CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

SUBCOMMITTEE ON ZONING

AND FRANCHISES

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November 1, 2016 Start: 10:18 a.m. Recess: 2:39 p.m.

HELD AT: Council Chambers - City Hall

B E F O R E: Donovan J. Richards

Chairperson

COUNCIL MEMBERS:

Daniel R. Garodnick Jumaane D. Williams Antonio Reynoso Ritchie J. Torres Vincent J. Gentile

Ruben Wills

Madelyn Wils President and CEO of Hudson River Park Trust

Carolina Hall
Department of City Planning

Richard Cook Architect

Michael Sillerman
Land Use Attorney with Kramer Levin

James (Jim) Caras General Counsel and Director of Land Use at Manhattan Borough President's Office

Tobi Bergman Chair of Community Board Two Manhattan

David Gruber
Past Chair of Community Board Two Manhattan

Charles Anderson
Deborah Glick's Office

Evelyn Conrad Land Use and Zoning Lawyer

Andrew Berman
Greenwich Village Society for Historic
Preservation

Anita Isola Greenwich Village Society for Historic Preservation

Allison Tupper Sierra Club NYC Group

David Juracich Friends of Hudson River Park

Joshua Rahn Friends of Hudson River Park

Pam Frederick Hudson River Park Trust Board Member

Tony Simone Friends of Hudson River Park

Katherine Salyi [sp?]
Friends of Hudson River Park

Katherine Schoonover Washington Street resident

Karen Mongello [sp?]
Sierra Club NYC Group

Zack Winestine
Greenwich Village Community Taskforce

Barry Benepe

Bill Bialosky
Downtown United Soccer Club

Mike Novogratz Chair of Friends of Hudson River Park

Susanna Aaron Friends of Hudson River Park

Connie Fishman Friends of Hudson River Park

David Amsterdam
Friends of Hudson River Park

Marcy Benstock Clean Air Campaign

Melvin Stevens

David Seal Manhattan Celtic League

Carin Ehrenberg
Greenwich Village Little League

Michelle Siwaylan [sp?]
Real Estate Board of New York

Ken Daniels

Andrew Zelter
Downtown Little League

Dan Miller
Pier 40 Champions

Ellen Baer Hudson Square Business Improvement District

Brian Brown SEIU 32 BJ

Patrick Yacco Friends of Hudson River Park

Mark Cheever Friends of Hudson River Park

Miguel Acevedo Fulton House Tenant Association President

Jill Hennacamp [sp?] Pier 40 Champion

| 2  | CHAIRPERSON RICHARDS: Alrighty, we're                 |
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| 3  | going to begin. Good morning. I'm Donovan Richards    |
| 4  | chair of the Subcommittee on Zoning and Franchises.   |
| 5  | We are joined today by Council Members Corey Johnson  |
| 6  | Antonio Reynoso, Ritchie Torres, Vincent Gentile,     |
| 7  | Steve Levin. Today we have six items for our          |
| 8  | consideration. We are first going to take votes on    |
| 9  | several items that were laid over from past meetings  |
| LO | before we move on to a hearing on 550 Washington      |
| L1 | Street application. We're going to lay over the       |
| L2 | Lamburg Houses application, Land Use items number 48. |
| L3 | through 488, and the 95 Horatio Street application,   |
| L4 | Land Use number 479 until the next regularly          |
| L5 | scheduled meeting. We will now move onto a vote on    |
| L6 | several items. We are modifying three applications    |
| L7 | today. So I will describe the modifications we will   |
| L8 | be recommending on each. We will be modifying the     |
| L9 | 141 Willoughby Street application, Land Use Number    |
| 20 | 472 through 474 by reducing the maximum permitted     |
| 21 | floor area ratio allowed on the property from 18 to   |
| 22 | 15 FAR. A maximum of nine FAR would be permitted as   |
| 23 | residential. These changes would reduce the overall   |
| 24 | density of the project to make it more consistent     |

with the surrounding zoning in downtown Brooklyn

1 SUBCOMMITTEE ON ZONING AND FRANCHISES while still allowing for development of significant 2 3 affordable housing and office space in the building. 4 6 7 8

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Secondly, we will be voting to modify Land Use items number 495 and 496, the Concourse Village West rezoning to add the Mandatory Inclusionary Housing Option One instead of the proposed Option Two. Option One would require that 25 percent of the residential floor area be affordable to families making an average of 60 percent of the area median income. Third, we will also be voting to modify Land Use item number 497 through 500, 1932 Bryant Avenue to allow for 6,000 square feet of additional residential floor area on parcel nine. This additional residential floor area would be offset by reducing the community facility and commercial space on the parcel. additional residential floor area would allow the applicant to provide additional units at 80 percent of the area median income. With these modifications, Council Member Salamanca supports both the projects

in his district. I will let Council Member Levin now make a statement on the Willoughby application before we vote.

COUNCIL MEMBER LEVIN: Thank you very much, Chair Richards, members of the Subcommittee and

to address all the community needs and concerns that

We want to encourage that and allow that to thrive,

that I think is a good thing. And honestly, if

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somebody else wants to move forward on an analogous
project or a project along these lines in downtown

4 Brooklyn, then that would mean that they would be

5 reducing their as-of-right residential FAR, and

6 that's not such a bad thing. I think that it's a

7 good outcome, and I look forward to seeing more mixed

8 use projects in downtown Brooklyn and making it a

9 thriving downtown that will be looking forward to the

10  $21^{st}$  century and understanding what our economy is

11 going to be looking like for the next hundred years

12 and what a real thriving mixed use downtown could

13 potentially look like. So I want to thank my Chairs,

14 Donovan Richards and David Greenfield for your

15 support throughout this process, as well as I said,

16 the Land Use Division and the Speaker of the City

17 Council, Melissa Mark-Viverito, as well as members of

18 the Administration and the applicants. And thank you

19 | very much for the courtesy.

CHAIRPERSON RICHARDS: Thank you, Council Member Levin. I'll acknowledge we've been joined by Land Use Chair David Greenfield. We've also been joined by Council Member Wills. Alrighty, are there any remarks from any Subcommittee members on any of

25 these issues? Okay. Seeing none, I will now call a

| 1  | SUBCOMMITTEE ON ZONING AND FRANCHISES 13             |
|----|--|
| 2  | vote to approve Land Use item number 472, 473, 474,  |
| 3  | 495, 496, 497, 498, 499, and 500 with the            |
| 4  | modifications I just described. Council, please call |
| 5  | the roll.  |
| 6  | COMMITTEE COUNSEL: Chair Richards?                   |
| 7  | CHAIRPERSON RICHARDS: I want to say                  |
| 8  | congratulations to both Council Member Salamanca and |
| 9  | also to Steve Levin on two great projects in their   |
| 10 | district, and for their leadership with that, I vote |
| 11 | aye.   |
| 12 | COMMITTEE COUNSEL: Council Member                    |
| 13 | Gentile?   |
| 14 | COUNCIL MEMBER GENTILE: I vote aye.                  |
| 15 | COMMITTEE COUNSEL: Council Member Wills?             |
| 16 | COUNCIL MEMBER WILLS: I vote aye.                    |
| 17 | COMMITTEE COUNSEL: Council Member                    |
| 18 | Reynoso?   |
| 19 | COUNCIL MEMBER REYNOSO: I vote aye.                  |
| 20 | COMMITTEE COUNSEL: Council Member                    |
| 21 | Torres?  |
| 22 | COUNCIL MEMBER TORRES: I vote aye.                   |
| 23 | COMMITTEE COUNSEL: By a vote of 5 in the             |
| 24 | affirmative, 0 in the negative and 0 abstentions,    |
| 25 | Land Use items 472, 473, 474, 475, 476 sorry, 495,   |
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496, 497, 498, 499, and 500 are approved with modifications and referred to the Land Use Committee.

CHAIRPERSON RICHARDS: Thank you.

Alrighty. Congratulations. We will now move on to Land Use item number 506, 507, 508, 509, 510, and 511 relating to 550 Washington Street in Council Member Johnson's district. The actions are a zoning text amendment filed by the Department of City Planning as an applicant to create the Special Hudson River Park District as well as five actions filed by SJC33 Owner 2015 LLC, the developer. Those actions are a zoning map amendment, a zoning special permit under proposed text, and three special permits related to parking. Approval of these actions would facilitate the transfer of development rights from pier 40 in the Hudson River Park to the development site known as the Saint John's Center which would be redeveloped with up to five buildings containing approximately 1,711,000 square feet of floor area with a mix of commercial and residential uses. I will now call up our first panel. Alrighty. Madelyn Wils-- did I say it right-- yes, Hudson River Park Trust; Carolina Hall, Department of City Planning. And before we

2 begin, I will go to Council Member Johnson for a

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COUNCIL MEMBER JOHNSON: Thank you, Chair Richards, for holding this hearing today. Thank you to Chair Greenfield as well. This application that we're looking at today, 550 Washington, regarding the Saint John's Terminal and pier 40 has a lot of moving parts, from affordable housing and air rights transfers to preservation and the creation of the Hudson River Park Special District. The challenges facing all parties involved in this ULURP application include producing an application that funds the urgently needed repairs to pier 40, providing desperately needed affordable housing for New Yorkers across a range of incomes, mitigating the project's impacts and achieving a design that weaves this development into the surrounding neighborhood. fellow west side elected representatives and I laid out many of our concerns we have about this application during the review process thus far. Our concerns include but are not limited to the amount of parking proposed, the size and income levels of the affordable units, the proposed layout of open space and the size of new retail. I look forward to

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discussing many of these items today, an while I thank the applicant for the changes they have already made in response to the comments received, and it's vital that we ensure that we are not flooding our streets with cars, are providing useful welcoming open space, and that the businesses we welcome to the project serve the community, and above all that the park funding is secure. Now that the application has been reviewed by City Planning, the local Community Board and the Borough President, it is time for the City Council to do what we can to address the issues that remain and ensure that this project works for the local community. It is my hope that over the coming weeks we can resolve the outstanding issues with this application. There has also been a new question that has emerged recently that I look forward to getting into during today's discussion about a potential scenario that would involve a retrofitting of two of the existing buildings, the existing sites talked about, the building south of Houston and a new development north of Houston. called the hybrid scenario, and we're going to talk about that a little bit. Given the size and scale of the project, there are a few other concerns that the

further escalating development in the coming years.

firm commitment at the outset of this project to

### SUBCOMMITTEE ON ZONING AND FRANCHISES

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improve conditions by implementing immediate streetscape improvements such as planted medians, special signage and curb extensions among other proposed changes. This is rightly called for in Manhattan Community Board Two's resolution on this application. Hudson River Park Trust should submit a plan for the future use in development of pier 40. With the extraordinary amount of resources that are being invested in Pier 40 and the affects that the air rights transfer associated with this project will have, the public is entitled to a full account of the trust plans for the future of pier 40 after this transaction is completed. There should also be a ban on further air rights transfers from pier 40 into Manhattan Community Board Two's catchment area. trust's ability to earn income from the transfer of air rights was specifically bestowed for the purpose of ensuring that the trust is able to afford the expenses of major capital projects, namely the restoration of pier 40. The 550 Washington Street proposal ensures this outcome, but with unprecedented density. It would be inequitable for the Trust to earn additional revenue through a subsequent transfer of air rights from the Hudson River Park to Community

### SUBCOMMITTEE ON ZONING AND FRANCHISES

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Board Two because such a transfer would place an unfair burden on the community. I want to thank Manhattan Community Board Two for their incredible work on this. I want to thank my colleagues in government who share this district, Assembly Member Deborah Glick, State Senator Brad Hoylman, State Senator Daniel Squadron, Congressman Jerry Nadler, and Manhattan Borough President Gale Brewer. I know we're going to hear from Tobi Bergman, the Chair of Community Board Two today, but I want to thank him for being here and for his incredible leadership on this application. I want to thank them for work over the last two plus years on this, for their guidance and their commitment and I want to thank the public for being here today and turning out on a weekday morning to be heard. Thank you. I'm sorry for being verbose, and I turn it back to you, Chair Richards.

CHAIRPERSON RICHARDS: Thank you, Council Member Johnson. So, just state your name for the record, who you're representing, and then you may begin.

MADELYN WILS: Good af-- thank you, Chair Richards, and of course, thank you to our Council Member Corey Johnson and to your fellow Council

extraordinary benefits to New York City as a whole,

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both for people who live and work here and for the City's tax base. According to the study by the Regional Planning Association, from 2000 to 2014, the park's adjacent neighborhood grew by 54 percent with a 66 percent increase in the youth population, and a 112 percent increase in the senior population. contrast, the youth population throughout the rest of Manhattan actually declined during the same period. Hudson River Park also directly generates more than 3,000 fulltime jobs and part-time jobs, a figure that is estimated to grow to approximately 5,000 jobs in the next few years, and the park attracts people from all over the five boroughs. Hudson River Park delivers over 100 different free public programs each season attracting over 100,000 people. Environmental Education Program, one of the best in the City, teaches over 27,000 kids, including 295 public school classes and 140 camps. Eighty-five percent of the kids who attend are from Title I schools, and 75 percent of the students receive free or reduced-cost lunches. However, as contemplated by the Hudson River Park Act, neither the city nor state provide direct operating support for the park's maintenance and operation. Instead, the trust has

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achieved the legislative goal of being financially self-sufficient to the extent practicable by generating revenue from a combination of leases on several designated commercial piers, such as Chelsea Piers and Circle Lime [sic] as well from concessions, permits, fees, donations and other sources. park is currently approximately 77 percent complete or in progress in construction. To date, capital construction funding has come principally from a combination of city, state and federal sources. In recent years has not been sufficient to cover increasing capital maintenance cost for legacy infrastructure like Pier 40 and the park's bulkhead, which has consumed over 30 percent of the park's self-generated revenue and was not considered when the Act was passed. In fact, Hudson River Park is responsible for the entire historic bulkhead running the four miles. Over the years, much of the bulkhead had to be replaced or significantly repaired. fact, we are currently engineering a bulkhead repair from Morton to Christopher Street which will cost the park up to 14 million dollars. To date, monies to make capital maintenance repairs have come from whatever capital we receive from city and state or

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from our limited reserves which have been dwindling given the need to repair old infrastructure. As a result, the pace of park completion has slowed. In part, to address this issue, the state legislature amended the Act in 2013 to allow for the transfer of development rights from Hudson River Park to sites located one block east of the park to the extent designated and permitted under local zoning. Based on the legislation, without a local zoning action, the trust actually does not have a mechanism to transfer development rights off site. Only a handful of piers have the ability to transfer development rights. Pier 40 is one of them and is the only pier that would be affected by the current proposals in ULURP today. Pier 40 is the largest property in the park at almost 15 acres and is home to athletic fields, administrative and maintenance facilities of the Trust, a commercial parking garage, and excursion vessels. The ball fields are open and permitted every day seven days a week from 7:00 a.m. to 12:30 a.m. and receive approximately 260,000 visits each year by children and adults from all over New York City as well as the local community. Historically, Pier 40 generated approximately 40 percent of the

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park's income, but that revenue has declined as a result of Pier 40's very poor condition and a legacy of deferred maintenance prior to the park's creation. While the trust has made essential repairs to sections of the roof and several other infrastructure element totaling nearly 20 million dollars plus additional repairs as a result of Sandy, over 14 million dollars. It cannot afford to repair the 3,500 steel piles that support the pier. In March 2015, an independent engineering firm estimated the cost of these pile repairs at 104.6-- 104.6 million dollars. As a designated park commercial pier under the Act, Pier 40 is intended to be developed privately. The Trust has twice issued RFP's for this purpose, but the RFP's have failed in large measure because of the high cost of addressing Pier 40's piles, generated intense development plans that could not achieve community support. The Trust has now negotiated a sales price of 100 million dollars with 550 Washington Street pursuant to a memorandum of understanding with the developer which contemplates the transfer of the development rights pursuant to a separate purchase and sale agreement setting for the terms of payment. The sales price was informed by an

fields open to the public upon certification, the

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developer placed five million dollars in escrow of which up to one million dollars is available to the trust towards design of the pile repairs. This effort has already begun. The repair methodology consists of applying an outer concrete jacket over a deteriorated steel pile and reinforcing most piles with rebar to restore the pile's structural capacity. It will take approximately four to five years to complete pile restoration since most work is done by divers in the water. Courtyard fields are not expected to be impacted, other than he need for access along the edges. Fixing the infrastructure is the first step to keeping the pier open. community-based has also asked the trust to start discussions with them regarding a future redevelopment plan, understanding that the existing building has lived past its useful life. importance of Pier 40's ball fields cannot be overstated, but the pier also needs to generate sufficient revenue to help sustain the park for the In the recommendations related to the long term. current ULURP applications, Community Board Two and the Borough President have requested that the trust be prohibited from selling any additional air rights

CHAIRPERSON RICHARDS: Good morning.

### SUBCOMMITTEE ON ZONING AND FRANCHISES

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2 CAROLINA HALL: Good morning, Council 3 Members. My name is Carolina Hall. I'm from the 4 Department of City Planning. The Department is 5 proposing a Zoning Text Amendment to establish the Special Hudson River Park District. There are two 6 7 concurrent applications being presented this morning, 8 the text amendment by City Planning and application by the private applicant for action to develop the Saint John's Center site. The developer team will 10 11 present its application and proposal. Just to 12 quickly introduce the project area, Pier 40 and Saint John's Center located across West Street from one 13 another at the intersection of West Houston Street 14 15 near the Hudson Square neighborhood which is immediately to the east. This aerial image shows the 16 17 two sites bounded by West Street running between 18 them, Washington Street on the east side of Saint 19 John's Center with West Houston Street that actually 20 cuts through Saint Johns. Nearby major streets also include Canal Street, Hudson Street and Varick 21 2.2 The West Village is just to the north. 2.3 Tribeca is to the south of Canal Street, and again, Hudson Square is to the east. This map provides some 24 additional context. Pier 50 is outlined in blue and 25

Christopher Street, Hudson and Canal Street.

district permits residential, commercial

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manufacturing uses up to 10 FAR for most uses and 12 FAR with inclusionary housing. Street walls are permitted to high between 125 and 150 feet, and buildings can be up to 290 feet on wide streets. Sixth Avenue and Canal Street at 42 [sic] square the maximum height is 450 feet. The Department of City Planning is proposing a text amendment to the zoning resolution to create the special Hudson River Park district which would encompass Pier 40 as a granting site and Saint John's Center as the receiving site. These are the only two sites proposed to be included in the special district. No other floor area transfer is being enabled by this text amendment. The objectives of the Special Hudson River Park District are to facilitate the repair and rehabilitation, maintenance and development of the park through the transfer of development rights within the Special Hudson River Park District, and on the receiving side, to promote a range of uses that complements Hudson River Park and to serve residents of varied income levels. Even with the establishment of the district the private applicant must separately seek the special permit to transfer floor area from Pier

40 to Saint John's. The transfer is not being

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permitted as-of-right. Among the requirements of the special permit is a letter from the Hudson River Park Trust identifying improvements and stating that the funds associated with the transfer of floor area in addition to any other funds are sufficient to complete the identified improvements. Conditions of the application include that the transferred floor area be no greater than 20 percent of the underlying floor area permitted on the receiving site, and in order to ensure an equitable distribution of development sites and park improvements, they must be in the same community district or within one-half mile of one another. Any housing on the receiving site must be provided in accordance with mandatory inclusionary housing. The text is also structured to ensure that any zoning map change on the receiving site. It's only effective with the special permit, that if any proposal for zoning districts that introduce greater FAR or new uses on the receiving site apply only with the special permit; otherwise, the site is restricted to the manufacturing zoning districts that apply today. The grant of the special permit is contingent on a set of findings with respect to the furtherance [sic] of the Hudson River

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Park's repair maintenance and development, and on the receiving site an improved site plan and building design, complementary uses, provision of light and air to surrounding streets, the appropriateness of bulk modifications in relation to park improvements, and the ability of the project to support the objectives of the Inclusionary Housing Program. Special Hudson River Park District also creates two chairperson certifications to ensure that no building permits or certificates of occupancy can be issued until the chair has certified that the site owner and trust have executed a payment schedule and that payments are maintained in accordance with that schedule. Following this presentation the developer team will present their proposal for the development of Saint John's and the associated actions. you.

CHAIRPERSON RICHARDS: Thank you both for your testimony, and I guess I'll start off with questions to Madelyn. So, can you just speak to, and I think you talked about in your testimony-- so, obviously I think there's a request for 100 million dollars here to really do a lot more work on the pier. Can you speak to how did you arrive at

2 prioritizing the pilings, in particular, as a

3 priority--

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MADELYN WILS: [interposing] Yes.

CHAIRPERSON RICHARDS: in particular for this project. And I guess before that, can you just speak to where are we at now? So, if we did nothing right now, if we disapprove this application, what would be the scenario for funding for this particular park?

COUNCIL MEMBER WILLS: Well, the situation at Pier 40 is dire. When CH2M, which is a very large engineering firm, inspected the pier in 2000-- late 2013, early 2014, they said that the load capacity was at the minimum required for public assembly, and public assembly is 100 pounds per square foot. So, what that means is that any further deterioration of the piles would mean that basically the pier would have to close which means the ball fields, the trust offices, parking garage; that would be very dire for not just the community but for the park itself, because the park, all of our operations are there and revenue needed comes from there. there hasn't-- because Pier 40 has not been redeveloped as what was in the Hudson River Park Act,

the City for assistance on? Because I would assume

disqualified money, yeah.

| 1  | SUBCOMMITTEE ON ZONING AND FRANCHISES 38              |
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| 2  | CHAIRPERSON RICHARDS: Okay, good to know              |
| 3  | that.   |
| 4  | MADELYN WILS: Yes. But it is true, I                  |
| 5  | mean, I know this sounds silly, but the park is       |
| 6  | responsible basically for holding up the west side of |
| 7  | Manhattan, and I don't think anybody realized that    |
| 8  | when the park was created, that a park with very      |
| 9  | little revenue or very little resources would be      |
| 10 | responsible for that.                                 |
| 11 | CHAIRPERSON RICHARDS: And you identified              |
| 12 | the pilings. So did you work in                       |
| 13 | MADELYN WILS: [interposing] The most                  |
| 14 | CHAIRPERSON RICHARDS: with the Community              |
| 15 | Board, and how did that sort of play out?             |
| 16 | MADELYN WILS: No, because the first                   |
| 17 | thing is to keep the pier open.                       |
| 18 | CHAIRPERSON RICHARDS: Okay.                           |
| 19 | MADELYN WILS: And in order to keep the                |
| 20 | pier open, we have to repair the piles so that        |
| 21 | there's load, enough load for public assembly.        |
| 22 | Without that, the pier has to close. So, that's the   |
| 23 | basic thing. We have to keep the pier open and then   |

worry about the rest of the--

MADELYN WILS: Yes.

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CHAIRPERSON RICHARDS: Alright. I'm going to go to City Planning quick. So, can you just speak to the air rights scenario and the boundaries of transfer and how can we ensure that these air rights aren't transferred elsewhere else in Community Board Two?

CAROLINA HALL: Sure.

CHAIRPERSON RICHARDS: I think that's a major concern for this community. We've heard from Council Member Johnson on this. So, there's a major concern that this does not open up Pandora's Box, you know. So can you speak to the process and scenarios of transferring these air rights?

CAROLINA HALL: Course. So, the action that the-- that City Planning is proposing that is before you now, this is the text map from the actual zoning language that's been prepared, and the text map reflects the extent of the Special Hudson River Park District and it includes only two properties. It includes Pier 40 and the St. John's Center. So, those are the only two properties that are eligible to both send and receive development rights.

CHAIRPERSON RICHARDS: And under any other scenario, let's just play devil's advocate here, they would have to obtain a special permit.

other property and any other portion of the park were to be mapped in the special district in order to transfer floor area, that would require a text amendment and a special permit just as being proposed here, and that would be a full ULURP subject to complete public review.

CHAIRPERSON RICHARDS: Okay. I'm going to go to Council Member Johnson for questions now.

COUNCIL MEMBER JOHNSON: Thank you, Chair Richards. Thank you to City Planning and to the Trust for being here today and for your testimony. I want to start with City Planning and ask if you could describe the logic of the boundaries that the Department has used to propose the transfer district. Why not limit air rights transfers to a smaller geographic area like a quarter of a mile from Pier 40? Why was it throughout Community Board Two?

CAROLINA HALL: So, the state legislation that was adopted in 2013 that amends the Hudson River Park Act is the enabling legislation that allows or

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 42 2 that contemplates the transfer of floor area from the 3 park to properties within one block of the border of 4 the park to the extent permitted by local zoning law. 5 The zoning text amendment that's being proposed today is legislation that will limit that geography just to 6 Pier 40 and just to Saint John's. So, the geography is in fact very, very limited. The text that a 8 company's-- the text map that's currently shown does require that any future transfers be limited to-- or 10 11 that the granting and receiving sites be within one 12 half mile or the same community district, and that is consistent with the approach that's been taken for 13 14 other granting and receiving site mechanisms, but in 15 this instance, all that's being proposed is the 16 mapping of Pier 40 and St. John Center. No other 17 transfers would be enabled today. 18 COUNCIL MEMBER JOHNSON: To the Trust,

COUNCIL MEMBER JOHNSON: To the Trust,
how many-- after the 200,000 square feet of air
rights is sold to the private applicant and
transferred across West Street to the site that we're
talking about, how many air rights would be left at
Pier 40, unused air rights?

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MADELYN WILS: There would be 383,000 square feet of unused development rights.

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COUNCIL MEMBER JOHNSON: Three hundred and eighty-three thousand?

MADELYN WILS: Yes.

COUNCIL MEMBER JOHNSON: And with that 383,000, if there was a future plan, which is further down the line, to redevelop Pier 40 and not just look at the piles and the emergency repairs that we've talked about, but to actually do a redevelopment which hasn't been possible in the past. How many of those development rights would or could potentially be used through a future redevelopment?

MADELYN WILS: We believe you could use all the development rights on Pier 40. It's almost 15 acres. It's a very large site. So, I'm not suggesting that you would put one story on the facility, because there's many different things that one could think of about how to mask Pier 40, but one story on all of Pier 40, only one story would be 319,000 square feet. So, in fact, I think it'd be fairly easy to use the remaining development rights on Pier 40.

COUNCIL MEMBER JOHNSON: But the issue with that is that is unlikely to happen unless the Act was changed in some way to allow commercial

office space or other things at the pier which

currently is not allowed?

MADELYN WILS: Correct. So, the first two RFP's over the last 15 years on Pier 40 were for

retail and entertainment complexes because that's what's allowed in the Hudson River Park Act, and

those types of uses have impacts on the community

that the community did not want, and that became

evident. In talking with the community over the last

several years and discussing what kind of development

would be appropriate on the pier, Community Board

Two, the community and Community Board Two in their

resolution supported office use on Pier 40. To have

office use on Pier 40, the Hudson River Park Act

would have to be amended to allow for that.

COUNCIL MEMBER JOHNSON: So, I just want to be clear, there have been, you know, press article and some agitation, and you, Madelyn, even testified today that you don't believe that future air rights transfers should be limited or eliminated as we contemplate this action. I've taken the position that you all are going to hopefully get an enormous infusion of funds for emergency pile repairs, but

that it's my belief that air rights transfers is not

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the cure-all solution to fixing the pier overall and redeveloping it. So, I just want to say that what you just told me was that the 383,000 square feet of development rights that are available at Pier 40, you could actually use that on Pier 40?

MADELYN WILS: We believe so, yes.

COUNCIL MEMBER JOHNSON: So, you may not need to transfer to additional places in the community if you're able to move forward with a development plan on Pier 40.

MADELYN WILS: That's correct.

a little early to talk about this because it would require the change in state legislation and the community and all the other elected officials to participate in a process, but the preference would be to redevelop Pier 40 and not to use air rights transfers to supplement emergency capital repairs at Pier 40, correct?

MADELYN WILS: That would absolutely be the preference. The preference would be to have Pier 40 as a self-sustaining project that the Trust would no longer have to invest its precious resources into that would be able to afford the community with the

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public open spaces desired as well as being a project that would continue to give annual revenue to the trust on a recurring basis and that the trust would not have to worry about it in the future. I think it could be a win/win for everyone.

COUNCIL MEMBER JOHNSON: SO, again, I don't want to get too far afield because I want to be respectful that there are, as we talk about this conceptually, the state legislature has the ultimate authority over what happens with the future of the Acct. but I would say that if that is contemplated down the line whether it be a year from now or two years from now, however long, that he hope would be to do an RFP for Pier 40 to use the remaining development rights to redevelop the pier, and that whoever likely one that RFP would be bearing the cost of full redevelopment of the pier. So, ultimately the Trust wouldn't be laying out money. We wouldn't have to do future air rights transfers, and that is the way to hopefully get pier 40 in a good place. that accurate?

MADELYN WILS: Very accurate, yeah.

told Chair Richards that there are about 40 million

COUNCIL MEMBER JOHNSON: Okay. So, you

| 1   | SUBCOMMITTEE ON ZONING AND FRANCHISES 47              |
|-----|---|
| 2   | dollars' worth of repairs associated with the Sandy,  |
| 3   | that's correct?                                       |
| 4   | MADELYN WILS: Yeah.                                   |
| 5   | CHAIRPERSON RICHARDS: So, what is the                 |
| 6   | Trusts current capital reserve currently? What's in   |
| 7   | your capital reserves?                                |
| 8   | MADELYN WILS: We have about 20 million                |
| 9   | left in that capital reserve.                         |
| 10  | COUNCIL MEMBER JOHNSON: Twenty million                |
| 11  | in your capital reserves, and the cost of the pilings |
| 12  | of 104.6 million dollars.                             |
| 13  | MADELYN WILS: correct.                                |
| 14  | COUNCIL MEMBER JOHNSON: And the Morton                |
| 15  | Street bulkhead which is just a couple blocks north   |
| 16  | of Pier 40 which collapsed without anyone expecting   |
| 17  | it was going to, which was an emergency repair, how   |
| 18  | much is that going to cost the Trust?                 |
| 19  | MADELYN WILS: We've budgeted 14 million               |
| 20  | dollars.  |
| 21  | COUNCIL MEMBER JOHNSON: Fourteen million              |
| 22  | dollars.  |
| 23  | MADELYN WILS: correct.                                |
| 24  | COUNCIL MEMBER JOHNSON: That's a lot of               |
| 0.5 |   |

money.

COUNCIL MEMBER JOHNSON:

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MADELYN WILS: So it' -- so we're using partially our reserves, but because we've used so much of that on Sandy already and it's not reimbursed yet. We've been using capital that we would have liked to have used towards building out new park.

COUNCIL MEMBER JOHNSON: So, I'm just trying to provide a little context for the public, for my colleague for the folks who are of course interested in what's happening here. The park runs. It's a four mile park. It runs from Chambers Street up to 59th Street on the west side of West Street. There are Signiant sections of the park which have yet to be built out, most significantly in the northern Chelsea section and in the Hell's kitchen session.

MADELYN WILS: Yes.

COUNCIL MEMBER JOHNSON: And the cost to build out the park in those sections is in the range of hundreds of millions of dollars.

MADELYN WILS: About 250 million.

COUNCIL MEMBER JOHNSON: Two hundred and 50 million dollars. So the trust is 20 million dollars in reserves, brings in 21 million dollars annually or a little more than that, has a 105

million dollar bill for pile repairs at Pier 40, has 2 3 things like bulkheads which are collapsing which ends up costing 14 million dollars, and right now, at Pier 4 5 40 because the building is crumbling, significant parts of Pier 40 have been closed down in the past, 6 7 and the parking at Pier 40 currently generates 40 8 percent of the revenue about for the entire park? 9 MADELYN WILS: It used to. It's only generating at this point about 25 percent, maybe 10 11 about a little more than 25 percent of the revenue. 12 COUNCIL MEMBER JOHNSON: So, one in four 13 dollars for the entire park from Chambers Street to 59<sup>th</sup> Street is generated by parking at Pier 40? 14 15 MADELYN WILS: Yes. 16 COUNCIL MEMBER JOHNSON: And Pier 40's 17 not in good shape. 18 MADELYN WILS: Correct. 19 COUNCIL MEMBER JOHNSON: 20

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COUNCIL MEMBER JOHNSON: So, I ask all of that to provide context to then get to the payment that we're talking about today. The purchase and sale agreement as you laid out in your testimony before this committee today talked about the sequencing and how it works as currently proposed. In my-- we're going to hear the applicant after you,

MADELYN WILS: Yes.

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this. The real reason is to fix the pilings.

COUNCIL MEMBER JOHNSON: Okay. And that's why the hundred million dollars is going to be transferred.

MADELYN WILS: Correct.

COUNCIL MEMBER JOHNSON: Okay. So I am scared, and I want to understand how exactly we ensure that the money is given to the park, and I want it to be air tight. I don't want us, you know,

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the economy falls in the next eight months and the developer decides not to pull a permit, and the, you know, 40 million dollars which is supposed to go into escrow as you talked about which would become available after an article 78 period, after the ULURP happens, and then three 20 million dollar payments which gets us 60 million dollars in the three outyear, gets us to 100 million-- where are there holes currently in that process? Because I don't want to have spent three and a half years contemplating this. You know, my hair's falling out from the Pier 40 deal, and I don't want us to do all this and to go through this entire process, and then, oops, you know, something happened and we're not getting a hundred million dollars. Like, that can't happen for you, for me, for the community, for anyone, and that is my major fear in all of this, especially if things have gotten slightly more shaky recently. So can you talk about where there are current holes or where you have fear and where the Trust is potentially vulnerable in this process?

MADELYN WILS: The Trust is vulnerable between the time that the City Council has its final vote and the time in which the PSA is signed. Our

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board will vote the day after, now, the City Council Then the developer has 30 days, up to 30 days to sign, and if they don't sign they forfeit very little money, a million dollars. And so that is a cause of concern particularly at this point in the deal. The other point of concern is that if we're past the Article 78 period, there is nothing that forces the developer to pull its special permit and close on the deal, that they would have to forfeit the 40 million dollars that would be in escrow at that point, but they would not have to pay on the 60 million dollars. So, even if they didn't pull a permit, the ULURP will lift and conclude it, and Trust may not get the 60 million dollars.

COUNCIL MEMBER JOHNSON: Well, that's a very big concern. We're doing all of this. done all of this. We're here today for 100 million And so for me to hear that there are potential vulnerabilities in achieving that 100 million dollars is extremely concerning to me. I have been having conversations with the applicant to figure out a way to tighten this and to ensure that the money is guaranteed. We're exploring the legalities and how to best do that. We're going to

means what exactly? What does closing mean?

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MADELYN WILS: Closing basically means that they close on all the transfer documents for this sale and likely are also putting together their financing for the project that they will be doing first.

COUNCIL MEMBER JOHNSON: What if they at the end of the article 78 period, you have your 40 million dollars, they decide not to close?

> MADELYN WILS: Then we have a problem.

COUNCIL MEMBER JOHNSON: Well, that's a big problem, because no one can force someone to close.

> MADELYN WILS: Correct.

COUNCIL MEMBER JOHNSON: Okay. So, I'll ask the developer more about this, the applicant more about this, but I want everyone to fully understand what we're dealing with here, because the whole reason why we're doing this is to get the 100 million dollars and I don't want any holes or vulnerabilities in our ability in doing that. Just a question for City Planning, and then I'll turn it back to you. Chair, thank you for being patient with me. right now the way the text is written, the applicant cannot begin on their project until they pull the

1 SUBCOMMITTEE ON ZONING AND FRANCHISES

special permit, and when they pull the special permit, the money and the timeline on the money sort of has to begin, and it starts, and the infusion starts. Is that correct.

CAROLINA HALL: The text stipulates that

he Chairperson must certify. At the time that the developer pulls building permits or pulls temporary certificate of occupancy, the chairperson of the City Planning Commission must certify that the payment agreed to by the trust and the developer is being complied with.

going to hear about this when the applicant comes up, but if for some reason the applicant decided to move forward sort of only partially with this plan, and what I mean by that is, say if they wanted to move forward on the northern section on the site, but on the center and cell sections of the site, they wanted to do an as-of-right commercial manufacturing adaptive re-use, they'd still have to pay 100 million dollars. But if they wanted to do that, they could pull an as-of-right building permit for the south and center sites.

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CAROLINA HALL: That's right. There's nothing in the text that obligates the special permit development. The developer maintains the ability to build an as-of-right project.

COUNCIL MEMBER JOHNSON: And if they pulled a permit, a DOB permit on the center and south sites, and not the special permit for this whole action we're talking about today and which we're going to see, that would not begin the payment schedule that we talked about.

CAROLINA HALL: That's right. An as-ofright project does not obligate payment.

COUNCIL MEMBER JOHNSON: Because it's asof-right they have legal rights to do an as-of-right project.

CAROLINA HALL: That's correct.

COUNCIL MEMBER JOHNSON: So, if they wanted to sequence this project to do the center and south sites first and do an adaptive re-use on the center and south sites and pull an as-of-right DOB permit, and then hold on pulling a special permit for the north site as contemplated, as we're talking about. The money schedule wouldn't start.

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CAROLINA HALL: There is no requirement that that -- per the text, there's no requirement until the special permit is pulled, and those building permits are sought that the payment is made.

COUNCIL MEMBER JOHNSON: And Carolina, I know that you're not an attorney, but it's your understanding from the General Counsel's staff at City Planning that there is no legal way to start the payment process for an as-of-right DOB permit, correct?

CAROLINA HALL: I can't speak on behalf of counsel, but my understanding is that it's not possible to attach a payment requirement to an as-ofright project.

COUNCIL MEMBER JOHNSON: Okay. So, I think that's all my questions. The reason why I went through this entire exercise is to really have everyone understand the sort of crazy beast that we're dealing with right now, and that the whole point of this project is to get a hundred million So, any vulnerabilities in getting that hundred million dollars is a major concern for me, and I want to ensure, and I will not vote in favor of this application. I will not let this application

move forward unless I have absolute guaranteed certainty and surety in the most legal way possible that the hundred million dollars is viable and guaranteed to the trust before this council votes on this application. Thank you, Mr. Chair.

CHAIRPERSON RICHARDS: Thank you, Corey, and I just want to reiterate what Council Member Johnson said. This is not our first time at the rodeo. This council has seen this happen before.

We've seen bills fall apart. We've seen promises broken, and we're here to do our jobs, and I think Council Member Johnson is right on point. You know, we don't want false promises. Our communities don't deserve commitments not being kept. So, it's going to be critical for this committee to see that this commitment is in stone before we proceed. I had just a last question for in particular DCP. So, you spoke of 383,000 around square feet of air rights still—

CHAIRPERSON RICHARDS: being able to be utilized. So, City Planning, question for you. Is there any other thought of seeing these air rights?

Have there been any conversations on seeing these air

CAROLINA HALL: [off mic]

mean, I understand the two sites, but I think Council

Member Johnson pointed out that there still is room

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bulkheads, but it seems like there's even a need for

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the pier. I think we've been very clear about that.

That's the best result for the park in the long term, is to use them on in the pier. We did have a study done when we started this process a couple years ago.

Cornell University actually—graduate school actually did a study for us. There were no obvious sites. For now, meaning in the near future in

Community Board Two given that there was already a lot of building going on. So, the concentration for the Trust is really more in the northern part of the park.

CHAIRPERSON RICHARDS: And no one has knocked on your door?

 $\label{eq:madelyn} \mbox{MADELYN WILS:} \mbox{ No one else.} \mbox{ No one else}$  has knocked on our door.

CHAIRPERSON RICHARDS: Okay. I'm going to go back to Council Member Johnson. Before I do that, I just want to acknowledge we've been joined by the school of Columbia Architecture. I believe

2 they're here. So I just wanted to acknowledge them

3 as well. Council Member Johnson?

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COUNCIL MEMBER JOHNSON: Just quickly.

5 Madelyn, a letter that was sent to the elected

6 officials in the Community Board earlier this year

7 which talked about the 105.5 million dollars, 100

8 million dollars potentially from this sale, five and

9 a half million dollars from the Ian [sic] Treyger

10 development at Clarkson Street which equals 105.5

11 | million. The cost of the pile repairs is 104.6

12 | million, but there are other emergency repair needs

13 | at Pier 40 because of Sandy and other things. In a

14 | letter you said that 85 million dollars would be used

15 | for emergency pile repair, priority pile repairs, and

16 that the excess amount of money, the additional 20

17 | million dollars left over would be used for other

18 needs. Can you commit today to using all 104.6

19 | million dollars for pile repairs?

20 MADELYN WILS: Council Member, I would

21 | like nothing more to commit to saying that at this

22 point, but it would be irresponsible for me at this

23 point should there be a major problem at Pier 40 that

24 | would mean that we would need to have emergency

25 | construction there.

COUNCIL MEMBER JOHNSON: But I am working
on getting additional capital money from the City of
New York, separate and apart from this deal for some
of those emergency needs, and if I am successful in
doing that, which I feel like we have a good chance,
then would you be willing to commit to 104 million
dollars being dedicated to pile repairs?

MADELYN WILS: To the amount necessary, yes. If it's 104, yes.

the emergency repairs you sent the elected officials a letter stating what the five-year emergency repairs are. What is the total amount of money that would cover that? At that point it was 21 million, but when it becomes emergency, emergency repairs, artificial turf replacement, sprinkler repairs, drainage repairs, those type of things, what's the amount of money?

MADELYN WILS: We believe it's about 15 million dollars.

COUNCIL MEMBER JOHNSON: About 15 million dollars?

MADELYN WILS: Yes, yes.

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RICHARD COOK: Thank you. Thank you for your time, Mr. Chair, Council Member, Committee Counsel.

RICHARD COOK: My name is Richard Cook,

CHAIRPERSON RICHARDS: Just identify yourself for the record as well.

architect for the applicant, and we feel blessed to be involved in this remarkable project. On the screen I will be referring to images. Also, in front of you is an 11x17 booklet that has page numbers that correspond to the page numbers on the presentation on the screen. This is a view of Pier 40 and the Saint John's terminal immediately north of what's known as the Department of Sanitation building as we discuss the Hudson River Park Act. This is a clear project to receive air rights. It was originally constructed as the beginning of what we now call the highline. The New York Central Railroad West Side Improvement District. The building itself has railroad tracks on the second floor. It was the beginning and the end. It was a building about making connections, connections to the water, to rail, and to surface transportation. It is now an obsolete infrastructure cut off from its initial purpose, and it's become not

work is interested in sustainability, environmental

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responsibility, and with that goes social equity issues, and this project will have a substantial component of permanent mixed income and senior affordable housing. A minimum of 30 percent of all of the units will be affordable housing, and a minimum of 25 percent of all the floor area, residential floor area will be affordable. addition to that, there are the public benefits of job creation, both during construction and permanently, and the development team has committed to build the entire project with union construction. What we're looking at on the image on page six is the 550 Washington Street building which currently together with the Department of Sanitation building creates a super block for more than five blocks of our city, cutting off the view to the river and the connection of the river for more than five blocks. The existing building is 739,231 zoning square feet. The zoning lot itself is over 200,000 square feet. The proposal is to split this project into three sites, a northern site, a center site, and a south side. The south side would remain commercial. Between the south sites would be a through passage

connecting Washington Street to West Street for the

those five buildings on the three different sites.

for the community. The red arrow indicates a view.

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We'll be showing a view of this corner of the entry into the mixed income building on Washington Street. The depth of the façade, the earthy masonry quality was important to many of us so that the building would sit comfortably into this district. The next view is, I think, one of the reasons that we were motivated as architects. On the left you will see a view of what we have today, the dark tunnel gauntlet on the way to Pier 40, and right the condition as is proposed with the retail activity on the street and what we call a varied street wall on the building to the north. As we move further down Washington Street, these two photos on the left and right are taken from the identical position, the one on the left a photograph, the one on the right a rendering of the project that's proposed. On the right-hand side is the base of the senior affordable building including the second floor amenity space with what we call the front porch for the seniors. Clarkson Street is a wonderful cobblestone street now. 160 Leroy project which was mentioned a minute ago is shown on the right, and on the left is the proposed building again with a step street wall to bring light and air to the street and have a comfortable scale to

SUBCOMMITTEE ON ZONING AND FRANCHISES 72 this cobblestone street. Beyond it, you can see Pier 40, and there is also a crosswalk at the end of Clarkson connecting the neighborhood to Pier 40. next image you'll see is looking down Washington Street. UPS is on the left. UPS also creates this multi-block barrier from the community to the waterfront. We are proposing a sidewalk widening on Washington Street to make it more pedestrianfriendly. A series of landscape, tree planting, and the indoor recreation space would be on your right hand side here on the west side of Washington Street. It's also important that we continue to reinforce the biking as a means of commuting in New York City, and the bike lane would also remain on Washington Street. And next, the breaking of the super block is most compelling in the next two images. On page 30 if you stand at the base of that triangle right now with your back to the UPS, the loading docks of the UPS building, and you look across the street. The Saint John's Terminal has operated as really a wall to the waterfront. The location of this through-passage is just to the south of the mass of Pier 40 with the intent that when this project is built on your left

you would see the south site, and on the right the

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New York City have also been inspired by forms found

in nature. On the left hand side you'll see Hugh Ferriss' Metropolis of Tomorrow from 1929, and on the right form 1931 you'll see 345 Hudson Street and this beautiful modeling of the setback building, this big powerful masonry building with the setbacks at the top of 345 by Benjamin Winston, was an inspiration for the form making for our project. And so we designed buildings that would set back from the street, cascade and landscape terraces and have extraordinarily thin profiles against the sky, and we hope be viewed as beautifully proportioned for the neighborhood. We've been very proud to be involved in the project. it's been very heartening to see the enormous investment of time by those who want to see Pier 40 saved and are concerned about their community, and I want to thank the entire working group from Community Board Two for investing all of their time, and we believe that the proposal before you reflects a significant number of changes based upon that investment of time. We believe that this will help this community have a healthy resilient and diverse community for the future and save Pier 40. Thank you very much for your time, Mr. Chair.

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affirmative, 0 in the negative and 0 abstentions with

2 the exception of items 472, 473, 474 which are

3 approved by a vote of 6 in the affirmative, 0 in the

4 negative and 1 abstention, and referred to the full

5 Land Use Committee.

CHAIRPERSON RICHARDS: Thank you.

RICHARD COOK: Thank you, Mr. Chair. So,

8 I tried to outline the 'why' and the 'what' we're

9 proposing, and Michael Sillerman, the Land Use

10 Counsel, will explain how this would be accomplished.

11 Thank you.

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CHAIRPERSON RICHARDS: Thank you.

MICHAEL SILLERMAN: good morning.

14 | Michael Sillerman from Kramer Levin Land Use Counsel

15 | for the applicant. The proposed project will be the

16 | first use of the development rights transfer being

17 created by the Department of City Planning which will

18 provide a payment of 100 million dollars to the

19 | Hudson River Park Trust in exchange for the transfer

20 of 200,000 square feet of floor area. The payment

21 | will help to save Pier 40 where 260,000 children and

22 | adults from around the city play every year. The

23 development rights will be moved out of the park and

24 | across the street. The project will create

approximately 1,800 construction jobs per year and

will be located in a building on the Northside with

are contractual obligations to make these payments,

purchase of development rights before any building

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analyze a full build-out scenario with 975,000 square

feet, and we'd like to see that done. The hybrid scenario is not the preferred course of action here. It is something that because the market has changed and because the applicant is a fiduciary for its investments, it wants to know that it has that option, but the sole purpose of the scenario of the hybrid is to make sure that because the investors are comfortable with proceeding, that the Trust gets its 100 million dollars. We understand the concern of the council about the way the payment structure is currently structured. It is a multi-year payout. We're prepared to work with the Council to tighten that up, and I would say that as just as a contractual arrangement, you know, the standard arrangement in a real estate deal is to provide 10 percent as a deposit. Here we're prepared to provide 40 million dollars; that's 40 percent, but I think that if we can resolve the open issues with the Council, which were identified by the Council Member in his opening remarks, and to have the certainty that we can proceed with a hybrid, we would be prepared to tighten up what you considered the holes

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in the schedule.

## SUBCOMMITTEE ON ZONING AND FRANCHISES

2 CHAIRPERSON RICHARDS: Alrighty.

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Finished? Okay. Great. Thank you so much. So, I think one of the things, and I think we've heard, is a lot— and I think Council Member Johnson will speak on it much more than I will. I'm just going to brush over it. But, so let's just go through the as-of-right scenario. Can you go through that scenario?

MICHAEL SILLERMAN: Yes, well first of all, while there is a rezoning here to permit residential use on two of the three sites and to allow a higher FAR. That rezoning is not in effect, and we're limited to the manufacturing and commercial uses permitted on the existing zoning, unless and until the transfer takes place and the payment is made and we elect to proceed on one of the sites with a special permit. What became apparent in the course of the development, the preferred course here is to proceed with the special permit on all three sites, but--

CHAIRPERSON RICHARDS: [interposing] So, to proceed on that first.

MICHAEL SILLERMAN: That, but the reality with 421A not being extended and expiring and with the market changing it seemed prudent and possible

CHAIRPERSON RICHARDS: Okay.

| 1  | SUBCOMMITTEE ON ZONING AND FRANCHISES 85             |  |  |
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| 2  | MICHAEL SILLERMAN: Right.                            |  |  |
| 3  | CHAIRPERSON RICHARDS: that's all I'm                 |  |  |
| 4  | asking.  |  |  |
| 5  | MICHAEL SILLERMAN: Okay.                             |  |  |
| 6  | CHAIRPERSON RICHARDS: Alrighty. Can you              |  |  |
| 7  | go through and so, let's go through obviously        |  |  |
| 8  | Mandatory inclusionary housing is going to apply     |  |  |
| 9  | here. I'm interested in knowing why 80 percent on    |  |  |
| 10 | the senior housing piece. Why didn't we go deeper in |  |  |
| 11 | affordability on that site, on the senior site, and  |  |  |
| 12 | then also on your other sites? What are the AMI's    |  |  |
| 13 | you're sort of looking? So, I think you said 60, but |  |  |
| 14 | is it a band of 60? Will we see some 30, 40, 50, 60, |  |  |
| 15 | or it's just starting at 60 and then going up?       |  |  |
| 16 | MICHAEL SILLERMAN: I think we                        |  |  |
| 17 | CHAIRPERSON RICHARDS: [interposing] Can              |  |  |
| 18 | you just speak to that?                              |  |  |
| 19 | MICHAEL SILLERMAN: contributed to the                |  |  |
| 20 | committee a handout that had specifically            |  |  |
| 21 | CHAIRPERSON RICHARDS: [interposing] Yes.             |  |  |
| 22 | MICHAEL SILLERMAN: what we're providing              |  |  |
| 23 | [sic].   |  |  |

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CHAIRPERSON RICHARDS: So, I'm familiar with that. So, on the senior housing, the income levels are at 80 percent AMI, correct?

MICHAEL SILLERMAN: Right.

CHAIRPERSON RICHARDS: Okay. So, I'm asking why didn't we go deeper, and is there room to go deeper in affordability on the senior housing piece especially?

MICHAEL SILLERMAN: The-- you know, this as--

CHAIRPERSON RICHARDS: [interposing] Being that they're 75 percent studios, too.

MICHAEL SILLERMAN: As Council Member

Johnson said, this application has a lot of moving

parts, and one of the parts was to figure out the

economics of the affordable housing. And remember,

we're making a 100 million dollar contribution here,

which is more than what the trust appraisal said was

the value of these air rights. We're prepared to

discuss these things, but at some point you've put

too many straws on the camel's back.

CHAIRPERSON RICHARDS: So, you said you were working with HPD. So, have any conversation with HPD, in particular, have had on getting to

SUBCOMMITTEE ON ZONING AND FRANCHISES

deeper affordability? So they have particular

3 programs they're using, so you're not using ELL or

4 any other programs.

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MICHAEL SILLERMAN: These were developed at-- I believe they reflect a consensus with HPD.

These were the proposals I believe with--

CHAIRPERSON RICHARDS: [interposing] Is HPD here? Anyone from HPD here? Okay.

MICHAEL SILLERMAN: The Council, Council
Member Johnson in particular, raised with us the
possibility of having broader income bans on the next
income building and as I said, we're open to
considering that.

CHAIRPERSON RICHARDS: So we look forward to conversations, obviously, and I would suggest definitely speaking to HPD and saying that, you know, we want to see different bands, and of course we're going to follow the lead of Council Member Johnson.

But you know, we just want to be clear that I believe we can do better here. Alright, you said you're building union. Can you go into MWBE procurement?

Are there any goals on local hiring, MWBE's? And then lastly before I turn to Council Member Johnson,

SUBCOMMITTEE ON ZONING AND FRANCHISES 1 88 2 I want to know what your environmental benefits are on this project. 3 4 MICHAEL SILLERMAN: Okay. I mean, this project doesn't receive any kind of direct public 5 subsidy which would require formal goals. We're 6 7 prepared--CHAIRPERSON RICHARDS: [interposing] [off 8 9 mic] air rights, right? So, that is-- I mean--10 MICHAEL SILLERMAN: [interposing] I don't believe in a formal sense. 11 CHAIRPERSON RICHARDS: I meant the 12 13 special permit is a benefit to--14 MICHAEL SILLERMAN: [interposing] We're 15 prepared to discuss WBE and local preferences. 16 certainly would discuss it with our construction 17 contractors once they're selected. We would 18 coordinate with the Department of Small Business 19 Services to make use of any applicable programs. 20 CHAIRPERSON RICHARDS: Okay, so I'm going 21 to look forward to hearing a lot more on that, and

it's something I raised with you already, but

definitely look forward to hearing more about the

goals on that, and then obviously, lastly, before we

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go to Council Member Johnson, can you speak to the environmental benefits on this project?

RICHARD COOK: Yes, Mr. Chair. These goals are extremely important to us on the project. There are a series of goals set out for the project and the commitment that development team has made is to develop the project according to the US Green Building Council LEED Certification process. SO, that is a starting point, but I believe that there are many other additional benefits about healthy living and storm water management and resiliency that are an important part of the project. The project will be dry flood-proofed as development. It also will have a series of storm water retention and storm water management components, which as you know are a significant issue and our sewer storm water combination in our City. So, this project has almost 200,000 square feet of surface area. planning to gather the water into site retention and also into a series of green roofs, a minimum of 30 percent of that surface area with planted green roofs which will also diminish the storm water impact. far as the building itself will be developed according to good environmental practices including

| 1  | SUBCOMMITTEE ON ZONING AND FRANCHISES 90             |  |  |
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| 2  | indoor environmental quality, access to daylight and |  |  |
| 3  | exposure, including daylight in common corridors     |  |  |
| 4  | wherever possible. So, the summary is it's extremely |  |  |
| 5  | important to the project. Thank you for asking. In   |  |  |
| 6  | this particular case, storm water management is      |  |  |
| 7  | particularly important, and the project will be      |  |  |
| 8  | developed with a LEED certified minimum.             |  |  |
| 9  | CHAIRPERSON RICHARDS: And this area, it              |  |  |
| 10 | was hit by Sandy. Are you familiar if it, and I      |  |  |
| 11 | guess Council Member Johnson can answer? Did they    |  |  |
| 12 | lose electricity or any gas? Alright                 |  |  |
| 13 | MICHAEL SILLERMAN: [interposing] It was              |  |  |
| 14 | CHAIRPERSON RICHARDS: [interposing] so               |  |  |
| 15 | are we examining solar panels, and are there any LEE |  |  |
| 16 | standard? What sort of LEED standard are you using?  |  |  |
| 17 | RICHARD COOK: The commitment is LEED                 |  |  |
| 18 | Certified minimum for the project, and the project   |  |  |
| 19 | was hit by Sandy. So                                 |  |  |
| 20 | CHAIRPERSON RICHARDS: [interposing] Gold,            |  |  |
| 21 | platinum?  |  |  |
| 22 | RICHARD COOK: Certified is the                       |  |  |
| 23 | commitment from the development team at the moment   |  |  |

[sic].

a rendering of the hybrid scenario?

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RICHARD COOK: Council Member, we do not have a rendering of the hybrid scenario. I'd be happy to explain it.

COUNCIL MEMBER JOHNSON: Could you just bring up a rendering of the proposed rezoning that we're talking about?

RICHARD COOK: Yes. And so I can explain it from here. What we're looking at on the north site would stay the same. On the center and southern site, the intent would be -- under the hybrid scenario would be to retain the existing St. John's Terminal building and its existing footprint and build on top of that completely within the as-of-right zoning envelope. On the north side of Houston. There is no height limit whatsoever as long as it's complying tower. On the southern portion there's something called a setback. After 85 feet initial setback and then at what's called a sky exposure claim, a 5.6 to one on a narrow street and 2.7 to one a wide street. The opposite, I'm sorry, 5.6 and 2.7. So, it creates a kind of tepee where the building would have to fit underneath that as-of-right scenario. At the moment we don't have a design for the hybrid scenario--

## SUBCOMMITTEE ON ZONING AND FRANCHISES

2 MICHAEL SILLERMAN: [interposing] [off

3 mic]

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RICHARD COOK: Yes, and which would limit the height of the building and also the intent as the development team has outlined it is to reuse the existing St. John's Terminal and to develop it as what they call an office building, I call workplace of the future which would incentivize larger floor plates which would in fact keep the building fairly low. So it would be a large lot coverage fairly low building. So, if you imagine to the north would look just like this, the massing, and to the south would be a lower building with a full lot coverage, except for that portion, that 50-foot portion between the Department of Sanitation and the existing St. John's where there's now a low-grade loading facility.

folks who ae here understand, the pink red version up against the building up against the tallest blue building, that's the northern site. So, under the hybrid scenario, that northern block with the red and the blue would proceed as it's proposed right there. The center and south site, that would not go as proposed on that rendering right there. It would be

SUBCOMMITTEE ON ZONING AND FRANCHISES an adaptive re-use of the existing building where the exiting building would have floor area added on top of it to what is allowed as-of-right, and the plan would be if the Department of Buildings and City Planning are able to give a technical memo and a DOB determination letter to do 975,000 square feet of commercial office space on those other two blocks. 

RICHARD COOK: That's correct, Council Member.

That's the hybrid scenario.

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COUNCIL MEMBER JOHNSON: What happens to the through-block on the south in the hybrid scenario? What happens to the open space?

RICHARD COOK: The Houston portion would be removed completely. So, Houston Street would be open. The existing foot print of the existing St.

John's Terminal building spans down to within 50 feet of the Department of Sanitation building that you're seeing here. And so the through-block passage as planned in the current ULURP project before you would not have the through-block passage as has been proposed in the ULURP because the existing footprint of the adaptive reuse would be there. We are exploring how that could potentially happen at the

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50-foot dimension between the northern edge of the Department of Sanitation building and the southern edge of the existing St. John's Terminal building with the hope that there would continue to be support for the pedestrian crossing at West Street to the Hudson River Park.

council Member Johnson: So, you know, it is what it is, but it's very frustrating, that for—it's probably frustrating for you, Rick, more than most people. You've spent more time designing this project since the very beginning. But what we're seeing before us on this slide is the proposed rezoning plan that we have been looking at throughout the public review process that was contemplated in many ways through the scoping process. I mean, it's changed a little bit. The Community Board gave recommendations and the Borough President and City Planning, so the plan has changed a little bit, but this is the plan we've been looking at.

RICHARD COOK: Yes.

COUNCIL MEMBER JOHNSON: And three weeks ago it's, "We might do a hybrid scenario." Now, I mean, fine, do a hybrid scenario if that's what you're going to do. But for me, the paramount goal

confident that the hundred million dollars is going

2 to be received by the-- to the Trust in a timely

3 manner?

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MICHAEL SILLERMAN: First of all, I want to re-emphasize that the preferred course of action here is to proceed with the full special permit development in a way that this is like what your prior application in the downtown Brooklyn rezoning the expectation was that it was going to be primarily an office development and the market determined that it was more a residential development. We're trying to adjust to these market contingencies. What we're saying to you is that if we resolve all of the open issues in the application to your satisfaction and our satisfaction, we're prepared to enter into an accelerated payment schedule that takes out the holes that you identified as holes.

COUNCIL MEMBER JOHNSON: Well, let's talk about those.

MICHAEL SILLERMAN: Okay. I-- what that would mean would be that I'd want to make sure that I'm looking at my clients and that they're nodding yes to this, that unlike the present structure, we would sign the purchase and sale agreement in advance of the council vote, and we would give you a letter

change. I think it's a good change because currently what we had been talking about is that when closing occurs— well, a few things. One, the council would have to vote in favor, and if the council didn't vote in favor you'd walk away, and there'd be no hundred million dollars, and you'd proceed under an as-of-right scenario. But the Council has to vote in favor.

MICHAEL SILLERMAN: Right.

COUNCIL MEMBER JOHNSON: The Hudson River Park Trust Board has to vote in favor of the purchase and sale agreement and sign it. After you've signed it, they have to counter sign it. The Article 78 period which is 120 days commences at the day after the council votes on the ULURP.

MICHAEL SILLERMAN: No, I believe it-COUNCIL MEMBER JOHNSON: [interposing]

After the Mayor--

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2 MICHAEL SILLERMAN: [interposing] After 3 the Trust authorizes.

votes, okay. So after the Trust votes, Article 78 period ends. It spans four months. At the end of the four months, what you're saying now is 100 million dollars will have been put in escrow, and at the end of that four-month Article 78 period, that hundred million dollars would become available at

MICHAEL SILLERMAN: Right.

COUNCIL MEMBER JOHNSON: What does closing mean?

MICHAEL SILLERMAN: Closing means that you've entered into a contract and that you're acting through that contract. We're purchasing the air rights and we're paying for them.

COUNCIL MEMBER JOHNSON: But what have you all decided at the end of the Article 78 period that you didn't want to close, that you wanted to proceed with your hybrid scenario under the south and center sites and wait on puling the special permit on the north site?

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closing.

## SUBCOMMITTEE ON ZONING AND FRANCHISES

MICHAEL SILLER

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MICHAEL SILLERMAN: No, but it's

independent of-- the obligation to close has nothing to do with going forward with the special permit, and you have-- I mean, you, the Trust, has a letter of credit. You draw down the letter of credit.

COUNCIL MEMBER JOHNSON: And currently, the purchase and sale agreement says that you have 90 days to close after the Article 78 period plus an additional 60 days on top of that in case there are other things that need to be resolved. So, that's basically five months after the Article 78 period. That's what the PSA currently says.

RICHARD COOK: Yeah.

MICHAEL SILLERMAN: Yeah.

RICHARD COOK: That's what it currently says.

COUNCIL MEMBER JOHNSON: So, we have to have more conversations and now is not the space to negotiate this, but I think that I've conversations with your client about tightening up the closing period to be much shorter since the money will already be sitting in escrow to ensure that the Trust gets the money soon after the Article 78 period expires.

immediately after that, and we'll--

hundred million dollars?

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MICHAEL SILLERMAN: Yes, and I think we're all on the same page, I think in the same way. The Trust while it had a period of time after your vote to act, I think it intends to authorize it

COUNCIL MEMBER JOHNSON: [interposing]

The Trust is set to meet the day after the Council

meets to have their board vote on this. So, I know

that you're the lawyer for the applicant, but tell me

what holes exist where potentially we don't get the

MICHAEL SILLERMAN: You know, on the perspective on this, as I said, I thought that this was a very robust pro-pubic contract to begin with in putting up the 40 million dollars. I think this makes this as tight as we can make it.

COUNCIL MEMBER JOHNSON: It seems to be too good to be true. You know, typically when someone comes to you and tells you they have a potion to extend your life for a long time, it's too good to be true. The hundred million dollars seems a little too good to be true, in escrow, available at the end before development commences. So, like what's the--

SUBCOMMITTEE ON ZONING AND FRANCHISES

2 what's in the fine print that scrolls through the

3 screen really carefully?

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Land Use judgment being made here, that it is appropriate to rezone this property to allow this kind of mixed-use development, and it is appropriate to craft a mechanism to transfer the development rights across the street. I think what we're saying from our end is that once we have resolved the mutual open issues between us, that this isn't in a sense an opportunity cost or a development option, and I think we will feel comfortable enough to make that investment and that point and have it be a very certain deal.

asking for an additional City Planning technical memorandum that clarifies the amount of as-of-right commercial office space that could be done on the center and south sites, and as part of that you're looking for a DOB determination letter that says that you can move 175,000 square feet of FAR from the north sit on the center and south sites, that it's one zoning lot. And you all are looking for that to have certainty, ensurety [sic] and have it be as

project to feel like if they need to proceed in a
hybrid scenario, they're not at risk and that that
can happen. Is that correct?

MICHAEL SILLERMAN: That's correct. And

bullet-proof as possible for the investors of this

if that's the case and we are trying to achieve that, we also have to feel like this deal is bullet-proof from a financial perspective for the Trust. And so the devil is really in the details on what closing means, on the time for closing, on the documents that need to be signed, on all of these things that we have been going back and forth on. You know, the Trust lawyers and your lawyers and the council lawyers and City Planning's lawyers all need to sit down to create the most bullet-proof document PSA agreement possible so that as your client doesn't want to be at risk and wants these additional documents, the City and the Trust don't want to be at

MICHAEL SILLERMAN: Agreed.

risk and not getting the hundred million dollars.

MICHAEL SILLERMAN: Yes.

MICHAEL SILLERMAN: [interposing]

COUNCIL MEMBER JOHNSON: Seven hundred

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with?

and seventy-two spaces of parking. It's far too many. The Community Board recommended approximately 380 something. The Borough President recommended approximately 330 parking spaces. You agreed to eliminate big box retail as part of the City Planning Commission vote in process. There will still be a significant amount of retail under the proposed plan. What's the amount of parking that you all could live

MICHAEL SILLERMAN: I think that is a kind of question that we should have a further dialogue about that.

COUNCIL MEMBER JOHNSON: Okay, but you're not getting 700 and something spaces. You're probably not getting 500 spaces. It's like-- it's too much.

MICHAEL SILLERMAN: I understand that rhetorical statement.

COUNCIL MEMBER JOHNSON: We're setting expectations. And your belief is that you need all of those parking spaces, and they would be accessory parking spaces, not open to the public.

MICHAEL SILLERMAN: Right.

Horrible things that we always have to talk about.

10,000 square feet. We've been going back and forth

with the exception of a grocery store which will be

significantly more which is fine. There's a plan

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spaces on multiple levels. So, to do through-spaces
from the ground floor up to the second floor with
potential mezzanine floor in between, and we're

MICHAEL SILLERMAN: Yes.

working on the details on that.

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COUNCIL MEMBER JOHNSON: But the idea is we want local neighborhood smaller size retail that works for the community and not destination retail.

RICHARD COOK: Right.

MICHAEL SILLERMAN: No, that's--

COUNCIL MEMBER JOHNSON: [interposing] You all understand that?

MICHAEL SILLERMAN: That's understood.

COUNCIL MEMBER JOHNSON: Okay. I think that is all I have for now. I mean, there's some open space concerns. In the conversations with the Community Board on doing indoor publicly accessible recreation space. It was talked about 10,000 square feet. Even under 10,000 square feet you don't meet your open space mitigation ratio. I know your client has talked about the hundred million dollars should be considered in some way as open space mitigation, but my hope is that if this plan moves forward we're

going to build a state of the art beautiful indoor recreation center that works for the community that might be slightly bigger than 10,000 square feet, but have it be a space that is utilized and works for the local community, and your client has told me they're open to working on that with Rick and the Community Board in designing it.

MICHAEL SILLERMAN: Yes.

COUNCIL MEMBER JOHNSON: And have those conversations begun? Rick?

RICHARD COOK: I had an initial conversation with the Chair of Community Board Two, Tobi Bergman, about what the goals and aspirations for the community were. We have gone back to our client. We've outlined a scheme, and immediately in this time period between this hearing and the vote, we will be getting together with the Community Board to review the proposal.

COUNCIL MEMBER JOHNSON: So this is really important to me, making sure that it is a world class, state of the art, usable space that's broken up in an appropriate way as the community determines is going to best for the users of it with bathrooms and other amenities, and it's not all going

It also addresses the maximum number of

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units.

stories of individual window openings that could be grouped together at a maximum of three. It talks about a series of other materiality requirements under the design control notes which we work closely with City Planning staff to make sure they were there so that the City gets what's been promised on the renderings.

COUNCIL MEMBER JOHNSON: And he north site where the senior building is there's a plan to do Access-a-Ride pick-up and drop-off for seniors who are going to live in that building.

RICHARD COOK: Yes.

COUNCIL MEMBER JOHNSON: And has it been determined where that is yet? Is it going to be below ground or at grade?

RICHARD COOK: It has not yet. We have a scheme to have the Access-a-Ride come down and be under cover so that you could get directly into the core. From below grade they would use the pathway of the parking area to get to their below grade lobby, and there's another scheme for a lay-over lane on Washington Street at the front door.

COUNCIL MEMBER JOHNSON: Okay.

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2 RICHARD COOK: And we're in the process

3 of studying both of them.

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COUNCIL MEMBER JOHNSON: So we'll resolve that before the council votes. And a nonprofit provider is going to come in to help run this building. You all will do an RFP process to choose a provider?

RICHARD COOK: That is correct. We're in the process of writing the RFP right now.

COUNCIL MEMBER JOHNSON: And the hope is that if this project moves forward not in the hybrid scenario, that the southern site with the throughblock that connects from Washington to the West Side Highway, the open space between the commercial building and the center building, that we want to leave open the possibility and work with State DOT and City DOT to do an additional crosswalk across the West Side Highway to create another connection into the park.

RICHARD COOK: Correct. There's a kind of crossing desert from Canal all the way up to Houston. That's extremely important to get a crossing done there, and we've started initial conversations with the Hudson River Park Trust on the

viewing garden, and that helps with some of the open

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space mitigation.

## SUBCOMMITTEE ON ZONING AND FRANCHISES

2 RICHARD COOK: That's correct.

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COUNCIL MEMBER JOHNSON: And it'll be planted and seeded, and the public access for the through-way and for the viewing garden is going to be 24 hours a day.

RICHARD COOK: I don't believe the hours of operation have been finalized yet, but--

MICHAEL SILLERMAN: [interposing] No, no, it's been-- yes, there'll be an easement and there'll be access through it 24/7.

COUNCIL MEMBER JOHNSON: Okay, great.

And who is going to pay for the crosswalk?

MICHAEL SILLERMAN: I think that hasn't been determined what's necessary or the funding of it.

mean, it's a big amenity for your building to be able to have a crosswalk that goes through, but I know that we should talk about the exact on that because there is a big difference between what some people think it'd cost and what other people think it would cost, and it would take City and State DOT cooperation to get it done, and the Trust. Okay. That's it. Thank you very much.

## SUBCOMMITTEE ON ZONING AND FRANCHISES

2 RICHARD COOK: Thank you.

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CHAIRPERSON RICHARDS: Thank you, Council Member Johnson for you robust questions. So, thank you for coming out today. Obviously, there's still some outstanding items. Obviously, the big question mark is around the hundred million dollars and really tightening up that process. We really want to hear a lot more about the affordability as we move forward. I do want to commend you on parking, because normally Council Members are saying they want more parking, at least in my part of town, and actually Council Member Johnson is saying we need to decrease parking, and that's something we don't hear all the time in the So I want to commend you for coming up with more parking than really needed on that. Obviously, still some other outstanding issues. We want to hear a little bit more about local hiring, MWBE's, and I think that's it. So, we thank you for coming out. We look forward to working with you and continuing to work with you through this process. Thank you for your testimony today.

23 RICHARD COOK: Thank you, Mr. Chair.

CHAIRPERSON RICHARDS: Alrighty. So

25 we're going to call the next panel up. Alrighty,

begin.

JAMES CARAS: Okay. Thank you Chairs Greenfield and Richards. Thank you for the

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5 of the Saint John Terminal site, and two, the payment

opportunity to testify today one, the redevelopment

6 for development rights to the Hudson River Park Trust

7 for Pier 40. I'm Jim Caress, General Counsel and

8 | Land Use Director for Borough President Brewer.

First, the easy part, the Borough President supports

10 the text amendment that creates a special permit to

11 | facilitate transfers of development rights from the

12 park to a receiving site. The use of this permit

13 must go through ULURP. We support the text

14 amendment, but think a cap should be added to make

15 sure no additional rights are transferred from Pier

16 40 into Community District Two. Now for the harder

17 part. In our ULURP Advisory, the Borough President

18 opposed with conditions the application for the

19 redevelopment of the Saint John's Terminal site. The

20 application before you today is the biggest single

21 development in the history of the neighborhood in the

22 | last 100 years. The development isn't just large in

23 terms of the parcel of land involved. Brining more

24 than 1,500 units to two blocks, the proposed

development's physical height and residential density

Throwing out the big box store and focusing more on neighborhood retail, creating a great open space and

below-grade space for cultural and recreational uses.

25 pedestrian realm plan which would involve

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1 SUBCOMMITTEE ON ZONING AND FRANCHISES 2 accessibility to the courtyard and turning through 3 the site driveway-- and turning the through-side 4 driveway into a pedestrian-friendly space and 5 increasing the amount of affordable housing, improving upon its location and making -- and 6 7 reversing the ratio of one bedroom and senior units 8 to studios. Let me just wrap up by saying, you know, a number of these units were addressed and Council Member Johnson is working on some of the other 10 11 issues. So, some, but not all, of our concerns will be addressed. We do have concerns that now this 12 13 hybrid project is likely, and Council Member 14 Johnson's done a great job in reaching out to his co-15 elected colleagues, but this is concerning because we're now facing a prospect of pieces of a project 16 17 that was considered as a whole remaining while 18 certain components may not be realized. 19 proceed at all under these circumstances, we think we 20 need three things. First, that the Hudson River Park 21 Trust gets all its money for the repair of Pier 40. Second, that when the development of the north site 2.2 2.3 occurs, that all of the commitments made in terms of affordable units, senior units, the grocery store, 24

the ratio of senior units are kept. And third, that

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we fully understand any modifications or technical memoranda and can be sure that we're not allowing any building on sites from which the special permits will not be used that would exceed what otherwise would have been allowed as-of-right on those sites. Thank you.

CHAIRPERSON RICHARDS: Thank you. You may begin, Mr.--

TOBI BERGMAN: Good afternoon. Good afternoon. I'm going to read a short statement. I'm Tobi Bergman, Chair of Community Board Two Manhattan. All of the testimony we heard at our public hearings indicated that people think this project is too big. Its buildings form a wall along the river front and are out of scale with the adjacent neighborhoods. The project plan failed to take available opportunities to integrate with the surrounding neighborhood. project adds traffic to an area already swamped by Holland Tunnel traffic and the EIS recognizes a substantial negative impact on active recreation. On the other hand CB2 recognized the important proposed contributions of substantial affordable housing, redevelopment of an ugly and impenetrable four block long rail terminal, and most of all, an opportunity

1 to save Pier 40, an essential and irreplaceable 2 3 active recreation facility that contributes greatly to the livability of our dense urban neighborhoods. 4 5 This last was the bottom line for our conditional In addition, we are very pleased that he 6 approval. 7 Planning Commission and the Council are paying attention to CB2 recommendations in our conditional 8 approval as follows: completion of this historic district designation for the South Village, 10 11 protection of the far west village from future air 12 right transfers from Hudson River Park, restrictions 13 on the amount and size of the proposed retail stores, 14 agreement by DOT to implement comprehensive traffic 15 and pedestrian safety improvements in the Holland 16 Tunnel impact area, removal of the bridge that 17 darkens West Houston Street, and improvement of 18 pedestrian access to and through the project, and the 19 addition of indoor recreation facilities to mitigate

impacts on active recreation.

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CHAIRPERSON RICHARDS: Thank you.

Thank you very much for DAVID GRUBER: giving this opportunity to testify, Chair Greenfield and Richards. I am David Gruber, the immediate past Chair of CB2 and was the Chair of the Pier 40 Saint

2 John's Building Working Group that was referred to 3 earlier. As my colleague Tobi Bergman just said, 4 this entire project was driven by the need to save 5 Pier 40, which is our recreational open space in a completely open space starved community. 6 The sheer 7 overwhelming size and scale of this building would overwhelm any community, more so the low density 8 historic Greenwich Village and has not actually been met with universal approval by many in our Community 10 11 Board. To compensate or address this enduring, this 12 huge project, there has to be some balancing factors 13 put in place to help mitigate the effects of this 14 development. First and foremost, the final leg of 15 the South Village Historic District must without 16 delay be passed into law so that the ripple wave of 17 development that this project will surely spur will 18 be more in scope and scale with Greenwich Village as 19 a whole. This has really been championed by our 20 Councilman Corey Johnson, and we appreciate that very much. Further, air right transfers across West 21 2.2 Street into CB2 for any reason must not be allowed. 2.3 We feel that we've absorbed as much as we need to or want to absorb. While the developer and City 24 Planning and Councilman Johnson has done much to 25

## SUBCOMMITTEE ON ZONING AND FRANCHISES

2 tweak the proposal of the special zoning district

3 such as providing more open space or space open to

4 | light and air-- oh, I have to rush it. One more

5 second.

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UNIDENTIFIED: It's a fast clock.

DAVID GRUBER: Fast clock. You sure

8 | there's two-- improving the safety crossings

9 etcetera. The most important factor is still the

10 creation of a huge super block at King Street cutting

11 off access to the park and creating the deadest of

12 dead zones. This is a draft EIS. I'm not sure of

13 | the mechanics of how to make a minor modification,

14 | but that's why it's a draft, isn't it? We've had

15 | eight, seven or eight, public hearings, and I now

16 | everybody says this can't be done because it wasn't

17 | in scope, but it's still on the drawing board now.

18 | Let's try to get the best project possible while it's

19  $\parallel$  not up-- you know, while it's on the drawing boards.

20 | Thank you for your time and for the extended time.

Thank you.

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22 CHAIRPERSON RICHARDS: Thank you for your

23 service. We'll go to Council Member Johnson.

24 COUNCIL MEMBER JOHNSON: Thank you all

for your testimony. I just quickly wanted to ask,

given what you heard from the applicant earlier, if you could just talk about some of the things we have been able to resolve, which is getting rid of the rail beds over Houston Street and some of the other issues? What are some of the remaining issues that the Community Board and Borough President have in light of the changes that have already been made? The open recreation space, the indoor recreation space, the distribution of affordable units and the AMI bands, the amount of parking, and the limiting of the retail, those are kind of the four major things.

JAMES CARAS: Yes. I would agree with that. We also asked that we were hoping for more affordable housing was one of our, you know, but—and we're glad you're still pushing them on the parking. But yes, in some of the retail issues. some of the—some addition of vitality to the ground floor retail has been added, not everything we were looking for, and then in addition to the amount of affordable housing, the location of some of that affordable housing as well. And we're very happy that you've switched the ratio on the senior units.

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1 2 TOBI BERGMAN: Yeah, I think we've come a 3 long way. David alluded to one of our big concerns. 4 The site plan, we have a 800 foot long super block here, and it's very difficult to develop that in a way that brings it into, knits it into the 6 7 neighborhood, and we felt that King Street, creating 8 a through-block on King Street was really vital to that. On the other hand, the opening up of Houston Street and the improvement of the original plan for 10 11 the cut-through below Van Dam [sic] Street, above Van Dam Street is definitely significant. Really the 12 hybrid plan, we haven't had a chance to look at that, 13 14 and a major concern with respect to that will be 15 that-- one of the things that makes-- aside from the 16 finding of Pier 40, one of the things that makes this 17 project palatable, that puts some weight on the other 18 side of the balance is that it opens up a 19 neighborhood which is really a dead zone to our 20 neighborhood. We think it should have done better, but at least it did to some extent make this huge 21 2.2 site part of the neighborhood. My concern with the 2.3 hybrid is that we lose that tail end of it, and while we-- the northern block kind of become part of the 24

neighborhood again, the southern block is really--

So, just

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remains completely a dead zone. And also in terms of the hybrid, I have a concern about the promise, indoor recreation which is really a central part of that for our neighborhood.

COUNCIL MEMBER JOHNSON:

quickly, I know that David and you both mentioned the site land. You know, City Planning is the final arbiter in many ways of what's in scope and what's out of scope, and they base that off of the environmental work that was scoped in precertification, and the ruling from City Planning is changing the envelope and the massing onto the super block would not be in scope because it wasn't studied as part of the environmental analysis. And so, it's at the Council now. We don't have say over what's in scope and out of scope, and I understand the point. I agree with you. I wish we could make some of those site changes, because I think the Community Board's resolution was very thoughtful and well done, and how you all approached making those changes, but it's my understanding that at this point that train has left the station, and we're not able to make any changes on that unfortunately. But I just want to be open about that so people understand that it's not me

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saying we can't do it. City Planning has made that determination.

I'd just like to add one TOBI BERGMAN: thing which is that, you know, I can't judge. Community Board hasn't seen the latest version of this project as it develops, but based on what we heard at the multiple public hearings that we did hold, I think that we heard a lot about South Village. We heard a lot about concerns about burdening the Far West Village with additional air rights transfers in the future. We heard on and on and on for a very good reasons about the importance of Pier 40. All of the-- definitely the transportation impacts the pedestrian safety impacts of the Holland Tunnel are a major concern in this part of Manhattan, and each time we see a new project come along, it may sneak by in terms of its environmental impact, but cumulatively, thee impacts nevertheless make the traffic worse and harm pedestrians' safety and harm the quality of life in our neighborhood, both businesses and residents. all of the things that have been worked so hard on, I think there's going to be a lot of appreciation of

1 SUBCOMMITTEE ON ZONING AND FRANCHISES

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2 the depth of the changes that have taken place so

3 far.

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COUNCIL MEMBER JOHNSON: Thank you.

5 David?

DAVID GRUBER: And I just want to add and echo what Tobi's saying. You know, part of the problem is that we've had so much development on that part of the far west side of the village, but their individual projects don't reach the level of triggering ULURP's or triggering, you know, other kinds of studies, but cumulatively and collectively we now face, both the schools and other things, we now face an enormous problem that have not been addressed, and we have an opportunity to do it here. I want to just say that the traffic plan that's been proposed for the entire surrounding area and some of them in the south, and going into Hudson Square it's going to be a very important, you know, working with the bid there. It's going to be very, very important to us to try to figure out the -- and mitigate the increased traffic at this proposal, and this proposed site is going to be. And I know that's in the works, and thank you for that, Tobi.

| 1  | SUBCOMMITTEE ON ZONING AND FRANCHISES 130             |
|----|---|
| 2  | TOBI BERGMAN: And I just note how you                 |
| 3  | understand how important the hundred million dollar   |
| 4  | part of this is. To go through all this, end up       |
| 5  | with an approved project, and have it somewhere fall  |
| 6  | apart in the next six months would be completely      |
| 7  | devastating, and                                      |
| 8  | COUNCIL MEMBER JOHNSON: [interposing]                 |
| 9  | Unacceptable.   |
| LO | TOBI BERGMAN: certainly a sense of                    |
| L1 | betrayal would result.                                |
| L2 | COUNCIL MEMBER JOHNSON: Unacceptable and              |
| L3 | totally devastating. I just want to add on the        |
| L4 | traffic study that the City has already agreed to     |
| L5 | there greatly is going to be cooperation between the  |
| L6 | Hudson Square bid, the Community Board, City DOT, and |
| L7 | the Port Authority has agreed to participate.         |
| L8 | TOBI BERGMAN: I meant to say thank you,               |
| L9 | Corey.  |
| 20 | COUNCIL MEMBER JOHNSON: It's okay. The                |
| 21 | Port Authority agreed to participate as a willing     |
| 22 | partner as well. So, that's good. I think Chair       |
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Greenfield is--

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to Chair Greenfield.

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COUNCIL MEMBER GREENFIELD: thank you.

CHAIRPERSON RICHARDS: We're going to go

I just wanted to reflect, and I, you know, sitting here listening for the last three hours, and obviously we've all spent a lot of time here, and that is that I think it's worth noting that the work that all of you have put in, the three of you, of course the Borough President's Office so ably represented and the current and former Chair is really unique and honestly extraordinary in terms of projects that we get here to the Council, and--

JAMES CARAS: [interposing] Thank you.

review the project we found that a lot of these issue were well thought out and that there was a lot of time and effort that was put into it. I think the developer should get some credit for that as well, working with you which I think is helpful, and certainly as far as your concerns, I can assure you that your Council Member literally doesn't sleep at night because he calls me at one o'clock in the morning to review these concerns, to make sure that all of these issues are in fact are going to be

COUNCIL MEMBER GREENFIELD:

City Group-- I got your email yesterday-- Anita

SUBCOMMITTEE ON ZONING AND FRANCHISES

2 Isola, GVSHP, yeah. I think they got good [sic].

3 So, I'm going to say Anita Isola, Allison Tupper,

4 | Sierra Club, Andrew Berman, Evelyn Conrad, Charles

5 Anderson.

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COUNCIL MEMBER JOHNSON: Alison? They

7 called you up.

CHAIRPERSON RICHARDS: You didn't fall asleep on us, did you? Oh, okay. Alrighty.

Alright, you may begin.

CHARLES ANDERSON: Hi, good evening. Good afternoon. Thank you for the opportunity to testify before you today regarding the application for the 550 Washington Saint John's Terminal in Greenwich Village. My name is Charles Anderson, and I will be reading comments on behalf of Assembly Member Deborah J. Glick who is unable to be here in person. This large scale project proposes to create a total of 1.71 million square feet of newly constructed commercial retail market rate and affordable housing residential space on this site. Additionally, this project includes a transfer of development rights from Pier 40 in Hudson River Park. It's part of zoning use change, including increases in bulk, in height, bulk and density. In the

to cover the full cost of completing the piles. An

informal list that has been discussed already today

included over 62 million dollars in repairs in

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CHARLES ANDERSON:

CHAIRPERSON RICHARDS:

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Sure thing.

Alrighty, yes?

review responsibility and strength and power.

Greenwich Village, the East Village and NoHo.

GVSHP

2 strongly urges three important changes be made to 3 this plan before the council consider granting 4 approvals. First, the third phase of our proposed South Village Historic District which would be heavily impacted by the rezoning must be approved by 6 the Landmarks Preservation Commission. We are deeply grateful that thanks to the hard work of Council 8 Member Johnson that district was calendared this morning. The council should not vote to approve any 10 11 of these measures, until or unless the council votes 12 its final approval for the designation. Second, the 13 proposed Hudson River Park Special District must 14 include explicit and ironclad language prohibiting 15 any further air rights transfers from the park within Community Board Two. Let me reiterate that the GVSHP 16 17 is unequivocally opposed to air rights transfers from 18 the park. We think this mechanism is flawed, 19 unnecessary and was hoisted upon the community by the 20 Trust and the State Legislature over broad inanimate 21 objections. That said, now that the mechanism has been put in place, it is critical that the Council 2.2 2.3 place restrictions to safeguard against it leading to overdevelopment in this and other neighborhoods. 24 prohibition on future air rights transfers within 25

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Community Board Two would protect this area from the possibility of another 1.3 million square feet of additional development, which would have a devastating impact. Finally, all destination retail should be eliminated from the plan and replaced with local oriented retail and all units with the exception of a supermarket should be limited in size to under 10,000 square feet. Given the lack of mass transit near the site, destination retail will only attract thousands of shoppers by car, exacerbating The elimination of the traffic problems in the area. big box retail from the plan was a step in the right direction, but not nearly enough to protect the nearby south and west village from overwhelming traffic impacts. While the Administration has been overly generous to this developer with the approvals granted, the council has the ability -- just wrapping up-- to attach much-needed restrictions to the plan and to the Hudson River Park Special District. This would actually provide long overdue and much needed protections to surrounding neighborhoods. Furthermore, with appropriate restrictions and conditions attached, the council could ensure that a development on this site is actually less impactful

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than an as-of-right development which requires no special approvals whatsoever. I want to thank the Council for their consideration and especially thank Council Member Johnson for all of his hard work on this.

CHAIRPERSON RICHARDS: Thank you.

ANITA ISOLA: My name is Anita Isola. serve on the Board of the Greenwich Village Society for Historic Preservation. I'm here to basically reiterate the points that Andrew has made. Firstly, there should be no approval unless three conditions are met. The first one is to landmark the last segment of the original proposal for the South Village. The South Village has significance to me personally because I'm Italian-American and my grandparents and great grandparents first came there as immigrants, but more importantly, this area commemorates immigration in America, and one of the greatest waves of it that we've ever had. I think that's particularly important at this time. Secondly, it is very important that although I was very happy to hear that the box stores are off the table, it's very important that destination retail be banned here as well. The stores in the area should

just serve the locals, and the largest one obviously should be a supermarket. And lastly, I would request that there be a band on any further transfer of air rights from CB2 that would further damage the quality of this neighborhood. I'd also like to thank Corey Johnson for all his tremendous work. Love you

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forever. Thank you.

COUNCIL MEMBER JOHNSON: Thank you.

ALLISON TUPPER: Good afternoon. name is Allison Tupper. I'm speaking for the Sierra Club New York City Group and for myself and my neighbors. And I want to say, living north of 14th Street, north of the CB2 area, we don't want air rights transfers in our neighborhood either. It's the position of the Sierra Club that we don't want any air rights period in CB2 or CB4 or anywhere. This is a precedent setting move. If we can transfer air rights from public waterways at Pier 40, then we can transfer them anywhere, and this would have consequences all over the City, spending priorities and environmental consequences and consequences for the neighbor. It's our position that we should not transfer air rights from public waterways at all. It's legally dubious whether such a thing can even be

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           SUBCOMMITTEE ON ZONING AND FRANCHISES
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     done, and we think that it is a very bad thing to do,
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     and we urge everyone not to do it.
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                CHAIRPERSON RICHARDS: Thank you all for
    your testimony. We'll move to the next panel.
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    Alrighty. Tony Simone, Friends of Hudson River Park;
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    Catherine Soleiu [sp?], Solue, Solie-- I'm messing up
    everyone's name today -- Friends of Hudson River Park,
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    Pam Frederick, Hudson River Park Trust, Josh Ron,
     Rahn, Friends of Hudson Park, and David Juracich,
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     Juracich-- there you go-- Friends of Hudson Park as
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    well.
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                UNIDENTIFIED: [off mic]
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                CHAIRPERSON RICHARDS: I'm not-- Sir, no-
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    - excuse me. Excuse me, no call-- no, no, no,
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    no. We're not going to do this. We're not going to
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    do this. No calling out.
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                UNIDENTIFIED: [off mic] Four minutes.
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    Give us four minutes.
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                CHAIRPERSON RICHARDS: Unfortunately, we
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    have--
                UNIDENTIFIED: [off mic] Four hours, this
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    is ridiculous [sic]. [off mic]
                CHAIRPERSON RICHARDS: Okay, with all due
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    respect--
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doesn't call out. I will ask him-- if there's

2 another outburst I'm going to ask you to be removed.

3 But once again, I've let everybody up here go over

4 | their two minutes, so, and that's clear. I'm very

5 clear on that. So, please no calling out. Thank

6 you. Alrighty, we'll go to the first panelist.

Thank you.

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JOSHUA RAHN: My name is Joshua Rahn. Thank you Council Members, Corey, for your continued advocacy for the park, Madelyn [sic], and the community for getting us this far. It's been a long journey, but one worth expressing great thanks for your time and energies. I married into a third generation West Village family. My in-laws moved into the West Village in 1958. They raised three women who were not only raised within 10 blocks of Pier 40, but served on the PTA at PS41 and now the Middle School, and one of the few families where all three daughters with their mother graduated from NYU. They are, and now I, 20 years deep in the Village, view ourselves as downtown Manhattanites for life, and today our families' dreams of being a West Village for more generations to come. With three kids in District Two public school, having to make tough decisions about staying and/or moving to a

CHAIRPERSON RICHARDS: Thank you.

share our backyard with you. Thank you.

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playing rec league soccer and baseball there;

pier, more development must take place inside the

1 2 park. That's what we're transferring. From our 3 perspective, the more development that can move in-4 board away from the waterfront and the piers, the better it is for all of us, and especially park users. So this funding allows us a much greater 6 7 chance to restore and build a pier that works for 8 both the public and the park, and it will effect -- in effect, save Pier 40. So, please support the project,

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and thanks.

CHAIRPERSON RICHARDS: Thank you.

KATHERINE SALYI: Hi, my name is Katherine Salyi [sp?]. I am here in support of the air rights transfer and the pier and the redevelopment of Saint John's. I'm here as a mother. I'm here as a native New Yorker. I have lived in many neighborhood in New York City, from the Village to the Upper East Side to Gramercy Park, and most currently in my home here in West Chelsea. What draw me to West Chelsea was the Hudson River Park. raising a family here in New York City. I appreciate being able to get outside and have recreational space, and it's very important to us and to our everyday life as it is with many other families along New York City west side. The pier clearly is a major

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source of revenue for the park. I think that's very much understood, but I would also like to ask council not to limit what can be done in the future and to look at this one step at a time. I think the project being proposed is outstanding, and I think it's going to be amazing, and once all said and done, hopefully everybody will be happy. But for now, I support the park and I support the transfer of the air rights to this project and would like to limit the air rights transfer to in the future to limit the discussion to what's being happened right now. I'm a real estate agent. Real estate is a valuable asset. I would never want someone to put a limit on what I could do in the future with my current asset, and I think that's something that needs to be taken into consideration.

CHAIRPERSON RICHARDS: I think he likes you.

DAVID JURACICH: Hi, my name's David. I am a resident of Spring Street. I am also a Board Member of the Friends of Hudson River Park. first got here 15 years ago, don't-- I'm a passionate New Yorker even though my accent is from another I have an American wife and three American

2 children with a little New Yorker on its way with my

3 fourth in January. When I first got here the

4 convention was that people always told you, you met

5 your girlfriend or your fiancé in the City and then

6 you left. You went to Jersey or you went upstate.

And in the last 15--

CHAIRPERSON RICHARDS: [interposing]

Really?

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DAVID JURACICH: 16, 17 years, there's been this explosion of people-- and hence it's so hard to get your kid into any school anywhere-- of people staying. And part that is because of the amazingness of Hudson River Park. The last 15 years has transformed it for everyone, and although life's always good for people who have holiday houses out in Long Island, etcetera, this is meant for living in New York and raising family in New York. It's been an incredible experience because you have not only Pier 40, but you have the entire park. Pier 40 is supporting the entire park. So, I endorse this. Also as a developer in the City, this is real money that's being given over for 200,000 square foot. It's a real bid. It's a real-- the park isn't being shortchanged at all. I really think that I-- living

the council to support this proposal to fix Pier 40.

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Over the last few months I've talked and met with so many parents and so many kids from all over New York City that use Pier 40. It's not just the west side of Manhattan that uses Pier 40. It's families from all over the City, from the Bronx, Brooklyn, you name it. And I want to also urge not to limit their use of air rights sales, not handcuff the Trust, because there's -- we all know fixing the pilings is only the beginning. There are technically, and I'm sure way more, over 3,000 families that have been emailing and texting from all over the City how concerned they are that Pier 40 will not be fixed, and we should be thinking even bigger, not only fixing Pier 40 but finding private money, government money. It's a park for all New Yorkers. It should be funded from all sources in New York. We shouldn't limit any future air rights in the north of the park. If you talk to most New Yorkers, they would say-- and it's such an iconic, amazing city, we should have an amazing waterfront park, and it's not completed. I give credit to the Trust and many others of how far the park has come. I'm dating myself, but I remember working for State Senator Catherine Abate, and in this body which I have a lot of respect for.

2 park was just a dream, and now families use the park.

3 I run in the park, and we should make sure the park

4 is completed in our lifetime, and if we don't all

5 | work together similar to what great things Corey has

done negotiating with developers and other means, the

7 park will never be completed in our lifetime, and

8 that should be our main goal, and to make sure the

9 ball fields are expanded, and make use for all New

10 Yorkers. Thank you.

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CHAIRPERSON RICHARDS: Thank you all for your testimony today. We're going to go to the next panel. Karen Mongalo [sp?], Mongel-- I'm just messing up everybody's name today. Barry Benepe, Catherine Sinover [sp?], Snuver [sp?], Snover [sp?], Gary-- I don't want to mess up your last name. It's your handwriting, though. It's not me this time. Zachary Winestine and Gary Nickers. Gary? Gary? Gary? Gary had to go, okay. Alrighty. Alrighty, you may begin, ma'am. I'll just ask everybody state their name and who they're representing for the record as you begin to testify. Thank you. Yes, ma'am, ladies first.

KATHERINE SCHOONOVER: Alright. My name's Catherine Schoonover, and I live on--

## SUBCOMMITTEE ON ZONING AND FRANCHISES

2 CHAIRPERSON RICHARDS: [interposing]

3 Sorry, I messed your name up.

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KATHERINE SCHOONOVER: That's alright. It's common. I live on Washington Street about 10 blocks north of the proposed development in CB2 and in the Greenwich Village Historic District. First of all, I would also like to thank Council Member Johnson for his work on this project which has been superb, and I want to echo-- also, I'd like to make the point the reason that CB2 has had an unbelievable amount of development within its boundaries in the time that I have lived there. So, that's 1982 to the present. It's gone from being what was known as the Wild West when I moved there to being the center of a never-ending scene of night life and day life and huge developments of residential buildings for the most part. I just want to echo the request of the Greenwich Village Society for Historic Preservation, the three requests which I know Council Member Johnson is working on. One is to make sure that the last phase of the South Village Historic District is approved as a condition of the approval of this project and the transfer of the air rights.

25 Secondly, that there be an agreement that there be no

2 further air rights transfers within Community Board

3 Two, and I say this because Community Board Two has

4 been so massively over developed in the last two

5 decades at least. And the third is to increase the

6 prohibition of the big box stores to also be a

7 prohibition of destination retail for all the reasons

8 that have already been articulated. Thank you.

CHAIRPERSON RICHARDS: Thank you for your

10 testimony.

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Mongello [sp?], and I have been a resident of New
York City for most of my life. I also work in
Manhattan. I am a member of the Sierra Club and the
Nature Conservancy because I feel it is essential
that having a healthy environment enhances the
quality of all our lives. I would like to request
that—and I think it's probably too late—that
there be no air rights transfers, because as my
understanding, that the development that will ensue
will affect the environment of the Hudson River by
casting shadows, putting it in darkness, cutting off
the air flow and that type of thing. Also, I request
that there be no air rights transfers because it will

set a precedent which will mean that there will be

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SUBCOMMITTEE ON ZONING AND FRANCHISES more air rights transfers, and it will impact the environment and all of our quality of life. are other ways to fund the Pier 40 rehabilitation. As mentioned earlier, there will be FEMA funds coming through, and there is no reason to transfer the air rights and ruin the environment. Once the environment's ruined, it will not be restored. Please find other ways to fund this project. you.

> CHAIRPERSON RICHARDS: Thank you.

ZACK WINESTINE: Hi. My name's Zack Winestine. I'm Co-chair of the Greenwich Village Community Taskforce. A couple of points: First of all, we believe that no air rights transfer should be allowed from the Hudson River piers to development sites inland. However, if the City Council does decide to allow such an air right transfer for this development. It should be only on the condition that any future such air rights transfers be prohibited. Second, destination retail should not be allowed in the Saint John's development. And third, this development is grossly oversized. The significant increase in residential population will create multiple impacts that will be mitigated only with

City, not for the arbitrary reason that it happens to

be within a certain distance from a site on the Huon River waterfront. So, it's completely clear from the testimony of the Friends of Hudson River Park Trust that the will be additional requests for air right transfers unless the City Council acts now to be very clear that this is a one-time to save Pier 40 an will not be repeated in the future. Thank you.

CHAIRPERSON RICHARDS: Thank you for your testimony.

BARRY BENEPE: Good afternoon. My Barry
Benepe, and I want to point out the elephant in the
room that nobody's talked about. The reason we have
an air rights transfer problem is because he
underlying zoning is not compatible with park use.
This is the only park in New York which is zoned for
manufacturing with a FAR of two. To transfer air
rights from the Hudson River is totally illogical.
There have to be other ways of funding the park.
Richard Gottfried in a statement he wrote in June
25<sup>th</sup>, 2012, said it is better to the trust to remove
their- to pier 76 and allow residential development
there. They produce income and acquired lower
environmental costs. I'm moving the huge Pier 40
parking garage and Pier 76 tow pound [sic] would

the sending [sic] sites are going to be. How much floor area is unused that can be transferred? don't have the whole picture. We should get the whole plan before you and it's -- to proceed this way is spot-zoning and piece meal planning. It's not the procedure that's the best way.

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CHAIRPERSON RICHARDS: Thank you for your testimony. We'll go to Council Member Corey Johnson.

COUNCIL MEMBER JOHNSON: I want to thank you all for being here today and for being patient. I just want to say that it has been my position to

the City of New York. 250,000 people use it for

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recreation.

we have the problem at Pier 40 because if you look,

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go back through the hurricane, to Sandy, many of the piers survived Sandy without damage. We should look at why those piers survived and had no damage, and then look at Pier 40 which has extensive damage because of its poor infrastructure. So, there's a huge cost to keep that parking going for the income. It's going to cost more to maintain the pile [sic] and get back from it.

COUNCIL MEMBER JOHNSON: So, this project is going to move forward, and my goal is to make it move forward in a responsible way for the future and for the community through landmark protections for the South Village, for eliminating air rights transfers for CB2 in the future, and making the retail not destination retail, and in making the changes we can make on the site plan itself, and to stabilize Pier 40 so that both sides of the highway I just want to be upfront and be honest with win. you, because I know almost all of you that are up there, and we work together, and I appreciate your neighborhood advocacy, but I just want to be clear that the reality is we have to do something here. And to say let's hit pause and try to find other money is not realistic. So I appreciate you being

SUBCOMMITTEE ON ZONING AND FRANCHISES 163

here. I appreciate your advocacy, and I look forward

to working together in the future.

BARRY BENEPE: Thank you. If I may respond to one thing. We really should look at the future physical development of the west side of the river. We have to have an overall picture. How tall do we want our wall to be along the river? Is this Rockefeller Center we saw here tonight appropriate on the Saint John's site?

COUNCIL MEMBER JOHNSON: Barry, I told you we're limiting the air rights transfers in the neighborhood. So, there can't be any more air rights transfers in Board Two below 14<sup>th</sup> Street.

BARRY BENEPE: But the appropriate development is simplified by the Rich and Mire [sic] development to the north. Fifteen story buildings have a lot of class about style--

COUNCIL MEMBER JOHNSON: [interposing] I can't change what happened 14 years ago at Perry Street.

BARRY BENEPE: In the future we could have a vision of what we want our West Side to look like.

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BARRY BENEPE:

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Thank you.

COUNCIL MEMBER JOHNSON: Thank you.

now a member of Community Board Two, but I'm not

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speaking as CB2 this morning. I'm speaking as a Board Member of the Friends of Hudson River Park. I want to thank the City Council and especially our own Council Member Corey Johnson for all the time and consideration that you've put into this. I want to just speak to the ongoing long term financial health of this park which today is pretty lousy. I ask that the City Council not make a decision at this time to limit the air rights that can be transferred from Pier 40. It's too soon to determine that that's the best way to serve this community. Pier 40 has a lot of responsibility on its shoulders. It's the best recreational space, but it also needs to generate revenue to support the entire park. In the end, it may be best to keep all those air rights at Pier 40 so that a developer can build something great that yields oodles of cash for the park, but it may end up making more sense to find a balance. Sell some of those air rights to the few receiving sites outside the park itself. Go through the ULURP that any project would undergo and allow money to go back into the park. We've all see the economic growth that has been made possible by Hudson River Park. The park has gained not one dime from this. Capping these air

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look at development on a case by case basis. A park that is financially stable, that is safe, clean and beautiful forever and for everybody. That's the

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mission of the Friends of Hudson River Park and what 13 14 everybody wants for their community. Thank you.

CHAIRPERSON RICHARDS: Thank you. Okay, perfect.

CONNIE FISHMAN: Good afternoon. My name is Connie Fishman. I am the interim Executive Director of the Friends of Hudson River Park. to thank the Council Members, Chairman Richards, and especially Councilman Johnson for all of his efforts on behalf of Hudson River Park. I'm here to support these proposals because they will provide vital funding for the repairs of Pier 40's piles and substructure and ensure its future is a valuable

done until Pier 40 is redeveloped and generating

revenue to support the entire park. The Hudson River

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2 Park Act was specifically amended to allow for the

3 limited sale of air rights subject to the City's

4 approval and its ULURP process as a means of

5 addressing the financial challenges the park faces.

6 Please don't eliminate that possibility before those

7 challenges have been met. We all have the goal of

8 saving Pier 40. How to do so has bene heavily debated

9 | in the neighborhood for many years. Now we have our

10 best chance to actually make it happen. For the sake

11 of the park's financial future and all of the

12 families who depend on the fields at Pier 40, I

13 strongly urge the council to vote yes on the proposal

14 | before you today. Thank you.

CHAIRPERSON RICHARDS: Thank you so much

16 | for your testimony.

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DAVID AMSTERDAM: Here we go. First and

18 | foremost, thank you so much for holding the hearing

19 | today. My name is David Amsterdam. I can testify at

20 | this moment that I will not be moving to New Jersey.

21  $\parallel$  I will stay a Village resident for the rest of my

22 | life. I recognize there's a significant number of

23 special interests and financial stakeholders in the

24 room today, but I'm here today as a longtime resident

of the village, and advocating on behalf of the

the children that I mentioned and Council Member

Johnson mentioned and the Chair as well, the debate

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1 SUBCOMMITTEE ON ZONING AND FRANCHISES 2 we're having right now is no different than a book I 3 read each night called The Giving Tree to my kids. If you don't know the reference, a little boy takes 4 5 an apply from the tree and then pretty much every last inch of that tree until there's nothing left but 6 7 a stone, and that's where we're headed. The park has 8 been the apple tree to so many families previously. Now if you take that away, the Trust's ability to fund these repairs will be left with nothing but a 10 11 stump. I urge you not to put handcuffs on the Trust 12 or the park today or in the future. Do not limit or 13 destroy its ability to be a safe haven for our children-- just one moment-- or for our children's' 14 15 children. Vote yes in the proposal before you today and send the message that the City Council supports 16

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CHAIRPERSON RICHARDS: Thank you so much for your testimony.

this vital piece of our community. Thank you.

BILL BIALOSKY: Hello. My name is Bill Bialosky. I am a 30-year resident of Tribeca and I'm an architect with an office in SoHo, Community Board I am a long-term Executive Board Member of the Downtown Soccer League, specifically separate from Downtown United who may be here today who represents

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separate thousands of kids. As the Commissioner of a league which I've been running now for the last 10 years, we've watched our league grow from 500 kids playing in the land fill of Battery Park City to now over 1,800 kids who get only two hours a day on a ball field anywhere. We've been very busy as a city transforming lower Manhattan to a residential neighbor equal to none other. It is a fine quality of life that we all have here, but it is dependent upon park space and playing fields as it is schools. We've been behind the eight ball on building schools. We are totally behind the eight ball in providing spots on soccer teams for every kid who want to be one, on one or on a baseball team for every kid who wants to be one. And we know that they desperately need these sports to be healthy and active not only as youths, but adults, to learn all the things that we can learn from playing team sports. As a Pier 40 champion, we strongly urge the Council to support this air rights transfer, to not put handcuffs on the park and the Trust for future air right transfers as Additionally, as an architect and a planner, I strongly believe that a robust process like the one

that we're engaged in now where there's a community

back and forth with developers who believe in good design can solve problems. We have no other place

4 but to build ball fields in this city except along

5 the historic piers that are on our river. There is

6 just nowhere else. We have been filling all of the

7 other possible buildings sites with new housing and

8 making for a better quality of life for everyone. We

9 need to find a way to enhance this park and to grow

10 the ball fields any way possible as fast as we can do

11 it. I strongly urge support for this air rights

12 transfer.

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CHAIRPERSON RICHARDS: Thank you.

MIKE NOVOGRATZ: Chair, hi. My name is
Mike Novogratz. I'm the Chairman of the Board of the
Friends of Hudson River Park. I got involved in the
park about eight years ago as a member of the Trust
Board, and it took me 15 minutes to realize that lots
of what happens in the park is illogical. I looked at
Barry during his speech, and I was like, yeah, we
have parking in our park and that's a good thing?
And so when I started I was kind of self-righteous
about this is crazy. We should have tax payers

paying this. Why do we need a Friends group? What

I've come to realize is at oen point you got to deal

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with what you're dealing with, and I want to recognize Corey and Madelyn and the Trust and the developers and CB2, because it seems to be a project that seemed almost undoable eight years ago is now right at the 10 yard line, and that's pretty exciting. My hope is we don't let perfect be the enemy of the good, that you know, there's been lots of compromise made and you don't want to put so many sticks on the camel's back that you break the camel. It would be a tragedy in my mind if we end up going to plan two where they just use the commercial space, and I think we're getting to that level because it's taking so long. And so my hope is that we accelerate The park has a lot to do. Pier 26, Pier 55, Pier 57, Gansevoort [sp?], there are lots of very exciting projects coming down the pipeline, and I think it would be a shame if we pulled flexibility from the Trust and from the community on how to actually get those projects done. I'd love if someone had a magic want and there were more Barry Dillers [sic] out there with hundred million dollar gifts, and we certainly will search for them. think to be practical, we need flexibility. I think one of the things this process has demonstrated is

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that the Trust and the community and the developers have worked together, and so, you know, extending the air rights doesn't mean there's going to be no more air rights. It means there's going to be that same type process next time and the next time. Thank you.

CHAIRPERSON RICHARDS: Thank you so much for your testimony. We're going to go to Council Member Johnson.

COUNCIL MEMBER JOHNSON: I just want to respectfully push back to my good friends who I respect enormously for decades of advocacy on behalf of the park and continued involvement. On the line of us handcuffing the park and not giving flexibility. I don't say this with any amount of immodesty, but I have been a huge champion for this park, and I have supported the park in any way that has been asked of me in the three years I've been a Council Member and in the years that I was Community Board Four Chair before I was in the Council, and this project is extremely important for all the reasons that we talked about, but it's a huge amount of density in a three-block area. And as we heard, the Village especially near the waterfront has changed dramatically. And I believe that CB2 has

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already bared a lot of the development in the community. The ultimate way to fix Pier 40 is not selling off more air rights. That's not the silver bullet. I think Susanna mentioned the fact that maybe a combination of both things might work. Ultimately Pier 40 needs to get redeveloped, and we have to work with our other elected officials to help make that It's not up to me. Collectively we have to happen. do that, and the Community Board has to take a leading role on that. But I just want to be clear that selling air rights doesn't fix the underlying It helps us on this front to stabilize the pilings, but it doesn't fix the ultimate issue which is a deteriorating building on an old pier that has been neglected for decades and decades, and I see my role as to balance the issues at hand, to ensure the Trust gets the money that it needs to stabilize the pier, to get affordable housing and make sure this is the best development possible while at the same time protecting the greater neighborhood and a way they've asked for and a way they think they deserve through both land marking the South Village which has been sought after for over a decade, and also eliminating future air rights transfers. So, I just want to

CHAIRPERSON RICHARDS: Well said, Council Member Johnson. Thank you all for your testimony.

Alright, we're going to go to the next panel: Marcy

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Benstock, Clean Air Campaign, Penny Mintz [sp?], community member, and Mr. Melvin Stevens, come on up. Mr. Melvin, I'm going to begin with you. Alrighty, and guess what? I'm giving you four minutes.

MELVIN STEVENS: Keep our river, a river. The river is not a park. Brewer, Hoylman, Bergman, Wills, Glick, Weisbrod, de Blasio, and Johnson, they have sold us down the river. They have given our river to the highest bidder. They have created a fantasy that our Hudson is land, and therefore has air rights that allow a massive, mega development monstrosity like 550 Washington Street to become a reality. So, I ask the City Council to continue these hearings. The issue is too complex for the public and very difficult to get their mind around. I also ask the council that they out-of-hand reject air rights, any air rights sold off of the river. You know, it-- the logic escapes me. To save a pier that is obviously beyond repair, we are allowing HRPT, the Hudson River Park Trust, to ravage our river, building in and on and over a navigable waterway. We are saving a rotting pier and giving the green light to a mega development monstrosity that is known as 550 Washington Street. And finally,

within a proposed new Special Hudson River Park

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District that includes 490 acres of water. of the term the park to refer to the river is one of the most misleading aspects of many of the air rights transfer's proposals. Council approval of air rights transfers from the river would have catastrophic citywide public safety, financial, and other impacts. If the council approves it, facilitating endless rebuilding in the number one highest risk Hurricane Evacuation Zone in the river would do the following things: One, put tens of thousands of New Yorkers in harm's way unnecessarily out in the river, and force first responders from all over the city to rescue them when the next big hurricane hits the river. Two, divert even more disaster recovery funds and HRPT has snagged already from place like the Rockaways devastated by Sandy and upcoming disasters. Three, force city tax payers and rate payers to keep subsidizing this misplaced HRPT development site out in the river instead of essential city services for us all. Four, risk catastrophic storm and hurricane damage costs and liability claims against the City and demands for tax payer bail-outs when risky complex financing schemes involving air rights transfers from the river collapse. If the council

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 181 rubber stamps City Planning's and HRPT's proposals, 2 3 the council will be creating totally avoidable financial risks. Five, higher real estate values and 4 depressed tax collections from thousands of buildings as far east as Fifth Avenue by ruining river views. 6 7 Six, end up providing evermore infrastructure and services for HRPT's tax free enclave out in the 8 river. No one there ever has to pay real estate

CHAIRPERSON RICHARDS: You got an extra minute.

blanket permission to a -- could I go on a little bit

taxes while HRPT's lessees benefit. Six, give

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more?

MARCY BENSTOCK: Great. Unaccountable

CPC and HRPT authority to decide where they choose to claim that unused development rights over the Hudson River beyond Pier 40 exists, and to sell or transfer those purported arguably illegal air rights from a public waterway. Next, implement a ruinous 1960's plan for the river that's totally at odds with the realities of climate change with sensible disaster prevention policies and with this country's most basic environmental laws. Please disapprove air rights transfers from the Hudson River, and I'd love

MELVIN STEVENS: Absolutely.

have a different answer. We all respectfully disagree. We've thought about this long and hard for many years, and the plan to let— first of all Pier 40 has been rebuilt again and again and again with public funds. The best plan is to let all the serviceable parts of Pier 40 which still there are many such parts because of the money that's been spent already, let them live out their useful lives, but then gradually move non-water dependent uses to the upland, to dry land, and—

COUNCIL MEMBER JOHNSON: [interposing] So, eventually--

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| 1  | SUBCOMMITTEE ON ZONING AND FRANCHISES 184           |
|----|---|
| 2  | MARCY BENSTOCK: sites throughout the                |
| 3  | City.   |
| 4  | COUNCIL MEMBER JOHNSON: Hold on. So,                |
| 5  | Marcy, eventually don't use Pier 40 for athletic    |
| 6  | fields, eventually?                                 |
| 7  | MARCY BENSTOCK: Eventually.                         |
| 8  | COUNCIL MEMBER JOHNSON: Is that your                |
| 9  | position? Eventually                                |
| 10 | MARCY BENSTOCK: [interposing]                       |
| 11 | Eventually, which will happen sooner rather than    |
| 12 | later.  |
| 13 | COUNCIL MEMBER JOHNSON: Okay.                       |
| 14 | MARCY BENSTOCK: If                                  |
| 15 | COUNCIL MEMBER JOHNSON: [interposing] So,           |
| 16 | there's a   |
| 17 | MARCY BENSTOCK: [interposing] If a                  |
| 18 | hurricane destroys Pier 40 despite our sober wishes |
| 19 | for managed   |
| 20 | COUNCIL MEMBER JOHNSON: [interposing] You           |
| 21 | have been fighting the park for years and years and |
| 22 | years.  |
| 23 | MARCY BENSTOCK: No, not the park, never             |
| 24 | the park.   |

a lot of what you said. So, I just want to be clear

SUBCOMMITTEE ON ZONING AND FRANCHISES 186
that you can't just go up there and pretend that you
have the facts when the court of law has not been on

4 your side for years, if not decades.

MARCY BENSTOCK: No, no, no, we didn't file those lawsuits. I need to respond. I have the state legislation in front of me. It did not require the Council to do the wrong things with air rights transfers. It says, "Transfer any such air rights if and to the extent designated and permitted under local zoning ordinances." That's why Council Member Richards, we do not want the local zoning ordinance changed.

COUNCIL MEMBER JOHNSON: Okay. Marcy, we're not going to agree, but I would just say that I think it's important that we deal with the facts, and there are things in here which are not factual, and the corporation counsel's office, the Law Department, the Department of City Planning, multiple courts and other legal entities have disagreed with your view. So, I just don't want you to pretend that we're doing something that we're not doing.

MARCY BENSTOCK: I need to respond. I never pretend--

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3 Isaac Daniel, Downtown United Soccer Club. I'm going

4 to go through these again. Is everyone here? Isaac

Daniel, David Seal, -- Isaac is not here, okay. So 5

we'll call up-- Michelle Siwaylan [sp?]. You're 6

7 here? Okay, great. Alrighty. Ellen Baer [sp?]?

Ken Daniels? Dan Miller? Okay, alright. Alright,

you may begin. Ladies first.

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COUNCIL MEMBER JOHNSON: Don't be shy, just begin.

MICHELLE SIWAYLAN: Thanks for the opportunity. My name's Michelle Siwaylan [sp?]. I'm with the Real Estate Board of New York. REBNY is a trade association with 17,000 members comprised of owners, builders, brokers, managers and other professionals active in real estate in New York. are here today to support the Saint John's Center rezoning and the Hudson Square Waterfront Development Plan. This plan addresses a number of critical and interrelated issue that have vexed the community and the Hudson River Park Trust for more than decade, how to fund the costly infrastructure repairs to Pier 40 while preserving the athletic fields and maintaining critical operating revenue stream from the parking

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facility. In addition to these vital benefits, the development project addresses some of our most pressing needs while providing valuable community amenities. The Saint John's Center Development on Washington Street will consist of five buildings with approximately 1.7 million square feet of development, including almost 1,600 units of housing of which 30 percent would be permanently affordable in the mix of low and moderate income households as well as senior housing. Development will also include 400,000 square feet of commercial space as well as a 10,000 square foot indoor recreational center that would be available for residents and the public. This new sustainable development project will replace an outmoded [sic] site that intrudes on the street grid with a modern mixed use development that will revitalize the streetscape with retail, improve light and air down at Houston Street, much improved access to West Street and newly created view corridors. new development of this type and scale has significant economic benefits in the short and long term. Construction is expected to create an onaverage 1,800 onsite jobs per year for three years and 1,500 full and part-time jobs once construction

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2 is complete. During the construction period, the

3 city and state are estimated to receive 126 million

4 dollars in new tax revenue in an estimated 21 million

5 dollars in annual taxes when completed. This project

6 is critical to the preservation of Pier 40 and the

7 Hudson River Park and will provide a significant

8 amount of much-needed new and affordable housing.

9 Across the board, this is an integral and

10 transformative project that is good for New York

11 City. For these reasons, we support this project.

CHAIRPERSON RICHARDS: Thank you.

CARIN EHRENBERG: Hi, I'm Carin

14 | Ehrenberg, and I am the just recently no longer the

15 | President of Greenwich Village Little League, but

16 have been on the Board for about 10 years and have

17 | raised my children in Greenwich Village and Chelsea

18 | for the last 19 years, and counter to what some

20 | park. My sons grew up on that park and at Hudson

21 River Park, and I've lived in New York for 30 years

22 and watched the park transform, and really thankful

23 to the efforts of Hudson River Park Trust and our

24 local elected officials for what they've done and

25 | what they've provided in our neighborhood. I am not

They're for physical health.

There's lots

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health.

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of x-box and all sorts of games going on, but where can the children play? Thank you, Corey Johnson, and to all of you for helping us with this.

CHAIRPERSON RICHARDS: Thank you.

KEN DANIELS: Hello. My name Ken Daniels.

As of last night in 1981 I became a resident of the West Village. Discovered what the Halloween parade was when nobody knew what it was. I am a longtime member of the Board of Directors for Downtown United, since 1994/95. I've coached for the Greenwich Village Little League for a long time, and figured I got sucked more into soccer than to baseball. And I'd really love to be able to-- having been on the Board of Directors for Downtown United, I haven't had a kid in the program in 10 or 11 years. I have a 21-yearold daughter and a 26-year-old son. Why I'm still doing it probably goes to my sanity, which I may want to be removed from here. But I just wanted to-- I want to end my tenure, because one of the reasons I'm still doing what I'm doing for the club is to finish this process. If anybody has taken a look at the architect CV and what he has represented in his work, it's an incredible choice, and like I told him at one of the earlier meetings with the developers-- I won't

CHAIRPERSON RICHARDS:

Wow.

Is that an

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endorsement?

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2 KEN DANIELS: And I sincerely mean that 3 because sort of in a political year you've reinstated 4 one's faith in public service. As far as air rights, one last thing as far as air rights are concerned, 5 this is a one-off. This is to save-- by the way, 6 7 Tobi Bergman, too. I can't mention one without the 8 other. I know Tobi [inaudible]. This is an opportunity to create something spectacular. rights issue, look, let's hopefully get it to one-10 11 off, but as long as we elect people like this and 12 have them in our community, that will never be 13 abused, and I think we have to trust, or as a 14 community, make sufficient decisions that the people 15 who are going to be in your spaces in the future carry on what you started, and maybe make it a little 16 17 bit better. But I no longer live in this community. 18 I'm looking forward to moving back, but as I say, 19 I'll be hanging on to Downtown United until you guys 20 get this thing done. So, do it right. Do it right. 21 Do it quickly, and this young lady deserves a check for 105 million. And one last thing, every real 2.2 2.3 estate developer in this area is going to benefit from the development of what's going to happen. They 24

should be required in the future to make a

SUBCOMMITTEE ON ZONING AND FRANCHISES

contribution to the park, to the Trust as part of what any development issue that they have, because the value of their properties is going to in part be determined by the quality of life that this piece of—this—I don't know how many acres any more. I've walked it so many times. And just one last thing. I remember when the field turf—I was there—

CHAIRPERSON RICHARDS: [interposing] You said 'one last thing' around five minutes ago.

KEN DANIELS: Yeah, I know. Well, I'm old.

CHAIRPERSON RICHARDS: Okay.

KEN DANIELS: I remember when Pataki flew in to dedicate the rooftop field on the top of Pier 40. I was there with my kids, and we all had hoped—we looked when the trucks, the FedEx trucks and the UPS trucks were parked in that courtyard, we said, "Wouldn't it be great if someday those were athletic fields?" We're there now. I can't imagine what this will be. Hopefully, my grandchildren hopefully will be playing on it. But thank you for the little bit of extra time, and thank you for what you do and for making this possible.

## SUBCOMMITTEE ON ZONING AND FRANCHISES

2 CHAIRPERSON RICHARDS: Thank you, Mr.

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ANDREW ZELTER: Good afternoon. My name is Andrew Zelter [sp?], and like many of the speakers before me, I'm here really to advocate for our growing youth population, particularly across lower Manhattan as Madelyn pointed out, 60 percent growth in that segment over the last several years. And I don't think you can really talk about creating opportunities for our children across lower Manhattan without discussing Pier 40. We heard a few statistics, and Councilman Johnson, I'll take them as fact that Pier 40 serves 260 visitors a year in terms of athletic activities. We've been spending the better-- sorry? Two hundred and sixty thousand, We've been at this for 15 years, two forgive me. failed RFP's and we have a pier that's in dire So, I think Mr. Novogratz nailed it when he straits. said we really have to deal with what we're dealing with. And just to provide some further statistics that I think are relevant. If you look at national studies, they estimate that 75 percent of youth at some point play organized sports. Seventy-five-this may not be fact. This may be opinion, but 74.99

about. So I encourage us to continue working at

this. And again, to Mr. Novogratz's point, feels

like we're at the 10 yard line, and with a little bit

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Stuyvesant, and how without that field, where would

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 199 2 they go? And that's kind of the question today. We 3 kind of posed that to our community. I am one of the 4 leaders of a group called Pier 40 Champions that 5 takes all the great leagues to downtown, like Downtown United Soccer and Greenwich Village League 6 7 and Downtown Soccer Club and Downtown Little League. 8 And we asked our communities this question, and we asked them to sign a petition, and within two weeks we had 3,000 signatures, which is not an easy thing 10 11 to do when you're asking parents who are very busy 12 and doing other things to respond to a petition. 13 what I'd like to do is actually read some of their 14 testimony, because I think what's important for you 15 to understand is we're not just speaking for 16 ourselves here. I'm not only speaking as an 17 individual. I'm speaking for 3,000 parents that 18 actually responded to this. I know that Andrew said 19 that he has the biggest, the largest organization, 20 and I question that. I think if you put all of us 21 together, I think we actually have a larger 2.2 organization, and one that without any advertising 2.3 got 3,000 responses. So I want to read four testimonies from-- it took me three minutes to pull 24

these from the 3,000 that were individually written

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list after I finish.

Corey did as well as Assembly Members and State

Senators, but if you'd like to be part of the new

petition, just let me know. But I'll give you this

CHAIRPERSON RICHARDS: I will take those emails gladly. Can't hurt.

DAN MILLER: May I read four quick testimonies? They're just two sentences.

CHAIRPERSON RICHARDS: Yes. Yes, you can, yes.

DAN MILLER: Thank you. "I'm a parent of two children. We've lived near Pier 40 on Charlton [sic] Street for over seven years. Pier 40 is the only option for my kids to throw or kick a ball around and let off steam." Kelly Weiner [sp?], zip code 10014. I want to mention that there are 100 zip codes that are represented in this petition.
"Exercise and sports is among the best way to show our daughters how powerful and effective they can be. Pier 40 is the only reason that so many girls got to play soccer in the fall and winter." Laura Kane [sp?], zip code 10003. "My son spends his summers at Pier 40 playing baseball all summer long. It is a

ELLEN BAER: I'm here to speak in support of the project, and I do want to say something that nobody has said actually since the Community Board has spoken. The Hudson-- first of all, we of course support the project and support our colleagues in Hudson River Park. The park is an incredibly strong

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amenity, and we believe that the project will begin to knit together the full Hudson Square community to the park as we've been trying to do for many years. The Hudson Square Connection, as we call our business improvement district, has been working for the last seven years on a public/private partnership to install green infrastructure and improve open spaces and improve pedestrian safety in this area around the Holland Tunnel. In fact, I think you may remember Councilman Donovan that your -- the Rockaways community came to us to try and replicate our Hudson Square standard, which is a completely new way of doing green infrastructure and controlling storm water management, and it's an award-winning plan. But what has -- there's been a lot of attention paid by everybody to what's happening between the project and the waterfront, but I would like to speak on behalf of what needs to happen between the project and the upland community, because the people who live and work in the 550 Washington Street project, in order to access the rest of the City are going to have to walk through and at times, unfortunately drive through, but bike through also the Hudson

Square community. And although a lot of thought, as

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2 I said, has been given to the area to the east, the 3 area to the-- that will get people to the subways and 4 to transportation has not really been fully thought through in terms of the need for streetscape, in terms of the need for lighting, seating, sidewalk 6 7 crossing, pedestrian safety measures. And although 8 the project, the 550 Washington Street project, doesn't currently fall within the boundaries of the bid, the bid does fall within the study area that's 10 11 considered in the FEIS. So what we would like to do is enthusiastically offer-- we're in the process of 12 13 expanding our business improvement district right 14 Should 550 Washington become a part of that 15 expansionary, we'd like to offer our resources to 16 help develop streetscape, to help develop seating and 17 lighting there. One final note on the traffic study 18 which Councilman Johnson and Community Board Two has 19 worked so closely with us on securing up. 20 want to make sure that the study is not just a study. The City has talked a lot about putting money into 21 looking at traffic in the Holland Tunnel area. 2.2 2.3 the studies in the world won't do a thing. would like to offer its resources in the design, 24 funding and maintenance of any concrete traffic and 25

Thank you so much.

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pedestrian safety improvements that can be done around the Holland Tunnel area. Thank you.

CHAIRPERSON RICHARDS:

Thank you all for your testimony. Thank you, Ellen. You were so courteous. We came down to do a tour to sort of get some best practices from your bid, and things are moving forward. I'm very excited about it. So, thank you so much for coming down today. you. Alrighty, Brian Brown, 32BJ, Terry Kude [sp?], CB2 Manhattan First Vice Chair, Marla Smith, Friends of Hudson River, Jill Hennacamp [sp?], Hadakum [sp?], got it. Okay, I got close. Miguel Acevedo, Fulton Houses/Chelsea, Elliot/something else, Jean Dorac [sp?] ABNY [sic]. Alrighty. Let's get some more people up. Okay, so Jean Dorac, ABNY, Miguel Acevedo, Fulton Houses-- Jill is here, Pier 40 champions. Marla Smith. Terry Kude-- Terry's not Okay. Brian Brown? Alright, BJ is here. here? I missing somebody? Marla, are you Marla Smith? Marla Smith is not here. We'll go next to Andy Zelter, Downtown Little League. Oh, okay. Louis Hernandez? Left? Mark Chaver [sp?], Cheever? Alrighty, Mark is here. Nico Mikal [sic], Michael, Nico? Okay, not here. Charisma Koeing [sp?],

2 Downtown Urban Soccer Club, Charisma? Patrick Yacco,

3 Friends of Hudson River Park? Oh, what am I seeing?

4 | Sorry, Halloween was yesterday. My eyes are still

5 recovering. Patrick Yacco? Yes, he's here. Gary

6 Bideli [sp?], Gary, Gary, Downtown Urban Soccer

7 Club. Paul Fox? John Wand or Wund? Wand? Building

8 | Trades, Building Trades, John. Cindy Circo [sp?],

9 Gotham Girls? You're the last panel, I think. Okay,

10 | we'll start with 32BJ.

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BRIAN BROWN: Thank you. Good afternoon,
Council Members, neighbors. My name is Brian Brown
and I'm here speaking on behalf of the labor union
SEIU 32 BJ. As you all know, 32 BJ members work hard
to maintain, clean and secure the buildings in which
we live, work and go to school, but also 32 BJ
members work hard to ensure that building service
jobs across the City are union and that they are also
providing family sustaining wages and benefits, and
it's this reason why I'm here today speaking in
support of the plan for Saint John's Terminal. The
developers, Westbrook Partners and Atlas Group have
put together a well-rounded development plan that
creates good jobs, affordable housing, and helps
rehabilitate an important open space serving not only

support their families and contribute to the health

of the local community. This is why 32 BJ is happy

to collaborate with Westbrook Partners and Atlas

property Group on this project. The redevelopment

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1 SUBCOMMITTEE ON ZONING AND FRANCHISES

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will not only provide commercial, retail and residential space to the community, but will also provide much needed high-quality jobs for New York City residents. I therefore urge you, Council Members, to approve the application. Thank you.

CHAIRPERSON RICHARDS: Thank you.

PATRICK YACCO: Actually, I wrote good morning when I wrote out my notes this morning, but a little bit later. So, good afternoon, everyone. Patrick Yacco, Special Projects Manager at Friends of Hudson River Park. I'm speaking in favor of today's proposals. You've already heard from several other people that our organization works with, so I'll keep my remarks brief. I have the pleasure of working with families that utilize Pier 40, and I know how valuable it is to the entire area. The proposals provide much needed funding to sustain the infrastructure for the pier. It will ensure that there are-- that this community resource lasts for years to come. Additionally, I urge the council not to limit the park's ability to sell the air rights. Potential air right sale could fund new sections of park land giving other residents along the park new

SUBCOMMITTEE ON ZONING AND FRANCHISES 208 opportunities to enjoy the beauty of the Hudson. And with that, I am-- thank you for the time.

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CHAIRPERSON RICHARDS: Thank you.

MIGUEL ACEVEDO: Good afternoon. My name is Miguel Acevedo. I'm the Tenant Association President at Robert Fulton Houses, a public housing development located in Chelsea. First, I want to thank our Council Member who has always been there not only for Pier 40 but any needs that the Fulton Houses has always needed. I appreciate it. Council Member Richards, you brought up something very important to me about the local hiring and also about I'm sorry, it's MWBE. And it's important because many communities have lost out on that, and our community has two public housing developments that's always looking for residents to get employed in this type of development, and please make sure that this developer keeps to his word and does hire locally and involves minority businesses to be part of it. As for Pier 40, Pier 40 has been a pathway to many kids from Fulton Houses to have the opportunity to play baseball with kids from the Greenwich Village, which if not for Pier 40, we probably wouldn't even know their names, their addresses or

MIGUEL ACEVEDO: You're welcome.

MARK CHEEVER: Good afternoon, Council

First off, just thank you so much for

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Members.

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everything you do in service of the City. definitely appreciate it, and a particular shout out to Council Member Johnson. You are our champion and definitely we know that, and we thank you for all that you've done for the park. My name is Mark Cheever. I work for Friends of Hudson River Park Currently, but I've had the incredible honor of working for the past four years of Hudson River Park Trust first, and then four years at Friends of Hudson River Park. I've worn many hats over the past four years, and I had the tremendous just privilege to be in the community every single day and talking with people that utilize the park, that love the park and see what that's like. I started as an environmental educator, and I wish I could tell you what an impact it is for the thousands of kids that learn about the environment each and every year by coming to Hudson River Park, especially from the outer boroughs. is truly one of my favorite things that I've had the privilege of working on with this project. Beyond just that, when Sandy hit, it was incredible to see I was scheduling the fields at the time, and the park has five athletic fields, and you heard from many of

the groups that use these earlier, and it was such

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River Park.

amazing thing to see them band together in the time following Sandy, but also really made me realize what would happen if these fields were not here, and I think that's what we're sort of faced with now. we do not get this funding you're going to have to sort of take a look in the community, what happens to that when all of these kids that use those ball fields no longer have that tremendous resource? and every day there are so many thousands of people that use this park, and amazing things are happening on our piers. Air rights transfer, what it does is invest in the community and enables folks from not just the local communities, but all over New York City to come here, to enjoy it, to take part in this great city, and I think just in closing, that when you invest in this park it pays so much further back. So, I'd urge you guys to support this measure and continue to support measures that invest in Hudson

CHAIRPERSON RICHARDS: Thank you.

Thank you.

JILL HENNACAMP: Good afternoon. My name is Jill Hennacamp. I'm a member of the Pier 40 Champions. Maxi Tehata [sp?] is a young man from the Bronx. In 2004 at age eight his love of soccer

be saved, and we must find a way to add more fields

for our kids. Pier 40 is a suffering child in the

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CHAIRPERSON RICHARDS: Thank you for your testimony. I'm going to go to Council Member Johnson for closing remarks, and then I'll close out this hearing.

fields. Enable another generation of Maxi's.

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you.

COUNCIL MEMBER JOHNSON: Jill, thank you for putting it that way. I think that's right, the

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suffering child of two feuding parents, which is

3 sadly what's gotten us in this position over the

4 years. I want to thank you all for being here.

5 Miguel, I want to thank you and Patrick. Thank you

for being here. Thank you very much, Mark. 6

7 want to thank everyone who came to testify today.

We're going to work together over the next five weeks

collectively to get the most bullet-proof deal done

for the trust in achieving this hundred million 10

11 dollars and continue to fight for the park moving

forward. Chair Richards, I want to thank you for 12

13 being engaged, for meeting with the Trust and the

14 applicant before the hearing today. I really

15 appreciate that you've taken time out of a very busy

16 day, coming in from Far Rockaway this morning,

17 getting here and spending all day working on an issue

18 that is so important in my community and for the west

19 side of Manhattan. So, I want to thank you for your

20 leadership, and again, thank you all for being here

21 today.

2.2 CHAIRPERSON RICHARDS: I want to thank

2.3 everyone for coming out, and thank you, Council

Member Johnson. It's always an honor to work with 24

you on applications in your district. You always 25

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show great leadership and always stand up for your community which is always commendable. We look

forwarded to continuing the conversation with the

applicant, and I just want to be clear, you know. We

6 are listening to everyone's concerns. This is

something that we do in this committee, but I want to

8 say that we've gone through a number of these with

9 Council Member Johnson and we always come out with

10 wins for our community, and we could define on what

11 | side of the aisle you're on or how big a win is it

12 for you, but we always reach a place that I think is

13 comparable to what people are looking for in their

14 communities. So, I want to thank you for your

15 | leadership. Also want to thank our committee, Raju

16 Mann, everyone for their work on today. We've

17 applied some more mandatory inclusionary housing

18 today to several projects that have come before us.

19 So, really starting to really see the fruits of our

20 | labor in this committee when it comes to creating

21 more affordable housing is always good. With that

22 being said, we will now are going to lay these items

over until the next regularly scheduled meeting. Oh,

24 sorry, is there anyone else who wishes to testify on

this issue? Alright, seeing none. Okay, so now I

SUBCOMMITTEE ON ZONING AND FRANCHISES will now close the public hearing on Land Use items number 506, 507, 508, 509, 510, and 511. We are going to lay these items over until the next regularly scheduled meeting, and with that being said, thank you all for your patience. This meeting is adjourned. [gavel]

## ${\tt C} \ {\tt E} \ {\tt R} \ {\tt T} \ {\tt I} \ {\tt F} \ {\tt I} \ {\tt C} \ {\tt A} \ {\tt T} \ {\tt E}$

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 December 7, 2016