CITY COUNCIL CITY OF NEW YORK -----Х TRANSCRIPT OF THE MINUTES Of the SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS ---- Х September 7, 2016 Start: 1:52 p.m. Recess: 2:57 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 Rafael Salamanca, Jr. 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)

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SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 3 CONCESSIONS 2 [gavel] 3 CHAIRPERSON DICKENS: Good afternoon. I'm 4 Council Member Inez E. Dickens, Chair of the 5 Subcommittee on Planning, Dispositions and 6 Concessions. I welcome everyone to today's hearing 7 and I apologize for the lateness of the hour, but 8 ongoing negotiations required that we be late, but I 9 apologize. 10 I want to acknowledge and thank my 11 Sergeant of Arms; I see Regina Sharp is here and Dane 12 I want to also acknowledge my Land Use Hope. Director, Raju Mann, my Deputy Director Amy Levitan 13 14 and of course, my great attorney, Julie Lubin. 15 We are joined today by council members 16 that are on the Committee, Andrew Cohen and Council 17 Member Mark Treyger. We've also been joined by 18 Council Member Salamanca in whose district that we 19 are holding the hearing on. 20 We have 13 items on the calendar, but at 21 this time we will be laying over 7; they are Land Use 2.2 Items 428, known as Blake Hendrix and Land Use Items 23 453 through 457, known as Southeastern Queens Vacant 24 Homes Clusters 1 through 5 and Land Use No. 427, 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 4 known as Hope East of Fifth Resyndication, which will 2 3 also be laid over. 4 Today we will hold a hearing on 5 applications, Land Use Items 448 through 452, known 5 as La Central, in Council Member Salamanca's district 6 7 in the Bronx. 8 I am now opening up the hearing for Land 9 Use Items 448 through 452 La Central, an application submitted by HPD to facilitate La Central, a new 10 11 mixed-use development composed of 5 residential 12 buildings with 992 residential units, including 13 community facility uses and commercial space in the Council Member's district. 14 15 There are five actions within the ULURP 16 process: 17 1. Disposition of city-owned property 18 comprising the development site and designation of 19 the property as an Urban Development Action Area and 20 approval of the project as an Urban Development 21 Action Area Project. I'd like one of those in my 2.2 district, by the way, y'all. 23 2. A zoning map amendment to rezone three underutilized blocks, portions of the tax 24 blocks 2294, 2361 and 2363, also known as the project 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 5 area as defined herein from M1-1 and to a C4-42(c)6-22 3 [sic]. 4 3. A zoning text amendment to designate the project area as a Mandatory Inclusionary Housing 5 6 area. 7 4. Large-scale general development 8 special permit pursuant to Section 74-743(a-1 and 2) 9 of the Zoning Resolution of the City of New York to permit distribution of floor area and required open 10 11 space within the large-scale general development without regard for zoning lot lines and permit 12 13 location of buildings without regard for applicable 14 yard, court and height and setback regulations. 15 5. Large-scale general development 16 special permit pursuant to ZR, Paragraph 74-744(b) to 17 permit residential and nonresidential uses to be 18 arranged on the second floor within Building B 19 without regard for the location regulations of zoning 20 regulation, paragraph 32-42. 21 Yesterday I met with HPD and La Central 2.2 team project members, BRP Development Corporation, 23 Hudson Companies and ELH-TKC, LLC and the nonprofit partner, Breaking Ground who will be providing 24 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 6 supportive services for homeless veterans with mental 2 3 illness and for single adults with special needs. 4 La Central is a 992-unit, 5 building development project that will be done in two phases. 5 Phase 1 will include buildings A, 215 units, B, 281 6 7 units and D, 161 units with 97 reserved for 8 supportive housing. Phase 2 will include Building C, 9 137 units and E, 198 units. Buildings A, B and C will have income ranges from 30-120% AMI, with 10 11 Building D having a range of 30-60% AMI; Building E 12 will have a range of 30-130% AMI. The unit sizes for 13 La Central will offer residents the option of studios up to 4-bedroom apartments. Any changes that Council 14 15 Member Salamanca may have been able to negotiate on behalf of his community he will give us in his 16 17 statement. 18 Since there is a supportive housing 19 component to the project, Breaking Ground, community, 20 HDFC, along with Comunilife, Inc. are offering 24hour on-site services for residents with special 21 2.2 needs. There is 40,000 sq. ft. of community facility 23 space, with 4,000 will be housing the Bronx Cable Network rent-free while the rest of the pace will 24

25 hold retail.

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 7 I'm gonna ask the council member that the 2 3 Bronx Net to ensure that they don't attack the 4 Council when they have their radio show. The YMCA has agreed to occupy 50,000 sq. 5 ft. of space to offer residents and patrons access to 6 7 their swimming pools, athletic courts and 8 programmatic services. 9 Other amenities will also include grass roofs and open spaces that will help the project 10 11 qualify for LEED Gold Certification. 12 Although MWBEs are representing 37.5% of 13 ownership, I was pleased to understand the 14 development team was still looking to increase MWBE 15 participation, which is always going to be a question 16 that I am going to have. This is extremely important 17 to me, since the City has not done sufficient 18 outreach to ensure MWBEs are made an integral part of 19 all major development projects. Unless MWBEs are 20 more heavily involved in such projects, communities of color will continue to suffer. 21 2.2 We've been joined by Council Member 23 Rafael Salamanca in whose district La Central is located and I will ask him at this time to speak more 24 25 about the project.

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 8
2	COUNCIL MEMBER SALAMANCA: Thank you,
3	Madame Chair.
4	This project, La Central, is an important
5	project for the South Bronx and I'm pleased that the
6	development team and HPD are here today to answer any
7	questions. Both HPD and the development team have
8	been ready and willing to work with my office and
9	other land use teams here at City Council to address
10	a number of concerns I've had with the project, and I
11	have a few.
12	First I'm pleased that there has been a
13	commitment to work with 32BJ to facilitate organizing
14	the building's maintenance, service and security
15	personnel; this is important and I look forward to
16	hearing more about the agreement.
17	Secondly, this part of our community
18	continues to see a high concentration of drug use,
19	squatters and crime that each pose safety concerns to
20	the residents of La Central; as a result, I'm calling
21	for the proposed skate park to be closed during night
22	hours. And additionally, I am pleased that there is
23	a commitment to have manned security between
24	Buildings C and D during nighttime hours with the
25	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 9 2 option for fencing to be closed if there are 3 additional problems that arise. 4 Lastly, and most importantly, I have real concerns surrounding the depth of affordability 5 surrounding the units and the project. My community 6 7 is one of the most impoverished in the city and I'm pleased to see that there's a commitment to 8 9 additional units at 30% AMI and 40% AMI and I look forward to hearing more about how this will be done 10 11 also. 12 With that said, I have always been and I 13 am very excited about this project; I look forward to the opportunity to work with HPD and the developer to 14 15 continue to move this project forward. 16 CHAIRPERSON DICKENS: Thank you so much, 17 Council Member. I see that all the applicants have 18 already taken a seat; I didn't have to call you up, 19 and I will ask that each of you will please give your 20 name, since you've already... [background comments] 21 Alright; start... please start, Mary, or whoever. Just 2.2 give me your names and then you can give testimony. 23 AARON KOFFMAN: Good afternoon; we're excited to be here. My name is Aaron Koffman and I'm 24 25 a Principal with The Hudson Companies.

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 10
2	MEREDITH MARSHALL: Good afternoon; I'm
3	Meredith Marshall; I'm a Principal with BRP
4	Companies.
5	ARTIE PEARSON: I'm Artie Pearson [sp?]
6	from HPD's Office of Governmental Relations and I'm
7	joined by Ted Weinstein, the Director of Bronx
8	Planning and Jonathan Buettler [sp?] from the New
9	Construction Program.
10	CHAIRPERSON DICKENS: Alright, thank you
11	so much; who wants to start?
12	[background comment]
13	CHAIRPERSON DICKENS: Alright, go ahead,
14	Artie.
15	ARTIE PEARSON: Good afternoon, Chair
16	Dickens and members of the subcommittee. As I said,
17	my name is Artie Pearson; I'm with HPD's Office of
18	Governmental Relations.
19	Land Use Nos. 450, 458, 459, 451, and 452
20	are related ULURP actions seeking approval of UDAAP
21	designation, approval of the project and
22	dispositions, as well as some other zoning changes
23	for five vacant city-owned parcels located at 430
24	Westchester Avenue, 503 East 153rd Street, 559 and
25	625 Brook Avenue, and 620 and 626 Bergen Avenue in

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 11
2	Council District 17 in the Bronx for a project known
3	as La Central.
4	The project sites consist of the last
5	remaining undesignated developable urban renewal
6	sites form the now expired Bronxchester renewal plan.
7	Under HPD's New Construction Finance Program and
8	Supportive Housing Loan Program, Land Use No. 450
9	will be divided into three disposition areas that
10	will undergo redevelopment in phases.
11	The sponsors proposing to develop
12	disposition area 1 and disposition area 2 under the
13	New Construction Finance Program while disposition
14	area 3 will be developed under the Supportive Housing
15	Loan Program. In total there will be five 9- to 25-
16	story buildings containing 987 dwelling units, less 5
17	superintendent units and rents will be affordable,
18	ranging from 27% AMI up to 127% and those with
19	targeted incomes between 30-130% AMI.
20	Disposition area 1 will be conveyed to an
21	HDFC to develop two buildings which are expected to
22	be developed under the Mix and Match Program for a
23	total of 494 rental units plus 2 superintendent
24	units; in Building A there will be 282 units plus a
25	super; in Building B there will be 215 units. This

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 12
2	site also includes approximately 86,386 sq. ft. of
3	commercial and/or community facility space, as well
4	as approximately 41,252 sq. ft. of open space. In
5	addition, the project will include a new YMCA, the
6	first in the South Bronx.
7	Disposition area 2 will be conveyed to an
8	HDFC, which is Building C and E, in order to
9	construct the two buildings, containing approximately
10	335 rental units plus 2 super units, approximately
11	50,000 sq. ft. of commercial and/or community
12	facility space, as well as approximately 24,102 sq.
13	ft. of open space.
14	Disposition area 3 will be developed
15	under the Supportive Housing Loan Program and will be
16	conveyed to an HDFC to construct one building
17	containing approximately 160 units for occupancy by
18	formerly homeless and low-income persons, plus 1 unit
19	for a superintendent. On-site support services for
20	tenants may include things such as management and
21	counseling services, care coordination and social
22	programming. The building will also include 4500 sq.
23	ft. of ground floor community facility space.
24	Disposition areas 1 and 2 will also seek
25	tax benefits under Article 11, which will coincide

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 13 with a 40-year regulatory agreement and some of the 2 3 amenities in the La Central complex will include a 4 7100 sq. ft. state park to be developed on the northern end of the project and will be open to the 5 general public, common rooms, computer rooms, fitness 6 7 rooms at various locations throughout the complex, a 8 below grade garage, which will have parking spaces 9 with potential up to 209 spaces. A telescope will be located on the roof of the 25-story building, which 10 11 is Building E; it will be controlled remotely by the Bronx Science Astronomy Department and will transmit 12 13 its images to a facility at the Bronx High School of 14 Science. We intend for it to be used by other 15 primary and secondary educational institutions 16 throughout the Bronx. 17 Also, as mentioned previously, Land Use 18 448 seeks an amendment to the Zoning Map, section 19 changing from an M1-1 and C4-4, to a C6-2 district, 20 which will allow residential development on the site. Land Use No. 449 seeks an amendment to 21 the Zoning Text to add the project to the list of 2.2 23 maps of Mandatory Inclusionary Housing areas. Land Use No. 451 seeks a special permit 24 to allow distribution of required open space within 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 14
2	the large-scale general development without regard to
3	zoning lot lines and to permit location of buildings
4	without regard to applicable yard, court and height
5	restrictions.
6	And Land Use 451 seeks a special permit
7	to allow for the residential and non-residential uses
8	to be located on the second floor within Building B.
9	HPD is before the Council seeking
10	approval of the above-mentioned land use actions in
11	order to facilitate the development of the La Central
12	project. At this time I'm gonna turn the
13	presentation over to the developer, who's gonna
14	provide a PowerPoint.
15	AARON KOFFMAN: Thank you very much.
16	Good afternoon, on behalf of the entire team, we are
17	honored to be here; we also wanna thank everyone at
18	the City Council, Council Member Salamanca, Chair
19	Dickens and of course the staff, as well as the
20	housing agencies from the City of New York; I think
21	we have an even better project than we had maybe six
22	months ago when these discussions really got going
23	and so I think the input together has been
24	collaborative and we have an even better project to
25	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 15 2 deliver to the South Bronx. [background comment] 3 Yes... Yes, ma'am. 4 My name is Aaron Koffman; I'm Principal with The Hudson Companies, one of the members of La 5 Central owner LLC. Anyway, I will take you through 6 7 the PowerPoint. 8 The first page is the imagery here. This 9 is just an aerial rendering, looking northwest; as you can see, the 2 and 5 trains are coming out of the 10 11 149th Street/3rd Avenue subway station and then it basically runs from south to north. Here's the 12 13 phasing plan; again, we have identified the buildings 14 just by letters, so you have A through E, running 15 south to north, and Parcel C is the triangle that you 16 see here to the far right, which is going to be, we 17 hope will be a skate park for the community. To again, our first phase we anticipate 18 19 will be Buildings A, B and D and Building D is the 20 supportive housing building, which will be owned by 21 Breaking Ground and Comunilife. As you can see, it's 2.2 767,000 sq. ft.; the pink -- yeah, it does show pink 23 -- the pink is retail, the purple is community space and the yellow is residential. 24

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 16
2	Our goal in the phasing was to establish
3	both sides of Westchester Avenue, so we wanted to
4	extend the retail immediately; we didn't wanna have
5	one side and then look at a construction site for
6	2 1/2 years, so our goal was to just bring that
7	retail from the hub, down Westchester in one fell
8	swoop, and obviously bring more affordable housing in
9	the process.
10	Here is the financing summary and as the
11	Chair and HPD staff have mentioned, we have a variety
12	of income diversity here in all buildings; again, you
13	see the 30% AMI units; we go up to 120% AMI; this is
14	in line with the HPD/HDC mix and match program. The
15	YMCA will be housed in Building A and I'll get to
16	that in a second. We've also designed for 116
17	parking spaces to be under Building B as underground
18	parking; we are asking for the approval to go up to
19	209 just because we've heard a lot of concern about
20	parking, especially from the 3rd Avenue BID and
21	Community Board 1, and then of course Building D
22	we've already mentioned before.
23	Phase 2, again, a similar income
24	distribution 335 units in Phase 2; again, mix and
25	

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 17
2	match program again, using HDC bonds, for a total of
3	992 units in five buildings.
4	We are one of the first publicly owned
5	sites to be going under the MIH program and our plan
6	is that Building A be governed by option 1; Buildings
7	B, C and E will be governed by option 2, of course
8	that comes with the permanent affordability for those
9	units; we exceed both of these and we're very excited
10	to be working in this new program. Building D is not
11	eligible because of the supportive housing.
12	Here's the affordability distribution;
13	you can see here we have roughly 50% of the units
14	are low-income, 60% AMI or below and of course we go
15	up to 80 and then on to 130% AMI in the later phase.
16	But again, the goal here is that every building was
17	going to have multiple opportunities for households
18	of different incomes to find a home in La Central.
19	And if I'm going too fact, please tell me to stop.
20	Unit mix So one of the things that
21	we're very proud of is the 4-bedroom option; we have
22	53% of the units are family-based; 2-bedrooms are
23	larger, and actually, the statistics do support that
24	the Bronx CB1, I'm sorry, has a 20% higher rate

population per household than the rest of the city 

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 18
2	and 10% higher than the rest of the Bronx, and so to
3	address that we've gone to those larger units where
4	they otherwise would've been ineligible. So a family
5	of 6, 7 may have been turned away for a 3-bedroom
6	apartment; now they can find a home in La Central, so
7	we're very excited about that as well.
8	This slide highlights the supportive
9	housing, Building D; again, there'll be 4500 sq. ft.
10	of community facility space; out intention is that
11	that becomes nonprofit office space for other local
12	nonprofits and I think that will really pick up as we
13	move into construction. We have 97 special needs
14	units; we are looking at single veterans with mental
15	illnesses and I think we'll identify other special
16	needs populations as we move closer towards closing.
17	Here's just an elevation of the YMCA on
18	the ground floor. All ground floors are gonna have
19	lots of glazing; we want light to come in; we wanna
20	see and be seen; that's critical to activating the
21	retail space on Westchester and even the small retail
22	space we have planned for East 153rd Street.
23	As precedent, our partners Larry
24	Hirschfield and Jerry Kretchmer of ELH TKC have
25	actually already developed a YMCA in Coney Island in

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 19
2	partnership with HPD and HDC, so there's affordable
3	housing on top and a YMCA below and so that is a part
4	of our team and so we have now a very rich history
5	with the YMCA and of course they're here today.
6	But just to give you an idea of some of
7	the imagery that will be occurring in the La Central
8	site; you have two pools, exercise equipment; again,
9	lots of glazing, basketball courts; all the things
10	that the YMCA has historically offered to the
11	community. This our rendering of what our pools will
12	look like; we have a lap pool, we have a more kiddie
13	pool, family style; here are the basketball courts.
14	Moving to the courtyard, you know green
15	space is a bit of a premium in this neighborhood, but
16	for St. Mary's Park, which we love, but we wanted to
17	provide more shading, more seating, more passive
18	recreation and a playground and we believe we've
19	achieved that; this is in-between Buildings B, C, D
20	and E; it's almost two acres of open space. You can
21	see we've already designed attractive and still
22	secure fencing, and again, the goal is potentially
23	during the daylight hours residents from Via Verde,
24	St. Ann's or the community to the north and east can
25	move through La Central while they're going to work

1SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND<br/>CONCESSIONS202or going shopping on 3rd Avenue, and so again, it3creates a nice cut which otherwise right now is4actually not that attractive from a sidewalk, human5scale perspective on Bergen and Brook.

We also have a partnership with Grow New 6 7 York, who has a long tradition now in the city with 8 doing rooftop plantings; this one however will be 9 open to the public, so they will have a retail presence on Westchester Avenue, they'll have their 10 11 own dedicated elevator and stair; they'll have a 12 demonstration kitchen so that the goal here really is 13 that New York City public school students will come, learn what it means to have seasonality of food, have 14 15 cooks come and teach classes on cooking and then 16 obviously show how food is harvested, whether it's 17 tree fruits or just planting; we'll teach them about 18 composting and again, this is all on Grown New York 19 and we are moving towards an agreement with them now.

Giving you an idea of the resident amenity, this is now also on the third floor, as was the Grown New York space; this is on the roof of the YMCA in Building A. So half of it is going to Grow New York; the other half is going to green recreation space for the tenants only. And as you can see here,

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 21 we're providing a lot of lush greenery, we're 2 3 providing a lot of seating; we even have a playground 4 here, which is the yellow feature above me, and then just off to your right you can see there are some 5 exercise equipment, so that'll be outdoor exercise 6 7 equipment; parents can ride the bike while they're 8 watching their kids; we think this is a great amenity 9 for the residents. And then taking it even a step further, 10 11 we've got open space on the upper floors, so on the 12 12th floor another resident amenity, just to get 13 above the city, get away from the noise a little bit 14 and come and relax; it's something that is rare in 15 affordable housing these days, but we wanted to 16 provide it. Our overarching goal was really to make 17 sure we had no square foot unturned and so where we 18 can provide programming that's of benefit to the 19 residents or the public or both, we tried to do that. 20 Again, this is just some of the open space for Building B; this is now looking north into 21 2.2 the courtyard; again, terrace, landscaping; here's a 23 rendering of that. Resiliency and sustainability is critical 24 to us; this RFP was issued in March of 2013, which is 25

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only five months after Hurricane Sandy, so resiliency
was sort of informing our design as we moved through
the competition.

5 As such, we have brought some of the knowledge from different development team members and 6 7 brought that into La Central; we have cogeneration, we have battery backup, so that ideally, not only can 8 the residents shelter in place in the event of a 9 power emergency, which would be the most likely thing 10 11 to occur here, but possibly other community members 12 could come to the retail spaces or community spaces 13 and charge their phone or sit in air conditioning or sit in the heat, whatever time of year this incident 14 15 may occur and so again, where we can provide resiliency, it was really critical to us and we've 16 17 maintained that.

As the Chair has mentioned, we are committed to LEED Gold on all buildings; we are also committed to exploring Passive House for phase 2, which is Buildings C and E. The Hudson Companies, on our own, is currently developing the largest Passive House building in the world, which is the Cornell Tech dorm on Roosevelt Island, so we will bring that

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 23 knowledge to La Central as we design phase 2, which 2 3 we are intending to start this month on C and E. We'll also have a half-million watts of 4 5 photovoltaic solar generation, we'll have water recycling, bike storage and then finally, what we're 6 7 very excited about is another amenity that kind of goes unnoticed, but that's silence. We want people 8 to come in, shut the door and have silence, get away 9 from the city a little bit; because of that, we will 10 11 not have air conditioners in the windows, there will 12 be no air conditioner penetration in the wall; the 13 air conditioners are going to be in the living room and in the bedroom. I was looking around here hoping 14 15 this room could help me out, but that's not the case. 16 But every tenant, regardless of their income, will 17 have this amenity; it's also an incredible energy 18 efficiency amenity, but they'll be able to control 19 their thermometer all year round, cooling and heating 20 and again, with triple pane windows you will have silence, and that is critical to the tenant; we were 21 2.2 shaping these apartments based on respect for the 23 tenants, first and foremost. Every unit will also have a dishwasher, oak wood floors, no vinyl, no VOC 24 25 paint; there will be no new apartment smell, 'cause

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 24 that smell is actually not that good for you; there'll be no smell at all, which is the best thing possible, especially in areas like the South Bronx, which has a high asthma rate, especially among children.

7 Here's a quick rundown of our community educational summary. Again, going back to this no 8 9 square foot left unturned, we have the YMCA, we have the office space; you see the Grown New York City 10 11 farm; we actually have a day care, which was critical in the CD1 district statement of needs; they wanted 12 13 to have a day care; we'll have one in Building E. In 14 Building C this Music Has No Enemies program is a 15 music education program for kids of all ages, 0-130, and then of course the Bronx Net TV station; this 16 17 will be the second TV station to open; they are not 18 closing the Lehman College location, they're just 19 expanding, but it'll be a Today Show, SNY kind of 20 feel where you'll have broadcasts that can be seen 21 from the street; it'll be right on the corner; you 2.2 can see people behind you as they're broadcasting and 23 I think most importantly, they will be highlighting the South Bronx, they will be filming from that area 24

1SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND<br/>CONCESSIONS252and we think that is wonderful to start shining more3light on the South Bronx.

4 In terms of neighborhood benefits, we have committed to 35% of the construction force will 5 be from the Bronx and in partnership with all sorts 6 7 of City agencies and Council Member Salamanca's 8 office; Community Board 1, we will be identifying 9 them by hiring a community liaison starting this fall and continuing on through the duration of the entire 10 construction process. Of course, to the Chair's 11 12 point, we will be contracting a minimum of 30% of all 13 work to MWBE firms, and to give you an idea of the 14 size of that, phase 1 we're estimating to be \$350 15 million in total development cost, so that's at least 16 \$105 million from the first phase alone, minimum, 17 going towards MWBE firms, so we're very excited about 18 that; we will be committing to that and actually we 19 committed to it at the CB1 hearing, we said we would 20 have our feet held to the fire every three months, 21 starting in January of '17, if we break ground this 2.2 December, as we hope to do, and we will read through 23 the numbers and if we are failing in our goals we will hear it, but the point is, we're not just gonna 24

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 26 2 make these goals and then walk away, we really want 3 to be held accountable. 4 We'll also be holding monthly training seminars for the residential lottery process. 5 As many of you may know, this is a paper-heavy process, 6 7 even through of course to the City's benefit, they have digitized some aspects of it and I think that's 8 9 great, but tenants who are looking for affordable housing don't know how much paperwork they have to 10 11 bring and multiple interviews, it's hard on 12 everybody; you have to cancel work, you have to maybe 13 change a day care appointment, whatever it might be; we wanna be able to tell people -- one year after we 14 15 start construction, we're gonna have monthly seminars 16 on what it means to apply for affordable housing, so 17 that when that 60-day period comes out, we believe we 18 will have done the best effort possible to educate 19 anyone and everyone in applying for La Central. 20 This is the final -- just going back to the imagery here -- and we thank you again for your 21 2.2 time and we're happy to answer any questions you may 23 have. 24 CHAIRPERSON DICKENS: Thank you so much; 25 that was a great presentation. Mr. Marshall, I'd

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 27 like to hear something from you, and I'm very happy 2 3 by the way, I'd like the developers to know, that 4 there is a what, 37.5%... 5 MEREDITH MARSHALL: Yes. CHAIRPERSON DICKENS: MWBE ownership? 6 7 MEREDITH MARSHALL: Uhm-hm. Uhm-hm. CHAIRPERSON DICKENS: That, uhm very 8 9 good, because the equity-building is what's necessary, so I'm very happy that you were inclusive 10 11 of that, so (inaudible) ... [crosstalk] 12 MEREDITH MARSHALL: Right. So again, I'm 13 Meredith Marshall, Partner and founding member of BRP Companies. We're a fully integrated firm, so we have 14 15 development, construction, property management and 16 some financing units. But our interaction with this 17 project was from the beginning; some key points that 18 Aaron mentioned was the sustainability services, including the cogeneration plant, so our firm was the 19 20 first to develop a cogeneration plant in Central 21 Brooklyn and Bed-Stuy in the Bradford development; we 2.2 also are in Flushing Commons with Macedonia Plaza, 23 and Chair, we're in Central Harlem at the former Lafayette site with a cogeneration plant, so we 24 25 provide green options to low-income residents,

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 28
2	meaning that we provide electricity, cooling and
3	heating at a reduced rate to the tenants; we in fact
4	could charge the PUC rate, which what Con Edison
5	charges or Keyspan, but we charge a 5% reduction in
6	that, so it's passed on to the tenant.
7	In addition to that, we've helped
8	negotiate a 32BJ agreements in our Brooklyn site,
9	your site, the Lafayette site, and in this site; we
10	have a good relationship with Cal Bragg, who's our
11	point person, so the maintenance staff, the porters,
12	supers and security all will be 32BJ, and that
13	agreement should've been signed this morning or this
14	afternoon, but we were negotiating into late last
15	night, but we're in good stead with 32BJ.
16	And the final point is the MWBE plan.
17	Our firm is an MWBE plan; I'm a 50% owner; the other
18	owner is an African American as well and we will be
19	constructing Building B; we have a construction group
20	called BRP Construction Group; we will be
21	constructing Building B. In addition to that, we've
22	helped develop and are developing MWBE plans with
23	both HPD, EDC and various economic development groups
24	throughout the city, including Greater Jamaica
25	Development Corp. in Jamaica, where we have a large

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 29
2	development that will be coming before well it may
3	not be coming before you, but will be closing in
4	December. And so we help develop MWBEs from not only
5	a contract perspective, but also a capacity-building
6	perspective, because what we find is a lot of MWBE
7	firms don't have the sustainability to actually take
8	on larger projects, so we wanna work with smaller
9	firms in terms of subcontracting some of the larger
10	trades, so in case in one instance in the project
11	in your area, Madame Chair, we've had an electrical
12	contractor that may provide the low voltage to an
13	MWBE or contract the fire alarm system and we will
14	employ those methods for this project.
15	In addition to that, you know, we commit
16	to 30%, but why not 50%, so we'll be in earnest
17	trying to move those numbers up, but we have to find
18	competent MWBEs that can complete the job and that's
19	easier in some cases; in larger projects, quite
20	frankly, it's more of a challenge, but we're
21	committed to the 30%.
22	CHAIRPERSON DICKENS: Thank you so much.
23	Artie; do you have anything you wanna add? Alright.
24	The MWBE, although sometimes can be challenging, you
25	being one yourself, if you do not begin to assist the

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 30
2	MWBEs in increasing their capacity, then they will
3	never qualify and that's been my argument
4	historically, from 11 years in the City Council and
5	since I am an MWBE for 20 years prior to getting
6	elected, and so I commend this development for
7	participating and yes, I do see that that has always
8	been done.
9	Now Council Member Salamanca has some
10	questions that he wants to pose to you, but before he
11	does that, there's one clarity point I would like to
12	know. The HDFC, Artie; is that the 97 units for the
13	special needs? Is that the HDFC component?
14	ARTIE PEARSON: Yes, each of the
15	disposition areas are gonna be conveyed to an HDFC.
16	CHAIRPERSON DICKENS: Alright. And is
17	this PTAC [sic] units do I understand that these
18	are… What are these units?
19	AARON KOFFMAN: These are variable
20	refrigerant units; they're called VRFs or sometimes
21	called VRVs. I'm trying to they're probably about,
22	maybe 3 feet long; they install into the wall and
23	then they have two vertical lines that run up to the
24	roof, let's say and that's where the condensers are
25	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 31 2 CHAIRPERSON DICKENS: So from each unit 3 you'll ... each unit will have the condensers on the 4 roof? 5 AARON KOFFMAN: Yes or we can pull a number of them into one condenser so you don't have 6 7 this gigantic farm, but yeah [sic]... [crosstalk] 8 CHAIRPERSON DICKENS: And since you 9 talked about the utilities, the residents will be contracting with Con Edison? 10 AARON KOFFMAN: For their electric... 11 12 [crosstalk] 13 CHAIRPERSON DICKENS: Do they pay their own utilities, let me ask that first? 14 15 AARON KOFFMAN: They pay only their own electricity. 16 17 CHAIRPERSON DICKENS: Only their own 18 electricity. 19 AARON KOFFMAN: And since the VRF unit is 20 electric, we will be providing the heat, so there is 21 a system that's already been installed in several other affordable housing developments where the 2.2 23 monitor basically clicks over in the heating season and every time it heats the bill goes to the owner, 24 25 SO...

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 32 CONCESSIONS 2 CHAIRPERSON DICKENS: So it's central 3 heating in effect. AARON KOFFMAN: It is central heating and 4 central cooling; there's an air conditioner unit in 5 6 every room. 7 CHAIRPERSON DICKENS: But it's electrical. 8 9 AARON KOFFMAN: It's electric, but there's a meter switch that basically if it's air 10 11 conditioning, which it'll most likely be in the 12 summer months ... CHAIRPERSON DICKENS: Yes. 13 14 AARON KOFFMAN: they pay for that; if 15 it's heating, it comes to us; we pay for that. 16 CHAIRPERSON DICKENS: Alright. So then 17 when they're paying for it, and I heard something 18 that I believe you said or Meredith said about the ... 19 that they have their own thermostat ... 20 AARON KOFFMAN: That's right. CHAIRPERSON DICKENS: in their unit. Now 21 2.2 are their different zones within the apartment or is 23 it just the apartment they can set the temperature for or can they do it -- if there is four bedrooms, 24 can it be done by bedroom? 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 33 AARON KOFFMAN: Yes, if there are four 2 3 bedrooms, there'll be five units, right; there'll be 4 one unit in every bedroom and they're all 5 independently run, plus the one in the living room. CHAIRPERSON DICKENS: 'Cause that saves a 6 7 little money. 8 AARON KOFFMAN: Sure does, yeah, of 9 course. CHAIRPERSON DICKENS: Uhm-hm. Uhm-hm 10 11 [inaudible]. And what type of outreach will be done and will there be local preference for community 12 13 board -- those who reside within the local community 14 board? 15 AARON KOFFMAN: And you're saying Community Board 1 preference for residents, for ... 16 17 [crosstalk] 18 CHAIRPERSON DICKENS: Whatever ward it is; will there be a preference for two things -- one, 19 to get jobs ... that's number one, construction 20 21 opportunities; two, is there going to an educational 2.2 component, a training component and three, will there 23 be a community board preference for application process through the lottery system? 24 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 34
2	AARON KOFFMAN: So maybe I'll take your
3	last… [crosstalk]
4	CHAIRPERSON DICKENS: In other words,
5	some of them require that 15% within that community
6	board; is there such a thing in this one?
7	AARON KOFFMAN: Yeah. So I'll send it
8	over to HPD for the residential lottery portion
9	[crosstalk]
10	CHAIRPERSON DICKENS: Okay.
11	AARON KOFFMAN: but for the workers So
12	I think first and foremost we will have a community
13	liaison similar to what was done at Yankee Stadium,
14	in fact we're looking at that firm, so that they will
15	identify local businesses, both in CB1 and in the
16	Bronx more generally, and then B, they're on-site so
17	that they can come in and be interviewed
18	CHAIRPERSON DICKENS: Is there a training
19	component attached to that, one, and are purchases
20	going to be done with the local businesses in the
21	area? In other words, are you gonna buy your
22	supplies from the local businesses in the area so
23	that they can increase their capacity?
24	
25	

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 35 2 AARON KOFFMAN: That's our preference. 3 We need to identify how many firms are actually in 4 CB1, but yes... [crosstalk] 5 CHAIRPERSON DICKENS: Well I would suggest you ask Council Member Salamanca's office to 6 7 assist you with that. 8 AARON KOFFMAN: That's a great 9 suggestion. No, I think it's just evolving and so of course that's what we plan on doing; we also want to 10 11 identify the community liaison as well and get that 12 firm in place. But of course, if we can buy locally 13 and hire locally, we will do that. Even if there 14 might be a bit of a premium, our goal is to empower 15 the South Bronx. CHAIRPERSON DICKENS: And is there a 16 17 training component; that you haven't answered yet? 18 AARON KOFFMAN: We've been talking about 19 a training, as we totally can [sic] and we haven't 20 come up with a formal plan, but I think that's our 21 qoal this fall is to come up with one; we're happy to 2.2 present that back to the Council. 23 CHAIRPERSON DICKENS: I would like to see [inaudible]... [crosstalk] 24 25 AARON KOFFMAN: Of course.

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 36
2	CHAIRPERSON DICKENS: to Council Member
3	Salamanca.
4	AARON KOFFMAN: We've kicked around one
5	idea of having a project management, like
6	apprenticeship program through the construction,
7	possibly with Hostos College and
8	CHAIRPERSON DICKENS: That's a great
9	idea.
10	AARON KOFFMAN: Yeah and to really see
11	what it means to be a project manager on the job for
12	those who are really interested and so we're going to
13	explore that, but I think we all agree that's a great
14	idea.
15	CHAIRPERSON DICKENS: 'Cause I like
16	training components to be a part of developments and
17	construction sites.
18	AARON KOFFMAN: Of course.
19	CHAIRPERSON DICKENS: Alright. Artie,
20	you were gonna tell me about the lottery system,
21	please.
22	[background comments]
23	ARTIE PEARSON: Okay. Or Ted will
24	answer.
25	
SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 37 CONCESSIONS TED WEINSTEIN: Okay. As with all 2 3 projects that are done through our programs, this 4 will be subject to ... 5 CHAIRPERSON DICKENS: Ted, you wanna give your name (inaudible)? 6 7 TED WEINSTEIN: Sure. Ted Weinstein; I'm Director of Bronx Planning for HPD. 8 9 CHAIRPERSON DICKENS: Thank you. TED WEINSTEIN: As with all projects that 10 11 go through our programs, this will be subject to our 12 marketing requirements and HDC's; in this particular 13 case, it would be actually supervised by the HDC 14 marketing office working with us; just basically, 15 what happens, when the project is about -- and in this case it will be by phases -- approximately two-16 17 thirds done, they have to submit a marketing plan to 18 the office that's supervising it, including where 19 it'll be advertised; they will be notifying the 20 community board, they'll advertise in some 21 newspapers, but one of the requirements is that 2.2 there'll be 50%, at least 50% of the units, 23 preferences given to people from within that community district, Community District 1. 24 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 38
2	CHAIRPERSON DICKENS: And what about the
3	commercial space; will that also have a minimum
4	percentage to allow local small businesses to be able
5	to rent commercial space there?
6	TED WEINSTEIN: There isn't a requirement
7	for that, but we certainly encourage them to do that,
8	to reach out, you know work with the local business
9	improvement district, and any other sources in terms
10	of finding businesses that are looking for space.
11	CHAIRPERSON DICKENS: And you're
12	budgeting a part of the underwriting; have you set an
13	approximation for what the per square footage costs
14	would be; that's number one? Will it be just a wall
15	that will be provided and will there be an assistance
16	for allowance for build-out?
17	TED WEINSTEIN: Do you (inaudible)? [sic]
18	JONATHAN BUETTLER: My name is Jonathan
19	Buettler; I'm the Director of Mixed Income Programs
20	at HPD. In the current underwriting that we've been
21	working on with the development team, there are costs
22	associated with the core and shell of those
23	commercial spaces that hasn't been proposed yet; that
24	would be subject to the development team's agreement
25	with those local tenants. During the RFP process we

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 39
2	have worked with the development team to design the
3	project in a way where the ground floor plan will
4	include smaller spaces, which will be more attractive
5	to local or smaller businesses as opposed to some of
6	the more big box retail that could be found on a site
7	of this size.
8	CHAIRPERSON DICKENS: Will there be
9	for those small businesses, even though they have a
10	smaller per square footage; in order to… because when
11	they get the core and shell, sometimes it's a
12	hardship for them to do build-out; will there be an
13	allowance made where maybe they one month rent is
14	forgiven, etc.; are you willing to entertain anything
15	like that on behalf of Council Member Salamanca? To
16	allow the small businesses to really partic
17	AARON KOFFMAN: Yes, ma'am.
18	CHAIRPERSON DICKENS: because when
19	they're given a core and shell, sometimes it's very
20	difficult for them to do the build-out.
21	AARON KOFFMAN: We agree. We actually
22	already have that in the budget; we have a tenant
23	improvement, sort of landlord work; it's in the
24	budget now; I cannot remember what the number is; I
25	wanna say it might be \$30 per foot, which is in

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 40 accordance with what we see in the marketplace; we 2 wanna bring it to a vanilla box so you'll have some 3 4 -- depending on who it is, 'cause every user is a little bit different, so there will be obviously a 5 bathroom already installed, 'cause that's required 6 7 for TCO, HVAC systems will already be preinstalled, security system will be preinstalled and it's just a 8 9 matter of devising walls, just based on who those tenants are. We won't really see those tenants come 10 11 to fruition I think until we're in construction and 12 there's some interest there. But we get it that you 13 can't just leave people hanging. I will say, just real quickly, I'm sorry, is that you know the retail 14 15 space is critical, no question about it; the success of the underwriting does not depend on getting every 16 17 last dollar and so where we can do mom and pop, 18 that's what we're looking for; we're looking to extend -- although there are a number of (inaudible) 19 20 tenants at 3rd Avenue, we want to extend that 21 locally-owned business down Westchester and if it 2.2 means that we have to be flexible on rent, we will do 23 it. We think that's critical to the success (inaudible) ... [crosstalk] 24

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 41 2 CHAIRPERSON DICKENS: Now when you say security; does that include the gates? 3 4 AARON KOFFMAN: We haven't gotten into the minutia, but I will say Hudson, on all their 5 other affordable housing jobs, we actually provide 6 7 rolling gates on the inside of the window; not the 8 outside, 'cause no one wants that steel wall. So it 9 would be on the inside and we always provide that at our cost and then we turn it over to the landlord. 10 11 MEREDITH MARSHALL: Yeah, I'm gonna talk about some of the local tenants. What we've done in 12 13 Harlem, in particular, with Noble Strategy, Harlem Gynecology, Hundred Black Men [sic], Franz Florist; a 14 15 lot of these firms have additional build-out 16 requirements beyond say \$30, maybe \$70 or \$100, so we 17 invest in the tenant, so we built out the space and 18 we added... we amortize it in the lease over 10-15years, so we sort of share the risk; if they blow up 19 20 and you know, do well (inaudible) ... [crosstalk] 21 CHAIRPERSON DICKENS: Then you share in 2.2 the loss. 23 MEREDITH MARSHALL: but if they ... we share in the loss, but you know, we've lost probably Noble, 24 25 but then another group took it over, so it's really

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 42 CONCESSIONS an investment in the community and it's proven to be 2 3 successful because again, they can pay the rent, they 4 just can't pay the capital build-out costs. CHAIRPERSON DICKENS: What's it 5 approximately, percentage, in amortization on the 6 7 lease when you do that? 8 MEREDITH MARSHALL: So instead of say \$30 9 rents, you're at \$34 for a 10-15 year lease; nothing outrageous, but it provides ... it's a back door way to 10 finance small businesses. 11 12 CHAIRPERSON DICKENS: Yes. Alright. 13 Thank you so much; I'm gonna ask Council Member 14 Salamanca before I throw it open to my colleagues. 15 COUNCIL MEMBER SALAMANCA: Thank you, 16 Madame Chair. First I would like to thank the land 17 use team here in Council; they were very diligent in 18 helping us get to some type of agreement here. When 19 I came onboard and I met with your team, I don't 20 believe there was any 30% AMI as part of this project 21 and that was something that I was very adamant about. 2.2 Just wanna go over the numbers so we can 23 just be on the record in terms of the 30% AMI for the buildings. We agreed that Buildings A and B will 24 have 10% of the units would be at 30% AMI, which my 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 43 understanding, if my math serves me right, that's 50 2 3 units? 4 AARON KOFFMAN: We'll give you that extra unit, but yeah, 49, but we'll take (inaudible) ... 5 COUNCIL MEMBER SALAMANCA: (inaudible), 6 7 yeah. AARON KOFFMAN: Yes, 10%, absolutely. 8 9 COUNCIL MEMBER SALAMANCA: Alright. I just don't see a breakdown here in terms of how many 10 11 units will be at 30% AMI for Building A and Building 12 Β. 13 AARON KOFFMAN: I think just because 14 everything happened so fast, honestly since 15 yesterday, and we have to just coordinate with HPD; I 16 think you'll have that probably by the end of the day 17 or early tomorrow. 18 COUNCIL MEMBER SALAMANCA: Awesome. And 19 then in Building C and Building D we agreed that 26 units will be at 30% AMI and 7 units will be at 40% 20 21 AMI. 22 AARON KOFFMAN: Building C and E will be 23 at 26... yes, that's right, C... [crosstalk] 24 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 44 2 COUNCIL MEMBER SALAMANCA: C... I'm sorry, 3 yeah, C and E. Okay. So that gives us a total of 83 4 buildings at 30 and 40% AMI. Yes. 5 AARON KOFFMAN: Yes. COUNCIL MEMBER SALAMANCA: Okay. 6 Mv 7 other question, in terms of Building D; just wanna 8 confirm that the construction of that building will 9 be at prevailing wages? AARON KOFFMAN: Yes. 10 11 COUNCIL MEMBER SALAMANCA: Yes. Alright. Awesome. 12 And then my last concern that I had is 13 security; I'm working with the Mayor's Office, I'm 14 working with the local community residents and 15 community leaders; not to far from you I'm having 16 issues of heroin and opioid use; it's spilling out to 17 the streets; I'm working with my local police 18 department, but I'm concerned in terms of the open 19 space that you have there; I'm concerned that that 20 would be used as a hangout spot, so I just wanna get 21 a commitment that you will have 24-hour manned 2.2 security there; not to mention the surveillance 23 cameras; that you'll have staff, in the building in this facility. 24

25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 45 AARON KOFFMAN: Yeah. So we understand 2 3 that that's an issue and we certainly don't want it 4 to develop in La Central, so yes, we have committed to 24-hour on-site staffing for security; we also 5 have the ability to close gates that we've already 6 7 designed to seal off the courtyard and when we do 8 that, I believe there's some flexibility there; if 9 we've secured the facility, then I think there's some flexibility on that on-site staffing, but there is 10 11 24-hour on-site staffing planned for the courtyard. 12 COUNCIL MEMBER SALAMANCA: Alright. 13 Also, there's gonna be a skateboard park; I want to ensure that it's gonna be open and closed, very 14 15 similar to the way Parks Department operates ... 16 AARON KOFFMAN: Yeah. 17 COUNCIL MEMBER SALAMANCA: sunrise and 18 sundown. 19 AARON KOFFMAN: Confirmed. 20 COUNCIL MEMBER SALAMANCA: Awesome. 21 Alright. Awesome. Well thank you, Madame Chair. 2.2 CHAIRPERSON DICKENS: Thank you so much, 23 Council Member. I'm now going to ask my colleagues, Council Member Treyger. 24

25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 46 2 COUNCIL MEMBER TREYGER: Thank you, Chair 3 Dickens. And I also wanna commend my colleague, 4 Council Member Salamanca; I think it really shows how his great experience as a community board district 5 manager and being a very vocal and active presence in 6 7 his community has really paid dividends moving this 8 project along and improving it along the way, so I 9 wanna give a tremendous shout-out to my colleague Council Member Salamanca for his outstanding work and 10 11 of course the Chair and her support and the land use 12 staff and to all the people involved. 13 I just have a couple of questions I wanted to make sure I ... I represent the neighborhood 14 15 of Coney Island and we have some similar discussions 16 underway with regards to what the future of Coney 17 Island's gonna look like and the South Bronx has some 18 similarities (inaudible) the neighborhoods we serve. First off, I'm very glad to hear that 19 20 32BJ is a part of this project, that's critical; I 21 myself am a proud former union member and I truly 2.2 support... big supporter of unions. The question I had 23 is that you mentioned the maintenance staff, the porters, everyone will be 32BJ; is there a commitment 24 25 to have a job fair or a job recruitment effort to

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 47 CONCESSIONS hire local residents from the South Bronx to join 2 3 32BJ? AARON KOFFMAN: Yeah, it's our preference 4 to actually hire from the South Bronx and then 5 basically open it up to 32BJ for their memberships. 6 So yes, we will have those job fairs; we think a 7 8 building is actually better run when the staff in the 9 building are from the neighborhoods, so if something does go wrong; let's say the porters can rush over 10 11 and get there quickly, and also they already know the neighborhood. So yes, in absolute terms, we will 12 have a fair available. 13 14 COUNCIL MEMBER TREYGER: Right; I think 15 that would be a great event, Councilman Salamanca, to 16 have with your office; I'm sure it's already planned 17 already to make sure that those residents are not 18 just witnesses to this project, but active 19 participants in it as well and we did hear that there 20 is a commitment to hire locally; is that correct as well; will there be local residents, as far as the 21 2.2 construction of the project or? 23 AARON KOFFMAN: Yeah. Yeah, of course. Yeah. Again, where we can do local we will do local 24 25 and we will have our feed held to the fire at the

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 48 CONCESSIONS community board level and obviously with Council 2 3 Member Salamanca. So yes, of course. 4 COUNCIL MEMBER TREYGER: 'Cause I'm sure there's many skilled, gualified residents in the 5 South Bronx that would love to be a part of this 6 7 project. 8 With regards to the YMCA, I want you to 9 know off the bat I'm truly grateful for the Y; the Y is a great institution; one of the areas of concern 10 11 that I've had, just speaking personally from my 12 community, is making sure that the affordability 13 scale actually reaches the residents of the South Bronx that live there today. Sometimes we see 14 15 projects in the City of New York that are done to somehow accommodate a community that it will be 20 16 17 years from now or 30 years from now, but our job as 18 elected officials is to represent the people that are 19 there today. So how do we make sure that the 20 residents of the South Bronx today, those people who 21 live here right now, will have access and will be able to afford the YMCA, because there was a 2.2 23 misconception in the Coney Island project; some residents -- and this happened before my arrival; I 24 was not the councilman at the time when this was 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 49 CONCESSIONS negotiated, but my colleague, you should just be 2 3 aware that there was a perception in the Coney Island 4 community that the YMCA is completely free and that is not the case; there is a fee to join and in many ... 5 some of my residents particularly who live in NYCHA, 6 7 they have complained and expressed their concerns 8 repeatedly about affordability. So what does the 9 affordability scale look like for this YMCA and how do we make sure that all residents will have 10 11 affordable access to this site? 12 AARON KOFFMAN: Our partner, Paul Custer 13 is here actually, if he can raise his hand; although he's not testifying, he's a Senior Vice President at 14 15 the YMCA of Greater New York. So the YMCA has been a 16 partner with us since we started designing in the 17 competition 3 1/2 years ago and have stated 18 repeatedly that nobody will be denied membership 19 based on income. Now I've never heard it being free, 20 so I don't know where that misconception came in 21 Coney Island, but we've always been operating under 2.2 some amount of fee for every person; however, that 23 fee would be a sliding scale; I don't know if that's the right term, but it would be I think proportionate 24 25 to their income and I think if it's beneficial, maybe

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 50
2	perhaps the YMCA cold draft I think what the plan is,
3	because I don't have it written down here, but the
4	goal is that no one will be denied, regardless of
5	their income.
6	CHAIRPERSON DICKENS: Council Member, I'm
7	just gonna inter…
8	COUNCIL MEMBER TREYGER: Yeah.
9	CHAIRPERSON DICKENS: interrupt; that's
10	an excellent question and I would like Council Member
11	Salamanca to get something in writing from the Y that
12	so states it, because the fees are high at the Y and
13	so I would like him to have something in writing that
14	says it'll be on if sliding scale is not the
15	correct term whatever it is, based upon maybe the
16	AMI that they're residing at or how is it gonna be
17	done for the area residents? I apologize, Council
18	Member.
19	COUNCIL MEMBER TREYGER: Sure. Look,
20	this is a very important This is a major achievement
21	on the part of the councilman; I just wanna make sure
22	that we learn from each other best practices, because
23	here again, I wasn't the councilman at the time when
24	it was negotiated for Coney Island, but I have to be
25	honest with you; I've heard a number of concerns

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 51 raised by my constituents about affordability and 2 3 again, we were told it's gonna be a community center 4 and so some folks think that you walk in, it's a free 5 service; it's not, especially when you have the Parks Department recreational centers that charge \$25 for 6 7 the whole year compared to some centers that charge 8 \$60 a month and for a family that maybe has \$9,000 a year or \$10,000 a year of income, that's either, you 9 know, paying for a critical service in their home or 10 11 paying a fee for a community center. I will tell you 12 that some people were told they couldn't go in 13 because they couldn't afford to pay the fee and so I just wanna make sure that this is a resource to the 14 15 South Bronx that's affordable, accessible to all and I would certainly urge, recommend -- by the way, I do 16 17 wanna note that in reviewing the notes of the HPD 18 hearing when it did concern Coney Island, there were 19 things in writing with regards to children having 20 these cards that they could get free access, and I do 21 know that the YMCA in some neighborhoods has certain 2.2 hours; it's called the "Strong Kids Program" where 23 certain hours after school are for free, but it's not all day and it's for certain ages. But when you have 24 someone who is maybe 25, 30 years old looking to 25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 52
2	maybe after work use the Y services, you know they're
3	asked to pay. So I just wanna again just make sure
4	that this is a great resource that's affordable and
5	accessible to all and I think that something in
6	writing to my colleague I think will be very helpful.
7	Thank you. Thank you, Chair.
8	CHAIRPERSON DICKENS: Excellent question,
9	considering that the Harlem Y, which charges about
10	\$800 a year when I went in because I wanted to use it
11	for exercise for weight reduction; in order to get it
12	for \$650 a year I had to coerce six of my friends to
13	come in and join at \$650 a year in order so I could
14	get it to \$650 myself, so I think it's a great
15	question. Council Member Cohen.
16	COUNCIL MEMBER COHEN: Thank you, Chair
17	Dickens. You know first I wanna say; it is my
18	understanding, I believe, that this lot has been
19	vacant in excess of 30 years, Councilman Salamanca's
20	been in office for 10 minutes and suddenly we're
21	getting 900 units of affordable housing, so my hat is
22	off to him; I think that and I really don't think
23	it would be but for his commitment, so that's great.
24	My questions I think are really related
25	to HPD as opposed to the specifics of this project,

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 53
2	but I like this sheet here I think is very
3	helpful, the affordable, but I'm wondering if, in
4	terms of is there a chart or do you have the data
5	and I think it would be helpful in the future just a
6	general like in Building A, 19 units are gonna be
7	at 30% of AMI, but like 30% of units 30%, if they're
8	all studios versus four bedrooms, that's significant;
9	is there like a… like do you… is there data like on
10	the square footage at the 30% and the square footage
11	that's at
12	[background comments]
13	CHAIRPERSON DICKENS:negotiated and got
14	that increased. So I just wanted to note that the
15	affordability distribution page that you're looking
16	at, those numbers have changes significantly based
17	upon his tenacious spirit to get these numbers
18	increased.
19	COUNCIL MEMBER COHEN: Yeah, absolutely;
20	I think from the testimony there was no 30%
21	affordability before… yes. And again, it's not
22	really specific to this project, so that's why I'm
23	kinda directing it at HPD, but 30% of the units are
24	not not all units are created equal and that's why
25	it would be helpful I think for us to know in

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 54
2	general, if that data's available if it could be
3	produced.
4	AARON KOFFMAN: Sure. So we've been
5	working with the development team to accommodate the
6	request for the 30% of AMI units and as with all of
7	our projects, when there's multiple income tiers we
8	try to have the bedroom distribution be
9	representative of the entire project so that not one
10	income tier is scaled towards one type of unit size,
11	etc.; that they're reflective of all the unit sizes
12	within the building.
13	COUNCIL MEMBER COHEN: So in this
14	particular case, in Building A, of the 19 units, some
15	are studios, some are 1-bedroom, some are 2-bedrooms;
16	the whole
17	AARON KOFFMAN: Yes.
18	COUNCIL MEMBER COHEN: That's great.
19	Again, I would just say to HPD that I think it would
20	be helpful in the future if you know we have two
21	good pages; if we had one more page that either
22	reflected like the affordability by square footage or
23	maybe by bedrooms, I think that that would give us a
24	great, you know, just a more accurate sense of the
25	distribution of affordable units. Thank you.

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 55 AARON KOFFMAN: Yeah, sure. And just to 2 3 go quickly to answer the size question is roughly about 550 sq. ft. for a studio, 750 for a one; 950 4 for a two, 1150 for a three and 1350 for a four, on 5 average, we've got some awkward units there, but ... and 6 7 of course meeting HPD's new design standards as well, 8 so I think they're generously laid out. 9 COUNCIL MEMBER COHEN: That's great. Thank you. 10 11 CHAIRPERSON DICKENS: Are there any other 12 questions from my colleagues? Are there any members 13 of the public wishing to give testimony? Bryant Brown ... hi Bryant; how are you; would you like to come 14 15 up and say a few words? Please approach the table 16 and give your name. 17 [background comments] BRYANT BROWN: Good afternoon Council 18 19 My name is Bryant Brown and I am here Members. 20 testifying on behalf of SEIU 32BJ. I would like to 21 first begin by also commending Council Member Salamanca as well as Chairperson Dickens; thank you 2.2 23 all again for the opportunity to testify before you. 32BJ is the largest property service 24 union, representing 7,000 building service workers 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 CONCESSIONS 56 across the city and 145,000 nationwide. 32BJ members 2 3 maintain, clean and provide security services in schools, commercial and residential, both market rate 4 and affordable buildings all across the five 5 boroughs, including at projects like La Central. 6 7 I am here today to speak in support of this project because the development team has 8 9 committed to providing the community with good quality, permanent building service jobs and much-10 11 needed affordable housing. The city has an 12 affordable housing crisis; SEIU 32BJ has always had 13 the position that we cannot simply build our way out 14 of this problem, as long as there are hardworking 15 people earning too little to afford the rising 16 housing costs, families are going to continue getting 17 priced out of their homes and this crisis will 18 continue. Considering the fact that the poverty rate in the Bronx is over 30%, the highest of any borough 19 20 in the city, it is essential that we encourage 21 developers to provide affordable housing and high quality jobs; projects like La Central can provide 2.2 23 both; this is why we support the La Central development; this is a well-rounded project that 24 includes over 900 units of affordable housing, 25

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND 1 57 CONCESSIONS including supportive housing as well as community and 2 retail space. Also, and importantly, the developers 3 are committed to creating good building service jobs 4 5 that pay families sustaining wages and benefits; these are the types of jobs that have allowed 6 7 building service workers to support their families in the Bronx and to continue calling New York City home. 8 For these reasons we urge the City Council to support 9 this project; it is not only good for the local 10 11 community and all New Yorkers in need of good jobs 12 and affordable housing, but it also sets a strong 13 precedent for new developments across the city by demonstrating that good jobs and affordable housing 14 15 are not mutually exclusive and must in fact go hand 16 in hand. Thank you. 17 CHAIRPERSON DICKENS: Thank you so much, 18 Mr. Brown and I'm very happy that Council Member Salamanca was able to negotiate that in, so when you 19 speak to Kyle and the membership, let them know that 20 you had a very strong advocate in Council Member 21 2.2 Salamanca. 23 Are there any other members of the public wishing to give testimony? Seeing none, I will now 24

close the public portion of this hearing; I will now

25

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 58
2	couple Land Use Items 448 through 452 for a vote to
3	approve. I note for the record that the applications
4	we are voting on today have the full support of
5	Council Member Salamanca and my support as well. I
6	will now call on my counsel to call the roll on a
7	vote to approve.
8	COMMITTEE COUNSEL: Vote to approve Land
9	Use Items 448, 449, 450, 451, and 452. Chair
10	Dickens.
11	CHAIRPERSON DICKENS: Aye on all.
12	COMMITTEE COUNSEL: Council Member Cohen.
13	COUNCIL MEMBER COHEN: Aye.
14	COMMITTEE COUNSEL: Council Member
15	Treyger.
16	COUNCIL MEMBER TREYGER: Aye.
17	COMMITTEE COUNSEL: The vote on Land Use
18	Items 448, 449, 450, 451, and 452 is approved by a
19	vote of 3 in the affirmative, 0 in the negative and 0
20	abstentions.
21	CHAIRPERSON DICKENS: Thank you. I would
22	like to thank the members of the public, my
23	colleagues, my counsel and land use staff for
24	attending today's hearing and I want to say
25	congratulations to Council Member Salamanca on such a

1	SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 59
2	phenomenal, phenomenal development and I wanna thank
3	the development team for putting together such a
4	project, and of course I wanna thank HPD, who
5	sometimes doesn't have such a great relationship with
6	the Council Members. This meeting is hereby
7	adjourned.
8	[gavel]
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## 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 \_\_\_\_\_ September 12, 1016