PARKS: I'm in favor.						
5	CHAIRPERSON LEVIN: Is there						
6	anything that you would like to add, or anything						
7	that you'd like to let the committee know for the						
8	record?						
9	DONNA PARKS: We had a concern						
10	about the ramps because we do have seniors and we						
11	do have handicapped tenants. There were no ramps.						
12	That was one of the main concerns of the TA. We						
13	are ready to move back in and to own our building.						
14	CHAIRPERSON LEVIN: Very good. Do						
15	you mind if I ask where are you relocated to						
16	currently?						
17	DONNA PARKS: 135 West 132nd						
18	Street. That's between 7th and Lennox Avenue.						
19	CHAIRPERSON LEVIN: How long have						
20	you been there?						
21	DONNA PARKS: As of March 6th, it						
22	was two years.						
23	CHAIRPERSON LEVIN: So you're ready						
24	to go back?						
25	DONNA PARKS: I'm very ready.						

2	CHAIRPERSON LEVIN: Those that have							
3	been relocated during the time of rehabilitation,							
4	they're all still waiting, right? There's nobody							
5	that's moved to another state or that's given up							
6	and not wanting to come back?							
7	DONNA PARKS: No. Everybody is							
8	ready to move back.							
9	CHAIRPERSON LEVIN: Very good. Is							
10	there anything else that you would like to share							
11	with the committee?							
12	DONNA PARKS: No, that's about it.							
13	CHAIRPERSON LEVIN: Do any other							
14	members of the committee have any questions for							
15	Ms. Parks?							
16	COUNCIL MEMBER DICKENS: Thank you,							
17	Mr. Chair for the opportunity to speak in support							

Mr. Chair for the opportunity to speak in support of this development. This TIL building at 310 and 312 West 122nd are two separate buildings joined by a common basement that entered the TIL program approximately 10 years ago. Between the buildings there are 20 units, of which 10 will have new homeowners when the sale is finalized in a few months. 310 consists of two studios, six one-bedroom and two two-bedroom units. All ten units

2 in 312 are three-bedrooms.

Until recently, there was some confusion regarding the remaining ten units that will be unoccupied by someone returning after the rehabilitation is completed. According to the resident association president, Ms. Carbot [phonetic] and Vice President McClary [phonetic], the residents were told when they moved out for the rehab that HPD would be using these units to relocate other TIL participants. A few weeks ago, upon turning in their proposed budget, the resident association was notified that HPD was no longer considering relocating other TIL tenants to the building for budgetary reasons.

Like Ms. Carbot and Ms. McClary, as well as Ms. Parks, I was extremely concerned about the fact when I was first notified of this. The resident's budget depends on their ability to rent or sell the remaining units to outside parties, a task that concerned me as these residents will be settling into their new homes and trying to get their feet under them as homeowners first.

I believe Ms. Carbot and McMclary and Ms. Parks, when they say that they are ready

1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 10

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to do what it takes to make this situation work, I believe them. If that means being new homeowners and owners at the same time, they will make it work. However, this, again, seems like a situation where TILs are sometimes set up to fail and HPD knows that I have been in discussion with them over the years about the TIL program.

If HPD intends to set these new owners adrift while I believe that these strong women will survive, other less business-minded, organized and cohesive resident associations might fail.

At yesterday's preliminary walk through, arranged at my office's request, HPD had not decided whether to use the additional units for relocation and is still waiting on the budget situation to be clear and has promised to facilitate extra meetings with the residents if sales or rentals are necessary. I urge HPD to not abandon these residents before they have their fullest opportunity to succeed. I thank you the Chair for my time and ask my colleagues for support on this wonderful independent opportunity for these residents to own their properties.

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 11 1 Thank you. 2 3 CHAIRPERSON LEVIN: Thank you, Council Member Dickens. Ms. Parks, I think one 4 5 thing can be said for sure and that's that you a 6 very strong advocate in your Council Member and 7 that's something that I know that you appreciate. 8 DONNA PARKS: Yes, I do. 9 CHAIRPERSON LEVIN: I'd like to 10 call up Victor Hernandez from Housing Preservation 11 and Development to join Assistant Commissioner 12 Clark in answering some of the questions that were 13 posed earlier. Council Member Dickens, if you'd 14 like, direct your questions to Mr. Hernandez. 15 COUNCIL MEMBER DICKENS: Thank you, 16 Mr. Hernandez. I had asked the commissioner about 17 the handicap ramp, because in many of the 18 buildings where are they are gut rehabbed the 19 owners or developers are required to construct a 20 handicap ramp. Where the building is built out to 21 the building line and cannot come from the front, 22 then it's built along the side parallel to the

frontage of the building. I'd like to know what

occurred, because when my staff went to 310 and

312, there was no handicap ramp.

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the TIL program does take time, codes change over

1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 13the years. I might suggest that HPD might have to 2 make certain changes, particularly as it relates 3 to handicap access in order to facilitate and to 4 5 allow handicaps to have access and the opportunity б to purchase apartments. VICTOR HERNANDEZ: Right. I do know that we do take that into consideration. 8 9 just don't know exactly how to answer your direct question right now. But I know we make apartments 10 11 handicap accessible on the first floor and stuff 12 like that. I know that's part of the layout. But 13 to answer your direct question about these two 14 buildings and the ramp, I'm not sure. 15 COUNCIL MEMBER DICKENS: The only 16 reason I bring this up, Mr. Hernandez, is because 17 if the apartment on the first floor is handicap 18 access but to get into the entrance of the 19 building requires you to go up four or five steps, 20 then it is no longer handicap accessible. 21 VICTOR HERNANDEZ: You're 100% 22 right. But it is our understanding, and don't 23 quote me, that handicap accessible is not just in 24 a wheelchair, it could be other things.

COUNCIL MEMBER DICKENS: Correct.

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 14 1 2 VICTOR HERNANDEZ: Exactly. Thank 3 you. 4 CHAIRPERSON LEVIN: Thank you, 5 Council Member. Do any other members have any questions for Mr. Hernandez or Ms. Clark? With 6 that, I will be closing the hearing on this item. We have one more item on the agenda for today's meeting and it's Preconsidered item number 9 20105416 HAM that is 50 West 132nd Street in 10 11 Manhattan, also in Council Member Dickens' 12 district, Community Board District 9 in Manhattan. 13 This is a HUD multifamily loan program. going to be joined by Assistant Commissioner Clark 14 15 and Eric Enderlin from HPD. 16 CAROL CLARK: Right. Eric is the 17 HPD's Assistant Commissioner of Preservation 18 Finance, recently appointed. This property is known as Bethel Manor. It's located at 50 West 19 20 132nd Street. 21 Back in 1973, the city conveyed the 22 property to the sponsor, Ebthel Housing 23 Development Fund Company, for development of one 24 building with 47 low income rental units under 25 HUD's Section 236 program. The city

1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 15simultaneously purchased a remainder interest in 2 the property. Currently, the sponsor is seeking 3 4 to convey the property to Bethel Manor LLC. 5 entity will rehabilitate the building and preserve all 47 units that are currently in the Section 8 б 7 program, allowing the tenants to remain in their 8 low income rental units. 9 In preparation for the 10 redevelopment of the project and to facilitate the 11 financing, the city is before the Council today 12 seeking to sell its remainder interest in the property to the sponsor prior to the transfer of 13 title. Council Member Dickens has reviewed the 14 15 project and has indicated her support. Thank you. 16 CHAIRPERSON LEVIN: Thank you, 17 Assistant Commissioner. So the units are going to remain Section 8 units? They're a project based 18 19 Section 8. 20 ERIC ENDERLIN: Yes, it will 21 continue to be a project based Section 8 building. 22 CHAIRPERSON LEVIN: The folks that

are living there currently, are they longtime

tenants, newer tenants? What's the general

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breakdown?

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ERIC ENDERLIN: My understanding of

the tenancy is that it's essentially a long-term

tenancy. The building was built in 1973 under the 4

5 same kind of financing program that it exists in

today and so, therefore, it is a long-term 6

7 tenancy. Obviously, there is always going to be

some turnover, but for the most part it's a stable

9 tenancy.

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CHAIRPERSON LEVIN: Do any members of the committee have any questions for the assistant commissioner or Mr. Enderlin? Council Member Dickens has a question.

COUNCIL MEMBER DICKENS: Thank you, Mr. Chair. This building will continue to provide 46 plus 1 of units of low income housing, affordable to families at or below 60% of AMI. is critical to my community that this action be taken by the Council today for the preservation and improvement of the affordable housing stock. I do ask my colleagues for support on this action. I thank you, Chair, for my time.

CHAIRPERSON LEVIN: Thank you, Council Member Dickens. It sounds good to me. Ιf there is no other testimony or questions on this

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 17						
2	item, I close the hearing on this item. I will be						
3	calling for a vote on the two items before us						
4	today. That's Land Use number LU 0021 number						
5	20105214 HAM, 310-312 West 122nd Street in						
6	Manhattan in the district of Council Member						
7	Dickens and the Preconsidered non-ULURP number						
8	20105416 HAM, 50 West 132nd Street in Manhattan,						
9	also in district of Council Member Dickens; the						
10	first one being a Tenant Interim Lease program and						
11	the second one being a HUD multifamily loan						
12	program. I recommend an aye vote on all items and						
13	I will ask the counsel to call the roll.						
14	CAROL SHINE: Carol Shine, Counsel						
15	to the subcommittee. Chair Levin?						
16	CHAIRPERSON LEVIN: Aye.						
17	CAROL SHINE: Council Member						
18	Gonzalez?						
19	COUNCIL MEMBER GONZALEZ: Aye.						
20	CAROL SHINE: Council Member						
21	Dickens?						
22	COUNCIL MEMBER DICKENS: Aye.						
23	CAROL SHINE: Council Member Koo?						
24	COUNCIL MEMBER KOO: Aye.						
25	CAROL SHINE: By a vote of four in						
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1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 18 the affirmative, none in the negative and no 2 abstentions, the aforementioned items are approved 3 and referred to the full committee. 4 5 CHAIRPERSON LEVIN: I'll be adjourning the meeting for today and I look 6 7 forward to seeing everybody in a couple of weeks. Thank you. 8

I, Donna Hintze 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.

Signatu		Tours	Leuba)		
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Date	April	1,	2010		