CITY COUNCIL CITY OF NEW YORK -----Х TRANSCRIPT OF THE MINUTES Of the SUBCOMMITTEE ON ZONING AND FRANCHISES -----Х JANUARY 26, 2016 Start: 10:34 A.M. Recess: 11:21 A.M. HELD AT: 250 BROADWAY-COMMITTEE RM, 16<sup>TH</sup> FL. B E F O R E: DONOVAN J. RICHARDS CHAIRPERSON COUNCIL MEMBERS: DANIEL R. GARODNICK VINCENT J. GENTILE ANTONIO REYNOSO RITCHIE J. TORRES JUMAANE D. WILLIAMS World Wide Dictation 545 Saw Mill River Road - Suite 2C, Ardsley, NY 10502 Phone: 914-964-8500 \* 800-442-5993 \* Fax: 914-964-8470

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

Jack Laboise Associate United American Land

Casey Martinez Director of Development and Architect United American Land

Shawn Katz 150 Wooster LLC

Richard Godaski Lawyer

2 CHAIR RICHARDS: All righty, good 3 morning, all right I want to thank everybody for 4 making it through the blizzard. The Major definitely 5 insured my community was clear. But I am Donovan 6 Richards, the Chair of the Subcommittee on Zoning and 7 Franchises and today we're joined by Council Members, 8 wait who get the gold star, Vinnie Gentile gets the 9 gold star, no actually Dan Gardonick was upstairs, 10 so ... so all right but he's from the outer Borough your 11 from Manhattan so you don't count. All righty 12 Council Member Chin, who's not on the Committee but 13 always has an item here and also Council Member 14 Antonio Reynoso from Brooklyn and out of Borough as 15 well. So I want to thank you all for being her this 16 morning. I would like to also welcome our new Land 17 Use General Council Julie Lubin (sp), all right give 18 claps [clapping]. Now you have to get in the middle 19 and do a dance that is the a folk dance that is the 20 initiation for joining us. Julie has 20 years of 21 experience working in City Government and is going to 2.2 be a great addition to our team. She's worked at 23 EDC, City Planning and the Department of Buildings, 24 so we officially welcome you today and look forward 25 to the exciting work that you're being thrown into

SUBCOMMITTEE ON ZOING AND FRANCHISES
 very soon. We're going to have a lot of fun,
 welcome.

4 So today we have 5 items on the agenda. 5 Land Use Item #320, a sidewalk café that has been withdrawn. We will be voting on a motion to file 6 7 this application or remove it from our calendar. We also have Land Use Items # 327 and 321 on Canal 8 9 Street, an application for a special permit; oh I'm sorry 321 Canal Street, an application for a special 10 11 permit to allow residential and ground floor retail 12 use in M1-5B district in SOHO. This action will facilitate the conversion of an existing building to 13 residential and retail use. This item is in Council 14 15 Members Chin's district and the Council Member supports the application. 16

17 We also have Land Use Item # 328, the 18 address is 323, ok so Land Use Item # 328, address 19 323 Canal Street, also an application for a special 20 permit to allow residential and ground retail floor use in an M1-5B district in SOHO. This action would 21 facilitate the conversion of an existing building to 2.2 23 residential and retail use. This item is in Council Chin's district and the Council Member supports this 24 application. 25

2 We also are going to look at Land Use 3 Items # 329, 330 and 331, 150 Wooster Street, a 4 zoning text amendment in 2 related special permits to 5 modify use in bulk regulations on a proposed 8 story residential building with ground floor retail. 6 This applicant application is also in Council Member 7 8 Chin's district and the Council Member supports this 9 application.

Lastly we will be laying over one item 10 11 until the next regularly scheduled Subcommittee 12 meeting. Resolution 935 to authorize a granting of 13 telecommunication franchises as we work through 14 issues with the administration. I will now open a 15 joint the joint public hearing Land Use Items number 327 and 328, 321 and 329, 323 I'm sorry on Canal 16 17 Street special permits and I will call our first 18 panel Howard Zip, Howard Zippser (sp) of Ackerman, 19 Jack Laboise (sp), United American Land and Casey 20 Martinez of UAL and we will ask whoever is going to 21 speak to just say your name on the record and which 2.2 organization you representing today and you may begin 23 once you do that.

JACK LABOISE: Hi I'm Jack Laboise.CHAIR RICHARDS: Hit your mic.

JACK LABOISE: Hi, Jack Laboise,
Associate with the United American Land.
CASEY MARTINEZ: Hi I'm Casey.
CHAIR RICHARDS: I'm sorry before you

6 begin Margaret did you want to read anything into, 7 did you want, do you have any testimony, or you're 8 going to do it after? Ok got it, ok. So you may 9 begin, just say your name on the record in your 10 opening.

11 CASEY MARTINEZ: Hi I'm Casey Martinez12 from United American Land.

JACK LABOISE: Ok, hi I'm UAL in case if 13 14 anybody doesn't know is a family run business. We 15 own, develop and manage several properties across the 16 City. Many of the properties we own have been purchased 30 years ago by my grandfather, so right 17 now we're in the 3<sup>rd</sup> generation, I'm proud to say 18 19 that and so some, so and the properties have since 20 been managed and improved upon by my father and uncles and our team. So with this property, 321 and 21 these two buildings if given the opportunities we 2.2 23 hope to be able to restore them to its original use. There two beautiful historic buildings and we want to 24 restore that as... as I said to its original use, as a 25

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 7 2 store with apartments above. So right now I would 3 like to introduce Casey Martinez, she is our Director 4 of Development and our and she's an our in-house 5 architect, she'll tell you more about this application. 6 7 CASEY MARTINEZ: Thank you. 8 CHAIR RICHARDS: All right just talk, 9 talk into your mic. CASEY MARTINEZ: Can you hear me? 10 11 CHAIR RICHARDS: Now I can if you want to 12 just pull it, there you go. 13 CASEY MARTINEZ: Ok, thank you. Good 14 morning, so let me tell you a little about these 15 buildings, so United American Land bought 323 Canal Street in 1998 and 321 in 2011, both buildings when 16 17 purchased contained retail on the ground floor and 18 the top floors were either empty or used as accessory 19 The building history is that they are, they space. 20 were built in 1821 as single family dwellings. They 21 are typical of the federal style architectural period. These buildings are older than most of the 2.2 23 buildings typical of the Cast Iron district which makes them quite special. We have a historical, 24 found from historical documents that the ground floor 25

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 8
2	was converted to retail establishments back in 1865
3	so just a few about 40 years after they were built.
4	There is one famous person who did live in one of
5	these building, Samuel Morse from the telegraph lived
6	in 321 Canal Street in 1825 and here's a site map of
7	where we are so, we are on Canal Street, we are
8	located on the block between Mercer and Greene. So
9	on this slide the top image is an Ariel view looking
10	at the south elevation of the street so you can see
11	how we sit upon the block and that we currently have
12	a very deep back yard and we're looking to continue
13	to use the rear yard as we build out the apartments
14	above. Some facts about the building, 321 Canal
15	Street is just a little over 1,800 square feet for
16	the zoning lot. It's got 19 $\frac{1}{2}$ feet frontage so
17	pretty small. 323 Canal Street, just a little bit
18	over 2,300 square feet for the lot and that's 18 foot
19	wide building in the front. We filed for alt 1
20	improvements back in 2012 and we've received approval
21	and permits for in 2013 while we were removing debris
22	to begin this work. It became clear that the building
23	had significate structural issues and that the
24	facades were in danger of collapsing. The damage was
25	caused primarily not just because of their age but
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2 also we believe because of the proximity to the Canal 3 Street traffic and the vibrations on the type of 4 Modder used when these buildings were originally built back in 1821. Because of this we immediately 5 put up sidewalk protection. Our structural engineer, 6 7 Stuart Gold came up with a plan to stabilize the 8 buildings with the assistance of Tim Lynch, the DOB 9 Forensic Engineer who has worked very closely with Stuart on how to protect these buildings and allow us 10 to continue to maintain their historic fabric. So 11 12 these are some pictures of what ... what the building 13 looks like on the inside right now. I can talk in 14 detail about these photos in a second. So we are 15 looking to the 747 application as a way to change the 16 uses back to what they are originally in the 17 historical context and also to while we are looking 18 to restore the historical fabric of the building. We 19 retain the preservation architectural firm, Page 20 Kelly Architect who specializes in these types of 21 projects and were very glad to have her on our team. 2.2 She's quite remarkable to work with. At Landmarks 23 we've been working with John Graham who's been on the site numerous times as we go through the projects 24 stages that we've done so far. We have hired the 25

2 historical restoration contractor, Angelo Coputo (sp) 3 from Edison USA, who's also well know at Landmarks 4 with these types of works. Our preservation project requires us to restore all the original brick as we 5 have dismantled the facades. We have them cataloged 6 7 and stored into groups on-site as per Landmarks 8 directions and that's what these photos show, so you 9 can see that each part of the building has been cataloged into different groups. You can see the 10 11 numbers spray painted on the wall and so this is the 12 caliber of ... of work that we are doing as we try to 13 restore the building back to its original shape and everything is being stored on-site. So this is a 14 15 cross section through the building, give you a little understanding of what the sides of the building is. 16 17 So each building is its own City planning application 18 and so therefore these buildings will not be 19 combined. Our application proposes a single retail 20 space on the existing ground floor and there will be 21 some accessory storage space for the retail unit in the cellar. Upstairs we will have one rental unite 2.2 23 per floor. So that's 3 units per buildings. Since each building is much smaller than what Zoning would 24 permit today, we were able to extend the  $2^{nd}$  and  $3^{rd}$ 25

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2 floor with Landmarks approval. Approximately 16 feet 3 back while still maintaining the requirements for Zoning for rear yards so our building is still in 4 full zoning compliance. In doing the extension it 5 helped us greatly get some relief in trying to put on 6 the 2<sup>nd</sup> and 3<sup>rd</sup> floor a better ADA compliance layout 7 8 with all the space requirement needed today. The 9 upper floor remains it's original size in order to maintain the original pitched roof which was one of 10 11 the things that Landmarks asked us to do and we were happy to consent to that. We have received at this 12 time the unanimous approval of CV2. We have full 13 support from the Borough President and we've received 14 15 unanimous support from City Planning. With all the 16 restoration work we've done, the cost for this 17 project for doing it this high of a level has 18 increased significantly but it's a true labor of love 19 for the UAL especially since there's not many of 20 these buildings of this age left but were very proud of what we're doing. Were extremely excited to 21 2.2 restore this building and bring it back to its 23 original estate as much we can. We're happy to remain part of the neighborhood and so we look 24

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 12
2	forward to the next 200 years on this (inaudible)
3	building. Thank you very much.
4	CHAIR RICHARDS: Thank you that not 200
5	years of working on it right?
6	CASEY MARTINEZ: No we hope we don't I
7	don't think we want to renew the permit for 200
8	years.
9	CHAIR RICHARDS: Ok, good. Can you just
10	go through some of your, well I'm going to turn it
11	over actually first to Council Member Chin and then
12	I'll come back.
13	COUNCIL MEMBER CHIN: Thank you Chair,
14	good morning, I'm Margaret Chin, Council Member for
15	Lower Manhattan and before us today is the request
16	for a special permit for 321 and 323, Canal Street in
17	my district. They are seeking a special permit to
18	allow for residential use to their building in
19	exchange for an agreement with Landmarks to maintain
20	and preserve the façade. Under the current zoning,
21	because it's a manufacturing district the only
22	permissible residential in that space is joined lift
23	work orders for artist or interim multiple dwelling
24	units. In the past few years we have seen a number of
25	these 74-711 special permit application come to the

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 13 2 Council. And I have previously expressed my concern 3 about the number of these applications. These 4 applications all together have amounted to a rezoning of the area without a comprehensive public 5 process. I have said before and I will say it again, 6 7 I do not believe that this is the appropriate way to 8 address an area where the zoning no longer matches 9 the neighborhood. I believe it is time for City Planning to move forward with efforts to re-zone the 10 11 neighborhood so that regulations are more 12 appropriately in line with the uses that are there 13 while in turn working to preserve affordable housing 14 units and join lift work orders for artist that 15 currently exist. In considering this particular application and whether to ask for it's disapproval 16 17 or not, I have waited a number of important 18 considerations. One major point was that 321 and 323 19 Canal Street were built as residential and commercial 20 spaces for merchant and were never used for 21 manufacturing purposes. These two buildings date back to the 1820s and represent some of the last 2.2 23 federal style construction in the neighborhood. The developer has worked diligently to conduct a thorough 24 preservation process adding great benefits to the 25

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 14
2	community that some of the oldest buildings on Canal
З	Street will be restored for everyone to appreciate.
4	Additionally, each building will continue, will
5	contain rental apartments not luxury condo's that we
6	have seen in many prior 74-711 projects. While I
7	remain extremely concerned about the use of 74-711
8	special permits as the fact of rezoning of SOHO,
9	after careful consideration of the particular factor
10	in this case and also meeting with the developer, I
11	concluded that this application do not merit this
12	approval and so I ask my colleagues to vote to
13	support, thank you.
14	CHAIR RICHARDS: Thank you Margaret and I
15	echo your concern and certainly something will be
16	working with City Planning to push to make sure that
17	there's more of comprehensive look at your district
18	in particular. Just had one question on energy
19	efficiency so can you go through any of… of the
20	energy efficiency aspect of your building?
21	CASEY MARTINEZ: Well, since the
22	buildings are going through the DOB application
23	process right now we have to comply with all the
24	energy requirements and addition part of the City
25	Planning requirements for the project because we have

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 15
2	a E-designation for a sound on our property is that
3	we will in order to meet the sound requirements we
4	actually will be increasing the energy efficiency as
5	well. For example, instead of doing double paint
6	glass will actually have to do triple paint glass.
7	We also have to provide acoustical protection on the
8	street walls, so that will increase the energy
9	efficiency in itself in addition to having hopefully
10	a quieter apartment on Canal Street. So since
11	everything is brand new except for the old bricks,
12	it's going to be essentially a new building
13	construction within on an old shelf. So it will be
14	an extremely tight energy efficient building.
15	CHAIR RICHARDS: All righty thank you so
16	much for that. All right any questions from my
17	colleagues? All righty Council Member Reynoso.
18	COUNCIL MEMBER REYNOSO: So currently
19	there are no apartments on this site?
20	CASEY MARTINEZ: That's correct the
21	upstairs is vacant on both buildings.
22	COUNCIL MEMBER REYNOSO: Because the
23	prior use was manufacturing or it's only allowed to
24	have commercial, why is it that there empty?
25	

2	CASEY MARTINEZ: Well one of the
3	buildings was purchased back in 98' and it was vacant
4	at that time, they rented up just being used for
5	storage from the retail space at the bottom. The
6	other one was purchased in 2011 and that building, we
7	were told that it was vacant that long and when we
8	finally went into the building it was evident that
9	the building was basically a time capsule, hadn't
10	been used for anything.
11	COUNCIL MEMBER REYNOSO: So you're going
12	from 0 apartments to 6 new apartments and 2
13	commercial spaces on the first floor?
14	CASEY MARTINEZ: Right if you well if you
15	look at them combined but each building has its own
16	lot and own application (inaudible).
17	COUNCIL MEMBER REYNOSO: And and there
18	no, there no, it's market rate housing? Ok I see.
19	CASEY MARTINEZ: Correct.
20	COUNCIL MEMBER REYNOSO: Ok, thank you
21	very much.
22	CHAIR RICHARDS: All right thank you
23	Council Member Reynoso. All righty, all oh Council
24	Member Gentile.
25	

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 17 2 COUNCIL MEMBER GENTILE: Thank you Mr. 3 Chair. I'm curious when... when was this landmarked? 4 Did you say it was landmarked? CASEY MARTINEZ: Yes, it's part of the 5 cast iron district which ... 6 7 COUNCIL MEMBER GENTILE: Ok, so the whole district? 8 9 CASEY MARTINEZ: Yes. COUNCIL MEMBER GENTILE: I see, I see ok 10 11 and this top floor is will be rental space? 12 CASEY MARTINEZ: Yes, it's a small 13 apartment but it, it'll be a tiny one bedroom. 14 COUNCIL MEMBER GENTILE: I see, ok, well 15 I commend you for ... for maintaining and preserving the history of these two building and don't always run 16 17 into situations like this where you have everybody 18 cooperating on the, on the same side, so 19 congratulations. 20 CHAIR RICHARDS: Any other 21 questions/comments? All right I want to thank you for your hard work, this is a great project and I 2.2 23 definitely just want to echo what my colleagues said, the preservation aspect of this project is very 24 impressive. Council Member Gentile did you know you 25

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 18
2	can make a lot of money counting these bricks and
3	numbering them? It's a lot of money in that, so in
4	the future for us after this, so I want to thank you
5	for coming in and I know will ask is there anyone
6	here to testify from the public on this item? All
7	righty if not, wait where am I. Items # 327 and 328,
8	321 and 323, Canal Street special permit public
9	hearing is now closed and we will now move on to item
10	numbers 329, 330 and 331, 150 Wooster Street.
11	Council Member Jumanne Williams has joined us from
12	Brooklyn and we have Shawn Katz from 150 Wooster LLC,
13	Roger Bitten-Bender from 150 Wooster LLC and Frank
14	Chaney, 150 Wooster LLC and I ask you to just say
15	your name on the record and organization your
16	representing as well. All right and you may begin
17	once that happens.
18	SHAWN KATZ: Good morning Chair Richards,
19	Council and Committee Members and Council Member
20	Chin. My name is Shawn Katz and along with my
21	business partner, Roger Bitten-Bender, we are the
22	developers of 146-150 Wooster Street. We are joined

for allowing us the time to speak. Our property 146-

the morning by our Land Use Attorney Frank Chaney

with the Law Firm of Rosenberg and Estes. Thank you

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1	SUBCOMMITTEE ON ZOING AND FRANCHISES 19
2	150 Wooster is located on the east side of Wooster
3	Street approximately midway between Prince and
4	Housten Street. The site is located within an M15A
5	zoning district and within the SOHO cast iron
6	historic district. Our applications seeks a special
7	permit under 74712 to permit residential and retail
8	use in the M15A district where such uses are not
9	otherwise permitted as well as modifications to the
10	height, setback and permitted obstruction regulations
11	in the M15A zoning district. We are also seeking an
12	amendment of the 74712 zoning resolution to expand
13	the maximum allowable lot coverage by existing
14	buildings from 20% to 40% lot coverage in M15A and
15	M15B zoning districts. Our application will
16	facilitate the construction of an 8 story 35,920
17	square foot mixed us building with retail on the
18	ground floor and residential above. Our building
19	with be 98 feet 10 inches high and contain 29,739
20	square feet of use group 2 residential floor area on
21	floor 2 thru 8 and 6,181 square feet of ground floor
22	use group 6 commercial floor area. The first 7
23	stories of the building will rise from the street
24	line to a height of 87 feet 4 inches. At that height
25	a 15 foot setback would be provided for the 8 story
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1	SUBCOMMITTEE ON ZOING AND FRANCHISES 20
2	which would rise to a height of 98 feet 10 inches.
3	On the ground floor a residential lobby would be
4	located in the center of the building with an
5	approximately 3,000 square foot retail store on
6	either side. Our buildings, floor to ceiling heights
7	were designed to be consistent with the floor to
8	ceiling heights typically found throughout SOHO. The
9	massing of the building has been designed to be
10	consistent with the existing built character of the
11	street and surrounding area. The immediate
12	surrounding area has building that rise to various
13	heights and the building would fall into roughly the
14	middle of the range of heights found in this area.
15	Our building received a certificate of
16	appropriateness from the Landmarks Preservation
17	Committee on April 2015 and we have received
18	resolutions supporting our project without conditions
19	from Community Board 2, the Manhattan Borough
20	President and the Department of City Planning. We
21	have designed our building to be environmentally
22	friendly and energy efficient with highly insolated
23	and airtight envelope. A few of the green features
24	includes; high efficiency boilers and cooling
25	condensers, low flow faucets and toilets, LED light

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 21 2 bulbs, predominately energy star appliances, 3 sustainable wood and low VOC paints and sealants. 4 In addition to presenting our building and application, we feel that it's particularly 5 important to provide the Council and Committee 6 7 Members with the background of the 20 month process 8 that has brought us here today. When we decided to 9 purchase this site in the summer of 2014, we were well aware of its controversial history. As some of 10 11 you may be aware, the prior owner and applicant 12 subsequently withdrew from a similar special permit and same zoning and text amendment in 2013 at the 13 City Council and the face of overwhelming community 14 15 opposition. The previous proposal submitted by the 16 prior owner had so much wrong with it that when we 17 purchased the property we took Council Members Chin's 18 advice and from the beginning listened to the 19 neighbors and community in order to attempt a project 20 that worked for everyone. We started by scrapping 21 everything about the previous proposal; including the 2.2 already landmark approved building. We did the exact 23 opposite of the previous applicant and put ourselves front and center with the community. We listened to 24 their concerns, addressed them by making concession 25

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 22
2	to our height, mass, layouts and design. This was no
3	easy task but starting a 1 ½ ago in July 2014 as
4	illustrated on this timeline through many meetings
5	with neighbors, local organizations, Community Board
6	2, Council Member Chin, Landmarks and City Planning
7	staff, we overcame adversity and arrived at a
8	building that worked for everyone. As you can see
9	the rear of our building changed dramatically over
10	time in response to community input. In order to
11	increase light and air for the artist and residents
12	who have lived in SOHO for decades. Some of the
13	concession and changes made prior, may compare to the
14	previous project include: our building does not have
15	a sub cellar, it splits the retail in 2/2 stores as
16	oppose to 1 large store. It has over 4 feet lower
17	than the previous applicants building. It has
18	multiple rear setbacks on the $7^{th}$ and $8^{th}$ floor to
19	persevere the sky plane for the direct neighbors and
20	also large light wells to preserve lot line windows
21	on the building to the North for the artist and
22	residents who have lived there for many years. On
23	top of these concessions we have also agreed to
24	provide a light (inaudible)into our rear yard for the
25	building to the north. Install new windows along the
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1	SUBCOMMITTEE ON ZOING AND FRANCHISES 23
2	lot line over our rear yard, provide bathroom
3	ventilation systems, engage lighting consultant as
4	well as set up an escrow fund to pay for consultants
5	to work with us and monitor the project on behalf of
6	the direct neighbors. We have worked incredible
7	closely with the neighbors. Some of whom are here
8	today. We consider them our partners. We also work
9	closely with Council Member Chin and Community Board
10	2 for a 1 $\frac{1}{2}$ leading up to today rather than negotiate
11	with the community and neighbors through the ULURP,
12	we delayed our application first and sought a
13	supportive resolution from Community Board 2 which
14	was issued in February of 2015. Since then we have
15	also made some additional concessions to improve the
16	building for the neighbors. We honored our
17	commitment to everyone involved in the creation of
18	our building. Going forward we are committed to
19	being good neighbors and members of the local SOHO
20	community. Our project preserves the quality of life
21	for 37 joint living work quarters for artist units in
22	the surrounding buildings via a combination of new
23	lot line windows, a light in air easement that create
24	legal light and air for those units. No sub cellar
25	and a more favorable massing than the as of right
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1 SUBCOMMITTEE ON ZOING AND FRANCHISES 24 2 scenario. We have increased our cost significantly 3 to accomplish a design that both improves and 4 preserves the living conditions of our joint living 5 work quarters for artist, neighbors and knowing the idea of new construction can be dotting for any 6 7 direct neighbor, we've provided them with funds to 8 monitor our construction so they do not have to come 9 out of pocket. Through all of this we have earned their support. We are also committed to working with 10 11 Council Member Chin to provide hiring opportunities for local populations and to seek out MWBEs for the 12 13 construction of the project.

14 In summary from the beginning, we were 15 urged by the Community Board City Painting staff and elective officials to work with the neighbors and 16 17 community groups to develop a project that everyone 18 could be happy with. We are very proud of the 19 project that came out of the community consultation 20 process and we are honored to have the support of our 21 neighbors, Community Board, Landmarks, City Planning and our grateful for Council Members Chin's guidance 2.2 23 and support throughout this process. We are now available to answer any of your questions. 24

2 CHAIR RICHARDS: Thank you so much we 3 now will go to Council Member Chin for a statement of 4 this item.

5 COUNCIL MEMBER CHIN: Thank you Chair. Good Morning I'm Margaret Chin, Council Member for 6 7 lower Manhattan. Before us today is a request for a 8 special permit and zoning text amendment for 150 9 Wooster Street in my district. They're seeking a special permit to allow for residential and 10 11 commercial use height and setback requirement changes and an increase from 20% to 40% allowable lot 12 13 coverage for a new construction. As (inaudible) 14 development on this lot would allow for commercial 15 and manufacturing use. An application for 150 16 Wooster was previously denied due to overwhelming 17 oppositions from residents in the neighboring 18 buildings. When the new project first came to me, I 19 underscore the need for the developer to work closely 20 with their neighbors, most of whom live in existing 21 joint lived work quarters for artist. After you heard 2.2 from the developer right over a year of consultations 23 with community and their neighbors, the project represent a significate improvement over previous 24 application for this site and the project has also 25

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 26
2	received the approval from CB2, the Borough President
3	and City Planning Commission. In considering this
4	particular application, I have given great
5	consideration to the improvement of living conditions
6	for these joint lived work quarter artist tenants.
7	Including new windows and an easement for
8	preservation of open air and light, the careful
9	attention to the needs of these residents, many of
10	whom have been in the community for decades,
11	represent a significate benefit for the community.
12	While the timing of this project so close to the
13	introduction of the mandatory inclusionary zoning is
14	unfortunate. The investment and existing affordable
15	housing immediately adjacent to 150 Wooster Street is
16	commendable. It is also a beautiful building that
17	will be a great addition to the neighborhood, given
18	these considerations, I ask my colleague to vote yes
19	to support the project and I thank the developer for
20	working with my office and also with the community to
21	finally bring it to (inaudible) and it was, I also
22	like to comment that during this process I did not
23	hear any opposition from the neighbors as I did the
24	first time around, so and then you're going to hear
25	one of them here to testify, so overall it is a

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 27 wonderful project and I do urge my colleagues to 2 3 support it, thank you. CHAIR RICHARDS: Thank you Council Member 4 Chin and it speaks to your leadership that certainly 5 this is getting done the  $2^{nd}$  time around. I just 6 7 wanted to know so you're going up an extra floor at 8 this site right? So story, I'm sorry. 9 SHAWN KATZ: We're constructing a new 8 story building so ... 10 CHAIR RICHARDS: Ok, ok can you just go 11 through the so on the top floor that will also be 12 residential as well? 13 SHAWN KATZ: Yeah the first floor is 14 15 commercial. CHAIR RICHARDS: Ok. 16 17 SHAWN KATZ: The residential lobby in between and then floors 2 thru 8 will be residential. 18 19 CHAIR RICHARDS: And I believe you split 20 the commercial, am I correct? SHAWN KATZ: Commercial is split into 2, 21 3,000 square foot spaces. 2.2 23 CHAIR RICHARDS: Can you just go on the record and speak of why you split the retail? 24 25

2 SHAWN KATZ: We split the retail do to 3 the concerns in the community from the last 4 applicant. They had one very large retail store and 5 that was of a concern not only to the neighbors but especially Community Board 2 and local organizations 6 7 as well as Council Member Chin. So the first thing we 8 did was put the lobby in the middle that clearly 9 defines 2 stores.

CHAIR RICHARDS: All right and you spoke 10 11 of you'll be working with a consultant over the 12 period of this project to ensure that community 13 engagement and community concerns are addressed so I 14 would just urge you as you move forward to continue 15 to work with Council Member Chin's office very closely and that there's a direct line of 16 17 communication in case issues do arise, but I do want 18 to applaud you for doing what many developers don't 19 do before they come to the communion and that's 20 actually communicating with the community and I, and 21 I applaud you for doing it and I think that help make 2.2 this project sail through quicker and obviously 23 better so I want to thank you for your work and commend Council Member Chin once again on this work. 24

2 Are there any questions from my colleagues on this3 project? Council Member Gentile.

4 COUNCIL MEMBER GENTILE: Mr. Chairman I just wanted to take the opportunity to congratulate 5 this applicant and also the previous applicant 6 7 because you know I'm a, I'm a senior member of the Council and I don't think I've seen a better session 8 9 where we have 2 better applicants here to show the way development and preservation should be done. 10 In 11 fact I think we should use this session right here 12 today as the example of how preservation and 13 development should be done in our City. If we, if we 14 could duplicate this over and over again, our job 15 would that much better or that much easier and the 16 City would be that much better, so congratulations, 17 I'm very impressed.

19 CHAIR RICHARDS: Council Member Reynoso. 20 COUNCIL MEMBER REYNOSO: While I don't 21 share the enthusiasm of my brother from my Borough, I 22 do have to say that in this district that I guess 23 maybe we just have to be better informed or better 24 educated. It seems like the special permits that are 25 given out for these building are necessary to covert

Thank you.

SHAWN KATZ:

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 30
2	a lot of these building into residential and a lot of
3	effort goes into actually making the buildings
4	preserve the buildings and making them look beautiful
5	and having the community support it but what I don't
6	see is any affordable housing in any of these
7	projects. This is all market rate, were continuing
8	to build for the people that don't necessarily need
9	it and I do think that there might be some
10	opportunities in these type of special permits to
11	have a conversation even if it's 100% AMI, 120% AMI
12	which is really the which can really help our middle
13	class. We should be having that conversation but
14	were building straight out market rate housing for
15	preservation and I think that at some point we got to
16	find that balance and whether or not the preservation
17	of a buildings character versus the preservation of
18	the people of this City and whether or not we can
19	keep them here. And I just don't know if were doing
20	that but at this moment I don't feel I have enough
21	information to make that case right? Margaret Chin is
22	the expert in her district, she knows what she's
23	talking about so I'm going to be supportive but I do
24	think that we can talk, we should have a briefing on
25	these special permit districts and see if were really

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 31
2	maximizing what we can get out of these folks that
3	are converting buildings that have almost no income
4	at the moment and generating significate income in
5	one case you know 6 apartment at market rate with 2
6	commercial, with 2 commercial floors. In your
7	building, how many apartments are you building?
8	SHAWN KATZ: 6.
9	COUNCIL MEMBER REYNOSO: 6 apartments,
10	how many apartments did you have before?
11	SHAWN KATZ: There is, it's a parking lot
12	and a one story building so
13	COUNCIL MEMBER REYNOSO: And when did you
14	purchase, when did you purchase the building?
15	SHAWN KATZ: We purchased it in September
16	2014.
17	COUNCIL MEMBER REYNOSO: And the folks
18	that purchased it before you, when did they purchase
19	it?
20	SHAWN KATZ: In the mid 80s maybe.
21	COUNCIL MEMBER REYNOSO: In the mid 80s,
22	ok. Just, I think that you guys are building very
23	nice apartments in very nice area, it looks beautiful
24	both projects have looked, they look very good, I
25	
I	

1SUBCOMMITTEE ON ZOING AND FRANCHISES322just think that we could really start asking more of3these special permits.

4 CHAIR RICHARDS: Well we certainly thank you Council Member Reynoso and trust me I know this 5 is something Margaret certainly wants to address in 6 7 her district and this is why you know we are pushing City Planning to really look at this area 8 9 comprehensively because you know we share obviously the goal of creating more affordable housing and I'm 10 11 sure will be having a lot more discussion over the next few weeks with me and (inaudible) housing and 12 13 both ZQA which will be certainly moving us towards 14 creating more affordable housing stock in these 15 particular areas, so with that being said I will now, 16 are there any other questions? All righty if not we 17 will now call up I believe we have someone from the 18 public who wants to testify in favor of this project 19 and will just ask you to say your name sir and the 20 organization you're representing.

21 RICHARD GODASKI: My name is Richard 22 Godaski (sp), I'm a long standing lawyer in New York 23 and I thought my partners name was Anthony Gentile, I 24 thought he was also member of the Council, I found

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 33 2 out that it's a very common name but were not 3 partners and I met Mr. Gentile today. 4 COUNCIL MEMBER GENTILE: You mean I'm not 5 a partner? RICHARD GODASKI: Well if you are you can 6 indict me. In any event I want to thank Council 7 8 Member Chin for her support. 9 CHAIR RICHARDS: And you've introduced yourself sir right? 10 11 RICHARD GODASKI: My name is Richard Godaski, I am a partner in a law firm, I also live at 12 13 152 Wooster Street. My wife Marsha Godaski is the 14 President of our co-op which is next door to the 15 building and we are in support of the construction of 16 the joining building at 148-150 Wooster Street. But 17 I do want to make a particular comment that I think 18 is of some significates not only to our building but 19 of significates to the Council. The previous builder who came before the Council and who we were in court, 20 in Supreme Court New York County concerning the 21 adjourning building and it's loss of status with 2.2 23 respect to being a special type of building, said to me in the Courthouse "I own the Council", that's what 24 he said, he say's I have lobbyist and we own the 25

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 34 2 Council and it was very upsetting to me to my fellow 3 members and we met with Councilwoman Chin who was very supportive of our position and we found out that 4 5 not only did that building not have the support of the Council the vote in the Council was 51-0 against 6 7 the builder. The times have changed, the nature of 8 the builder has changed, the people you just heard 9 from have been cooperative, very willing to make changes to affect not only the outside area of the 10 11 building but the inside light and air accommodations. 12 I want you to understand that this is not, this is 13 not a simple area of the City, it's SOHO that the 14 building was changed by one of the agencies in the 15 City, they changed the front of the building to comply with the rules, they've done everything, 16 17 everything to be consistent with the desires of the 18 neighborhood and the position of the neighborhood. Ι 19 submit to you that years ago when a building went up 20 on Housten Street, which we opposed, and we 21 subsequently the appellant division of the State of New York overruled the lower court and allowed the 2.2 23 building to be built, we submit to you that, that building has proven to be one problem only. It's a 24 very large building on Housten between Greene and 25

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 35
2	Wooster and a very large building, it has no parking
3	lot so, they are very concerned that they going to
4	lose this parking lot which I don't think is very
5	significate and they will be able to make it up. But
6	Councilperson Chin has been not only helpful in the
7	sense of working with the building, with the tenants,
8	with the residents of the community but also has been
9	significantly advantages to the builder themselves in
10	making sure that the building conformed to the beauty
11	and likeness to SOHO which is very important to us.
12	I have lived in that area now for over 30 years and
13	submit to you that it's very important to all the
14	residents in that area to continue to have building
15	like this one is going to be in accordance with the
16	plans. I want to thank the Council for their time,
17	for their efforts and particularly thank the Council
18	for rejecting the previous owner, thank you.
19	CHAIR RICHARDS: All righty thank you.
20	All righty now others from the public here to testify
21	on this issue. We will now close Land Use items#
22	329, 330 and 331 and we now will move on to a vote on
23	these items. All righty, All right so we will now
24	move on to vote to approve Land Use items# 327, 328,
25	329, 330, and 331 and approve a motion to file Land

1 SUBCOMMITTEE ON ZOING AND FRANCHISES 36 2 Use items # 320. I want to applaud the applicants 3 today for a great job and Council Member Chin for her hard work and with that we will now ask the Council 4 5 to please call the roll. CLERK: Chair Richards. 6 7 CHAIR RICHARDS: I vote aye, congratulations Council Member Chin on great projects 8 9 in your district. CLERK: Council Member Gentile. 10 COUNCIL MEMBER GENTILE: I to 11 12 congratulate Council Member Chin for her leadership 13 and congratulate both applicants for working with 14 their communities and really coming up with model 15 proposals so, congratulations I proudly vote aye on 16 both. 17 CLERK: Council Member Garodnick. 18 COUNCIL MEMBER GARODNICK: I vote aye. 19 CLERK: Council Member Williams. Council 20 Member Reynoso. COUNCIL MEMBER REYNOSO: Permission to 21 2.2 explain my vote. In this Committee I just think that 23 we need to get brief on exactly why in these special permit cases we can't get affordable housing. I 24 25 would like to know also that if, if in MIH situation

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 37
2	would these be the type of properties that we would
3	actually get affordable housing from under an MIH and
4	just really don't want to move forward with approving
5	projects that are going to continue to build market
6	rate housing and when talk about these places in
7	Canal Street and in, and in in SOHO, two areas that
8	I'm extremely familiar with, there's been large
9	displacements especially in SOHO and all were doing
10	is continuing to build for the folks that don't need
11	it in the City of New York and moving forward I would
12	appreciate if we again get a briefing to speak on
13	exactly why we're voting on these the way we are
14	giving that there's no affordable housing, moving
15	forward. So, on both these projects I am voting aye.
16	CLERK: Council Member Williams.
17	COUNCIL MEMBER WILLIAMS: My I please
18	explain my vote.
19	CHAIR RICHARDS: Oh yes, absolutely go
20	ahead you have permission sir.
21	COUNCIL MEMBER WILLIAMS: Thank you very
22	much. I do, I do want a congratulate Council Member
23	Chin for moving these forward for her district. I
24	share the concerns of Council Member Reynoso. I view
25	anytime where given a developer whether it's a tax

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 38
2	abatement, a subsidy or a change of use in the
3	property they have as something we are giving them
4	and in exchange for that, particularly as the Chair
5	of Housing and Buildings I'm really looking for
6	trying to get affordability in those units
7	particularly at this time when we're talking about
8	zoning changes MIHCQA and displacement that is
9	occurring, so I want to remain consistent on that in
10	the Land Use 329, 330, 331 I feel that those
11	developers at least tried to work with some of the,
12	some of the tenants that have been there for many,
13	many years and dealing with light and air and so for
14	that reason I'm going to vote aye on that one. For
15	327 and 328 I'm going to remain consistent and
16	abstaining from a product that I feel could have had
17	affordability built into it but did not. I do know
18	that it's only 6 units so that is a little harder to
19	be fair had the project been a failure for not going
20	through I might have reconsidered my vote but I do
21	want to make sure, one I'm being consistent and try
22	to just make the point that we have to do everything
23	we can to get affordability in these units, even
24	small ones particularly if the City is going to give
25	something to a developer. It is extremely important

1	SUBCOMMITTEE ON ZOING AND FRANCHISES 39
2	if we don't do that, our City's in danger of a
3	changing dramatically where people have to work in
4	this City and go live somewhere outside of it, thank
5	you.
6	CLERK: Council Member you vote on Land
7	Use 320, which is the withdrawn café.
8	COUNCIL MEMBER WILLIAMS: Aye on them.
9	CLERK: Land Use items 327, 328, 329, 330
10	and 331 are approved with a vote of 5 in the
11	affirmative, 0 in the negative and 0 abstentions with
12	the exception of Land Use items 327 and 328 which are
13	approved with a vote of 4 in the affirmative, 0 in
14	the negative and 1 abstentions and a motion to file
15	Land Use #320 is approved with 5 vote in the
16	affirmative, 0 in the negative and 0 abstentions and
17	all items are referred to the full Land Use
18	Committee.
19	CHAIR RICHARDS: All righty I want to
20	thank everyone for coming out today. We look forward
21	to a robust conversation on MIH and CQA over the next
22	few weeks and I want to thank everyone for their hard
23	work with that being said this hearing is now closed.
24	[gavel]
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 \_\_\_\_\_ February 3, 2016