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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DECEMBER 13, 2018 Start: 10:52 A.M. Recess: 11:19 A.M.

HELD AT: COMMITTEE ROOM - CITY HALL

B E F O R E: FRANCISCO P. MOYA, CHAIR

COUNCIL MEMBERS: COSTA G. CONSTANTINIDES

BARRY S. GRODENCHIK

RORY I. LANCMAN STEPHEN T. LEVIN ANTONIO REYNOSO

DONOVAN J. RICHARDS

CARLINA RIVERA RITCHIE J. TORRES

LAURIE CUMBO, MAJORITY LEADER

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

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SARGEANT AT ARMS: Sound check, this is a sound check for the Committee on, Subcommittee on Zoning and Franchises, December 13, 2018 being recorded by Israel Martinez, taking place Committee Room - City Hall. Scheduled for 9:30 a.m.

CHAIR FRANCISCO MOYA: (gavel pounding) Good Morning. Uhm welcome to the meeting on the Subcommittee on Zoning and Franchises. I am Council Member Francisco Moya, uhm the Chairperson of the Subcommittee and today we are joined by Council Members Constantinides, Levin, Rivera, Richards, Torres, and Grodenchik. Uhm let me uhm start off by apologizing for starting a little late this morning but we are now going to proceed, so thank you for your patience. Uhm if you are here to testify, please fill out a white speaker slip with the Sargeant at Arms and indicate the name or the LU number on the application on which you wish to testify on, on that slip. Uhm today we have only one hearing, it is on LU289 an application by 380 East Ventures, LLC DBA Factory 380 for a new Revocable Consent to operate an unenclosed café at 380 3rd Avenue in Council Member Rivera's District in Manhattan. Uhm I now open up the public hearing on

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this application, uhm are there any members of the public who wish to testify. Seeing none. I now close the, oh, uhm just before we close that I want to turn it over to Council Member Rivera for some remarks.

CARLINA RIVERA: Thank you so much Mr. Chair for this opportunity and thank you for your consideration of ULURP 2019503A TCM 380 East Ventures LLC, DBA Factory 380, an application to maintain and operate an unenclosed sidewalk café. Manhattan Community Board 6 had objections to the initial application because the footprint of 9 tablets and q8 seats would add significantly to sidewalk congestion in an already crowded area. In addition, the applicant did not appear before the board therefore CB6 resolved to oppose this application. My office has since deliberated with the applicant who agreed to reduce the number of seats in their application to 5 tablets and 10 seats, although CB6 would prefer four tablets and 8 seats, I believe that the business' willingness to almost half its capacity is sufficient especially as we consider the cost of rent in the area and the need to compete in a popular corridor. Based on my staff's conversations with

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this applicant I also believe the partners and managers will work cooperatively with the community and address concerns as they arise. You will also find part of the application, a letter of agreement from Robert Salsa (SP?) owner of 380 Ventures LLC, DBA Factory 380. With this agreement I lend my support to the sidewalk café license and encourage you and the rest of the committee to vote to approve the application as amended. Thank you so much.

Member Rivera for your remarks. Are there any other members of the public who wish to testify? Seeing none, I now close the public hearing on this application. Uhm we will now move on to our votes. We will vote on, we will vote to approve LU289 the Application that we just heard. We will also be voting on applications that were the subjects of prior hearings except that LUS 280 and 281 uhm, an Application for a Zoning Map Amendment to Rezone 25-28 J Street in Council Member Levin's District in Brooklyn will be laid over. We will be voting to modify LUS 272 through 277, the Marcus Garvey Village Applications for a Zoning Map Amendments, uhm Zoning Text Amendments, Acquisitions, Dispositions and 2

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Special Permits. Our modification will require lower heights and setbacks for the proposed buildings. order to address the scale and relationship to the existing buildings and to ensure more light and air. Our modification will also ensure that 68 parking spaces are provided. We will be voting to modify LU 259, the citywide M1 Hotel Special Permit Tax Amendment. Our modifications will ensure that areas near La Guardia and JFK Airports are subject to the new Special Permit Requirements strengthened findings related to adjacencies to industrial businesses and ensure that hotel operations do not have negative impacts on surrounding communities. We will also be adding an exclusion to facilitate a unique mixed used, adaptive, re-use project in which a hotel use will help enable the additional uhm important public policy objects where a hotel use compromising 30% or less of a total project will help enable the activation of space for light industrial arts and office users resulting in significant job creation and revitalization of an area. We will be voting to modify LU 269 the special Dormant Center Text Amendment. Our modification will create Zoning Text that will allow for inclusion of a hotel in a mixed-

2 use project with permanently affordable housing, subject to an HPD Regulatory Agreement without a 3 4 Hotel Special Permit. I also want quickly before we 5 go in to acknowledge that we have been joined by 6 Majority Leader Cumbo uhm thank you for being here. 7 I want to take this opportunity right now to read the speaker's remarks regarding the Garment District. 8 The speaker is under the weather this morning so he 9 asked me to deliver a few remarks on his behalf. 10 I want to begin by acknowledging the partnership of 11 12 Borough President Gayle Brewer and June Corse (SP?) on her staff. The Borough President has over the 13 14 course of more than two years pulled many of us 15 together to debate and develop strategies for 16 preserving the fashion incubator that is the Garment 17 District. I also want to recognize the hard work and 18 dedication of many of the participants of the Garment Steering Committee who developed the ideas and 19 20 recommendations who are here today. Uhm and I want to thank the agencies, the Economic Development 21 2.2 Corporation and the Department of City Planning for 23 their willingness to accept feedback. Many New Yorkers have deep ties to the Garment District. 24 is a place of inextricably link to our City's history 25

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but also are present and I am very, and I very much believe our future which belongs us, which brings us to the vote today. For a variety of reasons, the financial realities around Garment Production in Midtown have changed and now we have much smaller collection of Garment Manufacturers than we had 30 years ago when the Zoning was put in place. My goal over the course of the last several weeks has been to build on the work to date over the last several years to make sure that we have as stable a foundation as possible for Garment Manufacturing while recognizing the evolution of the District. Based on much of the feedback from Community Boards, the BP and other Garment Stakeholders we have had significant progress. One, we have secured a commitment for approximately 270,000 of the Garment Manufacturing Preserve through the IDA with more to, to come we Uhm we have secured a commitment from the expect. bid to provide support for the industry working with stakeholders to the tune of 2.5 million per year uhm over 10 years with meaningful industry feedback. addition to the 14 million, the CFDA and the EDC are committing to provide to support garment manufacturing. LPC is going to be doing a study uhm

2	to examine potential landmarks designations. Uhm DOI
3	is doing something similar for the Garment Center
4	area to examine ways we can improve the pedestrian
5	infrastructure and on an issue near and dear to my
6	heart we are also making a clear commitment to close
7	any reasonable funding gap for building acquisition
8	for a Garment Manufacturing Hub. There are many,
9	many other pieces to this puzzle and the
10	Administration has agreed to convene an Advisory
11	Group to continue to work through the implementation
12	and to ensure clear communication. Again, I want to
13	thank the Community Boards 4 and 5, Pratt Center,
14	Design Trust, CFDA, the BID Mass, Yell Li Tang and
15	many, many others for all of their work to get us
16	here and I look forward to continuing to work
17	together to make sure we push as hard as we can to
18	achieve the right outcomes for the people who work
19	here and for the broader needs of the fashion
20	industry in Midtown as a whole. And now we will, we
21	will vote to approve LUs 270 and 271d, the 1451
22	Franklin Avenue Rezoning for Property and Majority
23	Leader Cumbo's District in Brooklyn. This
24	application is for rezoning from an R6A to R6AC13 and
25	R8A to R8X and R8XC24 and will apply MIH option 1 to

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the rezoning areas. Uhm Majority Leader Cumbo uhm has remarks about how this project has changed during this process and I wanted to turn it over to you, Majority Leader.

MAJORITY LEADER LAURIE CUMBO: Thank you so much, Chair Moya and thank you for your leadership. I want to thank all of my colleagues that are also here today. The Franklin Avenue Rezoning a proposal for development on either side of Tivoli Towers on Franklin Avenue in Crown Heights presents a difficult choice for my community. This has probably been one of the most difficult projects that I have ever had to oversee as far as the negotiations. But in this particular project the choices were clear but they were also clearly undesirable. We were presented with either building 270 units of luxury condominiums with prices starting at \$900,000 in a 7-story building in a highly gentrifying community in Crown Heights Brooklyn. everyone understands the implications that 270 units of luxury condominiums would have on a community such as Crown Heights and then we were given the other option of being a 16-story development with 518 units and only 140 of the 518 units would be affordable to

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2 the Crown Heights Community. It simply was not enough affordability to justify building a 16-story 3 building with no community benefits or quality jobs. 5 I hear it every day from my constituents. Affordable 6 housing is at the top priority of Crown Heights but 7 unfortunately, we have not built enough affordable housing to keep place with the rampant gentrification 8 that is eroding so many families from where they are 9 10 currently living. More and more new developments are coming in with market rate apartments far above what 11 12 most community residents can afford. And bringing in new businesses that cater to a new population. 13 14 must urgently deploy every tool available to preserve 15 affordable housing in Crown Heights and increase the 16 inclusiveness of new development. With this in mind, I am proud today and this is nothing short of a 17 18 miracle to announce that I have secured commitments from Carmel Partners to both increase their on-site 19 20 affordable housing and to partner with Asian Americans for Equality also known as (ASAFE). 21 2.2 development on the ASAFE site will require an 23 additional ULURP Application to remove deed 24 restrictions put in place by HPD I am competent that this will move forward expeditiously with HPD 25

2 support. Altogether on the two applicant development sites and the ASAFE site we project the future 3 development will now include 627 total residential 4 5 units split between 378 market rate units and 258 affordable units. This is now a 60/40 split. 6 7 is an increase from the original proposal that was only going to offer 140 affordable units. 8 represents nearly double the number of affordable 9 units that was originally proposed. If this Rezoning 10 was turned down and we left the R6A District in 11 12 place, we would see 100% market rate development of 278 units on the Carmel Cornell Sites and only 20-30% 13 of the units affordable on the ASAFE Site. For those 14 15 who might rightly ask affordable to who? 16 question that comes up in every Land Use meeting. 17 But let me be clear, the median income household in 18 my District is approximately \$58,000. There are tens of thousands of households in the District making 19 between to \$25,000 to \$75,000 who would be eligible 20 for most housing created by MIH and HPD developments 21 2.2 but may have a difficult time finding an affordable 23 apartment on the market. For example, one person making minimum wage \$15 an hour, full time would 24 typically qualify affordable housing at the 40 AMI 25

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2 level, a family of 1 at 40 AMI is approximately \$29,000. Two people making minimum wage, \$15 an hour 3 full time with 2 children would qualify for 4 affordable housing at the 60 AMI level. A family of 5 4 at 60 AMI is approximately \$62,580. 6 7 affordable units will be at an average of the 60 AMI level that can range from 40 to 100 AMI. The choice 8 on this project was never development versus no 9 10 development and I have no doubt that we are making the right decision for the community to move forward 11 12 with this new agreement. Let me quickly address some of the other concerns and benefits of the project. 13 14 Regarding shadows on the Brooklyn Botanic Garden, 15 Brooklyn Botanic Garden is an institution that has 16 been such a vital part of the vitality of Brooklyn, New York. I take this issue very seriously and I 17 18 would never approve a project that does significant harm to the garden. We have a letter from the 19 20 Brooklyn Botanic Garden to the City Planning Commission stating clearly that based on their own 21 2.2 independent analysis, this project would not have a 23 significant impact on the garden. And just to read an exert from the letter, Scott Medberry, the 24

President of the Brooklyn Botanic Garden said "The

2 Garden is not taking a position on this project. In large part because it does not appear to have a 3 4 significant impact on the Garden's Living 5 Collections. Last year, the Garden had the 6 methodology of the projects EIS Shadow Study checked 7 by an expert and confirmed that the Shadow Study was performed according to state specifications. We then 8 reviewed the EIS Study and have concluded that the 9 project would not have significant impact on the 10 Garden". I am also pleased that Carmel Partners has 11 12 agreed to retained building Skills NY to conduct 13 Construction Job Training Classes for local residents 14 and list open employment opportunities with the 15 preference for Crown Heights Residents. Workshops. 16 Carmel has also reached an agreement with 32BJ to 17 require that all permanent building staff be Union 18 Labor. Carmel will also set aside at least 1500 square feet in the project for community facility 19 20 used for small business incubator or local arts or education organization. I would like to thank the 21 2.2 applicants and ASAFE for working towards an 23 agreement, my Staff, Raju Man, Brian Paul, Crystal Hudspeth and all of the members of the public who 24 weighed in on this important project. With all of 25

this said, this is now a project that I can loudly	
and proudly support and I urge my colleagues to vote	
yes. This was a very difficult project and I really	
thank everyone for all of their work. It was a lot	
of late nights, a lot of angry phone calls, a lot of	
banging on tables and slammed doors but we finally	
got to a decision and what I am most proud about this	
project is that we are going to be delivering double	
the amount of affordable housing and that is going to	
benefit over 258 families in the Crown Heights	
Community in a very meaningful way and between this	
project as well as the Bedford Union Armory Project	
we are bringing more affordable housing to Crown	
Heights than they have seen in decades. So, I	
proudly urge my colleagues to vote yes on this	
project and I thank all of them for their support.	
CHAIR FRANCISCO MOYA: Thank you uhm	
Majority Leader Cumbo. Counsel, please call the	

Majority Leader Cumbo. Counsel, please call the roll. Oh, I'm sorry, I now call for a vote to approve uhm 270, 271 and 289 and to approve with modifications LU259, 268 and 272 through 277.

Counsel, please call the roll.

COUNSEL: Moya?

CHAIR FRANCISCO MOYA: Aye on all.

SUBCOMMITTEE ON ZONING AND FRANCHISES Subcommittee on Zoning and Franchise as Francisco Moya. CHAIR FRANCISCO MOYA: It is truly an inspiration to me. COUNSEL: The Land Use Items are approved by a vote of seven in the affirmative, no negative and no abstentions and referred to the full Land Use Committee. CHAIR FRANCISCO MOYA: Thank you this concludes today's meeting, I would like to thank the members of the public, my colleagues, counsel and Land Use Staff as always for their great work for attending. This meeting is hereby adjourned.

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 JANUARY 12, 2019