CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS

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March 9, 2015

Start: 1:17 p.m. Recess: 1:42 p.m.

HELD AT: 250 Broadway - Committee Rm,

16th Fl.

B E F O R E:

INEZ E. DICKENS

Chairperson

COUNCIL MEMBERS:

Darlene Mealy

Ydanis A. Rodriguez

Andrew Cohen Mark Treyger

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

Artie Pearson
Director of Land Use
Office of Governmental Relations and
Regulatory Compliance
NYC Housing Preservation & Development

Ted Weinstein
Director of Bronx Planning
Division of Planning and Sustainability
NYC Housing Preservation & Development

Michael Wadman Phipps Houses SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 3
[gavel]

CHAIRPERSON DICKENS: Good afternoon. I am Council Member Inez E. Dickens, Chair of the Subcommittee on Planning, Dispositions and Concessions. I would like to welcome everyone to today's hearing.

I want to thank and acknowledge my

Sergeant at Arms, Heriberto Collazo and my Land Use

Director, Raju Mann, Deputy Director Amy Levitan and

my Attorney, Ann McCoy and of course my new Attorney

is Dylan Casey. Welcome him -- come on y'all,

welcome.

[applause]

I want to acknowledge my esteemed colleagues who are members of the Planning Subcommittee -- Council Member Andrew Cohen, Council Member Mark Treyger; Council Member Ydanis Rodriguez, who today gets the gold star. [background comments, laughter]

We have two items on our calendar that we will be hearing and voting on. I'm now opening up the public hearing for Land Use Item Nos. 0180, 1081, 0182; 0183, also known as Melrose Commons North.

These properties are related and are located in

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Council Member Arroyo's district in the Bronx; this

application is submitted by HPD for an approval of a

ULURP, UDAAP and zoning change; they are also seeking

a proposed third amendment to the Melrose Commons

Urban Renewal Area, as well as an amendment to the

City Map.

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I believe we have some members from HPD; we have the Director of Land Use, Artie Pearson and the Director of Bronx Planning, Ted Weinstein, both from HPD here to testify. Please turn on your mics and identify yourselves.

ARTIE PEARSON: Good afternoon, Chair

Dickens and members of the Subcommittee. I'm Artie

Pearson, Director of Land Use from HPD's Office of

Governmental Relations and Regulatory Compliance and

I'm joined by Ted Weinstein, Director of Bronx

Planning within HPD's Division of Planning and

Sustainability.

Land Use Nos. 0180, 0181, 0182 and 0183 are proposed actions relating to the Melrose Commons North RFP Site C, which would be developed on Cityowned parcels located at Block 2383, Lots 19, 25, 27, 29, 30, 31, 33, 35, 39 and an unbuilt map street to be demapped between East 161st and 163rd Streets.

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Land Use No. 0180 is the third amendment to the Melrose Commons Urban Renewal Plan; the current proposed changes include the elimination of the Melrose Crescent and the remapping of East 162nd Street. Additionally, several sites are being reconfigured and/or consolidated. Furthermore, use designations are changing from residential to public open space and the reverse and the removal of height restrictions and modification of curb cut regulations affecting the urban renewal area site is also being proposed.

Land Use No. 0181 consists of the proposed amendment of the Zoning Map, changing an existing R7-2 District to an R8 and establishing a C1-4 District within the proposed R8 District.

Land Use No. 0182 consists of the UDAAP designation, project approval and disposition of Block 2383, Lots 19, 25, 27, 29, 30, 31, 33, 35, 39 and a portion of the area to be demapped for the development of a mixed-use project known as Melrose Commons North, RFP Site C. The disposition area will contain two buildings; the first building on Disposition Area A will be developed under HPD's Extremely Low and Low-Income Affordability Program;

the sponsor will take the new construction of one building that will provide 198 rental units, including plus one for the superintendent; they will be a mix of studio, one, two and three-bedroom units and the rents will be affordable to low-income households between 30 and 80 percent; the rents will average between \$367 for a studio and \$1740 for a three-bedroom unit. The project will also include 8,233 square feet for commercial space.

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The second building on Disposition Site B will consist of new construction of a building under the Supportive Housing Loan Program; the sponsor for this building will provide 68 studios for veterans, plus a two-bedroom unit for a superintendent. The building will also include a multi-purpose room for dining and activities, administrative offices, social service offices, job training office and security desk; referrals for these units will come from the Department of Homeless Services.

Together the two buildings will provide a total of 257 units of affordable housing for low-income households, plus two superintendent units.

And Land Use 0183 consists of a proposed amendment to the City Map involving the elimination,

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 7 continuation and closing of certain streets, establishment and prolongation of certain streets and extinguishment of portions of sewer easements and adjustment of grades of property in order to facilitate future development within the Melrose Commons area. And Council Member Arroyo has been briefed and supports this project.

CHAIRPERSON DICKENS: Do you have anything to add, Mr. Weinstein?

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TED WEINSTEIN: No, but I'm happy to answer the questions.

Wanna comment Council Member Arroyo for working hard with you and for HPD willing to do this because of the supportive housing for the formerly homeless veterans, which has been a component of society that has been neglected, so I'm very pleased to see about that and I'm also very pleased to see that this is gonna be a totally, really affordable, in the true sense of the word affordability, housing.

Before I pass it on to my colleagues to see if they have any questions, I have a couple -- community space and retail space, square footage for each and what is the approximate per square footage

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 8 cost; will it be a build-out or is that expected from the tenant?

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TED WEINSTEIN: 'Kay. The commercial space will be approximately 8,200 square feet and the interior build-out would be the responsibility of the commercial tenant that they rent to. I actually am not sure about community facility space... I'm sorry; I don't... [crosstalk]

CHAIRPERSON DICKENS: What are you anticipating advertising the retail space for?

spoken to the Community Board as well about the need for retail space; it would be on 161st Street, which is a major street that cuts across the South Bronx and it would be very helpful to reactivate that street, create pedestrian traffic by putting in some type of an active retail use; I mean it could be a restaurant, it could be a number of things that the community would be interested in having there.

CHAIRPERSON DICKENS: What I was really asking about was the per square footage that you're advertising for rental.

TED WEINSTEIN: Well the commercial space
-- it's approximately 8,200 square feet.

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2	CHAIRPERSON DICKENS: Yes, I understand
3	TED WEINSTEIN: Yeah.
4	CHAIRPERSON DICKENS: how much per square
5	foot
6	TED WEINSTEIN: Oh you mean for the
7	rental amount…? [crosstalk]
8	CHAIRPERSON DICKENS: are you renting it
9	for? Let me be a little bit more specific
10	[crosstalk]
11	TED WEINSTEIN: Oh okay. I'm sorry; I
12	didn't… [crosstalk]
13	CHAIRPERSON DICKENS: That's alright.
14	TED WEINSTEIN: The development team is
15	present here and if [crosstalk]
16	CHAIRPERSON DICKENS: Well can someone
17	come up and give me an answer; is it gonna be
18	affordable? Is any part of that 8,200 square feet
19	gonna be affordable for indigenous businesses that
20	are in that area or is it gonna be at market rate,
21	and if so, what does the market rate bare there?
22	TED WEINSTEIN: Okay.
23	[background comment]

1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 10 2 CHAIRPERSON DICKENS: No, please come up. 3 Give your name, please; your affiliation. Please 4 give him a seat. [background comments] Thank you. 5 MICHAEL WADMAN: Hi. So to answer your question, the projected underwritten rent is \$12 a 6 7 square foot, which is measurably lower than the best rents in that neighborhood, but we think is a prudent 8 level to try to get the type of tenant that Mr. 9 Weinstein referred to; it has been hard for us to 10 find real active, you know nighttime use type of 11 12 retail tenants that we know the community wants, so 13 hopefully having this lower rent as being all we need 14 to charge will help with that effort. 15 CHAIRPERSON DICKENS: So you're looking 16 mainly for a restaurant; is that my understanding? 17 MICHAEL WADMAN: That's one of the uses, but what I mean is a more -- and I think what 18 Mr. Weinstein meant was, a real genuine retail use 19 20 rather than a community facility or a use that's not open at night, so could be stores that have you know 21 2.2 evening hours as well where you have people coming in 23 and out on a regular basis, that kind of things. CHAIRPERSON DICKENS: Alright. And you 24

said \$12 per square foot... [crosstalk]

1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 11 2 MICHAEL WADMAN: Yeah. 3 CHAIRPERSON DICKENS: what is the market 4 baring in that area? MICHAEL WADMAN: I would say the higher 5 end of the market is more like \$20-25... [crosstalk] 6 7 CHAIRPERSON DICKENS: But that wouldn't be around 161st Street. 8 MICHAEL WADMAN: Well in and around; we 9 have other properties in the neighborhood where we 10 11 actually have community facility tenants, because 12 those were the only people we could find at the time, 13 and they do pay something like \$20-25 a foot, but we 14 were unable to find real retail at that number, which 15 is one of the reasons we wanna use this lower number 16 for this project. 17 CHAIRPERSON DICKENS: Now you're the 18 developer? MICHAEL WADMAN: Correct. Yeah, I'm from 19 20 Phipps Houses, which is one of the co-developers. 21 CHAIRPERSON DICKENS: I'm very familiar 2.2 with Phipps. Alright. And give me your name again, 23 please.

24 MICHAEL WADMAN: Michael Wadman.

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CHAIRPERSON DICKENS: Alright. And what about the community facility space?

MICHAEL WADMAN: So I think the language in the materials refers to the 8,200 square feet as being retail or community facility, because we have sometimes rented to community facility tenants; there isn't any other space being rented to outside parties. The veterans building has program space that Ted described, but there isn't any other space being leased to outside... [crosstalk]

CHAIRPERSON DICKENS: So the retail space is really located in building one, the first building?

MICHAEL WADMAN: Correct.

CHAIRPERSON DICKENS: Okay. Alright, thank you so much. I'm asking my colleagues; do they have any questions on this? Since I'm the only one that's asking a lot of questions, then I will... I am very happy about this, the \$12 per square foot sounds reasonable; I'm not quite familiar with that area and the retail space, but basing it just upon numbers, that sounds reasonable because I'm very concerned about indigenous businesses being able to stay in their communities that they service, because they're

1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 13 2 the ones that hire from the community. But I wanna thank you and the Phipps Housing, who's renowned for 3 4 maintaining affordable housing in New York City. thank you so much and if there's nothing else ... 5 6 [crosstalk] 7 MICHAEL WADMAN: Thank you. CHAIRPERSON DICKENS: that anyone has to 8 say, I'm gonna close the public hearing on Land Use 9 Item Nos. 0180, 0181, 0182 and 0183, also known as 10 Melrose Commons North, and I'm not gonna open the 11 12 public hearing on Land Use Nos. 0184 and 0185, the Corona Senior Residence, which are also related. 13 14 This application is submitted by HPD for 15 approval of a UDAAP and zoning change for property 16 located in Council Member Julissa Ferreras' district 17 in Queens. 18 And let's see, we have again to testify Artie Pearson, Director of Land Use at HPD -- just 19 20 keep the seat; you're in the hot seat today? 21 ARTIE PEARSON: I'm in the hot seat 2.2 today. 23 CHAIRPERSON DICKENS: Okay. [laughter]

And Chanda Shampa [sic], Director of Queens Planning.

Please identify yourselves first.

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ARTIE PEARSON: Again, I am Artie

Pearson, Director of Land Use from HPD's Office of

Governmental relations on Regulatory Compliance and

I'm joined by Shampa Chanda, Director of the Queens

Planning Unit within HPD's Division of Planning and

Sustainability.

Land Use No. 0184 consists of the ULURP action for the designation, project approval and disposition of City-owned property located at 54-25 101st Street, also known as Corona Senior Residence. Under HPD's Senior Affordable Rental Apartments Program, the sponsor proposes to construct an 8-story building, creating 68 units for low-income senior; they will be a mixture of studios and one-bedrooms, plus a two-bedroom apartment for a superintendent; the tenants will pay no more than 30 percent of their household income in rent and the expected rent for a studio apartment is approximately \$440 and a onebedroom unit will be approximately \$471. The project will include 5,150 square feet of community facility space on the ground floor for residents and for a pre-K program; additionally, 4,924 square feet of open space on the ground floor containing an open

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SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 15 passive area with seating, community garden space and a children's play area for the pre-K program.

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Land Use No. 0185 consists of the proposed action to approve an amendment of the Zoning Map, Section No. 10b, by changing from an R6B District to an R6 District, property bounded by Lewis Avenue, which is aligned between 101st Street and 102nd Street, aligned 270 feet northwesterly of Martense Avenue and 101st Street in order to facilitate the development of the Corona Senior Service Center, and Council Member Ferreras is supportive of this project.

CHAIRPERSON DICKENS: Miss Chanda, do you have anything you would like to add?

SHAMPA CHANDA: I will be more than happy to answer any questions you may have.

CHAIRPERSON DICKENS: Alright. And now this is -- please forgive me; what is the zoning change, going from what to what?

SHAMPA CHANDA: The current zoning is R6B District and the proposed zoning is an R6 District, so the reason for this change is the R6B allows an FAR of 2 for any kind of housing, even for nonprofit senior housing, whereas an R6 allows for a higher

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     SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 16
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     density for nonprofit senior housing and this will
     enable us to provide more senior units on this site.
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                CHAIRPERSON DICKENS: What's the FAR for
 4
     an R6?
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                SHAMPA CHANDA: R6 for senior, it is 3.9
 6
 7
    FAR.
 8
                CHAIRPERSON DICKENS: And that's only for
 9
    senior housing?
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                SHAMPA CHANDA: It's only for senior
11
    housing.
12
                CHAIRPERSON DICKENS: Otherwise, what
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    would R6 FAR... [crosstalk]
                SHAMPA CHANDA: R6... R6 allows --
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15
     depending upon the housing type, so if it is a
16
     contextual built form in this neighborhood it would
17
    mostly be an R6B equivalent; it would be a 2 FAR
18
    building type, but if someone wants to do a height-
     factor building, then it depends on the range; it
19
20
    would go 2.43 FAR onwards; sorry, up to 2.43 FAR.
21
                CHAIRPERSON DICKENS: Well FAR 2 to 3.9
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    to me seems to still be contextual.
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SHAMPA CHANDA: Yes. Yes.

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1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 17 2 CHAIRPERSON DICKENS: Alright. And this 3 is new construction with an AMI up to 30 percent; is that what I understood? 4 SHAMPA CHANDA: So the program that Artie 5 just mentioned, this is the -- we call it, 6 7 affectionately, SARA, Senior Affordable Rental Apartment Program; it allows affordability; it is for 8 a senior program for households with income up to 60 9 percent of area median income; however, we anticipate 10 in this particular project it would be limited up to 11 12 50 percent of area median income. CHAIRPERSON DICKENS: Very good. 13 14 you so much for coming in to testify. Are there any questions from my colleagues? Council Member 15 16 Treyger, please. 17 COUNCIL MEMBER TREYGER: Thank you, 18 Chair. Just a point for clarification; who is the applicant in this; who is seeking to do this 19 20 building? 21 ARTIE PEARSON: The sponsor for this is 2.2 the Hannick [sp?] Corona HDFC... 23 COUNCIL MEMBER TREYGER: Okay.

ARTIE PEARSON: it's a nonprofit.

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 18
2	COUNCIL MEMBER TREYGER: Right. And how
3	long was this project in the works?
4	SHAMPA CHANDA: This site was identified
5	as a senior housing site as part of a point of
6	agreement with Willets Point, developments of [sic[
7	Council Member Ferreras, Council Member Koo; they
8	were very involved… [crosstalk]
9	COUNCIL MEMBER TREYGER: Right.
10	SHAMPA CHANDA: in that point of
11	agreement, so it really started I would say last
12	year; we aggressively started working on the project
13	with the Department of City Planning and the sponsor
14	last year.
15	COUNCIL MEMBER TREYGER: Reason why I
16	asked is because I'd love to work with you on the
17	same program in my district, because… [crosstalk]
18	SHAMPA CHANDA: We
19	COUNCIL MEMBER TREYGER: there is a great
20	need for this as well in Southern Brooklyn as well.
21	SHAMPA CHANDA: We would like to too.
22	COUNCIL MEMBER TREYGER: Thank you.
23	Thanks, Chair [crosstalk]

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CHAIRPERSON DICKENS: Now you said this was done as a result of the Willets Point negotiations... [crosstalk]

SHAMPA CHANDA: The site was identified as a housing site, [background comment] as part of the negotiation with the Willets Point and the agreement was that we would [background comment] develop senior housing on this site… [crosstalk]

CHAIRPERSON DICKENS: Council Member

Treyger, frequently when we do a rezoning, a large
rezoning, we're able to better negotiate effectively
for our community to get additional sites identified
for affordable housing or senior housing, so I just
wanted to put that in your ear.

COUNCIL MEMBER TREYGER: Well I hear you,

Chair and I will say that Coney Island and other

parts of my district sill has a lot of City-owned

land and even without a big rezoning right now, I

will aggressively be working on making sure we have

senior housing as well in my district. Thank you.

CHAIRPERSON DICKENS: Alright, I wanna thank all of you for coming in to testify; I'm closing the public hearing on Land Use Item Nos. 0184 and 0185. I note for the record that the

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applications that we are voting on today have my full
support and that of the local Council Members in
whose districts both of these actions are being
taken.

I will now call on counsel to call the
roll on a vote to approve.

COMMITTEE COUNSEL: Chair Dickens.

CHAIRPERSON DICKENS: Aye.

COMMITTEE COUNSEL: Council Member Cohen.

COUNCIL MEMBER COHEN: Aye.

COMMITTEE COUNSEL: Council Member

Treyger.

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COUNCIL MEMBER TREYGER: Aye.

COMMITTEE COUNSEL: Land Use Nos. 0180, 0181, 0182, 0183, 0184 and 0185 are approved, with 3 votes in the affirmative, 0 in the negative and 0 abstentions.

CHAIRPERSON DICKENS: I would like to thank the members of the public, my colleagues;

Council and Land Use staff for attending today's hearing. Please mark your calendar and be sure to attend our next hearing which will be held on March 24th. I'm going to leave this hearing open for 15

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 21
2	minutes to allow other members to come in to vote.
3	Thank you for coming and [gavel] have a great day.
4	[background comments]
5	[pause]
6	[background comments]
7	COMMITTEE COUNSEL: Council Member
8	Rodriguez.
9	COUNCIL MEMBER RODRIGUEZ: Aye. And with
10	this, this meeting is adjourned.
11	[background comments]
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World Wide Dictation certifies that the foregoing transcript is a true and accurate record of the proceedings. We further certify that there is no relation to any of the parties to this action by blood or marriage, and that there is interest in the outcome of this matter.



Date March 23, 2015