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

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Tobi Bergman Chair of Community Board Two Manhattan

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Andrew Berman Greenwich Village Society for Historic Preservation

Anita Isola Greenwich Village Society for Historic Preservation

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Tony Simone Friends of Hudson River Park

Katherine Salyi [sp?] Friends of Hudson River Park

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Zack Winestine Greenwich Village Community Taskforce

Barry Benepe

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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

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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

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 7
2	CHAIRPERSON RICHARDS: Alrighty, we're
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
10	before we move on to a hearing on 550 Washington
11	Street application. We're going to lay over the
12	Lamburg Houses application, Land Use items number 482
13	through 488, and the 95 Horatio Street application,
14	Land Use number 479 until the next regularly
15	scheduled meeting. We will now move onto a vote on
16	several items. We are modifying three applications
17	today. So I will describe the modifications we will
18	be recommending on each. We will be modifying the
19	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
25	with the surrounding zoning in downtown Brooklyn
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1 SUBCOMMITTEE ON ZONING AND FRANCHISES 8 while still allowing for development of significant 2 3 affordable housing and office space in the building. 4 Secondly, we will be voting to modify Land Use items number 495 and 496, the Concourse Village West 5 rezoning to add the Mandatory Inclusionary Housing 6 7 Option One instead of the proposed Option Two. Option One would require that 25 percent of the residential 8 9 floor area be affordable to families making an average of 60 percent of the area median income. 10 11 Third, we will also be voting to modify Land Use item number 497 through 500, 1932 Bryant Avenue to allow 12 for 6,000 square feet of additional residential floor 13 area on parcel nine. This additional residential 14 15 floor area would be offset by reducing the community 16 facility and commercial space on the parcel. The 17 additional residential floor area would allow the 18 applicant to provide additional units at 80 percent 19 of the area median income. With these modifications, 20 Council Member Salamanca supports both the projects in his district. I will let Council Member Levin now 21 2.2 make a statement on the Willoughby application before 23 we vote. COUNCIL MEMBER LEVIN: Thank you very 24

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much, Chair Richards, members of the Subcommittee and

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 9 2 to my constituents in attendance. Today we are here 3 to determine the next steps of the 141 Willoughby 4 application. I have discussed this project in-depth 5 with many downtown Brooklyn residents as well as community stakeholders and appreciate the over 400 6 7 people that have contacted our office to share their 8 opinion on this project. I'd also like to thank 9 Community Board Two, Borough President Eric Adams and the City Planning Commission for their work on this 10 11 matter, and I would also like to extend my gratitude 12 to the council Land Use Division, especially Raju Mann [sp?], Dylan Casey and Brian Paul, as well as my 13 14 staff, all of whom have spent many hours on this 15 application, Julie Barrow [sp?], my Legislative 16 Director, Glemani Bravo Lopez [sp?], my Community 17 Director in Community Board Two, Johnathan Bouche [sp?], my Chief of Staff, and Edward Paulino, my 18 19 Communications Director. I appreciate very much the 20 ongoing discussions I have had with the Economic 21 Development Corporation as well as the developers 2.2 Savanah, and I want to give them an acknowledgement 23 as well as Ed Wallace and Jay Siegel [sp?] who are here. We have engaged in a thorough process on how 24 to address all the community needs and concerns that 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 10 2 were raised. As proposed this project was slated to 3 be an 18 FAR application, and that would be something 4 new in Downtown Brooklyn. Downtown Brooklyn has a 12 FAR framework, and this application was in many ways 5 set to right some wrongs from the 2004 Downtown 6 7 Brooklyn rezoning which gave developers an option on a residential or commercial development scenario, and 8 9 as it turned out, the City Planning Commission at the time thought that there would be about a million 10 11 square feet of residential development. It turned out that there was 10 million dollars-- or 10 million 12 13 square feet of residential development which is, you 14 know, about 10 times as much. So, as a result, there 15 were attendant infrastructure issues that were not 16 addressed in 2004 rezoning, namely an elementary 17 school in Downtown Brooklyn and other basic 18 residential infrastructures that were not put into 19 So, that was a concern, and this application place. 20 on top of that 12 FAR framework was going to 21 introduce an additional on a single property, an additional six FAR of commercial. We want commercial 2.2 23 in Downtown Brooklyn. There's a real market for commercial office development in downtown Brooklyn. 24 We want to encourage that and allow that to thrive, 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 11
2	but we have to figure out a sensible way instead of
3	just adding it on top of the current residential as-
4	of-right development. In addition, the 2004
5	Voluntary Inclusionary Program is minimal in terms of
6	the amount of affordable housing it creates and is
7	not in any way aligned with what this Council and
8	this Administration stated policy and goals are in
9	terms of encouraging and mandating now under
10	Mandatory Inclusionary affordable housing to be
11	built. So, what we decided to do in this application
12	was limit the residential development to nine FAR
13	that will be subject to Mandatory Inclusionary, so
14	all the rules that apply to Mandatory Inclusionary
15	housing, and while also allowing up to six FAR of
16	commercial development, and that will be 1.5 of
17	retail and 4.5 of office. And so the basic framework
18	is intact. We want to see mixed use developments.
19	This will be a mixed use development. It will be a
20	15 FAR as opposed to an 18 FAR as proposed, but that
21	means a reduction. All of that reduction from 18 to
22	15 will come out of the residential component which
23	means that there will be less impact to downtown
24	Brooklyn in terms of residential development, and
25	that I think is a good thing. And honestly, if

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 12 2 somebody else wants to move forward on an analogous 3 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 that's not such a bad thing. I think that it's a 6 7 good outcome, and I look forward to seeing more mixed use projects in downtown Brooklyn and making it a 8 9 thriving downtown that will be looking forward to the 21st century and understanding what our economy is 10 11 going to be looking like for the next hundred years 12 and what a real thriving mixed use downtown could potentially look like. So I want to thank my Chairs, 13 Donovan Richards and David Greenfield for your 14 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. 20 CHAIRPERSON RICHARDS: Thank you, Council Member Levin. I'll acknowledge we've been joined by 21 Land Use Chair David Greenfield. We've also been 2.2

joined by Council Member Wills. Alrighty, are there any remarks from any Subcommittee members on any of these issues? Okay. Seeing none, I will now call a

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 13 vote to approve Land Use item number 472, 473, 474, 2 3 495, 496, 497, 498, 499, and 500 with the modifications I just described. Council, please call 4 the roll. 5 COMMITTEE COUNSEL: Chair Richards? 6 7 CHAIRPERSON RICHARDS: I want to say congratulations to both Council Member Salamanca and 8 9 also to Steve Levin on two great projects in their district, and for their leadership with that, I vote 10 11 aye. 12 COMMITTEE COUNSEL: Council Member Gentile? 13 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 Torres? 21 2.2 COUNCIL MEMBER TORRES: I vote aye. 23 COMMITTEE COUNSEL: By a vote of 5 in the affirmative, 0 in the negative and 0 abstentions, 24 25 Land Use items 472, 473, 474, 475, 476-- sorry, 495,

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 14 496, 497, 498, 499, and 500 are approved with 2 3 modifications and referred to the Land Use Committee. 4 CHAIRPERSON RICHARDS: Thank you. Alrighty. Congratulations. We will now move on to 5 Land Use item number 506, 507, 508, 509, 510, and 511 6 7 relating to 550 Washington Street in Council Member 8 Johnson's district. The actions are a zoning text 9 amendment filed by the Department of City Planning as an applicant to create the Special Hudson River Park 10 11 District as well as five actions filed by SJC33 Owner 12 2015 LLC, the developer. Those actions are a zoning 13 map amendment, a zoning special permit under proposed 14 text, and three special permits related to parking. 15 Approval of these actions would facilitate the 16 transfer of development rights from pier 40 in the 17 Hudson River Park to the development site known as 18 the Saint John's Center which would be redeveloped 19 with up to five buildings containing approximately 20 1,711,000 square feet of floor area with a mix of 21 commercial and residential uses. I will now call up our first panel. Alrighty. Madelyn Wils-- did I say 2.2 23 it right-- yes, Hudson River Park Trust; Carolina Hall, Department of City Planning. And before we 24

1SUBCOMMITTEE ON ZONING AND FRANCHISES152begin, I will go to Council Member Johnson for a3statement.

4 COUNCIL MEMBER JOHNSON: Thank you, Chair 5 Richards, for holding this hearing today. Thank you to Chair Greenfield as well. This application that 6 7 we're looking at today, 550 Washington, regarding the Saint John's Terminal and pier 40 has a lot of moving 8 9 parts, from affordable housing and air rights transfers to preservation and the creation of the 10 11 Hudson River Park Special District. The challenges facing all parties involved in this ULURP application 12 include producing an application that funds the 13 14 urgently needed repairs to pier 40, providing 15 desperately needed affordable housing for New Yorkers 16 across a range of incomes, mitigating the project's 17 impacts and achieving a design that weaves this 18 development into the surrounding neighborhood. Μv 19 fellow west side elected representatives and I laid 20 out many of our concerns we have about this 21 application during the review process thus far. Our concerns include but are not limited to the amount of 2.2 23 parking proposed, the size and income levels of the affordable units, the proposed layout of open space 24 and the size of new retail. I look forward to 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 16 discussing many of these items today, an while I 2 3 thank the applicant for the changes they have already 4 made in response to the comments received, and it's 5 vital that we ensure that we are not flooding our streets with cars, are providing useful welcoming 6 7 open space, and that the businesses we welcome to the project serve the community, and above all that the 8 9 park funding is secure. Now that the application has been reviewed by City Planning, the local Community 10 11 Board and the Borough President, it is time for the City Council to do what we can to address the issues 12 13 that remain and ensure that this project works for 14 the local community. It is my hope that over the 15 coming weeks we can resolve the outstanding issues 16 with this application. There has also been a new 17 question that has emerged recently that I look 18 forward to getting into during today's discussion 19 about a potential scenario that would involve a 20 retrofitting of two of the existing buildings, the existing sites talked about, the building south of 21 Houston and a new development north of Houston. 2.2 It's 23 called the hybrid scenario, and we're going to talk about that a little bit. Given the size and scale of 24 25 the project, there are a few other concerns that the

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 17 2 community has raised that I would like to put on the record today. First, we need a significant 3 4 contribution to the preservation of pier 40. While 5 the 550 Washington Street proposal would allow for the transfer of 100 million dollars to pier 40, 6 7 significant unfunded capital needs would persist even following the infusion from this private transaction 8 9 contemplated by the proposed project. According to the Hudson River Park Trust, necessary repairs 10 11 include electrical work, artificial turf replacement, 12 and fire sprinkler repair. Given how vital the park 13 is to the local community and the tax revenue the 14 City has received as a result of the economic growth 15 of the neighborhood proximate to the park, we need to 16 ensure that we keep Pier 40 open for the tens of thousands of kids and families who utilize it every 17 18 week. Furthermore, the City should designate phase 19 three of the South Village Historic District. 20 Residents of the South Village honor the historical 21 and cultural significance that has made their neighborhood a world-class destination. 2.2 They also 23 reasonably fear that their quality of life and the character of their neighborhood will suffer from 24 further escalating development in the coming years. 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 18 2 I am heartened that this morning just about an hour 3 ago, the Landmarks Preservation Commission recognized 4 the hard work of this community over the past decade and finally calendared the last leg of the historic 5 district which will be known as the Sullivan-Thompson 6 7 Historic District. Congratulations to all the 8 community members who were vital in making that 9 The City of New York must also conduct a happen. comprehensive transportation study to provide 10 11 recommendations for improving traffic and pedestrian safety conditions in the area surrounding 550 12 13 Washington Street, specifically in the Hudson Square 14 neighborhood surrounding the Holland Tunnel. 15 Currently traffic and pedestrian safety conditions in 16 the area are severely lacking, mainly because of the 17 nearby entrance to the Holland Tunnel, Varick Street, Canal Street, West Street, and String Street are all 18 19 in a state of constant traffic gridlock. For this 20 reason, the New York City Department of 21 Transportation must conduct a rigorous transportation 2.2 study of the area so that concrete measures to 23 address these problems can be proposed and enacted in a timely manner. Furthermore, the City must make a 24 firm commitment at the outset of this project to 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 19 improve conditions by implementing immediate 2 3 streetscape improvements such as planted medians, 4 special signage and curb extensions among other 5 proposed changes. This is rightly called for in Manhattan Community Board Two's resolution on this 6 7 application. Hudson River Park Trust should submit a 8 plan for the future use in development of pier 40. 9 With the extraordinary amount of resources that are being invested in Pier 40 and the affects that the 10 11 air rights transfer associated with this project will 12 have, the public is entitled to a full account of the 13 trust plans for the future of pier 40 after this 14 transaction is completed. There should also be a ban 15 on further air rights transfers from pier 40 into 16 Manhattan Community Board Two's catchment area. The 17 trust's ability to earn income from the transfer of 18 air rights was specifically bestowed for the purpose 19 of ensuring that the trust is able to afford the 20 expenses of major capital projects, namely the restoration of pier 40. The 550 Washington Street 21 2.2 proposal ensures this outcome, but with unprecedented 23 density. It would be inequitable for the Trust to earn additional revenue through a subsequent transfer 24 of air rights from the Hudson River Park to Community 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 20 2 Board Two because such a transfer would place an 3 unfair burden on the community. I want to thank 4 Manhattan Community Board Two for their incredible 5 work on this. I want to thank my colleagues in government who share this district, Assembly Member 6 7 Deborah Glick, State Senator Brad Hoylman, State Senator Daniel Squadron, Congressman Jerry Nadler, 8 9 and Manhattan Borough President Gale Brewer. I know we're going to hear from Tobi Bergman, the Chair of 10 11 Community Board Two today, but I want to thank him 12 for being here and for his incredible leadership on this application. I want to thank them for work over 13 14 the last two plus years on this, for their guidance 15 and their commitment and I want to thank the public 16 for being here today and turning out on a weekday 17 morning to be heard. Thank you. I'm sorry for being 18 verbose, and I turn it back to you, Chair Richards. 19 CHAIRPERSON RICHARDS: Thank you, Council 20 Member Johnson. So, just state your name for the 21 record, who you're representing, and then you may 2.2 begin. 23 MADELYN WILS: Good af-- thank you, Chair Richards, and of course, thank you to our Council 24

Member Corey Johnson and to your fellow Council

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 21 2 Members. We appreciate having the opportunity to 3 present to you today. I'd like to begin by telling 4 you a little bit about Hudson River Park for context. Hudson River Park is an approximately 550-acre, four 5 mile long park along the Hudson River from the 6 northern edge of Battery Park City to 59th Street. 7 It's the second largest park in Manhattan after 8 9 Central Park and attracts an estimated 17 million visits each year from across New York City and the 10 11 region. The park is home to approximately 30 piers, 12 landscaped upland areas, active and passive 13 recreational spaces, boating facilities and a number 14 of commercial and municipal uses. The Park occupies 15 a mix of City and State property and was created 16 through state legislation, the Hudson River Park Act 17 in 1998. As provided in the Act, Hudson River Park is 18 a joint venture between the state and City of New 19 York with a unique operating framework. The Act also 20 created the Trust as the New York State Public 21 Authority to design, construct and maintain the park. The Trust is governed by a 13-member board with 2.2 23 members appointed by the Governor, the Mayor and the Borough President. The park has provided 24 extraordinary benefits to New York City as a whole, 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 22 2 both for people who live and work here and for the 3 City's tax base. According to the study by the Regional Planning Association, from 2000 to 2014, the 4 5 park's adjacent neighborhood grew by 54 percent with a 66 percent increase in the youth population, and a 6 7 112 percent increase in the senior population. Ιn 8 contrast, the youth population throughout the rest of 9 Manhattan actually declined during the same period. Hudson River Park also directly generates more than 10 11 3,000 fulltime jobs and part-time jobs, a figure that 12 is estimated to grow to approximately 5,000 jobs in 13 the next few years, and the park attracts people from 14 all over the five boroughs. Hudson River Park 15 delivers over 100 different free public programs each 16 season attracting over 100,000 people. Our 17 Environmental Education Program, one of the best in 18 the City, teaches over 27,000 kids, including 295 19 public school classes and 140 camps. Eighty-five 20 percent of the kids who attend are from Title I 21 schools, and 75 percent of the students receive free 2.2 or reduced-cost lunches. However, as contemplated by 23 the Hudson River Park Act, neither the city nor state provide direct operating support for the park's 24 maintenance and operation. Instead, the trust has 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 23 2 achieved the legislative goal of being financially 3 self-sufficient to the extent practicable by generating revenue from a combination of leases on 4 several designated commercial piers, such as Chelsea 5 Piers and Circle Lime [sic] as well from concessions, 6 7 permits, fees, donations and other sources. And the 8 park is currently approximately 77 percent complete 9 or in progress in construction. To date, capital construction funding has come principally from a 10 11 combination of city, state and federal sources. In recent years has not been sufficient to cover 12 13 increasing capital maintenance cost for legacy 14 infrastructure like Pier 40 and the park's bulkhead, 15 which has consumed over 30 percent of the park's 16 self-generated revenue and was not considered when 17 the Act was passed. In fact, Hudson River Park is 18 responsible for the entire historic bulkhead running 19 the four miles. Over the years, much of the bulkhead 20 had to be replaced or significantly repaired. In fact, we are currently engineering a bulkhead repair 21 2.2 from Morton to Christopher Street which will cost the 23 park up to 14 million dollars. To date, monies to make capital maintenance repairs have come from 24 whatever capital we receive from city and state or 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 24 2 from our limited reserves which have been dwindling 3 given the need to repair old infrastructure. As a 4 result, the pace of park completion has slowed. In 5 part, to address this issue, the state legislature amended the Act in 2013 to allow for the transfer of 6 7 development rights from Hudson River Park to sites 8 located one block east of the park to the extent 9 designated and permitted under local zoning. Based on the legislation, without a local zoning action, 10 11 the trust actually does not have a mechanism to 12 transfer development rights off site. Only a handful 13 of piers have the ability to transfer development 14 rights. Pier 40 is one of them and is the only pier 15 that would be affected by the current proposals in 16 ULURP today. Pier 40 is the largest property in the 17 park at almost 15 acres and is home to athletic 18 fields, administrative and maintenance facilities of 19 the Trust, a commercial parking garage, and excursion 20 vessels. The ball fields are open and permitted 21 every day seven days a week from 7:00 a.m. to 12:30 a.m. and receive approximately 260,000 visits each 2.2 23 year by children and adults from all over New York City as well as the local community. Historically, 24 Pier 40 generated approximately 40 percent of the 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 25 2 park's income, but that revenue has declined as a 3 result of Pier 40's very poor condition and a legacy 4 of deferred maintenance prior to the park's creation. 5 While the trust has made essential repairs to sections of the roof and several other infrastructure 6 7 element totaling nearly 20 million dollars plus 8 additional repairs as a result of Sandy, over 14 9 million dollars. It cannot afford to repair the 3,500 steel piles that support the pier. 10 In March 11 2015, an independent engineering firm estimated the cost of these pile repairs at 104.6-- 104.6 million 12 13 dollars. As a designated park commercial pier under 14 the Act, Pier 40 is intended to be developed privately. The Trust has twice issued RFP's for this 15 16 purpose, but the RFP's have failed in large measure because of the high cost of addressing Pier 40's 17 18 piles, generated intense development plans that could 19 not achieve community support. The Trust has now 20 negotiated a sales price of 100 million dollars with 21 550 Washington Street pursuant to a memorandum of understanding with the developer which contemplates 2.2 23 the transfer of the development rights pursuant to a separate purchase and sale agreement setting for the 24 25 terms of payment. The sales price was informed by an

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 26 2 independent appraisal. If ULURP is approved by the 3 City Council, the Trust Board will then vote on December 15th on whether to approve the purchase and 4 5 sale agreement and authorize the transfer of 200,000 square feet of development rights from Pier 40 to 550 6 7 Washington Street. Within 30 days of the Trust vote, 8 the developers obligated to either execute the 9 purchase and sale agreement and make a deposit payment in the amount of 35 million dollars in 10 11 addition to the five million dollars that is already in escrow since certification, or forfeit up to 12 million dollars of the five million dollar deposit. 13 14 If the purchase and sale agreement is executed, the 15 closing may occur up to 150 days after the article 78 16 [sic] period has expired, at which point the 40 17 million dollar deposit payment is released from 18 escrow to the trust, and the 60 million dollar 19 balance of the purchase price is paid by promissory 20 notes that are due at the rate of 20 million dollars 21 each year after closing for the next three years or through the third anniversary of the closing date. 2.2 23 Because of the need to repair the piles as soon as possible in order to keep the pier and the ball 24 fields open to the public upon certification, the 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 27 developer placed five million dollars in escrow of 2 3 which up to one million dollars is available to the 4 trust towards design of the pile repairs. This 5 effort has already begun. The repair methodology consists of applying an outer concrete jacket over a 6 7 deteriorated steel pile and reinforcing most piles with rebar to restore the pile's structural capacity. 8 9 It will take approximately four to five years to complete pile restoration since most work is done by 10 11 divers in the water. Courtyard fields are not 12 expected to be impacted, other than he need for 13 access along the edges. Fixing the infrastructure is 14 the first step to keeping the pier open. The 15 community-based has also asked the trust to start 16 discussions with them regarding a future redevelopment plan, understanding that the existing 17 18 building has lived past its useful life. The 19 importance of Pier 40's ball fields cannot be 20 overstated, but the pier also needs to generate 21 sufficient revenue to help sustain the park for the In the recommendations related to the 2.2 long term. 23 current ULURP applications, Community Board Two and the Borough President have requested that the trust 24 be prohibited from selling any additional air rights 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 28 2 within Community Board Two if the current proposals 3 ae approved. The Trust believes that because any 4 future air rights transfer would need to go through its own separate ULURP process, it is unnecessary to 5 embargo the trust from selling any air rights in the 6 7 future within CB2. If the Trust can successfully redevelop the pier, it will likely need and use all 8 9 of its remaining development rights from Pier 40 on the pier itself. We've also pledge in our working 10 11 with the Community Board and pledged to work with all 12 elected officials on parameters for a redevelopment 13 plan which will embrace the ball fields and public 14 open space. Thank you to all of you on behalf of the 15 Park, and I also want to thank all the people who 16 came out today to support Pier 40 and the park who 17 are missing their work days today. Thank you very 18 much. 19 CHAIRPERSON RICHARDS: Thank you. City 20 Planning? 21 CAROLINA HALL: Good morning. 2.2 CHAIRPERSON RICHARDS: Hit your button. 23 CAROLINA HALL: Good morning. CHAIRPERSON RICHARDS: Good morning. 24 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 29 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 9 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 Street. The West Village is just to the north. 23 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

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 30 the Saint John's Center is outlined in red. Pier 40 2 3 is located in the Hudson River at West Street and 4 West Houston Street. According to a survey by the 5 Trust, the zoning lot is currently constructed with two stories and 761,924 square feet of floor area; 6 7 583,204 square feet are unused. The Saint John's Center or terminal site at 550 Washington Street is 8 9 to the east of Pier 40. The 196,000 square foot is bounded by Clarkson, West Washington Street with the 10 11 Spring Street garage just to the south. The single zoning lot is bisected by West Houston Street and 12 13 mapped an active street. The existing four-story 14 building was constructed in the 1930's. In the surrounding area, residential uses are concentrated 15 in the West village in Tribeca and manly row houses, 16 17 apartment buildings, converted manufacturing 18 buildings, a 12-story residential using is being 19 constructed on the block north of Clarkson Street 20 just north of Saint John's. While Hudson Square continue to see a rise in residential development, it 21 is dominated by commercial and office uses, occupying 2.2 23 its former manufacturing building. Ground floor retail lines many of the main corridors including 24 Christopher Street, Hudson and Canal Street. 25 Some

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 31 2 manufacturing uses are still active on surrounding 3 blocks around Saint John's. UPS operates a 4 distribution facility across Washington Street. 5 Federal Express has two such facilities on just north of Clarkson Street. Again, the Spring Street 6 7 sanitation garage abuts Saint John's to the south. 8 The nearest subway line is a one-line Houston Street 9 Subway Station. There are several bus lines and the water taxi service from Christopher Street Pier. 10 The 11 Hudson River Greenway bicycle route extends the 12 length of Manhattan's west side and the entrance to the Holland Tunnel is located near Hudson and Canal 13 14 Street. Although this map illustrates the districts 15 that are being proposed by the private applicant, the Saint John's Center currently mapped and 16 17 manufacturing district M24 and M15. Both districts 18 permit five FAR of commercial manufacturing uses. 19 There is no height restriction in these districts, 20 and M23 is mapped over Pier 40, M23 permits to FAR, 21 and that district extends along the Hudson River to 2.2 the north and south. The 2013 special Hudson Square 23 District is mapped over several blocks east of the development site and south to Canal Street. 24 The district permits residential, commercial 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 32 2 manufacturing uses up to 10 FAR for most uses and 12 3 FAR with inclusionary housing. Street walls are 4 permitted to high between 125 and 150 feet, and 5 buildings can be up to 290 feet on wide streets. At Sixth Avenue and Canal Street at 42 [sic] square the 6 7 maximum height is 450 feet. The Department of City 8 Planning is proposing a text amendment to the zoning 9 resolution to create the special Hudson River Park district which would encompass Pier 40 as a granting 10 11 site and Saint John's Center as the receiving site. 12 These are the only two sites proposed to be included 13 in the special district. No other floor area 14 transfer is being enabled by this text amendment. The 15 objectives of the Special Hudson River Park District 16 are to facilitate the repair and rehabilitation, 17 maintenance and development of the park through the 18 transfer of development rights within the Special 19 Hudson River Park District, and on the receiving 20 side, to promote a range of uses that complements Hudson River Park and to serve residents of varied 21 income levels. Even with the establishment of the 2.2 23 district the private applicant must separately seek the special permit to transfer floor area from Pier 24 40 to Saint John's. The transfer is not being 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 33 2 permitted as-of-right. Among the requirements of the 3 special permit is a letter from the Hudson River Park 4 Trust identifying improvements and stating that the 5 funds associated with the transfer of floor area in addition to any other funds are sufficient to 6 7 complete the identified improvements. Conditions of 8 the application include that the transferred floor 9 area be no greater than 20 percent of the underlying floor area permitted on the receiving site, and in 10 11 order to ensure an equitable distribution of 12 development sites and park improvements, they must be in the same community district or within one-half 13 14 mile of one another. Any housing on the receiving 15 site must be provided in accordance with mandatory 16 inclusionary housing. The text is also structured to 17 ensure that any zoning map change on the receiving 18 site. It's only effective with the special permit, 19 that if any proposal for zoning districts that 20 introduce greater FAR or new uses on the receiving site apply only with the special permit; otherwise, 21 the site is restricted to the manufacturing zoning 2.2 23 districts that apply today. The grant of the special permit is contingent on a set of findings with 24 respect to the furtherance [sic] of the Hudson River 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 34 2 Park's repair maintenance and development, and on the 3 receiving site an improved site plan and building 4 design, complementary uses, provision of light and 5 air to surrounding streets, the appropriateness of bulk modifications in relation to park improvements, 6 7 and the ability of the project to support the 8 objectives of the Inclusionary Housing Program. The 9 Special Hudson River Park District also creates two chairperson certifications to ensure that no building 10 11 permits or certificates of occupancy can be issued 12 until the chair has certified that the site owner and 13 trust have executed a payment schedule and that 14 payments are maintained in accordance with that 15 schedule. Following this presentation the developer 16 team will present their proposal for the development 17 of Saint John's and the associated actions. Thank 18 you. 19 Thank you both for CHAIRPERSON RICHARDS: 20 your testimony, and I guess I'll start off with 21 questions to Madelyn. So, can you just speak to, and 2.2 I think you talked about in your testimony-- so, 23 obviously I think there's a request for 100 million dollars here to really do a lot more work on the 24

pier. Can you speak to how did you arrive at

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 2 prioritizing the pilings, in particular, as a 3 priority--

4

MADELYN WILS: [interposing] Yes.

CHAIRPERSON RICHARDS: in particular for 5 this project. And I guess before that, can you just 6 7 speak to where are we at now? So, if we did nothing 8 right now, if we disapprove this application, what 9 would be the scenario for funding for this particular 10 park?

11 COUNCIL MEMBER WILLS: Well, the situation at Pier 40 is dire. When CH2M, which is a 12 very large engineering firm, inspected the pier in 13 14 2000-- late 2013, early 2014, they said that the load 15 capacity was at the minimum required for public assembly, and public assembly is 100 pounds per 16 17 square foot. So, what that means is that any further 18 deterioration of the piles would mean that basically 19 the pier would have to close which means the ball 20 fields, the trust offices, parking garage; that would 21 be very dire for not just the community but for the 2.2 park itself, because the park, all of our operations 23 are there and revenue needed comes from there. So, there hasn't-- because Pier 40 has not been 24 redeveloped as what was in the Hudson River Park Act, 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 36 2 there has been a reluctance to give money to the park 3 to fix Pier 40. 4 CHAIRPERSON RICHARDS: and I'm assuming this area was impacted by Hurricane Sandy, correct? 5 MADELYN WILS: The Park was 100 percent 6 7 under water. 8 CHAIRPERSON RICHARDS: Right. 9 MADELYN WILS: After Hurricane Sandy we have 40 million dollars' worth of damage. 10 CHAIRPERSON RICHARDS: How much? 11 MADELYN WILS: Forty million dollars. 12 13 CHAIRPERSON RICHARDS: Forty million. MADELYN WILS: Which the Trust had to 14 15 front. We are very slowly getting that back, but it's slow. 16 17 CHAIRPERSON RICHARDS: Let me ask you a 18 question on that. So, I know-- and I represent the 19 Rockaways, in particular --20 MADELYN WILS: [interposing] Yes. CHAIRPERSON RICHARDS: so there was FEMA 21 dollars out there, and I don't know if you have the 2.2 23 answer to this question, but is this an area that in particular your organization looked to the State and 24 the City for assistance on? Because I would assume 25
1SUBCOMMITTEE ON ZONING AND FRANCHISES372that the bulkheads, in particular, the park, sort of3serves as some sort of remediation in a sense to4climate change and to flooding. So was there any talk5or discussion with the City or State in tapping into6some of that, those dollars.

7 MADELYN WILS: Well, we have -- we are -we expect 90 percent of return, or I would say 8 9 probably 88 percent of the money returned from FEMA. 10 Eventually with the other 10 percent coming from the 11 state. It's very slow getting this. I think we have 12 less than 10 million thus far. It's a fulltime job 13 for about three people in our office to be able to 14 get through this paperwork, but we expect over the 15 next few years to finally close this out and be 16 reimbursed. 17 CHAIRPERSON RICHARDS: So, the full 40 18 million will be covered by FEMA. 19 MADELYN WILS: Yeah, probably about 37 or 38. 20 21 CHAIRPERSON RICHARDS: Thirty-eight, 2.2 okay.

23 MADELYN WILS: There'll be some 24 disqualified money, yeah.

 1
 SUBCOMMITTEE ON ZONING AND FRANCHISES
 38

 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--

MADELYN WILS: [interposing] The most-CHAIRPERSON RICHARDS: with the Community
Board, and how did that sort of play out?

MADELYN WILS: No, because the first 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 24 worry about the rest of the--

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 39
2	CHAIRPERSON RICHARDS: [interposing] And
3	then I think your testimony you alluded to the
4	engineering company said that I think there's 104
5	million
6	MADELYN WILS: [interposing] Yes.
7	CHAIRPERSON RICHARDS: in needs.
8	MADELYN WILS: Yes.
9	CHAIRPERSON RICHARDS: So, the question
10	is, is a 100 million dollars enough here
11	MADELYN WILS: [interposing] We were a
12	CHAIRPERSON RICHARDS: since the
13	MADELYN WILS: [interposing] Sorry. We
14	were able to get 5.5 million dollar contribution from
15	another developer close by, so that will go towards
16	what we need at Pier 40.
17	CHAIRPERSON RICHARDS: And you don't have
18	any plans on working with them on air rights?
19	MADELYN WILS: No, they're
20	CHAIRPERSON RICHARDS: [interposing] Okay.
21	MADELYN WILS: They're building a 12-
22	story building as you've heard.
23	CHAIRPERSON RICHARDS: Okay.
24	MADELYN WILS: Yes.
25	
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1	SUBCOMMITTEE ON ZONING AND FRANCHISES 40
2	CHAIRPERSON RICHARDS: Alright. I'm
3	going to go to City Planning quick. So, can you just
4	speak to the air rights scenario and the boundaries
5	of transfer and how can we ensure that these air
6	rights aren't transferred elsewhere else in Community
7	Board Two?
8	CAROLINA HALL: Sure.
9	CHAIRPERSON RICHARDS: I think that's a
10	major concern for this community. We've heard from
11	Council Member Johnson on this. So, there's a major
12	concern that this does not open up Pandora's Box, you
13	know. So can you speak to the process and scenarios
14	of transferring these air rights?
15	CAROLINA HALL: Course. So, the action
16	that the that City Planning is proposing that is
17	before you now, this is the text map from the actual
18	zoning language that's been prepared, and the text
19	map reflects the extent of the Special Hudson River
20	Park District and it includes only two properties.
21	It includes Pier 40 and the St. John's Center. So,
22	those are the only two properties that are eligible
23	to both send and receive development rights.
24	
25	

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 41
2	CHAIRPERSON RICHARDS: And under any
3	other scenario, let's just play devil's advocate
4	here, they would have to obtain a special permit.
5	CAROLINA HALL: That's right. So, if any
6	other property and any other portion of the park were
7	to be mapped in the special district in order to
8	transfer floor area, that would require a text
9	amendment and a special permit just as being proposed
10	here, and that would be a full ULURP subject to
11	complete public review.
12	CHAIRPERSON RICHARDS: Okay. I'm going to
13	go to Council Member Johnson for questions now.
14	COUNCIL MEMBER JOHNSON: Thank you, Chair
15	Richards. Thank you to City Planning and to the
16	Trust for being here today and for your testimony. I
17	want to start with City Planning and ask if you could
18	describe the logic of the boundaries that the
19	Department has used to propose the transfer district.
20	Why not limit air rights transfers to a smaller
21	geographic area like a quarter of a mile from Pier
22	40? Why was it throughout Community Board Two?
23	CAROLINA HALL: So, the state legislation
24	that was adopted in 2013 that amends the Hudson River
25	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
6	is legislation that will limit that geography just to
7	Pier 40 and just to Saint John's. So, the geography
8	is in fact very, very limited. The text that a
9	company's the text map that's currently shown does
10	require that any future transfers be limited to or
11	that the granting and receiving sites be within one
12	half mile or the same community district, and that is
13	consistent with the approach that's been taken for
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,
19	how many after the 200,000 square feet of air
20	rights is sold to the private applicant and
21	transferred across West Street to the site that we're
22	talking about, how many air rights would be left at
23	Pier 40, unused air rights?
24	MADELYN WILS: There would be 383,000

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 43
2	COUNCIL MEMBER JOHNSON: Three hundred
3	and eighty-three thousand?
4	MADELYN WILS: Yes.
5	COUNCIL MEMBER JOHNSON: And with that
6	383,000, if there was a future plan, which is further
7	down the line, to redevelop Pier 40 and not just look
8	at the piles and the emergency repairs that we've
9	talked about, but to actually do a redevelopment
10	which hasn't been possible in the past. How many of
11	those development rights would or could potentially
12	be used through a future redevelopment?
13	MADELYN WILS: We believe you could use
13 14	MADELYN WILS: We believe you could use all the development rights on Pier 40. It's almost
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14	all the development rights on Pier 40. It's almost
14 15	all the development rights on Pier 40. It's almost 15 acres. It's a very large site. So, I'm not
14 15 16	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
14 15 16 17	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
14 15 16 17 18	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
14 15 16 17 18 19	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
14 15 16 17 18 19 20	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
14 15 16 17 18 19 20 21	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
14 15 16 17 18 19 20 21 22	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.

1SUBCOMMITTEE ON ZONING AND FRANCHISES442office space or other things at the pier which33currently is not allowed?

4 MADELYN WILS: Correct. So, the first two RFP's over the last 15 years on Pier 40 were for 5 retail and entertainment complexes because that's 6 7 what's allowed in the Hudson River Park Act, and 8 those types of uses have impacts on the community 9 that the community did not want, and that became In talking with the community over the last 10 evident. 11 several years and discussing what kind of development 12 would be appropriate on the pier, Community Board 13 Two, the community and Community Board Two in their 14 resolution supported office use on Pier 40. To have 15 office use on Pier 40, the Hudson River Park Act 16 would have to be amended to allow for that.

17 COUNCIL MEMBER JOHNSON: So, I just want to be clear, there have been, you know, press article 18 19 and some agitation, and you, Madelyn, even testified 20 today that you don't believe that future air rights transfers should be limited or eliminated as we 21 contemplate this action. I've taken the position that 2.2 23 you all are going to hopefully get an enormous infusion of funds for emergency pile repairs, but 24 that it's my belief that air rights transfers is not 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 45 2 the cure-all solution to fixing the pier overall and 3 redeveloping it. So, I just want to say that what 4 you just told me was that the 383,000 square feet of development rights that are available at Pier 40, you 5 could actually use that on Pier 40? 6 MADELYN WILS: 7 We believe so, yes. 8 COUNCIL MEMBER JOHNSON: So, you may not 9 need to transfer to additional places in the community if you're able to move forward with a 10 11 development plan on Pier 40. 12 MADELYN WILS: That's correct. 13 COUNCIL MEMBER JOHNSON: And I know it's 14 a little early to talk about this because it would 15 require the change in state legislation and the 16 community and all the other elected officials to 17 participate in a process, but the preference would be 18 to redevelop Pier 40 and not to use air rights 19 transfers to supplement emergency capital repairs at 20 Pier 40, correct? 21 MADELYN WILS: That would absolutely be The preference would be to have Pier 2.2 the preference. 23 40 as a self-sustaining project that the Trust would no longer have to invest its precious resources into 24

that would be able to afford the community with the

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 46 2 public open spaces desired as well as being a project 3 that would continue to give annual revenue to the 4 trust on a recurring basis and that the trust would 5 not have to worry about it in the future. I think it 6 could be a win/win for everyone.

7 COUNCIL MEMBER JOHNSON: SO, again, I 8 don't want to get too far afield because I want to be 9 respectful that there are, as we talk about this conceptually, the state legislature has the ultimate 10 11 authority over what happens with the future of the 12 Acct. but I would say that if that is contemplated 13 down the line whether it be a year from now or two 14 years from now, however long, that he hope would be 15 to do an RFP for Pier 40 to use the remaining 16 development rights to redevelop the pier, and that 17 whoever likely one that RFP would be bearing the cost 18 of full redevelopment of the pier. So, ultimately 19 the Trust wouldn't be laying out money. We wouldn't 20 have to do future air rights transfers, and that is 21 the way to hopefully get pier 40 in a good place. Is that accurate? 2.2 23 MADELYN WILS: Very accurate, yeah.

24 COUNCIL MEMBER JOHNSON: Okay. So, you 25 told Chair Richards that there are about 40 million

SUBCOMMITTEE ON ZONING AND FRANCHISES 1 47 dollars' worth of repairs associated with the Sandy, 2 3 that's correct? 4 MADELYN WILS: Yeah. 5 CHAIRPERSON RICHARDS: So, what is the Trusts current capital reserve currently? What's in 6 7 your capital reserves? MADELYN WILS: We have about 20 million 8 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. MADELYN WILS: correct. 13 COUNCIL MEMBER JOHNSON: And the Morton 14 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 dollars. 2.2 23 MADELYN WILS: correct. 24 COUNCIL MEMBER JOHNSON: That's a lot of 25 money.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 48
2	MADELYN WILS: This is not, I think I
3	believe that this was not the intention of the Act to
4	have the park be responsible for all of this
5	infrastructure, but that's what's happening.
6	COUNCIL MEMBER JOHNSON: What is the
7	annual revenue that comes in to the Trust?
8	MADELYN WILS: Well, we budgeted 21
9	million. I think we've done a little bit better than
10	that this year.
11	COUNCIL MEMBER JOHNSON: Twenty-one
12	million.
13	MADELYN WILS: Yes.
14	COUNCIL MEMBER JOHNSON: Okay. So,
15	projected, when do you think that 20 million dollars
16	in capital reserves will be depleted?
17	MADELYN WILS: We could deplete that very
18	quickly, but what we have been doing, and I alluded
19	to this in my testimony is that whatever capital that
20	we've been getting from the state, including new
21	parts, we are now putting towards the Morton Street
22	bulkhead, and there were other infrastructure
23	projects in the park. There's a lot of capital
24	maintenance in the park.
25	COUNCIL MEMBER JOHNSON: Okay.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 49
2	MADELYN WILS: So it' so we're using
3	partially our reserves, but because we've used so
4	much of that on Sandy already and it's not reimbursed
5	yet. We've been using capital that we would have
6	liked to have used towards building out new park.
7	COUNCIL MEMBER JOHNSON: So, I'm just
8	trying to provide a little context for the public,
9	for my colleague for the folks who are of course
10	interested in what's happening here. The park runs.
11	It's a four mile park. It runs from Chambers Street
12	up to 59^{th} Street on the west side of West Street.
13	There are Signiant sections of the park which have
14	yet to be built out, most significantly in the
15	northern Chelsea section and in the Hell's kitchen
16	session.
17	MADELYN WILS: Yes.
18	COUNCIL MEMBER JOHNSON: And the cost to
19	build out the park in those sections is in the range
20	of hundreds of millions of dollars.
21	MADELYN WILS: About 250 million.
22	COUNCIL MEMBER JOHNSON: Two hundred and
23	50 million dollars. So the trust is 20 million
24	dollars in reserves, brings in 21 million dollars
25	annually or a little more than that, has a 105

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 50
2	million dollar bill for pile repairs at Pier 40, has
3	things like bulkheads which are collapsing which ends
4	up costing 14 million dollars, and right now, at Pier
5	40 because the building is crumbling, significant
6	parts of Pier 40 have been closed down in the past,
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
10	generating at this point about 25 percent, maybe
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
14	59 th Street is generated by parking at Pier 40?
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: So, I ask all of
20	that to provide context to then get to the payment
21	that we're talking about today. The purchase and
22	sale agreement as you laid out in your testimony
23	before this committee today talked about the
24	sequencing and how it works as currently proposed.
25	In my we're going to hear the applicant after you,
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1	SUBCOMMITTEE ON ZONING AND FRANCHISES 51
2	but my major, major concern is that this legislation,
3	the Act was amended for this real sole purpose which
4	is to try to take care of Pier 40. That's why the
5	state legislature did that in 2013. It's why air
6	rights were never available before to be transferred,
7	and it's why this action was taken, correct?
8	MADELYN WILS: Yes.
9	COUNCIL MEMBER JOHNSON: Okay. So if we
10	have spent when that happened in 2013 I wasn't in
11	the council. If we had spent three and a half years
12	contemplating the future of Pier 40 and talking about
13	this, and today after Community Board review, Borough
14	President Review, City Planning Commissioner review,
15	we're here today three and a half years later to do
16	this. The real reason is to fix the pilings.
17	MADELYN WILS: Yes.
18	COUNCIL MEMBER JOHNSON: Okay. And
19	that's why the hundred million dollars is going to be
20	transferred.
21	MADELYN WILS: Correct.
22	COUNCIL MEMBER JOHNSON: Okay. So I am
23	scared, and I want to understand how exactly we
24	ensure that the money is given to the park, and I
25	want it to be air tight. I don't want us, you know,

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 52 2 the economy falls in the next eight months and the 3 developer decides not to pull a permit, and the, you 4 know, 40 million dollars which is supposed to go into 5 escrow as you talked about which would become available after an article 78 period, after the ULURP 6 7 happens, and then three 20 million dollar payments which gets us 60 million dollars in the three out-8 9 year, gets us to 100 million -- where are there holes currently in that process? Because I don't want to 10 11 have spent three and a half years contemplating this. You know, my hair's falling out from the Pier 40 12 13 deal, and I don't want us to do all this and to go 14 through this entire process, and then, oops, you 15 know, something happened and we're not getting a 16 hundred million dollars. Like, that can't happen for 17 you, for me, for the community, for anyone, and that 18 is my major fear in all of this, especially if things 19 have gotten slightly more shaky recently. So can you 20 talk about where there are current holes or where you 21 have fear and where the Trust is potentially 2.2 vulnerable in this process? 23 MADELYN WILS: The Trust is vulnerable between the time that the City Council has its final 24 vote and the time in which the PSA is signed. 25 Our

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 53
2	board will vote the day after, now, the City Council
3	vote. Then the developer has 30 days, up to 30 days
4	to sign, and if they don't sign they forfeit very
5	little money, a million dollars. And so that is a
6	cause of concern particularly at this point in the
7	deal. The other point of concern is that if we're
8	past the Article 78 period, there is nothing that
9	forces the developer to pull its special permit and
10	close on the deal, that they would have to forfeit
11	the 40 million dollars that would be in escrow at
12	that point, but they would not have to pay on the 60
13	million dollars. So, even if they didn't pull a
14	permit, the ULURP will lift and conclude it, and
15	Trust may not get the 60 million dollars.
16	COUNCIL MEMBER JOHNSON: Well, that's a
17	very big concern. We're doing all of this. We've
18	done all of this. We're here today for 100 million
19	dollars. And so for me to hear that there are
20	potential vulnerabilities in achieving that 100
21	million dollars is extremely concerning to me. I have
22	been having conversations with the applicant to
23	figure out a way to tighten this and to ensure that
24	the money is guaranteed. We're exploring the
25	legalities and how to best do that. We're going to

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 54 2 hear from them on their overall site plan, and then 3 I'll get into questions about this with them, but from hearing what you just said, it sounds like if 4 5 the money was put in escrow before the Council voted and the Council voted in favor of this application, 6 7 then the Trust Board voted in favor of the purchase of then the article 78 period, which is the time that 8 9 someone who had standing could bring a challenge to this land use action, when that expires after four 10 11 months, 120 days, at the end of that as currently 12 contemplated, the Trust would get 40 million dollars. It currently has five million dollars in escrow. 13 There would be an additional 35 million dollars. 14 You 15 would get that 40 million dollars at the end of that 16 period. 17 MADELYN WILS: Yes. 18 COUNCIL MEMBER JOHNSON: But the 60 19 million dollars, right now the infusion doesn't 20 happen until they close on the property. 21 MADELYN WILS: Correct. 2.2 COUNCIL MEMBER JOHNSON: They close on 23 the sale. So the closing, as currently contemplated, means what exactly? What does closing mean? 24 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 5 2 MADELYN WILS: Closing basically means 3 that they close on all the transfer documents for 4 this sale and likely are also putting together the 5 financing for the project that they will be doing 6 first. 7 COUNCIL MEMBER JOHNSON: What if they a 8 the end of the article 78 period, you have your 40 9 million dollars, they decide not to close? 10 MADELYN WILS: Then we have a problem. 11 COUNCIL MEMBER JOHNSON: Well, that's a 12 big problem, because no one can force someone to 13 close. 14 MADELYN WILS: Correct.	
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14 MADELYN WILS: Correct.	
15 COUNCIL MEMBER JOHNSON: Okay. So, I'l	L
16 ask the developer more about this, the applicant mo	re
17 about this, but I want everyone to fully understand	l
18 what we're dealing with here, because the whole	
19 reason why we're doing this is to get the 100 mill:	.on
20 dollars and I don't want any holes or vulnerabilit:	.es
21 in our ability in doing that. Just a question for	
22 City Planning, and then I'll turn it back to you.	
23 Chair, thank you for being patient with me. So,	
24 right now the way the text is written, the applican	ıt
25 cannot begin on their project until they pull the	

1SUBCOMMITTEE ON ZONING AND FRANCHISES562special permit, and when they pull the special3permit, the money and the timeline on the money sort4of has to begin, and it starts, and the infusion5starts. Is that correct.

6 CAROLINA HALL: The text stipulates that 7 he Chairperson must certify. At the time that the 8 developer pulls building permits or pulls temporary 9 certificate of occupancy, the chairperson of the City 10 Planning Commission must certify that the payment 11 agreed to by the trust and the developer is being 12 complied with.

13 COUNCIL MEMBER JOHNSON: And again we're 14 going to hear about this when the applicant comes up, 15 but if for some reason the applicant decided to move 16 forward sort of only partially with this plan, and what I mean by that is, say if they wanted to move 17 18 forward on the northern section on the site, but on 19 the center and cell sections of the site, they wanted 20 to do an as-of-right commercial manufacturing adaptive re-use, they'd still have to pay 100 million 21 2.2 dollars. But if they wanted to do that, they could 23 pull an as-of-right building permit for the south and center sites. 24

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 57 2 CAROLINA HALL: That's right. There's 3 nothing in the text that obligates the special permit 4 development. The developer maintains the ability to build an as-of-right project. 5 COUNCIL MEMBER JOHNSON: And if they 6 7 pulled a permit, a DOB permit on the center and south 8 sites, and not the special permit for this whole 9 action we're talking about today and which we're going to see, that would not begin the payment 10 11 schedule that we talked about. CAROLINA HALL: That's right. 12 An as-of-13 right project does not obligate payment. COUNCIL MEMBER JOHNSON: Because it's as-14 15 of-right they have legal rights to do an as-of-right 16 project. 17 CAROLINA HALL: That's correct. 18 COUNCIL MEMBER JOHNSON: So, if they 19 wanted to sequence this project to do the center and 20 south sites first and do an adaptive re-use on the 21 center and south sites and pull an as-of-right DOB permit, and then hold on pulling a special permit for 2.2 23 the north site as contemplated, as we're talking about. The money schedule wouldn't start. 24

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 58 2 CAROLINA HALL: There is no requirement 3 that that -- per the text, there's no requirement 4 until the special permit is pulled, and those building permits are sought that the payment is made. 5 COUNCIL MEMBER JOHNSON: And Carolina, I 6 7 know that you're not an attorney, but it's your understanding from the General Counsel's staff at 8 9 City Planning that there is no legal way to start the payment process for an as-of-right DOB permit, 10 11 correct? 12 CAROLINA HALL: I can't speak on behalf 13 of counsel, but my understanding is that it's not 14 possible to attach a payment requirement to an as-of-15 right project. 16 COUNCIL MEMBER JOHNSON: Okay. So, I 17 think that's all my questions. The reason why I went 18 through this entire exercise is to really have 19 everyone understand the sort of crazy beast that 20 we're dealing with right now, and that the whole 21 point of this project is to get a hundred million 2.2 dollars. So, any vulnerabilities in getting that 23 hundred million dollars is a major concern for me, and I want to ensure, and I will not vote in favor of 24 25 this application. I will not let this application

1SUBCOMMITTEE ON ZONING AND FRANCHISES592move forward unless I have absolute guaranteed3certainty and surety in the most legal way possible4that the hundred million dollars is viable and5guaranteed to the trust before this council votes on6this application. Thank you, Mr. Chair.

7 CHAIRPERSON RICHARDS: Thank you, Corey, and I just want to reiterate what Council Member 8 9 Johnson said. This is not our first time at the rodeo. This council has seen this happen before. 10 11 We've seen bills fall apart. We've seen promises broken, and we're here to do our jobs, and I think 12 13 Council Member Johnson is right on point. You know, 14 we don't want false promises. Our communities don't 15 deserve commitments not being kept. So, it's going to be critical for this committee to see that this 16 17 commitment is in stone before we proceed. I had just 18 a last question for in particular DCP. So, you spoke 19 of 383,000 around square feet of air rights still--20 CAROLINA HALL: [off mic] 21 CHAIRPERSON RICHARDS: being able to be 2.2 utilized. So, City Planning, question for you. Is 23 there any other thought of seeing these air rights? Have there been any conversations on seeing these air 24

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 60 2 rights being used anywhere else within Community 3 Board Two? 4 CAROLINA HALL: There's no proposal to utilize those development rights on any other site 5 within Community Board--6 7 CHAIRPERSON RICHARDS: [interposing] As of 8 right now. 9 CAROLINA HALL: As of right now. CHAIRPERSON RICHARDS: Is it possible 10 11 that there could be conversations, I'm not saying now, but later on perhaps if another developer comes 12 along on these particular air rights. Is it feasible 13 14 for the same conversation to be happening on another 15 site in Community Board Two? 16 CAROLINA HALL: A developer could 17 approach City Planning and the Trust with a proposal 18 to transfer additional air rights, and at the time it 19 would have to be discussed whether or not that's in line with Trust priorities. 20 CHAIRPERSON RICHARDS: And City Planning 21 has left the door sort of open on this, because I 2.2 23 think you're not limiting the scope more. So, I mean, I understand the two sites, but I think Council 24 25 Member Johnson pointed out that there still is room

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 61 2 to use these air rights in other places, eventually. 3 So, is there any way that we can limit the scope even further on where these air rights can be used? 4 CAROLINA HALL: The current action does 5 limit--6 7 CHAIRPERSON RICHARDS: [interposing] 8 Right, I understand that. 9 CAROLINA HALL: the transfer just to the two sites. So, any future transfer, again, would be 10 11 subject to complete public review and a full ULURP. 12 CHAIRPERSON RICHARDS: And do you 13 anticipate any other interest, and I quess this is a question for you -- would you in the future -- you may 14 15 need another hundred million dollars--16 MADELYN WILS: [interposing] Well, we do. 17 CHAIRPERSON RICHARDS: Would you entertain--18 19 MADELYN WILS: I--20 CHAIRPERSON RICHARDS: [interposing] Because I, from what I'm hearing, I don't think a 21 hundred million is even enough to get where this park 2.2 23 needs to-- where this pier needs to go. You know, so we're going to be redoing pilings and fixing 24 25 bulkheads, but it seems like there's even a need for

1SUBCOMMITTEE ON ZONING AND FRANCHISES622more capital investment here. So, in the future, will3you entertain, or are you closing the door and saying4that we're not going to use these air rights anywhere5else in the future?

MADELYN WILS: We prefer using them on 6 7 the pier. I think we've been very clear about that. 8 That's the best result for the park in the long term, 9 is to use them on in the pier. We did have a study done when we started this process a couple years ago. 10 11 Cornell University actually -- graduate school 12 actually did a study for us. There were no obvious 13 sites. For now, meaning in the near future in 14 Community Board Two given that there was already a 15 lot of building going on. So, the concentration for 16 the Trust is really more in the northern part of the 17 park. 18 CHAIRPERSON RICHARDS: And no one has 19 knocked on your door? 20 MADELYN WILS: No one else. No one else 21 has knocked on our door. 2.2 CHAIRPERSON RICHARDS: Okay. I'm going 23 to go back to Council Member Johnson. Before I do that, I just want to acknowledge we've been joined by 24

the school of Columbia Architecture. I believe

1SUBCOMMITTEE ON ZONING AND FRANCHISES632they're here. So I just wanted to acknowledge them3as well. Council Member Johnson?

4 COUNCIL MEMBER JOHNSON: Just quickly. Madelyn, a letter that was sent to the elected 5 officials in the Community Board earlier this year 6 7 which talked about the 105.5 million dollars, 100 million dollars potentially from this sale, five and 8 9 a half million dollars from the Ian [sic] Treyger development at Clarkson Street which equals 105.5 10 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.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 64
2	COUNCIL MEMBER JOHNSON: But I am working
3	on getting additional capital money from the City of
4	New York, separate and apart from this deal for some
5	of those emergency needs, and if I am successful in
6	doing that, which I feel like we have a good chance,
7	then would you be willing to commit to 104 million
8	dollars being dedicated to pile repairs?
9	MADELYN WILS: To the amount necessary,
10	yes. If it's 104, yes.
11	COUNCIL MEMBER JOHNSON: Okay. And in
12	the emergency repairs you sent the elected officials
13	a letter stating what the five-year emergency repairs
14	are. What is the total amount of money that would
15	cover that? At that point it was 21 million, but
16	when it becomes emergency, emergency repairs,
17	artificial turf replacement, sprinkler repairs,
18	drainage repairs, those type of things, what's the
19	amount of money?
20	MADELYN WILS: We believe it's about 15
21	million dollars.
22	COUNCIL MEMBER JOHNSON: About 15 million
23	dollars?
24	MADELYN WILS: Yes, yes.
25	

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 65
2	COUNCIL MEMBER JOHNSON: So, I need to
3	fight to get 15 more million dollars?
4	MADELYN WILS: Yes. I mean, we were
5	taking a million out of the 5.5 initially since the
6	pile repair was 104.6. So we were taking a million
7	from that and using it towards the 15 million.
8	COUNCIL MEMBER JOHNSON: So, I need to
9	get 14 million dollars.
10	MADELYN WILS: Correct.
11	COUNCIL MEMBER JOHNSON: Okay, got it.
12	Thank you.
13	CHAIRPERSON RICHARDS: Alrighty, Council
14	Member Johnson. Going to try to limit that. That
15	means money is not going to Rockaway if I do that, so
16	I'm going to have to fight you on that one, alright?
17	Maybe we do half and half, but we'll get there.
18	Thank you so much for your testimony. We now move on
19	to the developers in particular. Alrighty. So,
20	Chikon [sic], AKRF Incorporated, Anne Locke, Charles
21	Fields, Michael Sillerman [sp?], and Rick Foxx. No
22	relation to the basketball player.
23	RICHARD COOK: Mr. Chair?
24	CHAIRPERSON RICHARDS: Yes, you may
25	begin.
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1SUBCOMMITTEE ON ZONING AND FRANCHISES662RICHARD COOK: Thank you. Thank you for3your time, Mr. Chair, Council Member, Committee4Counsel.

5 CHAIRPERSON RICHARDS: Just identify6 yourself for the record as well.

7 RICHARD COOK: My name is Richard Cook, architect for the applicant, and we feel blessed to 8 9 be involved in this remarkable project. On the screen I will be referring to images. Also, in front 10 11 of you is an 11x17 booklet that has page numbers that 12 correspond to the page numbers on the presentation on the screen. This is a view of Pier 40 and the Saint 13 14 John's terminal immediately north of what's known as 15 the Department of Sanitation building as we discuss the Hudson River Park Act. This is a clear project 16 17 to receive air rights. It was originally constructed 18 as the beginning of what we now call the highline. 19 The New York Central Railroad West Side Improvement District. The building itself has railroad tracks on 20 21 the second floor. It was the beginning and the end. 2.2 It was a building about making connections, 23 connections to the water, to rail, and to surface transportation. It is now an obsolete infrastructure 24 cut off from its initial purpose, and it's become not 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 67 2 a connection, but in fact a wall. Much of work has 3 been involved in new buildings and on empty sites in historic districts. These are very motivational for 4 5 This is the one location where there was a us. building in the way of the public way. It was 6 7 blocking our way to the water. Our very first 8 thought for this project is seen on the right of page 9 four, which was to open up the mass over Houston Street and have a remnant, a historical remnant, of 10 11 those rail beds. In a series of important discussions with the Community Board, the Borough President and 12 other stakeholders, it became clear that if it was 13 14 good to remove the mass over Houston, it was even 15 better to remove the rail beds entirely. In the proposal before you is to have no mass at all over 16 17 Houston and focus on the street life at Houston on both the north and south side of Houston. 18 Where 19 clearly here, the motivating factor, the why are we 20 here, why did our firm want to be involved is obviously to save Pier 40. It's the single most 21 important open space resource for the community, 2.2 23 allowing families to live here and have their children have open playing fields. In addition, our 24 work is interested in sustainability, environmental 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 68 responsibility, and with that goes social equity 2 3 issues, and this project will have a substantial 4 component of permanent mixed income and senior 5 affordable housing. A minimum of 30 percent of all of the units will be affordable housing, and a 6 7 minimum of 25 percent of all the floor area, residential floor area will be affordable. 8 In 9 addition to that, there are the public benefits of job creation, both during construction and 10 11 permanently, and the development team has committed 12 to build the entire project with union construction. 13 What we're looking at on the image on page six is the 14 550 Washington Street building which currently 15 together with the Department of Sanitation building creates a super block for more than five blocks of 16 our city, cutting off the view to the river and the 17 connection of the river for more than five blocks. 18 19 The existing building is 739,231 zoning square feet. 20 The zoning lot itself is over 200,000 square feet. 21 The proposal is to split this project into three 2.2 sites, a northern site, a center site, and a south 23 side. The south side would remain commercial. Between the south sites would be a through passage 24 connecting Washington Street to West Street for the 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 69 2 first time since 1934. The center site would have a 3 center west building and a center east site, and on 4 the north site a northwest building and a northeast 5 building, and the next image will be a threedimensional view of that, and I'll go through each 6 7 one of those quickly. The immediately adjacent Hudson Square district allows 290-foot tall buildings 8 9 on the avenues with a maximum height at Duarte [sp?] Square at 430. We are starting with the south 10 11 building as commercial as a buffer to the Department 12 of Sanitation. That's 262,000 zoning square feet. The next is the center west building which 333,000 13 14 zoning square feet. The center east building is a 15 mixed income building, 51 percent affordable units, 16 49 percent market rate. That's 466,000 zoning square feet. The northeast building is the senior 17 18 affordable building which is 130,000 zoning square 19 feet, and the northwest building is 530,000 zoning square feet. The total including the 200,000 square 20 feet of air rights transfer from Pier 40 would result 21 in an 8.7 FAR, less than the 10 to 12 that the 2.2 23 immediately adjacent Hudson Square District has. The view in front of you now is looking straight down on 24 those five buildings on the three different sites. 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 70 2 What you see between the south and the center site is 3 a public open space through-passage for a hoped for connection, safe pedestrian, over to the Hudson River 4 5 Park and Pier 40. The ground floor has been of significant interest to the Community Board and to 6 7 the Borough President and to other stakeholders and making Houston Street an active and vibrant retail 8 9 corridor once again was important to everyone. The commitment is to have a minimum of four distinct 10 11 retail establishments on both the north and the south 12 side of West Houston Street and no less than three 13 separate retail establishments on Clarkson Street. 14 The senior affordable building called Northeast 15 enters off of Washington Street. The Northwest enters off of Clarkson and the mixed income building 16 17 enters off of Washington. The 19,820 square feet of 18 open, passive open space, will be provided as part of 19 the through passage and the court way-- courtyard, 20 and we're also in the process of designing a 10,000 square foot active indoor recreation area to help 21 supplement ball fields at Pier 40 and to have an 2.2 23 indoor recreation facility that we hope will animate the west side of Washington Street and be a resource 24 for the community. The red arrow indicates a view. 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 71 2 We'll be showing a view of this corner of the entry 3 into the mixed income building on Washington Street. 4 The depth of the façade, the earthy masonry quality 5 was important to many of us so that the building would sit comfortably into this district. The next 6 7 view is, I think, one of the reasons that we were motivated as architects. On the left you will see a 8 9 view of what we have today, the dark tunnel gauntlet on the way to Pier 40, and right the condition as is 10 11 proposed with the retail activity on the street and what we call a varied street wall on the building to 12 13 the north. As we move further down Washington 14 Street, these two photos on the left and right are 15 taken from the identical position, the one on the left a photograph, the one on the right a rendering 16 of the project that's proposed. On the right-hand 17 18 side is the base of the senior affordable building 19 including the second floor amenity space with what we 20 call the front porch for the seniors. Clarkson Street is a wonderful cobblestone street now. 21 The 160 Leroy project which was mentioned a minute ago is 2.2 23 shown on the right, and on the left is the proposed building again with a step street wall to bring light 24 and air to the street and have a comfortable scale to 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 72 2 this cobblestone street. Beyond it, you can see Pier 3 40, and there is also a crosswalk at the end of 4 Clarkson connecting the neighborhood to Pier 40. The 5 next image you'll see is looking down Washington Street. UPS is on the left. UPS also creates this 6 7 multi-block barrier from the community to the waterfront. We are proposing a sidewalk widening on 8 9 Washington Street to make it more pedestrianfriendly. A series of landscape, tree planting, and 10 11 the indoor recreation space would be on your right hand side here on the west side of Washington Street. 12 It's also important that we continue to reinforce the 13 14 biking as a means of commuting in New York City, and 15 the bike lane would also remain on Washington Street. And next, the breaking of the super block is most 16 17 compelling in the next two images. On page 30 if you 18 stand at the base of that triangle right now with 19 your back to the UPS, the loading docks of the UPS 20 building, and you look across the street. The Saint 21 John's Terminal has operated as really a wall to the The location of this through-passage is 2.2 waterfront. 23 just to the south of the mass of Pier 40 with the intent that when this project is built on your left 24 you would see the south site, and on the right the 25
1 SUBCOMMITTEE ON ZONING AND FRANCHISES 73 2 center site. You would be viewing straight from 3 Washington Street all the way through the site, past 4 the park and out to the water. Pier 40 would be just 5 off to your right. So, the alignment of this through-passage element between these two sites 6 7 allows for a clear view from Washington Street out to the river. As you walk up the path from what would 8 9 now be in the middle of the existing 550 Washington, when you walk through the block the entire open space 10 11 is designed to be pedestrian first, there is no There's seating and benches and 12 elevated curbs. 13 planting and designed to be pedestrian-friendly 14 connection from Washington to West Street. And then 15 this is a summary of all of those together. Again, the project is 1.7, approximately, zoning square feet 16 17 which totals to 8.7 FAR in total. Again, all of the 18 residential units, 25 percent of all of the 19 residential units in square footage will be 20 affordable, and 30 percent of the individual number of units at a minimum will be affordable housing. 21 And then there's-- what should this thing look like? 2.2 23 We're designers first, and we're inspired by forms found in nature. We believe the great designers of 24 New York City have also been inspired by forms found 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 74 in nature. On the left hand side you'll see Hugh 2 3 Ferriss' Metropolis of Tomorrow from 1929, and on the right form 1931 you'll see 345 Hudson Street and this 4 5 beautiful modeling of the setback building, this big powerful masonry building with the setbacks at the 6 7 top of 345 by Benjamin Winston, was an inspiration 8 for the form making for our project. And so we 9 designed buildings that would set back from the street, cascade and landscape terraces and have 10 11 extraordinarily thin profiles against the sky, and we 12 hope be viewed as beautifully proportioned for the 13 neighborhood. We've been very proud to be involved 14 in the project. it's been very heartening to see the 15 enormous investment of time by those who want to see Pier 40 saved and are concerned about their 16 17 community, and I want to thank the entire working 18 group from Community Board Two for investing all of 19 their time, and we believe that the proposal before 20 you reflects a significant number of changes based 21 upon that investment of time. We believe that this 2.2 will help this community have a healthy resilient and 23 diverse community for the future and save Pier 40. Thank you very much for your time, Mr. Chair. 24

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 75 2 CHAIRPERSON RICHARDS: Thank you. Before 3 we proceed with questions, we're just going to call the roll. Counsel, call the role for vote. And I 4 just want to acknowledge we've been joined by Council 5 Members Garodnick and Williams. 6 7 COMMITTEE COUNSEL: Vote to approve Land Use items 472, 473, 474, 495, 496, 497, 498, 499, and 8 500 with modifications? Council Member Garodnick? 9 COUNCIL MEMBER GARODNICK: Aye. Thank 10 11 you. 12 COMMITTEE COUNSEL: Council Member Williams? 13 COUNCIL MEMBER WILLIAMS: Abstaining on 14 15 Land Use items 472, 473, 474. Aye on all the rest. 16 CHAIRPERSON RICHARDS: Thank you. 17 RICHARD COOK: Thank you, Mr. Chair, and 18 if I--19 CHAIRPERSON RICHARDS: [interposing] Hold 20 on one second. 21 RICHARD COOK: Sorry. COMMITTEE COUNSEL: Okay, the vote to 2.2 23 approve Land Use items 472, 473, 474, 495, 496, 497, 498, 499, and 500 is approved by a vote of 7 in the 24 25 affirmative, 0 in the negative and 0 abstentions with

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 76 the exception of items 472, 473, 474 which are 2 3 approved by a vote of 6 in the affirmative, 0 in the negative and 1 abstention, and referred to the full 4 5 Land Use Committee. CHAIRPERSON RICHARDS: Thank you. 6 7 RICHARD COOK: Thank you, Mr. Chair. So, I tried to outline the 'why' and the 'what' we're 8 9 proposing, and Michael Sillerman, the Land Use Counsel, will explain how this would be accomplished. 10 11 Thank you. 12 CHAIRPERSON RICHARDS: Thank you. 13 MICHAEL SILLERMAN: good morning. 14 Michael Sillerman from Kramer Levin Land Use Counsel 15 for the applicant. The proposed project will be the first use of the development rights transfer being 16 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 will help to save Pier 40 where 260,000 children and 21 adults from around the city play every year. 2.2 The 23 development rights will be moved out of the park and across the street. The project will create 24

approximately 1,800 construction jobs per year and

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 77 2 1,500 permanent jobs. The resulting project when 3 fully built out will include five buildings with a total of 17-- 1,711,000 square feet or 8.7 FAR on the 4 5 zoning lot including 1,280,000 square feet of residential floor area, 200,000 square feet of retail 6 7 and event space, 222,000 square feet of office or 8 hotel, and 772 accessory parking spaces. The total 9 FAR of the project is 8.7 FAR including the transferred floor area from Pier 40 which is less 10 11 than the 12 FAR recently approved from the Hudson Square Special District one block to the east and 12 13 similar to the 7.2 FAR permitted in the Tribeca mixed 14 use district a few blocks to the south. The projects 15 has also been designed to be consistent with maximum 16 heights permitted in Hudson Square. As shown on the 17 handout which was provided to the committee, the 18 project will provide up to 328,700 square feet of 19 permanently affordable housing equal to at least 25 20 percent of the residential floor area and at least 30 21 percent of the residential units in the project, including senior housing and housing for both low and 2.2 23 moderate income households. The senior housing will be affordable to households at 80 percent of AMI and 24 will be located in a building on the Northside with 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 78 75 percent studios and 25 percent one-bedrooms. 2 The 3 low and moderate income housing will be affordable to households at 60 percent and 130 percent of AMI and 4 5 will be located in a mixed income building on the center site with 51 percent affordable and 49 percent 6 7 market rate units and with a mix of studios, onebedrooms and two-bedroom units as shown on the 8 9 handout. These AMI levels were developed in consultation with HPD. They represent a partly an 10 11 economic balance calibrated to allow the public benefits that this project is going to contribute, 12 but we understand that the Council wants to have a 13 14 dialog on that, and we're prepared to engage in that. 15 With respect to the payment to HRPT, the 100 million 16 dollar payment to the Hudson River Park Trust is 17 required pursuant to contractual arrangements between 18 the applicant and the trust. The payment is 19 contingent on project approvals, but we want to 20 emphasize that it is not contingent on the applicant 21 proceeding with the development or on any particular 2.2 development schedule. That's independent. We spoke 23 earlier of the zoning obligations which don't occur until you proceed with a special permit, but there 24 are contractual obligations to make these payments, 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 79 2 and again we're prepared to engage in a dialog with 3 you to tighten those up as is desirable. But the 4 timing of the payments is independent of the timing 5 of the development of the project. the zoning actions requested for the project include in addition 6 7 to the zoning text amendment proposed by the Department of City Planning are the following: A 8 9 rezoning of the development site from M15 to C64 north of Houston Street and from M24 to C63 in M15 10 11 south of Houston Street; a special permit to allow the transfer of the 200,000 square feet from Pier 40 12 to the St. John's sit and to allow certain bulk 13 14 waivers to enable the proposed buildings to fit 15 better into the neighborhood context, in particular a street wall higher than 85 feet required by zoning, 16 17 more akin to the high street wall of building in 18 Hudson square; three special permits to allow 772 19 And then certain actions that are parking spaces. 20 not subject to council review: curb cut 21 authorizations on West Street to access the parking garages. While it's not a council action, it's 2.2 23 important that there's a chairperson certification to confirm that a payment plan is in place for the 24 purchase of development rights before any building 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 80 2 permit can be obtained. Let me just show the -- so 3 that's a slide of the before and after rezoning, and 4 the last side just to show the bulk adjustments. The 5 proposed rezoning will become applicable to the property only when it's developed with the special 6 7 permit buildings, but accordingly, the environmental 8 review for the project considered a potential hybrid 9 scenario whereby the center and south sides are developed on an as-of-right basis pursuant to the 10 11 existing zone, and the north site is subsequently 12 developed pursuant to the special permits. In such a 13 scenario, the applicant would be required to provide 14 25 percent of the residential floor area and 30 15 percent of the residential units on the north side as affordable housing. In other words, if that hybrid 16 17 scenario proceeded we would still be required to 18 provide the overall percentage of affordable by floor 19 area and by percentage of units. And there was a 20 tech memo analyzed in the City Planning approval at 800,000 square feet which concluded that that hybrid 21 2.2 scenario would not have any new or significant 23 adverse impacts any greater or any different than identified in the EIS [sic]. There wasn't time to 24 analyze a full build-out scenario with 975,000 square 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 81 2 feet, and we'd like to see that done. The hybrid 3 scenario is not the preferred course of action here. 4 It is something that because the market has changed 5 and because the applicant is a fiduciary for its investments, it wants to know that it has that 6 7 option, but the sole purpose of the scenario of the 8 hybrid is to make sure that because the investors are 9 comfortable with proceeding, that the Trust gets its 100 million dollars. We understand the concern of 10 11 the council about the way the payment structure is 12 currently structured. It is a multi-year payout. 13 We're prepared to work with the Council to tighten 14 that up, and I would say that as just as a 15 contractual arrangement, you know, the standard 16 arrangement in a real estate deal is to provide 10 17 percent as a deposit. Here we're prepared to provide 18 40 million dollars; that's 40 percent, but I think 19 that if we can resolve the open issues with the 20 Council, which were identified by the Council Member 21 in his opening remarks, and to have the certainty 2.2 that we can proceed with a hybrid, we would be 23 prepared to tighten up what you considered the holes in the schedule. 24

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 82
2	CHAIRPERSON RICHARDS: Alrighty.
3	Finished? Okay. Great. Thank you so much. So, I
4	think one of the things, and I think we've heard, is
5	a lot and I think Council Member Johnson will speak
6	on it much more than I will. I'm just going to brush
7	over it. But, so let's just go through the as-of-
8	right scenario. Can you go through that scenario?
9	MICHAEL SILLERMAN: Yes, well first of
10	all, while there is a rezoning here to permit
11	residential use on two of the three sites and to
12	allow a higher FAR. That rezoning is not in effect,
13	and we're limited to the manufacturing and commercial
14	uses permitted on the existing zoning, unless and
15	until the transfer takes place and the payment is
16	made and we elect to proceed on one of the sites with
17	a special permit. What became apparent in the course
18	of the development, the preferred course here is to
19	proceed with the special permit on all three sites,
20	but
21	CHAIRPERSON RICHARDS: [interposing] So,
22	to proceed on that first.
23	MICHAEL SILLERMAN: That, but the reality
24	with 421A not being extended and expiring and with
25	the market changing it seemed prudent and possible

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 83
2	that there would be a need to proceed on the portions
3	of the site south of Houston Street with a commercial
4	development.
5	CHAIRPERSON RICHARDS: So that's the as-
6	of-right site or the special permit?
7	MICHAEL SILLERMAN: That's proceeding as-
8	of-right.
9	CHAIRPERSON RICHARDS: Okay. So you're
10	saying you're going to proceed on that scenario for
11	that part.
12	MICHAEL SILLERMAN: That's a possibility.
13	CHAIRPERSON RICHARDS: Possibility.
14	MICHAEL SILLERMAN: That's not the
15	preferred course, and we want to confirm that if we
16	did that and then started with the special permit on
17	the north, that that didn't create any environmental
18	effects.
19	CHAIRPERSON RICHARDS: But the as-of-
20	right scenario would not in one sense guarantee that
21	you would have to put up the money
22	MICHAEL SILLERMAN: [interposing] No, no.
23	CHAIRPERSON RICHARDS: Okay.
24	MICHAEL SILLERMAN: No, no. If we close,
25	the money goes up.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 84
2	CHAIRPERSON RICHARDS: If you close on
3	the as-of-right.
4	MICHAEL SILLERMAN: No, no. If we each
5	agreement on everything here and we're on the same
6	page, we are committed to fund the 100 million
7	dollars, and as I said and we
8	CHAIRPERSON RICHARDS: [interposing] So
9	you're saying only not to cut you off, I'm sorry.
10	So, it's contingent upon our approval, approval here.
11	MICHAEL SILLERMAN: Yes, and resol if
12	we're on the same page, we can enter into an
13	accelerated schedule to sign the purchase and sale
14	agreement before the Council votes to put the whole
15	hundred million up, assuming that of the issues have
16	been resolved.
17	CHAIRPERSON RICHARDS: So, if we
18	disapprove this application, can you go through that
19	scenario?
20	MICHAEL SILLERMAN: Well, if we
21	disapprove we're back at
22	CHAIRPERSON RICHARDS: [interposing] So,
23	no hundred million?
24	MICHAEL SILLERMAN: No hundred million.
25	CHAIRPERSON RICHARDS: Okay.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 85
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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1	SUBCOMMITTEE ON ZONING AND FRANCHISES 86
2	CHAIRPERSON RICHARDS: So, I'm familiar
3	with that. So, on the senior housing, the income
4	levels are at 80 percent AMI, correct?
5	MICHAEL SILLERMAN: Right.
6	CHAIRPERSON RICHARDS: Okay. So, I'm
7	asking why didn't we go deeper, and is there room to
8	go deeper in affordability on the senior housing
9	piece especially?
10	MICHAEL SILLERMAN: The you know, this
11	as
12	CHAIRPERSON RICHARDS: [interposing] Being
13	that they're 75 percent studios, too.
14	MICHAEL SILLERMAN: As Council Member
15	Johnson said, this application has a lot of moving
16	parts, and one of the parts was to figure out the
17	economics of the affordable housing. And remember,
18	we're making a 100 million dollar contribution here,
19	which is more than what the trust appraisal said was
20	the value of these air rights. We're prepared to
21	discuss these things, but at some point you've put
22	too many straws on the camel's back.
23	CHAIRPERSON RICHARDS: So, you said you
24	were working with HPD. So, have any conversation
25	with HPD, in particular, have had on getting to

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 87 2 deeper affordability? So they have particular 3 programs they're using, so you're not using ELL or 4 any other programs. 5 MICHAEL SILLERMAN: These were developed at-- I believe they reflect a consensus with HPD. 6 7 These were the proposals I believe with--8 CHAIRPERSON RICHARDS: [interposing] Is 9 HPD here? Anyone from HPD here? Okay. 10 MICHAEL SILLERMAN: The Council, Council 11 Member Johnson in particular, raised with us the 12 possibility of having broader income bans on the next 13 income building and as I said, we're open to considering that. 14 15 CHAIRPERSON RICHARDS: So we look forward 16 to conversations, obviously, and I would suggest 17 definitely speaking to HPD and saying that, you know, we want to see different bands, and of course we're 18 19 going to follow the lead of Council Member Johnson. 20 But you know, we just want to be clear that I believe 21 we can do better here. Alright, you said you're 2.2 building union. Can you go into MWBE procurement? 23 Are there any goals on local hiring, MWBE's? And then lastly before I turn to Council Member Johnson, 24 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 88
2	I want to know what your environmental benefits are
3	on this project.
4	MICHAEL SILLERMAN: Okay. I mean, this
5	project doesn't receive any kind of direct public
6	subsidy which would require formal goals. We're
7	prepared
8	CHAIRPERSON RICHARDS: [interposing] [off
9	mic] air rights, right? So, that is I mean
10	MICHAEL SILLERMAN: [interposing] I don't
11	believe in a formal sense.
12	CHAIRPERSON RICHARDS: I meant the
13	special permit is a benefit to
14	MICHAEL SILLERMAN: [interposing] We're
15	prepared to discuss WBE and local preferences. We
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
22	it's something I raised with you already, but
23	definitely look forward to hearing more about the
24	goals on that, and then obviously, lastly, before we
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1 SUBCOMMITTEE ON ZONING AND FRANCHISES 2 go to Council Member Johnson, can you speak to the 3 environmental benefits on this project?

4 RICHARD COOK: Yes, Mr. Chair. Thank 5 These goals are extremely important to us on vou. the project. There are a series of goals set out for 6 7 the project and the commitment that development team 8 has made is to develop the project according to the 9 US Green Building Council LEED Certification process. SO, that is a starting point, but I believe that 10 11 there are many other additional benefits about 12 healthy living and storm water management and 13 resiliency that are an important part of the project. 14 The project will be dry flood-proofed as development. 15 It also will have a series of storm water retention 16 and storm water management components, which as you 17 know are a significant issue and our sewer storm 18 water combination in our City. So, this project has 19 almost 200,000 square feet of surface area. We're 20 planning to gather the water into site retention and 21 also into a series of green roofs, a minimum of 30 2.2 percent of that surface area with planted green roofs 23 which will also diminish the storm water impact. As far as the building itself will be developed 24 according to good environmental practices including 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 90
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 LEED
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
24	[sic].
25	

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 91
2	CHAIRPERSON RICHARDS: Alright. So we
3	want you to reach the highest standard possibly,
4	especially since this area was hit during the storm.
5	So that's a conversation I think that's worth us
6	continuing through this process as well. Alright,
7	I'm going to go to Council Member Johnson, and I know
8	they're I guess he'll go through the commercial
9	piece. I want to thank the community for sending me
10	at least 5,000 emails over the past few months. My
11	son appreciates it. You know, when I'm up at three in
12	the morning he has some light at least to look at on
13	my phone. So, thank you. We'll go to Council Member
14	Johnson.
15	COUNCIL MEMBER JOHNSON: I didn't realize
16	you got so many emails. I didn't get those emails.
17	CHAIRPERSON RICHARDS: You didn't get any
18	of these emails? Really?
19	COUNCIL MEMBER JOHNSON: I got triple the
20	number of emails you got.
21	CHAIRPERSON RICHARDS: Wow, okay.
22	COUNCIL MEMBER JOHNSON: Rick, Michael,
23	thank you for being here. So, Rick, do you not have
24	a rendering of the hybrid scenario?
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1SUBCOMMITTEE ON ZONING AND FRANCHISES922RICHARD COOK: Council Member, we do not3have a rendering of the hybrid scenario. I'd be4happy to explain it.

5 COUNCIL MEMBER JOHNSON: Could you just 6 bring up a rendering of the proposed rezoning that 7 we're talking about?

8 RICHARD COOK: Yes. And so I can explain 9 it from here. What we're looking at on the north site would stay the same. On the center and southern 10 11 site, the intent would be -- under the hybrid scenario would be to retain the existing St. John's Terminal 12 13 building and its existing footprint and build on top 14 of that completely within the as-of-right zoning 15 envelope. On the north side of Houston. There is no 16 height limit whatsoever as long as it's complying 17 tower. On the southern portion there's something called a setback. After 85 feet initial setback and 18 19 then at what's called a sky exposure claim, a 5.6 to 20 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 21 2.2 a kind of tepee where the building would have to fit 23 underneath that as-of-right scenario. At the moment we don't have a design for the hybrid scenario--24

SUBCOMMITTEE ON ZONING AND FRANCHISES 93 MICHAEL SILLERMAN: [interposing] [off

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RICHARD COOK: Yes, and which would limit 4 5 the height of the building and also the intent as the development team has outlined it is to reuse the 6 7 existing St. John's Terminal and to develop it as what they call an office building, I call workplace 8 9 of the future which would incentivize larger floor plates which would in fact keep the building fairly 10 11 low. So it would be a large lot coverage fairly low 12 building. So, if you imagine to the north would look 13 just like this, the massing, and to the south would 14 be a lower building with a full lot coverage, except 15 for that portion, that 50-foot portion between the 16 Department of Sanitation and the existing St. John's 17 where there's now a low-grade loading facility.

18 COUNCIL MEMBER JOHNSON: So, just so 19 folks who ae here understand, the pink red version up 20 against the building up against the tallest blue building, that's the northern site. So, under the 21 hybrid scenario, that northern block with the red and 2.2 23 the blue would proceed as it's proposed right there. The center and south site, that would not go as 24 25 proposed on that rendering right there. It would be

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 94
2	an adaptive re-use of the existing building where the
3	exiting building would have floor area added on top
4	of it to what is allowed as-of-right, and the plan
5	would be if the Department of Buildings and City
6	Planning are able to give a technical memo and a DOB
7	determination letter to do 975,000 square feet of
8	commercial office space on those other two blocks.
9	That's the hybrid scenario.
10	RICHARD COOK: That's correct, Council
11	Member.
12	COUNCIL MEMBER JOHNSON: What happens to
13	the through-block on the south in the hybrid
14	scenario? What happens to the open space?
15	RICHARD COOK: The Houston portion would
16	be removed completely. So, Houston Street would be
17	open. The existing foot print of the existing St.
18	John's Terminal building spans down to within 50 feet
19	of the Department of Sanitation building that you're
20	seeing here. And so the through-block passage as
21	planned in the current ULURP project before you would
22	not have the through-block passage as has been
23	proposed in the ULURP because the existing footprint
24	of the adaptive reuse would be there. We are
25	exploring how that could potentially happen at the
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1SUBCOMMITTEE ON ZONING AND FRANCHISES95250-foot dimension between the northern edge of the3Department of Sanitation building and the southern4edge of the existing St. John's Terminal building5with the hope that there would continue to be support6for the pedestrian crossing at West Street to the7Hudson River Park.

8 COUNCIL MEMBER JOHNSON: So, you know, it 9 is what it is, but it's very frustrating, that for-it's probably frustrating for you, Rick, more than 10 11 most people. You've spent more time designing this 12 project since the very beginning. But what we're seeing before us on this slide is the proposed 13 14 rezoning plan that we have been looking at throughout 15 the public review process that was contemplated in 16 many ways through the scoping process. I mean, it's 17 changed a little bit. The Community Board gave 18 recommendations and the Borough President and City 19 Planning, so the plan has changed a little bit, but 20 this is the plan we've been looking at. 21 RICHARD COOK: Yes. 2.2 COUNCIL MEMBER JOHNSON: And three weeks 23 ago it's, "We might do a hybrid scenario." Now, I mean, fine, do a hybrid scenario if that's what 24

you're going to do. But for me, the paramount goal

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 96 2 here has been to get the hundred million dollars for 3 the Trust, to get a significant among of affordable housing for the community, and to as part of this 4 5 large scale plan to have mitigation on open space, on parking, on traffic, on getting the South Village 6 7 landmarked, on all of these additional things. And so it's frustrating for me that all the sudden 8 9 something new has been introduced into the picture. I know it was partially studied as part of the 10 11 environmental work, but it's still frustrating, and 12 I-- you know, it gives me some concern and pause on 13 wanting to ensure that what we talk about actually 14 happens. I don't want any bait and switch. I don't 15 want things to change even further. I don't want-- I 16 want to ensure we get the money and that it moves 17 forward in the appropriate way. And so, Michael, as 18 you talked about as part of your testimony and as I 19 laid out with the Trust, explain to me how you 20 believe that if sequentially the south and center 21 sites proceeded in a hybrid scenario with an adaptive reuse of those buildings which could happen on its 2.2 23 own without the special permit being pulled which would trigger the money. How do we feel fully 24 confident that the hundred million dollars is going 25

SUBCOMMITTEE ON ZONING AND FRANCHISES
to be received by the-- to the Trust in a timely
manner?

4 MICHAEL SILLERMAN: First of all, I want 5 to re-emphasize that the preferred course of action here is to proceed with the full special permit 6 7 development in a way that this is like what your prior application in the downtown Brooklyn rezoning 8 9 the expectation was that it was going to be primarily an office development and the market determined that 10 11 it was more a residential development. We're trying 12 to adjust to these market contingencies. What we're 13 saying to you is that if we resolve all of the open 14 issues in the application to your satisfaction and 15 our satisfaction, we're prepared to enter into an 16 accelerated payment schedule that takes out the holes 17 that you identified as holes.

18 COUNCIL MEMBER JOHNSON: Well, let's talk 19 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

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 98 2 of credit for the full 100 million dollars, and that 3 unlike the current structures that says if you close, 4 when you close, you put up 40 million dollars, and 5 then the rest of it takes three years, that we would 6 fund the full 100 million dollars at closing.

7 COUNCIL MEMBER JOHNSON: So that's a big change. I think it's a good change because currently 8 9 what we had been talking about is that when closing occurs -- well, a few things. One, the council would 10 11 have to vote in favor, and if the council didn't vote 12 in favor you'd walk away, and there'd be no hundred 13 million dollars, and you'd proceed under an as-of-14 right scenario. But the Council has to vote in 15 favor.

16 MICHAEL SILLERMAN: Right. COUNCIL MEMBER JOHNSON: The Hudson River 17 18 Park Trust Board has to vote in favor of the purchase 19 and sale agreement and sign it. After you've signed 20 it, they have to counter sign it. The Article 78 period which is 120 days commences at the day after 21 the council votes on the ULURP. 2.2 23 MICHAEL SILLERMAN: No, I believe it--COUNCIL MEMBER JOHNSON: [interposing] 24

25 After the Mayor--

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 99
2	MICHAEL SILLERMAN: [interposing] After
3	the Trust authorizes.
4	COUNCIL MEMBER JOHNSON: After the trust
5	votes, okay. So after the Trust votes, Article 78
6	period ends. It spans four months. At the end of
7	the four months, what you're saying now is 100
8	million dollars will have been put in escrow, and at
9	the end of that four-month Article 78 period, that
10	hundred million dollars would become available at
11	closing.
12	MICHAEL SILLERMAN: Right.
13	COUNCIL MEMBER JOHNSON: What does
14	closing mean?
15	MICHAEL SILLERMAN: Closing means that
16	you've entered into a contract and that you're acting
17	through that contract. We're purchasing the air
18	rights and we're paying for them.
19	COUNCIL MEMBER JOHNSON: But what have
20	you all decided at the end of the Article 78 period
21	that you didn't want to close, that you wanted to
22	proceed with your hybrid scenario under the south and
23	center sites and wait on puling the special permit on
24	the north site?
25	

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 100
2	MICHAEL SILLERMAN: No, but it's
3	independent of the obligation to close has nothing
4	to do with going forward with the special permit, and
5	you have I mean, you, the Trust, has a letter of
6	credit. You draw down the letter of credit.
7	COUNCIL MEMBER JOHNSON: And currently,
8	the purchase and sale agreement says that you have 90
9	days to close after the Article 78 period plus an
10	additional 60 days on top of that in case there are
11	other things that need to be resolved. So, that's
12	basically five months after the Article 78 period.
13	That's what the PSA currently says.
14	RICHARD COOK: Yeah.
15	MICHAEL SILLERMAN: Yeah.
16	RICHARD COOK: That's what it currently
17	says.
18	COUNCIL MEMBER JOHNSON: So, we have to
19	have more conversations and now is not the space to
20	negotiate this, but I think that I've conversations
21	with your client about tightening up the closing
22	period to be much shorter since the money will
23	already be sitting in escrow to ensure that the Trust
24	gets the money soon after the Article 78 period
25	expires.

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 101 2 MICHAEL SILLERMAN: Yes, and I think we're all on the same page, I think in the same way. 3 The Trust while it had a period of time after your 4 vote to act, I think it intends to authorize it 5 immediately after that, and we'll--6 7 COUNCIL MEMBER JOHNSON: [interposing] The Trust is set to meet the day after the Council 8 9 meets to have their board vote on this. So, I know that you're the lawyer for the applicant, but tell me 10 11 what holes exist where potentially we don't get the 12 hundred million dollars? 13 MICHAEL SILLERMAN: You know, on the 14 perspective on this, as I said, I thought that this 15 was a very robust pro-pubic contract to begin with in 16 putting up the 40 million dollars. I think this 17 makes this as tight as we can make it. 18 COUNCIL MEMBER JOHNSON: It seems to be 19 too good to be true. You know, typically when 20 someone comes to you and tells you they have a potion to extend your life for a long time, it's too good to 21 be true. The hundred million dollars seems a little 2.2 23 too good to be true, in escrow, available at the end before development commences. So, like what's the--24 25

1SUBCOMMITTEE ON ZONING AND FRANCHISES1022what's in the fine print that scrolls through the3screen really carefully?

4 MICHAEL SILLERMAN: I think there is a Land Use judgment being made here, that it is 5 appropriate to rezone this property to allow this 6 kind of mixed-use development, and it is appropriate 7 to craft a mechanism to transfer the development 8 9 rights across the street. I think what we're saying from our end is that once we have resolved the mutual 10 11 open issues between us, that this isn't in a sense an 12 opportunity cost or a development option, and I think 13 we will feel comfortable enough to make that 14 investment and that point and have it be a very 15 certain deal.

So, you all are 16 COUNCIL MEMBER JOHNSON: 17 asking for an additional City Planning technical 18 memorandum that clarifies the amount of as-of-right 19 commercial office space that could be done on the 20 center and south sites, and as part of that you're looking for a DOB determination letter that says that 21 you can move 175,000 square feet of FAR from the 2.2 23 north sit on the center and south sites, that it's one zoning lot. And you all are looking for that to 24 have certainty, ensurety [sic] and have it be as 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 103 2 bullet-proof as possible for the investors of this 3 project to feel like if they need to proceed in a 4 hybrid scenario, they're not at risk and that that Is that correct? 5 can happen. MICHAEL SILLERMAN: That's correct. 6 And 7 in addition to resolving the other--8 COUNCIL MEMBER JOHNSON: [interposing] 9 Yes, but we'll get to that. We'll get to that. So, 10 if that's the case and we are trying to achieve that, we also have to feel like this deal is bullet-proof 11 from a financial perspective for the Trust. And so 12 13 the devil is really in the details on what closing 14 means, on the time for closing, on the documents that 15 need to be signed, on all of these things that we 16 have been going back and forth on. You know, the 17 Trust lawyers and your lawyers and the council 18 lawyers and City Planning's lawyers all need to sit 19 down to create the most bullet-proof document PSA 20 agreement possible so that as your client doesn't want to be at risk and wants these additional 21 documents, the City and the Trust don't want to be at 2.2 23 risk and not getting the hundred million dollars. MICHAEL SILLERMAN: 24 Agreed.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 104
2	COUNCIL MEMBER JOHNSON: Okay. So let's
3	move beyond the hybrid scenario and let's talk about
4	very quickly the existing proposed rezoning. So, I
5	have a few quick questions. So, the affordable
6	housing as Chair Richards brought up, I'll just say
7	that it's a work in progress. We're working on it.
8	The idea is to do area median income band from 60
9	percent of AMI all the way up to about 135 percent of
10	AMI.
11	MICHAEL SILLERMAN: I think that you had
12	mentioned
13	COUNCIL MEMBER JOHNSON: [interposing] One
14	sixty-five.
15	MICHAEL SILLERMAN: one sixty-five.
16	COUNCIL MEMBER JOHNSON: So, to do 60
17	percent of AMI up to 65 percent of AMI and to likely
18	do bands at 60, 80, 100, 115, 135, and 165 so that we
19	have a mix of incomes throughout.
20	MICHAEL SILLERMAN: Right.
21	COUNCIL MEMBER JOHNSON: And so we are
22	still it's not final yet. We're still working on
23	what that mix is and all of the issues associated
24	with that. Right?
25	MICHAEL SILLERMAN: Yes.
l	

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 105 2 COUNCIL MEMBER JOHNSON: Okay. So, I 3 just wanted to be clear for the public, to the Community Board, to all the stakeholders and to the 4 members of this committee and the Chair of this 5 committee. 6 7 MICHAEL SILLERMAN: And I think you also mentioned some desire to enhance the unit mix in the 8 9 seniors. 10 COUNCIL MEMBER JOHNSON: Yeah. So, the 11 Borough President made a recommendation. The 12 proposal was to do 75 percent studios, 25 percent one 13 bedrooms. The Borough President put in her 14 recommendation to do 75 percent one bedrooms, 25 15 percent studios, to flip it. Your client has agreed to do that. 16 17 MICHAEL SILLERMAN: Yes. 18 COUNCIL MEMBER JOHNSON: Which slightly 19 decreases the number of units, but we still believe it's a worthwhile tradeoff. 20 21 MICHAEL SILLERMAN: Right. 2.2 COUNCIL MEMBER JOHNSON: Okay, great. 23 The parking proposal, your applicant, your client put in a request to do 780 something--24 25 MICHAEL SILLERMAN: [interposing] 772.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 106
2	COUNCIL MEMBER JOHNSON: Seven hundred
3	and seventy-two spaces of parking. It's far too many.
4	The Community Board recommended approximately 380
5	something. The Borough President recommended
6	approximately 330 parking spaces. You agreed to
7	eliminate big box retail as part of the City Planning
8	Commission vote in process. There will still be a
9	significant amount of retail under the proposed plan.
10	What's the amount of parking that you all could live
11	with?
12	MICHAEL SILLERMAN: I think that is a
13	kind of question that we should have a further
14	dialogue about that.
15	COUNCIL MEMBER JOHNSON: Okay, but you're
16	not getting 700 and something spaces. You're probably
17	not getting 500 spaces. It's like it's too much.
18	MICHAEL SILLERMAN: I understand that
19	rhetorical statement.
20	COUNCIL MEMBER JOHNSON: We're setting
21	expectations. And your belief is that you need all
22	of those parking spaces, and they would be accessory
23	parking spaces, not open to the public.
24	MICHAEL SILLERMAN: Right.
25	

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 107 2 COUNCIL MEMBER JOHNSON: And so it 3 basically would be an amenity for people living in the building. 4 5 MICHAEL SILLERMAN: Yes. COUNCIL MEMBER JOHNSON: But there's a 6 7 large parking lot which derives revenue for the park across the street at Pier 40 which has some spaces 8 9 available. 10 MICHAEL SILLERMAN: You know, I think 11 that under the Trust Act, that's intended to be long-12 term parking, not this kind of day-to-day in and out, 13 and I'm not sure for the users of that garage that 14 they necessarily want to compete with our market rate 15 people and have the prices there raised. But in any 16 case, we satisfied the recently enacted Manhattan 17 Core Parking Standards that there is a need for this. We're not--18 19 COUNCIL MEMBER JOHNSON: [interposing] 20 It's still too many spaces. 21 MICHAEL SILLERMAN: I think parking is one of those--2.2 23 COUNCIL MEMBER JOHNSON: [interposing] Horrible things that we always have to talk about. 24 25

SUBCOMMITTEE ON ZONING AND FRANCHISES 1 108 2 MICHAEL SILLERMAN: issues that there are 3 black hats and white hats, and there's no agreement on who's wearing the black hat and who's wearing the 4 white hat. 5 COUNCIL MEMBER JOHNSON: We hope to 6 7 redevelop Pier 40 and have a world-class beautiful parking garage with athletic fields in the future, 8 9 and we want people to use those spaces. 10 MICHAEL SILLERMAN: And the real-- the 11 reason we're here--COUNCIL MEMBER JOHNSON: [interposing] 12 13 We're not going to negotiate. MICHAEL SILLERMAN: is to make sure that 14 15 that happens. 16 COUNCIL MEMBER JOHNSON: Okay, so--17 MICHAEL SILLERMAN: [interposing] That hundred million is--18 19 COUNCIL MEMBER JOHNSON: [interposing] we have to decrease the parking significantly. The 20 retail, we're still having conversations on. The 21 Community Board proposed no retail space larger than 2.2 23 10,000 square feet. We've been going back and forth with the exception of a grocery store which will be 24 25 significantly more which is fine. There's a plan
1 SUBCOMMITTEE ON ZONING AND FRANCHISES 109 that you all have discussed which is to do retail 2 3 spaces on multiple levels. So, to do through-spaces 4 from the ground floor up to the second floor with 5 potential mezzanine floor in between, and we're working on the details on that. 6 7 MICHAEL SILLERMAN: Yes. COUNCIL MEMBER JOHNSON: But the idea is 8 9 we want local neighborhood smaller size retail that works for the community and not destination retail. 10 11 RICHARD COOK: Right. 12 MICHAEL SILLERMAN: No, that's--13 COUNCIL MEMBER JOHNSON: [interposing] You 14 all understand that? 15 MICHAEL SILLERMAN: That's understood. 16 COUNCIL MEMBER JOHNSON: Okay. I think 17 that is all I have for now. I mean, there's some 18 open space concerns. In the conversations with the 19 Community Board on doing indoor publicly accessible 20 recreation space. It was talked about 10,000 square feet. Even under 10,000 square feet you don't meet 21 your open space mitigation ratio. I know your client 2.2 23 has talked about the hundred million dollars should be considered in some way as open space mitigation, 24 25 but my hope is that if this plan moves forward we're

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 110
2	going to build a state of the art beautiful indoor
3	recreation center that works for the community that
4	might be slightly bigger than 10,000 square feet, but
5	have it be a space that is utilized and works for the
6	local community, and your client has told me they're
7	open to working on that with Rick and the Community
8	Board in designing it.
9	MICHAEL SILLERMAN: Yes.
10	COUNCIL MEMBER JOHNSON: And have those
11	conversations begun? Rick?
12	RICHARD COOK: I had an initial
13	conversation with the Chair of Community Board Two,
14	Tobi Bergman, about what the goals and aspirations
15	for the community were. We have gone back to our
16	client. We've outlined a scheme, and immediately in
17	this time period between this hearing and the vote,
18	we will be getting together with the Community Board
19	to review the proposal.
20	COUNCIL MEMBER JOHNSON: So this is
21	really important to me, making sure that it is a
22	world class, state of the art, usable space that's
23	broken up in an appropriate way as the community
24	determines is going to best for the users of it with
25	bathrooms and other amenities, and it's not all going
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1	SUBCOMMITTEE ON ZONING AND FRANCHISES 111
2	to be tight and squeezed together. So, I really want
3	this to be done in a good way, and it would be good
4	to come back in a couple of weeks before the vote to
5	look at renderings and the layout and the floor plan
6	and all of these things.
7	RICHARD COOK: Yes, Councilman. We're
8	working on it right now.
9	COUNCIL MEMBER JOHNSON: Okay, and there
10	are design guidelines as part of the restrictive
11	declaration so that if this project eventually gets
12	built, it's going to look like what we're seeing, and
13	it's not going to change and be all glass.
14	RICHARD COOK: That's correct. Not Trump
15	Tower, correct.
16	COUNCIL MEMBER JOHNSON: Not.
17	CHAIRPERSON RICHARDS: Don't say that
18	word.
19	COUNCIL MEMBER JOHNSON: Don't say that
20	word.
21	RICHARD COOK: The design control notes
22	are on the documents. They outline materiality
23	extent of glass recessed to the surface of the window
24	area, multi-light sash. No through-wall incremental
25	units. It also addresses the maximum number of

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 112
2	stories of individual window openings that could be
3	grouped together at a maximum of three. It talks
4	about a series of other materiality requirements
5	under the design control notes which we work closely
6	with City Planning staff to make sure they were there
7	so that the City gets what's been promised on the
8	renderings.
9	COUNCIL MEMBER JOHNSON: And he north
10	site where the senior building is there's a plan to
11	do Access-a-Ride pick-up and drop-off for seniors who
12	are going to live in that building.
13	RICHARD COOK: Yes.
14	COUNCIL MEMBER JOHNSON: And has it been
15	determined where that is yet? Is it going to be
16	below ground or at grade?
17	RICHARD COOK: It has not yet. We have a
18	scheme to have the Access-a-Ride come down and be
19	under cover so that you could get directly into the
20	core. From below grade they would use the pathway of
21	the parking area to get to their below grade lobby,
22	and there's another scheme for a lay-over lane on
23	Washington Street at the front door.
24	COUNCIL MEMBER JOHNSON: Okay.
25	

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 113
2	RICHARD COOK: And we're in the process
3	of studying both of them.
4	COUNCIL MEMBER JOHNSON: So we'll resolve
5	that before the council votes. And a nonprofit
6	provider is going to come in to help run this
7	building. You all will do an RFP process to choose a
8	provider?
9	RICHARD COOK: That is correct. We're in
10	the process of writing the RFP right now.
11	COUNCIL MEMBER JOHNSON: And the hope is
12	that if this project moves forward not in the hybrid
13	scenario, that the southern site with the through-
14	block that connects from Washington to the West Side
15	Highway, the open space between the commercial
16	building and the center building, that we want to
17	leave open the possibility and work with State DOT
18	and City DOT to do an additional crosswalk across the
19	West Side Highway to create another connection into
20	the park.
21	RICHARD COOK: Correct. There's a kind
22	of crossing desert from Canal all the way up to
23	Houston. That's extremely important to get a
24	crossing done there, and we've started initial
25	conversations with the Hudson River Park Trust on the

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 114
2	landing side and the State DOT to make that happen.
3	We hope that that would happen in both the full ULURP
4	that we're exploring together and in hybrid scenario.
5	COUNCIL MEMBER JOHNSON: And the sidewalks
6	on Washington Street are set to be widened as part of
7	this plan?
8	RICHARD COOK: That is correct.
9	COUNCIL MEMBER JOHNSON: To how much?
10	RICHARD COOK: Thirteen feet, six inches.
11	COUNCIL MEMBER JOHNSON: What are they
12	currently?
13	RICHARD COOK: Almost non-existent
14	because of the curb cuts that are there now on the
15	corner of Clarkson and Washington between the light
16	post and the corner of the building there's maybe two
17	feet.
18	COUNCIL MEMBER JOHNSON: Okay. And then
19	in that center area and the center building, that
20	open space, the initial plan was to have that not be
21	open and be a viewing garden which people would look
22	into. The proposed plan now is to have about 60
23	percent of it open and then have the rest of it be a
24	viewing garden, and that helps with some of the open
25	space mitigation.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 115
2	RICHARD COOK: That's correct.
3	COUNCIL MEMBER JOHNSON: And it'll be
4	planted and seeded, and the public access for the
5	through-way and for the viewing garden is going to be
6	24 hours a day.
7	RICHARD COOK: I don't believe the hours
8	of operation have been finalized yet, but
9	MICHAEL SILLERMAN: [interposing] No, no,
10	it's been yes, there'll be an easement and there'll
11	be access through it 24/7.
12	COUNCIL MEMBER JOHNSON: Okay, great.
13	And who is going to pay for the crosswalk?
14	MICHAEL SILLERMAN: I think that hasn't
15	been determined what's necessary or the funding of
16	it.
17	COUNCIL MEMBER JOHNSON: Okay. Because I
18	mean, it's a big amenity for your building to be able
19	to have a crosswalk that goes through, but I know
20	that we should talk about the exact on that because
21	there is a big difference between what some people
22	think it'd cost and what other people think it would
23	cost, and it would take City and State DOT
24	cooperation to get it done, and the Trust. Okay.
25	That's it. Thank you very much.

SUBCOMMITTEE ON ZONING AND FRANCHISES 116 RICHARD COOK: Thank you.

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3 CHAIRPERSON RICHARDS: Thank you, Council 4 Member Johnson for you robust questions. So, thank you for coming out today. Obviously, there's still 5 some outstanding items. Obviously, the big question 6 7 mark is around the hundred million dollars and really 8 tightening up that process. We really want to hear a 9 lot more about the affordability as we move forward. I do want to commend you on parking, because normally 10 11 Council Members are saying they want more parking, at 12 least in my part of town, and actually Council Member 13 Johnson is saying we need to decrease parking, and 14 that's something we don't hear all the time in the 15 council. So I want to commend you for coming up with more parking than really needed on that. Obviously, 16 17 still some other outstanding issues. We want to hear 18 a little bit more about local hiring, MWBE's, and I 19 think that's it. So, we thank you for coming out. 20 We look forward to working with you and continuing to 21 work with you through this process. Thank you for 2.2 your testimony today. 23 RICHARD COOK: Thank you, Mr. Chair.

CHAIRPERSON RICHARDS: Alrighty. So we're going to call the next panel up. Alrighty,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 117
2	we're going to call the Manhattan Borough President's
3	Office. I don't see her here. Okay. Oh, look who's
4	here today. Jim is here. Tobi Bergman, Chair of
5	Community Board Two, David Gruber Community Board
6	Two. Gruber, sorry. I didn't mess anyone else's
7	name up, did I? Say it now or forever hold your
8	peace. Are you singing? Is that you?
9	UNIDENTIFIED: Somebody's phone is
10	ringing.
11	CHAIRPERSON RICHARDS: Somebody's singing
12	on the phone that way? Wow. Somebody's birthday
13	today? It's good opera right there.
14	UNIDENTIFIED: Yeah, it's over there.
15	CHAIRPERSON RICHARDS: Oh, wow. Okay,
16	it's a very exciting panel I see already. Okay,
17	we're going to ask you to state you know the drill.
18	UNIDENTIFIED: Yes.
19	CHAIRPERSON RICHARDS: You'll state your
20	name for the record and who you're representing, and
21	then you may proceed, and we're going to give we
22	have around 50-odd people who want to testify today.
23	So I'm going to put on the time clock for two
24	minutes, and we'll go from there. Alrighty, you may
25	begin.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 118
2	JAMES CARAS: Okay. Thank you Chairs
3	Greenfield and Richards. Thank you for the
4	opportunity to testify today one, the redevelopment
5	of the Saint John Terminal site, and two, the payment
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.
9	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
25	development's physical height and residential density
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SUBCOMMITTEE ON ZONING AND FRANCHISES 1 119 2 will create a massive building that hulks [sic] over 3 the neighborhood. The project will have adverse 4 impacts on transportation and open space and will 5 create significant issues during its construction. The BP felt that if we were going to ask a 6 7 neighborhood to accept this kind of density and the impacts that go along with it, we should make sure 8 9 that we've done everything possible to shape the project in a manner that most benefits the 10 11 neighborhood, addresses its needs and mitigates those 12 impacts. The Borough President believed the project certified by the City Planning Commission fell short 13 and that could and should do a better job of 14 15 stitching the development into the surrounding 16 neighborhood, ameliorating impacts on parking and 17 open space and improving the location and design of 18 the proposed affordable housing. So we propose the 19 following: eliminating most of the proposed parking 20 by opposing the special permits to allow additional parking on the south and center sites and using the 21 below-grade space for cultural and recreational uses. 2.2 23 Throwing out the big box store and focusing more on neighborhood retail, creating a great open space and 24 pedestrian realm plan which would involve 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 120 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, 9 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. So to 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 23 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 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 121 we fully understand any modifications or technical 2 3 memoranda and can be sure that we're not allowing any building on sites from which the special permits will 4 5 not be used that would exceed what otherwise would have been allowed as-of-right on those sites. 6 Thank 7 you.

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

TOBI BERGMAN: Good afternoon. 10 Good 11 afternoon. I'm going to read a short statement. I'm 12 Tobi Bergman, Chair of Community Board Two Manhattan. 13 All of the testimony we heard at our public hearings 14 indicated that people think this project is too big. 15 Its buildings form a wall along the river front and 16 are out of scale with the adjacent neighborhoods. The 17 project plan failed to take available opportunities 18 to integrate with the surrounding neighborhood. The 19 project adds traffic to an area already swamped by 20 Holland Tunnel traffic and the EIS recognizes a substantial negative impact on active recreation. On 21 the other hand CB2 recognized the important proposed 2.2 23 contributions of substantial affordable housing, redevelopment of an ugly and impenetrable four block 24 long rail terminal, and most of all, an opportunity 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 122 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 9 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 20 impacts on active recreation. 21 CHAIRPERSON RICHARDS: Thank you. Thank you very much for 2.2 DAVID GRUBER: 23 giving this opportunity to testify, Chair Greenfield and Richards. I am David Gruber, the immediate past 24 Chair of CB2 and was the Chair of the Pier 40 Saint 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 123 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 9 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. 23 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

1SUBCOMMITTEE ON ZONING AND FRANCHISES1242tweak the proposal of the special zoning district3such as providing more open space or space open to4light and air-- oh, I have to rush it. One more5second.

UNIDENTIFIED: It's a fast clock. 6 7 DAVID GRUBER: Fast clock. You sure 8 there's two-- improving the safety crossings 9 The most important factor is still the etcetera. creation of a huge super block at King Street cutting 10 11 off access to the park and creating the deadest of 12 This is a draft EIS. I'm not sure of dead zones. 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 not up-- you know, while it's on the drawing boards. 20 Thank you for your time and for the extended time. 21 Thank you. 2.2 CHAIRPERSON RICHARDS: Thank you for your 23 service. We'll go to Council Member Johnson. COUNCIL MEMBER JOHNSON: Thank you all 24

25 for your testimony. I just quickly wanted to ask,

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 125
2	given what you heard from the applicant earlier, if
3	you could just talk about some of the things we have
4	been able to resolve, which is getting rid of the
5	rail beds over Houston Street and some of the other
6	issues? What are some of the remaining issues that
7	the Community Board and Borough President have in
8	light of the changes that have already been made?
9	The open recreation space, the indoor recreation
10	space, the distribution of affordable units and the
11	AMI bands, the amount of parking, and the limiting of
12	the retail, those are kind of the four major things.
13	Am I missing anything?
14	JAMES CARAS: Yes. I would agree with
15	that. We also asked that we were hoping for more
16	affordable housing was one of our, you know, but
17	and we're glad you're still pushing them on the
18	parking. But yes, in some of the retail issues.
19	some of the some addition of vitality to the ground
20	floor retail has been added, not everything we were
21	looking for, and then in addition to the amount of
22	affordable housing, the location of some of that
23	affordable housing as well. And we're very happy
24	that you've switched the ratio on the senior units.
25	COUNCIL MEMBER JOHNSON: Tobi?

COUNCIL MEMBER JOHNSON: Tobi?

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 126
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
5	here, and it's very difficult to develop that in a
6	way that brings it into, knits it into the
7	neighborhood, and we felt that King Street, creating
8	a through-block on King Street was really vital to
9	that. On the other hand, the opening up of Houston
10	Street and the improvement of the original plan for
11	the cut-through below Van Dam [sic] Street, above Van
12	Dam Street is definitely significant. Really the
13	hybrid plan, we haven't had a chance to look at that,
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,
21	but at least it did to some extent make this huge
22	site part of the neighborhood. My concern with the
23	hybrid is that we lose that tail end of it, and while
24	we the northern block kind of become part of the
25	neighborhood again, the southern block is really
l	

1SUBCOMMITTEE ON ZONING AND FRANCHISES1272remains completely a dead zone. And also in terms of3the hybrid, I have a concern about the promise,4indoor recreation which is really a central part of5that for our neighborhood.

COUNCIL MEMBER JOHNSON: So, just 6 7 quickly, I know that David and you both mentioned the site land. You know, City Planning is the final 8 9 arbiter in many ways of what's in scope and what's out of scope, and they base that off of the 10 11 environmental work that was scoped in precertification, and the ruling from City Planning is 12 13 changing the envelope and the massing onto the super 14 block would not be in scope because it wasn't studied 15 as part of the environmental analysis. And so, it's 16 at the Council now. We don't have say over what's in 17 scope and out of scope, and I understand the point. I 18 agree with you. I wish we could make some of those 19 site changes, because I think the Community Board's 20 resolution was very thoughtful and well done, and how you all approached making those changes, but it's my 21 understanding that at this point that train has left 2.2 23 the station, and we're not able to make any changes on that unfortunately. But I just want to be open 24 about that so people understand that it's not me 25

1SUBCOMMITTEE ON ZONING AND FRANCHISES1282saying we can't do it. City Planning has made that3determination.

4 I'd just like to add one TOBI BERGMAN: 5 thing which is that, you know, I can't judge. The Community Board hasn't seen the latest version of 6 7 this project as it develops, but based on what we 8 heard at the multiple public hearings that we did 9 hold, I think that we heard a lot about South Village. We heard a lot about concerns about 10 11 burdening the Far West Village with additional air rights transfers in the future. We heard on and on 12 13 and on for a very good reasons about the importance of Pier 40. All of the-- definitely the 14 15 transportation impacts the pedestrian safety impacts 16 of the Holland Tunnel are a major concern in this 17 part of Manhattan, and each time we see a new project 18 come along, it may sneak by in terms of its 19 environmental impact, but cumulatively, thee impacts 20 nevertheless make the traffic worse and harm 21 pedestrians' safety and harm the quality of life in 2.2 our neighborhood, both businesses and residents. So, 23 all of the things that have been worked so hard on, I think there's going to be a lot of appreciation of 24

1SUBCOMMITTEE ON ZONING AND FRANCHISES1292the depth of the changes that have taken place so3far.

4 COUNCIL MEMBER JOHNSON: Thank you.
5 David?

DAVID GRUBER: And I just want to add and 6 7 echo what Tobi's saying. You know, part of the problem is that we've had so much development on that 8 9 part of the far west side of the village, but their individual projects don't reach the level of 10 11 triggering ULURP's or triggering, you know, other 12 kinds of studies, but cumulatively and collectively 13 we now face, both the schools and other things, we 14 now face an enormous problem that have not been 15 addressed, and we have an opportunity to do it here. 16 I want to just say that the traffic plan that's been 17 proposed for the entire surrounding area and some of 18 them in the south, and going into Hudson Square it's 19 going to be a very important, you know, working with 20 the bid there. It's going to be very, very important 21 to us to try to figure out the -- and mitigate the 2.2 increased traffic at this proposal, and this proposed 23 site is going to be. And I know that's in the works, and thank you for that, Tobi. 24

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.
10	TOBI BERGMAN: certainly a sense of
11	betrayal would result.
12	COUNCIL MEMBER JOHNSON: Unacceptable and
13	totally devastating. I just want to add on the
14	traffic study that the City has already agreed to
15	there greatly is going to be cooperation between the
16	Hudson Square bid, the Community Board, City DOT, and
17	the Port Authority has agreed to participate.
18	TOBI BERGMAN: I meant to say thank you,
19	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
23	Greenfield is
24	UNIDENTIFIED: Thank you.
25	

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 131 2 CHAIRPERSON RICHARDS: We're going to go 3 to Chair Greenfield.

4 COUNCIL MEMBER GREENFIELD: thank you. 5 I just wanted to reflect, and I, you know, sitting here listening for the last three hours, and 6 7 obviously we've all spent a lot of time here, and that is that I think it's worth noting that the work 8 9 that all of you have put in, the three of you, of course the Borough President's Office so ably 10 11 represented and the current and former Chair is really unique and honestly extraordinary in terms of 12 projects that we get here to the Council, and--13 14 JAMES CARAS: [interposing] Thank you. 15 COUNCIL MEMBER GREENFIELD: when we 16 review the project we found that a lot of these issue 17 were well thought out and that there was a lot of 18 time and effort that was put into it. I think the 19 developer should get some credit for that as well, 20 working with you which I think is helpful, and 21 certainly as far as your concerns, I can assure you

that your Council Member literally doesn't sleep at 23 night because he calls me at one o'clock in the morning to review these concerns, to make sure that 24 all of these issues are in fact are going to be 25

2.2

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 132
2	resolved to the best of the abilities in terms of
3	the what we can actually do. So, I just thought it
4	was worth noting that we do hundreds of these
5	applications, and the work has been put in here by
6	all of your respective offices. It's really been
7	extraordinary, and we thank you for that.
8	DAVID GRUBER: Thank you for that.
9	TOBI BERGMAN: Thank you, and as a matter
10	of 50 years of policy and practice of Community Board
11	Two, we never give developers credit for anything.
12	CHAIRPERSON RICHARDS: Three good men.
13	COUNCIL MEMBER GREENFIELD: Keep them
14	sweating. Thank you.
15	CHAIRPERSON RICHARDS: I'm just mad that
16	Corey's calling you at two. He's calling me at one.
17	JAMES CARAS: No, we all get we all get
18	the calls in the middle of the night.
19	CHAIRPERSON RICHARDS: Okay, we'll go to
20	the next panel. Thank you for your testimony. Charles
21	Anderson, Assembly Member Deborah Glick's Office;
22	Evelyn Conrad, Esquire, Citizen of Manhattan; Andrew
23	Berman, Greenwich Village Society for Historic
24	Preservation; Allison Tupper, Sierra Club New York
25	City Group I got your email yesterday Anita
l	I

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 133 2 Isola, GVSHP, yeah. I think they got good [sic]. 3 So, I'm going to say Anita Isola, Allison Tupper, Sierra Club, Andrew Berman, Evelyn Conrad, Charles 4 5 Anderson. COUNCIL MEMBER JOHNSON: Alison? 6 Thev 7 called you up. CHAIRPERSON RICHARDS: You didn't fall 8 9 asleep on us, did you? Oh, okay. Alrighty. Alright, you may begin. 10 11 CHARLES ANDERSON: Hi, good evening. 12 Good afternoon. Thank you for the opportunity to 13 testify before you today regarding the application 14 for the 550 Washington Saint John's Terminal in 15 Greenwich Village. My name is Charles Anderson, and 16 I will be reading comments on behalf of Assembly 17 Member Deborah J. Glick who is unable to be here in 18 person. This large scale project proposes to create 19 a total of 1.71 million square feet of newly constructed commercial retail market rate and 20 21 affordable housing residential space on this site. Additionally, this project includes a transfer of 2.2 23 development rights from Pier 40 in Hudson River Park. It's part of zoning use change, including increases 24 in bulk, in height, bulk and density. In the 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 134
2	interest of time, I will only be highlighting a
3	select number of issues that we feel are enormously
4	important, but have submitted full written testimony
5	to you and I have additional copies as well.
6	CHAIRPERSON RICHARDS: Thank you so much,
7	because I really like your Assembly Member, and I was
8	going to have to cut you off.
9	CHARLES ANDERSON: Sure.
10	CHAIRPERSON RICHARDS: So, very grateful
11	for that.
12	CHARLES ANDERSON: I'm sorry?
13	CHAIRPERSON RICHARDS: No, I said, I like
14	your Assembly Member, and I would have had to cut you
15	off.
16	CHARLES ANDERSON: Oh, good. To be
17	quickly, Pier 40 providing critical funds towards
18	stabilizing Pier 40 through the purchase of air
19	rights is a fundamental component of this proposal.
20	Pier 40 is the large recreational area in Hudson
21	River Park as we've established. I continue to be
22	concerned that the 100 million dollars is not likely
23	to cover the full cost of completing the piles. An
24	informal list that has been discussed already today
25	included over 62 million dollars in repairs in
I	

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 135 2 addition to the piles, and furthermore it's 3 imperative that we ensure that the 100 million dollar 4 payment to HRPT [sic] will be used towards the repair 5 of all the piles beneath Pier 40, although we had some revelations earlier. Affordable housing 6 7 component within this proposal, almost 1.23 million 8 square feet of space will be designated to a 9 combination of residential uses. These include market rate rentals and market rate condos. 10 It is 11 imperative that affordable units consist of more than 12 only the lowest amounts of AMI bands and the highest. 13 And while we were pleased with negotiations 14 throughout the ULURP process has resulted in greater 15 diversity on AMI bands. The affordable housing 16 component is imperative to this plan. Finally, if I 17 could just wrap up on parking. The original 18 application allows for or requested 772 permanent 19 We concur with the Council Member that spots. 20 somewhere around the realm of 500 is just far too 21 many. So, thank you. 2.2 CHAIRPERSON RICHARDS: Thank you so much 23 for your testimony. Sure thing. 24 CHARLES ANDERSON: 25 CHAIRPERSON RICHARDS: Alrighty, yes?

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 136
2	EVELYN CONRAD: Evelyn Conrad
3	CHAIRPERSON RICHARDS: [interposing] Hit
4	your mic, please?
5	EVELYN CONRAD: Evelyn
6	CHAIRPERSON RICHARDS: Oh, yeah, hit the
7	button. It'll light up red. There you go.
8	EVELYN CONRAD: Oh, sorry.
9	CHAIRPERSON RICHARDS: no problem.
10	EVELYN CONRAD: Evelyn Conrad. I am a
11	Land Use and Zoning Lawyer, Litigator, and I fight
12	large and greedy developers and corrupt government of
13	which we obviously have neither in the United States
14	or certainly not in New York. However, this project
15	looks so enormous that it's not getting the camel's
16	nose under the tent; it's a whole heard of camels.
17	Therefore, I just want you to think about some of the
18	unintended and predictable consequences. In 2009,
19	the Planning Commission passed the Solo Project. I'm
20	very familiar with that one because I represented a
21	building into the City, and actually okayed it with
22	six violations of SECRA [sic] laws, six violations.
23	You approved it afterwards. You have a great deal
24	more power. You're being too modest. You really have
25	review responsibility and strength and power.

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 137 Furthermore, developers come and go. One even gave up 2 3 his-- temporarily his television career to run for President, but a neighborhood once it has been 4 5 desecrated never comes back. After hurricanes, people rebuild in the same place. After a zoning 6 7 change, that's the end. I urge you to take a look at what used to be Yorkville, which was a charming area, 8 9 a tiny little area compared to the village which is at stake through this project. And now, if you look 10 down 86th Street you see undistinguished and 11 undistinguishable residential condos. It is 12 13 appalling. All the character of the area is gone. 14 The original residents have gone. I want you to 15 think terribly carefully about this, because it seems 16 to me with very kind intentions of getting 100 17 million to repair the pier, you're giving away a good 18 chunk of very irreplaceable land. Thank you. 19 CHAIRPERSON RICHARDS: Thank you for your 20 testimony. 21 ANDREW BERMAN: Thank you. My name is Andrew Berman. I'm the Executive Director of the 2.2 23 Greenwich Village Society for Historic Preservation. We're the largest membership organization in 24 Greenwich Village, the East Village and NoHo. 25 GVSHP

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 138 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 5 heavily impacted by the rezoning must be approved by 6 7 the Landmarks Preservation Commission. We are deeply grateful that thanks to the hard work of Council 8 9 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 23 place restrictions to safeguard against it leading to overdevelopment in this and other neighborhoods. 24 The prohibition on future air rights transfers within 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 139 2 Community Board Two would protect this area from the 3 possibility of another 1.3 million square feet of 4 additional development, which would have a devastating impact. Finally, all destination retail 5 should be eliminated from the plan and replaced with 6 7 local oriented retail and all units with the exception of a supermarket should be limited in size 8 9 to under 10,000 square feet. Given the lack of mass transit near the site, destination retail will only 10 11 attract thousands of shoppers by car, exacerbating The elimination of the 12 traffic problems in the area. 13 big box retail from the plan was a step in the right 14 direction, but not nearly enough to protect the 15 nearby south and west village from overwhelming 16 traffic impacts. While the Administration has been 17 overly generous to this developer with the approvals 18 granted, the council has the ability-- just wrapping 19 up-- to attach much-needed restrictions to the plan 20 and to the Hudson River Park Special District. This 21 would actually provide long overdue and much needed protections to surrounding neighborhoods. 2.2 23 Furthermore, with appropriate restrictions and conditions attached, the council could ensure that a 24 development on this site is actually less impactful 25

1SUBCOMMITTEE ON ZONING AND FRANCHISES1402than an as-of-right development which requires no3special approvals whatsoever. I want to thank the4Council for their consideration and especially thank5Council Member Johnson for all of his hard work on6this.

7 CHAIRPERSON RICHARDS: Thank you. 8 ANITA ISOLA: My name is Anita Isola. Ι 9 serve on the Board of the Greenwich Village Society for Historic Preservation. I'm here to basically 10 11 reiterate the points that Andrew has made. Firstly, there should be no approval unless three conditions 12 are met. The first one is to landmark the last 13 14 segment of the original proposal for the South 15 Village. The South Village has significance to me 16 personally because I'm Italian-American and my 17 grandparents and great grandparents first came there 18 as immigrants, but more importantly, this area 19 commemorates immigration in America, and one of the 20 greatest waves of it that we've ever had. I think 21 that's particularly important at this time. Secondly, it is very important that although I was 2.2 23 very happy to hear that the box stores are off the table, it's very important that destination retail be 24 banned here as well. The stores in the area should 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 141
2	just serve the locals, and the largest one obviously
3	should be a supermarket. And lastly, I would request
4	that there be a band on any further transfer of air
5	rights from CB2 that would further damage the quality
6	of this neighborhood. I'd also like to thank Corey
7	Johnson for all his tremendous work. Love you
8	forever. Thank you.
9	COUNCIL MEMBER JOHNSON: Thank you.
10	ALLISON TUPPER: Good afternoon. My
11	name is Allison Tupper. I'm speaking for the Sierra
12	Club New York City Group and for myself and my
13	neighbors. And I want to say, living north of $14^{ th}$
14	Street, north of the CB2 area, we don't want air
15	rights transfers in our neighborhood either. It's
16	the position of the Sierra Club that we don't want
17	any air rights period in CB2 or CB4 or anywhere.
18	This is a precedent setting move. If we can transfer
19	air rights from public waterways at Pier 40, then we
20	can transfer them anywhere, and this would have
21	consequences all over the City, spending priorities
22	and environmental consequences and consequences for
23	the neighbor. It's our position that we should not
24	transfer air rights from public waterways at all.
25	It's legally dubious whether such a thing can even be

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 142 2 done, and we think that it is a very bad thing to do, 3 and we urge everyone not to do it. 4 CHAIRPERSON RICHARDS: Thank you all for your testimony. We'll move to the next panel. 5 Alrighty. Tony Simone, Friends of Hudson River Park; 6 7 Catherine Soleiu [sp?], Solue, Solie-- I'm messing up everyone's name today -- Friends of Hudson River Park, 8 9 Pam Frederick, Hudson River Park Trust, Josh Ron, Rahn, Friends of Hudson Park, and David Juracich, 10 11 Juracich-- there you go-- Friends of Hudson Park as 12 well. 13 UNIDENTIFIED: [off mic] 14 CHAIRPERSON RICHARDS: I'm not-- Sir, no-15 - excuse me. Excuse me, no call-- no, no, no, no, 16 no. We're not going to do this. We're not going to 17 do this. No calling out. 18 UNIDENTIFIED: [off mic] Four minutes. 19 Give us four minutes. 20 CHAIRPERSON RICHARDS: Unfortunately, we 21 have--UNIDENTIFIED: [off mic] Four hours, this 2.2 23 is ridiculous [sic]. [off mic] CHAIRPERSON RICHARDS: Okay, with all due 24 25 respect--

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 143 2 UNIDENTIFIED: [interposing] Four 3 minutes. 4 CHAIRPERSON RICHARDS: Okay. With all 5 due respect, I have a schedule, and I'm going to be here seven hours, and we all do--6 7 UNIDENTIFIED: [interposing] [off mic] 8 CHAIRPERSON RICHARDS: So, we are--9 UNIDENTIFIED: [interposing] [off mic] CHAIRPERSON RICHARDS: Okay. Sir, with--10 11 UNIDENTIFIED: [interposing] [off mic] I've been patient. Four minutes [sic]. 12 13 CHAIRPERSON RICHARDS: Okay. 14 UNIDENTIFIED: You owe it to us. 15 CHAIRPERSON RICHARDS: Okay. I think 16 everybody has gotten about four minutes who's come 17 up, but we've set a time limit for two minutes. 18 We're going to stick to that, and I'm going to ask 19 you not to call out. UNIDENTIFIED: [off mic] [inaudible] 20 CHAIRPERSON RICHARDS: Please remove him. 21 2.2 If you can't respect the body and respect our 23 process, then you know, you have a right to leave. Alrighty, we'll go to-- he could stay as long as he 24 25 doesn't call out. I will ask him-- if there's

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 144 2 another outburst I'm going to ask you to be removed. 3 But once again, I've let everybody up here go over their two minutes, so, and that's clear. I'm very 4 clear on that. So, please no calling out. 5 Thank you. Alrighty, we'll go to the first panelist. 6 7 Thank you.

JOSHUA RAHN: 8 My name is Joshua Rahn. 9 Thank you Council Members, Corey, for your continued advocacy for the park, Madelyn [sic], and the 10 11 community for getting us this far. It's been a long 12 journey, but one worth expressing great thanks for your time and energies. I married into a third 13 14 generation West Village family. My in-laws moved 15 into the West Village in 1958. They raised three 16 women who were not only raised within 10 blocks of 17 Pier 40, but served on the PTA at PS41 and now the 18 Middle School, and one of the few families where all 19 three daughters with their mother graduated from NYU. They are, and now I, 20 years deep in the Village, 20 view ourselves as downtown Manhattanites for life, 21 and today our families' dreams of being a West 2.2 23 Village for more generations to come. With three kids in District Two public school, having to make 24 tough decisions about staying and/or moving to a 25
1 SUBCOMMITTEE ON ZONING AND FRANCHISES 145 2 place with more fields. That means possibly leaving 3 our parents and children's' grandparents on Thompson 4 Street, the small business owners that we call family I the West Village, and leaving our public schools 5 that raised our children with us. Brooklyn's new 6 7 fields and discussion for more fields were a huge 8 draw for us, but we had stayed. We stayed because we 9 had Pier 40. Now, 15 hours a week at Pier 40, it's our backyard where our kids play baseball, soccer and 10 11 football with kids and families not from just 12 downtown, but from Brooklyn, Queens, Bronx, and 13 Staten Island, all of whom are on our kids' teams. 14 They learn incredible life lessons and they establish 15 and remain healthy lifestyles. This hundred million 16 dollars means more than money. It means saving Pier 17 40. It means the foundation for our neighborhood. It 18 means we have a backyard that is as spectacular as 19 the West Village we call home. Support here means 20 more than words or votes. It means we can have a 21 long-term multi-generational impact for not just our 2.2 family, but the thousands of others that live and 23 share our backyard with you. Thank you. CHAIRPERSON RICHARDS: 24 Thank you.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 146
2	PAM FREDERICK: Is that working? Sorry.
3	I just had Novocain, so I'm here to tell you all to
4	floss. That's my
5	CHAIRPERSON RICHARDS: Wow.
6	PAM FREDERICK: So, if I talk funny
7	CHAIRPERSON RICHARDS: [interposing] You
8	sound great, by the way.
9	PAM FREDERICK: Yeah? Okay, good. It
10	feels funny.
11	CHAIRPERSON RICHARDS: you can't feel
12	anything probably.
13	PAM FREDERICK: Right. Punch me right
14	now.
15	CHAIRPERSON RICHARDS: Alright, let me
16	not cut into your minutes. Go ahead.
17	PAM FREDERICK: My name is Pam Frederick.
18	I'm a board member of the Hudson River Park Trust.
19	I'm one of the three community reps appointed by Gale
20	Brewer, and much thanks to her for her support of the
21	park, and of course, to Council Member Johnson. But
22	I'm also a resident of Tribeca and the parent of
23	three children that have all played on the fields of
24	Pier 40. In fact, my oldest son who is 16 is still
25	playing rec league soccer and baseball there;
I	

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 147 2 sometimes calls it his home away from home, which you 3 know, hurts a little bit, but I get it. I have the 4 advantage of being myopic on this issue, because I am here to represent the park. I see my role as an 5 advocate for the park and a messenger for the 6 7 community with regards to the park, and from that 8 perspective I urge you to support this project and 9 the money it -- the funding it brings to the park. For the past two decades, because I was on CB4 for 14 10 11 years, I've watched Pier 40 become fully part of the fabric of downtown life. Also in that time, I've 12 watched as the Trust struggled to support the pier, 13 14 literally like support the pier. We inherited this 15 property from the Port Authority who once they no 16 longer needed the pier, neglected it for so long that its steel piles had just about rusted through. 17 Ιt 18 has been a constant financial challenge to maintain 19 the pier for the community and for our own offices, and this funding could change all that. Hudson River 20 21 Park is unique in that it gets no City funding for 2.2 maintenance. Instead, the park raises its own funds 23 through its commercial piers, and Pier 40 is one. Ιf we cannot transfer our development rights from the 24 pier, more development must take place inside the 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 148
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
5	better it is for all of us, and especially park
6	users. So this funding allows us a much greater
7	chance to restore and build a pier that works for
8	both the public and the park, and it will effect in
9	effect, save Pier 40. So, please support the project,
10	and thanks.
11	CHAIRPERSON RICHARDS: Thank you.
12	KATHERINE SALYI: Hi, my name is
13	Katherine Salyi [sp?]. I am here in support of the
14	air rights transfer and the pier and the re-
15	development of Saint John's. I'm here as a mother.
16	I'm here as a native New Yorker. I have lived in
17	many neighborhood in New York City, from the Village
18	to the Upper East Side to Gramercy Park, and most
19	currently in my home here in West Chelsea. What draw
20	me to West Chelsea was the Hudson River Park. I'm
21	raising a family here in New York City. I appreciate
22	being able to get outside and have recreational
23	space, and it's very important to us and to our
24	everyday life as it is with many other families along
25	New York City west side. The pier clearly is a major

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 149 2 source of revenue for the park. I think that's very 3 much understood, but I would also like to ask council 4 not to limit what can be done in the future and to 5 look at this one step at a time. I think the project being proposed is outstanding, and I think it's going 6 7 to be amazing, and once all said and done, hopefully everybody will be happy. But for now, I support the 8 9 park and I support the transfer of the air rights to this project and would like to limit the air rights 10 transfer to in the future to limit the discussion to 11 12 what's being happened right now. I'm a real estate 13 agent. Real estate is a valuable asset. I would 14 never want someone to put a limit on what I could do 15 in the future with my current asset, and I think that's something that needs to be taken into 16 17 consideration. 18 CHAIRPERSON RICHARDS: I think he likes 19 you. 20 DAVID JURACICH: Hi, my name's David. I 21 am a resident of Spring Street. I am also a Board Member of the Friends of Hudson River Park. 2.2 When I 23 first got here 15 years ago, don't-- I'm a passionate New Yorker even though my accent is from another 24 I have an American wife and three American 25 land.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 150
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.
7	And in the last 15
8	CHAIRPERSON RICHARDS: [interposing]
9	Really?
10	DAVID JURACICH: 16, 17 years, there's
11	been this explosion of people and hence it's so
12	hard to get your kid into any school anywhere of
13	people staying. And part that is because of the
14	amazingness of Hudson River Park. The last 15 years
15	has transformed it for everyone, and although life's
16	always good for people who have holiday houses out in
17	Long Island, etcetera, this is meant for living in
18	New York and raising family in New York. It's been
19	an incredible experience because you have not only
20	Pier 40, but you have the entire park. Pier 40 is
21	supporting the entire park. So, I endorse this.
22	Also as a developer in the City, this is real money
23	that's being given over for 200,000 square foot.
24	It's a real bid. It's a real the park isn't being
25	shortchanged at all. I really think that I living

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 151
2	in Spring Street and walking down to the park, that
3	area is a complete dead zone. I look forward I
4	studied the developer's proposal. I think it's
5	beautiful what they're doing. I actually love the
6	open space-way and the new walkways onto West Street.
7	I support it whole heartedly, and I guess I just
8	wanted to passionately ask you to please accept the
9	application as we proposed.
10	CHAIRPERSON RICHARDS: Thank you all for
11	your testimony, and I'm glad you stayed and didn't
12	move to Jersey. Alrighty, we'll go to the next
13	panel.
14	TONY SIMONE: Wait
15	CHAIRPERSON RICHARDS: Oh, sorry.
16	TONY SIMONE: I let the Board Members go
17	first.
18	CHAIRPERSON RICHARDS: Okay.
19	TONY SIMONE: Hi, I'm Tony Simone. I'm
20	the External Affairs Director for Friends of Hudson
21	River Park. First of all, I want to thank Corey,
22	Council Member Corey Johnson who's been an amazing
23	advocate for the park, and also for the Council
24	Members of this committee. I want to strongly urge
25	the council to support this proposal to fix Pier 40.
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1 SUBCOMMITTEE ON ZONING AND FRANCHISES 152 2 Over the last few months I've talked and met with so 3 many parents and so many kids from all over New York 4 City that use Pier 40. It's not just the west side 5 of Manhattan that uses Pier 40. It's families from all over the City, from the Bronx, Brooklyn, you name 6 7 it. And I want to also urge not to limit their use of air rights sales, not handcuff the Trust, because 8 9 there's-- we all know fixing the pilings is only the beginning. There are technically, and I'm sure way 10 11 more, over 3,000 families that have been emailing and 12 texting from all over the City how concerned they are that Pier 40 will not be fixed, and we should be 13 14 thinking even bigger, not only fixing Pier 40 but 15 finding private money, government money. It's a park 16 for all New Yorkers. It should be funded from all 17 sources in New York. We shouldn't limit any future 18 air rights in the north of the park. If you talk to 19 most New Yorkers, they would say -- and it's such an 20 iconic, amazing city, we should have an amazing 21 waterfront park, and it's not completed. I give 2.2 credit to the Trust and many others of how far the 23 park has come. I'm dating myself, but I remember working for State Senator Catherine Abate, and in 24 this body which I have a lot of respect for. 25 The

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 153 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 is completed in our lifetime, and if we don't all 4 5 work together similar to what great things Corey has done negotiating with developers and other means, the 6 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 Yorkers. Thank you. 10

Thank you all for 11 CHAIRPERSON RICHARDS: 12 your testimony today. We're going to go to the next 13 panel. Karen Mongalo [sp?], Mongel-- I'm just 14 messing up everybody's name today. Barry Benepe, 15 Catherine Sinover [sp?], Snuver [sp?], Snover [sp?], Gary-- I don't want to mess up your last name. 16 It's 17 your handwriting, though. It's not me this time. 18 Zachary Winestine and Gary Nickers. Gary? Gary? 19 Gary? Gary had to go, okay. Alrighty. Alrighty, 20 you may begin, ma'am. I'll just ask everybody state 21 their name and who they're representing for the 2.2 record as you begin to testify. Thank you. Yes, 23 ma'am, ladies first.

24 KATHERINE SCHOONOVER: Alright. My 25 name's Catherine Schoonover, and I live on--

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 154
2	CHAIRPERSON RICHARDS: [interposing]
3	Sorry, I messed your name up.
4	KATHERINE SCHOONOVER: That's alright.
5	It's common. I live on Washington Street about 10
6	blocks north of the proposed development in CB2 and
7	in the Greenwich Village Historic District. First of
8	all, I would also like to thank Council Member
9	Johnson for his work on this project which has been
10	superb, and I want to echo also, I'd like to make
11	the point the reason that CB2 has had an unbelievable
12	amount of development within its boundaries in the
13	time that I have lived there. So, that's 1982 to the
14	present. It's gone from being what was known as the
15	Wild West when I moved there to being the center of a
16	never-ending scene of night life and day life and
17	huge developments of residential buildings for the
18	most part. I just want to echo the request of the
19	Greenwich Village Society for Historic Preservation,
20	the three requests which I know Council Member
21	Johnson is working on. One is to make sure that the
22	last phase of the South Village Historic District is
23	approved as a condition of the approval of this
24	project and the transfer of the air rights.
25	Secondly, that there be an agreement that there be no

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 155
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.
9	CHAIRPERSON RICHARDS: Thank you for your
10	testimony.
11	KAREN MONGELLO: My name is Karen
12	Mongello [sp?], and I have been a resident of New
13	York City for most of my life. I also work in
14	Manhattan. I am a member of the Sierra Club and the
15	Nature Conservancy because I feel it is essential
16	that having a healthy environment enhances the
17	quality of all our lives. I would like to request
18	that and I think it's probably too late that
19	there be no air rights transfers, because as my
20	understanding, that the development that will ensue
21	will affect the environment of the Hudson River by
22	casting shadows, putting it in darkness, cutting off
23	the air flow and that type of thing. Also, I request
24	that there be no air rights transfers because it will
25	set a precedent which will mean that there will be

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 156
2	more air rights transfers, and it will impact the
3	environment and all of our quality of life. There
4	are other ways to fund the Pier 40 rehabilitation.
5	As mentioned earlier, there will be FEMA funds coming
6	through, and there is no reason to transfer the air
7	rights and ruin the environment. Once the
8	environment's ruined, it will not be restored.
9	Please find other ways to fund this project. Thank
10	you.
11	CHAIRPERSON RICHARDS: Thank you.
12	ZACK WINESTINE: Hi. My name's Zack
13	Winestine. I'm Co-chair of the Greenwich Village
14	Community Taskforce. A couple of points: First of
15	all, we believe that no air rights transfer should be
16	allowed from the Hudson River piers to development
17	sites inland. However, if the City Council does
18	decide to allow such an air right transfer for this
19	development. It should be only on the condition that
20	any future such air rights transfers be prohibited.
21	Second, destination retail should not be allowed in
22	the Saint John's development. And third, this
23	development is grossly oversized. The significant
24	increase in residential population will create
25	multiple impacts that will be mitigated only with

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 157 2 great difficulty. It'll increase upward pressures on 3 local rents and neighboring areas leaving the displacement of both Renewal Schools and commercial 4 5 There will be negative impacts on the tenants. already inadequate hospital facilities, mass transit, 6 7 sewers, and open space. So, for those reasons, any approval of h Saint John's development must be linked 8 9 to land marking or zoning protections for adjoining areas including the land marking of the last section, 10 11 the South Village. That gets me to my final plan which is the bottom line is too large and it's in the 12 13 wrong place, and there's a reason that it's in the 14 wrong place, and that reason is because this was the-15 - this was the site to which was eligible for air 16 right transfers from Pier 40. We don't-- it would be 17 a terrific mistake to repeat this error in the 18 future. We shouldn't have eligibility for air rights 19 transfers be the tail that's wagging the development 20 dog. Massive development of this sort should be cited [sic] because the location that's chosen is the 21 right location for those development in terms of 2.2 23 neighborhood infrastructure, in terms of the ways in which those developments relate to the rest of the 24 City, not for the arbitrary reason that it happens to 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 158
2	be within a certain distance from a site on the Huon
3	River waterfront. So, it's completely clear from the
4	testimony of the Friends of Hudson River Park Trust
5	that the will be additional requests for air right
6	transfers unless the City Council acts now to be very
7	clear that this is a one-time to save Pier 40 an will
8	not be repeated in the future. Thank you.
9	CHAIRPERSON RICHARDS: Thank you for your
10	testimony.
11	BARRY BENEPE: Good afternoon. My Barry
12	Benepe, and I want to point out the elephant in the
13	room that nobody's talked about. The reason we have
14	an air rights transfer problem is because he
15	underlying zoning is not compatible with park use.
16	This is the only park in New York which is zoned for
17	manufacturing with a FAR of two. To transfer air
18	rights from the Hudson River is totally illogical.
19	There have to be other ways of funding the park.
20	Richard Gottfried in a statement he wrote in June
21	25^{th} , 2012, said it is better to the trust to remove
22	their- to pier 76 and allow residential development
23	there. They produce income and acquired lower
24	environmental costs. I'm moving the huge Pier 40
25	parking garage and Pier 76 tow pound [sic] would

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 159 2 allow no open public space and no view if they're 3 left here. The thing that we should be observing is 4 when these corridors are being opened by the Saint 5 John development U-corridors [sic]. They look-- do right into the side of the parking garage. 6 This is 7 not a park. It's a parking garage. Everybody's been calling Pier 40 as if some recreation asset. 8 It's 9 not a recreation asset. It's a parking garage for some 30-- I think-- 3,500 spaces. That's not two 10 11 floors. It's four floors. If you look at the sign at 12 the front, it says level one, level two, mezzanine, 13 and roof. So, look at the facts. Have City Planning 14 prepare a comprehensive plan which indicates where 15 the sending [sic] sites are going to be. How much floor area is unused that can be transferred? 16 We 17 don't have the whole picture. We should get the 18 whole plan before you and it's-- to proceed this way 19 is spot-zoning and piece meal planning. It's not the 20 procedure that's the best way. 21 CHAIRPERSON RICHARDS: Thank you for your 2.2 testimony. We'll go to Council Member Corey Johnson. 23 COUNCIL MEMBER JOHNSON: I want to thank you all for being here today and for being patient. 24

I just want to say that it has been my position to

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 160 2 limit future air rights transfers, and I said that in 3 my opening statement today, and the council has the 4 authority to do that through our modification text amendment process, and we plan on doing that. 5 So that's number one. Number two, the air rights 6 7 transfer was not created by the City of New York. 8 It's not created by the Council. It was voted on in 9 June of 2013 by the state legislature, and it was voted on to be able to set up a mechanism to get 10 11 money for a park that as you heard from the Trust 12 statement is hemorrhaging funds. So, I wish that 13 this park was treated like Governor's Island and got 14 300 million dollars, or Brooklyn Bridge Park, 200 15 million dollars, or some other parks across the City. 16 Sadly, from the last Administration to this 17 administration because it' a joint city and state 18 trust. That decision wasn't made, and it has been the-- sadly, the park that the state says, "We'll 19 20 give when the city gives," and the City says, "We'll 21 give when the state gives." And then no one steps up 2.2 and we get into a state where-- Barry, I love you, 23 but the largest, it's the largest recreation pier in the City of New York. 250,000 people use it for 24 recreation. 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 161 2 BARRY BENEPE: Surrounded by a six-story 3 wall. COUNCIL MEMBER JOHNSON: That's fine. 4 It's still used for recreation. Where are the kids 5 going to go? 6 7 BARRY BENEPE: Why not broaden it and make it a big green park that everybody could use? 8 9 COUNCIL MEMBER JOHNSON: With what money? 10 With what money? BARRY BENEPE: The Park is four miles 11 It has ample opportunities to develop money-12 long. 13 making development in the park, especially to the 14 highway. I mean, two-- on the bulkhead, east of the 15 bulkhead. 16 COUNCIL MEMBER JOHNSON: No, it doesn't. The Act does not allow that. That's not accurate. 17 18 BARRY BENEPE: There are income earning 19 possibilities in the park--20 COUNCIL MEMBER JOHNSON: [interposing] Things that are going to generate a 100 million 21 dollars to fix the piles immediately so the pier 2.2 23 doesn't get abandoned? BARRY BENEPE: Well, one of the reasons 24 we have the problem at Pier 40 because if you look, 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 162 2 go back through the hurricane, to Sandy, many of the 3 piers survived Sandy without damage. We should look 4 at why those piers survived and had no damage, and 5 then look at Pier 40 which has extensive damage because of its poor infrastructure. So, there's a 6 7 huge cost to keep that parking going for the income. 8 It's going to cost more to maintain the pile [sic] 9 and get back from it.

COUNCIL MEMBER JOHNSON: So, this project 10 11 is going to move forward, and my goal is to make it 12 move forward in a responsible way for the future and 13 for the community through landmark protections for 14 the South Village, for eliminating air rights 15 transfers for CB2 in the future, and making the 16 retail not destination retail, and in making the 17 changes we can make on the site plan itself, and to 18 stabilize Pier 40 so that both sides of the highway 19 I just want to be upfront and be honest with win. 20 you, because I know almost all of you that are up 21 there, and we work together, and I appreciate your 2.2 neighborhood advocacy, but I just want to be clear 23 that the reality is we have to do something here. And to say let's hit pause and try to find other 24 money is not realistic. So I appreciate you being 25

1SUBCOMMITTEE ON ZONING AND FRANCHISES1632here. I appreciate your advocacy, and I look forward3to 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?

11 COUNCIL MEMBER JOHNSON: Barry, I told 12 you we're limiting the air rights transfers in the 13 neighborhood. So, there can't be any more air rights 14 transfers in Board Two below 14th 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--

19 COUNCIL MEMBER JOHNSON: [interposing] I 20 can't change what happened 14 years ago at Perry 21 Street.

22 BARRY BENEPE: In the future we could 23 have a vision of what we want our West Side to look 24 like.

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 164
2	COUNCIL MEMBER JOHNSON: You get the
3	Department of City Planning to agree to a downzoning
4	and we'll talk about it, but I don't think that's
5	going to happen in this lifetime.
6	BARRY BENEPE: You have to zone, the City
7	Council. They always recommend you.
8	COUNCIL MEMBER JOHNSON: the City Council
9	does not initiate the ULURP process. The City
10	Council cannot do environmental work. The City
11	Council has ultimate authority over proposed
12	rezoning, but cannot initiate rezonings or we can
13	under a technical way, but can't do the environmental
14	work. So, our charter has some deficiencies. I
15	would like charter revision commission in the future
16	to looking at changing our Land Use procedure and
17	strengthening the council role in strengthening
18	Community Boards role but that is not where we are in
19	2016.
20	BARRY BENEPE: You are doing a great job.
21	I must say [sic].
22	COUNCIL MEMBER JOHNSON: Barry, there's
23	no better endorsement then from you. Thank you all.
24	BARRY BENEPE: Thank you.
25	COUNCIL MEMBER JOHNSON: Thank you.
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1	SUBCOMMITTEE ON ZONING AND FRANCHISES 165
2	CHAIRPERSON RICHARDS: It seems like a
3	love/hate relationship sort of thing going on in
4	here.
5	COUNCIL MEMBER JOHNSON: Chair Richards,-
6	_
7	CHAIRPERSON RICHARDS: [interposing]
8	There's always one constituent you have that with,
9	and I just
10	COUNCIL MEMBER JOHNSON: [interposing]
11	Chair Richards, do you know who his son is? His son
12	is the great amazing Adrian Benepe, the former
13	CHAIRPERSON RICHARDS: [interposing] Oh,
14	no wonder you're causing trouble. Okay, got it.
15	Alrighty. I know him well, too. Alright, we're
16	going to go to the next panel. My wife would
17	actually have appreciated that exchange. Mike
18	Novogratz, Chair of the Board of Friends of Hudson
19	River Park, Susanna Aaron, Friends of Hudson River
20	Park, Connie Fishman, Friends of Hudson River Park,
21	David Amsterdam, Friends of Hudson River Park, Bill
22	Bialosky, Downtown United Soccer Club.
23	SUSANNA AARON: Hi, there. My name is
24	Susanna Aaron. I'm a lifelong Village resident and
25	now a member of Community Board Two, but I'm not
I	

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 166 2 speaking as CB2 this morning. I'm speaking as a 3 Board Member of the Friends of Hudson River Park. I want to thank the City Council and especially our own 4 Council Member Corey Johnson for all the time and 5 consideration that you've put into this. 6 I want to 7 just speak to the ongoing long term financial health of this park which today is pretty lousy. I ask that 8 9 the City Council not make a decision at this time to limit the air rights that can be transferred from 10 11 Pier 40. It's too soon to determine that that's the 12 best way to serve this community. Pier 40 has a lot of responsibility on its shoulders. It's the best 13 14 recreational space, but it also needs to generate 15 revenue to support the entire park. In the end, it 16 may be best to keep all those air rights at Pier 40 17 so that a developer can build something great that 18 yields oodles of cash for the park, but it may end up 19 making more sense to find a balance. Sell some of 20 those air rights to the few receiving sites outside 21 the park itself. Go through the ULURP that any project would undergo and allow money to go back into 2.2 23 the park. We've all see the economic growth that has been made possible by Hudson River Park. The park 24 has gained not one dime from this. Capping these air 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 167
2	rights doesn't mean a cap on all future developments.
3	It simply means that the park will continue to be
4	left out of any project that gets built. We know the
5	economic benefit this park has produced for others.
6	Sadly, it hasn't produced any economic gain for the
7	park itself. No benefit to all of those who use the
8	park. So, I would urge the City Council to stay its
9	hand. Let's take this park one step at a time. Let's
10	look at development on a case by case basis. A park
11	that is financially stable, that is safe, clean and
12	beautiful forever and for everybody. That's the
13	mission of the Friends of Hudson River Park and what
14	everybody wants for their community. Thank you.
15	CHAIRPERSON RICHARDS: Thank you. Sir?
16	Okay, perfect.
17	CONNIE FISHMAN: Good afternoon. My name
18	is Connie Fishman. I am the interim Executive
19	Director of the Friends of Hudson River Park. I want
20	to thank the Council Members, Chairman Richards, and
21	especially Councilman Johnson for all of his efforts
22	on behalf of Hudson River Park. I'm here to support
23	these proposals because they will provide vital
24	funding for the repairs of Pier 40's piles and
25	substructure and ensure its future is a valuable

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 168 2 community and park resource for years to come. Pier 3 40's ball fields are a treasured community asset used by thousands of New Yorkers, athletes and youth and 4 5 adult sports leagues each and every year. The fields are used by families and their children living 6 7 throughout the five boroughs, not just the west side 8 of Manhattan. The Friends see the pier as one of the 9 most critical resources in the park for the surrounding communities. The proposed sale of air 10 11 rights by the Trust will provide the funds necessary 12 to make repairs to Pier 40 that are long needed in 13 addition to saving the ball field and the long-term 14 sustainability of the entire 550-acre Hudson River 15 Park. The hundred million dollars won't just enable the trust to fix the piles. It will also be the 16 17 first step in reducing the enormous financial burden 18 on any future development taking place at Pier 40, 19 allowing the possibility of a lower impact 20 development than would otherwise be achievable. То 21 that end, we urge the council not to limit the Trust's ability to sell its future air rights. Fixing 2.2 23 the piles is critical, but the trust job won't be done until Pier 40 is redeveloped and generating 24 revenue to support the entire park. The Hudson River 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 169
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.
15	CHAIRPERSON RICHARDS: Thank you so much
16	for your testimony.
17	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	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
25	of the village, and advocating on behalf of the
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1 SUBCOMMITTEE ON ZONING AND FRANCHISES 170 2 children that use the park each day, including my 3 own. Like many families we moved to the village in 4 order to be closer to Pier 40. The park is the 5 anchor of the West Side. It's the marketing nucleus for every business, school and retailer. All of 6 7 depend on the park's upkeep, yet we do not pay for 8 it. Most importantly, children flock to Pier 40 365 9 days a year. For my family it's usually several times a day. What will we do if Pier 40 were to 10 11 disintegrate if we do not approve this air rights transfer today? We've heard detailed testimony it 12 13 cannot sustain in its current condition. I quess we 14 would move. So, consider the exponential effect of 15 this decision. It's pretty simple. The park has 16 been the catalyst for billions of dollars in economic growth along the West Side according to a recent 17 18 study by the Regional Plan Association. The parks 19 reward for this? Absolutely nothing, no profit 20 whatsoever. The sustainability of this 550-acre park 21 solely depends on its ability to generate revenue at Pier 40. You must all the park to take a critical 2.2 23 first step in repairing these pilings. Going back to the children that I mentioned and Council Member 24 Johnson mentioned and the Chair as well, the debate 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 171 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. 9 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 17 this vital piece of our community. Thank you. 18 CHAIRPERSON RICHARDS: Thank you so much 19 for your testimony. 20 BILL BIALOSKY: Hello. My name is Bill 21 Bialosky. I am a 30-year resident of Tribeca and I'm an architect with an office in SoHo, Community Board 2.2 23 I am a long-term Executive Board Member of the Two. Downtown Soccer League, specifically separate from 24 Downtown United who may be here today who represents 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 172 2 separate thousands of kids. As the Commissioner of a 3 league which I've been running now for the last 10 4 years, we've watched our league grow from 500 kids 5 playing in the land fill of Battery Park City to now over 1,800 kids who get only two hours a day on a 6 7 ball field anywhere. We've been very busy as a city 8 transforming lower Manhattan to a residential 9 neighbor equal to none other. It is a fine quality of life that we all have here, but it is dependent 10 11 upon park space and playing fields as it is schools. 12 We've been behind the eight ball on building schools. 13 We are totally behind the eight ball in providing 14 spots on soccer teams for every kid who want to be 15 one, on one or on a baseball team for every kid who 16 wants to be one. And we know that they desperately 17 need these sports to be healthy and active not only 18 as youths, but adults, to learn all the things that 19 we can learn from playing team sports. As a Pier 40 20 champion, we strongly urge the Council to support 21 this air rights transfer, to not put handcuffs on the 2.2 park and the Trust for future air right transfers as 23 Additionally, as an architect and a planner, I well. strongly believe that a robust process like the one 24 that we're engaged in now where there's a community 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 173
2	back and forth with developers who believe in good
3	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.
13	CHAIRPERSON RICHARDS: Thank you.
14	MIKE NOVOGRATZ: Chair, hi. My name is
15	Mike Novogratz. I'm the Chairman of the Board of the
16	Friends of Hudson River Park. I got involved in the
17	park about eight years ago as a member of the Trust
18	Board, and it took me 15 minutes to realize that lots
19	of what happens in the park is illogical. I looked at
20	Barry during his speech, and I was like, yeah, we
21	have parking in our park and that's a good thing?
22	And so when I started I was kind of self-righteous
23	about this is crazy. We should have tax payers
24	paying this. Why do we need a Friends group? What
25	I've come to realize is at oen point you got to deal

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 174 2 with what you're dealing with, and I want to 3 recognize Corey and Madelyn and the Trust and the developers and CB2, because it seems to be a project 4 5 that seemed almost undoable eight years ago is now right at the 10 yard line, and that's pretty 6 7 exciting. My hope is we don't let perfect be the 8 enemy of the good, that you know, there's been lots 9 of compromise made and you don't want to put so many sticks on the camel's back that you break the camel. 10 11 It would be a tragedy in my mind if we end up going 12 to plan two where they just use the commercial space, and I think we're getting to that level because it's 13 14 taking so long. And so my hope is that we accelerate 15 things. The park has a lot to do. Pier 26, Pier 55, 16 Pier 57, Gansevoort [sp?], there are lots of very 17 exciting projects coming down the pipeline, and I 18 think it would be a shame if we pulled flexibility 19 from the Trust and from the community on how to 20 actually get those projects done. I'd love if 21 someone had a magic want and there were more Barry Dillers [sic] out there with hundred million dollar 2.2 gifts, and we certainly will search for them. 23 But I think to be practical, we need flexibility. I think 24 one of the things this process has demonstrated is 25

SUBCOMMITTEE ON ZONING AND FRANCHISES 1 175 2 that the Trust and the community and the developers 3 have worked together, and so, you know, extending the 4 air rights doesn't mean there's going to be no more air rights. It means there's going to be that same 5 type process next time and the next time. Thank you. 6 7 CHAIRPERSON RICHARDS: Thank you so much for your testimony. We're going to go to Council 8 9 Member Johnson. COUNCIL MEMBER JOHNSON: I just want to 10 11 respectfully push back to my good friends who I respect enormously for decades of advocacy on behalf 12 of the park and continued involvement. On the line 13 14 of us handcuffing the park and not giving 15 flexibility. I don't say this with any amount of 16 immodesty, but I have been a huge champion for this 17 park, and I have supported the park in any way that 18 has been asked of me in the three years I've been a 19 Council Member and in the years that I was Community 20 Board Four Chair before I was in the Council, and 21 this project is extremely important for all the 2.2 reasons that we talked about, but it's a huge amount 23 of density in a three-block area. And as we heard, the Village especially near the waterfront has 24 changed dramatically. And I believe that CB2 has 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 176 2 already bared a lot of the development in the 3 community. The ultimate way to fix Pier 40 is not 4 selling off more air rights. That's not the silver 5 bullet. I think Susanna mentioned the fact that maybe a combination of both things might work. Ultimately 6 7 Pier 40 needs to get redeveloped, and we have to work with our other elected officials to help make that 8 9 It's not up to me. Collectively we have to happen. do that, and the Community Board has to take a 10 11 leading role on that. But I just want to be clear 12 that selling air rights doesn't fix the underlying 13 It helps us on this front to stabilize the issue. 14 pilings, but it doesn't fix the ultimate issue which 15 is a deteriorating building on an old pier that has 16 been neglected for decades and decades, and I see my 17 role as to balance the issues at hand, to ensure the 18 Trust gets the money that it needs to stabilize the 19 pier, to get affordable housing and make sure this is 20 the best development possible while at the same time protecting the greater neighborhood and a way they've 21 2.2 asked for and a way they think they deserve through 23 both land marking the South Village which has been sought after for over a decade, and also eliminating 24 future air rights transfers. So, I just want to 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 177 2 respectfully push back that I am not handcuffing the 3 Trust. I am not making it inflexible for the Trust. This is not the silver bullet. I'm taken-- and it's 4 5 my job as an elected official, I think I'm taking a nice little punch on the chin a little bit for 6 7 allowing a development of this scale to go forward with a lot of neighborhood opposition. But I've made 8 9 that decision because I think it's the most appropriate way to get money in this point in time, 10 11 the most realistic way to stabilize the pier, and 12 that's been my overarching goal. Is this the perfect 13 project? No. Is it the project I would have chose? 14 No. Is it the height I would have chose? No. but I 15 am trying to operate within the reality that we have, 16 the construct that we have to achieve a series of 17 qoals. So, thank you for your hard work. I look 18 forward to continuing to work together to get the 19 trust all the money they need, but I am not 20 handcuffing anyone. I am trying to balance the 21 interest of the neighborhood. So, thank you very 2.2 much. 23 CHAIRPERSON RICHARDS: Well said, Council Member Johnson. Thank you all for your testimony. 24

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

1SUBCOMMITTEE ON ZONING AND FRANCHISES1782Benstock, Clean Air Campaign, Penny Mintz [sp?],3community member, and Mr. Melvin Stevens, come on up.4Mr. Melvin, I'm going to begin with you. Alrighty,5and guess what? I'm giving you four minutes.

MELVIN STEVENS: Keep our river, a river. 6 7 The river is not a park. Brewer, Hoylman, Bergman, Wills, Glick, Weisbrod, de Blasio, and Johnson, they 8 9 have sold us down the river. They have given our river to the highest bidder. They have created a 10 11 fantasy that our Hudson is land, and therefore has 12 air rights that allow a massive, mega development 13 monstrosity like 550 Washington Street to become a 14 reality. So, I ask the City Council to continue 15 these hearings. The issue is too complex for the 16 public and very difficult to get their mind around. 17 I also ask the council that they out-of-hand reject 18 air rights, any air rights sold off of the river. 19 You know, it-- the logic escapes me. To save a pier 20 that is obviously beyond repair, we are allowing 21 HRPT, the Hudson River Park Trust, to ravage our river, building in and on and over a navigable 2.2 23 waterway. We are saving a rotting pier and giving the green light to a mega development monstrosity 24 that is known as 550 Washington Street. And finally, 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 179 we are allowing them, us basically, to put a huge 2 3 strain on our infrastructure, and damn it, we totally 4 forget about Sandy and the damage she did, and now 5 you're proposing to put this monstrosity and New York's people in harm's way. 6 7 COUNCIL MEMBER JOHNSON: You done, sir? CHAIRPERSON RICHARDS: You finished? Oh, 8 9 finished before four minutes. Okay. Ma'am? Start the clock over. 10 MARCY BENSTOCK: I'll take some of those 11 12 minutes. 13 COUNCIL MEMBER JOHNSON: Marcy, turn your 14 mic on. 15 CHAIRPERSON RICHARDS: You could have his extra minute. 16 17 COUNCIL MEMBER JOHNSON: Marcy, turn your 18 mic on. Press the button. 19 MARCY BENSTOCK: Good. I'm Marcy Benstock with Clean Air Campaign. We urge the 20 21 council to disapprove the proposals related to socalled air rights transfers from the Hudson River, 2.2 23 not just at Pier 40, but in the language, in the actual language in the rest of the river as well 24 25 within a proposed new Special Hudson River Park

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 180 District that includes 490 acres of water. 2 The use 3 of the term the park to refer to the river is one of 4 the most misleading aspects of many of the air rights 5 transfer's proposals. Council approval of air rights transfers from the river would have catastrophic 6 7 citywide public safety, financial, and other impacts. If the council approves it, facilitating endless 8 9 rebuilding in the number one highest risk Hurricane Evacuation Zone in the river would do the following 10 11 things: One, put tens of thousands of New Yorkers in 12 harm's way unnecessarily out in the river, and force first responders from all over the city to rescue 13 14 them when the next big hurricane hits the river. 15 Two, divert even more disaster recovery funds and HRPT has snagged already from place like the 16 17 Rockaways devastated by Sandy and upcoming disasters. 18 Three, force city tax payers and rate payers to keep 19 subsidizing this misplaced HRPT development site out 20 in the river instead of essential city services for 21 us all. Four, risk catastrophic storm and hurricane damage costs and liability claims against the City 2.2 23 and demands for tax payer bail-outs when risky complex financing schemes involving air rights 24 transfers from the river collapse. If the council 25
1	SUBCOMMITTEE ON ZONING AND FRANCHISES 181						
2	rubber stamps City Planning's and HRPT's proposals,						
3	the council will be creating totally avoidable						
4	financial risks. Five, higher real estate values and						
5	depressed tax collections from thousands of buildings						
6	as far east as Fifth Avenue by ruining river views.						
7	Six, end up providing evermore infrastructure and						
8	services for HRPT's tax free enclave out in the						
9	river. No one there ever has to pay real estate						
10	taxes while HRPT's lessees benefit. Six, give						
11	blanket permission to a could I go on a little bit						
12	more?						
13	CHAIRPERSON RICHARDS: You got an extra						
14	minute.						
15	MARCY BENSTOCK: Great. Unaccountable						
16	CPC and HRPT authority to decide where they choose to						
17	claim that unused development rights over the Hudson						
18	River beyond Pier 40 exists, and to sell or transfer						
19	those purported arguably illegal air rights from a						
20	public waterway. Next, implement a ruinous 1960's						
21	plan for the river that's totally at odds with the						
22	realities of climate change with sensible disaster						
23	prevention policies and with this country's most						
24	basic environmental laws. Please disapprove air						
25	rights transfers from the Hudson River, and I'd love						
l							

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 182 2 to answer any questions or meet with any of you to 3 discuss this further, including you, Mr. Council Member Johnson. 4 5 CHAIRPERSON RICHARDS: Council Member Johnson? 6 7 COUNCIL MEMBER JOHNSON: So, thank you for being here. Do you both support the park 8 9 existing at all? 10 MARCY BENSTOCK: We strongly-- we've always strong-- all the environmental groups have 11 12 strongly supported the green park along the shoreline. 13 14 COUNCIL MEMBER JOHNSON: But you don't 15 support piers being developed? 16 MARCY BENSTOCK: No. 17 COUNCIL MEMBER JOHNSON: None? 18 MARCY BENSTOCK: We oppose building in 19 and over the waters of the Hudson River any more. 20 They're already 17 piers--21 COUNCIL MEMBER JOHNSON: [interposing] So should we let Pier 40 just collapse and fall into the 2.2 23 water? MARCY BENSTOCK: 24 No. 25 MELVIN STEVENS: Absolutely.

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 183 2 COUNCIL MEMBER JOHNSON: Great. So, I'm 3 glad you're on the record, sir. So would you let it collapse, fall in the river, forget about the kids 4 and the parents and the families, and--5 MARCY BENSTOCK: [interposing] Please, 6 7 please--8 CHAIRPERSON RICHARDS: [interposing] 9 Excuse me, sir. 10 COUNCIL MEMBER JOHNSON: So, you said the kid should fall in with them? Great. 11 12 MELVIN STEVENS: No, no, no. Please, I 13 have a different answer. We all respectfully 14 disagree. We've thought about this long and hard for 15 many years, and the plan to let-- first of all Pier 16 40 has been rebuilt again and again and again with 17 public funds. The best plan is to let all the 18 serviceable parts of Pier 40 which still there are 19 many such parts because of the money that's been 20 spent already, let them live out their useful lives, 21 but then gradually move non-water dependent uses to 2.2 the upland, to dry land, and--23 COUNCIL MEMBER JOHNSON: [interposing] So, eventually--24 25

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 fields, eventually? 6 7 MARCY BENSTOCK: Eventually. COUNCIL MEMBER JOHNSON: Is that your 8 9 position? Eventually--10 MARCY BENSTOCK: [interposing] 11 Eventually, which will happen sooner rather than 12 later. 13 COUNCIL MEMBER JOHNSON: Okay. MARCY BENSTOCK: If--14 15 COUNCIL MEMBER JOHNSON: [interposing] So, 16 there's a--17 MARCY BENSTOCK: [interposing] If a hurricane destroys Pier 40 despite our sober wishes 18 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 the park. 24 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 185 2 COUNCIL MEMBER JOHNSON: Any development, 3 you've been fighting for years. 4 MARCY BENSTOCK: No, we only fought the 5 old West Way project. COUNCIL MEMBER JOHNSON: Okay, well, 6 7 there's a lot to unpack--MARCY BENSTOCK: [interposing] The part 8 of it for--9 10 COUNCIL MEMBER JOHNSON: [interposing] in 11 your testimony. 12 MARCY BENSTOCK: building in the Hudson 13 River. COUNCIL MEMBER JOHNSON: There's a lot to 14 15 unpack in your testimony. A lot of it I believe is 16 false. Air rights transfers are not illegal. There 17 was state legislation that allowed it, and many of 18 the things that you talked about in here saying 19 they're dubious or unaccountable or all of these 20 things, that's an opinion. It's not a fact. The courts have ruled. There have been lawsuits. 21 The 2.2 State Supreme Court has ruled. The Appellate 23 Division has ruled. The Court of Appeals has ruled. Federal Courts have ruled, and they don't agree with 24 a lot of what you said. So, I just want to be clear 25

1SUBCOMMITTEE ON ZONING AND FRANCHISES1862that you can't just go up there and pretend that you3have the facts when the court of law has not been on4your side for years, if not decades.

MARCY BENSTOCK: No, no, we didn't 5 file those lawsuits. I need to respond. I have the 6 7 state legislation in front of me. It did not require 8 the Council to do the wrong things with air rights 9 transfers. It says, "Transfer any such air rights if and to the extent designated and permitted under 10 11 local zoning ordinances." That's why Council Member 12 Richards, we do not want the local zoning ordinance 13 changed.

14 COUNCIL MEMBER JOHNSON: Okay. Marcy, 15 we're not going to agree, but I would just say that I think it's important that we deal with the facts, and 16 17 there are things in here which are not factual, and 18 the corporation counsel's office, the Law Department, 19 the Department of City Planning, multiple courts and 20 other legal entities have disagreed with your view. So, I just don't want you to pretend that we're doing 21 2.2 something that we're not doing.

23 MARCY BENSTOCK: I need to respond. I 24 never pretend--

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 187 2 COUNCIL MEMBER JOHNSON: [interposing] You 3 already responded. You already responded. MARCY BENSTOCK: I never lie. 4 5 COUNCIL MEMBER JOHNSON: I'm not saying you lie. I'm saying I think there's some 6 7 misrepresentations in here. MARCY BENSTOCK: I will provide to 8 9 Council Member Richards and the rest of the council, including you, Council Member Johnson, the citations, 10 the evidence for what I've said. 11 12 COUNCIL MEMBER JOHNSON: Are you a 13 lawyer? 14 MARCY BENSTOCK: I'm almost a lawyer. 15 COUNCIL MEMBER JOHNSON: I feel like I'm 16 almost a lawyer, too. 17 CHAIRPERSON RICHARDS: Me three. 18 COUNCIL MEMBER JOHNSON: But I'm not a 19 lawyer. I rely on lawyers. Thank you for your 20 testimony. 21 CHAIRPERSON RICHARDS: Thank you. Thank you. Alrighty, we're going to go to the next panel. 2.2 23 Carin Ehrenberg, Greenwich Village Little League, Dan Miller, Pier 40 Champions, Ken Danue [sp?], Downtown 24 25 Urban Soccer Club, David Seal, Manhattan Celtic

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 188							
2	League. Is that soccer, too? I hope so. Alrighty,							
3	Isaac Daniel, Downtown United Soccer Club. I'm going							
4	to go through these again. Is everyone here? Isaac							
5	Daniel, David Seal, Isaac is not here, okay. So							
6	we'll call up Michelle Siwaylan [sp?]. You're							
7	here? Okay, great. Alrighty. Ellen Baer [sp?]?							
8	Ken Daniels? Dan Miller? Okay, alright. Alright,							
9	you may begin. Ladies first.							
10	COUNCIL MEMBER JOHNSON: Don't be shy,							
11	just begin.							
12	MICHELLE SIWAYLAN: Thanks for the							
13	opportunity. My name's Michelle Siwaylan [sp?]. I'm							
14	with the Real Estate Board of New York. REBNY is a							
15	trade association with 17,000 members comprised of							
16	owners, builders, brokers, managers and other							
17	professionals active in real estate in New York. We							
18	are here today to support the Saint John's Center							
19	rezoning and the Hudson Square Waterfront Development							
20	Plan. This plan addresses a number of critical and							
21	interrelated issue that have vexed the community and							
22	the Hudson River Park Trust for more than decade, how							
23	to fund the costly infrastructure repairs to Pier 40							
24	while preserving the athletic fields and maintaining							
25	critical operating revenue stream from the parking							
I								

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 189 2 facility. In addition to these vital benefits, the 3 development project addresses some of our most pressing needs while providing valuable community 4 amenities. The Saint John's Center Development on 5 Washington Street will consist of five buildings with 6 7 approximately 1.7 million square feet of development, including almost 1,600 units of housing of which 30 8 9 percent would be permanently affordable in the mix of low and moderate income households as well as senior 10 11 housing. Development will also include 400,000 12 square feet of commercial space as well as a 10,000 square foot indoor recreational center that would be 13 14 available for residents and the public. This new 15 sustainable development project will replace an outmoded [sic] site that intrudes on the street grid 16 17 with a modern mixed use development that will 18 revitalize the streetscape with retail, improve light 19 and air down at Houston Street, much improved access 20 to West Street and newly created view corridors. Α 21 new development of this type and scale has significant economic benefits in the short and long 2.2 23 term. Construction is expected to create an onaverage 1,800 onsite jobs per year for three years 24 and 1,500 full and part-time jobs once construction 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 190							
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.							
12	CHAIRPERSON RICHARDS: Thank you.							
13	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							
19	people have said, there are many children using that							
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							

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 191 2 clear, no matter how much I love downtown New York, 3 that I would be a downtown New Yorker if that park 4 was not there, because I do care about my children 5 having a place to play. I care about going to a place where I'll see my neighbors and be able to root 6 7 for our teams, have a cup of coffee, volunteer 8 alongside one another and build community. New York 9 City is a big city and the way that it becomes a place to live is by building small communities, and 10 11 Hudson River Park is a place, and Pier 40 in 12 particular, is a place that is like a small 13 community. When grandparents come to visit us and 14 come to our little league games or our soccer games, 15 they say, "Wow, you live in New York City? This 16 feels like Small-town, America." We could have it 17 all here in New York, and thanks to all the hard work 18 of our local officials and Hudson River Park Trust, 19 we do have it, and I strongly support the air rights 20 because of that. Again, it not only makes for a 21 place to make friends and meet people, but it makes 2.2 for better people. Sports are important, and there's 23 not enough places to play sports in New York City outside. They're healthy. They're for mental 24 They're for physical health. 25 health. There's lots

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 192 2 of x-box and all sorts of games going on, but where can the children play? Thank you, Corey Johnson, and 3 4 to all of you for helping us with this. 5 CHAIRPERSON RICHARDS: Thank you. KEN DANIELS: Hello. My name Ken Daniels. 6 7 As of last night in 1981 I became a resident of the 8 West Village. Discovered what the Halloween parade 9 was when nobody knew what it was. I am a longtime

member of the Board of Directors for Downtown United, 10 since 1994/95. I've coached for the Greenwich 11 12 Village Little League for a long time, and figured I 13 got sucked more into soccer than to baseball. And I'd 14 really love to be able to -- having been on the Board 15 of Directors for Downtown United, I haven't had a kid 16 in the program in 10 or 11 years. I have a 21-year-17 old daughter and a 26-year-old son. Why I'm still 18 doing it probably goes to my sanity, which I may want 19 to be removed from here. But I just wanted to-- I 20 want to end my tenure, because one of the reasons I'm 21 still doing what I'm doing for the club is to finish 2.2 this process. If anybody has taken a look at the 23 architect CV and what he has represented in his work, it's an incredible choice, and like I told him at one 24 of the earlier meetings with the developers -- I won't 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 193							
2	use the language but, please God don't F this up.							
3	And as wanting to retire from Downtown United,							
4	Madelyn, I have a check for you for 105 million							
5	dollars that I'd just like to give to you so that we							
6	can end all of this and I can hand in my resignation.							
7	I mean, there's no doubt about the value of Pier 40,							
8	and everybody's covered it with respect, not only to							
9	kids, but nobody's mentioned the elderly and how							
10	people have used the park in any number of ways, and							
11	more importantly, I can't imagine what it was like in							
12	the middle 1800's when [inaudible], you know, get							
13	this big thing that was going to be called Central							
14	Park, and said what can I possibly do with this. We							
15	have the opportunity to create that opportunity for							
16	the West Village. Now, whether it's Madelyn Wils or a							
17	successor, the people have been on the Hudson River							
18	Park Trust, Downtown United, Downtown Little League,							
19	Greenwich Village Little League, hopefully if we do							
20	the right thing we'll all share in this success.							
21	Corey Johnson, I've never met you, but I tell you							
22	what, run for higher office. You've got my support.							
23	UNIDENTIFIED: Yes.							
24	CHAIRPERSON RICHARDS: Wow. Is that an							
25	endorsement?							

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 194 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 9 opportunity to create something spectacular. The air 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 23 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 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 195							
2	contribution to the park, to the Trust as part of							
3	what any development issue that they have, because							
4	the value of their properties is going to in part be							
5	determined by the quality of life that this piece of-							
6	- this I don't know how many acres any more. I've							
7	walked it so many times. And just one last thing. I							
8	remember when the field turf I was there							
9	CHAIRPERSON RICHARDS: [interposing] You							
10	said `one last thing' around five minutes ago.							
11	KEN DANIELS: Yeah, I know. Well, I'm							
12	old.							
13	CHAIRPERSON RICHARDS: Okay.							
14	KEN DANIELS: I remember when Pataki flew							
15	in to dedicate the rooftop field on the top of Pier							
16	40. I was there with my kids, and we all had hoped							
17	we looked when the trucks, the FedEx trucks and the							
18	UPS trucks were parked in that courtyard, we said,							
19	"Wouldn't it be great if someday those were athletic							
20	fields?" We're there now. I can't imagine what this							
21	will be. Hopefully, my grandchildren hopefully will							
22	be playing on it. But thank you for the little bit							
23	of extra time, and thank you for what you do and for							
24	making this possible.							
25								

SUBCOMMITTEE ON ZONING AND FRANCHISES 196 CHAIRPERSON RICHARDS: Thank you, Mr. Ken.

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2

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4 ANDREW ZELTER: Good afternoon. My name 5 is Andrew Zelter [sp?], and like many of the speakers before me, I'm here really to advocate for our 6 7 growing youth population, particularly across lower 8 Manhattan as Madelyn pointed out, 60 percent growth 9 in that segment over the last several years. And I don't think you can really talk about creating 10 11 opportunities for our children across lower Manhattan 12 without discussing Pier 40. We heard a few 13 statistics, and Councilman Johnson, I'll take them as 14 fact that Pier 40 serves 260 visitors a year in terms 15 of athletic activities. We've been spending the better -- sorry? Two hundred and sixty thousand, 16 17 We've been at this for 15 years, two forgive me. 18 failed RFP's and we have a pier that's in dire 19 So, I think Mr. Novogratz nailed it when he straits. 20 said we really have to deal with what we're dealing with. And just to provide some further statistics 21 2.2 that I think are relevant. If you look at national 23 studies, they estimate that 75 percent of youth at some point play organized sports. Seventy-five--24 this may not be fact. This may be opinion, but 74.99 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 197 2 percent of them do not continue with sports as a 3 career. What they do continue with are the life 4 lessons learned on the athletic fields, teamwork, 5 sportsmanship, respect, competition, winning and losing, problem resolution, challenging and rising to 6 7 challenges, and I think it's incumbent upon us as a 8 parent body, as a community to continue to afford 9 those opportunities to our children. Just to give some more dynamics around dealing with what we're 10 11 dealing with, I represent Downtown Little League. We 12 provide organized activities for softball and 13 baseball, children ages five to 17. Last year we had 14 1,083 children register for our program. That's a 42 15 percent growth over where we were in 2010. During that timeframe we've added one facility in terms of 16 17 recreational space, and that's Pier 25. So we have 18 been asked to do considerably more without any 19 meaningful expansion of that field infrastructure, 20 and to think of Pier 40 in any remote sense going 21 down, we lose a generation of kids not just for 2.2 sports, but all the life lessons that we just spoke 23 about. So I encourage us to continue working at this. And again, to Mr. Novogratz's point, feels 24 like we're at the 10 yard line, and with a little bit 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 198							
2	of additional work and energy, we can get this across							
3	the goal line. Thank you.							
4	CHAIRPERSON RICHARDS: Thank you.							
5	DAN MILLER: Hi, my name is Dan Miller.							
6	I'm a CB2 member, but I'm speaking as an individual							
7	today, also as someone who lives across the street							
8	from the pier, Morton Square, who's raised two							
9	college-age kids that thanks to the lessons that they							
10	learned at Pier 40 are successful young adults. I'd							
11	like to ask you, Chair Richards, have you been to							
12	Pier 40 before?							
13	CHAIRPERSON RICHARDS: Yes, I have.							
14	DAN MILLER: Have you seen							
15	CHAIRPERSON RICHARDS: [interposing] I							
16	actually took a nice stroll in the park many years							
17	ago when I was young.							
18	DAN MILLER: Oh, when you're young.							
19	CHAIRPERSON RICHARDS: Yeah. Yeah.							
20	DAN MILLER: So you haven't had the							
21	opportunity to see all the children playing, taking							
22	up every square inch of the field during the							
23	weekends, also during the evenings and during days?							
24	Little Red [sic] is there and Xavier High School and							
25	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 9 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. And 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 23 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 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 200						
2	to you didn't receive those emails, by the way.						
3	Corey did as well as Assembly Members and State						
4	Senators, but if you'd like to be part of the new						
5	petition, just let me know. But I'll give you this						
6	list after I finish.						
7	CHAIRPERSON RICHARDS: I will take those						
8	emails gladly. Can't hurt.						
9	DAN MILLER: May I read four quick						
10	testimonies? They're just two sentences.						
11	CHAIRPERSON RICHARDS: Yes. Yes, you						
12	can, yes.						
13	DAN MILLER: Thank you. "I'm a parent of						
14	two children. We've lived near Pier 40 on Charlton						
15	[sic] Street for over seven years. Pier 40 is the						
16	only option for my kids to throw or kick a ball						
17	around and let off steam." Kelly Weiner [sp?], zip						
18	code 10014. I want to mention that there are 100 zip						
19	codes that are represented in this petition.						
20	"Exercise and sports is among the best way to show						
21	our daughters how powerful and effective they can be.						
22	Pier 40 is the only reason that so many girls got to						
23	play soccer in the fall and winter." Laura Kane						
24	[sp?], zip code 10003. "My son spends his summers at						
25	Pier 40 playing baseball all summer long. It is a						
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1	SUBCOMMITTEE ON ZONING AND FRANCHISES 201						
2	great program and more affordable than any others						
3	that I've found. He would be lost during the summers						
4	without Pier 40." Zip code 10011. "My daughter						
5	travels all the way from Brooklyn for dusk soccer,						
6	and we need more, not less, support and space for						
7	youth sports in our city." Amy Brust [sp?], 11218.						
8	Thank you.						
9	CHAIRPERSON RICHARDS: Thank you. Thank						
10	you all for your testimony. I thank you for your						
11	work with young oh, sorry. I'm so blind, sorry.						
12	ELLEN BAER: Hello. My name is Ellen						
13	Baer. I'm the President of the Hudson Square						
14	Business Improvement District representing 50,000						
15	workers, but it's not a competition.						
16	CHAIRPERSON RICHARDS: Thirty, 50						
17	DAN MILLER: And they all live						
18	CHAIRPERSON RICHARDS: [interposing] We						
19	come together, okay.						
20	ELLEN BAER: I'm here to speak in support						
21	of the project, and I do want to say something that						
22	nobody has said actually since the Community Board						
23	has spoken. The Hudson first of all, we of course						
24	support the project and support our colleagues in						
25	Hudson River Park. The park is an incredibly strong						
I							

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 202 amenity, and we believe that the project will begin 2 3 to knit together the full Hudson Square community to 4 the park as we've been trying to do for many years. 5 The Hudson Square Connection, as we call our business improvement district, has been working for the last 6 7 seven years on a public/private partnership to 8 install green infrastructure and improve open spaces 9 and improve pedestrian safety in this area around the Holland Tunnel. In fact, I think you may remember 10 11 Councilman Donovan that your -- the Rockaways 12 community came to us to try and replicate our Hudson 13 Square standard, which is a completely new way of 14 doing green infrastructure and controlling storm 15 water management, and it's an award-winning plan. 16 But what has -- there's been a lot of attention paid 17 by everybody to what's happening between the project 18 and the waterfront, but I would like to speak on 19 behalf of what needs to happen between the project 20 and the upland community, because the people who live 21 and work in the 550 Washington Street project, in 2.2 order to access the rest of the City are going to 23 have to walk through and at times, unfortunately drive through, but bike through also the Hudson 24 25 Square community. And although a lot of thought, as

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 203 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 5 terms of the need for lighting, seating, sidewalk 6 7 crossing, pedestrian safety measures. And although 8 the project, the 550 Washington Street project, 9 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 now. 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. We just 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 A11 23 the studies in the world won't do a thing. The bid would like to offer its resources in the design, 24 funding and maintenance of any concrete traffic and 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 2 pedestrian safety improvements that can be done 3 around the Holland Tunnel area. Thank you.

4 CHAIRPERSON RICHARDS: Thank you so much. 5 Thank you all for your testimony. Thank you, Ellen. You were so courteous. We came down to do a tour to 6 7 sort of get some best practices from your bid, and 8 things are moving forward. I'm very excited about it. 9 So, thank you so much for coming down today. Thank you. Alrighty, Brian Brown, 32BJ, Terry Kude [sp?], 10 11 CB2 Manhattan First Vice Chair, Marla Smith, Friends 12 of Hudson River, Jill Hennacamp [sp?], Hadakum [sp?], 13 got it. Okay, I got close. Miguel Acevedo, Fulton 14 Houses/Chelsea, Elliot/something else, Jean Dorac 15 [sp?] ABNY [sic]. Alrighty. Let's get some more people up. Okay, so Jean Dorac, ABNY, Miguel 16 17 Acevedo, Fulton Houses-- Jill is here, Pier 40 18 champions. Marla Smith. Terry Kude-- Terry's not 19 Okay. Brian Brown? Alright, BJ is here. here? Am 20 I missing somebody? Marla, are you Marla Smith? 21 Marla Smith is not here. We'll go next to Andy 2.2 Zelter, Downtown Little League. Oh, okay. Louis 23 Hernandez? Left? Mark Chaver [sp?], Cheever? Alrighty, Mark is here. Nico Mikal [sic], Michael, 24 25 Nico? Okay, not here. Charisma Koeing [sp?],

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 205 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 recovering. Patrick Yacco? Yes, he's here. Gary 5 Bideli [sp?], Gary, Gary, Gary, Downtown Urban Soccer 6 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, we'll start with 32BJ. 10

11 BRIAN BROWN: Thank you. Good afternoon, 12 Council Members, neighbors. My name is Brian Brown 13 and I'm here speaking on behalf of the labor union SEIU 32 BJ. As you all know, 32 BJ members work hard 14 15 to maintain, clean and secure the buildings in which we live, work and go to school, but also 32 BJ 16 17 members work hard to ensure that building service 18 jobs across the City are union and that they are also 19 providing family sustaining wages and benefits, and 20 it's this reason why I'm here today speaking in 21 support of the plan for Saint John's Terminal. The 2.2 developers, Westbrook Partners and Atlas Group have 23 put together a well-rounded development plan that creates good jobs, affordable housing, and helps 24 rehabilitate an important open space serving not only 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 206 2 the neighborhood, but all New Yorkers. It is also no 3 secret that Pier 40 is in need repairs. The park is used close to 300,000 times a year, but has serious 4 5 structural problems that threaten the use of the The Saint John's Terminal development will 6 space. 7 provide much needed funding to make those necessary repairs, hopefully, hopefully. The development plan 8 9 will also help address our City's affordable housing and income inequality crisis. The developer's plan 10 11 to build hundreds of affordable housing units--12 The developers plan to build hundreds of excuse me. 13 affordable housing units and will create thousands of 14 new permanent and temporary jobs. What I really want 15 to highlight is that he developers are committed to 16 making sure that these are high-quality jobs. They 17 have committed to creating building service jobs that 18 pay the prevailing wage and respect workers' rights 19 to join the union. This is important because it 20 guarantees that the workers who will maintain these 21 buildings will be able to put a roof over their head, support their families and contribute to the health 2.2 23 of the local community. This is why 32 BJ is happy to collaborate with Westbrook Partners and Atlas 24 property Group on this project. The redevelopment 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 207 2 will not only provide commercial, retail and 3 residential space to the community, but will also 4 provide much needed high-quality jobs for New York City residents. I therefore urge you, Council 5 Members, to approve the application. Thank you. 6 7 CHAIRPERSON RICHARDS: Thank you. 8 PATRICK YACCO: Actually, I wrote good 9 morning when I wrote out my notes this morning, but a little bit later. So, good afternoon, everyone. 10 I'm 11 Patrick Yacco, Special Projects Manager at Friends of Hudson River Park. I'm speaking in favor of today's 12 13 proposals. You've already heard from several other 14 people that our organization works with, so I'll keep 15 my remarks brief. I have the pleasure of working with families that utilize Pier 40, and I know how 16 17 valuable it is to the entire area. The proposals 18 provide much needed funding to sustain the 19 infrastructure for the pier. It will ensure that 20 there are-- that this community resource lasts for 21 years to come. Additionally, I urge the council not 2.2 to limit the park's ability to sell the air rights. 23 Potential air right sale could fund new sections of park land giving other residents along the park new 24

1SUBCOMMITTEE ON ZONING AND FRANCHISES2082opportunities to enjoy the beauty of the Hudson. And3with that, I am-- thank you for the time.

4

CHAIRPERSON RICHARDS: Thank you.

5 MIGUEL ACEVEDO: Good afternoon. My name is Miguel Acevedo. I'm the Tenant Association 6 7 President at Robert Fulton Houses, a public housing 8 development located in Chelsea. First, I want to 9 thank our Council Member who has always been there not only for Pier 40 but any needs that the Fulton 10 11 Houses has always needed. I appreciate it. Council 12 Member Richards, you brought up something very 13 important to me about the local hiring and also about 14 I'm sorry, it's MWBE. And it's important MWEB. 15 because many communities have lost out on that, and our community has two public housing developments 16 17 that's always looking for residents to get employed 18 in this type of development, and please make sure 19 that this developer keeps to his word and does hire 20 locally and involves minority businesses to be part of it. As for Pier 40, Pier 40 has been a pathway to 21 many kids from Fulton Houses to have the opportunity 2.2 23 to play baseball with kids from the Greenwich Village, which if not for Pier 40, we probably 24 wouldn't even know their names, their addresses or 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 209 2 anything about them. So, we appreciate Pier 40 being 3 there. That pathway has created great [sic] 4 relationships [sic] for generations after generations. Just recently at a Community Board Four 5 meeting a child who came there noticed a parent who 6 7 played in that baseball league, and then the other 8 parent played in there more than 12 years ago, and 9 they were joking how they each struck each other out. This is what it brings, and that's what this pathway 10 11 should continue to build in the future, not like the 12 previous speaker spoke in another panel that the kids 13 should drown. No, our kids are our future, and they 14 mean much to many communities, and Pier 40 is very 15 important to Fulton Houses, and we support it whole 16 heartedly. 17 CHAIRPERSON RICHARDS: Thank you. Some 18 of my-- I actually had childhood friends who actually 19 grew up in Fulton and Chelsea Houses. So, I remember 20 them on this day, and I'm definitely grateful for you 21 coming down to represent definitely public housing in 2.2 that community. So, thank you. 23 MIGUEL ACEVEDO: You're welcome. MARK CHEEVER: Good afternoon, Council 24

25 Members. First off, just thank you so much for

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 210 2 everything you do in service of the City. We 3 definitely appreciate it, and a particular shout out 4 to Council Member Johnson. You are our champion and definitely we know that, and we thank you for all 5 that you've done for the park. My name is Mark 6 7 Cheever. I work for Friends of Hudson River Park 8 Currently, but I've had the incredible honor of 9 working for the past four years of Hudson River Park Trust first, and then four years at Friends of Hudson 10 11 River Park. I've worn many hats over the past four 12 years, and I had the tremendous just privilege to be 13 in the community every single day and talking with 14 people that utilize the park, that love the park and 15 see what that's like. I started as an environmental educator, and I wish I could tell you what an impact 16 17 it is for the thousands of kids that learn about the 18 environment each and every year by coming to Hudson 19 River Park, especially from the outer boroughs. That 20 is truly one of my favorite things that I've had the 21 privilege of working on with this project. Beyond just that, when Sandy hit, it was incredible to see I 2.2 23 was scheduling the fields at the time, and the park has five athletic fields, and you heard from many of 24 the groups that use these earlier, and it was such 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 211 2 amazing thing to see them band together in the time 3 following Sandy, but also really made me realize what 4 would happen if these fields were not here, and I 5 think that's what we're sort of faced with now. Ιf we do not get this funding you're going to have to 6 7 sort of take a look in the community, what happens to that when all of these kids that use those ball 8 9 fields no longer have that tremendous resource? Each and every day there are so many thousands of people 10 11 that use this park, and amazing things are happening 12 on our piers. Air rights transfer, what it does is 13 invest in the community and enables folks from not 14 just the local communities, but all over New York 15 City to come here, to enjoy it, to take part in this great city, and I think just in closing, that when 16 17 you invest in this park it pays so much further back. 18 So, I'd urge you guys to support this measure and 19 continue to support measures that invest in Hudson 20 River Park. Thank you. 21 CHAIRPERSON RICHARDS: Thank you. 2.2 JILL HENNACAMP: Good afternoon. My 23 name is Jill Hennacamp. I'm a member of the Pier 40 Champions. Maxi Tehata [sp?] is a young man from the 24 In 2004 at age eight his love of soccer 25 Bronx.

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 212 2 landed him on the newly created fields at Pier 40, 3 invited by the also nascent Downtown United Soccer 4 I don't know if Maxi was one of the 80 percent Club. 5 of the kids on the team that was on scholarship or one of the 20 percent that paid fees, but I do know 6 7 that through that team over the course of the next 10 8 years he was able to meet kids from all five 9 boroughs, play on a team that taught him countless lessons and provided thousands of hours of fun, took 10 11 him throughout New York City to play and to win 12 championships, and when the time came, find tutors 13 and mentors that helped him get to college. Maxi's 14 story is not extraordinary. It's emblematic. In a 15 dozen years at the amazing, flexible, constantly in 16 use courtyard fields at Pier 40 have existed, Maxi's 17 story has been repeated thousands of times over in 18 every imaginable sport, for girls and boys young and 19 old, joyful athletes from all over New York City. What was new to Maxi in 2004 has become routine for a 20 21 generation of New Yorkers, and now our ranks are swelling. There is a constant unrequited [sic] 2.2 23 scramble for field space. The fields of Pier 40 must be saved, and we must find a way to add more fields 24 for our kids. Pier 40 is a suffering child in the 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 213 2 custody battle between its parents, New York City and 3 New York State. Because of the curious confines of 4 the legislations defining Hudson River Park, combined 5 with the City and State's mutual abdication of providing the funds needed to complete the park, the 6 7 Hudson River Park Trust has been forced to find a 8 creative way to keep Pier 40 afloat. I support the 9 air rights transfers, an innovative way to procure the necessary fund, to raise funds to repair the 10 11 pilings under the pier, and to keep our fields open 12 and our children playing. But the Pier 40 Champions 13 and I are deeply concerned. This is just a temporary 14 fix and does nothing to settle the long term plans 15 for Pier 40. City and State leaders must work 16 together with the Trust to find a solution. Our 17 numbers are large, and our demand is clear. Save our 18 fields. Enable another generation of Maxi's. Thank 19 you. 20 CHAIRPERSON RICHARDS: Thank you for your 21 testimony. I'm going to go to Council Member Johnson 2.2 for closing remarks, and then I'll close out this 23 hearing. 24 COUNCIL MEMBER JOHNSON: Jill, thank you for putting it that way. I think that's right, the 25

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 214 2 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 And I 7 want to thank everyone who came to testify today. 8 We're going to work together over the next five weeks 9 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 23 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

1 SUBCOMMITTEE ON ZONING AND FRANCHISES 215 2 show great leadership and always stand up for your 3 community which is always commendable. We look 4 forwarded to continuing the conversation with the 5 applicant, and I just want to be clear, you know. We are listening to everyone's concerns. 6 This is 7 something that we do in this committee, but I want to say that we've gone through a number of these with 8 9 Council Member Johnson and we always come out with wins for our community, and we could define on what 10 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 Mann, everyone for their work on today. We've 16 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 2.2 being said, we will now are going to lay these items 23 over until the next regularly scheduled meeting. Oh, sorry, is there anyone else who wishes to testify on 24 this issue? Alright, seeing none. Okay, so now I 25

1	SUBCOMMITTEE ON ZONING AND FRANCHISES 216
2	will now close the public hearing on Land Use items
3	number 506, 507, 508, 509, 510, and 511. We are
4	going to lay these items over until the next
5	regularly scheduled meeting, and with that being
6	said, thank you all for your patience. This meeting
7	is adjourned.
8	[gavel]
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CERTIFICATE

World Wide Dictation certifies that the foregoing transcript is a true and accurate record of the proceedings. We further certify that there is no relation to any of the parties to this action by blood or marriage, and that there is interest in the outcome of this matter.



Date _____ December 7, 2016