CITY COUNCIL CITY OF NEW YORK -----Х TRANSCRIPT OF THE MINUTES Of the SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS ---- Х May 19, 2015 Start: 01:25 p.m. Recess: 02:11 p.m. HELD AT: 250 Broadway - Committee Rm, 16th Fl. BEFORE: INEZ E. DICKENS Chairperson COUNCIL MEMBERS: Darlene Mealy Ydanis A. Rodriguez Andrew Cohen Mark Treyger Donovan J. Richards World Wide Dictation 545 Saw Mill River Road - Suite 2C, Ardsley, NY 10502 Phone: 914-964-8500 * 800-442-5993 * Fax: 914-964-8470

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

Hardy [sp?] Pierson [sp?] Director Land Use

Carolyn Williams Director HUD Multi-Family Program Housing Preservation & Development

Chuck Brass Forsyth Street Advisors

Brian Halusan Participation Loan Program Housing Preservation & Development

Jonathan Beutler [sp?] Deputy Director Multifamily Finance Unit New Construction Division Housing Preservation & Development

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Chef Malisa Rivera Founder and Executive Director Culinary Kids Culinary Arts Initiatives

1 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 3 CONCESSIONS 2 [gavel] CHAIRPERSON DICKENS: Good afternoon. 3 Ι 4 am Council Member Inez E. Dickens, Chair of the 5 Subcommittee on Planning, Dispositions and 6 Concessions. I would like to welcome everyone to 7 today's hearing. 8 I want to thank and acknowledge my 9 Sergeant at Arms, Raul Rosario, my Land Use Director, 10 Raju Mann, Deputy Director Amy Levitan and my 11 attorneys, Ann McCoy and Dylan Casey. 12 I want to acknowledge my esteemed 13 colleagues who are members of the Planning 14 Subcommittee -- Council Member Mark Treyger, who gets 15 the gold star today; [cheers, applause, laugh] don't 16 be upset, Council Member Rodriguez; [laughter, 17 background comments] Council Member Andy Cohen and 18 Council Member Ydanis Rodriguez. We're also joined 19 by Council Member Donovan Richards, who has a land use item before us today. 20 21 We have seven items on the calendar 22 today; we will be hearing and voting on four and 23 deferring three, which will be laid over to a future 24 subcommittee hearing. 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 4 To start, we are laying over the
3	following items: Land Use Item 219, the West 140th
4	Street Cluster, seeking an Article 11 tax exemption
5	for properties located in my district, in Manhattan.
6	This item will be laid over as negotiations move
7	forward. Land Use Item 229, the Arthur Clinton
8	Cluster, seeking a UDAAP and tax exemption in Council
9	Member Cabrera's district. And Land Use Item 230,
10	the Mermaid, West 16th Street, also seeking a UDAAP
11	in Council Member Treyger's district.
12	Again, these items will be laid over to
13	our next hearing on June 2nd, as members continue to
14	gather the necessary information for their
15	perspective projects.
16	I am now opening up the hearing for Land
17	Use Item No. 225, the PRC Andrews Avenue. This
18	application is submitted by HPD, seeking the approval
19	of a 35-year tax exemption for property located in
20	Council Members Cabrera and Arroyo's district in the
21	Bronx. I'm gonna call up well hello [laughter]
22	Hardy Pierson, Director of Land Use, and Carolyn
23	Williams, Director of HUD Multifamily Program at HPD.
24	Alright. Even though I've called your names, please
25	identify yourselves.
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1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 5 HARDY PIERSON: Afternoon, Chair Dickens
3	and Members of the Subcommittee. I am Hardy Pierson,
4	Director of Land Use at HPD and I'm joined by my
5	colleague, Carolyn Williams, the Director of the HUD
6	Multifamily Program at HPD.
7	Land Use No. 225 consists of four
8	multiple dwellings currently organized as two
9	separate Article 5 redevelopment housing companies;
10	one is known as the Esperanza Village Associates,
11	located at 955 East 163rd Street and 970 Kelly [sic]
12	Street. And the second development is known as Maria
13	Estella II Associates, located at 1710 and 1730
14	Andrews Avenue.
15	Together the four buildings make up an
16	exemption area and will be known as PRC Andrews
17	Avenue. Under HPD's HUD Multifamily Program, a new
18	sponsor will acquire the exemption area and
19	rehabilitate the buildings, with a total of 246 units
20	for low-income families, plus two units for
21	superintendent. There is a mix of one-, two- and
22	three-bedroom apartments and the sponsor will enter
23	into a new 20-year Section 8 HAP Contract for all the
24	occupied units and vacant units as well.
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1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 6 Rehabilitation of the building will
3	include upgrade to the kitchens, with energy-
4	efficient appliances and water-saving bathroom
5	fixtures. Additional work includes new energy-
6	efficient light fixtures, installation of higher-
7	rated insulation for the roofs and door seals, as
8	well as new plumbing.
9	In order to facilitate the project, HPD
10	is before the Council seeking approval to dissolve
11	both Article 5 redevelopment companies, approve
12	termination of the current Article 5 tax exemption
13	and approve an Article 11 tax exemption for a term of
14	35 years that will coincide with a new regulatory
15	agreement. And both Council Members Cabrera and
16	Arroyo have been briefed and support the project and
17	we're available to answer any questions you may have.
18	CHAIRPERSON DICKENS: Miss Williams; do
19	you have anything you would like to add?
20	CAROLYN WILLIAMS: No, ma'am.
21	CHAIRPERSON DICKENS: Thank you.
22	Alright, I'm sure that my colleagues have questions.
23	Was this originally rehabilitated or built under HUD
24	regulations with a HUD regulatory agreement, a HAP
25	agreement?

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 2 CAROLYN WILLIAMS: Yes, both properties. 3 CHAIRPERSON DICKENS: And has it expired; has the mortgage been paid off? What is the input 4 that HUD now has; is it another HAP agreement that's 5 6 gonna be done? 7 CAROLYN WILLIAMS: Yes, ma'am; there will be a new 20-year HAP contract for both properties 8 going forward and some of the HUD debt will be 9 consolidated and paid down, but there will be a 10 remaining HUD mortgage on the property going forward. 11 12 CHAIRPERSON DICKENS: This, I assume, was a pre 1980 universe for... of the HUD...? [crosstalk] 13 14 CAROLYN WILLIAMS: I am sure is pre 1980. 15 CHAIRPERSON DICKENS: Uhm-hm. 16 [background comments] Do you have something you 17 would like to add... [crosstalk] 18 HARDY PIERSON: We can have those ... 19 CHAIRPERSON DICKENS: if so, you ... 20 [crosstalk] HARDY PIERSON: Yes. 21 2.2 CHAIRPERSON DICKENS: you can approach, 23 and please identify yourself ... [crosstalk] HARDY PIERSON: Yes. 24 25 [background comments]

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 8 2 CHAIRPERSON DICKENS: And would you 3 please give him a paper so he can fill out? 4 [background comments] Thank you. CHUCK BRASS: Chuck Brass; I'm with 5 Forsyth Street Advisors; I'm a consultant for the 6 7 project owner, so. One of the projects ... [background comments] Maria Estela II, is actually a newly 8 constructed project in the early 1980s; the second 9 project on Andrews Avenue was a gut renovation of 10 vacant buildings; those buildings were probably built 11 12 in the 20s or 30s, but they were vacant at the time 13 that they were substantially renovated, also in the 14 early 1980s, so. 15 CHAIRPERSON DICKENS: So with it being a 16 HAP contract, I assume it will still be at 30 percent 17 of the adjusted income... [crosstalk] 18 CHUCK BRASS: Yes, all the tenants will ... CHAIRPERSON DICKENS: for the rent? 19 CHUCK BRASS: All the tenants will pay 30 20 percent of their income for rent. 21 2.2 CHAIRPERSON DICKENS: And the tenants 23 that are ... There are tenants already there, living there now? 24 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 2 CHUCK BRASS: Yes, the projects are fully 3 occupied; it's an in-place renovation. 4 CHAIRPERSON DICKENS: Alright. And 5 because of the HAP contract, what happens with the wait list that is required under the regulatory 6 7 agreement with HUD? 8 CHUCK BRASS: Do you wanna answer that question? 9 10 CAROLYN WILLIAMS: The wait list has to remain in effect; HUD does not allow us to supersede 11 12 on an existing waiting list. 13 CHAIRPERSON DICKENS: And what about the 14 priorities; do they remain the same, because HPD has 15 a different regulation as it relates to priorities, 16 so will it be HUD that supersedes their ... their 17 priorities...? [crosstalk] 18 CAROLYN WILLIAMS: Yes, the HUD regulations supersede HPD requirement; HUD has agreed 19 20 to allow HPD to insert a homeless preference into the waiting list, but it does not mean that folks on the 21 2.2 waiting list can be chosen after homeless, so there's 23 actually a mechanism that we are devising with the owner and the management company to expand their 24 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 10 CONCESSIONS 2 preferences to include homeless families going 3 forward. 4 CHAIRPERSON DICKENS: Will this property 5 still be required to do REACs [sic]? 6 CAROLYN WILLIAMS: Yes. 7 CHUCK BRASS: Yes. Yes. 8 CHAIRPERSON DICKENS: Alright. Do any of my colleagues have any questions? Council Member 9 Donovan Richards, he is not a member of the 10 11 Committee, but he is a Council Member... [crosstalk] 12 COUNCIL MEMBER RICHARDS: Sorry, but I 13 spotted something; I don't mean to come in and cause 14 trouble. 15 So why didn't we do a 40-year tax 16 abatement; why just a 35-year tax exemption ... a tax 17 exemption; I'm sorry ...? [crosstalk] 18 CAROLYN WILLIAMS: The 35-year... The 35year tax exemption is based upon the funding, the new 19 20 funding that will be ... So in other words, the tax exemption goes the length of the funding period. 21 2.2 COUNCIL MEMBER RICHARDS: Oh okay; got 23 you. So you couldn't do the 40 ... 24 CAROLYN WILLIAMS: The funding... the 25 funding sources... [crosstalk]

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 11 COUNCIL MEMBER RICHARDS: So because of 2 3 the funding; right? 4 CAROLYN WILLIAMS: require that the tax exemption be coterminous with the ... 5 6 COUNCIL MEMBER RICHARDS: Oh with the 7 funding. Okay, good then [sic]... [crosstalk] 8 CAROLYN WILLIAMS: Yeah. COUNCIL MEMBER RICHARDS: Okay. 9 Thank 10 you. CHAIRPERSON DICKENS: Do any of my other 11 12 colleagues have questions? Seeing none, I am closing 13 the public hearing on Land Use Item 225. 14 Next I am now opening up the hearing for 15 Land Use Item 226, 911 Longwood Portfolio. This 16 application is submitted by HPD, seeking the approval 17 of a 40-year -- Council Member Richards -- a 40-year 18 tax exemption for property located in Council Member Arroyo's district in the Bronx. We have before us to 19 give testimony again is Hardy Pierson and Brian --20 how do you pronounce -- [background comment] I'm 21 2.2 sorry? -- [background comment] Halusan -- the 23 Participation Loan Program; I'm so glad to see that's functioning. [background comment] Very good. 24 Identify yourselves, please. 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 12 CONCESSIONS 2 HARDY PIERSON: Hardy Pierson, HPD's Director of Land Use, and I'm joined by my colleague, 3 Ryan Halusan from HPD's Participation Loan Program. 4 Land Use 226 consists of an exemption 5 6 area containing two privately-owned multiple 7 dwellings located at 911 Longwood Avenue and 993 Intervale Avenue. Now known as BK Longwood HDFC, the 8 buildings were originally conveyed to the City in 9 1992 to the sponsor under HPD's then Community 10 Management Program to be operated as rental units. 11 12 As a result of financial problems and mismanagement, 13 the City slated the buildings to be conveyed to a new 14 owner and rehabilitated through the Third-Party 15 Transfer Program. The Council approved the transfer 16 UDAAP designation and tax benefits in 2004 that included the exemption start dates be retroactive to 17 18 1995 in order to waive tax arrears. Because of a number of construction setbacks, the sponsor was 19 prevented from converting to permanent financing in a 20 timely manner. Currently the project has completed 21 2.2 rehabilitation and is ready to complete to the loan 23 conversion. The two buildings have a combination of 24

41 units with a mix of one-, two-, three- and four-

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 13 bedroom apartments and rents will be restricted to 30 2 percent of 60 percent of AMI; 911 Longwood Avenue 3 4 also has two commercial spaces that are strictly used for community space, while 993 Intervale has two 5 occupied retail spaces. 6 7 Today HPD is before the Council requesting that the previously approved tax benefits 8 be terminated and a new Article 11 tax exemption be 9 approved that will coincide with a new 40-year 10 regulatory agreement, and Council Member Arroyo has 11 12 indicated her support for this project. We can 13 answer any questions that you have. 14 CHAIRPERSON DICKENS: Mr. Halusan; do you 15 have anything you wanna add? 16 BRIAN HALUSAN: No, not at this time. 17 CHAIRPERSON DICKENS: Alright. Now the retail spaces; how many retail spaces did you say are 18 involved in this? 19 20 [background comments] CHAIRPERSON DICKENS: As far as square 21 2.2 footage... [crosstalk] 23 HARDY PIERSON: Two. The square footage 24 -- do you know the square footage? 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 14 CONCESSIONS 2 BRIAN HALUSAN: I don't know the square 3 footage off the top of my head... [crosstalk] 4 CHAIRPERSON DICKENS: Are they currently 5 occupied? Well you should know. Are they currently 6 occupied? 7 HARDY PIERSON: Yes. CHAIRPERSON DICKENS: What are the rents? 8 HARDY PIERSON: They rent... It generates 9 10 approximately \$22,258 per year. 11 CHAIRPERSON DICKENS: And the retail 12 space has been maintained; it's in good shape and the same retailers are gonna remain? 13 14 BRIAN HALUSAN: Yes, that is correct. 15 HARDY PIERSON: Yeah. 16 CHAIRPERSON DICKENS: What is the length 17 of their lease; how many year lease have they got and 18 were there increments, annual increments on rent increases and what were the percentages? 19 20 BRIAN HALUSAN: I don't know the answer to those questions ... [crosstalk] 21 2.2 HARDY PIERSON: We can get you that 23 information. We can get you that information. CHAIRPERSON DICKENS: 'Cause it's part of 24 the development, isn't it? 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 15 CONCESSIONS 2 [pause] 3 CHAIRPERSON DICKENS: Hello... [crosstalk] 4 BRIAN HALUSAN: Yeah. HARDY PIERSON: Yes. Yes.. [crosstalk] 5 6 BRIAN HALUSAN: Yes. 7 CHAIRPERSON DICKENS: So in the future you know that I like to have all information; not 8 only as it relates to AMIs, which is very good and 9 the rental units, but for the commercial units as 10 well, to ensure the affordability for community 11 12 businesses to be able to remain. Alright. 13 Do any of my colleagues have any additional questions? [background comments] Council 14 15 Member Treyger, please. 16 COUNCIL MEMBER TREYGER: Thank you, 17 Chair. [background comments] 18 Just a question on the current condition of the property, whether there are any violations or 19 20 -- just wanted to get a picture of that. Thank you. HARDY PIERSON: Just a second; I'll check 21 2.2 and see. [humming] Excuse me. There is one open C 23 violation. 24 COUNCIL MEMBER TREYGER: And can you explain further what that means? 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 16 HARDY PIERSON: The C violation is still 2 open on the record; the violation may not necessarily 3 4 exist, but the sponsor has to request a dismissal inspection so that HPD can go in and verify that the 5 violation has been addressed. 6 7 COUNCIL MEMBER TREYGER: And as far as the severity of that; can you explain what a Class C 8 violation means? 9 HARDY PIERSON: A Class C violation is a 10 violation that is immediately hazardous and needs to 11 12 be addressed within 24 hours, if it's heat and hot water. Some violations can take a little bit longer, 13 but I don't have the specifics for that particular 14 15 violation. But I can get you that information. 16 COUNCIL MEMBER TREYGER: Yeah, 'cause the 17 question we have is when could we expect that to be 18 addressed if it's that serious and making sure that this proposed action; you know, we ... I wanna make sure 19 20 that yes, we maintain affordability, but safety is equally as important. So if you could speak to that, 21 2.2 I'd appreciate it. 23 HARDY PIERSON: So the information that 24 I've just gotten is it's for a window garden in one 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 17 CONCESSIONS of the apartments. We can make sure that it's been 2 addressed and it just hasn't come off the record. 3 4 BRIAN HALUSAN: And as part of the conversion procedure, all C violations need to be 5 cleared prior to conversion. 6 7 COUNCIL MEMBER TREYGER: Thank you, Chair. 8 CHAIRPERSON DICKENS: In the future, 9 10 Hardy; you know that these are some of the questions that are always asked -- the affordability component 11 12 for the both the residential and the retail and violations, [background comment] so in the future, I 13 14 suggest that you come with this information; it is 15 likely that that Class C, particularly if it was a 16 window garden, has been removed and I also want to 17 state for the record that frequently owners or managers will put in for violations to be removed and 18 HPD either doesn't come out and look to see that it 19 20 has been done or they don't remove it, and I find that that frequently happens with DOB, which is not 21 2.2 you, as it relates to boiler inspections. So that is 23 a constant complaint that I get from managers and owners about the removal of violations that are 24 25 requested in accordance with the procedure that is

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 18 2 printed on the back of a violation, but it's not followed by HPD nor DOB. 3 HARDY PIERSON: I'll definitely follow up 4 5 on that. 6 CHAIRPERSON DICKENS: Thank you. Do any 7 of my colleagues have any further questions? Alright, I'm closing the public hearing on Land Use 8 Item 226; I'm now opening up the hearing for Land Use 9 Item 227, [background comments] Compass Residence 2A. 10 This application is submitted by HPD, seeking the 11 12 approval of a 40-year tax exemption for property located in Council Member Arroyo's district also. 13 14 She got a lot goin' on there. [background comments] 15 Yeah. Hardy, we've gotta do something for Harlem. 16 [laughter] Please... Please... [crosstalk] 17 COUNCIL MEMBER RICHARDS: I think you have a lot goin' on in Harlem. 18 CHAIRPERSON DICKENS: No, Queens, be 19 20 quiet. [laughter] Please identify yourselves. HARDY PIERSON: Hardy Pierson, HPD 21 2.2 Director of Land Use, and I'm joined by Jonathan 23 Beutler, HPD's Deputy Director for Multifamily Finance Unit in the New Construction Division. 24 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 19 Land Use No. 227 consists of an exemption
3	area located at 1524 Boone Avenue, which is also
4	known as 1525 West Farms Road. This area is
5	comprised of two lots on Block 3014; the first is Lot
6	5, which privately-owned by the sponsor; the second
7	lot is 45, which is a City-owned sliver lot, 13
8	square feet, previously approved for UDAAP
9	designation and disposition by the Council on October
10	15, 2011. Now known as Compass Residence 2A, the
11	exemption area is part of a multi-phase development
12	project that was approved as part of a 2011 private
13	ULURP action rezoning from a manufacturing area to
14	residential. Under a mixed-income program, the
15	sponsor proposes to construct a 12-story building,
16	contain 128 units for low- and moderate-income
17	families. There will be a mix of bedroom types,
18	including studio, one-, two- and three-bedroom units
19	with rents at the 40 percent, 60 percent and 80
20	percent AMI levels. Rental assistance may be
21	available for families eligible for Section 8; there
22	will also be approximately 10,816 square feet of open
23	space that will be used as a residential courtyard
24	with a children's playground.
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SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 20 CONCESSIONS Today HPD is before the Subcommittee 2 3 seeking approval of an Article 11 tax exemption that 4 will coincide with a regulatory agreement for a term of 40 years, and Council Member Arroyo has indicated 5 her support for this project. 6 7 CHAIRPERSON DICKENS: Mr. Beutler; is that the correct pronunciation? 8 JONATHAN BEUTLER: Yes it is. 9 CHAIRPERSON DICKENS: Do you have 10 anything you would like to add? 11 12 JONATHAN BEUTLER: No, ma'am. 13 CHAIRPERSON DICKENS: Gosh, you bring 14 these people and they don't have anything to add. 15 [laughter] 16 HARDY PIERSON: Until you start asking 17 questions. [laugh] 18 CHAIRPERSON DICKENS: Alright; thank you. Now this -- Lot 45, you said is 13 square feet? 19 20 HARDY PIERSON: That's correct; it's a sliver lot... [crosstalk] 21 2.2 CHAIRPERSON DICKENS: Oh god, your city's 23 contributing a lot. [laughter] I assume that 13 square feet will be added to the community space; it 24 sure doesn't give a thing for an apartment. 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 21 CONCESSIONS HARDY PIERSON: I'm not sure how the ... 2 3 [crosstalk] 4 CHAIRPERSON DICKENS: Well I can tell 5 you... HARDY PIERSON: configuration is. 6 7 CHAIRPERSON DICKENS: [laughter] I can tell you it didn't. And so we're gonna deed that 13 8 9 square feet? 10 HARDY PIERSON: That's correct. 11 CHAIRPERSON DICKENS: That's a nice thing 12 we're doing. [laugh] And how many units are gonna be built? 13 14 HARDY PIERSON: 128. 15 CHAIRPERSON DICKENS: So the lot that is 16 privately owned is what is actually gonna allow the 17 building to be built on actually [sic]? 18 HARDY PIERSON: Yes. CHAIRPERSON DICKENS: So nice of us. 19 20 Alright. And what's' the AMIs; it's gonna be at the ... HARDY PIERSON: It's 40, 60 and 80 21 2.2 percent. 23 CHAIRPERSON DICKENS: 40, 60 and 80. And the size units; it goes... it's variant... [crosstalk] 24 25 HARDY PIERSON: Yes, it var...

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 22 CONCESSIONS 2 CHAIRPERSON DICKENS: along with the 3 AMIs? 4 HARDY PIERSON: Uh the... [interpose] 5 CHAIRPERSON DICKENS: In other words, 6 you're not gonna give me all ... at 40 percent one-7 bedroom... [interpose] JONATHAN BEUTLER: No. 8 CHAIRPERSON DICKENS: I'm gonna get some 9 10 three-bedrooms; right? 11 JONATHAN BEUTLER: Uhm-hm. These 12 studios, one-, two- and three-bedrooms are evenly 13 dispersed across the affordability tiers. 14 CHAIRPERSON DICKENS: Oh you did have 15 something to add. 16 JONATHAN BEUTLER: I did. 17 CHAIRPERSON DICKENS: Thank you. 18 [laughter] Do any of my colleagues have anything they'd to ask? And Council Member Arroyo's in 19 20 agreement? 21 HARDY PIERSON: Yes. 2.2 CHAIRPERSON DICKENS: Alright. Thank you 23 so much for coming and testifying... [interpose] 24 HARDY PIERSON: Thank you. 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 23 CHAIRPERSON DICKENS: on Land Use Item
3	227. I'm closing the public hearing on 227.
4	Finally, I'm now opening for the hearing
5	for Land Use Item 228, Beach Green North, for which
6	Council Member Richards has been sitting here
7	patiently waiting to give testimony.
8	This application is submitted by HPD,
9	seeking approval of a 40-year tax exemption. Who's
10	here to testi… [background comment] Now Chef Melissa
11	Rivera, [background comment][cough] are you here in
12	support of this or in opposition? [background
13	comment][laugh] Was stipulated; have you spoken to
14	your Council Member about the stipulation?
15	[background comment] And is he in agreement with you
16	or is in opposition to you? [background comment]
17	Because that'll dictate whether you will approach now
18	or you will come in by yourself? [background
19	comment] What do you want her to do?
20	COUNCIL MEMBER RICHARDS: Let her go by
21	herself.
22	[background comment]
23	CHAIRPERSON DICKENS: Alright. Identify
24	yourselves, please.
25	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 24 CONCESSIONS 2 HARDY PIERSON: Hardy Pierson, HPD Director of Land Use and I'm joined by my colleague, 3 Shampa Chanda, Director of Queens Planning. 4 5 [interpose] 6 CHAIRPERSON DICKENS: Council Member, do 7 you mind if they give testimony or do you wanna speak first? 8 COUNCIL MEMBER RICHARDS: Let them give 9 and then we'll -- well, I quess I'll go first, 'cause 10 they wrote a opening... [crosstalk] 11 12 CHAIRPERSON DICKENS: Council Member 13 Richards. 14 COUNCIL MEMBER RICHARDS: I will go. 15 Alright, thank you Madame Chair Dickens for certainly 16 allowing me to sit in your hearing today; it's an 17 honor. 18 Today marks a historic day, one that is representative of the revival and the resiliency of 19 20 the Rockaways. The Beach Green North development is a plot of land that has been left desolate for 21 2.2 probably close to 50 years, right; think I'm right. 23 This project will incorporate many innovative features to get it to achieve record-breaking low 24 energy consumption levels, including the use of 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 25
2	insulated concrete forms, energy recovery ventilation
3	well, variable refrigerant flow central air source
4	heat pumps to provide both the heating and cooling
5	and a large photovoltaic array for renewable on-site
6	electricity production in all passive house standards
7	is certainly a great thing. Unique use of bioswales,
8	hydric habitat plantings and pervious asphalt pavings
9	will not only help to achieve full storm water
10	retention on-site, but will also help to serve the
11	surrounding area by not adding to flows in the
12	central sanitary and both storm sewers.
13	Various features and amenities have been
14	designed into the building that will not only provide
15	for greater comfort for all the occupants, but also
16	provides for an enhanced level of survivability in
17	the event of a future catastrophic storm such as
18	Sandy, which hit the peninsula a few years ago.
19	This 100 percent affordable housing
20	project will include 101 units I won't go through
21	all of this stuff and obviously this particular
22	project stresses the need for more affordable
23	housing, and as we rebuild the community, obviously
24	we want to ensure that even as we rebuild anew that
25	we keep the affordability in the community, and

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 26 obviously we've spoken of jobs and I think this at
3	least a first step in ensuring that the local
4	community is certainly gonna be hired at this
5	project.
6	So with that being said, I wanna thank
7	you, Madame Chair and allow I guess HPD or let you
8	take back over the mic. [background comment] Thank
9	you.
10	CHAIRPERSON DICKENS: Thank you. We've
11	been joined by Council Member Darlene Mealy. Please
12	proceed.
13	HARDY PIERSON: Land Use 228 consists of
14	vacant City-owned land located at 4505 Rockaway Beach
14 15	vacant City-owned land located at 4505 Rockaway Beach Boulevard. Now known as Beach Green North, 4505
15	Boulevard. Now known as Beach Green North, 4505
15 16	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal
15 16 17	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal site within the Edgemere Open Renewal area.
15 16 17 18	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal site within the Edgemere Open Renewal area. [background comment]
15 16 17 18 19	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal site within the Edgemere Open Renewal area. [background comment] In 1997, Edgemere Urban Renewal Area was
15 16 17 18 19 20	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal site within the Edgemere Open Renewal area. [background comment] In 1997, Edgemere Urban Renewal Area was designed for the development of up to 89 scattered
15 16 17 18 19 20 21	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal site within the Edgemere Open Renewal area. [background comment] In 1997, Edgemere Urban Renewal Area was designed for the development of up to 89 scattered sites for affordable residential units with local
15 16 17 18 19 20 21 22	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal site within the Edgemere Open Renewal area. [background comment] In 1997, Edgemere Urban Renewal Area was designed for the development of up to 89 scattered sites for affordable residential units with local retail; open space mostly adjacent to the waterfront.
15 16 17 18 19 20 21 22 23	Boulevard. Now known as Beach Green North, 4505 Rockaway Beach Boulevard is a designed urban renewal site within the Edgemere Open Renewal area. [background comment] In 1997, Edgemere Urban Renewal Area was designed for the development of up to 89 scattered sites for affordable residential units with local retail; open space mostly adjacent to the waterfront. Two phases of development have been completed thus

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 27 CONCESSIONS 2 currently 190 one- and two-family homes for a total of 307 units. The sponsor for Beach Green North is 3 4 proposing to construct a seven-story multiple 5 dwelling under a mixed-income program with a total of 100 residential rental units plus one for the 6 7 superintendent. There will be a mix of unit types including studios, one-, two- and three-bedroom 8 apartments, rents will be affordable at the 47 9 percent and 57 percent AMI levels for 50 of the units 10 and the other 50 will be up to 80 percent. The rents 11 12 will average between \$653 for a studio to \$1,597 for 13 a three-bedroom apartment. The project will also 14 have 489 square feet of commercial space, which will 15 be used as the leasing office. In order to maintain the above-mentioned 16 17 affordability levels, HPD is before the Council 18 seeking approving to provide tax benefits for a term of 40 years that will coincide with the regulatory 19 20 agreement, and Council Member Richards has indicated his support for the project and we're here to answer 21 2.2 any questions you might have. 23 CHAIRPERSON DICKENS: Do you have 24 anything to add, Miss Chanda? 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 2.8 CONCESSIONS 2 SHAMPA CHANDA: No, ma'am, but I'll be 3 happy to answer any... [crosstalk] 4 CHAIRPERSON DICKENS: Turn the mic on. 5 SHAMPA CHANDA: Yeah. I'd be happy to 6 answer any questions. Thank you. 7 CHAIRPERSON DICKENS: Alright, thank you. Now Council Member has indicated his support of this 8 and I note that there are a lot of environmentally 9 friendly components written into this; is this 10 11 correct? 12 SHAMPA CHANDA: That's right. 13 CHAIRPERSON DICKENS: Is there any 14 additional costs attributable to doing that? 15 [background comment] You have... [crosstalk] 16 SHAMPA CHANDA: We have... [crosstalk] HARDY PIERSON: We have someone from the 17 18 organization that could answer your questions. [background comments] 19 20 COUNCIL MEMBER RICHARDS: Join the panel. [background comments] 21 2.2 IRA LICHTIGER: My name is Ira Lichtiger; 23 I'm a Partner of The Bluestone Organization; we're the developer of Beach Green North. Good afternoon, 24 25 good afternoon.

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 29
2	CHAIRPERSON DICKENS: Good afternoon.
3	IRA LICHTIGER: The additional cost is
4	about one percent of the overall project cost. This
5	project is seeking to achieve a level of energy
6	sustainability that we have not reached yet; Passive
7	House Certification, and partly because of the
8	building efforts that one of my partners, Steve
9	Bluestone, has practiced on our buildings for the
10	past seven or eight years; we developed largely a way
11	of building with a high degree of energy efficiency
12	without additional costs, because we're seeking to
13	achieve like the next step with this building; there
14	are some additional costs, but not significant.
15	CHAIRPERSON DICKENS: Council Member
16	Mealy has a question I believe.
17	COUNCIL MEMBER MEALY: Yes. Thank you.
18	I just wanted to ask you said the management
19	company is gonna be downstairs, so that's gonna be
20	Bluestone Organization gonna have their [background
21	comment] the storefront? [interpose]
22	IRA LICHTIGER: We… We may have… This is
23	not finally determined; for the lease-up of the
24	building, yes, we'll have a presence at the site so
25	that we can actually lease up there once the building

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 30 is substantially complete and we may have a presence
3	there during you know, on a regular basis, but it
4	won't be a regular office that's open 9 to 5 every
5	day.
6	COUNCIL MEMBER MEALY: So does this
7	project have community space?
8	IRA LICHTIGER: The project has
9	[interpose] Sorry? [background comment] The
10	project has… for the building, it has gym space, a
11	meeting room; there's a kitchen; there is going to be
12	a there's a lot of a few different roof terrace
13	spaces; we're considering doing like a garden on one
14	of those roofs so that the people can have their own
15	plots; that's not fully been worked out yet, but
16	that's one of the amenities that we're considering.
17	COUNCIL MEMBER MEALY: So you're gonna be
18	on-site for a little while, management company.
19	IRA LICHTIGER: The management company
20	will certainly be on-site during the lease-up
21	process; we haven't made a commitment yet, and it's
22	something that we'll determine in the first year of
23	operation whether it's necessary to have an on-site
24	presence, you know going forward.
25	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 31 2 COUNCIL MEMBER MEALY: And if not, what 3 do you think you would do with that space? IRA LICHTIGER: Well we have not included 4 5 that space in any of the underwriting because the 6 area currently may not be able to support us getting 7 a tenant; it's a very small space. 8 COUNCIL MEMBER MEALY: Okay. IRA LICHTIGER: But obviously we'll try 9 10 to make it productive; the most obvious thing right now is management space, as HPD has stated; if 11 12 there's a possibility to utilize it for other uses that serve the community, we're open to it. In fact, 13 14 at a community meeting that the councilman sponsored 15 recently, [background comments] one person came up to 16 me, who was doing the startup from the community, and 17 asked about it and I said we would be very happy to 18 entertain any offers. COUNCIL MEMBER MEALY: That's what I was 19 20 thinking about... [interpose] IRA LICHTIGER: Sure. 21 2.2 COUNCIL MEMBER MEALY: with the new mayor 23 talking about commercial space; just wanted to know 24 whether you were gonna use your own space to the 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 32 2 duration of this project or let someone else use it; that's all... [crosstalk] 3 IRA LICHTIGER: No; I mean, we would love 4 to have somebody else use it. 5 6 COUNCIL MEMBER MEALY: Okay. Thank you. 7 CHAIRPERSON DICKENS: Bluestone is one of 8 the larger developers in the New York City area; is that correct? 9 IRA LICHTIGER: I wouldn't say so, ma'am, 10 but we're a third-generation family business; we're 11 12 not one of the larger developers, but in... [crosstalk] CHAIRPERSON DICKENS: Well ... 13 14 IRA LICHTIGER: in the affordable housing 15 industry we've been around for a long time. 16 CHAIRPERSON DICKENS: A long time, 17 exactly. And how many square foot -- what's the 18 square footage of the commercial space where you're gonna occupy? 19 20 IRA LICHTIGER: It's under 500 feet. [background comments] 21 2.2 CHAIRPERSON DICKENS: Well that's, you 23 know, something to consider and I spoke to the Council Member; that if you decide that you're not 24 25 going to maintain an office there; maybe one of the

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
2	CONCESSIONS 33 CBOs could occupy it; you' consider them occupying
3	that space, and since it's not part of the
4	underwriting, maybe they could occupy it for rent-
5	free.
6	IRA LICHTIGER: It could be there's
7	that's a real possibility here. [background comment]
8	It is. There wouldn't be any big income, you know
9	and and and we're not and we're not [crosstalk]
10	CHAIRPERSON DICKENS: So you wouldn't be
11	getting a lot of income from it anyway; it's a small
12	[crosstalk]
13	IRA LICHTIGER: and we're not projecting
14	any.
15	CHAIRPERSON DICKENS: space and it would
16	make a very good neighbor policy, so that's
17	[crosstalk]
18	IRA LICHTIGER: That would be
19	CHAIRPERSON DICKENS: just a suggestion
20	that I'm making.
21	IRA LICHTIGER: And we'll that's a good
22	suggestion and we'll talk further with the
23	councilman. We'd like to have it occupied actually
24	and it would be to the benefit of the project and
25	also the community.
I	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 34 CHAIRPERSON DICKENS: Alright. Any other 2 testimony? Alright. Any other questions? 3 COUNCIL MEMBER RICHARDS: There's just 4 5 one. So can you just speak of ... [crosstalk] CHAIRPERSON DICKENS: Council Member. 6 7 COUNCIL MEMBER RICHARDS: preference for this particular development; I think last we left off 8 was 50 percent possibly for local preference, 9 [background comment] ... 10 IRA LICHTIGER: Community preference. 11 12 COUNCIL MEMBER RICHARDS: Community preference. 13 14 HARDY PIERSON: The community preference? 15 I believe it is 50 percent for the community board, 16 for local community board. 17 COUNCIL MEMBER RICHARDS: Okay. Ira, are 18 you prepared to speak a little bit about jobs? I know that we have -- I just want to officially get 19 20 this stuff on the record; I know Eric is working most on it, but can you just speak to the job component to 21 2.2 this? 23 IRA LICHTIGER: Well we've made a 24 commitment to the council member and we give them a 25 lot of credit. It is something that another one of

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 35
2	my partners, Eric Bluestone, is very committed to,
3	which is local workforce and also using MWBE
4	contractors when we can. I know that Eric has
5	scheduled a meeting with you, with Steve Brown from
6	Building Skills New York, which is a job training
7	program that was started by the members of NYSAFAH,
8	the New York State Affordable Housing Association and
9	a local organization that the councilman is gonna
10	choose so that we can, you know, number one, train
11	people from the area for jobs at this project and try
12	to train them for a longer term career path.
13	COUNCIL MEMBER RICHARDS: 'Kay. And
14	let's just go back to that space again, the small
15	space. So you're not gonna do commercial there,
16	'cause that was the understand [background comment]
17	I know it's very small, but I thought you guys had
18	spoke of doing something there, so… so you would…
19	[crosstalk]
20	IRA LICHTIGER: We would In the under
21	we actually talked to HPD about the space and we told
22	them that can't really underwrite to it, 'cause
23	there's really nothing else around there. You know
24	we don't know that we could actually, in the near
25	term, get a rent-paying tenant to occupy it and we

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 36
2	would like it to be an active space, which would be
3	better for security, for building relations and
4	stuff, so we're very open to that; we open to a
5	commercial, you know local user too.
6	COUNCIL MEMBER RICHARDS: Okay. Good.
7	Alrighty. I think that's it.
8	CHAIRPERSON DICKENS: Thank you Council
9	Member. And since you raised the issue about the
10	MWBE and the educational component, the training
11	component; what is the percentage of MWBEs that
12	you've committed to the council member, if there has
13	been a commitment, and second, the training program;
14	will it lead to sustainability for jobs?
15	IRA LICHTIGER: We hope so; I mean that's
16	really the idea behind NYSAFAH getting [background
17	cough] behind and supporting a local hiring program,
18	and you know I could speak for my own organization;
19	we have people, you know who have risen up in the
20	organization who started out as high school kids you
21	know with a broom who had a head on their shoulders
22	and who were, you know interested in working. So you
23	know we own about a thousand units of housing that
24	we've built mostly in Queens, but wherever we've
25	built; we built in some areas in Nassau County and
SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 37 wherever we built we stay there, we've never sold any 2 of the properties that we built for ourselves; we 3 4 like to be involved in the community and to support 5 it, and this is a very important initiative that we've been involved in and that we are committed to; 6 7 it's part of our own mission. I don't think we made a commitment to the 8 councilman in terms of MWBE; HPD has -- I think 9 there's Article 3 goals that we have to reach for and 10 we report on that and we have to do outreach on that; 11 12 we made a commitment to the council member that I 13 believe for -- and the councilman will correct me if 14 I don't have this quite right, but for smaller 15 subcontractors with fewer than 10 employees, a 20 16 percent commitment that they would hire locally and 17 for larger employers I think a 30 percent commitment, 18 and that's a goal and the purpose of having these early meetings with the council member is to figure 19 20 out how to implement that so that we can have some success at it. 21 2.2 CHAIRPERSON DICKENS: Well with all due 23 respect, and I'm glad that you have set goals, I have been someone who has opposed goals rather -- because 24 25 I find that frequently developers don't adhere to

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 38 2 goals; not to say that Bluestone has done that, but I frequently find that goals are not met and with the 3 4 mere statement, we can't find anybody that qualifies. So I wanna ask the council member to please be 5 6 cognizant of that. 7 COUNCIL MEMBER RICHARDS: Yeah. And we also have -- So they will work with an -- I quess you 8 can go into -- so part of the deal is also they will 9 work with a local CBO... [interpose] 10 IRA LICHTIGER: Right. 11 12 COUNCIL MEMBER RICHARDS: and also report 13 metrics monthly; I think that's what we came up with, through that particular CBO in the local community so 14 15 that we can keep track of what... [crosstalk] 16 IRA LICHTIGER: Work [sic] 17 CHAIRPERSON DICKENS: Well will vendoring 18 be done with local also? IRA LICHTIGER: Local... 19 20 CHAIRPERSON DICKENS: Where you purchase [background comment] supplies from local vendors. 21 2.2 IRA LICHTIGER: Yes, if we can -- I mean 23 we will work with the councilman and other resources to identify any kind of local trades, local suppliers 24 that we can work with; that would be our preference. 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 39 CONCESSIONS 2 CHAIRPERSON DICKENS: Okay. Do any of my 3 colleagues have any questions? Seeing none. Thank 4 you so much, but I'm gonna ask; would you please 5 stay, because we have Chef Melissa Rivera that's here 6 to testify. 7 IRA LICHTIGER: Thank you. 8 [background comments] CHEF MALISA RIVERA: Good afternoon. 9 CHAIRPERSON DICKENS: Good afternoon. 10 Identify yourself, please and where you're from. 11 12 CHEF MALISA RIVERA: Yes, my name is Chef 13 Melissa Rivera; I'm the founder and Executive Director of Culinary Kids Culinary Arts Initiatives 14 15 in Far Rockaway and I'm also a representative of the 16 UPWARD Coalition, dealing with the 81 acres and the 17 CBA agreement possibly. 18 Hello, my name is Chef Malisa Rivera; I represent Culinary Kids, an organizational member of 19 20 the Rockaway United Peninsula Working to Attain Responsible Development Coalition; we are called the 21 2.2 UPWARD Coalition for short. The UPWARD Coalition is 23 made up of 12 organizations that work in and care deeply for the Rockaway Peninsula. The Coalition 24 members are Child Center of New York, Community 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 40 CONCESSIONS 2 Voices Heard, The Rockaway Hub, Culinary Kids Culinary Arts Initiatives, Faith in New York, Nations 3 of Gods and Earth, PC Squared, Ready Rockaway, 4 5 Rockaway Wildfire, Team Do [sic] Sports, Urban Upbound, YANA Services and 596 Acres. We are service 6 7 providers, nonprofits and civic organizations and public housing residents. We are committed to 8 ensuring that any development in our neighborhoods 9 benefit and serve the existing community. 10

Thank you for making the time today to 11 12 hear my testimony about the development planned for 13 the public land on Beach Channel Drive and Beach 45th 14 Street by The Bluestone Organization and with the 15 help of public money in the form of a tax abatement. 16 We are thrilled that Rockaway will be getting its 17 first super energy-efficient passive building and 18 excited that some displaced Rockaway residents will be able to enjoy a new modern home to return to. 19 We 20 are also hopeful that this project will be a model for new modern, long-term, sustainable affordability 21 2.2 that can be scaled and replicated as development 23 across the peninsula accelerates and we continue to bounce back from Superstorm Sandy. We would like to 24 see four key elements of the project in place before 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 41
2	City Council endorses the use of precious public
3	money in the form of a 40-year tax abatement to help
4	the developer move it forward. The disposition of
5	the land is not at issue at today's hearing, but I
6	think the fact that this project is being built on
7	public land, further reducing development costs,
8	should also be considered by the Committee and the
9	Council. In exchange for these benefits, the UPWARD
10	Coalition would like to see the following four
11	features in any plan that is approved by the City
12	Council.
13	First, the inclusion of units affordable
14	to residents making 40 percent of the Area Median
15	Income, a deep level of affordability that reflects
16	the need in the surrounding area; preference this
17	is the second one preference given to those who
18	lost their primary residence on the peninsula in
19	Superstorm Sandy for access to housing units at all
20	levels of affordability; third key issue, preference
21	given to those displaced from the Edgemere
22	neighborhood through past and future actions
23	associated with the Edgemere Urban Renewal Area Plan
24	for access to housing units at all levels of
25	affordability, and fourth, a mechanism for keeping

 SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 42
the units perpetually affordable after the expiration
of the tax abatement regulatory agreement at the end
of 40 years. I will give you more details on each of
these suggested terms below.

To be accessible to those who live in the 6 7 surrounding community, as well as those who live in public housing; the building must include some units 8 affordable to residents making as low as 40 percent 9 of the citywide Area Median Income, which was \$34,520 10 for a family of four in 2014. This income level is 11 12 quite common in zip code 11691, where the building 13 will be built and where the local AMI was just \$40,355 in 2014. It is crucial to our community and 14 15 the UPWARD Coalition that preference for access to 16 housing built using public assets [background comments] be given to those who lost their primary 17 18 residence on the peninsula in Superstorm Sandy. This preference must be available at all levels of 19 20 affordability so that at least some of those displaced can come home if they want to no matter 21 2.2 their income level. All individuals who apply for 23 housing in Beach Green North who lost a primary residence on the peninsula should be accepted; it is 24 25 equally crucial that preference be given to those

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 43 displaced from the Edgemere neighborhood through past 2 and future actions associated with the Edgemere 3 Renewable Area Plan, homeowners whose houses were 4 5 bought by the City to make way for neighborhood 6 improvements should have the right to enjoy those 7 improvements and come home. Finally, it is crucial that the development and disposition plan include a 8 mechanism for keeping the units perpetually 9 affordable after expiration of the tax abatement 10 regulatory agreement at the end of 40 years. We do 11 12 not want to see the harassment and displacement that people in other neighborhoods are experiencing as 13 14 buildings elsewhere become eligible for market rents be the future of the young people who will live in 15 16 Beach Green North. While the regulatory agreement 17 for the tax abatement will expire after 40 years, 18 that is not a requirement that affordability expire with it. Other mechanisms can be put in place to 19 20 ensure that units remain affordable to Rockaway residents at the end of the agreement. One such 21 2.2 mechanism and one that UPWARD and Culinary Kids 23 supports is a transfer of the public land to a 24 community land trust formed by the mission in keeping 25 Edgemere an affordable integrated community. The

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND
	CONCESSIONS 44
2	developer can own the building and lease the land
3	from the CLT for up to 99 years. The community land
4	trust agreement would have oversights of its use,
5	particularly leases and continue to have oversight at
6	the end of 40 years when the tax abatement regulation
7	expires. Such community control will give the
8	Rockaway community the flexibility to partner with
9	The Bluestone Organization in a way that is
10	responsive to changing local needs and protects the
11	residents who will live there in 40 years from the
12	pressures of living in a building with the owner's
13	financial interests are pitted against their right to
14	a home. The community land trust agreement is a
15	tried and true model, with over 260 nationwide
16	stabilizing our neighborhoods and two here in New
17	York City, the Cooper Square Community Land Trust and
18	the El Barrio Community Land Trust.
19	We welcome other strategies for making
20	housing built with public assets, land and tax
21	abatements into a perpetually renewable resource as
22	well as look forward to working with Council Member
23	Richards, members of the Committee and the broader
24	affordable housing community in New York City, the
25	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 45 CONCESSIONS 2 United States and around the world to bring innovations to Rockaway. 3 Once again, thank you for taking the time 4 to hear and consider my testimony today. 5 6 CHAIRPERSON DICKENS: Thank you Chef 7 Rivera. CHEF MALISA RIVERA: Thank you. We have 8 your testimony in writing; I've shared it with 9 Council Member Richards; I wanna note for the ... 10 [interpose, background comment] I beg your pardon? 11 12 [background comments] CHEF MALISA RIVERA: I hear her. 13 14 CHAIRPERSON DICKENS: I'm on. 15 [background comment] I wanna note for the record 16 that the AMI is 47-50 percent and on those who live 17 within the peninsula, 50 percent will be preferential 18 treatment. So as part of the plan that you've suggested, part of that has been met and the ... 19 20 [crosstalk] 21 CHEF MALISA RIVERA: Okay. 2.2 CHAIRPERSON DICKENS: other parts, 23 Council Member Richards I think has negotiated 24 admirably to get as much as he can at this time, but 25 the other suggestions that you've given are something

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 46 2 to be taken into consideration and we appreciate your testimony. Thank you for coming today. 3 4 CHEF MALISA RIVERA: Thank you. 5 CHAIRPERSON DICKENS: I am closing the 6 public hearing on Land Use Item 228. I note for the 7 record that the applications we are voting on today have the full support of the local council members 8 and I am in support as well. [background comments] 9 I will now call on counsel to call the 10 11 roll on a vote to approve. 12 COMMITTEE COUNSEL: Chair Dickens. CHAIRPERSON DICKENS: I vote aye and I 13 14 recommend an aye vote. 15 COMMITTEE COUNSEL: Council Member Mealy. 16 [background comments] 17 COUNCIL MEMBER MEALY: Her testimony was 18 so awesome; I definitely like the 99, the lease, but I'm glad that we are rebuilding Far Rockaway, so I 19 20 vote aye; I would love to hear her solution again though. Thank you. 21 2.2 CHAIRPERSON DICKENS: We'll see that you 23 get a copy of the testimony. [background comments] 24 Can we continue with the vote, please? 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 47 2 COMMITTEE COUNSEL: Council Member 3 Rodriguez. COUNCIL MEMBER RODRIGUEZ: Aye. 4 COMMITTEE COUNSEL: Council Member Cohen. 5 COUNCIL MEMBER COHEN: Aye. 6 7 COMMITTEE COUNSEL: Council Member Treyger. 8 9 COUNCIL MEMBER TREYGER: With 10 congratulations to my colleague, Council Member 11 Richards, I vote aye. COMMITTEE COUNSEL: Land Use Nos. 225, 12 226, 227 and 228 are approved and referred to the 13 14 full Land Use Committee by a vote of 5 in the 15 affirmative, 0 negative and 0 abstentions. CHAIRPERSON DICKENS: I would like to 16 17 thank the members of the public, my colleagues, my 18 counsel and my Land Use staff who are attending 19 today's hearing. This hearing is hereby adjourned. 20 [gavel] 21 2.2 23 24 25

CERTIFICATE

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 May 28, 2015