CITY COUNCIL CITY OF NEW YORK -----Х TRANSCRIPT OF THE MINUTES Of the SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND DISPOSITIONS -----Х May 27, 2020 Start: 9:40 AM Recess: 10:24 AM HELD AT: REMOTE HEARING (VIRTUAL ROOM 1) B E F O R E: ADRIENNE E ADAMS Chairperson COUNCIL MEMBERS: INEZ D. BARRON PETER A. KOO I. DANEEK MILLER MARK TREYGER World Wide Dictation 545 Saw Mill River Road - Suite 2C, Ardsley, NY 10502 Phone: 914-964-8500 * 800-442-5993 * Fax: 914-964-8470

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

Donald Notice, Executive Director, West Harlem Group Assistance

David Charles, West Harlem Group Assistance Christine O'Connell, Director of ANCP, HPD Sarah Mallory, HPD

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 3 2 MALE SPEAKER: You are good to go Sergeant 3 Lugo. 4 SERGEANT LUGO: Good morning everyone. 5 Welcome to the Subcommittee on Landmarks, Public 6 Siting and Dispositions. At this time, we ask that 7 Council Members and Counsel staff please turn on 8 their video. Please silence all cell phones and 9 electronic devices. Thank you for your cooperation. 10 We will begin momentarily. (pause) Council Member 11 Koo, before you begin, I see that Council Member 12 Kallos has a question. You may recognize Council 13 Member Kallos. 14 COUNCIL MEMBER KOO: Thank you, yeah. 15 Council Member, Council Member Kallos, do you have a 16 question before we start. 17 COUNCIL MEMBER KALLOS: I had just raised 18 my hand to make remarks in support of one of the 19 applications. 20 COUNCIL MEMBER KOO: Oh, let's so, we may 21 go on now. Okay. Shall we begin? 2.2 MALE SPEAKER: We can begin. Alright, 23 Chair Koo. 24 CHAIRPERSON KOO: Good morning. I'm 25 Council Member Peter Koo. Welcome to this meeting of

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 4 the Subcommittee on Landmarks, Public Sitings and 2 3 Dispositions. Chair Adams is unable to be here this 4 morning so I will be serving as second chair. I'm joined by Council Member Kallos, and Kallos, 5 Rosenthal, Miller, Adams and Council Member Treyger. 6 7 A quorum being present, we will begin today's meeting 8 by voting on three HPD projects that we heard at our 9 May 7 meeting. After the vote we will proceed to today's public hearing on LU 2274 Adam Clayton Powell 10 11 ANCP- for property in Manhattan. Before we begin, I recognize the Subcommittee Counsel to reveal the 12 13 remote hearing from Cedars. 14 JEFFREY CAMPAGNA: Thank you, Chair Koo. 15 I am Jeffrey Campagna, Counsel to this Subcommittee. 16 Members of the public who wish to testify were asked 17 to register for today's hearing. If you wish to 18 testify and have not registered please go to 19 www.council.nyc.gov to sign up now. Only register if 20 you intend to testify on 2274 Adam Clayton Powell 21 ANCP. The hearings on other matters on our calendar were closed on May 7th. If you're a member of the 2.2 23 public who wants to watch this hearing, please watch the hearing on the New York City Council website. 24 All people testifying before the Subcommittee will be 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 5 mute until they are recognized by the Chair to 2 3 testify. The Chair will recognize the applicant 4 panel as a group. The Chair will recognize members of the public one at a time. When the Chair recognizes 5 you, your mic will be unmuted. Please confirm that 6 7 your mic is unmuted before you begin speaking. Each 8 member of the public will have two minutes to 9 testify. If you have additional testimony you would like the subcommittee to consider, or if you have 10 11 written testimony you would like to submit in lieu of 12 appearing before the Subcommittee, you can email it 13 to Land Use Testimony@council.nyc.gov. please indicate the LU number or project name and the 14 15 subject line of the email. During the hearing 16 Council Members who would like to ask questions of 17 witnesses should use the Zoom Raise Hand function. 18 The Raise Hand button should appear at the bottom of 19 the participant panel. I will announce Council 20 Members who have questions in the order that they 21 raise their hands. Chair Koo will then recognize 2.2 members to speak. Lastly, as we continue to adjust to 23 hosting public hearings via webinar, there may be extended pauses as we encounter technical delays. 24 We 25 ask that you please be patient as we work through the 1SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND
DISPOSITIONS62new format. Chair Koo will now continue with today's3agenda items.

4 CHAIRPERSON KOO: Thank you, Counsel. We will now vote on three projects heard at our May 7 5 meeting. We will vote to approve LU 659 the 311-313 6 7 Pleasant Avenue Cluster, an application submitted by HPD pursuant to Article 16 of the General Municipal 8 9 Law and Article XI of the Private Housing Finance Law requesting approval of an urban development action 10 11 area project, and exemption from real property taxes for property located in Manhattan at 311-313 Pleasant 12 Avenue, 51 to 55 East 129th Street, and 1-and 1263 13 Park Avenue. The properties are located in Council 14 15 Districts represented by Council Member Kallos, Ayala 16 and Perkins. I now recognize Council Member Kallos to offer remarks. 17

18 COUNCIL MEMBER KALLOS: Thank you, Chair 19 Koo. I'm Council Member Ben Kallos. As always, you 20 can reach at social media @benkallos. I'm here today 21 to lend my support to the 311-313 Pleasant Avenue Cluster. One of the buildings is 1263 Park Avenue, 2.2 23 which is in my district in East Harlem. As 1263 Park Avenue went through foreclosure in 1978 and entered 24 the TIL program in 1998, the Tenants Interim Lease 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 7 Program. Since this time, the buildings and its 2 3 residents have complied with the requirements of the 4 TIL program and the building now needs substantial rehabilitation. Proposed is Portable Neighborhoods 5 Property Program will ensure that this rehab happens 6 7 while preserving the much-needed affordable housing for those residents. Under substantial rehabilitation 8 9 the construction work will consist of structural replacements, electrical upgrades, replacement of 10 11 building systems including new windows, new roofs, plumbing upgrades, installation of new boilers. 12 The 13 scope of work will also include new bathrooms, 14 kitchens, entry doors, mason work, new flooring, new 15 mailboxes, hallway upgrades, bio-level lighting, 16 painting, asbestos and lead removal and I'm most concerned about those last pieces. At construction, 17 18 closing the building will be conveyed-conveyed to the 19 restoring communities they seal all the property and 20 tenants' responsibilities will be transferred to the 21 designated developer Dynamic Elliott (sic) who we are all big fans of in the Council. All construction 2.2 23 police will receive communication and they will convey the property to the Department of Housing 24 Development by the corporation's formed by the new 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 8 buildings' tenants. The existing tenants will become 2 3 shareholders and will pay \$2,500 per apartment with a 4 monthly maintenance at 41% of AMI. That equates to \$1,006 per month for a two-bedroom unit. 1263 Park 5 Avenue currently has 10 units 8 of which are 6 7 occupied. The total vacancy units will be sold for a 8 price affordable to families at 165% of AMI. During 9 the previous year will receive assurance from HPD that folks will be able to access these units 10 11 publicly for the Housing Connect Portal part of Local 12 Law 64, which I authored. So, if you're watching 13 right now and you're interested in a co-op at 1263 14 Park Avenue, we've got them, and in a couple of 15 months you should be able to apply, and we've worked 16 with the tenants. We have connected with them. We 17 have spoken to the Amanda Kelly, we have spoken to 18 the Tenants Association, Leon Cohen (sic) the current 19 Co-Op Board President and they are very excited. They 20 look forward to this good process and just so that 21 they can see it. I'd like to thank the members of 1263 Park Avenue Tenants Association and their 2.2 23 President Ronald Stewart for engaging this project, and for communicating with my office. I'd like to 24 thank the City Council staff who worked on this 25

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project, the HPD staff who works with us connecting
us with the community as well as Alfredo Lopez from
my office. I urge all the committee members to
please vote in favor of this affordable housing in my
district. Thank you.

7 CHAIRPERSON KOO: Thank you, Council Member Kallos. We will also vote to approve LU 660, 8 9 the Union Avenue Cluster, an application submitted by HPD requesting approval of an Urban Development 10 11 Action Area project, and an exemption from real property tax to facilitate the preservation of four 12 13 buildings 69 units of affordable homeownership in properties located at 774, 993 and 995 Union Avenue 14 15 and 1042 Longfellow Avenue in Chair Salamanca's 16 district in the Bronx. Lastly, we will vote to 17 approve LU 661 and Preconsidered LU 662 both related to the 266 West 96th Street project. LU 661 and 18 19 Preconsidered LU 662 are applications submitted by 20 HPD pursuant to Section 197-C of the New York City Charter and Section 576-a(2) of the New York State 21 Private Housing finance Law respectively. Each 2.2 23 requests approval for the disposition of city-owned property located at 266 West 96th Street in Manhattan 24 to facilitate the development of 33-story mixed-use 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 10 building containing residential a community facility 2 uses in Council Member Rosenthal's district in 3 Manhattan. Thanks to Council Member Rosenthal's hard 4 work, the developer has agreed to modify the units 5 mix so the four units that were originally earmarked 6 7 for 120% AMI, are now earmarked for just 67% AMI for a total of 11 units at 27% AMI, 11 at 67% AMI, and 15 8 at 77%, 31 at 120% and 103 at market rate. I now 9 recognize Council Member Rosenthal for her remarks. 10 11 COUNCIL MEMBER ROSENTHAL: Thank you, 12 Council Member Koo and thank you for describing the 13 project. I ask my colleagues to support this project because I think it's as good as we're going to get. I 14 15 have watched this property now for about 25 years. 16 The current borough president then Council Member 17 Gale Brewer tried very hard to find a way to dispose of this MTA substation at 226, um, 266 West 96th 18 Street about 10 years ago. It's Brownfield site and 19 it is going to require remediation work. The way 20 21 that-and it's been very frustrating to have that 2.2 property not have anything but and eyesore there for 23 the community. So, this applicant came in and has done some clever work by purchasing the property next 24 door, and with the combined property is able to build 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 11 within guidelines 23 stories, which is contextual, 2 3 and the number of affordable that would be required 4 by a combination of MIH, CQA and some other financing would normally be 20% of the property. He has offered 5 up 40% to be affordable. Now, it's not perfect. We 6 7 would love for it to be 50% because on a square 8 footage basis of the property itself is 50% city 9 owned and 50% his purchased property, but I think we've looked at the numbers, we've looked at the 10 11 math. I do think that given the cost of remediation that the 40% number is fair for affordable. 12 Then you 13 have the mix of affordability. You know, he's met the requirement of the 15% set-aside for formerly 14 15 homeless families, and he's agreed to increase as the 16 Chair said, the number that are at 67% AMI. In my 17 community there are two sets of populations that are 18 going to benefit by the affordable units. Many people 19 come into my office and will meet the-need units at 20 27% AMI to 67% and to some degree the 77%. So, the 120% for the 31 units at 120% AMI I've been convinced 21 2.2 by the-by HPD, and I want to thank and give a 23 shoutout to Sarah Mallory here that units at that level 120% AMI will-will be sought after by a certain 24 25 segment of the population, and those unit as the

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 12 developer had agreed all of the affordable units will 2 3 be affordable into perpetuity, which I think is 4 terrific and with that, I want to thank the developer 5 for finding a way to develop this property, something that hadn't been figured out for so many years we're 6 7 now going to have a property that can be integrated 8 into that section of the district and I'm very 9 pleased about that. I really want to thank our Land Use team Andrew Lester in particular who shepherded 10 11 this project and-and kept me apprised and I followed 12 his very good advice throughout, and, of course, my 13 team in particular Marie Sanock my Chief of Staff Marisa Maack (sp?) my Chief of Staff who really had 14 15 very wise counsel during this entire process. So, 16 with that, I urge my colleagues to vote yes. Thank 17 you. 18 CHAIRPERSON KOO: Thank you, Council 19 Member Rosenthal. With all Council Members representing the affected districts expressing their 20 support for these applications we will now vote to 21 2.2 approve LUs 659, 662, 6631, and Preconsidered LU 662. 23 Counsel, please call the roll. LEGAL COUNSEL: Chair Koo. 24 25 CHAIRPERSON KOO: I vote aye.

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 13 LEGAL COUNSEL: Council Member Barron. 2 3 COUNCIL MEMBER BARRON: Thank you. May I 4 be excused to explain my vote? CHAIRPERSON KOO: Yes, please, yeah. 5 6 COUNCIL MEMBER BARRON: Thank you. 7 CHAIRPERSON KOO: Go ahead, yeah. 8 COUNCIL MEMBER BARRON: Yes, thank you. 9 I'm voting aye on all with the exception of LU 661 and 662. I do understand that there was an adjustment 10 11 made and four units were removed from 120% of the AMI 12 grouping into the 67% AMI grouping and that's well 13 and good. I don't know. The city has always said that 14 120% of the AMI is affordable, and I don't recall the 15 exact percentage of New York City residents who are at the 120% of the AMI, but it's not in my 16 17 calculation an affordable rent for people who are at 18 100. I think 120% translates to about \$112,000 19 annually. So, from my estimation the 27, the 67 and 20 the 77% are yes affordable, and that's a total of 3721 units out of the 170 units in the total development. I don't think that that's a good representation to 2.2 23 say that we will be able to call these units affordable. Beyond that, and I also noted that the 3-24 25 bedroom units are not included in any of the

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2	affordable, but only in the market rate, the market
3	rate apartments, which total-market rate is 103
4	units. So, for that reason, I'm not voting in
5	support of LU 661 or 662. Thank you very much.
6	LEGAL COUNSEL: Councilman Miller.
7	COUNCIL MEMBER MILLER: Permission to
8	explain my vote.
9	CHAIRPERSON KOO: Permission granted.
10	Thank you. Go ahead.
11	COUNCIL MEMBER MILLER: Thank you Chair
12	Koo. First of all, I want to send my condolences to
13	Chair Adams on the passing of her father and
14	certainly she would be here representing this
15	community always with the big men that is deserved.
16	So, my condolences to Chair Adams. Um, you know, we-
17	there's been a lot of-this has been the topic of a
18	lot of conversation that we've-we've had a lot of
19	conversations and-and the-in between the previous
20	hearing and today about this. One of my concerns is
21	the lack of savings and—and—and wealth building in t
22	he black and brown community, and we've always saw
23	our homeownership even in this case cooperatives as
24	an opportunity to do so, and as we—as we all know,
25	the recent data says that, and in that case we'd

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 15 DISPOSITIONS probably be at net zero in those communities in those 2 3 communities in terms of wealth and savings. I'm not sure that any of this really contributes or helps any 4 5 of us in mitigating those circumstances, and it is always my goal when we do projects like this to first 6 7 and foremost to be able to save and create wealth for 8 these communities. Secondly, I have a concern about the equity of-of-of the subsidies that are being 9 delivered to these projects and-and our taxing our 10 11 city dollars as--as they are nearly-some of the 12 projects are nearly identical for the costs and the 13 amount of investment versus downtown versus uptown or the South Bronx and so whether it is-it is-whether it 14 15 is Jamaica or-or the South Bronx, or East Harlem or 16 West Side or-it should be all equitable the 17 investment that we make and investments that we make 18 should-should really benefit the city and-and the folks who-who need it the most. So, I'm very much 19 20 concerned but I am convinced that these affordable 21 opportunities are paramount to achieving those goals 2.2 of-of not just equity, but for communities of color 23 to save and develop wealth. So, with ... with that, I will be voting aye on all, but very, very strong 24 25 concerns about Park Avenue and AMIs and, um, the

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 16 amount of equity or the lack thereof and-and-the 2 3 services and the subsidies that are going in. I vote 4 aye. 5 LEGAL COUNSEL: Council Member Treyger. COUNCIL MEMBER TREYGER: I vote aye. 6 7 LEGAL COUNSEL: Items-LU Items 659 and 660 are approved by a vote of 4 in the affirmative, zero 8 9 in the negative with zero abstentions and are recommended to the full Land Use Committee Items LU-10 11 LU 661 and 662 are approved by a vote of 3 in the affirmative with one in the negative and zero 12 abstentions and are likewise recommended to the full 13 14 Land Use Committee. 15 CHAIRPERSON KOO: Thank you, Counsel. I 16 now open the public hearing on Preconsidered LU 17 20205414 HAM, the 2274 Adam Clayton Powell ANCP. This 18 application was submitted by the Department of 19 Housing Preservation and Development pursuant to 20 Article 16 of the General Municipal Law and Section 21 577 of Article XI of the Private Housing Finance Law for approval of an urban development action area 2.2 23 project waiver of the area designation requirement, waiver of the requirements of Sections 197-c and 197-24 25 d of the New York City Charter, and approval for a

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2	real property tax exemption for property located at
3	24 West 132^{nd} Street, 37 Wes 138^{th} Street and 202 West
4	133 rd Street, 2274 Adam Clayton Powell, Jr. Boulevard
5	in the borough of Manhattan in the Council District
6	represented by Council Member Perkins. Counsel,
7	please call the first panel for these items.
8	LEGAL COUNSEL: The applicant panel for
9	this item is Sarah Mallory and Christine O'Connell on
10	behalf of HPD and Donald Notice and Sada Walls
11	Charles on behalf of the sponsor West Harlem Group
12	Assistance.
13	CHAIRPERSON KOO: Counsel, please
14	administer the affirmation.
15	LEGAL COUNSEL: Are all applicants on
16	video? I don't see Donald Notice. Please unmute
17	Donald Notice. I see it. Panelists, please raise your
18	right hands and unmute yourselves or we will unmute
19	you rather. Please unmute Donald Notice. Do you
20	affirm to tell the truth, the whole truth and nothing
21	but the truth in your testimony before this
22	subcommittee, and in answer to all Council Member
23	questions?
24	SARAH MALLORY: I do.
25	CHRISTINE O'CONNELL: Yes.

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 18 DONALD NOTICE: I do. 2 3 CHAIRPERSON KOO: Thank you. Before you 4 begin please state your name and affiliation for the record. You may begin. 5 SARAH MALLORY: I thank you so much Chair 6 7 Koo. My name is Sarah Mallory, and I'm here on behalf of HPD. 8 9 CHRISTINE O'CONNELL: I'm Christine O'Connell. I'm the Director of ANCP with HPD. 10 11 DONALD NOTICE: Donald Notice the Executive Director for West Harlem Group Assistance. 12 SAATA WALLS Charles. I am also 13 representing for West Harlem Group Assistance. 14 15 SARAH MALLORY: I will go first and read 16 this quick for the record. This Preconsidered land 17 use item serve for the proposed disposition of four 18 partially occupied city owned buildings and the 19 approval of Article XI tax benefits for properties located at 24 West 132nd Street, Block 1729, Lot 45; 20 37 West 138th Street, Block 1736, Lot 23; 202 West 21 134th Street, Block 1938, Lot 38; and 2274 Adam 2.2 23 Clayton Powell, Junior. Boulevard, Block 1939, Lot 34 in Manhattan Council District 9. Known as the 2274 24 Adam Clayton Powell, Junior Boulevard, ANCP Cluster, 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 19 the buildings will be developed through HPD's 2 3 Affordable Neighborhood Cooperative Program. Under the program guidelines, city owned multiple dwellings 4 are conveyed to restoring communities, HDF for one 5 dollar per tax lot and then rehabilitated by private 6 7 developers selected through a competitive process. 8 The developer will sign a site development and 9 management agreement with Restoring Communities so it will be in effect until Co-op conversion occurs and 10 11 total transfers of Restoring Communities HDFC to the individual cooperative. From the time of the 12 13 cooperative commerce conversion the developer will remain the property manager for at least one year. 14 15 After the first year the co-op will have the choice of keeping the developer as property manager or 16 hiring a new company approved by HPD. All of the 17 18 buildings are under HPD ownership through an in rem 19 work (inaudible) process. 24 West 132nd Street 20 entered the ownership in 1987 and during the tenant interim lease program in 2001. 37 West 138th Street 21 became city owned in 1977 and during the TIL Program 2.2 23 in 2002. 202 West 133rd Street became city owned in 1993 and during the TIL Program in 2002, and in 1974 24 Adam Clayton Powell, Jr. Boulevard became city owned 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 20 in 1987 and during the TIL program in 1997. As part 2 3 of the TIL Program tenants are required to form 4 tenant associations to self-manage their buildings. Which includes collecting rents under a net lease 5 agreement with HPD. Requests are comprised of 60 6 7 Currently there are 36 occupancies and those units. 8 tenants are ready-and these tenants are ready to move 9 forward with the next steps in cooperative conversion under HPD's Affordable Neighborhood Cooperative 10 11 Program also know as ANCP. The designated developer 12 West Homes Group Assistance has been selected to 13 develop this this site that we expect will require substantial rehabilitation that includes structural 14 15 joist replacement, replacement of building system including electrical upgrades, plumbing upgrades and 16 the installation of new boilers. Additionally, work 17 18 to the envelope of the building is needed including 19 windows, new roofs and needs all of that. (sic) The 20 scope of the work also includes new bathrooms and 21 kitchen fixtures, entry doors, new signs, new mail 2.2 boxes and hallway upgrades, painting and such as 23 metal in the back. (sic) Some unit layer changes will be required in order to comply with 2014 Building 24 Code and handicap accessibility requirements. 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 21 Additionally, 5% of the units will be either 2 3 renovated with accessibility for mobility and 2% for 4 handicap and visually impaired households. Plus, we have Adam Clayton Powell Boulevard will have a total 5 of 60 residential units. There will be various types 6 7 including two studios, 39 1-bedrooms, 17 2-bedrooms 8 and 1 3-bedroom and one 4-bedroom apartment. Of the 9 total unit count 36 are occupied by returning shareholders. Household incomes for existing tenants 10 11 ranges between upward of 3% to 88% of AMI, and a 12 cooperative interest attributable to occupied 13 apartments will be sold to the existing tenants for 14 \$2,500. Maintenance is set at 40% AMI for existing 15 tenants. New purchasers will also pay 40% AMI for their maintenance in addition to their mortgage that 16 17 is set by the unit sales price of 80% of AMI. In the 18 Rental Program now insiders will pay-the burden of 19 building will pay 44% AMI while those new to the 20 building will pay 85% AMI. The monthly rent for each 21 unit applies for existing tenants is anticipated to be \$746 per studio; \$801 for a 1-bedroom; \$976 for a 2.2 23 2-bedroom; \$1,122 for a 3-bedroom and \$1,257 for a 4bedroom apartment. The cooperative interest 24 25 attributable to vacant apartments will be sold for a

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 22 price affordable to families and no more than 80% of 2 3 the area median income. In addition to seeking 4 disposition approval for 2274 Adam Clayton Powell, Junior Boulevard, HPD requests a 40-year Article XI 5 tax exemption in order to help the shareholders 6 7 maintain affordability. The time of the tax exemption 8 will coterminous with regular trade units and the 9 total tax benefit is approximately \$9,356,150 with a net present value of \$2,613,839. In order to 10 11 facilitate development of Adam Clayton Powell Boulevard ANCP Cluster, HPD seeks approval of this 12 13 Presconsidered Land Use item. Thank you so much. CHAIRPERSON POWERS: The next speaker 14 15 please. (pause) SERGEANT-AT-ARMS: are there any other 16 17 members of the panel who have the marks? 18 DAVID CHARLES: I can have-I can make Good morning everybody. I'll give a brief up-19 some. 20 update on the, um, organization and what West Harlem does and how it-and then our work in homeownership. 21 We-we're celebrating our 49th year in developing 2.2 23 affordable housing in-in Harlem. The organization has developed 1,600 units of affordable housing of 24 which 200 units was homeownership and we developed 13 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 23 brownstones. We also operate two homeless shelters, a 2 multi-service center, and--and a food pantry and we-3 we just finished a ANC project at 211 West 147th 4 Street where we closed in the end of, um, the end of 5 February. We closed it and we are working through 6 7 doing our end-those down to where we're providing 8 affordable housing homeownership and all of our units 9 are-the cost to the tenants are-the maximum is \$103,000. So, it's way below market price, and I 10 11 actually have two end loan closings on this project 12 tomorrow morning, and we're working through some, you 13 know, pandemic issues and-and some applicants, you know, losing employment, but we do have two that are 14 15 getting ready to close tomorrow morning, which is great news. That's my update. 16 17 CHAIRPERSON KOO: Thank you. So, any more 18 people want to speak from the panel? 19 I think that's all. FEMALE SPEAKER: 20 CHAIRPERSON KOO: Okay. So, before 21 I...before I invite my colleagues to ask questions, I 2.2 want to ask a few questions first. This is mostly 23 the for the lady Sarah from HPD or Christine. So, can you explain the scope of the rehab work? So, what 24 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 24 2 about the tenants, will they be relocated during 3 renovation? CHRISTINE O'CONNELL: Hi. This is 4 Christine from ANCP. So, the renovation work for all 5 four properties is expected to be substantial, which 6 7 means that all systems will be replaced, the roof, the heating, the plumbing. The facade will be 8 9 repaired, all new windows and so, with that type of renovation the residents will have to be relocated 10 11 out of the building. One of the reasons we selected 12 West Harlem Group Assistance is because they have 13 that kind of experience with reno-with renovating 14 buildings substantially and moving tenants out for a 15 period of time and returning them home. The residents have been made aware of the requirement, and West 16 17 Harlem has been working with them prior to the 18 pandemic to-to actually initiate their location. 19 We're on a pause right now, but we will-we will look 20 to-to the, um, reopening of the state in order to continue with relocation. 21 CHAIRPERSON KOO: Okay. So, how long the 2.2 23 renovation will possibly take? CHRISTINE O'CONNELL: The typical timeline 24 25 for renovation is 18 to 24 months. We say that

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 25 because the work usually takes about 12 months and 2 3 then we have to go through the approval process to 4 get all the sign-offs. 5 CHAIRPERSON KOO: Okay. So, I see these buildings entered the TIL Program between 1997 and 6 7 2002. Why does it take so long for the buildings to 8 graduate from TIL and come back to co-op ownership? 9 CHRISTINE O'CONNELL: Yes. So, the city of New York operated TIL development between 1978 and 10 11 approximately 2006 and so the buildings came int city 12 ownership. They applied to TIL, became part of TIL, 13 and then generally one by one they were renovated and converted to co-op. These buildings there were 14 15 reasons why the buildings were not able to be 16 renovated. It could have been financial reasons, it 17 could have been compliance reasons, and really from 18 2006 until 2016, not much happened with these 19 buildings. ANCP is the program that took on the 20 continuation of TIL development, and we are trying to work to cluster the buildings like this cluster of 21 four buildings in order to expedite the renovation 2.2 23 and conversion of co-op. CHAIRPERSON KOO: Okay. I understand that 24 25 24 vacant units will be marketed at 80% AMI. What

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 26 kind of local marketing efforts will be made? Who is 2 going to do the marketing? So, what kind of 3 4 marketing? Yeah. 5 CHRISTINE O'CONNELL: I'll let Donald talk a little bit--6 7 CHAIRPERSON KOO: Sure. CHRISTINE O'CONNELL: -- about who will do 8 9 the marketing, but just to let you know, there are returning tenants to the cluster, which means that we 10 11 cannot institute a community preference. A community 12 preference is met because residents are coming back. 13 That said, there are a number of requirements under HPD marketing like localized seminars, information 14 15 seminars, localized advertising and also connections with community partners that we hope will bring a lot 16 17 of local applicants to the table. Donald, do you want 18 to take over about specific marketing? DONALD: Yeah, on-on the marketing we-we-19 we normally use a third-party vendor and Mike Reed 20 was the one that we used on 211 West 147th Street. 21 2.2 So, we're looking to use Mike Reed on this project 23 who understands the, um, how the marketing is done. He understands the Housing Connect and how we, you 24 25 know, and-and we get, as Christina said, local

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 27 participants to-to-to put in applications. So, it 2 3 will be a third-party vendor, but West Harlem would 4 work closely with that marketing agent. CHAIRPERSON KOO: Thank you. So, um, I 5 have no more questions. I know invite my colleagues 6 7 to ask questions. If you have questions for the 8 panel, please hit on the raise hand button on the 9 participant panel. Counsel, are there any Council Members with questions? 10 11 LEGAL COUNSEL: Council Member Miller has 12 questions. CHAIRPERSON KOO: Council Member Miller. 13 14 COUNCIL MEMBER MILLER: Thank you, Chair 15 Koo. How many units are we dealing with here in this 16 West Harlem project? CHRISTINE O'CONNELL: There's a total of 17 18 60 units, 36 are occupied and 24 are vacant 19 COUNCIL MEMBER MILLER: And-and we 20 anticipate that all 36 of the current residents will 21 returning? 2.2 CHRISTINE O'CONNELL: Yes. 23 COUNCIL MEMBER MILLER: Okay. So then that would make its community preference for 24 community participation over-obviously over 50% 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 28 there. Is-are there any other partners involved in 2 3 this aside from West Harlem and HPD and the 4 developer? 5 CHRISTINE O'CONNELL: Yes. So, for every project that we work on we-we have three other 6 7 partners. We have a private lender. On this project we will be working with Community Preservation 8 9 Corporation, which lends to a lot of affordable housing projects with HPD. We will also work with a 10 11 trainer. So, during construction all residents will 12 be trained on homeownership and cooperative 13 management. So that trainer is a partner and the last partner is (inaudible) BRC. They are the owner during 14 15 construction. So, the buildings aren't renovated 16 under city ownership. They're renovated while the 17 building is owned by our partner Restoring Communities. 18 19 COUNCIL MEMBER MILLER: Okay and-and-and 20 the trainers are local CBOs? 21 CHRISTINE O'CONNELL: Yes. So, the 2.2 trainers that we have worked with to date are U-Hab, 23 Urban Homesteading Assistance Board, and we have also worked with Northern Manhattan Improvement 24 25 Corporation or NMIC.

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 29 COUNCIL MEMBER MILLER: is that not a-is 2 3 that not a function that West Harlem also performs? 4 Is there a reason why they're not doing that? DAVID CHARLES: No, that's not a function 5 that our organization does on the homeownership. We 6 7 do counseling, counsel them. We do do like, um, 8 budgeting and we have a Financial Literacy 9 Department. So, we'll work with them on behalf of the financial literacy first time home buyers and staff 10 11 like that, but-but we don't go into depth until all of the areas that HPD wants covered for the-for the 12 13 potential homeowners 14 COUNCIL MEMBER MILLER: Okay. Thank you. 15 Um, nope, I'm good. Thank you, Mr. Chair. Thank you. LEGAL COUNSEL: Are there any other 16 17 Council Member questions? 18 CHAIRPERSON KOO: Chair Koo, I see there 19 are no other Council Members questions. 20 CHAIRPERSON KOO: Okay, thanks. Yeah 21 there being no more questions the panel is excused. 2.2 CHRISTINE O'CONNELL: Thank you. 23 CHAIRPERSON KOO: Are there, Counsel are there any members of the public who wish to testify 24 25

SUBCOMMITTEE ON LANDMARKS, PUBLIC SITINGS AND 1 DISPOSITIONS 30 on the 20-LU 2274, Adam Clayton Powell ANCP 2 3 Application? LEGAL COUNSEL: There are no member of the 4 5 public who wish to testify on this item. CHAIRPERSON KOO: Okay, then-So, if there 6 7 are no members who want to participate, the public participation, we will close-we will close the 8 9 hearing-public hearing on LU 2020-5414 HAM, the 2274 10 Adam Clayton Powell ANCP is now closed. That concludes today's business. Today's items are laid 11 over. I remind you if you have written testimony on 12 13 today's items you may submit it to Land Use 14 Testimony, one word at council.nyc.gov. Please 15 include the LU number and the project name in the 16 subject heading. I would like to thank the 17 applicants, members of the public, my colleagues and Subcommittee Counsel and Land Use staff and the 18 19 Sergeant-at-Arms for participating in today's 20 hearings. This meeting is hereby adjourned. [gavel] 21 2.2 23 24 25

CERTIFICATE

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



Date June 9, 2020