CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS

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May 3, 2016

Start: 10:54 a.m. Recess: 12:02 p.m.

HELD AT: Committee Room - City Hall

B E F O R E: BRAD S. LANDER

Chairperson

COUNCIL MEMBERS:

DAVID G. GREENFIELD
DANIEL R. GARODNICK
YDANIS A. RODRIGUEZ
MARGARET S. CHIN
HELEN K. ROSENTHAL
JUMAANE D. WILLIAMS
RAFAEL L. ESPINAL, JR.

MARK LEVINE

MELISSA MARK-VIVERTO

STEVEN MATTEO

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

Debra Scotto

Resident of Brooklyn being considered for an Appointment as a member to the New York City Environmental Control Board

Joseph Douek

Resident of Brooklyn and is nominated for Re-Appointment by the Brooklyn Borough President to New York City Planning Commission

Robert Nolan

Resident of Bronx being nominated for Re-Designation and Subsequent Re-Appointment by the Mayor to the New York City Health and Hospitals Corporation Board

Carlo Silvestri

Resident of Queens for Appointment by the Mayor To the New York City Tax Commission

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[gavel]

CHAIR: Good morning and welcome to the New York City Council's Committee on Rules, Privileges, and Elections. My name is Brad Lander, Chair of this committee. We're joined this morning by Committee Member's Rafael Espinal, Mark Levine, Margaret Chin, Steve Matteo, and also by David Greenfield who's not a member of the committee but we're very glad to have him this morning. I also want to acknowledge Committee Council is Elizabeth Guzman and as always thank Chuck Davis and his team; Alicia Vassell and Andre Johnson-Brown for all the work that brings us such good materials and due diligence on the folks that we're considering. We've got four candidates for appointments before us today; Deborah Scotto for New York City Environmental Control Board, after that we'll have Joseph Douek and Robert Nolan, Mr. Douek the Brooklyn Borough President nominee to the Planning Commission, Mr. Nolan for... those are actually both re-appointments from the Bronx Borough President to the New York City Health and Hospitals and finally Carlos Silvestri for Appointment by the Mayor to the New York City Tax Commission and I'll go through all of those in just... a little bit more as we

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS introduce each member but they're... I think members will find four strong and straight forward candidates and highly qualified for the positions to which they are being appointed. So, we'll begin with Deborah Scotto who's a resident of Brooklyn being considered for appointment as a member to the New York City Environmental Control Board as the Real Estate Representative that the Charter provides for. This is an appointment by the Mayor, should Mrs. Scotto receive the advice and consent of council she'd be eligible to serve the remainder of a four-year term that expires on November 24th, 2017 so we may see her back here before too long. I think folks are broadly aware of the New York City Environmental Control Board responsibilities so we won't go into them here but if members have questions we can talk about them after Mrs. Scotto gives her opening statement. I'll flag just for the record that I had the honor of serving on community board six with, with Mrs. Scotto and, and continue to work with her in that capacity and that we were provided a waiver letter by the Mayor, someone is able to serve on two appointments so long as only one of them has a paid stipend, the Environmental Control Board does have a paid stipend,

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1 COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 2 community board six appointment does not and that 3 waiver letter is in your material. So, Mrs. Scotto if 4 you'd like to give your opening statement. I, I still think you're not on there, the red light should be 6 on. DEBRA: 7 How's that? 8 CHAIR: Much better. 9 DEBRA: Okay. Good morning Chair Lander and members of the Rules, Privileges, and Elections 10 11 Committee of the New York City Council.

CHAIR: I apologize, I forgot to ask council to swear or affirm you in first, my bad.

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CC GUZMAN: Yes, good morning. Would you raise your right hand, do you swear or affirm to tell the truth, the... I'm sorry, that the testimony you will give will be the truth and the whole truth?

CC GUZMAN: Thank you.

I do.

DEBRA:

DEBRA: Good morning Chair Lander and members of the Rules Privileges, and Elections

Committee of the New York City Council. My name is Deborah Scotto and I am honored and delighted to be invited to appear before you today for consideration as a nominee for appointment to the Real Estate seat

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS on the Environmental Control Board. I'm a proud lifelong native New Yorker, Brooklynite and resident of the 39th City Council District. While I was briefly a public middle school special education quidance counselor and a funeral director I have spent most of my adult life engaged in multiple aspects of the real estate industry including real estate law. I was indoctrinated into the business by my grandmother who due to age turned over her coffee can full of keys and two shopping bags full of records that included paperwork from regulatory agencies I had never heard of for me to handle. After learning how to manage small regulated mixed use buildings I went on to buy my own and began renovating and gut renovating small properties. I got hands on experience acting as my own construction manager and learned the subcontractor chase from the inside out. I learned how to file and sign off lands with architects and expediters and to resolve insurance claims with adjusters. I have dealt with the buildings department, the environmental control board, the fire and sanitation departments, and I have navigated the interplay between them for what is now decades. I brokerage sales and rental deals while

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS managing existing properties completing law school later in life in the evenings propelled me into larger construction projects and gave me an understanding as well as the ability to arrange financing for my own work. I became part of a team that allowed me to engage in all aspects of the development of a new 40-unit condominium project. My love of land use inspired me to bring my own zoning change for a double townhouse ground up construction project. This project being green before most knew what that meant. For the record, all my buildings have been restored or built contextually and all my real estate activities have, have been centered in the Brooklyn community board six district where I live and where I have long been a board member serving on this land use committee. With the extensive knowledge that I have acquired over the years coupled with my love and commitment for my community I think I will bring a safety conscious, progressive, and yet pragmatic perspective to the operation of the environmental control board and to the resolution of those issues that come before it. Thank you again for considering my nomination to the

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 8 environmental control board, I'm happy to answer any questions you may have.

Thanks very much and I'll open it CHAIR: up to my colleagues for questions but I, I will just say first that I want to affirm I think what you say in your statement about your ability to represent the point of view of small landlords and property owners in a way that is thoughtful and sensitive to the issues in the community and that sometimes at the community board and in our community involved debate but in ways that I find you are able to contribute to at the board level in ways that are much more productive than sometimes those things play out in the media or otherwise and you're able to be part of a dialogue where some folks are pushing and saying developers are destroying our communities and, and you are able to say let me tell you what it looks like from the point of view of a small landlord and why it should be this way or that way and, and we appreciate that on the community board and it obviously is what we need in the real estate representative on the environmental control board as well. So, I'll just share that perspective having had

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DEBRA: Thank you... [cross-talk]

about Mrs. Scotto's nomination? Okay, seeing none let, let me ask, I mean I just saw that... I mean I guess if you could just say a, a little more about either your own dealing with environmental control board, summonses, or the perspective you... that will... you will... you... I mean you've given us a broad sense of your perspective but as you'll actually be adjudicating there, can you give us a little better sense of either from your own personal experience what some of those things have been or things you've heard from other owners or... [cross-talk]

DEBRA: Sure... [cross-talk]

CHAIR: ...neighbors that... [cross-talk]

DEBRA: I, I, I don't believe I will be personally adjudicating inside the hearing division however with that said I'll be involved with policy and I will be involved on the appellate level when appeals are brought. My own interface with the environmental control board has been decades long and there used to be a lot of confusion over that

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS because... now the environmental control board is part of the hearing division of OATH and the, the new structure is fantastic. With that said we're still dealing with all the regulatory agencies underneath that umbrella and that's where my focus would be because we, we are... we have a fire department that's going out and issuing violations for inspections and whatnot and we have the building department that also does a lot of this work and there are various databases out there and we, we need to be able to get a... get these more developed. Right now, the, the Department of Buildings has their own system which is being umbrellaed under OATH in the hearing's division of ECB. The Fire Department doesn't have that much of a database and it's difficult to access stuff online so something like that would be something I would be interested in to make this whole process more transparent, more fluid, easier for people to access and the, the commissioner of OATH right now has done an incredible job, I mean the whole concept of OATH and, and where this is going means so much. It, it means so much because this is often the first experience people have with government, they get a garbage ticket, what does that mean, you know it used

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CHAIR: Great, alright your... that answers prompted some additional interest so I'll recognize Council Member Rosenthal for a question and I also want to note we've been joined by Committee Member's Garodnick and Levine. Council Member Rosenthal.

CM ROSENTHAL: Thank you. Thank you so much and actually it's a point of privilege Chair Lander, I'm so happy to be on this committee, it's my first meeting so… [cross-talk]

CHAIR: Oh yes... [cross-talk]

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        COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS
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                 CM ROSENTHAL: ...thank you for ... [cross-
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     talk]
                 CHAIR: ...of course... [cross-talk]
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                 CM ROSENTHAL: ...having me... [cross-talk]
                 CHAIR: ...I almost missed that, welcome, I
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     apologize for... [cross-talk]
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                 CM ROSENTHAL: ...no, no. no. [cross-talk]
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                 CHAIR: ...failing to welcome you... [cross-
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     talkl
                 CM ROSENTHAL: ...I'm really serious...
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     [cross-talk]
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                 CHAIR: ...to the committee... [cross-talk]
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                 CM ROSENTHAL: ...thank you very much...
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     [cross-talk]
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                 CHAIR: ...super... [cross-talk]
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                 CM ROSENTHAL: I'm looking forward to
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     learning a lot about this and I appreciate your
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     leadership. We had a nice chat the other day so it's
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     great to see you again but as the Chair said in your
     last answer you were talking about how you've seen
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     from both sides and... [cross-talk]
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                 DEBRA: Uh-huh... [cross-talk]
                 CM ROSENTHAL: You know given the
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     Mayor's... I guess the insights that I'd be interested
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in overtime not necessarily right now but I

completely agree with you that the new Commissioner

Deval is extraordinary, he's committed and

understands how this process works like... [cross-talk]

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DEBRA: Uh-huh... [cross-talk]

CM ROSENTHAL: ...nobody else and his reorganization of OATH makes a lot of sense and I'm with him that change is hard but we need to move in this direction. So, I'm wondering as a... as a ECB board member would you have in your mind's eye a guiding philosophy as you think about the cases in front of you? One thing that struck me recently, I'm trying to help some constituents in my district who own a small business since being in a... you know really... going through a catch 22 with LPC and my take away thought is gee if we had a guiding philosophy that we want to support our small businesses here's an opportunity where you could cut a little red tape and support our small businesses and I'm working with LPC to try to unravel all of that but as a Commissioner you could... would you have ... a board member would you have a... how... what lens are you looking at the cases, are you trying to say well if we thought about it this way we could preserve more

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 14 affordable housing or not or does that just not come into picture at all?

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DEBRA: Well just to clarify because I had begun my statement before you came in, I, I don't actually sit as a hearing division officer so I would be looking at appellate cases and that's a... that's a little bit different because you're looking... you're, your fact checking, you're making sure evidence was presented, you're making sure that the law was applied properly, it's not quite the same. Perhaps that question is... you're more toward if I were a board member thinking about policy and what we could do to further streamline the administrative process to cut back on red tape. I'm, I'm also a small business owner so I'm... I, I'm there with you, I'm also a property owner. So, I, I think OATH is going there I really do. Having everything available online is so important for transparency, it, it, it's... and the ease of navigating that system now is also getting us there. With that said you may be speaking to code issues, I, I don't know and... unless you know specifically what, what that particular business is struggling with it, it's difficult to answer that, I don't know which regulatory agency there's an issue

committee on Rules, Privileges and Elections 15 with specifically why, you know that kind of thing but I, I would certainly have... promote the goals of transparency, ease, navigable situations, many languages, I mean people have to have a zone of comfort with government and I think this Commissioner is certainly taking us there.

CM ROSENTHAL: Got it, thank you very much, thanks Chair.

CHAIR: Thank you very much, Council Member Greenfield for a question.

CM GREENFIELD: It's not a question, it's really a comment. I just want to say how excited I am that we have folks coming into positions of adjudicating decisions that are important that have your background as a community board member, someone who you and your family have been long time business owners in your districts obviously, your local Council Member vouches for you as well which is fantastic but I think we need more folks who fit your profile to actually be taking this positions so I'm very excited about that and wish you a lot of luck.

DEBRA: Thank you.

CHAIR: Alright, Council Member Chin.

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CM CHIN: Yes, I, I have a similar comment because when I was looking at her background I didn't realize it was your community board chair, okay so you gave her an endorsement said that she's been good on the community board but really having that kind of experience as a, a... you know working with small landlords and having that background experience is so important and when you were talking about OATH it's pretty amazing that I... that I see that we need to continue to develop on is that we recently had a community forum with the... with the, the commissioner and his staff and people showed up with their tickets and when they learned that there's different ways of dealing with it and having the language capacity to be able to provide translation for them and also they translate documents for the individual if they need it, it's pretty amazing how far... [cross-talk]

DEBRA: It is... [cross-talk]

CM CHIN: ...we have come... [cross-talk]

DEBRA: ...yeah... [cross-talk]

CM CHIN: ...so... [cross-talk]

DEBRA: ...in a very short time.

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CM CHIN: And then with ECB, I mean it's like what is ECB because I always had a negative connotation about ECB so hopefully by you being on the board you can help begin to change that perception and really make it more efficient and transparent for the city, for the residents of the city. So, thank... [cross-talk]

DEBRA: I hope so too… [cross-talk]

CM CHIN: ...you and welcome aboard.

DEBRA: Thank you.

will close the hearing on Mrs. Scotto's appointment and we'll leave room to reopen it if... you know if there's further questions that members have but I suspect there will not be. For the four folks who are here in this committee we don't do the vote on the day of the hearing, we have a chance for a question and answer and make sure things are, are good; review any information and then we will vote before our next dated on the 10th of May. So, thank you Mrs. Scotto.

DEBRA: Thank you very much.

CHAIR: I misspoke before because Mr.

Nolan the... though a Bronx resident and sort of filling the Bronx spot on the Health and Hospitals

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 18 Board is not an appointee of the Bronx Borough President so I think I'm just going to go one at a time just to sort of honor protocol here and so we'll go back to what we have essentially on the calendar and invite Joseph Douek up next and then we'll have Mr. Nolan and then Mr. Silvestri. While you are coming up Joseph Douek's a resident of Brooklyn and is nominated for re-appointment by the Brooklyn Borough President to the New York City Planning Commission, should he receive the advice and consent to the city council he'll serve a five year term, a second term that begins on July 1st, 2017 and expires on June 30th, 20122, I think that's the furthest out that we will have appointed anyone in this... in this terms rules committee and again for members if you, you know won't go into all the rules and... rules and responsibilities of the city planning commission but the Chair of the Land Use Committee is here so he can answer those questions and Mr. Douek you can proceed with your opening statement. Thank you for being here. You'll... yes, you'll first be sworn or affirmed in, good catch.

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2 CC GUZMAN: Would you please raise your

3 right hand. Do you swear or affirm that the testimony

4 you will give will be the truth and the whole truth?

JOSEPH: I affirm.

CHAIR: Go ahead and give your... [cross-

talk]

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JOSEPH: Thank you... [cross-talk]

CHAIR: ...opening statement now.

10 JOSEPH: Also note that Council Member

11 Greenfield is my local Council Member, I'm lucky to

12 | have him. Thank you Chairman Lander and honorable

13 council and committee members for a context and

14 | background on my public service from 2001 through

15 | 2012. I've had the honor of representing the Brooklyn

16 Delegation of the New York City Council to the Board

17 of Directors to the New York City Economic

18 | Development Corporation, EDC. Concurrent with my

19 | service on the EDC Board I also had the honor of

20 serving as the Brooklyn Borough President's

21 Representative to the New York City Industrial

22 Development Agency, IDA. From 2012 through 2017 and

23 by appointment of the Brooklyn Borough President and

24 by the confirmation of this body I've had the

privilege of serving as a member of the New York City

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS Planning Commission. My tenure has seen a change in administrations from Mayor Bloomberg to Mayor De Blasio and leadership changes at the Department of City Planning from Amanda Burden to Carl Weisbrod and now Chairman Marisa Lago. Along with the change in administrations came a varied approach to planning and a reprioritization at the agency. Mayor De Blasio working in tandem with the city council has made affordable housing a lynch pin and priority of his, his administration. Our city's pro-growth policy is based on the reality of a growing population as well as a successful economy. However, the growth has also exacerbated housing affordability to that end and to ensure more economic diversity in our city as it grows and becomes denser the Department of City Planning introduced mandatory inclusionary housing known as MIH and the city planning commission is subsequently this body, the New York City Council passed MIH and the first of its kind in this country. To quote Deputy Mayor Alicia Glen referring to MIH and ZQA quote, "those were foundational policies to help us confront the biggest crisis facing New Yorkers, the cost of housing" end quote. With MIH

firmly in place the city has a platform from which to

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 21 launch its goal of attaining and retaining 200,000 affordable units over the next ten years. Now the real work begins which is to leverage the power of MIH into planning an effective role in the creation of affordable housing units. At all times, we must remain cognizant and vigilant to the matter of community displacement. More needs to be done and I look forward to working with the agency and the commission. In general, the uniform land use and review process otherwise known as ULERP provides for robust public input from all stakeholders including the local residents, community board, borough president, and finally the city council which serves as a check and balance. The public has multiple opportunities throughout the process to comment and help shape the final product. I think in the past few years you're seeing a more collaborative approach by the agency whether it be interagency or with the council. Take for example the East Midtown Steering Committee chaired by Council Member Garodnick and Borough President Brewer. Ultimately at one level or another all the policymakers are accountable to the true stakeholders which are the residents of this great city. They should know that while we are doing

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS we can do more and, and will do more and I look forward to continuing to serve and being part of that process. Thank you and I'm available to answer any questions. Now just to... because I'm a planner I'm going to anticipate Council Member Rosenthal's question which is to the prior speaker what would be the quiding philosophy. So, I think that the quiding philosophy for me as a City Planning Commissioner is to use planning to improve the lives of New Yorkers and at certain stages we might need more affordable housing, certain stages we might have an economic crisis and might need to inset the creation of more jobs but zoning and land use are, are tools to which to better... to, to better the lives of everyday New Yorkers, that would be my guiding philosophy. CHAIR: Thank you very much for that

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opening statement since Council Member Greenfield is both your local Council Member and the Chair of the relevant committee I'll offer him the first opportunity for a statement or question.

CM GREENFIELD: Thank you very much. I'll make a statement and ask some questions as well. First I, I do want to recognize that Mr. Douek has actually long provided a service to Brooklyn both at

1 COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS

2 | the Brooklyn Delegation, the Brooklyn Borough

3 President and I will say that as a... as a Commissioner

4 on the ... on the City Planning Commission to be clear

5 for those watching at home there are 13 commissioners

6 on the City Planning Commission, there's a Chair who

7 actually runs the commission, there was both a Chair

8 and a Commissioner so he's one of 13 votes but he's

9 always been very accessible to everyone but

10 especially members of the Brooklyn Delegation who

11 reach out and would like to get, get his opinion or

12 advice or try to speak to him about issues and he's

13 | been very helpful on economic development issues at

14 | his time at EDC and the IDA and as well as his

15 | advocacy for the public library which we certainly

16 appreciate as well. My, my, my question... my question

17 | is what do you... what do you see the, the future in

18 | terms of the Mayor's call of continuing to build more

19 | affordable housing and what, what role do you see the

21 to get deeper levels of affordability?

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JOSEPH: So, I, I think that the future

23 \parallel is... the path to the future is certainly clearer now

24 | that we have MIH in place and the city planning

commissioner... the city planning commission rather,

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS is... they're all... everybody on the board... I think the commission is pro affordable housing, I think that you're, you're seeing it ... a, a very unique time where the interest of the council and the Mayor are aligned and the City Planning Commission are all, all, all... all roads are leading to more... a creation of more affordable housing units. As far as deeper affordability we, we always push for the deepest affordability, of course there's the economic viability of a project which we must take... which we take into consideration at the time of, of the, the sessions. So, in as much as what I can do and again you mentioned I'm one of 13, of course I'm always an advocate for more affordable housing and we always... we, we, we look to the applicant whether it be a city agency or whether it be a, a private developer to provide deeper, deeper levels but again there's a sum... there is a balance between economic viability and levels of affordability.

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CM GREENFIELD: Okay, great. Once again,
I do want to thank you for your service, I
appreciate... Council Member Rosenthal actually asked
me how is that you do so many things while still
running a business, right, I mean I'm, I'm pretty

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        COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS
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     sure that everything that you do is either you get
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     paid for expenses perhaps but there's no salary for
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     any of those?
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                JOSEPH: For... at city planning?
                CM GREENFIELD: Yeah.
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                JOSEPH: There's a small stipend, a
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     small... [cross-talk]
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                CM GREENFIELD: Yeah, so per diem?
                JOSEPH: It's not a per diem, it's a...
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     it's an annual.
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                CM GREENFIELD: An annual salary, okay...
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     [cross-talk]
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                CHAIR: I can read you that I think, it's
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     in my notes here...
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                CM GREENFIELD: Okay, well in any event
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     I... my... her point to me was you give someone who's...
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     you give someone who's very busy things to do and
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     they get things done, we know you've done a lot and
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     you started a business I think at the age of 24...
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     [cross-talk]
                JOSEPH: Well, well no I started... [cross-
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     talk
                CM GREENFIELD: ...and... [cross-talk]
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2 JOSEPH: ...it at 19 but I bought

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Willoughby's, the oldest camera store in New York at age 24.

CM GREENFIELD: ...that's pretty good, okay... [cross-talk]

JOSEPH: ...but for the record the... [cross-talk]

CM GREENFIELD: ...yeah... [cross-talk]

JOSEPH: ...ten, ten years of service at EDC and IDA are not paid and that's, that was done, you know just as a public service.

CM GREENFIELD: How does... how does... my

final question is as a small business owner, somebody
who owns a storied camera and electronics store how
does that... how does that impact your thinking as a
commissioner from that perspective, how does that...
how does that change your perspective especially as
you're referring to the interest and growth of jobs
and affordable housing?

JOSEPH: So, I look at things from an economy... economic development perspective especially with the EDC and IDA background, I train... being my training in government service and we all... again we, we always look to, to things that make sense on the

commission and now we're doing for example many... you know retail is not what it used to be so I look at things differently when it comes to the creation of retail establishments or retail zones and, and how that's going to affect planning, you have... down, downtown you have the Soho area which is all by special permit, you know we... so, it, it affects my, my, my... my thinking as far as... as far as that I look at things from an economic development perspective perhaps more than from a government side perspective.

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CM GREENFIELD: Well I will... I will conclude by saying once again as I said with Mrs.

Scotto, I'm very much biased in favor of small business owners having positions in the city so that folks understand where a lot of the growth and economic opportunity comes from small business owners and I will just say that having spoken both to the past and current share of the City Planning

Commission as well as the Executive Director, the Department of City Planning they've all consistently told me that you provide very significant insight and active participation and that you take the responsibilities seriously and that you attend

1 COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 28 2 frequently and that you're very helpful with your 3 feedback and your push for affordable housing and I'm 4 grateful for that and certainly I support your 5 application. Thank you... [cross-talk] 6 JOSEPH: 7 CM GREENFIELD: ...and nomination... [crosstalkl 8 9 JOSEPH: ...so much Council Member... [crosstalkl 10 CM GREENFIELD: ...thank you... [cross-talk] 11 12 JOSEPH: ...thank you. 13 CHAIR: Thank you Council Member 14 Greenfield, I have two questions and then I'll 15 recognize Council Member Chin and again thank you for 16 your service and for being here today. You spoke to 17 this a little in terms of some of the challenges and 18 tensions that you face and as land use actions come I 19 think... you know I share your desire for as much 20 affordable housing as we can possibly have but it's 21 no secret that in many of the actions that we see 2.2 folks on the ground in communities have anxiety about 2.3 additional development and often those two things are

going together and there is some tension between the

density that comes with affordability and people's

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 29 love of their neighborhoods and context and, and I just... you know that's a very appropriate debate and dynamic that we have through all of these processes obviously for... folks think of the borough president rightly as, you know a champion of neighborhoods and so folks at community board level or gratuitous level are likely to come to him and to you with those concerns in particular and I just... if you could just say a little more about how you balance that, that desire for affordability, for growth, for economic development with people's anxieties about, about density and their love of their neighborhoods and concerns about getting growth... [cross-talk]

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the, the hardest decision, the hardest part of decision making process which is to balance growth which we're in growth mode, the city is growing and that's a good thing, we, we don't want to stagnate we'd prefer to grow so at the same time we have a lot of community concerns from residents who come in and, and are afraid of the changing character of their neighborhoods and so we balance it by... for... I'll give you a recent example, I'm not going to mention the specific land use action but a developer was

working right and if no... if not every... if, if

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 31
everybody walks out of the room not happy then you
know you did something right because it was fair.

CHAIR: Thank you and then my other question just... and I ask this of everyone that comes before the committee where there's conflicts of interest guidance in 2012 when you were originally appointed you sought and received from the conflicts of interest board some guidance on how to handle potential conflicts and again just as a matter of course when that's the case I ask people just to, you know acknowledge the, the letter and affirm their commitment to, to go... you know briefly describe it and, and commit to its guidance... [cross-talk]

JOSEPH: With reference to a pending application at the time or an application that I was working on?

CHAIR: Yeah, so they... in, in... [crosstalk]

JOSEPH: ...yeah... [cross-talk]

CHAIR: ...and I'll just remind you because it's a long time ago for you but in 2012 you sought and received from the conflicts of interest board a, a letter given that you have some business interest

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[cross-talk]

JOSEPH: Okay.

2 CM CHIN: One of them is you know 3 regarding city planning, right, there is a, a project 4 in my district that's going to be happening and city 5 planning... my question was that looking at zoning, right, if something that was zoned in an area back 6 7 let's say in the 60's as an urban renewal area, I 8 mean the city planning really look at kind of updating it and really see the changes that needs to be done or ... because right now it, it doesn't seem 10 11 like it's happening that way, it just seems like oh the area is zoned for density so whatever the 12 13 developer proposed it's okay and is only... well we 14 were told it's only a minor modification but the 15 problem is that it's going to be like three projects coming in at the same time and all these proposals 16 17 are like two, three times the buildings or two times of... more than two times, almost three times taller 18 19 than the existing building that's there now and it's 20 also right near a flood zone so, so the whole thing 21 is the community and me, I mean we were like why, you know why is city planning allowing this to happen, I 2.2 2.3 don't think it's gotten to the commission level yet

so we were pushing for a major modification because

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        COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS
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     minimum we thought that... I'm not sure if I should be
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     asking this question but... [cross-talk]
                 JOSEPH: No... well I'll, I'll, I'll... if
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     you don't... [cross-talk]
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                 CHAIR: I just ... can, can I just state for
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     the record because I think folks that are watching at
     home may not be familiar with this, I believe you're
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     referring to the two bridges?
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                 CM CHIN: Yes, the two... [cross-talk]
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                 CHAIR: ...project... [cross-talk]
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                 CM CHIN: ...bridges there, yeah... [cross-
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     talk]
14
                 CHAIR: Okay, I just want to clarify for
15
     folks because... [cross-talk]
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                 CM CHIN: ...thank you... [cross-talk]
                 CHAIR: ...obviously, you're familiar with
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18
     it and some folks may not, this is the two bridges
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     project which is based on an old urban action
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     development... [cross-talk]
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                 CM CHIN: Yes... [cross-talk]
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                 CHAIR: ...plan and, and you're concerned
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     about that and it's working its way currently through
     the planning process.
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CM CHIN: Thank you Chair... [cross-talk]

3 CM CHIN: ...of land use.

CHAIR: Of course...

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JOSEPH: So, I'll, I'll... did you want a response... [cross-talk]

CM CHIN: Well, I mean... [cross-talk]

JOSEPH: ...yes... [cross-talk]

CM CHIN: I heard your answer earlier that, you know zoning should be really about improving people's quality of life and right now what's happening there it seems to be totally opposite.

JOSEPH: So, what I'll... what I'll respond is that there, there is a distinction between the Department of City Planning and the City Planning Commission, at, at this stage I am not... I, I get notified pretty much when the council gets notified of a land use action and then at that time we start to begin taking the input and the public process. Now from the... from the agency side I think they would have to speak to specifics about this, this action certainly the City Planning Commission or... and I as a Commissioner are very attentive to what the local council member has to say during the, the hearing

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3 the community board it's always very helpful for us

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to receive that as stating the specific objections or 4

modifications that they would like to see generally

we have a, a good... we have a good track record of, of 6

7 pushing for changes that, that, that are in line

with, with what is expected from, from the local 8

community board and, and, and council members

certainly the borough president. I've been... I'm very 10

11 obviously as the borough president appointee I'm very

in touch with the borough president's office and, and 12

13 I can say that many of the alter... modifications to

applications come through consultation with the BP's 14

15 office in close collaboration with land use and at

the end and the recommendations that, that we get we 16

17 take them very seriously. So, I can't speak

18 specifically to this project that's a DCP item... a

19 department item rather than a City Planning

20 Commission item but I can tell you that we always

look to the council members for guidance and what... 21

and when the time comes we will certainly hear what 2.2

2.3 you have to say on the matter.

> CM CHIN: Well the ... yeah, I mean that's, that's great what... we wanted more input, its... because

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS if it had to go through a ULERP major modification then it would had to go through a ULERP process which means we definitely will have more of a say on what can happen there and... but the department didn't agree with us that three minor doesn't add up to a major and we're still having to, you know organize the community and, and push back because what's happen... what's going to be happening there is really not good for the area.

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JOSEPH: So, to be respectful to the Chairperson of City Planning, Commissioner Lago, I will take that back to her and see, see if we can further a dialogue between the agency and, and the ... and the council member on this.

CM CHIN: Yeah, definitely that... [crosstalk]

> Sure… [cross-talk] JOSEPH:

CM CHIN: ...that, that would be helpful. The other question I have is that we also have this whole issue about "as of rights" and that is the kind of project that's happening especially in my district, I represent Lower Manhattan so I have a lot of, you know "as of rights" projects that's going up and one thing that we were looking at and there's

already state legislation being proposed is this whole being able to deal with impact in the community like school for example, right, developers, you know they market their building, they want to build and they build as tall as they can and they market the schools in our district and so overcrowding it's a big issue down here but when they build "as of rights" they don't even have to come in to consult us... [cross-talk]

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JOSEPH: Right... [cross-talk]

CM CHIN: ...right, they go... they file the plan with city planning whatever they do, they don't even have to talk to city council.

JOSEPH: So, on an "as of right" that would even bypass the, the Department of City
Planning that would just go straight to the
Department of Buildings for an application for
pulling permits and, and construction. I, I certainly
I hear your concern, I certainly understand your
concerns and they're valid concerns but that would be
something that would have to change in the process
not necessarily in the… in the process… I think that
your only option would be to ask for a… to look… relook at your, your district for a… perhaps a, a

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 41 zoning modification if it warrants it and, and that would... I don't know if... again you would have to take that up with the agency, with, with, with the city planning... Department of City Planning but there might be some other options that you could look at with them on how to deal with it but at this stage it doesn't touch city planning or, or, or the Department, Department of City Planning or the City Planning Commission.

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CM CHIN: So, the only thing you said I would have to go in and do some kind of rezoning, downzoning or whatever but this is Lower Manhattan so I'm not sure the support is there from the administration on that, I mean definitely was not in the Bloomberg administration but the whole point where you talked about like this Mayor is focusing on affordable housing which is great, which is something that... I supported MIH, CQA but there's got to be a limit in terms of what, what's the impact on the neighborhood, you know do we accept an 80 story tower just to get 20 percent affordable housing or 25 percent affordable housing. So, that, that is... you know issues that our community are grappling with because down in the two bridges area we have one as a

right that providing 20 percent affordable housing with an 80-story tower, they got 421A and that was their only obligation and meanwhile there's three other tall buildings coming in, in the neighborhood that is really not... you know not supposed to meant for this so that's something that we have to really look into what is going to be all the negative impact.

JOSEPH: I... again going back to my only suggestion would be that you as the local Council Member and working in tandem with the community board could come up with a plan perhaps and, and see if you can go through a, a land use application to, to, to modify it to, to better suit what you and the community board believe is, is, is suitable for your district certainly.

CM CHIN: Yeah, I think going forward that we have to work with city planning in terms of really looking at even Soho in my district we're looking at... you know there's a mix-use district how do we keep that character because everyone who is coming in now is asking for special... [cross-talk]

JOSEPH: ...right... [cross-talk]

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CM CHIN: ...you know special... 74, 7-Eleven

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3 I'm so used to that but we ... so I think city planning,

4 you know with the commission also should take a look

at how to help, you know districts sort of like

update it's zoning to really meet the needs of today, 6

7 you know rather than what it was in the past.

CHAIR: And Council Member I'll just remind that you know Mr. Douek is the Brooklyn Borough President, you know nominee appointment to the commission so obviously the Mayoral appointees to the commission I think when they've come before this committee, we've pushed them a little more on this issue, you know what are you doing to help make that body work more closely with council members earlier in the process so... [cross-talk]

CM CHIN: Okay... [cross-talk]

CHAIR: ...obviously for borough president appointees we tend to defer to the borough presidents on how, you know their political point of view on, on navigating policy issues so... [cross-talk]

CM CHIN: Well the Brooklyn borough...

2.3 [cross-talk]

CHAIR: ...and useful dialogue to be sure...

25 [cross-talk]

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        COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS
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                CM CHIN: ...the Brooklyn... [cross-talk]
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                CHAIR: ...but... [cross-talk]
                CM CHIN: ...borough president is very
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     friendly to us, he comes to visit my district all the
 5
     time especially China Town.
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                JOSEPH:
                         And I think he has a good
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     working relationship with the ... with the Manhattan
 9
     Borough President so... [cross-talk]
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                CM CHIN: Yes, I think so...
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                JOSEPH: So, I think that collaboration
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     could bear a lot of fruit.
                CM CHIN: Yeah, we're, we're thankful for
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     that. So, thank you very much for your answers...
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     [cross-talk]
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                JOSEPH:
                         Thank you so much, thank you.
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                CM CHIN: Thanks Chair... [cross-talk]
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                CHAIR:
                         Thanks Council Member, thanks Mr.
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     Douek for your service and for you time with us
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     today. We will close this hearing and if there are
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     further questions be in contact with you before we
     reopen it for a vote next week.
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                JOSEPH:
                         Thank you Chairman Lander and
     thank you... [cross-talk]
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CHAIR:

Thank you very much... [cross-talk]

CHAIR: Alright, up third we have Robert Nolan, resident of the Bronx who's being nominated for re-designation and subsequent re-appointment by the Mayor to the New York City Health and Hospitals Corporation Board to serve the remainder of a five year term that will expire March 20th, 2022 and the Health and Hospitals Corporation Board consists of 16 members including five ex officio members, ten appointees of the Mayor, five of whom are designated by the council for consideration by the Mayor and Chuck this is one of those, this is a council...

[cross-talk]

UNIDENTIFIED MALE: [off-mic] Council
recommendation... [cross-talk]

CHAIR: ...council recommendation to the Mayor for a designation as the Bronx representative on the Health and Hospitals Board of Directors, so Mr. Nolan will you please raise your right hand to swear or affirm.

CC GUZMAN: Do you swear or affirm that the testimony you will give will be the truth, the whole truth?

ROBERT: I do.

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talk]

CHAIR: ...of the nominee... [cross-talk]

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ROBERT: ...Chairman Lander, Councilman Greenfield, and Council Member Chin, members of the Rules Committee. I am seeking a re-appointment to the Health and Hospitals Board having served a previous five-year appointment and having been appointed the year before that to an interim spot. I had retired in 2008 for the Bronx Borough President's Office where I served as Budget Director under Borough President's Ferrer and Carrion where I sat in this room for many years waiting for the city council to adopt the budget to see just what was in there. So... and sometimes at two or three in the morning and those were just the ways that the, the council operated during those periods of time but I enjoyed my career in the borough president's office. When I did retire I knew that that was not going to be the end of my service, I went to Council Member Vacca who I had known since he was a 17 year old kid when I was a 22 year old kid in the East Bronx running around to various neighborhood community meetings trying to do what we could and I, I saw an opportunity to serve on one of the boards of the city and one day I got a call from Council Member's Vacca and Palma suggesting

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS that I, I serve on this particular board because I expressed an interest in Health and Hospitals and, and they then recommended that to the full Bronx Delegation and the delegation I knew very well because as the borough president's budget director I would be negotiating on his behalf capital projects with the chiefs of staff, with the members and, and that was approved so the full five year term was also approved in 2012 so I'm before you now. I sit on the Health and Hospitals Board as the Chairman of the Equal Employment Opportunity Committee and what we do is we try very, very hard to make sure that the contractors who do work with the city meet their responsibilities and in minority hiring meet the responsibilities in the hiring of women and other recognized minorities. We had a community meeting... last night we, we had three companies in there and we just try to nudge them along to get them to do what we feel that they, they need to do. I also serve on the Strategic Planning Committee of Health and Hospitals, I serve on the Community Relations Committee of Health and Hospitals and I attend as many of the hearings that we held each year across the city, in the Bronx I chair, the co-chair, the... on

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS April 19th the Bronx hearing so that residents can come and speak about any issue that they possibly wanted to and they did come out, we had the largest hearing in my six years on this board. I'm looking forward to going to Staten Island on Wednesday and to Coney Island Hospital the following Wednesday and then going to the hearings in Elmhurst and Queens and Harlem Hospital in Manhattan in, in, in June. So, I take my responsibilities very seriously because I'm a Nolan and Nolan's are dedicated to the Bronx and dedicated to the service in the city of New York. I enjoy service in the city and government if you wanted me to tell... talk to you about Wall Street I say see Council Member Greenfield or see Council Member Lander because you know Wall Street is, is, is a whole different world, it's not the world of government that I've, I've always enjoyed working in and I volunteer now as a... as a council for my local neighborhood association not where I live but where I grew up. I also am President of a Senior Center in the Northeast Bronx, the second largest center in the borough. I'm the County President of the Ancient Order of Hibernians which is a Catholic men's group and the best thing about that is we raise money and

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1	COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 50
2	we spend money, we get that money out into the
3	neighborhoods and the communities so local
4	organizations can benefit with, with those dollars. I
5	don't like money sitting in the treasury not too much
6	of it because I think it's important to raise money
7	and to spend money and to benefit the people of the
8	borough. With that [cross-talk]
9	CHAIR: We have the… [cross-talk]
10	ROBERT:Mr. Chairman [cross-talk]
11	CHAIR:same philosophy [cross-talk]
12	ROBERT:I've always [cross-talk]
13	CHAIR:in the city of New York.
14	ROBERT: Pardon?
15	CHAIR: We have the same philosophy in
16	the city of New York, we like to raise… [cross-talk]
17	ROBERT: Yes [cross-talk]
18	CHAIR:the money and spend the money.
19	ROBERT: Right, you got to do it.
20	CHAIR: So… [cross-talk]
21	ROBERT: With, with holding a little for
22	savings of course.
23	CHAIR: Yes, some for the rainy day.
24	ROBERT: Thank you very much Mr. Chair.

2	CHAIR: Thank you Mr. Nolan, thanks for
3	your long service to the city and to the Bronx and to
4	Health and Hospitals and I think you do the… you do
5	the Bronx proud and thanks I know you're, you're
6	deference to Council Member Greenfield and I on Wall
7	Street issues is sincere although I'm not sure we're
8	the experts there really either. I guess I just want
9	to ask one question in relationship to the challenges
10	that Health and Hospitals is facing which are
11	obviously not a question of your fitness to, to serve
12	or something that we would expect necessarily one of
13	the board members to be able to solve at the same
14	time obviously Health and Hospitals well before this
15	president was already facing very significant
16	challenges financially and being the city's you know
17	sort of both last resort and first response health
18	provider in a time of shifting healthcare
19	expenditures and is in a very challenging situation
20	financially and obviously we'll see what happens with
21	the federal budget but I think there's anxiety that
22	it could get even worse in this administration so I
23	just you know if you could just speak a little bit
24	to how the board is involved in thinking about and

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As a corporation which is now ROBERT: not a corporation since we're Health and Hospitals is it's a more friendly term. We're in very serious trouble as you know because I know in the Mayor's budget last year he came to the city council and recommended that 1.8 billion dollars be allocated over several years to help us meet our payrolls and other expenses and the city council was supportive of that recommendation and did approve that in the adopted budget in June and that money is in the budget again this year. Our former president, Dr. Raju has estimated that we have a six billion dollar deficit in the year 2020 and those are just numbers that nobody ever anticipated would ever ... we'd ever be faced with. We recognize that most of those problems come from Washington and because of the new President that has been elected we realize that we have a very serious problem, a very, very serious problem gaining the additional federal money that we would need. We recognize that there are changes that are needed to the affordable care act, changes that might benefit our, our corporation and the, the unemployed and

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS the low-income people who primarily go to the city hospitals. It's essential that the city hospitals remain open, city hospitals have been open for more than 100 years and, and that history you're providing service to those who can't go anyplace else for healthcare is essential in our city. The affordable care act has made it more difficult for us and much more challenging in that those people who are covered under the affordable care act can take their money and go anywhere. In the Bronx, they can go to Montefiore which is New York Yankee's equivalent of, of hospital care in the Bronx and not go to Jacobi or North Central Bronx or Lincoln because they can... they can go there because they have that care. So, we have to compete and we've never had to really compete like that before and that's, that's really good to a certain degree but we are losing some of the people who normally would come to our citywide hospitals going to other hospitals whether it's Monte or whether it's Saint Barnabus or Bronx Lebanon and that's a challenge that the Health and Hospitals employees need to be able to make and they're doing that every day. We also have to look at our own set

up and make sure that the staffing within Health and

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 54 Hospitals is adequate staffing to provide the job and we also have to look for areas of health and hospitals where we're overstaffed. There were layoffs that were announced earlier this year, the Mayor has first of all said that there will be no hospital closings, he has also said that there will be no reduction or, or elimination of union jobs at anyplace in the city system and that's left the managerial area to be targeted and Health and Hospitals working with the 11 Acute Care Hospitals has targeted a certain population within those hospitals that they felt leaving it to the executive director to make those selections and approximately 70 people did lose their jobs earlier this year and there's going to be a second round of cuts which was reported last week. Again, it's in the hands of the executive staff at the various hospitals to meet their goals. It's essential and what the goals are and it came up at the meeting last Thursday again people who are providing services, services that are duplicative so... and of course I look at this and say why would you have two people at one hospital doing the same thing, certainly that was never the case in the borough president's office or for the city's

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 55 office in economic development where I worked under two Mayors before coming to the borough president's office, you had the staff you had and you did multiple things like your own staff on the city council, nobody does one thing, everybody does multiple things. So, there are going to be a second round of, of layoffs that are going to occur with the group 11 employees who are managerial level but primarily targeting if not entirely targeting those people who are really performing services that are also being performed over here. So, we're looking at our own shop, the acting Chair Stan Brezenoff and the acting President Gordon has also talked about the importance of us making our own internal cuts without affecting the sites or services that we're providing for the people of the city of New York.

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a very thorough answer, sobering to be... to be sure given the challenges but reflective of a good strong commitment to working with your colleagues to help address those really challenging issues which the council I think also shares and appreciates the board and the Health and Hospitals work to do everything we can to confront them in a thoughtful way. So, thank

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 56

you very much our... you know I'll... you're the... our

Director of Investigation did a thorough review and

found no conflicts or things that would merit further

questions about, about those issues that I've asked a

couple of the, the prior nominees so we'll thank you

for your time here today and thank you for your

service... [cross-talk]

Member, I must say my wife Susan is a Brooklyn girl not native of your district but she's a Gravesend girl who I imported to the Bronx 41 years ago, I had to get a special visa, she didn't want to leave Brooklyn, she cried the night before our wedding, I don't want to leave Brooklyn, I want you to know that there are no residents in the city of New York who love their boroughs more than Brooklynites and we go down there quite often because Susan wants to make sure that her, her house on Lake Street off Avenue U is still there and that people... and her church is still there but, but I mention that only because our son also was born Brooklyn... [cross-talk]

CHAIR: Very good... [cross-talk]

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ROBERT: ...Mr. Chair... [cross-talk]

CHAIR: ...in, in that regard for sure.

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CARLO: Yes, I do.

Thank you very much we'll close the hearing on Mr. Nolan and move to our fourth and final candidate with appreciation for his patience. So, as our final nominee for the day I'm pleased to welcome up... welcome up Mr. Carlo Silvestri, a resident of Queens for appointment by the Mayor to the New York City Tax Commission. Should Mr. Silvestri receive the advice and consent of council he will replace Richard Stabile and serve the remainder of a six year term that expires on January 6th, 2022; 2022 is a very popular year for terms expiring today and I confess even though I've got some written materials on it describing the work of the tax commission is not actually that simple to do and we really do have a genuine expert here in the work of the New York City Tax Commission so I'm going to turn it over to you for... to be sworn in and then give your opening, opening statement.

CC GUZMAN: Welcome, would you please raise your right hand to be sworn in? Do you swear or affirm to tell the truth sir?

CHAIR: Thanks very much, you can proceed with your opening statement.

CARLO: Good morning Chair Lander and members of the New York City Rules Committee. My name is Carlo Silvestri and I'm pleased to be here today... can you hear me?

CHAIR: Yes.

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Okay... pleased to be here today to CARLO: have the opportunity to discuss with you the position of Commissioner for the New York City Tax Commission. I look forward to answering any questions you may have. As a lifelong New Yorker with 34 years in public service I have dedicated my career to effective, fair, and efficient property tax assessments and appeals. I began my career working for a Brooklyn based bank as a staff appraiser in the 1970's where I spent seven years conducting appraisals throughout the tristate area. This foundational position gave me a knowledge of and appreciation for reviewing and resolving appraisal issues. I started my career in public service with the New York City Department of Finance in 1982 where I worked for seven years as a city assessor assigned to various districts in the borough of Queens. I

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS joined the New York City Tax Commission in 1990 and have been fortunate enough to have a successful 26year tenure with the commission... with the commission. I am very proud of my contribution to the tax commission's operation and success in processing over 50,000 appeals yearly. I served for 11 years as the Tax Commission's Director of Appraisal and Hearings Unit and have served during the past three years as a part time consultant. I have also worked with other city agencies during my time at the tax commission. Most frequently with the Department of Finance to discuss finance assessment policies and procedures in relation to the tax commission practices. I also worked with the New York City Law Department in Condemnation Division to act jointly on various cases. I have been a part of the tax commission's efforts over the years to reach out to property owners to help them understand the appeal process and make the hearing experience informative for them. During my years of service, I have personally conducted tens of thousands of tax commission hearings on all types of properties. I believe my experience and my continued desire to help property owners better understand the city's assessment and

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 61 review process well qualifies me for the responsibilities of commissioner. In addition to my experience providing property owners and independent former forum for appeal I have dedicated my professional career to carrying out the mission of the tax commission. I believe that appropriate action by the tax commission for most public confidence in government and the tax system. Finally, I have a deep commitment to the borough of Queens that carries into my work, I have been a lifelong resident of Queens residing in Middle Village, Kew Gardens and for the last 38 years in Bayside. I would like to use my years of experience and my understanding of property tax assessments and tax commission appeal process to continue serving my fellow New Yorkers. Thank you for considering my nomination, I'll be happy to answer any questions you may have.

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CHAIR: Thank you very much Mr. Silvestri
I was joking with one of my colleagues earlier today
that you, you may be the most qualified or even
overqualified nominee for a particular appointment
that I've heard in my time as Chair of the Rules
Committee there was... we did have one sound engineer
for the New York City Sound Board so he might give

1 COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 2 you a run but he did not actually have the length of 3 service in exactly the thing that we're looking for 4 and so I, I want to say thank you actually, you know you for most of the years that you did the work on the tax commission we... you know we, we paid you... the 6 city paid you a salary or a consultant and while 7 8 there's a stipend that goes along with this board it's, it's... whatever you're showing a, a public mindedness of public service that I think is, is 10 11 admirable and... [cross-talk]

CARLO: Always... [cross-talk]

CHAIR: ...it's a very technical

responsibility so... [cross-talk]

CARLO: ...yeah... [cross-talk]

CHAIR: ...having people that know it well is, is great and I want to say thank you for it. I'll just ask you a question or two. You've seen many more people than I have who feel that their tax assessment is unfair but I've seen enough in my time as a council member and you know I think the reasons people feel that their, their taxes are unfair often I would say even generally don't really relate to the kinds of criteria that the, the tax commission can

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 63 actually look at they feel it's gone up too quickly because... [cross-talk]

CARLO: ...yes... [cross-talk]

based in the formula or one class of property is taxed differently, it's not fair that that one is taxed this way so I, I just wonder how you have approached that, you know people deserve the right to appeal based on the appeals criteria but... and, and many cases the reasons they feel they deserve some consideration aren't really related to those rules so, you know what's been your approach to addressing that challenge?

CARLO: Well it's simply to inform them of the actual... you know requirements that the tax commission faces. We treat everybody equally, we give them an understanding of what the process is all about, what the tax commission is eligible to do in relations to a, a reduction to their property. So, we... once they understand the process once they... once they understand the system I think they, they appreciate the... an explanation and, and basically, they go... they, they understand what, what happens

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COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 64 with, with... during the hearing. Information is important and that, that's really satisfying to them.

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CHAIR: Sure and just because there may be people watching on channel 74 when, when this hearing airs who are now going to be like well what are the reasons why I might be able to get my property tax reduced, could you just give a, a very... you know a brief summary of the... because I've given an articulation of the kinds of things that you're not going to get consideration for, if you could just give a few examples of the kinds... [cross-talk]

CARLO: Well most of the people that we see coming into the tax commission that represent themselves are class one property owners; one, two, or three family homes. The, the main objective to the review is based on finding the true market value of that particular property, once we know the market value of the property we'll take a look at the assessment, compare it to market value and that's where we understand whether it's below the standard or it's above it's, it's calculated maximum. Once the market value is... the assessments applied to the market value we can reduce it by a six percent ratio which is what governs a class one property. It... the

COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS 65 process is fairly simple but we do need information from the property owner when they're presenting their case to help substantiate what their claim is. After we receive that information we gather up additional data and that's where we make a determination about the proper market value.

CHAIR: And people can hire attorneys or consultants who specialize in this kind of work but they don't need to if they come pro say the commission helps them get the paperwork that they need to make such an appeal?

themselves of the information sessions that we conduct early in, in... well approximately the middle of January. If they attend our information sessions they, they receive a great deal of information.

Generally, they'll, they'll understand the, the process better and many of them decide at that time to represent themselves but certainly we advise them that they should do what they... whatever they think is comfortable for them. it's, it's entirely possible for a regular property owner to present their own case at a hearing.

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CHAIR: Great, thank you. And then my
last question and you and I talked a little about
this on the... on the phone and it isn't really within
the specific confines of the... of the tax commission
but you know many people will have seen that there
was a lawsuit brought last week challenging the...
challenging the, the fairness essentially of the four
tax classes that we have... [cross-talk]

CARLO: Uh-huh... [cross-talk]

CHAIR: ...that's mostly actually state law so not only is it not up to the tax commission to grant someone relief based on it, it's not up to the city council or the Mayor... [cross-talk]

CARLO: ...right... [cross-talk]

CHAIR: ...to change it, it would for the most part require a change in Albany nonetheless you must have gained a lot of experience in sort of looking at these issues and I just wonder if there are any reflections from your service that you have in terms of... [cross-talk]

CARLO: Well... [cross-talk]

CHAIR: ...thinking about how we might approach these questions of... [cross-talk]

CARLO: ...uh-huh... [cross-talk]

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CARLO: ...well I'm not a... [cross-talk]

CHAIR: ...city... [cross-talk]

care contained to that... to that type of an argument at a... at a hearing but we also... we always need to redirect the property owner to the... to the core function of the tax commission and how we apply the law equally to everyone else. So, once they understand that it, it, it makes a big difference and they can accept it to a degree, they may not always appreciate the, the circumstance but at least when they understand what we are... what we can do and what we can't do it, it gives them a great deal of satisfaction.

CHAIR: Alright, well I'm glad you have found that, I have to say for myself when people have complained to me about the unfairness of the... of the tax code and I have tried to say Albany would have to address those issues that... I can't say that many people have found that as satisfying answer... [crosstalk]

CARLO: Well we do our best in every instance to, to find whatever reasonable data that we

1 COMMITTEE ON RULES, PRIVILEGES AND ELECTIONS can to, to reduce an assessment where, wherever is 2 3 possible. 4 CHAIR: Well thank you again for coming 5 here today and thanks especially for all your, your 6 years of service and your willingness to continue to 7 bring your expertise to help the city, we appreciate it. Okay, with that I will close the, the hearing on 8 your appointment and the committee will stand in recess until May 10th when we will resume to consider 10 and vote on these four nominations. Thank you very 11 12 much. 13 CARLO: Thank you. 14 CHAIR: Sure, when we recess I don't 15 always bang the gavel but ... 16 [gavel] 17 18 19 20 21 22 23

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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

March 30, 2017