CITY COUNCIL CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

of the

SUBCOMMITTEE ON ZONING AND FRANCHISES

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June 19, 2012 Start: 9:45 am Recess: 12:42 pm

HELD AT:

250 Broadway Committee Room, 16th Floor

BEFORE:

MARK WEPRIN Chairperson

COUNCIL MEMBERS:

Albert Vann Joel Rivera Diana Reyna Leroy G. Comrie, Jr. Daniel R. Garodnick Robert Jackson Gale A. Brewer Melissa Mark-Viverito Jessica S. Lappin Vincent Ignizio 1

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

Carolyn Grossman Government Affairs Director City Planning

Barry Dinerstein City Planning

Laura Smith City Planning

David Karnovsky City Planning

Susan Gwertzman

Michael Smith President New York Bankers Association

Sheldon Lobel

Brenda Levin Land Use Consultant Extell Development Corporation

Tony Mannarino EVP Extell Development Corporation

Paul Selver Attorney Kramer, Levin, Naftalis & Frankel Extell Development Corporation

Mark Diller Chair Community Board 7

Mel Wymore Former Chair Community Board 7 A P P E A R A N C E S (CONTINUED)

Cynthia Doty Democratic District Leader 69th Assembly District

Madge Rosenberg Community Board 2

Elizabeth Kellner

Bob Botfeld

Roberta Semer Member Community Board 7

Judy Wood

John Davenport

Lynn Bender Max

Merle McEldowney

Phyllis Gunther Member Community Board 7

Debra Cooper Democratic State Committee

John Young Director Queens Office of Department of City Planning

Brendan Pillar Queens Office of Department of City Planning

Maria Thompson Executive Director Greater Woodhaven Development Corporation

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 4
2	CHAIRPERSON WEPRIN: Good morning,
3	my name is Mark Weprin, I'm the Chair of the
4	Subcommittee on Zoning and Franchises, and I am
5	joined this morning by Council Member Al Vann,
6	Council Member Joel Rivera, Council Member Diana
7	Reyna, Council Member Leroy Comrie, Council Member
8	Dan Garodnick, Council Member Robert Jackson from
9	the Subcommittee, those members from the
10	Subcommittee. We also have with us Gale Brewer
11	and Melissa Mark-Viverito, who are here for the
12	meeting as well.
13	What we're going to do, we're going
14	to go right into it. Our first item on the agenda
15	is Land Use number 611 and 612, this is the Upper
16	West Side neighborhood retail streets rezoning,
17	and I'd like to call up the following people from
18	City Planning to make the presentation, David
19	Karnovsky, Laura Smith, Barry Dinerstein, and
20	Carolyn Grossman, welcome.
21	You guys should know the drill,
22	state your name for the record when you speak, and
23	the floor is yours. Just for the record, the
24	audience, what we'll do is anyone who is in
25	opposition to this plan, we'll then have a panel

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 5
2	in opposition following this panel, then a panel
3	in favor, and back and forth until we run out of
4	people testifying.
5	[Long pause]
6	CAROLYN GROSSMAN: Good morning,
7	Council Members, apologies for the technical
8	delay. My name is Carolyn Grossman, I'm
9	Government Affairs Director for City Planning.
10	I'm joined by Barry Dinerstein, Laura Smith, and
11	David Karnovsky from City Planning as well. And
12	we are here to present to you the Upper West Side
13	neighborhood retail streets proposal.
14	Several years ago, about 2007, the
15	department was contacted by Council Member Brewer
16	and Community Board 7 about potentialconcerns
17	that they had about potential erosion of the Upper
18	West Side's unique commercial character. Today,
19	we see the Upper West Side offers diverse services
20	to one of the most dense and vibrant residential
21	neighborhoods in the city. You have Columbus and
22	Amsterdam, which are traditionally the localmore
23	local in character typified by small
24	establishments which offer a counterpoint to the
25	bustling shopping corridor that we all know along

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 6
2	Broadway, which is typified by a higher density
3	and wide range of goods and services. Those
4	successful corridors typify what we think of as
5	the healthy, they provide a range of services,
6	jobs, housing, all within a walkable area. But
7	what we heard from the community at that time, and
8	then have then verified through our own research,
9	is that the proliferation of large stores, and
10	particularly large frontages, along Amsterdam and
11	Columbus avenues and particularly of large banks
12	along Broadway, it was changing the overall makeup
13	and the overall successful active pedestrian-
14	oriented character of these commercial streets.
15	What you have in front of you today
16	is the result of a partnership with Community
17	Board 7 and the three local elected officials
18	Council Member Brewer, as well as Council Member
19	Mark-Viverito and Council Member Dickens, and
20	extensive outreach with the BIDs, with local
21	property owners, and with many community
22	stakeholders to provide targeted zoning solutions
23	that address unique neighborhood problems by
24	limiting store frontages on Amsterdam and Columbus
25	to ensure the general neighborhood character over

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 7
2	time, and on Broadway, Amsterdam, and Columbus to
3	limit oversized frontages of banks that deaden the
4	pedestrian experience.
5	We believe the proposed regulations
6	reflect the existing local retail dynamic while
7	still allowing ample flexibility for property
8	owners and retailers to invest and provide
9	necessary goods and services for the Upper West
10	Side so that over the long term, the streets
11	continue to serve the needs of the Upper West Side
12	residents and remain commercially vibrant and
13	walkable. As you'll hear, City Planning heard a
14	lot of testimony during our process from
15	stakeholders on all sides and the City Planning
16	Commission refined the proposal to make sure that
17	existing businesses are able to accommodate future
18	needs within the proposed regulations.
19	I just want to take a minute to
20	thank current CB 7 chair, Mark Diller, former
21	chair Mel Wymore, and of course, the three Council
22	Members who have worked very closely with us
23	throughout this whole process to make sure we have
24	a proposal that really responds to all of the
25	myriad different concerns we've heard through the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 8
2	process. And Laura is going to walk you through
3	the details of the proposal and Barry and David
4	and I will be here for questions.
5	LAURA SMITH: Thank you. Good
6	morning, I'm Laura Smith from the Department of
7	City Planning. Good morning, Council Members,
8	thank you for being here.
9	As Carolyn introduced, we have been
10	working on this Upper West Side proposal for
11	several years now. The proposal or concerns were
12	first brought to us by the Community Board,
13	Community Board 7, and Council Member Brewer, and
14	we sought to respond to concerns that we heard
15	about, as Carolyn mentioned, the proliferation of
16	uses such as banks that occupy excessive frontages
17	and this trend of newer stores occupying frontages
18	that were out of character with the existing
19	storefronts that we saw along Amsterdam and
20	Columbus, two blocks that are really typified by a
21	multi-store character with on the order of seven
22	to ten stores per block.
23	Now in order to substantiate the
24	concerns that we heard from the Upper West Side,
25	we wanted to look at what other healthy retail

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 9
2	corridors looked like around the city. We set out
3	and surveyed ten other neighborhoods in all five
4	boroughs and we developed sort of a typology of
5	what a healthy, strong retail neighborhood looks
б	like. The Upper West Side is fundamentally
7	healthy, there's a low vacancy rate, there's a lot
8	of activity on the street, but we identified a
9	land use rationale that applies to both the Upper-
10	-or to the Upper West Side and to all local retail
11	corridors throughout the city that's based on land
12	use characteristics. The first to promote an
13	active streetscape and an attractive environment
14	for pedestrians, to encourage diverse retail
15	service opportunities for residents, and to
16	preserve a multi-store and active retail character
17	where it exists. With these sort of, basic tenets
18	in place, we looked more closely at the Upper West
19	Side to see if we had a land use rationale or if
20	there were zoning tools available to address some
21	of the concerns that we heard from the Upper West
22	Side and which we were actually able to observe
23	ourselves in the field.
24	A little bit generally on what the

25

Upper West Side looks like. We see primarily

SUBCOMMITTEE ON ZONING AND FRANCHISES 10 1 ground floor commercial uses along Amsterdam and 2 Columbus and Broadway with residential above. 3 We 4 see multiple buildings in stores per block, 5 particularly along Amsterdam and Columbus, larger buildings with larger footprints along Broadway, 6 7 and a low vacancy rate throughout on the order of about 6% along three avenues--Broadway, Amsterdam, 8 9 and Columbus. 10 However, there are unique 11 conditions that we found only on the Upper West 12 Side that didn't apply to other neighborhoods that 13 we looked at. The first is that only three 14 commercial corridors are serving an incredibly 15 dense residential neighborhood. We only have 16 avenues zoned for commercial uses, the side 17 streets are entirely residential, and this creates an incredible demand for the limited amount of 18 19 commercial space in the district relative to the 20 total number of people, you know, shopping along 21 these corridors for their daily goods and 22 services. As a result, there's less commercial 23 square footage per person on the Upper West Side 24 within our project area than we see in other 25 neighborhoods, even when comparing the Upper West

SUBCOMMITTEE ON ZONING AND FRANCHISES 11 1 Side to the Upper East Side. On the Upper East 2 Side, we see 50% more commercial square feet per 3 4 resident than we see on the Upper West Side. So 5 there really is a unique land use-based rationale 6 for why we might impose certain zoning 7 restrictions or zoning regulations along the three avenues that we're proposing on the Upper West 8 9 Side that we didn't actually see a rationale for in other neighborhoods. 10 11 We divided the proposal into an 12 approach for Amsterdam and Columbus and an 13 approach for Broadway. So the first, looking at Amsterdam and Columbus, the existing character is 14 15 one with zoning that allows for local retail and 16 services, it's smaller in scale than we see on 17 Broadway, it's residentially oriented, it's 18 partially within a historic district. We see 19 multiple establishments per block, typical 20 frontages have an average width of only 22 feet, 21 but we see many stores with much smaller 22 frontages, eight to ten feet is not unusual. 23 There is a mix of local retail and services, it's 24 very active interspersed with residential lobbies 25 that are very narrow, it's really just, you know,

SUBCOMMITTEE ON ZONING AND FRANCHISES 12 1 seven feet or eight feet wide, you walk in, there 2 are some mailboxes and then you walk upstairs to 3 4 the residences. The concerns that we had heard 5 from the community related to a loss of character, as Carolyn had opened up with, new stores that 6 tend to be larger and out of character with the 7 existing contact, and when I say larger, I mean 8 9 primarily larger in terms of frontage. So the 10 concern from the community is that where you once 11 had three or four small stores with multiple 12 frontages and multiple entries that facilitated a 13 very active sidewalk, a new store would come in 14 and subsume all three or four frontages, provide 15 only one entrance and reduce the availability of a 16 diverse array of goods and services to shoppers 17 and pedestrians. 18 There were concerns about vacancies

along certain blocks. Vacancy, you know, and stores turn over all the time and that's a natural process in a retail market, but the concerns that we heard were primarily related to long-term vacancies--stores that had been sitting vacant for an extended period of time--and what we largely saw happening was vacancies--landlords holding

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 13
2	properties vacant in order to assemble adjacent
3	storefronts to develop these larger frontages.
4	We also heard concerns over the
5	potential for banks with a significant ground
6	floor presence. When I get to Broadway, I'll
7	demonstrate what we saw on Broadway with regards
8	to banks, but there's a real concern in the
9	neighborhood that banks are occupying a
10	disproportionately high share of street frontage
11	and are really eroding the character of the
12	smaller stores or the smaller frontages that
13	provide a diverse array of goods and services, and
14	I'll get more to that when I get to the actual
15	proposal.
16	So just walking through a couple of
17	blocks here, you see frontages that are 10 to 17
18	feet wide, this is Amsterdam between 84th and 85th
19	Street. An example of a problem that we heard
20	from the community, here's a Chase bank with 94
21	feet of frontage on Columbus between 75th and
22	76th, and again, this is really out of character
23	with the existing framework. Broadway and
24	Amsterdam are typified by smaller buildings, as I
25	mentioned, with smaller footprints and narrower

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 14
2	frontages, and so there are examples where a bank
3	in particular will come in and occupy one frontage
4	that had previously been occupied by several
5	smaller stores.
6	Moving over to Broadway, it's a
7	wider avenue with direct transit access, there's
8	higher density commercial zoning so we have
9	developed a proposal that reflects the existing
10	conditions on Broadway and separates them from
11	what we see on Amsterdam and Columbus. There's
12	very strong retail continuity, there's a mix of
13	large and small stores and second story commercial
14	uses. You're far more likely to find commercial
15	uses on the second floor along Broadway than
16	you'll find on Amsterdam and Columbus, but you
17	will find them on Amsterdam and Columbus also in
18	newer buildings.
19	And again, we heard concerns over
20	the general loss of neighborhood character. I
21	mentioned the retail continuity, Broadway you can
22	walk up the length of Broadway from 72nd to 110th
23	and you see mostly commercial, active commercial,
24	and retail uses, but the concern is that these
25	banks with excessive frontages50, 100 feet wide-

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 15
2	-are really breaking up that character of retail
3	continuity and disturbing the streetscape. We
4	also heard concerns over long-term vacancies like
5	we had heard on Amsterdam and Columbus, and as I
6	just mentioned, the proliferation of banks with
7	significant ground floor frontages.
8	Looking at some examples, here's a
9	Capital One bank on Broadway between 86 and 87th
10	with 62 feet of frontage along Broadway. However,
11	here's an example of a Chase bank that has 20 feet
12	of frontage on the ground floor, it's mid block,
13	and then they have their operations above. So in
14	this case, you walk in and there'sthere should
15	be a model handed out with your packetsyou walk
16	into the Chase bank, there's the ATM, there's sort
17	of the convenience services on the ground floor,
18	and, then if you're there to spend an extended
19	amount of time sort of viewing the bank as a
20	destination rather than just a stopping point on
21	your way to other errands, you go upstairs and you
22	have a full array of banking services upstairs.
23	So looking at the proposal, along
24	Amsterdam and Columbus, we have four major
25	components to the proposal. The first is a

SUBCOMMITTEE ON ZONING AND FRANCHISES 16 1 general store frontage limitation, we are 2 proposing to require two establishments for every 3 50 feet of zoning lot frontage with no 4 5 establishment exceeding 40 feet in frontage and with a required depth of 30 feet for all new 6 7 establishments meeting this two per 50 feet of 8 frontage requirement. We exempt from this 9 regulation supermarkets, schools, and houses of 10 worship, and we also would exempt lots with a 11 commercial depth of less than 30 feet, and that's 12 really to ensure that the stores that are carved 13 out through this proposal are viable and workable 14 and have a depth or a frontage that facilitates a 15 functioning store. 16 We further propose to limit banks

17 to 25 feet of ground floor frontage, and this 18 really came about as a result of our finding that 19 banks are the only non-active use that has 20 demonstrated a proliferation along Broadway, 21 Amsterdam, and Columbus. For the most part, where 22 offices and, sort of, more passive services exist 23 along all three corridors, they're upstairs, or 24 they're downstairs, banks are the only non-active 25 use that have been occupying a high share of

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 17
2	ground floor street frontage. We recognize that
3	ATMs are convenience necessities for shoppers, for
4	residents, et cetera, and we're not proposing to
5	limit the overall number of banks or the amount of
6	services that are available, nor are we seeking to
7	inconvenience the pedestrian who wants to go and
8	take some money out and continue on their way.
9	Twenty-five feet is sufficient to allow for ATMs,
10	an escalator, an elevator, it's ADA compliant, and
11	then bring shoppers upstairs if they're seeking
12	the more office or passive services of the banks.
13	We are proposing a residential
14	lobby limitation of 25 feet on the ground floor,
15	this is consistent with lobby development that we
16	see along Broadway and Amsterdam today. Ground
17	floor of frontage is incredibly valuable and most
18	developers today arewell all developers that
19	we've seen in this district today have chosen to
20	provide lobbies with less than 25 feet along
21	Amsterdam and Columbus or else wider lobbies on
22	the side streets where the ground floor space is
23	less valuable for commercial uses.
24	We're also proposing a street wall
25	transparency requirement, and this is consistent

SUBCOMMITTEE ON ZONING AND FRANCHISES 18 1 with what we see in the neighborhood today, 2 requiring 50% transparency between 2 feet and 12 3 feet off the sidewalk, and that's really just to 4 5 ensure that windows allow pedestrians the ability to see in and shoppers to see out. I realize I 6 didn't mention this before, the overall proposal 7 boundaries that we're talking about are Amsterdam 8 9 Avenue on the east side of the street from 72nd to 87th Street and then we cut it at the urban 10 11 renewal area and we skip the urban renewal area 12 where we don't see character that's consistent with the goals of the proposal through NYCHA 13 14 development in Park West Village and then picking 15 up again at 105th Street to 109th Street in 16 Manhattan Valley. And then on the west side of 17 the street on Amsterdam, we go from 74th Street to 18 110th Street carving out to blocks where there is 19 current NYCHA housing with no commercial uses on 20 the ground floor today. Along Columbus, we go 21 from 72nd Street to 87th Street, stopping again at 22 87th Street where the urban renewal area begins. 23 Now for the regulations that I just 24 mentioned, the street frontage limitation and the 25 bank frontage limitation, residential, lobby

SUBCOMMITTEE ON ZONING AND FRANCHISES 19 1 limitation, and the street wall transparency, it's 2 important to, I guess, reiterate that existing 3 commercial uses that exceed the frontage 4 5 limitations today would be permitted to remain 6 unchanged in perpetuity. A space today that's 7 occupied that has 100 feet of frontage that's 8 occupied by a restaurant today can remain a 9 restaurant in the future, it can convert to another retail use or commercial use in the future 10 11 with 100 feet of frontage. The space may be re-12 tenanted by any other commercial use of the same 13 or lesser size. So we would not require existing frontages today that exceed 40 feet, or 25 feet in 14 15 the case of banks, to subdivide in order to comply 16 with the proposal, they would be permitted to remain in perpetuity at their existing frontages. 17 18 So just looking roughly at what 19 these frontage measurements that I mentioned look 20 like on a typical block, on Amsterdam and 21 Columbus, a block frontage in total is about 200 22 feet, so you see, sort of, what 4 feet, 10 feet, 23 25 feet look like on the block. These 24 measurements are obviously fluid, it doesn't have 25 to be 40 feet and 10 feet, you can have two stores

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 20
2	within 50 feet that are 25 and 25 or 30 and 20,
3	but this illustrates, sort of, the extremes of
4	what we would expect to see. And, again, it's
5	consistent with what we see along the corridors
6	today. Under the proposal, 93% of all commercial
7	storefronts on Amsterdam and Columbus comply with
8	the proposal. That means 93% of all stores on
9	Amsterdam and Columbus have less than 40 feet in
10	frontage. About half of the stores today along
11	Amsterdam and Columbus could double in size as of
12	right and still comply with the proposal. So what
13	we're proposing is really not all that extreme
14	when it comes to what the existing context looks
15	like, in fact, it's entirely consistent with the
16	existing neighborhood context and with the
17	components of character that the proposal seeks to
18	recognize and preserve for the future.
19	Looking at the transparency
20	requirements which will apply to Broadway,
21	Amsterdam, and Columbus, really this just calls
22	for windows covering about half of the store
23	frontage, allowing pedestrians to see inside,
24	shoppers to see out, and we would require windows
25	tothe measurement to start no lower than two

SUBCOMMITTEE ON ZONING AND FRANCHISES 21 1 feet, we want the windows to be, sort of, at eye 2 level. 3 Now looking at an example of a new 4 5 building in Amsterdam and how it looks today versus how it might look under the proposal, here 6 we see the Harrison on Amsterdam Avenue between 76 7 and 77th Streets. It actually largely complies 8 9 with what we're proposing, there are five groundfloor commercial uses, all of them are less than 10 11 40 feet with the exception of Modell Sporting 12 Goods, which has 57 feet of ground-floor frontage. 13 They also utilize the opportunity for second-story 14 commercial uses, which is permitted in new 15 buildings with residential above along Amsterdam 16 and Columbus. Here, there's an Equinox Fitness 17 Club occupying the entirety of the second floor, 18 so they have, I believe, almost 200 feet of 19 frontage on the second floor, which is entirely 20 permitted. So under the proposal, they would 21 largely comply, however, the Modell's Sporting 22 Goods would exceed the permitted frontage by 17 23 feet--they have 57 and we would require them to go 24 down to 40 feet. Nevertheless, this demonstrates 25 that what we are proposing is entirely workable

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 22
2	and allows for ample flexibly when we're talking
3	about new buildings. It's not unusual at all for
4	Modell's or for any other establishment in New
5	York City to utilize elevators, escalators, bring
6	shoppers upstairs, downstairs. We see Modell's,
7	for example, all over the city that have elevators
8	and escalators bringing shoppers up to four
9	flights is the most I've seen in a Modell's
10	Sporting Goods. But what this illustration is
11	really meant to demonstrate is that new buildings
12	are largely complying, but what we are proposing
13	through the frontage limitations is a modest
14	control to ensure that new establishments really
15	do fit the context in terms of frontage with
16	existing establishments that have been in place on
17	the Upper West Side for generations.
18	Moving over to Broadway, we are not
19	proposing any store frontage limitation. I
20	mentioned we have higher density commercial
21	zoning, a greater tendency for second-story uses,
22	larger building footprints, and limiting general
23	store frontages to 40 feet is not consistent with
24	the character. The proposal along Amsterdam and
25	Columbus is really about streetscape and

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 23
2	commercial character, and this doesn't fit the
3	character of Columbus. However, we are concerned
4	about a loss of retail continuity, and we have
5	seen a demonstrated proliferation of banks along
6	Broadway, so we are proposing to limit banks on
7	Broadway the same way we are on Amsterdam and
8	Columbus to 25 feet of frontage on the ground
9	floor. Of course, banks can extend back and
10	around other uses with unlimited square footage,
11	they can go upstairs, they can go downstairs, but
12	as far as their presence with regards to street
13	frontage, we would limit them to 25 feet.
14	Residential lobbies would also be limited to 25
15	feet in the way I mentioned on Amsterdam and
16	Columbus, this is consistent with what we see in
17	terms of residential development on Broadway
18	today. The ground-floor frontage is so valuable
19	that most developers and most residents prefer
20	large lobbies on the side streets and they would
21	continue to be permitted to do so. Street wall
22	transparency would be consistent with what we
23	would require on Amsterdam and Columbus with 50%
24	between 2 feet and 12 feet, and this district
25	would run from 72nd to 110th Street. And similar

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 24
2	or the same as what we're proposing on Amsterdam
3	and Columbus, existing uses, in this case banks,
4	that exceed the frontage limitation could remain
5	unchanged. If you have a bank today with 100 feet
6	of frontage, it could be a bank in the future with
7	100 feet of frontage, they could change ownership
8	with regards to banks, it could be a Chase goes to
9	a Bank of America, that's fine, and we would not
10	require the subdivision of that space.
11	So looking at a typical block on
12	Broadway, you see how 25 feet lays out on a
13	roughly 200 foot block front, Broadway varies in
14	terms of overall block front because it's diagonal
15	in portions. You see a tendency toward second-
16	story uses and, again, no general frontage
17	restrictions except for the 25 foot restriction
18	for banks and for residential lobbies.
19	So we're also proposing two outs
20	for these frontage limitations recognizing that
21	existing businesses may wish to expand beyond 40
22	feet and recognizing that there may be commercial
23	uses that simply cannot fit within the 40 foot
24	frontage limitations that we're proposing along
25	Amsterdam and Columbus. The first is a City

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 25
2	Planning Chair certification where the City
3	Planning Commission chair may certify a
4	modification to the regulations for frontages for
5	businesses that have been in place for at least a
6	year. So this would really be applicable only to
7	existing businesses and this would allow them to
8	expand up toexpand to a frontage of up to 60
9	feet upon demonstration of the following
10	conditions: The first is that physical
11	restrictions prevent onsite expansion in a way
12	that would prevent frontage from exceeding 40
13	feet. So if you have an existing business in
14	place that wishes to expand, they would have to
15	come in and demonstrate that there's really no way
16	for their business to expand without exceeding 40
17	feetthey can't wrap behind other uses, they
18	can't go upstairs, they can't go downstairs.
19	There are also land use based findings, and this
20	is really meant to ensure that the overall
21	character of Amsterdam and Columbus isn't
22	jeopardized by the expansion of existing
23	businesses.
24	So our finding here relates to the
25	number of other establishments with more than 40

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 26
2	feet fronting on, adjacent to, or across from the
3	block to which the applicant operates. So if
4	you're a store you would have to look on your
5	block, across the street, and at the two blocks
6	next to you, and you would be permitted to expand
7	if you meet the first finding, and as long as not
8	more than one other establishment on, across the
9	street, or next to you already exceeds 40 feet.
10	And, again, this is really a compromise to
11	recognize that small businesses should be allowed
12	to expand and we're not trying to limit them
13	excessively and force them into the authorization,
14	which I'll get to in a minute, but so recognize
15	that the goal of the proposal is to ensure that
16	the overall streetscape remains preserved with a
17	multi-store character.
18	So the second out is an
19	authorization, we have a City Planning Commission
20	authorization where the Planning Commission may
21	authorize a modification in the maximum street
22	wall width of commercial establishments. This
23	would be applicable to any applicanta bank could
24	apply, an existing business could apply, or a new
25	business could applyso long as the Commission

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 27
2	finds that such a proposed use cannot be
3	reasonably configured within the permitted street
4	wall width and such additional frontage space is
5	required for the operation of such use. So this
6	is less about the inability to expand up or down
7	or around because of the presence of other uses,
8	but the demonstration that the establishment who
9	is applying needs the additional frontage
10	specifically in order to operate.
11	And the second finding calls that a
12	high ground-floor vacancy rate exists within a
13	reasonable distance of the use and that such a
14	high vacancy is a consequence of adverse market
15	conditions. So an applicant may also come in and
16	demonstrate that they should be permitted street
17	wall inor a frontage in excess of 40 feet or in
18	excess of 60 feet because there's a high ground-
19	floor vacancy rate in the neighborhood. We're not
20	trying to suppress street activity, so certainly
21	upon demonstration or upon a finding from the City
22	Planning Commission that there is a prevailing
23	neighborhood-wide high vacancy rate, we want the
24	proposal to allow for additional retail and
25	commercial uses under such conditions.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 28
2	Another small component to the
3	proposal is a mapping of a commercial overlay, C1-
4	5 commercial overlay on an existing R-10A district
5	at 77th Street and Columbus Avenue, this is the
6	only corner that is zoned R-10A that doesn't have
7	a commercial overlay. There's longtime commercial
8	uses on the ground floor today and we're really
9	just trying to clean up the zoning map and this
10	was something that we found through the proposal
11	crafting.
12	So moving into the public review
13	process, we have approval from the Community Board
14	7 and from the borough president. We received two
15	suggested modifications, primarily from the
16	Community Board. The first relates to
17	authorizations. They stated that the finding that
18	such a proposed use cannot be reasonably
19	configured is too broad and that the vacancy rate
20	and reasonable distance measurement should be
21	better defined. They also asked that the CPC
22	require processing of the application within 90
23	days, after which, the waiver would automatically
24	be reviewed, and this was really born out of
25	concerns that the authorization process is time-

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 29
2	consuming and costly for small businesses and so
3	we should try to expedite the process. As a
4	result of this, we modified the proposal to add
5	the certification, which is really intended for
6	small businesses, and to get them through the
7	process even faster and make the process less
8	onerous. They also asked that we subject the
9	authorizations to review and comment by the
10	Community Board, which we've done.
11	The second modification put forth
12	by Community Board 7 related to interface between
13	City Planning and the Landmarks Preservation
14	Commission. This referred to a certification that
15	we have since modified and removed from the
16	proposal. We had previously required landmarked
17	properties towell we had allowed landmarked
18	properties to waive the frontage limitations upon
19	certification from LPC and City Planning, but
20	because we have now grandfathered in landmarked
21	buildings and all buildings with their existing
22	frontages in perpetuity, a conflict that we
23	thought might arise with landmarked buildings
24	after two years where they would be forced to
25	subdivide is no longer a possibility because

SUBCOMMITTEE ON ZONING AND FRANCHISES 30 1 frontages are grandfathered in perpetuity and a 2 landmarked building with frontage in excess of 40 3 feet would never be forced to subdivide. And so 4 5 we've removed the conflict that might potentially arise that had called for the certification, which 6 7 is no longer in the proposal. We also received borough president 8 9 approval with modifications that were largely The first asked that we increase 10 technical. 11 residential lobby restrictions on Amsterdam and 12 Columbus to 25 feet, which we've done, you saw 13 that in the proposal. That we clarify the definition of establishment, which we have been 14 15 able to at least specify what the intent of the 16 definition of establishment is in the CPC report, 17 it's regulated by the Department of Buildings. 18 That we reduce the minimum depth of commercial 19 establishments to 15 feet, that's something that 20 we've been reluctant to do or unwilling to do. 21 We've met with business owners, we know that 30 22 feet is really, sort of, the minimum viable depth 23 to create an operable store that functions as a 24 successful and flexible business. There is still 25 ample opportunities for shallower establishments,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 31
2	kiosks like we see on Broadway, Amsterdam, and
3	Columbus today, shoe shiners, et cetera, those
4	spaces remain in the supply of commercial square
5	footage today and we think they provide an ample
6	supply, we're not seeking to create more of those
7	small spaces.
8	They also asked that we simplify
9	the transparency requirement, also allow LPC to
10	modify the zoning requirements without the DCP
11	chair certification, which has been removed
12	anyway. They asked that the authorization include
13	land use based criteria, which is something that
14	we've built into the certification. And that we
15	include mandatory Community Board referral, which
16	we've done.
17	So looking more closely at what we
18	have done, the City Planning Commission approved
19	unanimously the proposal on May 9th with
20	modifications. The first in response to concerns
21	expressed by small businesses that the proposed
22	waiver rules would make it difficult for them to
23	expand. We've created the authorizationI'm
24	sorry, the certification to create a new faster
25	certification process that would allow existing

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 32
2	businesses to apply for expanded frontage up to 60
3	feet using more simple criteria, and this
4	eliminates the need for environmental review and
5	really facilitates an easier process for a small
6	successful business owner to expand up to 60 feet-
7	-to expand to ups to 60 feet in frontage.
8	We also heard concerns by property
9	owners who are concerned about the possibility of
10	having to subdivide after a period of extended
11	vacancy. By grandfathering in frontages at their
12	existing sizes in perpetuity, the City Planning
13	Commission thereby ensured that no business owner
14	or property owner would ever be forced to
15	subdivide after a period of vacancy.
16	Third, in response to concerns that
17	we heard from property owners who have projects
18	underway, the department modified the zoning text
19	to allow that projects that are currently in the
20	pipeline may be permitted to complete even if
21	their project results in frontages that exceed 25
22	feet for banks or 40 feet for general commercial
23	establishments along Amsterdam and Columbus so
24	long as their project is completed within six
25	months of the date of adoption of the proposal.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 33
2	Furthermore, we heard the concerns
3	from the borough president and the department
4	modified the text to allow lobby frontages up to
5	25 feet along Columbus and Amsterdam.
6	Several other smaller modifications
7	were made by the Planning Commission that includes
8	Community Board referral for the authorization and
9	the certification; obviously, the removal of the
10	chair certification for landmarked buildings; and
11	then other smaller text clarifications.
12	We heard from a host of
13	stakeholders at the public hearing in front of the
14	City Planning Commission, it included the BIDs,
15	the banking industry, real estate interests,
16	property owners, small businesses. The majority
17	of testimony that we've heard has been extremely
18	positive and favorable towards the proposal.
19	Again, this was really born out of strong
20	community support for the proposal in the first
21	place. But one of the biggest concerns that we
22	had heard is the concern over precedent, that what
23	we're doing on the Upper West Side may spread to
24	other areas of the city. We put in a tremendous
25	amount of time making sure that we were crafting a

SUBCOMMITTEE ON ZONING AND FRANCHISES 34 1 proposal that responds to the land use based 2 concerns that we found on the Upper West Side, and 3 4 we did survey ten other neighborhood throughout 5 this process. What we found and what our zoning tools respond to are conditions that really are 6 7 unique to the Upper West Side. There's a very 8 definite character that we see on the Upper West 9 Side that is very clearly threatened by certain 10 trends, which we think we have a zoning power to 11 control. We're not proposing to severely limit 12 the ability of the market to operate and evolve as 13 conditions change, but what the proposal does do 14 is modestly limit frontages in order to preserve 15 the neighborhood character. 16 As far as precedent goes, I mentioned that we have the unique conditions on 17 18 the Upper West Side related to constrained 19 commercial supply. The residential density is 20 largely unparalleled from what we see in other 21 neighborhoods around the city, even other similar 22 feeling neighborhoods. And the commercial square footage is constrained, we see only three 23 24 commercial avenues providing square footage for

25 retail and commercial uses. So while we see a

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 35
2	clear zoning and land use based rationale for the
3	frontage limitations that we're proposing to apply
4	on the Upper West Side, at this point we haven't
5	heard from other communities a, sort of, viable
6	argument that these specific regulations would be
7	appropriate elsewhere. That being said, as City
8	Planning, we have specific zoning solutions for a
9	lot of neighborhoods throughout the city and we
10	certainly look to specific neighborhoods for their
11	unique conditions and develop tools as a result.
12	But the tools that we're proposing for the Upper
13	West Side here, as of today, we haven't seen, sort
14	of, evidence elsewhere that they would be
15	appropriate.
16	So that concludes the presentation
17	and I think we're open for
18	CHAIRPERSON WEPRIN: Thank you.
19	LAURA SMITH:questions.
20	CHAIRPERSON WEPRIN: Thank you very
21	much. I just want to mention that we've been
22	joined by Council Member Lappin and Council Member
23	Ignizio.
24	What I'd like to do first is,
25	because they're here, to allow Council Member

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 36
2	Brewer and Council Member Mark-Viverito to make a
3	quick statement if they'd like on this matter.
4	Gale?
5	COUNCIL MEMBER BREWER: Thank you
6	very much, Mr. Chair. I mean, I can think you can
7	see from the presentation of Laura Smith that it
8	is an awesome presentation, the best by any public
9	servant I can ever imagine and I want to thankI
10	really mean that.
11	[Applause]
12	COUNCIL MEMBER BREWER: And I want
13	to thank Chair Burden and Carolyn Grossman and
14	Barry Dinerstein and David Karnovsky for all of
15	their efforts, this is huge. And I think actually
16	Laura's presentation at the Community Board blew
17	people away as it did here today and changed a lot
18	of minds.
19	And I want to thank the borough
20	president and his staff, my colleagues, Council
21	Member Melissa Mark-Viverito and Council Member
22	Dickens, and certainly, the chairs of today's
23	hearing, Community Board 7, Mark Diller, Mel
24	Wymore, Richard Asche, and Paige Cowley have been
25	amazing. And Melissa Mark-Viverito's district in

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 37
2	Manhattan Valley is off the charts also. Bob
3	Botfeld and Cynthia Doty have made the community
4	very proud.
5	I want to thank Pratt because they
6	didthe institute did a map of the 29 banks
7	don't get me started on banks, people know how I
8	feelthe 29 banks in the district being proposed
9	and the 70 banks in my district, four or five new
10	banks have volunteered to come into the West Side.
11	There are 800 Upper West Siders who
12	signed the petition, they're real people in
13	support of this proposal, and 75 commercial store
14	owners who wrote letters in support, and the block
15	associations, I know will be here today. You
16	know, this is an issue that the City Planning did
17	such homework to show the residential composition
18	and the three avenues and the relationship between
19	both, and the point ofthe East Side has also a
20	lot of commercial districts, many more avenues
21	that support that kind of a residential
22	population. So the uniqueness of the West Side, I
23	think, was only available due to this amazing
24	research.
25	So I want to say that the context

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 38
2	of the banks, I hope that people will ask the
3	counsel to the City Planning Commission to explain
4	while this particular proposal makes sense, it is
5	not somethingit's something that is legal, it
6	uses a zoning application to deal with a
7	streetscape issue for this particular unique set
8	of commercial activity, and I think that's really
9	clear in the memorandum that the counsel to the
10	City Planning Commission has put on the desk of
11	every member of the City Council here today, and
12	it is available for public distribution, if
13	anybody is interested.
14	Small mom-and-pops are the heart
15	and soul of a neighborhood. We all love our
16	children, we love our dogs and cats and animals,
17	but I can tell you we love our mom-and-pops
18	equally well for a whole series of reasons
19	they're people who help your children, keep you
20	safe, and actually become friends, and it's a
21	really important aspect to our neighborhood. And
22	I think anybody who lives in neighborhoods in New
23	York City knows that we're a city of
24	neighborhoods, we're not just a city of tall
25	buildings and buildings in general.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 39
2	So there are no words to describe
3	my thanks to everybody involved in this process,
4	it has been long, it's been complicated, I think
5	everybody's been heard, and I look forward to the
6	hearing today.
7	I want to thank you, Chair Weprin,
8	for giving me this opportunity, and from the
9	bottom of my heart, to thank everybody involved.
10	CHAIRPERSON WEPRIN: Thank you very
11	much. Melissa, did you want to add something as
12	well?
13	COUNCIL MEMBER MARK-VIVERITO: Just
14	briefly. I want to thank the chairs for today's
15	hearing. You know, everybody that Gale's thanked,
16	but I really want to give special thanks to Gale
17	for the amount of work and attention that has gone
18	into this and really being responsive to her
19	community, as was indicated by the City Planning
20	representatives here.
21	This is something that was started
22	in 2007, so we are five years into this level of
23	detail, analysis, and thoughtfulness that went
24	into this proposal. And it really is, kind of, an
25	example of community-based planning. You know,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 40
2	it's a need that resulted out of the community
3	expressing concern and government is responding.
4	The level of thoughtfulness to take into account
5	existing businesses and that they're grandfathered
б	in, it's not going to affect those businesses that
7	are currently in operation, and creating a level
8	playing field moving forward for banks, in
9	particular, I know that is something that had been
10	expressed.
11	But it's really something that I
12	think is to be an example, but also very unique
13	and not something that is going to be modeled in
14	every other community because there was so much
15	thought put into it and because this part of the
16	community is very different and unique.
17	So my community, the part that I
18	represent from 96 to 110th Street on the Columbus
19	and Amsterdam side originally had not been
20	considered, and due to the advocacy of
21	particularly CB 7, I want to thank them and,
22	obviously, Bob Botfeld and Cynthia Doty, now
23	Amsterdam Avenue is included up to 110th Street,
24	and we thank City Planning for considering that as
25	well.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 41
2	So thank you all that are here, I
3	see a lot of reps here from the community, I thank
4	everyone that's here to provide testimony, and
5	thanks for the time that you've put into this.
6	CHAIRPERSON WEPRIN: Thank you,
7	Council Member Mark-Viverito. I also have a
8	letter from, which I won't read, but it's a
9	statement from Council Member Inez Dickens in
10	support of this plan as well.
11	We have a number of people who
12	wanted to ask questions so we're going to get to
13	that. I have a question myself before we get to
14	the list, just a couple. So, you know, a lot of
15	people in other parts of the city and other
16	places, I look at this and, like, go, wait, we're
17	limiting certain businesses from going into
18	certain neighborhoods. For a lot of places that
19	don't have any banks in other parts of the city,
20	you know, we look at this in the same way, you're
21	trying to discourage people from coming in who are
22	of a certain type of business, how common is that?
23	How often have we done that in this city?
24	LAURA SMITH: It's not
25	unprecedented in the city to limit bank frontages,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 42
2	we limit bank frontages along 125th Street to 25
3	feet also for similar reasons: To promote an
4	active ground-floor streetscape for pedestrians.
5	In no case in no place do we limit the overall
6	number of banks or their square footage. We're
7	not trying to cut down on the availability of
8	services and banking opportunities, both from the,
9	you know, from the banking industry perspective or
10	from the commercial consumer perspective, but
11	where we see problems relating to active ground-
12	floor uses or in active ground-floor uses, we have
13	limited both bank frontages, as I mentioned, along
14	125th Street, and now, potentially, along Broadway
15	and Amsterdam and Columbus. And we also have
16	general active ground-floor use requirements in
17	other districts that limit banks and other
18	inactive uses by requiring that they occupy, in
19	some cases, no more than 50% of the ground floor
20	of a block.
21	CHAIRPERSON WEPRIN: And why single
22	out banks specifically for the 25-foot limit and
23	not make everybody 40 or everybody 25, for that
24	matter?
25	LAURA SMITH: Banks were the only

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 43
2	inactive use that we found to be proliferating
3	along Broadway, Amsterdam, and Columbus. We don't
4	see other inactive commercial uses occupying
5	significant ground-floor frontage along those
6	three avenues. We allow up to 25 feet because
7	we've seen examples of full-service banks with 25-
8	feet of ground-floor frontage who have their more
9	significant, sort of, service-oriented operations
10	where people sit and wait and speak to a, you
11	know, banking professional, and in those cases, we
12	have three examples of banks within the proposal
13	area already with less than 25 feet of ground-
14	floor frontage and then operations on the second
15	story. We think 25 feet is sufficient and we know
16	from what we've seen in real-world examples and
17	from the models that we've put on your desks that
18	25 feet is sufficient for providing ample room for
19	ATMs, for an active pedestrian flow for people
20	going inside to provide an elevator, an escalator,
21	both ADA compliant, fire code compliant stairwell,
22	and 25 feet works and we haven't seen evidence
23	from the baking industry that they need more than
24	25 feet in order to fit those, you know, sort of,
25	provisions on the ground floor with their major

SUBCOMMITTEE ON ZONING AND FRANCHISES 44 1 operations above. 2 Of course, they don't have to go up 3 or down, they can have 25 feet of frontage setback 4 5 30 feet and then wrap around and occupy as much square footage as they want on the ground floor so 6 7 long as it's not square footage that's fronting 8 the avenue. We don't think having coffee tables 9 and waiting areas for shoppers who use the bank as an appropriate use of ground-floor frontage on 10 11 Broadway, Amsterdam, and Columbus on the Upper 12 West Side. 13 Also because the frontage 14 regulations only apply to the avenues and do not 15 apply to the side streets, it's possible for a 16 bank still to have 100 feet of ground-floor 17 frontage, if they're on a corner, they have 25 18 feet of frontage, say, along Broadway and 100 feet down the side street. 19 20 CHAIRPERSON WEPRIN: Okav. Last 21 question from me, just has there ever been legal 22 challenges to something like this that you know of 23 where one industry is singled out for being 24 smaller, and if so, do you have precedent to 25 defend the action?

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 45
2	DAVID KARNOVSKY: We're not aware
3	of precedent with regard to this type of
4	limitation, however, our view is that it is
5	grounded in a land-use rationale that is strong,
6	that it's been demonstrated in the record, and
7	therefore, it can withstand challenge, both as a
8	land use matter and with respect to the various
9	issues that have been raised about preemption
10	under federal law.
11	CHAIRPERSON WEPRIN: Okay. And
12	your name for the record? Just restate it.
13	DAVID KARNOVSKY: Sure, David
14	Karnovsky, counsel
15	CHAIRPERSON WEPRIN: Thank you.
16	DAVID KARNOVSKY:at City
17	Planning.
18	CHAIRPERSON WEPRIN: Thank you,
19	David. All right, I'm going to get to somea lot
20	of members have questions so it's going to go on a
21	little while. I want to warn people who are going
22	to be testifying warnjust to let you know who
23	are going to be testifying that we're going to
24	have to limit testimony to three minutes each. So
25	if you start in your head, start working out how

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 46
2	short you can make it. I'd like to call on
3	Council Member Reyna.
4	[Pause]
5	COUNCIL MEMBER REYNA: Thank you,
6	Mr. Chair. Can you hear me? Okay. I just wanted
7	to take a moment, you started out the presentation
8	with a comparison of five different neighborhoods,
9	can you just go over what those neighborhoods
10	were?
11	LAURA SMITH: We surveyed ten
12	different neighborhoods throughout the city
13	COUNCIL MEMBER REYNA: Ten, okay.
14	LAURA SMITH:we looked at the
15	this has been several years now so forgive me if I
16	can't rattle them off so quickly, but the Upper
17	East Side, the Upper West Side, Hamilton Heights,
18	Norwood Avenue in the Bronx, Kingsbridge, Astoria,
19	Jackson Heights, New Dorp in Staten Island, Park
20	Slope, Nostrand Avenue, Flatbush Nostrand Avenue,
21	and I think that might've been it. I wasn't
22	keeping count, but if somebody
23	COUNCIL MEMBER REYNA: You
24	mentioned about eight. But in the list that you
25	just communicated, what was the common denominator

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 47
2	in choosing these particular areas?
3	LAURA SMITH: So we spent some time
4	in our offices before setting out to survey the
5	ten neighborhoods to identify commercial corridors
6	that had high residential density surrounding
7	them, the Upper West Side had some of the highest,
8	that they all had high residential density.
9	Similar commercial zoning, so local commercial
10	overlay C1, C2 districts for the most part, as
11	opposed to more regional retail destinations. We
12	looked at proximity to public transportation, and
13	we looked at car ownership rates, and we were
14	trying to identify, sort of, a universe to sample
15	of local retail corridors throughout the city that
16	are oriented towards the residential population
17	that lives around them, with a sufficient
18	residential population to support them without
19	needing to get into a car, and we were also
20	looking at vacancy rates. So in cases where we
21	had identified a corridor and we got there and it
22	turned out that they weren't doing so well, we
23	didn't end up surveying them. We really were
24	trying to capture healthy, active, dynamic
25	commercial corridors.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 48
2	COUNCIL MEMBER REYNA: And narrowed
3	what would be what we're hearing today to only one
4	applicable area.
5	LAURA SMITH: Well so we had the
6	contract began by the Community Board and by
7	Council Member Brewer, so it was the Upper West
8	Side who approached us with their list of concerns
9	and we heard their concerns, but we knew the Upper
10	West Side to be fundamentally healthy, and so we
11	wanted to see whether the concerns that we heard
12	from the Upper West Side were consistent with
13	concerns that we might see in similar
14	neighborhoods throughout the city or whether they
15	really were unique to the Upper West Side. So in
16	order to substantiate those concerns, we felt it
17	was, you know, contingent upon our, sort of,
18	surveying in a similar way many other
19	neighborhoods throughout the city in order to
20	determine that, yes, the Upper West Side really is
21	unique with these concerns, and two, to try to
22	quantify, sort of, the qualitative feel that we
23	think of when we think of a healthy local retail
24	corridor. I think we all have an idea of what it
25	means to be a healthy local neighborhood street,

SUBCOMMITTEE ON ZONING AND FRANCHISES 49 1 but until we set out and did the ten surveys, we 2 measured storefronts, we counted the mix of 3 4 different types of retail uses, we counted 5 vacancy, et cetera. We looked at the mix of retail versus, sort of, neighborhood services, and б 7 until we had done that extensive fieldwork survey 8 and quantified all of these things that can 9 contributed to the look and feel of a healthy neighborhood, we didn't feel comfortable proposing 10 11 a land use or zoning tools that might affect these 12 things that people typically just experience on an emotional level. 13 COUNCIL MEMBER REYNA: And as far 14 15 as the ten areas that you had mentioned, are there 16 business improvement districts in all or some? 17 LAURA SMITH: In almost all cases 18 they have business improvement districts, that was another sort of criteria that we considered--19 20 COUNCIL MEMBER REYNA: 21 [Interposing] Because I didn't hear that, so I was 22 just curious --23 LAURA SMITH: [Interposing] Yeah, 24 you're right. 25 COUNCIL MEMBER REYNA: --and so as

SUBCOMMITTEE ON ZONING AND FRANCHISES 50 1 far as what is before us, the text that is being 2 proposed, did it factor in what would be the 3 business improvement districts, and is there any 4 5 challenges that the Bid itself has brought to your attention? 6 LAURA SMITH: We found--we 7 8 obviously have gone into the most deal with the 9 Upper West Side so I'll speak to that experience. 10 What we found, of course, there are two business 11 improvement districts within the proposal area on 12 the Upper West Side: We have the Columbus, 13 Amsterdam BID in Manhattan Valley and the Columbus Avenue BID further down on Columbus Avenue south 14 15 of the urban renewal area. What we're proposing 16 is consistent with the healthy retail environment 17 that has been largely supported, promoted, and 18 enhanced by the BID. So we give the BIDs, you 19 know, a lot of credit for keeping the neighborhood 20 in as great shape as it is. We're not proposing 21 to change the way BIDs do their business. The 22 Columbus Avenue BID was rightfully proud to 23 announce that they have a 0% vacancy rate. 24 Conditions along the BID's corridor are--promote healthy retailer. I mentioned 93% of storefronts 25

SUBCOMMITTEE ON ZONING AND FRANCHISES 51 1 comply with the proposal, 93% storefronts along 2 the entire study area have less than 40 feet in 3 frontage and there is a 0% vacancy rate. 4 So the 5 BIDs were very helpful for us to see that what conditions are like today are working and so we б 7 tried to come up with a proposal that really 8 reinforced that. 9 Now we have heard from the Columbus 10 Avenue BID, who, you know, are not happy with the 11 proposal, they'd like to see Columbus Avenue 12 excluded, I think largely because they've done 13 such a great job with maintaining an active, 14 healthy retail environment along the corridor. 15 And we may hear from somebody from Columbus Avenue, so I don't want to--16 17 COUNCIL MEMBER REYNA: 18 [Interposing] Right, just separate and aside from 19 doing a good job, is there anything technical that would compromise, let's say, their assessment? 20 21 LAURA SMITH: No. 22 COUNCIL MEMBER REYNA: So there's 23 no technical issue with how you are presenting the 24 text amendment that would impact their particular 25 BID?

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 52
2	LAURA SMITH: No, we haven't heard
3	any concern on that level.
4	COUNCIL MEMBER REYNA: And [pause]
5	else I wanted to I understand that theit was
6	brought to my attention that there's a duplicitous
7	process as far as a storefront with a CPC
8	restrictive declaration with a storefront master
9	plan would have to go through City Planning twice?
10	LAURA SMITH: I believe this
11	relates to a landmarked property.
12	COUNCIL MEMBER REYNA: Correct.
13	LAURA SMITH: And in that case,
14	they've received a special permit, 74-711, to
15	which lays out a master plan for how frontages and
16	how commercial space is laid out within their
17	building. The proposal regulates street frontage.
18	Now the frontages that we've seen in the
19	landmarked building, the Belnord that's pursuant
20	to a 74-711, in some cases exceed 40 feet in
21	frontage, in some cases comply with the proposal.
22	Along Amsterdam, there is, I think, 200 feet of
23	frontage for CVS, or maybe a little bit less than
24	200 feet. In that case, they're subject to a 74-
25	711, that is a process that operates entirely

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 53
2	outside of the zoning regulations for the Upper
3	West Side neighborhood retail streets proposal, so
4	they're subject to a separate process. They
5	wouldn't have to go through City Planning twice,
6	it's not a dualthey don't have to receive
7	permission in one case to exceed the frontage
8	limitations and then permission again to modify
9	their 74-711 master plan.
10	COUNCIL MEMBER REYNA: And if they
11	already have a 74-711
12	LAURA SMITH: [Interposing] That
13	supersedes zoning.
14	COUNCIL MEMBER REYNA: So that they
15	remain the same.
16	LAURA SMITH: They would not be
17	required to change anything about their existing
18	frontage to comply with the proposal. They
19	wouldn't anyway because they're under 74-711,
20	which is governed separately, so they would not
21	have to modify their frontage in any way to comply
22	with the proposal, but in all cases throughout the
23	district, because we've grandfathered in existing
24	frontages at their current sizes, there is no
25	frontage that exists in the proposal area today

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 54
2	that would have to modify in any way to comply
3	with the proposal. Every frontage today that you
4	see along Amsterdam, Columbus, and Broadway, would
5	be permitted to remain unchanged in perpetuity.
6	COUNCIL MEMBER REYNA: And so the
7	74-711
8	LAURA SMITH: [Interposing] Is a
9	separate sort of regulatory process that the
10	Belnord has already gone through, they've already
11	received the special permit for 74-711 which
12	allows them to, sort of, bypass the zoning
13	regulations that we're proposing along Amsterdam
14	and Columbus and follow the path of 74-711 as
15	they've applied for their master plan.
16	COUNCIL MEMBER REYNA: And how many
17	others as far as this affected area have a 74-711?
18	LAURA SMITH: I can't answer that
19	question offhand, it applies to landmarked
20	buildings, and I think we have eight or nine
21	landmarked buildings within the entire project
22	area, so they may or may not be subject to 74-711,
23	but certainly we wouldn't see more than ten
24	because they apply only to landmarked.
25	COUNCIL MEMBER REYNA: So the 74-

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 55
2	711 supersedes the zoning text, but everything is
3	grandfathered in, it's a separate process, and
4	but would that be considered an exclusion?
5	LAURA SMITH: It would not be
6	considered an exclusion because, if they, in the
7	future, no longer are under the 74-711, if they're
8	no longer subject to the master plan as approved
9	through the 74-711, they would be required to
10	comply with the proposal. But that being said,
11	because the proposal inherently would not require
12	them to subdivide, they wouldn't be required to
13	change the frontage but they wouldn'tit wouldn't
14	be right to call them exempt, they would be part
15	of the universe of sites that are
16	CHAIRPERSON WEPRIN: [Interposing]
17	Council Member Reyna, if you could just wrap up
18	'cause we have a number of
19	LAURA SMITH: Right.
20	CHAIRPERSON WEPRIN:people who
21	want to ask questions.
22	COUNCIL MEMBER REYNA: Sure, no, I
23	appreciate it, it's just, you know, everybody's
24	been working on this for five years and we're
25	supposed to take it in in two minutes, and so we

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 56
2	just want to make sure thatI personally want to
3	make sure that I understand, you know, the overall
4	purpose and accomplishment of what is happening in
5	one specific neighborhood versus the rest of the
6	city.
7	Thank you.
8	CHAIRPERSON WEPRIN: Thank you,
9	Council Member Reyna. Council Member Garodnick.
10	COUNCIL MEMBER GARODNICK: Thank
11	you very much, Chair Weprin. And I only have a
12	couple of questions, but I first want to start out
13	by recognizing all of the hard work that Council
14	Member Brewer has put into this, as well as CPC
15	and I agree the presentation was very goodand
16	Council Member Mark-Viverito and Council Member
17	Dickens as well.
18	This is a really interesting and
19	novel proposal, I think, and one of the questions
20	that I wanted to talk to you about was the
21	precedent question because, obviously, the concern
22	about proliferation of banks and the way they have
23	worked to the detriment of small businesses and
24	communities is something which is felt intensely
25	on the Upper West Side, but it also is something

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 57
2	that we do feel on the Upper East Side.
3	And to the point about 50% more
4	commercial square footage per resident on the
5	Upper East Side, if you could just go back to that
6	for a second and explain what the meaning is and
7	what the relevance is in terms of precedent.
8	LAURA SMITH: Sure. So the point
9	in raising that fact as it applies to the Upper
10	West Side, and obviously the Upper East Side as
11	well, is to demonstrate that when there is a more
12	constrained commercial supply serving a very dense
13	residential neighborhood, there's less flexibility
14	for the neighborhood to absorb one very dominant
15	use. So on the Upper West Side, where we see a
16	proliferation of banks, that's really at the
17	expense of many other retail uses and commercial
18	uses that are needed by residents on the ground
19	floor with easy access and as part of their, sort
20	of, daily shopping experience.
21	In neighborhoods like the Upper
22	East Side or other neighborhoods that are still
23	incredibly dense and where there may be a
24	sentiment that there are too many banks or banks
25	with frontage that's too large, you know, not to

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 58
2	deny the community feel that that's the case that
3	may, you know, that's a legitimate sort of
4	concern. From a land use perspective, you know,
5	from the perspective that these banks are
6	jeopardizing the neighborhood's ability to remain,
7	sort of, able to provide local residents with the
8	array of goods and services that they need, that's
9	where the, sort of, statistic about the
10	constraints apply of commercial square footage
11	comes in. We were approaching it from a land use,
12	you know, perspective that we want our locally
13	serving commercial neighborhoods to be able to
14	meet the needs of the residents who live in the
15	neighborhood, and so on the Upper West Side, where
16	there's already a constrained supply of commercial
17	square footage, the proliferation of one use
18	that's not particularly active at the expense of
19	many other uses is a particular problem.
20	COUNCIL MEMBER GARODNICK: We have
21	a clear picture of the percentage of square
22	footage of the overall amount of commercial square
23	footage is represented by banks on the Upper West
24	Side as opposed to the Upper East Side or other
25	neighborhoods?

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 59
2	LAURA SMITH: We haven't done that
3	level of analysis, and one reason why is we
4	haven'twe're not proposing to limit the overall
5	square footage of banks, nor are we proposing to
6	limit the number of banks, we really are just
7	approaching this from a, sort of, streetscape
8	perspective, the ability of a
9	COUNCIL MEMBER GARODNICK:
10	[Interposing] I understand
11	LAURA SMITH: Yeah.
12	COUNCIL MEMBER GARODNICK:the
13	reason I ask is because we're talking about how
14	the Upper East Side presumably has more ability to
15	absorb banks than perhaps the Upper West Side
16	does, but if you have, say, a higher percentage of
17	overall square footage
18	LAURA SMITH: Right.
19	COUNCIL MEMBER GARODNICK:of
20	either frontage or bankage on the Upper East Side,
21	then it may actually weaken that argument a little
22	bit, which is the reason why I ask that
23	LAURA SMITH: Right.
24	COUNCIL MEMBER GARODNICK:but I
25	understand that you're not limiting the square

SUBCOMMITTEE ON ZONING AND FRANCHISES 60 1 footage of banks, you're really just talking about 2 the frontage. But I do think that there is an 3 4 open question here as to whether there is 5 applicability more broadly than the Upper West Side. 6 But then it takes me to my next 7 8 question about the legal issues -- and this is, I 9 guess, for Mr. Karnovsky--on I think that there's 10 two issues, one of them is the preemption issue, I 11 think you dealt with that rather persuasively in 12 the memo as it relates to the National Bank Act 13 and it looks very clear to me that there is an 14 exemption on preemption for zoning. And so that 15 seems in my mind to deal with that question along 16 with everything else you set forth in the letter of June 11th. But my question for you is, is 17 18 there any limit to what the City can do when it 19 comes to picking and choosing those commercial 20 establishments for which we will provide a 21 frontage limitation? If we wanted to, say, 22 provide a limitation for electronic stores because 23 we've seen particular consumer issues related to 24 electronic stores or, you know, stores that sell too much soda or whatever, is there any limitation 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 61
2	to what we can do legally or are we able to simply
3	go the distance however we think appropriate?
4	DAVID KARNOVSKY: I think, as Laura
5	explained, the rationale for this proposal has to
6	do with the streetscape, the pedestrian
7	environment, and really is tied to land use
8	concerns, it's not about regulating transactions.
9	As I discuss in the memo on preemption, there's
10	nothing about this that actually regulates the
11	deposit taking or lending functions of the bank
12	and to use land use regulation to do that could
13	well raise issues. So this proposal is really
14	about neighborhood character, streetscape,
15	pedestrian experience, those are the subject
16	matter of land use and, to the extent that a
17	particular use, in this case, the banks, raises
18	those concerns in a way that is not the case with
19	other uses, there is a basis for doing so. I
20	wouldn't universalize that and I would certainly
21	be concerned about trying to regulate consumer
22	transaction in electronic establishments based on
23	a zoning regulation.
24	COUNCIL MEMBER GARODNICK: Could
25	you do thecould you consider this in the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 62
2	reverse? One of the things which concerns all of
3	us about the proliferation of banks is the absence
4	of activity and the fact that they seem to swallow
5	up endless amounts of space to the detriment of
6	the smaller businesses, but let's say there was a
7	business that, instead of creating a dead space,
8	but actually created an active space, and let's
9	just take the electronic store, for example,
10	maybe, you know, people were drawn to it, maybe it
11	was, you know, because you have Best Buy on the
12	day after Thanksgiving suddenly creates a line
13	fromI'm making this up, of coursefrom 86th
14	Street and Park Avenue all the way around the
15	block to 89th Street and Lexington Avenue, could
16	you do anything in the zoning regulation to
17	address the excess of people as opposed to the
18	absence of people?
19	DAVID KARNOVSKY: Well I think
20	COUNCIL MEMBER GARODNICK: From a
21	streetscape perspective.
22	DAVID KARNOVSKY: Yeah, I think the
23	zoning resolution already addresses the size and
24	type of retail uses by categories in relationship
25	to the type of street, local streets, wider

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 63
2	streets, and there is a system for organizing uses
3	in terms of more regional draws, larger draws,
4	customer draws in relationship to location. So I
5	think in a way that is done, and I think that we
б	recognize that there are parts of the city with in
7	lower density environments with local retail
8	streets where certain kinds of retail may not be
9	appropriate in terms of the traffic generation and
10	the effect on the pedestrian activity. So I think
11	zoning does that in a general way through the way
12	the use regulations are organized for retail.
13	CHAIRPERSON WEPRIN: Dan, I didn't
14	put a clock
15	COUNCIL MEMBER GARODNICK: Thank
16	you.
17	CHAIRPERSON WEPRIN:I didn't put
18	a clock on you
19	COUNCIL MEMBER GARODNICK:
20	[Interposing] That's it, I'm going to end right
21	there, but I will end by saying that I think this
22	is extremely novel, and the reason I push on the
23	legal questions is I want to make sure that we're
24	on solid ground and it sounds like we are, and I
25	think we should continue this conversation. And I

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 64
2	note there's concern about precedent, but I think
3	that we should take a look at it further because
4	it's important and it really is something that is
5	impacting a lot of neighborhoods, certainly in
6	Manhattan and likely around the rest of the city
7	too. Thank you.
8	CHAIRPERSON WEPRIN: Thank you.
9	Council Member Lappin.
10	COUNCIL MEMBER LAPPIN: Thank you.
11	I'm going to continue along the same line and say
12	first many, many years ago, shortly after I was
13	sworn in, I approached City Planning on this exact
14	issue, Ellen Ryan, and was told that Councilwoman
15	Brewer was already working on it and has been
16	working on it for quite some time, so I want to
17	thank her. But it is something that we do hear
18	from people in different neighborhoods across the
19	city because our mom-and-pop shops very often are
20	what make our neighborhood special.
21	But I just want to be perfectly
22	clear 'cause you mentioned that the rationale here
23	was streetscape and the environments, that there
24	would not be a public health rationale used to,
25	for example, prohibit fast food establishments,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 65
2	which is something that we did discuss a number of
3	years ago in this city, from certain places, so I
4	just want to discuss that a little bit further.
5	Could a public health rationale be used to then
6	apply to the zoning to prohibit certain kinds of
7	uses in other parts of the city?
8	DAVID KARNOVSKY: You know, I'm
9	just not going to enter into discussion of fast
10	food zoning here, it's a topic that we have not
11	looked at in depth. As you know, it has been
12	tried in other jurisdictions, it's a complicated
13	question of whether or not there is a land use
14	basis for doing it, apart from issues of
15	regulation and enforcement to determine what is
16	fast food and how you deal with it in a zoning and
17	code fashion. So I think that's a topic for
18	another day.
19	COUNCIL MEMBER LAPPIN: But is this
20	legally creating a precedent to do that?
21	DAVID KARNOVSKY: No, I think this
22	is distinct. I mean, this is related to
23	traditional concerns of the zoning resolution,
24	which, as Laura said, for example, regulates
25	transparency of retail frontage, active retail,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 66
2	and so forth and so on. There are numerous ways
3	in which the zoning resolution relates to the
4	ground floor and its relationship to the street
5	and to pedestrian activity. I don't think that it
6	charts new orders in that way.
7	COUNCIL MEMBER LAPPIN: Okay. What
8	are other inactive uses? You mentioned that twice
9	but you didn't enumerate what they would be. What
10	would be examples of other inactive uses other
11	than banks?
12	LAURA SMITH: Doctor's offices,
13	general offices. We define it, you know,
14	depending on the neighborhood where we're
15	concerned about active versus inactive uses, we
16	can be fairly sharp in how we define what they
17	would besharp, meaning specific, I'm sorry. So
18	doctor's offices, in some cases trade schools, any
19	sort of standard office space, so a government
20	office, although they would probably be exempt.
21	I'm just sort of drawing a blank, but a real
22	estate office, community facilities, certain types
23	of medical uses. Just we're thinking, you know,
24	when we conceive of active versus inactive, active
25	would be something that's maybe a destination for

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 67
2	any pedestrian on the street where you go in and
3	you make a transaction and you leave, not where
4	you go and you sit for, you know, where you sit
5	and you're there for hours, and it's not a
6	restaurant, obviously, or a bar where people are
7	coming in and out regularly.
8	COUNCIL MEMBER LAPPIN: Okay. I
9	have a couple of questions about the proposal, one
10	is, I think I understand that it changed so I just
11	want to be clear in terms of frontages being
12	grandfathered in perpetuity. If there is an
13	existing bank, it becomes a clothing store, and
14	ten years later wants to become a bank again, that
15	is permissible and it does not have to be
16	subdivided.
17	LAURA SMITH: A bank that exists
18	today with, let's say, 100 feet of frontage could
19	become a restaurant, it could become a clothing
20	store, it could become another bank; however, if
21	it becomes a restaurant, a clothing store, if it
22	becomes anything but a bank, it could not ten
23	years down the line become a bank again. So the
24	frontage, we would not force a subdivision of the
25	frontage but, because banks are limited to 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 68
2	feet, whereas other uses are limited to 40 feet,
3	if it's 100 feet of frontage and it becomes a
4	restaurant, it would have, for example, it would
5	only be permitted to change again to another use
6	that is permitted the 40 feet of frontage.
7	COUNCIL MEMBER LAPPIN: So I want
8	to be clear actually, so we're not grandfathering
9	everything in perpetuity. If it continues on as a
10	bank, it could remain a bank in perpetuity, but if
11	it is not always a bank, it does have to be
12	subdivided if it tries to return to a bank use.
13	LAURA SMITH: To a bank. We are
14	grandfathering the frontages, not the uses. So
15	COUNCIL MEMBER LAPPIN:
16	[Interposing] But you're not grandfathering the
17	frontage if it has to then beif it becomes a
18	bank later, it has to be subdivided, so that
19	frontage is not grandfathered.
20	LAURA SMITH: But it would not have
21	to be subdivided if it were reoccupied by any
22	other use.
23	COUNCIL MEMBER LAPPIN: Right, but
24	if it's a bank, you said it has to be subdivided.
25	LAURA SMITH: That's correct, if

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 69
2	COUNCIL MEMBER LAPPIN: So it's not
3	grandfathered in that case.
4	LAURA SMITH: The frontage is, but
5	the use is not. So if the use wishes to
6	COUNCIL MEMBER LAPPIN:
7	[Interposing] They're tied together so that you
8	can't grandfather one without the other if that
9	use has to have a smaller frontage.
10	LAURA SMITH: Right, but as far as
11	thewe were hearing, you know, from property
12	owners who were concerned that no matter what,
13	there may be a condition where they would be
14	forced to subdivide, that there would be no use
15	that could fit into that space because it exceeds
16	40 feet, and so what we didor what the
17	Commission did through the modifications is allow
18	frontages in perpetuity. So we would never create
19	a condition where a property owner would be forced
20	to subdivide, they may have to find a different
21	use to fill that space, but they would not have to
22	undergo, you know, significant
23	COUNCIL MEMBER LAPPIN: Okay.
24	LAURA SMITH:alteration to the
25	building.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 70
2	COUNCIL MEMBER LAPPIN: And then
3	you sort of mentioned that you had changed or
4	there was a request that you clarify the
5	reasonable distance issue, and so I want to
6	understand clearly in terms of the outs where you
7	ended up.
8	LAURA SMITH: So the concern that
9	we heard from the Community Board was that the
10	authorization which required the finding that
11	CHAIRPERSON WEPRIN: Could we have
12	a little quiet, please?
13	SERGEANT-AT-ARMS: Quiet, please.
14	LAURA SMITH:that the use cannot
15	be reasonably configured within the permitted
16	street wall width and alsoor that a high vacancy
17	rate exists in the surrounding neighborhood and we
18	were asked to clarify that. And we did not, we
19	did not specify what reasonably configured means
20	or what a high vacancy rate means. The City
21	Planning Commission has the discretion to make
22	that determination
23	COUNCIL MEMBER LAPPIN:
24	[Interposing] I'm talking about the distance from
25	other businesses, 'cause you had mentioned if

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 71
2	there was already another business
3	LAURA SMITH: Oh, okay.
4	COUNCIL MEMBER LAPPIN:that had
5	expanded
6	LAURA SMITH: Right.
7	COUNCIL MEMBER LAPPIN:so what
8	is the distance now that you're looking at?
9	LAURA SMITH: An applicant may
10	apply for a certification to expand to up to 60
11	feet as long as not more than one other
12	establishment on the block, across the street, or
13	on either blocks adjacent already exceeds 40 feet.
14	So you can have one large frontage establishment
15	on, across, or adjacent when you apply, but there
16	cannot be more than one.
17	COUNCIL MEMBER LAPPIN: So whoever
18	gets there first, gets there first.
19	LAURA SMITH: To some extent, yes,
20	although because we see turnover all the time in
21	any retail neighborhood, we wouldn't expect, sort
22	of, a race to the finish line at the date of
23	adoption and then conditions remain static
24	forever. Spaces come open all the time, spaces
25	are occupied all the time, spaces

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 72
2	COUNCIL MEMBER LAPPIN:
3	[Interposing] And is this what the Community Board
4	had requested?
5	LAURA SMITH: They had requested a
6	land use-based criteria that considered the
7	existing context. They wanted flexibility to
8	allow existing businesses to expand, but they were
9	also concerned, I mean, they were concerned from
10	the outset about the loss of neighborhood
11	character through the proliferation of stores, you
12	know, which we sort of came to a conclusion,
13	stores exceeding 40 feet. So, you know, I think
14	we're all comfortable with a compromise that
15	allows for a moderate number of expansions of
16	existing businesses, while still upholding the
17	basic tenets of the proposal, which is to preserve
18	the multi-store character.
19	COUNCIL MEMBER LAPPIN: Okay.
20	Thank you, Mr. Chair.
21	CHAIRPERSON WEPRIN: Thank you,
22	Council Member Lappin. Council Member Comrie.
23	COUNCIL MEMBER COMRIE: My
24	colleagues have asked mostly the questions about
25	the exclusion for just the banks, what are the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 73
2	demographics of the area that you know of that
3	made you come to this decision?
4	LAURA SMITH: To the extent that we
5	looked at the demographics in the neighborhood, we
б	found an incredibly high aggregate spending power
7	that's largely the result of a lot of people with
8	relatively high incomes, and so when you have a
9	lot of
10	COUNCIL MEMBER COMRIE:
11	[Interposing] I mean, I know the income is high,
12	I'm talking about, like, the ages, specifically.
13	Are there a lot of people that are looking at
14	nightlife there? I mean, because you're talking
15	about passive versus active, you know, you're
16	talking about the frontage that is concern to the
17	community because it's passive. So is there, you
18	know, are the stores that you're looking to open
19	on the mom-and-pops going to create active or are
20	they going to be at this dark after 7 o'clock or 8
21	o'clock as well? That's what I'm concerned. And
22	is there, the ageI'm concerned more about the
23	ages because that creates the idea or the need for
24	what is active, what is passive, you didn't answer
25	any of those questions specifically.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 74
2	LAURA SMITH: So when weor when I
3	was speaking in terms of active versus passive, it
4	has less to do with, sort of, our people, you
5	know, running around inside the space or not, it's
6	more about the dynamic activity on a sidewalk. So
7	are these establishments with high turnover where
8	people are coming in and going out, making
9	transactions and leaving on a regular basis, sort
10	of, fostering an active streetscape where people
11	feel safe, where there are a lot of bodies on the
12	sidewalk, where you can walk up a block and have a
13	lot of opportunities for entry and egress, et
14	cetera, that may be open on weekends, the stores
15	in the neighborhood today that we call active are
16	serving residents mostly seven days a week, they,
17	you know, they're largely catering to residential
18	hours so if it's a community where people are at
19	home all day and they're not working, they may
20	close earlier. If they know that their clientele
21	are coming home late from work, they stay open
22	later. And, you know, for the most part, that
23	works on the Upper West
24	COUNCIL MEMBER COMRIE:
25	[Interposing] And doesn't that apply to most of

SUBCOMMITTEE ON ZONING AND FRANCHISES 75 1 the newer banks? Just to play devil's advocate, 2 they're open on the weekends, they're open until 7 3 o'clock at night just to, you know, I mean they're 4 5 open in the evening, so most of the banks are 6 competing to stay open in the evenings now. And 7 after 8 o'clock, I mean, what is the active--what 8 is considered active as far as, you know, because 9 if a store shuts down at 8 o'clock, a tailor 10 store, let's just say, you know, that you're not 11 having the traffic back and forth either. So, you 12 know, I'm trying to identify the difference for the record because I'm worried about, you know, 13 14 you say there is not a precedent, but I've got to 15 feel that Broadway, Astoria is going to be next or 16 Steinway Street or, you know, Queens Boulevard, 17 they're all going to look at this--and just to be Queens specific, since I'm from Queens--but, you 18 19 know, I have to feel that there'll be other 20 neighborhoods in the city that will look at this 21 and say how do we create this ambience. And but 22 I'm even have a deeper concern as to what really is a safe passageway for pedestrians in the 23 24 evening because if you're talking about safe 25 corridors, what do we do to make sure that our

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 76
2	constituents when they get off the bus or get out
3	the subway have a safe corridor walkway home. And
4	what that active streetscape should be since we're
5	only limiting 40 feet, we can't keep restaurants
6	thatyou know, you're talking a restaurant, the
7	traffic in and out of restaurant, the traffic in
8	and out of a restaurant that has tables and chairs
9	either is a different type of passive activity.
10	So I was trying to figure out what
11	all that really means for the residents of that
12	area based on their age dynamics, as well as
13	everything else.
14	LAURA SMITH: And so with regards
15	to banks specifically, we sort of see them as two
16	entitiesthere's an active component to a bank,
17	which would be the ATMs, actually more people are
18	in and out all the time, and then there's the
19	passive component where people are in and sitting
20	for a fairly lengthy amount of time. But that
21	component, the sort of service oriented component
22	of a bank or the business operations, is a
23	destination in its own right, it's not, sort of,
24	an impulse, I'm going to run in and buy a sandwich
25	or I'm going to, you know, do some comparison shoe

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 77
2	shopping or whatever. And that would be sort of
3	those are the types of uses that we think of as
4	active where you may set out and do window
5	shopping or you're in and out, it's not ait
6	doesn't have to be a destination in its own right.
7	We recognize that ATMs are, you
8	know, need to be well lit, they, you know, need to
9	be on the street, people don't want to feel unsafe
10	withdrawing their money at any hour and they tend
11	to be open 24 hours, and we think that, you know,
12	we know that they can fit within 25 feet, in many
13	cases they fit, you know, within a 5-foot wide
14	alcove in a Duane Reade. And so those are the
15	that's the active component of banking that we
16	think belongs on the ground floor.
17	If we had seen other less active
18	uses like, you know, a proliferation of medical
19	facilities, which, again, are destinations or of
20	other types of offices which are destinations, we
21	might have considered further limiting their
22	frontages on the ground floor as well, but because
23	we only saw it with banks, we're only proposing to
24	limit banks.
25	As far as, sort of, the demographic

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 78
2	componentwell let me go back to the hours that
3	they're open. Certainly, some banks are meeting
4	needs of customers on the weekends and after
5	hours, but the primary function of the banking
6	operations is what makes it a passive use. It's
7	not necessarily the hours that they operate,
8	although that certainly is a major component
9	historically, they are not open late and they're
10	not open on the weekendsbut it's what happens
11	inside and it's, sort of, the flow of pedestrians
12	in and out that we were looking most closely with.
13	COUNCIL MEMBER COMRIE: So most
14	mom-and-pop stores in that corridor are open until
15	10 o'clock at night?
16	LAURA SMITH: I can't say that most
17	of them, but that's not exactly what we were
18	trying to address. We didn't
19	COUNCIL MEMBER COMRIE:
20	[Interposing] But that's what I'm trying to drill
21	down to. And I'll ask the Community Board this as
22	well, but if the object is to try to create safe
23	corridors for pedestrian traffic, then how do we
24	create those safe corridors to make sure thatI
25	don't think it's daytime traffic you're worried

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 79
2	about, you're worried about after work traffic and
3	night traffic and the traffic flow of pedestrians
4	to feel walking that they're walking in safe
5	corridor, so I wanted to know how this planning
6	and zoning answered that. Just to put that out on
7	the table.
8	I think that you guys have done an
9	excellent job of trying to address a lot of these
10	issues, but if the idea for the community was to
11	create safe traffic zones, how did we get to
12	addressing those issues?
13	LAURA SMITH: And I think the
14	community was less concerned about, sort of,
15	safety in the evenings and more concerned about
16	neighborhood character as a retail destination as
17	an exciting and active place to walk up and down
18	the street and to shop, as well as a place where a
19	resident can obtain what they need for their day's
20	errands.
21	COUNCIL MEMBER COMRIE: Right.
22	LAURA SMITH: We didn't hear so
23	many concerns about safety or about how to make
24	the streets safer, we heard concerns about how do
25	we keep the streets exciting and active when

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 80
2	people are out and shopping. So
3	COUNCIL MEMBER COMRIE: Okay.
4	LAURA SMITH:you know, I think
5	if we heard from a community that was concerned
6	about safety in evening hours, we would approach
7	it differently.
8	COUNCIL MEMBER COMRIE: Okay.
9	Thank you.
10	CHAIRPERSON WEPRIN: Thank you,
11	Council Member Comrie. All right, we're going to
12	let this panel take a rest, and stick around for
13	the fun. I'd like to now call on a panel in
14	opposition to this project. Nick, we might need
15	another seat, but maybe not. So I'd like to call
16	up the following people: Michael Smith from the
17	New York State Bankers Association; Susan
18	Gwertzman, who is here; Sheldon Lobel; and then
19	Paul Selver; Brenda Levin; and Anthony Mannarino.
20	Do you all need to go up there to sit, Brenda?
21	BRENDA LEVIN: There's three of us.
22	CHAIRPERSON WEPRIN: Are you all
23	speaking?
24	BRENDA LEVIN: Yes, we are.
25	CHAIRPERSON WEPRIN: All right, so

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 81
2	we'll get you an extra seat.
3	BRENDA LEVIN: Okay.
4	CHAIRPERSON WEPRIN: Nick, six
5	people, 'cause that's the entire opposition panel
6	at once. Now, ladies and gentlemen, I apologize,
7	but we're going to have to limit you to three
8	minutes, I've been yelled at already for making it
9	as long as three minutes. So we have a lot of
10	people to testify still.
11	SUSAN GWERTZMAN: Sure. Where do
12	you want me?
13	CHAIRPERSON WEPRIN: Those people
14	who are here to testify in favor, we will call up
15	panels, I want to encourage you, if you don't feel
16	the need to testify and just want to have your
17	name read to the record and let us know you were
18	here, we're happy to let you to do that,
19	especially if you're going to be repeating a lot
20	of what you'll hear before you. But in the
21	meantime, did you guys choose up?
22	SUSAN GWERTZMAN: Yeah.
23	CHAIRPERSON WEPRIN: Once, twice,
24	three, shoot?
25	SUSAN GWERTZMAN: I'll go first.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 82
2	CHAIRPERSON WEPRIN: All right, can
3	we have some quiet, please?
4	SERGEANT-AT-ARMS: Quiet, please.
5	Quiet, please.
6	CHAIRPERSON WEPRIN: Make sure to
7	state your name for the record before you start
8	speaking, that way, if it's transcribed, they'll
9	know who's speaking, that's why we do that.
10	SUSAN GWERTZMAN: Is this on?
11	Good.
12	CHAIRPERSON WEPRIN: I think so.
13	SUSAN GWERTZMAN: Good morning, my
14	name is Susan Gwertzman, I've been following this
15	proposal and feel that my take on the situation
16	needs to be considered. I've lived at 88th Street
17	and Broadway for 41 years, I watch stores come and
18	go, and feel that the large chain stores are not
19	villains. When my electronics breakmy TV,
20	phone, printer, microwaveI love that I can run
21	into PC Richard a block from my house and talk to
22	a salesman who knows me and look at a wide
23	selection of goods, and their prices are very
24	fair. I don't have a car like many of the new
25	people who have moved into my building, and,

SUBCOMMITTEE ON ZONING AND FRANCHISES 83
 therefore, can't pick up these items with ease
 from big box stores in outlying neighborhoods or
 suburbia.

5 This is a store that serves our neighborhood. I understand that there are people 6 7 who do not like PC Richard because it does not make for interesting window shopping or contribute 8 9 to the neighborhood character. PC Richard is the 10 largest chain of private, family-owned electronics 11 and appliance stores in the United States. They 12 opened in 1909 in Bensonhurst, then moved to 13 Queens, and are now headquartered on Long Island. 14 This is the American dream come true and a New 15 York success story.

16 CVS, which is a block away on 17 Amsterdam Avenue, provides me with all my drug 18 store needs. The managers and sales clerks know 19 me well and let me purchase heavy items and return 20 later with my shopping cart to pick up those heavy 21 items they have put aside for me.

The people who work in these stores know the regulars and treat us well. I also want to point out that if landlords have to rent smaller spaces, they often rent to high end stores

SUBCOMMITTEE ON ZONING AND FRANCHISES 84 1 who can pay high rents, such as Baked by Melissa 2 where one cupcake costs more than six packaged 3 4 cupcakes These small high end stores--fancy vegan 5 shops and global home furnishings--are popping up 6 on Amsterdam Avenue. These stores may appeal to 7 some people but are not practical for people in 8 the neighborhood who live on a budget. 9 I understand that chain stores will 10 not be prohibited, but this effort appears in my 11 community to be anti-chain stores and I feel that 12 new stores that could be beneficial and affordable 13 will not come because the limitations will not serve their needs. Affordable is also part of 14 15 neighborhood character. 16 Thank you. 17 CHAIRPERSON WEPRIN: Thank you very 18 much, and I'm sure PC Richard appreciates the 19 commercial. 20 SUSAN GWERTZMAN: Yeah, well I love 21 Listen, I'm always breaking things and I'm them. 22 always running in there in the verge of hysteria 23 and I'm glad that they're there. 24 CHAIRPERSON WEPRIN: Thank you very 25 much. Mr. Smith.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 85
2	MICHAEL SMITH: Mr. Chairman and
3	panel, good morning, I'm Mike Smith, I'm the
4	President of the New York Bankers Association, we
5	represent all the banks in the state of New York,
6	both large and small. We believe strongly that
7	this proposal discriminates against banks
8	specifically as it relates to the limitation on
9	frontage, affecting banks in terms of
10	[Crosstalk]
11	CHAIRPERSON WEPRIN: [Interposing]
12	I think we'll stipulate to that.
13	MICHAEL SMITH: It is unusual for
14	us to appear and to comment on zoning matters
15	we're a statewide organization. As a general
16	rule, it is customary and appropriate for local
17	jurisdictions to prescribe reasonable requirements
18	as to commercial establishments, however, we
19	believe this proposal is exceptional and
20	precedential in the treatment of just one
21	business, and that is banks. Banks and only banks
22	are limited to the 25 feet, as had been noted
23	already. All other retail establishments are to
24	be limited to no less than 40 feet, and in some
25	places, no limitation at all. Moreover, banks are

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 86
2	specifically excluded from the more liberal
3	frontage maximum variance, as I said before, as to
4	other commercial establishments. We believe this
5	discrimination poses security risks, marketing
6	risks, design risks, competitive and legal issues
7	for banks, which will not be imposed on any other
8	commercial enterprise.
9	While we have overall concerns that
10	have been expressed in our statements to the
11	Planning Commission, we're just going to focus on
12	the 15 foot limitation. We believe and understand
13	and met with the Planning Commission25 feet, I'm
14	sorry, thank you very muchunderstand the desire
15	of the neighborhood and have been meeting with
16	representatives on this issue, however, we are
17	not convinced, nor do we see any rationale to
18	limit banks, which do provide, as we all know,
19	convenient banking services and funding for local
20	residential and commercial uses. In fact, this
21	disparate treatment which will discourage the
22	entry of new branches into the area for years to
23	come seems to contradict the stated goals of the
24	proposal. This is so, not only because banks are
25	desired tenants and neighbors and supporters of

SUBCOMMITTEE ON ZONING AND FRANCHISES 87 1 the local charitable events and community 2 activities, but also because it is the 3 neighborhood bank branches on which community 4 5 residents rely for safe access, 24/7 well-lit, secure ATM facilities are an example. It is this 6 7 financial accessibility and convenience which provides the fuel for local shopping and dining 8 9 experiences. 10 It is also important to recognize 11 that bank branches have unique security 12 requirements, unlike any other business in the 13 United States or in the state or city. Federal 14 law requires all banks have a bank protection 15 policy along with a bank protection officer. We 16 are required to have written security programs. 17 Bank experts agree--security experts agree that 18 visibility into the branch and from the branch 19 onto the street is a key element of bank security. 20 Indeed, federal law specifically requires security 21 plans to take into account the physical 22 characteristics--23 CHAIRPERSON WEPRIN: [Interposing] 24 Could you just quickly wrap up, Mr. Smith--25 MICHAEL SMITH: Yes.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 88
2	CHAIRPERSON WEPRIN: It's okay,
3	keep going, but just kind of wrap up really
4	quickly.
5	MICHAEL SMITH: New York also has a
6	ATM Safety Act and a Bank Security Act as it
7	relates to the configuration of ATM facilities as
8	to their size and lighting.
9	It should be noted in this regard
10	that the Planning department also appears to
11	contemplate that the 25-foot limitation be
12	compensated through a multi-floor second floor
13	configuration. It's our understanding that there
14	are not that many opportunities in this
15	neighborhood for that.
16	CHAIRPERSON WEPRIN: Just make your
17	best points.
18	MICHAEL SMITH: Okay. Well that
19	is
20	CHAIRPERSON WEPRIN: Okay.
21	MICHAEL SMITH:a big one because
22	if
23	CHAIRPERSON WEPRIN: No, no.
24	MICHAEL SMITH:you can't go up
25	to the second floor

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 89
2	CHAIRPERSON WEPRIN: I wasn't
3	MICHAEL SMITH:you're basically
4	going to have just an ATM facility, which we
5	believe has already been noted as a desirable
6	effect. But you need to have bank personnel if
7	you want to make a loan, if you want to do certain
8	transactions, and going to the second floor and
9	having a cash transaction or
10	CHAIRPERSON WEPRIN: Right.
11	MICHAEL SMITH:cashing a check
12	is not desirable getting on an elevator or an
13	escalator with that.
14	CHAIRPERSON WEPRIN: Okay.
15	MICHAEL SMITH: Finally, we have
16	concerns in the legal as it relates to equal
17	protection under the law. We believe that no
18	business should be subject to discrimination and
19	that laws are operating on the basis of equal
20	application.
21	There's also been mention to
22	federal and state laws in terms of preemption and
23	we've made that case, it's in our testimony.
24	CHAIRPERSON WEPRIN: Thank you, Mr.
25	Smith. Mr. Lobel.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 90
2	SHELDON LOBEL: Yes, thank you.
3	Good morning, my name is Sheldon Lobel, I
4	represent the owner of the building at 2171
5	Broadway. That's a landmarked building, which
6	presently, in a sense, suffers from the
7	designation of a landmark and is burdened by the
8	landmark law, but we know the law is
9	constitutional as set forth in the Penn Central
10	case. However, adding another burden to a
11	landmarked building we think takes us into an area
12	whichit gives the building further difficulties
13	in being maintained as required under the
14	landmarks law.
15	But specifically, we're asking the
16	Council to extend the grandfathering provision
17	which is presently contained within the City
18	Planning amendment. In the case of a landmarked
19	building, the text allows a vesting or a
20	grandfathering from six months after a certificate
21	of appropriateness is issued by the landmarks
22	commission. We think realistically that's
23	insufficient time. Although it may be sufficient
24	for any other building to vest after the law is
25	adopted, the landmarked building suffers much more

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 91
2	intense scrutiny and requirements for substitution
3	of materials and special considerations which must
4	go into it.
5	So although we think this law
б	affects a landmarked building much more than
7	contemplated in the Penn Central case, which may
8	get us into the area of constitutionally making
9	this entire law invalid, but if the Council and
10	the courts uphold this law, we think the Council
11	should insert a provision that the landmarked
12	buildingand I believe there's only one or two
13	this building happens to be on Broadway, which
14	prohibits the bank facility within that certain
15	footage designationthat the Council should amend
16	the law to give a landmarked building one year to
17	do substantial construction from the date that the
18	landmarks commission issues a certificate of
19	appropriateness.
20	Again, and I heard some testimony
21	about section 74-711 possibly being usurped or

about section 74-711 possibly being usurped or possibly being waived, and I have to speak to City Planning about that, whether 74-711, which is specifically inserted in the zoning resolution to compensate landmarked buildings for the losses

SUBCOMMITTEE ON ZONING AND FRANCHISES 92 1 that they have encountered because they are now 2 considered landmarks, and based on the Penn 3 Central case, this provision of affecting--which 4 5 affects the landmarked building might take us into an area of unconstitutionality. 6 7 CHAIRPERSON WEPRIN: Thank you, Mr. 8 Lobel--9 SHELDON LOBEL: Thank you. CHAIRPERSON WEPRIN: -- I believe 10 11 the next people have a similar concern, so who 12 wants to go first? Brenda, you want to go first? 13 BRENDA LEVIN: I will. 14 CHAIRPERSON WEPRIN: Okay. 15 BRENDA LEVIN: Yes, thank you. 16 Thank you, Mr. Chairman--17 [Crosstalk] 18 SERGEANT-AT-ARMS: --press the 19 button. 20 BRENDA LEVIN: Oh, I'm sorry. Good 21 afternoon or good morning, thank you, Mr. 22 Chairman, Members of the panel. My name is Brenda Levin, I'm a land use consultant, I'm representing 23 24 Extell Development Company. We are the owners--25 they are the owners, I wish it were me--of the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 93
2	Belnord. The Belnord is one of the buildings that
3	we believe defines the character of the Upper West
4	Side. It's in a pivotal location, it occupies the
5	square block from 86 to 87 from Broadway to
6	Amsterdam, two great boulevards and a broad side
7	street. It is an individual landmark, it was the
8	17th individual landmark designated in 1966a
9	year after the law was passed. In 1980, it was
10	added to the National Register of Historic Places,
11	and at the turn of this century, it was granted a
12	74-711 with extraordinary encumbrances and
13	restrictions for maintenance and other issues. It
14	is the only 74-711 in this area that also has a
15	storefront master planand Paul Selver will
16	explain that in a moment.
17	We want to acknowledge what other
18	people have that Councilwoman Brewer and the
19	Community Board, especially the Community Board
20	because they're volunteers, and City Planning have
21	done an extraordinary job, including eliminating
22	the Chairperson certification for landmarks to
23	which we objected and they heard our concerns.
24	Nonetheless, because our building is sui generis
25	we are asking that we be exempt from these

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 94
2	regulations, and Paul Selver will explain the
3	legal and planning rationale for that. We believe
4	that one building exempt from the hundreds that
5	are covered cannot diminish the import or the
6	intent of these regulations and so we ask for your
7	consideration.
8	CHAIRPERSON WEPRIN: Okay. Mr.
9	Selver.
10	PAUL SELVER: Actually, Tony is
11	going to go.
12	[Crosstalk]
13	TONY MANNARINO: Tony Mannarino.
14	Right.
15	CHAIRPERSON WEPRIN: All right.
16	TONY MANNARINO: Good morning, my
17	name is Tony Mannarino and good morning, Council
18	Members. I'm EVP of Extell Development
19	Corporation.
20	Extell, through one of its
21	affiliates, has owned the landmarked Belnord
22	apartments for over a decade. The Belnord was in
23	bad shape when it was acquired by Extell and had
24	been the site of one of the most contentious and
25	longest-running landlord-tenant disputes on the

SUBCOMMITTEE ON ZONING AND FRANCHISES 95
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Upper West Side and it's physical condition was 2 severely degraded both inside and out. Extell 3 began by honoring the tenants' legal rights and 4 5 establishing a respectful relationship with them and has been maintained that relationship in the 6 years since. It also undertook a comprehensive 7 program to restore the historic exterior features 8 9 of the building to their former grandeur and to 10 upgrade the interior to 21st century standards. 11 Carrying out both parts of this program was a 12 complicated and costly undertaking, but the 13 result's a beautiful landmark with good landlordtenant relations are worth a lot to Extell and to 14 15 the city.

1

16 As part of its program of 17 restoration, Extell received a zoning special 18 permit for which it undertook a program of 19 continuing maintenance. It also gave a nonprofit 20 third-party a façade easement. Attached to both 21 was a storefront master plan that reflected the 22 then-current conditions at the building on Amsterdam Avenue and the historic conditions on 23 24 Broadway. None of the storefront shown on the 25 master plan had a frontage as narrow of 25 feet.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 96
2	Extell had no reason at the time to believe that
3	these agreements would unnecessarily prejudice its
4	use of the building's retail spaces.
5	Unfortunately, the proposed zoning
6	controls would have just that effect, with the
7	potential to adversely affect the income from
8	these spaces. In particular, they would force
9	Extell not to market space along Broadway to banks
10	in order to avoid having to alter the façade in a
11	manner contrary to the storefront master plan.
12	We believe that it is not good
13	public policy to put an owner such as Extell in
14	this position. Extell has been a good steward of
15	the Belnord for many years and it looks forward to
16	doing so for many more years. It's about to spend
17	\$10 million to repair and restore the façade, a
18	cost far in excess of what would be required if
19	the building were not a landmark.
20	There are other individual
21	landmarks on the Upper West Side, but the Belnord
22	is in a unique position. It is the only
23	individual landmark that is burdened with a zoning
24	obligation to comply with a storefront master
25	plan. In the balance between fostering

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 97
2	preservation and preventing one more larger bank,
3	we believe that greater weight should be given to
4	the preservation in this one narrow case and that
5	the landmarks in the position of the Belnord be
6	excluded from the storefront limitations in the
7	proposed zoning. Thank you for your
8	consideration.
9	CHAIRPERSON WEPRIN: Thank you.
10	PAUL SELVER: Okay. Thank you.
11	Mr. Chairman, Members of the Committee, I'm Paul
12	Selver, partner of Kramer, Levin, Naftalis &
13	Frankel and we're land use counsel to Extell
14	Development Company. The 74-711 that we've talked
15	about had as one of its conditions that the owner
16	of the building, Extell, undertake a program of
17	continuing maintenance that included, among other
18	things, the obligation to maintain the commercial
19	storefronts on Broadway and Amsterdam Avenue in
20	accordance with a master plan approved by the
21	landmarks commission and memorialized in a
22	restrictive declaration under the jurisdiction of
23	the City Planning Commission. Any deviations from
24	that master plan required, not only a public
25	hearing and approval by the landmarks commission,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 98
2	which is typical in the case of storefront master
3	plans, but also in this case an approval by City
4	Planning because it involved a modification of the
5	documents associatedincorporated into that
6	restrictive declaration. As an incident, Extell
7	also granted a façade easement to a third-party
8	preservation organization and that easement
9	requires that the easement holder approve any
10	changes to the exterior of the building.
11	The effect of the restrictive
12	declaration is to require Extell to seek approval
13	from two different agencies, each with its own
14	procedure in order to make any changes to the
15	storefronts. The façade easements adds still yet
16	another procedure to the mix. Extell is bound to
17	follow these procedures every time it is asked to
18	rent a compliant retail space to a bank. And
19	because this burden is not sharedand this burden
20	is not shared by other Upper West Side buildings,
21	even other Upper West Side landmarks, because it
22	arises out of the Belnord's retail master plan.
23	You know, Extell here has really
24	done the right thing. It's done the right thing
25	by establishing a legal framework for preservation

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 99
2	and a legal framework that is ongoing and
3	continuing. When it made this commitment, it
4	reasonably expected that the retail environment
5	would be stable, as it had been for the past 35
6	years, the regulations governing what could be
7	what uses could be put in the stores and the
8	frontage of those uses hadn't changed for probably
9	since the 61 zoning was passed, and actually, it
10	didn't pass until now. But this legislation
11	upends that expectation by artificially hindering
12	Extell's commercial marketing efforts.
13	In this context, this kind of a
14	restriction is neither good public policy nor good
15	preservation policy where it is applied to
16	buildings like the Belnord and buildings that are
17	similarly encumbered. The existence of the
18	storefront master plan that has been incorporated
19	into the restrictive declaration makes the Belnord
20	unique among individual landmarks on the Upper
21	West Side, and excluding it from the proposed
22	text, as Tony noted, would have very little
23	impact. We suggest and I just
24	CHAIRPERSON WEPRIN: [Interposing]
25	Mr. Selver, if you could wrap up, yeah.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES100
2	PAUL SELVER: I've got one more
3	sentence. We suggest that in this context,
4	excluding it cannot harm the neighborhood's goals
5	of promoting and protecting smaller scale retail
6	on the Upper West Side. Thank you.
7	CHAIRPERSON WEPRIN: Okay. Thank
8	you very much. Gale Brewer would like to ask a
9	question.
10	COUNCIL MEMBER BREWER: I'll be
11	very quick, I just have to say okay, so we have
12	Mrs. Sorel [phonetic], buildings a mess at the
13	Belnord, Bella Absigs [phonetic] attorney, you
14	can't make this up, is representing her. Then you
15	have your wonderful small stores, the barbershop,
16	the card shop, and then she leaves and in come
17	and I have to give Extell great credit, beautiful
18	buildingTom Datilla Martin [phonetic], tenant
19	leader, everybody goes back to rent control, you
20	can't make this up. And then there's the
21	beautiful renovation and in comes PC Richards, a
22	favorite store of a West 88th Street resident, and
23	in the back CVS takes over 9, 10, I can't
24	remember, 13 stores. With all due respect, it is
25	the ugliest street front, storefront in the West

1	SUBCOMMITTEE ON ZONING AND FRANCHISES101
2	Side, I'm just saying, it just is. Now it doesn't
3	mean that the building isn't beautiful. So I
4	guess my question is, how do you feel that this
5	proposal would actually slow down so tremendously
6	the front, I assume you're not talking about
7	moving the CVS it sounds like. So and the idea,
8	you're honest, of bringing in another bank, it
9	just makes us crazy. I don't know what else to
10	say. So can't you just put in another similarly
11	situated store and then you don't have to renovate
12	anything? You just have to live within the
13	constraints that I don't think are so onerous.
14	I'm just laughing but
15	CHAIRPERSON WEPRIN: [Interposing]
16	Okay. All right, Gale, let them answer.
17	COUNCIL MEMBER BREWER:that's
18	the question.
19	BRENDA LEVIN: I'm going to start,
20	I'm very sorry, and then I think Paul or Tony are
21	going to jump in. No, too many answers for one
22	question. First of all, I was also there with
23	Bella and it is true, her attorney represented the
24	landlord who let the building deteriorate
25	terribly, as Gale said, you can't make it up.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES102
2	First of all, Councilwoman, these
3	streetscape and community character regulations
4	are not regulating window display, and so if
5	peopleor a product, except in the banks. So
6	with all due respect, if people don't like the CVS
7	window displays or they don't like the
8	merchandise, apparently they still stop there
9	because it wouldn't be there if they didn't. And
10	the same with the PC Richard, people shop there,
11	they like it, these are
12	COUNCIL MEMBER BREWER:
13	[Interposing] I've been there.
14	BRENDA LEVIN: Okay. There you
15	are. And you saw Susan when you were there
16	[Crosstalk]
17	MALE VOICE:can't make it up.
18	BRENDA LEVIN:and you can't make
19	it up. So we think that's really not the issue.
20	And the Belnord has these extraordinary
21	encumbrances, and then to add one more when it
22	should not be necessary, and that's why we're
23	asking for the exemption. I think Paul wants to
24	add something.
25	PAUL SELVER: Actually, I think

1	SUBCOMMITTEE ON ZONING AND FRANCHISES103
2	Brenda said
3	[Crosstalk]
4	CHAIRPERSON WEPRIN: [Interposing]
5	Into the mic, Paul, and say your name.
6	PAUL SELVER: Okay. Paul Selver.
7	I think Brenda said in plain English what I was
8	going to say.
9	CHAIRPERSON WEPRIN: Okay. Any
10	other history of the Upper West Side anyone want
11	to get into? No? Leroy stepped out, did he
12	disappear? 'Cause he had a question, I know.
13	Okay. Just curious, you're asking for the same
14	thing that Mr. Lobel is asking? He asked to make
15	for six month to one year, or no?
16	PAUL SELVER: No. Paul Selver.
17	What we are asking for is, in essence, a provision
18	that says that if you are a designated individual
19	landmark and if you are subject to a retail
20	storefront master plan that is incorporated in a
21	City Planning Commission approved restrictive
22	declaration, that you be exempt from the limited
23	this frontage limitations in this legislation. In
24	essence, because it restricts your marketing
25	effort in artificial and unnecessary ways.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES104
2	MALE VOICE: Well subject to both,
3	just
4	[Crosstalk]
5	CHAIRPERSON WEPRIN: I guess,
6	you've got toyou haven't been paying attention
7	to the rest of the hearing, have No, yes, that
8	seems to be a part of the desire, with all due
9	respect. But okay.
10	BRENDA LEVIN: Brenda Levin again.
11	Sir, it is one building
12	CHAIRPERSON WEPRIN: Right.
13	BRENDA LEVIN:one building out
14	of hundreds that are being covered. Thank you.
15	CHAIRPERSON WEPRIN: All right.
16	[Off mic]
17	CHAIRPERSON WEPRIN: No more PC
18	Richard commercials. All right, Mr. Comrie went
19	out, I'm going to thank this panel, and I
20	apologize for the delay, but it's we have a lot of
21	people to testify and we're going to move on.
22	BRENDA LEVIN: Thank you.
23	CHAIRPERSON WEPRIN: Yes. Okay.
24	So what I'd like to do now, I'm going to call up
25	panel in favor of this project, and then I know

1	SUBCOMMITTEE ON ZONING AND FRANCHISES105
2	there are a number of people, like I said, not to
3	be over pushiness, but if you feel you don't need
4	to testify, you know, don't feel obligated. If
5	you feel you want to have your name mentioned in
6	favor, I'm happy to read the names, but you'll
7	hear a lot of things that are very similar to what
8	you want to say and sometimes less is more.
9	COUNCIL MEMBER BREWER: Thank you
10	[Pause]
11	CHAIRPERSON WEPRIN: Thank you.
12	Hey, hey, hey. I'd like to call on Mark Diller
13	from Community Board 7; Mel Wymore; Frank of
14	Mama's Pizzais that what it says, okay. Fidel
15	Hernandez, I think I'm reading it, I don't know if
16	I read that right, and Cynthia Doty. You all
17	here? That's five people. Again, we're going to
18	have to limit you to three minutes, don't feel
19	obligated to do three minutes either, but if you
20	can, keep it short. Mark, you can start, I guess.
21	MARK DILLER: Thank you and good
22	morning. I am Mark Diller, I'm the Chair of
23	Community Board 7. Our thanks to Chair Weprin and
24	to Chair Comrie in absentia and also our profound
25	thanks to the three amigos of Melissa Mark-

1	SUBCOMMITTEE ON ZONING AND FRANCHISES106
2	Viverito, Inez Dickens, and Gale Brewer, who have
3	been extraordinarily helpful in this process.
4	We're here to present the Community
5	Board 7's resolution in favor of this proposal.
б	It was a near unanimous vote of our board, 37 to
7	0, with two abstentions and two people with
8	conflicts. The two abstentions are how you know
9	it really was the Upper West Side.
10	We are thrilled that City Planning
11	listened to us and listened to the community and
12	listened to business interests and modified the
13	proposal. All of the proposal modifications that
14	City Planning has put forward, as well as those
15	that listened to the borough president, are
16	consistent with our resolution and, therefore, we
17	are without hesitation calling for this proposal
18	to be adopted.
19	The proposal is good policy. It
20	responds to a significant community concernand
21	you've heard a lot about thatit is the result of
22	careful and thoughtful planning and study over a
23	long period of time. The frontages that it
24	imposes are not arbitrary, but the product of
25	calculation. As I believe you heard, 93% of the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES107
2	frontages that exist are already in compliance.
3	There was overwhelming support in our community
4	for this proposal, perhaps the only negative that
5	we heard was that it did not go far enough to
б	protect mom-and-pop businesses, but what it does
7	is create an environment in which mom-and-pop
8	businesses can continue to compete and thrive, but
9	at the same time, it is true as a zoning tool. It
10	is not shoehorning another social purpose into a
11	zoning tool, it actually speaks in zoning terms
12	and it accomplishes zoning goals. And it is good
13	government because it's the kind of collective
14	benefit that you can't get individually. The
15	proposal is timely because the horse in this one
16	instance hasn't gotten out of the barn, so for
17	once, we're ahead of the curve and it's time to do
18	this and now is the right time.
19	The preemption arguments, with all
20	possible respect, fail, both because the
21	applicable federal regulations specifically
22	excludes zoning and because research shows us that
23	other, more restrictive limitations under state
24	law have been approved. For example, the National
25	Banking Act says that you can't impinge upon core

1	SUBCOMMITTEE ON ZONING AND FRANCHISES108
2	banking functions. I would have thought that that
3	overdraft protection fees would be the kind of
4	thing that would be prohibited and preempted, but
5	they're not, case law says that you can have state
6	regulation of overdraft fees. If you can do that,
7	you can certainly regulate the use of street
8	frontages as a marketing tool for big banks to try
9	to use our street fronts as loss leaders to
10	promote themselves. And that's what this is about
11	and that's why we think that this proposal makes
12	immense sense for the Upper West Side. And we
13	thank you for the opportunity to be heard.
14	CHAIRPERSON WEPRIN: Thank you,
15	Mark. Mr. Wymore.
16	MEL WYMORE: Thank you, Chair and
17	all of the Council Members for the opportunity to
18	speak. I also want to thank Department of City
19	Planning for their incredible work on this, as
20	well as Council Member Brewer and her colleagues.
21	This is a unique proposal and one
22	that we strongly ask for you to adopt quickly.
23	The things that
24	[Off mic]
25	MEL WYMORE: Oh, sorry about that,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES109
2	my name is Mel Wymore, I'm the former Chair of
3	Community Board 7 and was intimately involved in
4	the review and development of this proposal over
5	the last couple of years.
6	This proposal is specifically not
7	anti-business, anti-growth, or anti-change; it's
8	about commercial diversity, street vitality, and
9	balance in the neighborhood. The Upper West Side
10	has seen 50 years of consistent growth and the
11	pendulum has now swung to the point where the
12	growth is outpacing the quality of life on the
13	Upper West Side. And it's just time to take a
14	pause, and that's all that this proposal does.
15	What has occurred is that we have
16	attracted, because of our commercial success, two
17	economies, we've started to develop two economies.
18	One economy is made up of the businesses that
19	actually make ends meet because they're serving
20	visitors and residents of the Upper West Side.
21	The other economy is being developed by
22	advertising space because of the dense nature of
23	our environment and the high incomes of our
24	residents, certain organizations, certain national
25	companies take advantage of that by creating,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES110
2	essentially, billboards out of our streetscapes,
3	and that has a huge impact.
4	The first impact is that street
5	life declines. I give you an example before in
6	conversation on 64th Street, we used to have a
7	bank on the corner of Broadway and 64th, a very
8	large Chase bank. That corner was dead, it was a
9	corner where people would avoid walking on it
10	because there was nothing going on. A couple of
11	years ago, Barbara Lude [phonetic] came into the
12	corner, built a café and a restaurant in the same
13	exact space. Now it's one of the most lively
14	corners in the districtalways active, always a
15	place that people want to be. So street life is
16	impacted.
17	The second impact is that
18	businesses of these large concerns don't have
19	relationships with the local residents the way the
20	smaller businesses do. As someone who frequently
21	asks for donations to auctions for local schools
22	and local nonprofits, I can tell you we always
23	avoid going to the banks and the national
24	companies because it's almost impossible to get,
25	you know, a free dinner or some little thing

1	SUBCOMMITTEE ON ZONING AND FRANCHISES111
2	donated when it's easy to go to a local vendor and
3	say will you support our community and they almost
4	always do. So the relationships are very
5	important, that's the fabric of community.
б	The third impact is that it skews
7	our real estate economy. I recently talked to a
8	commercial real estate broker who saidthis is a
9	story that they wouldn't even give me the sources
10	onbut he said one landlord was approached by a
11	bank and was asked tofor the space, that they
12	wanted to rent the space. They said to the
13	landlord, name your price and the landlord said, I
14	like my tenants, I'll never rent to a bank, and
15	then they said, well just go ahead, name any price
16	you can imagine, and that person did and they gave
17	him a 20-yearthey didn't even try to negotiate,
18	they gave him this astronomical price in order to
19	rent for 20 years this same space. That's crazy
20	because what it does is it drives up the real
21	estate prices for everyone else and it creates a
22	market where smaller entities cannot thrive.
23	CHAIRPERSON WEPRIN: Thank you,
24	thank you, Mel. Next?
25	CYNTHIA DOTY: Good afternoon, I

1	SUBCOMMITTEE ON ZONING AND FRANCHISES112
2	think it's afternoon, not quite
3	MEL WYMORE: Not yet.
4	CYNTHIA DOTY:I guess. My name
5	is Cynthia Doty, I'm the Democratic District
6	Leader for the 69th Assembly District part A on
7	the Upper West Side, which is part of this
8	proposed rezoning.
9	Our neighborhood, actually the
10	Upper West Side from the 70s all the way up to
11	110th Street has been very active in trying to
12	preserve and protect the character and the
13	diversity of our area. We really love the
14	neighborhood and want to preserve it. Over the
15	last decade, we've worked very collectively to do
16	rezoning, we've managed to put in a number of
17	landmark buildings, we hopefully, next week we'll
18	have the historic district of the West End Avenue
19	voted on. All of this is to preserve the
20	character of the neighborhood and in face of
21	major, major development and over development
22	that's been going on, and we've been pretty
23	successful, I think, with all of that. We thank
24	City Council for the rezoning that they have done.
25	The one element that was left out

1	SUBCOMMITTEE ON ZONING AND FRANCHISES113
2	of that was our commercial strips. We do have a
3	wonderfully diverse and varied and vital
4	commercial strip at the moment. It has lots of
5	small mom-and-pop stores, they could be flower
б	shops, they could be shoe repair places, they
7	could be pizza places, we have lots of
8	restaurants, a huge variety of restaurants on
9	Amsterdam, Columbus, and Broadway, many within 20
10	feet, 25 feet, 40 feet. We don't have these huge
11	full block long restaurants as much as we have the
12	little ones. They all have outdoor cafés, we have
13	bakeries, we have the little green grocers, we
14	have a huge variety and we're trying to protect
15	and preserve that.
16	Unfortunately, without a little bit
17	of frontage protection, big chains, and
18	particularly banks, can come in and are already
19	doing this, come in, they take three and four
20	stores, combine them all, and put in a bank. We
21	felt this, we're very vulnerable to it. North
22	between 96th and 110th Street because the trend
23	has already been happening to the south.
24	A few years ago, we were hit by a
25	Duane Reade, CVS, Rite Aid marketing campaign.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES114
2	They came in, they all wanted to be within two
3	blocks of each other, and it was not because of a
4	customer need for national pharmacies, it was
5	because they were doing a business model to
6	compete with each other. It had nothing to do
7	with the consumer base and the need of the
8	constituents. We were able to stop some of that
9	and actually protect a small independent pharmacy
10	because the community came out in force for that.
11	Banks became the next component
12	trying to take up lots of stores. We have a
13	number of stores along Amsterdam, especially, that
14	are vacant at the moment that would be prime
15	target for a bank to come in. Banks are already
16	coming into Amsterdam and Columbus, they used to
17	be on only on Broadway. We feel in our
18	neighborhood that the one bank that I use, the
19	Chase that was in the proposal, has an ample
20	supply for the ATM action and then you go upstairs
21	when you want to talk to ato sit down and talk
22	about your loan or any other banking needs.
23	It can be fit into this new
24	proposed model and we're very much in support of
25	this and we hope that you will pass it.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES115
2	CHAIRPERSON WEPRIN: Thank you very
3	much. Anybody on the panel have a comment or
4	question for these
5	COUNCIL MEMBER BREWER: Just thank
6	you.
7	CHAIRPERSON WEPRIN:people?
8	Thank you from Ms. Brewer. Mr. Comrie, okay.
9	COUNCIL MEMBER COMRIE: I'll just
10	be brief.
11	CHAIRPERSON WEPRIN: Okay.
12	COUNCIL MEMBER COMRIE: I just want
13	to say that I appreciate everything that you are
14	trying to do. I still have the same general
15	question on what it is that you're trying to
16	create with active and passive usage, I'm not sure
17	that you've answered that with this proposal.
18	Because if you're using your example of 64th and
19	Broadway
20	MEL WYMORE: Right.
21	COUNCIL MEMBER COMRIE:then you
22	just eliminated everything that you talked about
23	with the way this is going to be used because most
24	of your stores are still going to be passive after
25	dark. So I'm concerned about the usage or the

SUBCOMMITTEE ON ZONING AND FRANCHISES116 1 need to create this program if you're only looking 2 to increase active activity. 3 And also the demographics of your 4 5 community, whether or not there is a community б that doesn't want to go to SoHo or Chelsea anymore, they want to have their activities right 7 8 there on the Upper West Side versus your older 9 folk that want to have safe corridors and, you know, what their idea of active is is not 10 11 necessarily restaurants and nightlife either. So 12 I don't know, I didn't hear from anyone what those 13 concerns were. 14 MEL WYMORE: Can I speak to that a 15 little bit? 16 COUNCIL MEMBER COMRIE: Sure. 17 CHAIRPERSON WEPRIN: Please. 18 MEL WYMORE: Well first of all, I 19 did a lot of outreach on this, I talked to 20 residents, small businesses, large businesses, 21 real estate brokers, landlords, the entire gamut 22 of people, I did probably more on the ground 23 research and interaction with all the stakeholders 24 than I have ever done on anything before, and 25 everyone was unanimously for this, except for the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES117
2	landlords who havestand to make the most from
3	these large entities coming in with very stable
4	rents. It jacks up the rents. However, even in
5	that case, the stability of an active streetscape
6	that you're asking about isn't so much whether
7	it's closed at night. I spoke to the relationship
8	you have with smaller businesses and local
9	businesses that come in, I spoke to the idea that
10	you want an economy that's founded on the needs of
11	the community, not the needs of international
12	corporations warring with each other for
13	advertising space. We've essentially become a
14	billboard. And the older people in our district
15	love
16	COUNCIL MEMBER COMRIE: Would you
17	allow
18	MEL WYMORE:their mom-and-pop
19	stores.
20	COUNCIL MEMBER COMRIE:would you
21	allow billboards to be put on the street then
22	since we're
23	[Crosstalk]
24	MEL WYMORE: [Interposing] No,
25	that's

1	SUBCOMMITTEE ON ZONING AND FRANCHISES118
2	COUNCIL MEMBER COMRIE:
3	billboards around?
4	MEL WYMORE:the point, we
5	wouldn't, I mean, we
6	COUNCIL MEMBER COMRIE: Okay.
7	MEL WYMORE:don't want to be an
8	advertising market for the entire world
9	COUNCIL MEMBER COMRIE: Right.
10	MEL WYMORE:we want to have a
11	community that's supported by its own businesses
12	and the demands that we have for goods and
13	services that are actually being, you know,
14	usurped by these other uses. We have no
15	[Crosstalk]
16	MEL WYMORE:choices anymore,
17	we're only looking at international drug stores.
18	We have three drug stores that were on my block
19	all gone out of business.
20	COUNCIL MEMBER COMRIE: Okay.
21	CYNTHIA DOTY: I would just like to
22	sayI'm sure Mark wants to talk toobut right
23	now, our area does have the diversity, it haswe
24	have stores and commercial areas that appeal to
25	elderly, we have commercial areas that appeal to

SUBCOMMITTEE ON ZONING AND FRANCHISES119 1 very young, and we have a nightlife, an incredible 2 nightlife. And actually in the area that I 3 represent--96th Street and North--especially on 4 5 Amsterdam Avenue has for a long time was evolving very slowly, it was kind of dead, but over the 6 7 last ten years has a tremendous diversity of 8 restaurants and there's a huge nightlife, they 9 stay open quite late at night. And most of those stores are 20, at the most 40, feet wide and as a 10 11 result, when you walk down, you go down--up 12 Amsterdam, you see five and six restaurants within 13 one block and then there may be a hardware store in there too that the hardware store closes at 14 15 nine, but the restaurants are still there and the 16 hardware store is only 25 feet wide or 40 feet 17 wide at the most. What we're trying to do is to 18 preserve that and to keep that diversity. If a 19 bank were to come along and take all of them and 20 go from, you know, 97th to 98th Street and have 21 the entire block, that block would in essence be 22 dead after 6 o'clock at night, and during the day 23 have very little activity going in and out. 24 People would go to the cash machine, but they 25 don't--it's so different from what it is now. Ιf

1	SUBCOMMITTEE ON ZONING AND FRANCHISES120
2	you've got four restaurants there, there are
3	people going in there at noon and people going in
4	there at 9 o'clock at night and that's what we're
5	trying to hold onto.
6	The biggest challenge most of these
7	places have is actually that the rents are going
8	up and minute their lease ends, there is, you
9	know, the rent is tripled. Hopefully, next year,
10	maybe you'll do commercial rent control, that
11	would help us even more. This is only a small
12	proposal that will hopefully slow down some of
13	these changes and that's what we're asking for.
14	MARK DILLER: And so in the spirit
15	of adding without repeating, since most of what I
16	wanted to say has already been covered, what I'll
17	add is that the genius of this proposal is that by
18	having multiple storefronts on the block, you
19	create the opportunity for different uses that
20	appeal to different users, while still speaking in
21	zoning terms about uses and not users and not
22	individuals stores. So the vibrancy that makes
23	you want to walk down the block and the vibrancy
24	and the availability of different spaces so that
25	
25	you have an opportunity for these different kinds
25	you have an opportunity for these different kinds

1	SUBCOMMITTEE ON ZONING AND FRANCHISES121
2	of businesses to occupy a block is what creates
3	the chanceon my block, for example, if I go out
4	at 10 o'clock in the morning, you're in Stroller
5	Central, and if you go out at 10 o'clock at night,
6	I have suddenly transferred myself to some
7	neighborhood with a lot of people very much
8	younger than me. And that's good, that's a
9	sustainable community, that's what we want, and to
10	get that, we need what City Planning is proposing.
11	CHAIRPERSON WEPRIN: Thank you,
12	Mark.
13	COUNCIL MEMBER COMRIE: Thank you.
14	CHAIRPERSON WEPRIN: Well thank you
15	all very much. We're going to move on to the next
16	panel. Again, if you're not here or if you can't
17	stay, we can just call your name out. Madge
18	Rosenberg, Elizabeth Kellner, Bob Botfeld, Roberta
19	Semers
20	[Background noise]
21	CHAIRPERSON WEPRIN: Okay.
22	Whatever she said, Semer? Judy Wood. How many
23	does that end up with? Shucks, five, okay. [Off
24	mic]. Okay. If you can try to limit your remarks
25	to two minutes, even though we're giving you three

1	SUBCOMMITTEE ON ZONING AND FRANCHISES122
2	minutes, I would appreciate it, we are on somewhat
3	of a time constraint and the people from the
4	Queens City Planning office are very upset with
5	me.
6	MADGE ROSENBERG: I'm Madge
7	Rosenberg
8	BOB BOTFELD: Sure, sure, sure.
9	MADGE ROSENBERG:I've had a
10	small bakery in the neighborhood for 30 years.
11	I'm on the Community Board 2. And I'd like to
12	speak about one block in particular of Columbus
13	Avenue, which is in that 7% that doesn't comply.
14	There is a block in the 70s on the east side of
15	Columbus that has a giant national drugstore, a
16	very large bank, and one tiny craft shop. If you
17	walk down that block and think that this could be
18	the future of Columbus Avenue, it's pretty scary.
19	And I remember the past of Columbus Avenue, which
20	was scary too. It eliminates all diversity, all
21	action, and the whole sense of vibrancy has been
22	completely lost in this block. And if we have too
23	many of those on Columbus Avenue, that sense of
24	vibrancy will be gone from Columbus Avenue and the
25	West Side in general.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES123
2	CHAIRPERSON WEPRIN: Thank you,
3	very good. Next.
4	ELIZABETH KELLNER: My name is
5	Elizabeth Kellner, I am a retired lawyer. Almost
6	36 years ago my husband and I bought a rundown
7	brownstone in the Manhattan Valley neighborhood of
8	the proposed area, that's 100 to 110th Street
9	Central Park West to Amsterdam Avenue. Vacant
10	lots, garbage strewn lots, vacant buildings, crack
11	epidemic, we struggled through it all.
12	When you own a house, you need a
13	hardware store, you need to buy a garbage can, you
14	need to buy a snow shovel, you need to buy ice
15	melts, all those things that apartment dwellers,
16	renters, don't necessarily need to do, I had to
17	worry about. It was the local stores that got us
18	through that. The local stores I want to keep;
19	they are the immigrant dream.
20	Somebody spoke about PC Richard
21	before, these are the people who come here from
22	all over the world and have a dream to open a
23	small business.
24	Couple of other things I'd like to
25	mention. Raised two children in the neighborhood,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES124
2	they went to neighborhood public schools. Very
3	involved, I've been very involved with a number of
4	neighborhood association, parks, West Side Little
5	League, after school programs. These neighborhood
6	stores, they give the students discounts, they
7	want their business; some of them give senior
8	discounts, chain stores don't do that; they
9	support Little League teams; they participate in
10	the Safe Haven program.
11	I'm perfectly happy that there is
12	not a single bank between Central Park West and
13	Amsterdam Avenue from 97th to 110th Street. Walk
14	a few blocks to a Duane Reade and get an ATM.
15	And I know this is kind of
16	disjointed, but one other thing I wanted to
17	mention in terms of the commercial vitality, one
18	of the things that has happened with the
19	gentrification of Manhattan Valley now is that
20	Columbia University people will actually come
21	south of 110th Street, nobody would dare go south
22	of 110th Street there before, and nobody would go
23	north of 96th Street. And now all that has
24	changed and we have a chance to get it right and
25	not try to correct mistakes, but to get it right

1	SUBCOMMITTEE ON ZONING AND FRANCHISES125
2	from the start, so please pass this.
3	CHAIRPERSON WEPRIN: Thank you.
4	BOB BOTFELD: My name is Bob
5	Botfeld and I'm a 40 year resident of the area on
6	the Upper West Side, and I was very, very excited
7	when I heard about the proposal that Gale Brewer
8	and the City Planning Commission had put together.
9	And our neighborhood and mostly from 96 to 110th
10	was very interested in becoming part of that, and
11	so to make sure that we were part of it and to
12	find out what our neighborhood interested, we
13	asked all our neighbors and we collected hundreds
14	and hundreds and part of the letters that we found
15	out that our neighbors were interested by having
16	tables on the street.
17	But beyond that, because we were on
18	Amsterdam Avenueand this goes to the issue of
19	safety and diversity that Councilman Comrie spoke
20	aboutas we were collecting these letters, we
21	spoke to all the owners of the businesses on
22	Amsterdam Avenue. There is over 100 businesses
23	here, from 96th to 110th, and these represent
24	every single nationality that you can think of.
25	We have Koreans, Pakistanis, Indians, most of

SUBCOMMITTEE ON ZONING AND FRANCHISES126 1 these stores are owned or run by small business, 2 by individuals, and they're from 50 or 60 3 different countries. It is really a remarkable 4 5 community that has developed only in the last ten 6 years along Amsterdam Avenue. Before that when I first moved to 7 8 the neighborhood, 108th and Amsterdam Avenue was 9 the murder capital of New York City. And we 10 didn't have a street presence at that time, we had 11 a number of stores where there was no street life, 12 no activity, those were number running joints. 13 Today we have on Broadway, we have stores where there's no activity, where there's 14 15 passive activity, and nothing happens and those 16 are called banks. And we have from 96 to 110th, 17 we have 11 banks in 14 blocks. We have multiple 18 Chase, multiple Sovereign banks, there is no end 19 in these banks. They provide no activity. If you 20 walk in them, it's a good place to read and have a cup of tea, they will all come and greet you. 21 22 They are not there for business, they are there as 23 billboards to advertise to the newly wealthy 24 community. 25 CHAIRPERSON WEPRIN: Right.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES127
2	BOB BOTFELD: So this is a proposal
3	that is wanted by the people who live there; it is
4	a proposal that is wanted by the store owners,
5	overwhelmingly, overwhelmingly, including some of
6	the landlords, Luis José Olivares, of the DE LA
7	Caridad restaurant, who owns a number of
8	buildings, he also wants it. He is a landlord who
9	wants it, because a number of his friends were
10	displaced by the Duane Reade along Amsterdam
11	Avenue. So this is something that's wanted, it's
12	appreciated.
13	It also provides, if you look from
14	a larger perspective, I think provides the
15	amenities that we're looking for the city to
16	provide. The small owner business owners provide
17	police protection with their eyes on the street,
18	they provide safe havens for the children, they
19	tend the blocks, they tend the gardens, they tend
20	the trees, they also provide local employment. If
21	you speak to them, you'll find that they provide
22	local employment for the youth in the projects
23	across the street
24	CHAIRPERSON WEPRIN: [Interposing]
25	Thank you. All right, thank you very much. Next,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES128
2	please.
3	ROBERTA SEMER: I'm Roberta Semer,
4	I serve as a Member of Community Board 7, and I've
5	been a resident on the Upper West Side for 24
6	years for it. I want to thank Gale Brewer, I want
7	to thank Mel Wymore and Mark Diller and City
8	Planning Commission for just doing a wonderful
9	job. I've listened, I've been at everyI serve
10	on the land use committee and I'm not here
11	representing the boardbut I've listened to every
12	hearing, I've listened to what the people say.
13	And just to put a little humor in
14	this, my friends and I always joke that if there's
15	an empty store on a corner that we're going to get
16	another bank because every corner needs a bank. I
17	mean, you know, you walk down the street and there
18	are four banks on four corners, and you're like,
19	who goes there. And now we have more of these
20	supernational pharmacies than we can do.
21	I just got a letter yesterday that
22	broke my heart, my drug store is closing. The
23	pharmacist that's taken care of me and my kids for
24	24 years who, you know, if I have a prescription
25	will get me one drug, you know, when I was going

1	SUBCOMMITTEE ON ZONING AND FRANCHISES129
2	through cancer and I needed something to prevent
3	nausea and the script hadn't come through, he
4	would get me at least one pill so I would be fine.
5	And now you know, I feel bereft that he's no
6	longer there to take care of us.
7	So, you know, I think this measure
8	is very well thought out, and I hope the City
9	Council will find fit to vote for it.
10	CHAIRPERSON WEPRIN: Thank you.
11	JUDY WOOD: Good morning, my name
12	is Judy Wood, long-time Upper West Side activist.
13	I've been in the neighborhood for 46 years. I do
14	want to thank all the people who have worked so
15	hard to put this together, I think it's
16	phenomenal. I will be brief.
17	I represent citizens' united
18	that's with a lowercase C and a lower case Uand
19	I'm talking about the small individual store
20	owners, the wonderful little restaurants that keep
21	popping up all over the neighborhood. When I
22	moved into that neighborhood 46 years ago there
23	wasn't one bank from 96th Street to 110th Street,
24	I remember I had to walk up to 110th Street to do
25	some transactions.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES130
2	I will say that my bank is
3	Amalgamated Bank of New York, the labor bank, I
4	don't go to these banks, I don't like them, I
5	don't want to have anything to do with them. I
6	don't feel too bad for the banking industry, which
7	has looted this countryin brief, I'll leave it
8	at that. They are the citizens united, and these
9	corporations are not people, despite what anybody
10	tells you, I think we all understand that.
11	And weif, in fact, this proposal
12	does limit the banks in some way, well more power
13	to it for sure. The neighborhood has become
14	desirable, attractive, more expensive than the
15	Upper East Sidesomething that some of us can
16	hardly believe when we look in the real estate
17	sectionand it is because
18	[Off mic]
19	JUDY WOOD: Well Gale. It is
20	because we have all for all these years, all of
21	us, all of us worked so hard to ensure that, to be
22	involved with the community, with the local
23	precinct councils, with all the other things that
24	have developed over the years in our community.
25	With the schools, with the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES131
2	religious institutions, all of this that has made
3	us a meaningful integral important community to
4	which the banks have contributed very little that
5	I can figure out.
6	And every store you go into has its
7	own ATM machine, so I don't even see the point of
8	the bank, frankly, and the stores are open and
9	it's just a total no-brainer.
10	Thank you all very much, I do urge
11	you to pass this bill.
12	CHAIRPERSON WEPRIN: Thank you very
13	much. Ms. Lappin has a question for this panel.
14	COUNCIL MEMBER LAPPIN: Very brief.
15	It's so cold in here, I need a cup of tea, maybe I
16	should find a TD bank.
17	JUDY WOOD: I think we should all
18	have tea.
19	COUNCIL MEMBER LAPPIN: So I want
20	to thank you all for your work on this and many
21	other issues over many years. And I just have one
22	question, because I think it was Mr. Botfeld who
23	brought up public safety, so you or one of the
24	others can answer it, one of the arguments that
25	the banks make in their own defense is that they

SUBCOMMITTEE ON ZONING AND FRANCHISES132 1 help keep the streets safe because they have these 2 big areas that are very well lit up and that 3 deters crime. 4 5 JUDY WOOD: Yeah, right. б COUNCIL MEMBER LAPPIN: So I just 7 wanted to give --8 BOB BOTFELD: All right. 9 [background noise] COUNCIL MEMBER LAPPIN: -- I wanted 10 11 to give you--that's your--so I just wanted to let 12 you respond to the --13 BOB BOTFELD: I think the answer to 14 that is the streets are well lit, we're not 15 complaining about Broadway or Amsterdam not having 16 sufficient street lights. What is the problem and 17 where you do have additional muggings is when 18 there is no one on the street and there is no one 19 watching the street and you don't have the 20 activity. And because we have so many banks, 21 Broadway is so much more dead than it has been in 22 years because of all of these banks. And also 23 because of all the banks on Broadway, we actually 24 have had stores that are now empty for eight years 25 and nine years and even though, as everyone has

1	SUBCOMMITTEE ON ZONING AND FRANCHISES133
2	said, the area is growing so well, that's because
3	they're warehousing and waiting for a larger
4	retail tenant.
5	On my own block, which is 100th
6	Street, which is a very nice block, we've had
7	three muggings in the last six months, we have not
8	had muggings in five years. So we have a deadened
9	area and the smallest deadened area contributes to
10	the mugging.
11	So for public safety, we need these
12	mom-and-pop stores, these stores and but all these
13	little
14	COUNCIL MEMBER LAPPIN: They keep
15	people trafficking through.
16	BOB BOTFELD: Right, and these
17	stores are, they are open on the list that I have,
18	and I was looking through it, these stores are
19	open 'til 9, 10 o'clock, a lot of them are 99 cent
20	stores, small stores, even the shoemakers, they're
21	all open much, much later than the banks, and of
22	course, the restaurants are open 'til 11 o'clock
23	and they provide the real safety.
24	ROBERTA SEMER: The smaller stores,
25	children know they can go into certain stores,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES134
2	their parents have told them if they're walking
3	home from school and theyif they know the owner
4	or they know the shop clerk, they're going to get
5	satisfaction. I was stalked one day on a
6	Saturday, a sunny, bright Saturday, by some guy.
7	And at some point I went into a store where I had
8	shopped before and asked the owner to lock the
9	door behind me and we called the police. So, you
10	know, you know where you're safe
11	COUNCIL MEMBER LAPPIN:
12	[Interposing] Right, and Mrs. Kellner mentioned
13	the Safe Haven program, which is great.
14	ROBERTA SEMER: Exactly.
15	COUNCIL MEMBER LAPPIN: Okay.
16	Thank you very much.
17	CHAIRPERSON WEPRIN: Thank you, Ms.
18	Lappin. Thank you all. Guys are ready to leave,
19	boy, look at that. I'd like to call on Lauren
20	Williams, John Davenport, Lynn Bender Max?
21	LYNN BENDER MAX: Yes.
22	CHAIRPERSON WEPRIN: Okay. Merle
23	Mel
24	MERLE MCELDOWNEY: McEldowney.
25	CHAIRPERSON WEPRIN:McEldowney,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES135
2	thank you, Phyllis Gunther, and Debra Cooper. I
3	don't know if everyone's here, is everyone, we may
4	not have enough room if everyone's here, but I'm
5	not sure everyone is here.
6	[Crosstalk]
7	FEMALE VOICE: Lauren had to leave.
8	CHAIRPERSON WEPRIN: Okay. Not
9	that. Yes, this will be the last group on this
10	item. And then I'll
11	[Pause]
12	CHAIRPERSON WEPRIN: Right. Hold
13	on, I have a hand on my
14	[Pause]
15	FEMALE VOICE: You first.
16	CHAIRPERSON WEPRIN: Thank you. So
17	whenever you're ready, you guys could decide who
18	goes first. Please state your name for the record
19	and try to keep it as brief as possible.
20	JOHN DAVENPORT: My name is John
21	Davenport, I'm a retired history professor, I'm a
22	long-time resident of the Upper West Side. I
23	wanted to talk aboutthis is going to be a
24	surprise to youhomogenization. The world's
25	oceans are losing dolphins, sharks, and so on and

1	SUBCOMMITTEE ON ZONING AND FRANCHISES136
2	so forth. People predicted within 20 or 40 years
3	we're going to have nothing but squid and
4	jellyfish. Agriculture, monoculture has pretty
5	muchand agribusiness has pretty much taken over
6	our agriculture. So family farms with pigs and
7	cows and vegetable gardens and so on, they're all
8	gone and replaced by soybean and hybrid corn and
9	so on.
10	If you go anywhere in this country
11	to rural areas or suburban areas, you see nothing
12	but suburbanization. The small businesses have
13	been driven into the ground by Wal-Marts and so
14	on.
15	That brings me to New York City.
16	In New York City, we have mom-and-pop stores,
17	they're still around. Mom-and-pop stores are the
18	ultimate in entrepreneurship, they're high risks,
19	50% of all restaurants go out of business within
20	five years. People put their life savings, their
21	dreams into these enterprises. We've heard and
22	read their testimony, they need your vote to
23	survive. These people are their own lobbyists;
24	we're one of their few lobbyists as opposed to the
25	voices of the big shots who have come here and

1	SUBCOMMITTEE ON ZONING AND FRANCHISES137
2	talked. The big-box stores, their only thing is
3	the profit motive, that seems to be theirthe
4	bottom line seems to be their only consideration.
5	New York City has become theit's
6	number one in the World Cities Index and I think
7	one of the reasons for that is it's the bestwhat
8	else in this country is the best in the world
9	still? Well New York is the greatest damn city in
10	the world and we should keep it that way, and I
11	think one way we're going to be able to do that is
12	to keep power to the people.
13	And I think I really like the New
14	York City Council because they are the voice of
15	the people, just ordinary people. We need your
16	vote, we want your vote.
17	CHAIRPERSON WEPRIN: You're the one
18	who likes us.
19	JOHN DAVENPORT: This country is
20	the Amazon jungle of retailing and let's just try
21	to keep it that way. Thank you very much.
22	CHAIRPERSON WEPRIN: Thank you, you
23	want to submit your pad for the record or
24	[Laughter]
25	CHAIRPERSON WEPRIN: Thank you.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES138
2	JOHN DAVENPORT: Well I need notes
3	I
4	[Crosstalk]
5	CHAIRPERSON WEPRIN: [Interposing]
6	I understand, no, thank you. Next.
7	LYNN BENDER MAX: Good afternoon,
8	my name is Lynn Bender Max, I'm a long-time
9	resident of 104th at Riverside Drive. In fact,
10	I've spent my entire adult life in New York City
11	on the West Side, been active for most of that
12	time. I love the city, there's no place I would
13	rather be.
14	One thing people give all kinds of
15	reasons about why they want to come to New York to
16	visit or to live, but one thing you never hear,
17	you never hear I want to come 'cause I want to
18	visit a Bank of America branch or a Duane Reade.
19	They come for the vibrancy and the vitality of the
20	neighborhoods.
21	As Gale had said when she cited the
22	neighborhoods in New York City, many first-time
23	visitors don't understand that we're not an
24	anonymous city, that we're a city of neighborhoods
25	and that our stores are very much a part, okay, of

SUBCOMMITTEE ON ZONING AND FRANCHISES139 1 the community fabric. My neighbors and I, we shop 2 at our local stores, we eat at the restaurants, we 3 get our shoes repaired, and we grieve when those 4 5 stores are forced out of business and replaced by banks or drugstores. б 7 One comment I wanted to make about 8 the banks and what they contribute to the 9 neighborhood, it's kind of a joke in my 10 neighborhood that if you're looking for a space 11 for a large social gathering, you might want to 12 try the branch of Bank of America on 107th and 13 Broadway. It's a huge space, lots of chairs, and 14 there's never a single person inside, all right? 15 So I very much support the zoning 16 proposal, and I urge you to pass it. And I want 17 to thank City Planning for the wonderful proposal, 18 and particularly Gale Brewer for her vision and 19 her work and for keeping the West Side, the West 20 Side. 21 CHAIRPERSON WEPRIN: Thank you very 22 much. 23 MERLE MCELDOWNEY: Hello, my name 24 is Merle McEldowney, and of course, as everyone 25 else has, I really want to thank Gale Brewer for

1	SUBCOMMITTEE ON ZONING AND FRANCHISES140
2	what she's done in getting this through.
3	I've only lived on the Upper West
4	Side for six years, and I live on Broadway between
5	72nd andbetween 76 and 77th, and it's kind of a
6	lifelong dream of mine to get to live on the Upper
7	West Side. My joke though is that as soon as I
8	moved here, the Upper West side left.
9	There was a cosi on 76th and
10	Broadway when I moved there. It was a wonderful
11	little place, not a mom-and-pop store, but a great
12	place to go for a coffee and a salad. We used to
13	have meetings in the basement. That cosi is gone
14	now, what is there? A Republic Bank. I walk by
15	there every day, although the bank is lit, the
16	corner is dark, there is never anyone there. That
17	bank clearly serves no purpose but advertising.
18	What we're talking here is two real
19	visions of New York: A New York of luxury
20	buildings and office spaces and expensive stores,
21	and then there is the vision of New York that all
22	of us hold.
23	Beacon Hardware is an old family
24	store, they're very much in favor of this. Beacon
25	Hardware charges a little more than Home Depot,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES141
2	but I can walk in there with a weird little light
3	bulb and get out of there with a replacement much
4	faster than I could even find the light bulb
5	department in Home Depot. And not only that, they
6	always have a treat for my dog.
7	There's new businesses that are
8	coming up. Pour [phonetic] Wine is a wonderful
9	little place and they sell boxed wines. I wonder
10	how many places in the city will sell boxed wines
11	in a small wine store. It's 'cause there's a lot
12	of little crazy people like me on the Upper West
13	Side that want to buy a wine that's more
14	environmentally sound, and that's who they're
15	catering to. They're nice to my dog, but they
16	haven't given her treats yet.
17	So I just want to say that who's
18	opposed and who's in favor of this. It's language
19	that's come almost trite now, but it's about the
20	99%. The people who live in this community almost
21	entirelyI know there's exceptions, we've heard
22	themwant this proposal. Nobody is suffering.
23	The landlords are not struggling, they're getting
24	good rents, there's no little old ladies occupying
25	storefronts that they've had for 40 years and

1	SUBCOMMITTEE ON ZONING AND FRANCHISES142
2	they're protected by commercial rent control.
3	Those stores are paying high rent, it's just not
4	as high as a Duane Reade or a bank will pay. So
5	for the 1% that wants just more rent, we oppose
6	it.
7	CHAIRPERSON WEPRIN: Next.
8	PHYLLIS GUNTHER: Hi, I'm Phyllis
9	Gunther, a Member of Community Board 7 for many
10	years now, a former Democratic District Leader.
11	I have lived in a Title I building
12	called Lincoln House, which was built to keep
13	middle income people in New York City, for 51
14	years, when it first went up. I have raised my
15	two sons, who went to public schools and played
16	with neighborhood kids. And I want the community
17	to not be sterile, which is what the banks and the
18	big pharmacies contributed negatively to our
19	community.
20	I must say having had Extell talk
21	so much, I am next to Riverside below South
22	development. There isn't, well, there's a few
23	rentthere's a restaurant and a supermarket now,
24	but that'sand a cat hospital and a dog place to
25	keep your dog active. That's it in our

1	SUBCOMMITTEE ON ZONING AND FRANCHISES143
2	neighborhood.
3	I'm lucky that I'm over 80 and
4	still able to get over to Amsterdam and Broadway,
5	but we do need more commercial stores and the
6	Community Board did vote to have Riverside Center
7	to get some stores, but we could use more of that.
8	And I am so privileged to thank
9	Gale and the City Planning for coming up with this
10	and keeping mom-and-pop stores, that's what I
11	think of when I think of the West Side. Thank
12	you.
13	CHAIRPERSON WEPRIN: Thank you.
14	DEBRA COOPER: Hi, I'm Debra
15	Cooper, I am the Democratic State Committee woman
16	for the Upper West Side, which is the 67th
17	Assembly District from 44th to 97th Street, and
18	Gale Brewer is my City Councilwoman, and, as
19	usual, we are all very proud of the perseverance
20	that Gale has brought to this. New York City is a
21	city of more than 8 million people with 800
22	languages and scores of neighborhoods.
23	It's an enormous place, but it's
24	made livable by the very diversity and
25	particularity of its neighborhoods. Actually,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES144
2	it's districts like the Upper West Side have
3	within them lots of many neighborhoods. In a way,
4	New York is a collection of small towns, and in
5	small towns we have neighborsthe person down the
6	hall, the storeowner down the streetand this
7	piece of legislation is aptly nicknamed mom-and-
8	pop store zoning. They don't just sell us stuff,
9	they are members of a coherent supportive
10	community, these owners of the mom-and-pops, in a
11	way that big chains are not.
12	Many people have addressed the fact
13	that these storeowners provide safety, they
14	provide services and participate in the community,
15	but in a way, I alsoone of the things that
16	hasn't been mentioned is the fact that they're
17	small business owners who actually live in our
18	community and they're part of our community. And
19	we want to as, you know, in public policy, we
20	always talk about the beneficial impact of small
21	businesses, and this is a way to sustain small
22	businesses and make sure that they survive in this
23	neighborhood. We probably have a Supreme Court
24	that would not allow us to do commercial rent
25	control, so this is one way to make sure that

1	SUBCOMMITTEE ON ZONING AND FRANCHISES145
2	these people survive, not just to enhance our
3	lives, but to make sure that they survive
4	themselves.
5	There's also been in the media the
6	question of this kind of zoning driving up rents
7	on the very small businesses that they're meant to
8	protect. Well I think that argument's a red
9	herring. Commercial rents have gone up and up and
10	up long before this proposal was even a gleam in
11	Gale Brewer's eye. Commercial rents are
12	independent of this zoning, they're a function of
13	what a landlord thinks he can charge in a
14	neighborhood of increasing affluence. So blaming
15	zoning for increasing rents is like blaming the
16	sunrise because the cock crowed. There really is
17	no relationship.
18	Some stores have had to move, not
19	because they've been zoned or that the spaces are
20	wrong, but because large chain stores come in and
21	give, you know, will give the landlord much higher
22	rents by enormous factors of five to ten times
23	more. So this zoning does not in any way make
24	rents higher for local businesses, it will protect
25	local businesses by making it harder for big chain

1	SUBCOMMITTEE ON ZONING AND FRANCHISES146
2	stores to come in and take huge spaces and drive
3	up their rents, and this is one way to do that.
4	Thank you.
5	CHAIRPERSON WEPRIN: Thank you very
б	much. Anybody? Gale, you want to ask a question?
7	COUNCIL MEMBER BREWER:
8	[Interposing] No, I just want to again thank
9	everybody else, I want to
10	CHAIRPERSON WEPRIN: Or accept all
11	the accolades?
12	COUNCIL MEMBER BREWER: No, I'm
13	trying not to do that, I appreciate it, I just
14	appreciate everyone's support and I think the
15	comments are extraordinary. And I really want to
16	thank the chairs and also Jesse Bodine [phonetic]
17	from our office who's been amazing.
18	[Applause]
19	COUNCIL MEMBER BREWER: Thank you
20	very much.
21	CHAIRPERSON WEPRIN: Okay. Jessie,
22	we'll allow the applause. Okay. Well thank you
23	all very much. Again, I'm sorry to keep everybody
24	waiting.
25	We are going toanyone else here

1	SUBCOMMITTEE ON ZONING AND FRANCHISES147
2	to testify on this matter that we might've missed?
3	No, good. Not good that you're not testifying,
4	but good I didn't miss anybody.
5	I'm going to close this hearing
6	now, we are going to probably wait on the vote
7	until Thursday, I just want to let you know the
8	vote will be scheduled Thursday before the Land
9	Use meeting.
10	And now I'd like to call up the
11	Queens City Planning office as I go to find the
12	number here. Land Use number 621, the Woodhaven
13	Richmond Hill rezoning, and we have our friend
14	John Young and Brendan Pillar. And they will
15	present. I apologize, gentlemen, for having put
16	you second, in hindsight, maybe I should have done
17	you first, but you were outnumbered. And I know
18	you love coming to Manhattan, John. So whenever
19	you are set up on the PowerPoint, this is going on
20	the screen, no, we don't have aoh, there it is,
21	okay, there it is, okay, I didn't know where the
22	screen was. So whenever you're ready, John, you
23	know the drill.
24	JOHN YOUNG: I do indeed. So good
25	morning, Chair Weprin, Chair Comrie, Council

1	SUBCOMMITTEE ON ZONING AND FRANCHISES148
2	Members, my name is John Young.
3	MALE VOICE: Good afternoon, John.
4	JOHN YOUNG: Good afternoon, yes.
5	My name is John Young and I'm Director of the
6	Queens Office of Department of City Planning. On
7	behalf of City Planning Director Amanda Burden,
8	I'm very pleased to be here today to very briefly
9	introduce the department's 229 block Woodhaven
10	Richmond Hill proposal. It's a finely tuned well-
11	balanced rezoning initiative to provide for the
12	orderly and sustainable growth of two bustling
13	Queens neighborhoods. I am joined by Brendan
14	Pillar, who will present the details, again
15	briefly, of the proposal to you.
16	As Brendan will explain, the
17	rezoned proposal seeks to cultivate and reinforce
18	elements that contribute to the success of each of
19	these neighborhoods. They're appealing side
20	streets lined with wood framed residences and
21	they're vital shopping streets.
22	Crafting the proposal has involved
23	a thorough block by block analysis of more than
24	6,700 parcels and their building contexts, land
25	use patterns, and area resources, such as public

SUBCOMMITTEE ON ZONING AND FRANCHISES149 1 transportation and open space. The proposal has 2 been shaped and refined by extensive community 3 4 outreach over more than a one-year period to a broad spectrum of dedicated residents, civic 5 groups, community boards, and elected officials. 6 7 During the public review process itself, which was initiated this past February, the proposal 8 9 received a unanimous Community Board 9 voted in 10 favor, the endorsement of Queens Borough President 11 Helen Marshall, and the approval of the City 12 Planning Commission. 13 We look forward to your consideration in support of this important 14 15 contextual zoning framework to guide the 16 development of Woodhaven and Richmond Hill. You 17 should have received a package of the proposal 18 that Brendan will now review with you. Thank you. 19 BRENDAN PILLAR: Good afternoon, 20 Mr. Chairman, Committee Members remaining, ladies 21 and gentlemen. The Woodhaven Richmond Hill, these 22 are vibrant and diverse communities in South 23 Central Queens. The growth of these neighborhoods 24 25 can be attributed to their appealing one and two-

1	SUBCOMMITTEE ON ZONING AND FRANCHISES150
2	family wood-framed houses built in a variety of
3	traditional styles, attractive tree-lined streets,
4	and good access to mass transit. The proposed
5	rezoning includes all or portions of 229 blocks in
6	Woodhaven in Richmond Hill and is generally
7	bounded by Park Lane South and Forest Park to the
8	north, 103rd Avenue to the south, Eldert Lane and
9	the Brooklyn Borough Line to the west, and the Van
10	Wyck Expressway to the east.
11	As John mentioned, the formal
12	public review process of the rezoning changes
13	began when the department certified the proposal,
14	Community Board 9, the borough president, and the
15	Queens or the City Planning Commission all
16	considered and approved the proposal.
17	Within the past two decades, the
18	rezoning area has experienced a considerable
19	increase in total population and remarkable
20	demographic shift as the percentage of the total
21	population that is foreign-born has become
22	increasingly large. Over 53% of the rezoning
23	area's total population is now foreign-born. The
24	top three countries of origin are Guyana, India,
25	and the Dominican Republic. Woodhaven's foreign-

1	SUBCOMMITTEE ON ZONING AND FRANCHISES151
2	born population is primarily of Hispanic origins,
3	while Richmond Hills foreign-born population is
4	primarily of Indo Caribbean origins.
5	Woodhaven and Richmond Hill have
6	seen their populations grow, but due to outdated
7	zoning this growth has not resulted in new
8	development that is consistent with the
9	established built context of these neighborhoods.
10	As I mentioned, one and two-family wood-framed
11	houses typify much of the area, however, due to
12	outdated zoning, recent development has led to
13	their demolition and replacement with residential
14	buildings that do not match area built character.
15	The rezoning area is primarily comprised of two
16	existing residential districts. The first is an
17	R3-1 district, which is generally located north of
18	Atlantic Avenue. R3-1 district's permit one and
19	two-family detached and semi-detached residential
20	buildings. The predominant character in the area
21	currently zoned R3-1 is one and two-family
22	detached buildings like the building depicted in
23	the top of the slide, however, recent developments
24	has included buildings like this semi-detached
25	building at the bottom of the slide, which do not

1	SUBCOMMITTEE ON ZONING AND FRANCHISES152
2	reflect the established detached character of the
3	area currently zoned R3-1.
4	The second district is an R5
5	district, which is generally located along
6	Atlantic Avenue in the blocks to the south. R5
7	districts permit all residential building types.
8	The predominant character in the area currently
9	zoned R5 is one and two-family detached and semi-
10	detached buildings like those depicted on the left
11	of the slide, however, recent development has
12	included buildings like the multifamily buildings
13	depicted on the right of the slide, which do not
14	reflect the established one and two-family
15	residential character of the area currently zoned
16	R5.
17	The rezoning area also has two
18	primary commercial corridorsJamaica and Atlantic
19	Avenue. Jamaica Avenue serves as Woodhaven's
20	primary shopping corridor and is well served by
21	transit, including the J and Z trains, whose
22	elevated tracks you can see in this photo before
23	they received their new paint job. Atlantic
24	Avenue, a busy 120-foot wide street, showing the
25	photograph on the right, serves as Richmond Hills

SUBCOMMITTEE ON ZONING AND FRANCHISES153 1 primary shopping corridor. A hundred and first 2 avenue is also a main corridor in the area, but it 3 was not studied as a part of this rezoning, 4 5 however, it will be included in a follow-up study the department will be conducting, Ozone Park when 6 the entire corridor can be looked at all at once. 7 The rezoning area's main commercial corridors are 8 9 mapped with commercial overlays, but the underlying residential districts are not 10 11 differentiated from the residential blocks to the 12 north or south. Existing zoning does not provide 13 a greater scale or density for building and, as a result, these major corridors, which have access 14 15 to transit and can accommodate growth, have not 16 experienced new development opportunities. In 17 addition, existing overlay districts are largely 18 mapped to the depth of 150 feet, which allow commercial uses to encroach onto residential side 19 20 streets. 21 Concerned about recent development 22 trends, Community Board 9 asked the Department of

23 City Planning to conduct a rezoning study of
24 Woodhaven and Richmond Hill. The proposal was
25 refined over the last two years through an

1	SUBCOMMITTEE ON ZONING AND FRANCHISES154
2	extensive public outreach process and in close
3	consultation with Community Board 9, local civic
4	associations, and local elected officials. The
5	proposal seeks to reinforce a neighborhood
6	character and establish building patterns by
7	updating existing zoning with new lower density
8	and contextual districts, direct new residential
9	and mixed-use development to major corridors and
10	locations near mass transit, and support economic
11	development along two distinct commercial
12	corridors while preventing commercial uses from
13	intruding onto residential side streets.
14	The proposed rezoning was produced
15	with a block by block and lot by lot analysis to
16	carefully develop appropriate zoning strategies
17	for Woodhaven and Richmond Hill. In a broad 229
18	block area where two residential districts have
19	been in place for over 50 years, six contextual
20	districts are proposed to reinforce established
21	neighborhood character and to provide a framework
22	for orderly growth. The proposed R3-A, R3-X, R4-
23	A, R4-1, and R4-B contextual zoning districts will
24	more closely match the one and two-family
25	residential building patterns found among

1	SUBCOMMITTEE ON ZONING AND FRANCHISES155
2	Woodhaven and Richmond Hills residential blocks,
3	and it will ensure future development will
4	reinforce the surrounding context.
5	Our 6-A districts are proposed in
б	Woodhaven along Jamaica Avenue generally between
7	the Brooklyn Borough line and 102nd Street, and in
8	Richmond Hill, along Atlantic Avenue generally
9	between 104th Street and 121st Street. The
10	proposed zoning of portions of Jamaica and
11	Atlantic Avenues to R6-A will provide a moderate
12	increase in building height and density and bulk
13	where it can be used to create new developments
14	opportunities in already established mixed-use
15	areas along wider streets and locations near mass
16	transit resources.
17	The proposed zoning of select
18	locations of Jamaica and Atlantic Avenues will
19	provide opportunities for moderate growth where it
20	can reinforce the already strong Main Street
21	character of Jamaica Avenue and, over time,
22	strengthen the Main Street character of Atlantic
23	Avenue. We anticipate new development would look
24	much like this five-story building on the left of
25	the slide with ground floor retail and apartments

1	SUBCOMMITTEE ON ZONING AND FRANCHISES156
2	above and will help enliven the streetscapes of
3	these corridors.
4	The proposal would also update and
5	reduce the depths of commercial overlay districts
6	along Jamaica and Atlantic Avenues to prevent
7	commercial uses from encroaching onto residential
8	side streets and establish new overlay districts,
9	such as here, along Lefferts Boulevard, it's just
10	south of Jamaica Avenue and along the Van Wyck
11	Expressway service road to reflect the location of
12	existing commercial uses and to provide new
13	business location opportunities. Thank you.
14	[Pause]
15	CHAIRPERSON WEPRIN: Who's watching
16	us? I know it, I'm sorry. Just give us one
17	second. [Pause] All right, I know Councilman
18	Comrie wanted to discuss one item.
19	COUNCIL MEMBER COMRIE: Well I did
20	have a chance to look at it and I am pleased that
21	the commercial overlays are reducing the impact on
22	the residential streets behind Jamaica and
23	Atlantic Avenue. I do have a request from Council
24	Member Ruben Wills to remove or to maintain the
25	existing zoning for a block on 9503, which is the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES157
2	block of Van Wyck to the east, 135th Street to the
3	west, Liberty Avenue to the south, and 102nd
4	Avenue to the north, to keep that as existing R5,
5	and I understand that he had already spoken with
6	City Planning about that and there was an
7	agreement that, since it was on the edge of the
8	district, that there wouldn't be a problem with
9	keeping that in the existing zoning. So I propose
10	that that would be an amendment to the plan.
11	CHAIRPERSON WEPRIN: And that
12	amendment, is that already on this? That the area
13	that next to it
14	BRENDAN PILLAR: [Interposing] This
15	is just to illustrate the area where
16	[Crosstalk]
17	CHAIRPERSON WEPRIN:the one that
18	says R5 to remain
19	COUNCIL MEMBER COMRIE: Right.
20	BRENDAN PILLAR: This one
21	CHAIRPERSON WEPRIN:is that next
22	to where we're talking?
23	BRENDAN PILLAR: That is the block-
24	_
25	[Crosstalk]

1	SUBCOMMITTEE ON ZONING AND FRANCHISES158
2	BRENDAN PILLAR:9503 generally
3	bounded, as the Councilman said, by 10335th
4	Street and the Van Wyck Expressway. This is an
5	area along the Van Wyck Expressway service road
6	where we have maintained R5 zoning in other areas,
7	as I mentioned 101st Avenue, we'll look at it at a
8	future study, but that's also currently zoned R5.
9	COUNCIL MEMBER COMRIE: So there's
10	a request to amend the plan to continue that as a
11	R5.
12	CHAIRPERSON WEPRIN: I'm just
13	confused, the words that it says R5 to remain
14	COUNCIL MEMBER COMRIE: Right,
15	that's
16	CHAIRPERSON WEPRIN:is referring
17	to this spot? So
18	[Crosstalk]
19	CHAIRPERSON WEPRIN:you guys
20	amended the
21	BRENDAN PILLAR: [Interposing] No,
22	they haven't
23	COUNCIL MEMBER COMRIE: No
24	[Crosstalk]
25	JOHN YOUNG: No, we're showing a

SUBCOMMITTEE ON ZONING AND FRANCHISES159 1 diagram--2 COUNCIL MEMBER COMRIE: They're 3 showing the diagram. 4 5 JOHN YOUNG: --that is based on the discussion that we had with the Council Member and б 7 his staff. 8 CHAIRPERSON WEPRIN: Okay. But 9 that little red square that says R5 to remain was added since the Councilman talked to City 10 11 Planning. 12 JOHN YOUNG: Correct, it had been 13 proposed as an R4-A part of this rezoning. 14 CHAIRPERSON WEPRIN: Okay. Okay. 15 All right, just wanted to make sure, you guys are 16 so up to date on your presentations, it threw me 17 for a loop. JOHN YOUNG: We're quick studies. 18 19 CHAIRPERSON WEPRIN: Okay. I got 20 it. Mr. Comrie, you have any questions on this 21 rezoning? I know you may have mentioned this, 22 just for the record, that the Community Board 23 approved this unanimously, I believe, right? 24 MALE VOICE: Yes. 25 CHAIRPERSON WEPRIN: That's true

1	SUBCOMMITTEE ON ZONING AND FRANCHISES160
2	and unanimous at City Planning as well.
3	COUNCIL MEMBER COMRIE: Right.
4	[Crosstalk]
5	COUNCIL MEMBER COMRIE: I just want
б	to congratulate Mary Ann Carey and the Community
7	Board, Community Board 9, for everything that they
8	did on working on this rezoning, and also to John
9	Young and
10	BRENDAN PILLAR: Brendan.
11	COUNCIL MEMBER COMRIE:Brendan
12	BRENDAN PILLAR: Yes.
13	COUNCIL MEMBER COMRIE:for all
14	of their hard work and continued excellent job in
15	working with communities to do the things
16	necessary to enhance and improve communities.
17	Thank you.
18	CHAIRPERSON WEPRIN: Gentlemen,
19	thank you very much. We're now going to close
20	this hearing, do you want toexcuse me? Oh, you
21	want to testify, I apologize, I apologize. Thank
22	you, gentlemen, we're going to excuse you. I'm
23	sorry, and then Maria Thompson from the Greater
24	Woodhaven Development Corporation, Woodhaven BID
25	MARIA THOMPSON: Thank you.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES161
2	CHAIRPERSON WEPRIN:is here and
3	she'd like to testify on this plan as well.
4	MARIA THOMPSON: Thank you.
5	CHAIRPERSON WEPRIN: I apologize,
6	not only did we make you wait, I almost forgot
7	about you.
8	MARIA THOMPSON: That's okay.
9	MALE VOICE: Right this way.
10	MARIA THOMPSON: Thank you.
11	CHAIRPERSON WEPRIN: All right,
12	take your time and whenever you're ready, make
13	sureSergeant-at-Arms, if you can just make sure
14	she gets the mic correct
15	SERGEANT-AT-ARMS: Yep.
16	CHAIRPERSON WEPRIN:and make
17	sure to restate your name for the record and give
18	your testimony.
19	MARIA THOMPSON: I'm Maria A.
20	Thompson, I'm representing the Greater Woodhaven
21	Development Corporation, I'm the Executive
22	Director there, also the Woodhaven Business
23	Improvement District.
24	My esteemed Honorable City Council
25	Members and New York City Planning Commission and

SUBCOMMITTEE ON ZONING AND FRANCHISES162 1 distinguished Members of the Council, my name is 2 Maria Thompson, I have been a resident of 3 Today I am 4 Woodhaven, Queens, for 43 years. 5 representing at this hearing the Greater Woodhaven Development Corporation, our 33-year organization, 6 7 and also we are dedicated to the stabilization of the Woodhaven's commercial and residential 8 9 properties. 10 The Woodhaven Business Improvement 11 District representing the property owners and the 12 business owners on Woodhaven, Jamaica Avenue from 13 a 100 Street to Dexter Court. Both of which I am the executive director and the Woodhaven 14 15 residents' block association that represents all 16 the residents of Woodhaven. All of these are 17 Woodhaven organizations being in favor of the 18 rezoning of Woodhaven. 19 Also in favor on the state level of 20 government, we have the strong support of 21 Honorable Joseph P. Addabbo, our the New York 22 State Senator; Honorable Michael G. Miller, our 23 New York State Assemblyman; and on the City level, 24 our New York City Council Members Honorable Eric Ulrich and Honorable Elizabeth Crowley, who led 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES163
2	this rezoning efforts.
3	This rezoning is very important to
4	Woodhaven for it is a balance and fear. It up
5	zones our Jamaica Avenue commercial properties,
6	showing this area to build above existing
7	properties and downsizes our properties that are
8	existing as residential areas. This preserves our
9	large Victorian homes from over-development. We
10	thankand also this would change the quality and
11	the character of our small town.
12	We thank the Department of City
13	Planning Queens, John David Young, Director, and
14	who worked so hard and diligently on this plan,
15	and Brendan Pillar, his assistant, and most of all
16	New York City Commissioner Honorable Amanda M.
17	Burden, who is since becoming Commissioner, so
18	strongly has advocated for the rezoning and
19	[pause] and the preservation of Queens and the
20	local neighborhoods.
21	The Greater Woodhaven Development
22	Corporation seven years ago, after Richmond Hill
23	and Kew Gardens had been rezoned, began the quest
24	to ourfor our Woodhaven to be the next rezoned
25	community. We approached our Woodhaven residents

1	SUBCOMMITTEE ON ZONING AND FRANCHISES164
2	block association, our elected officials,
3	Community Board number 9, our borough president,
4	and then, with the support of all, we had the vote
5	and Community Board number 9, which I am a Member,
6	and formalized this plan. All of ZIP code 11421
7	will be zoned and down-zoned accordingly. This
8	plan determined was to preserve the zoning of the
9	residential area homes and allow the up zoning of
10	the commercial properties along Jamaica Avenue,
11	this increasing the property values throughout
12	Woodhaven. In this way, our large Victorian homes
13	would be preserved and not be demolished and
14	replaced by small apartment buildings.
15	It also was of great Jamaica Avenue
16	from Dexter Court to 100 Street, allowing
17	buildings above the commercial properties. This
18	plan, in our thinking, is balanced one, and for
19	the first time in 50 years, would revise and
20	positively stabilize the zoning here and Woodhaven
21	for the next 50 years.
22	A yes vote for the Community Board
23	number 9 was the first hurdle. This plan was then
24	formalized to preserve the character of the
25	Woodhaven homes and assist our commercial property

SUBCOMMITTEE ON ZONING AND FRANCHISES165 1 owners so that they may maintain their property 2 and the integrity of their property would be 3 4 perpetuated. 5 As I have stated before, the reason we have [off mic] and moved into Woodhaven is 6 7 because we appreciate before, the reason we have 8 stayed is because we appreciate the open space 9 being around us that is so vital and our 10 commercial shopping strip. The Community Board 11 number 9 vote was unanimous and now we go on to 12 support of the rest of the zoning, and we ask you 13 to preserve the character of the community of 14 Woodhaven by voting yes on the zoning issue. 15 Thank you so much. 16 CHAIRPERSON WEPRIN: Well thank you 17 very much, we appreciate your testimony. 18 And what we're going to do now is 19 we're going to move to close this hearing, 'cause 20 you were so convincing we don't have any questions, we're going to close this hearing and 21 22 we are going to recess the Subcommittee until 23 Thursday on both this item and on the Upper West 24 Side neighborhood retail item, and we will be 25 considering them on Thursday before the Land Use

SUBCOMMITTEE ON ZONING AND FRANCHISES166 1 meeting, which is scheduled for 10 a.m. So I 2 appreciate you coming down, appreciate everyone's 3 patience, and we will be now recessed until 4 5 Thursday. Thank you. MARIA THOMPSON: Thank you for your б 7 time. CHAIRPERSON WEPRIN: You are 8 9 welcome.

CERTIFICATE

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 Tammy Littman

Date _July 12, 2012_