CITY COUNCIL
CITY OF NEW YORK

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TRANSCRIPT OF THE MINUTES

Of the

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS

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April 19, 2017 Start: 1:27 p.m. Recess: 2:14 p.m.

HELD AT: 250 Broadway - Committee Rm

16th Fl

B E F O R E: RAFAEL SALAMANCA, JR.

Chairperson

COUNCIL MEMBERS: DARLENE MEALY

YDANIS A. RODRIGUEZ

ANDREW COHEN MARK TREYGER

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

[sound check, pause] [gavel]

3 CHAIRPERSON SALAMANCA: Alright, good 4 afternoon, everyone. My name is Rafael Salamanca, 5 and I am the Chair of the Subcommittee Planning, 6 Dispositions and Concessions. We want to welcome everyone to today's hearing. We are joined today by 8 Council Member Andy Cohen, and Council Member Mark 9 Treyger. We also have Council Member Inez Barron, 10 and Council Member Eugene. Today, we will have two 11 items on our calendar for vote: LUs 594, 595 and 12 596, the Caton Flats Development, and LUs 597 and 598 13 at 210-214 Hegeman Avenue, LU 604, the Con-the 14 Concourse Village West Tax Exemption Application is 15 being laid over. In the Caton Flats Application, 16 DCAS and EDC seeks dispositions approval, a zoning 17 map change and a text amendment creating a mandatory 18 inclusionary housing area to facilitate the 19 redevelopment of the Flatbush Caton Market at 794 20 Flatbush Avenue. This project is in Council Member 21 Eugene's district. The site will be redeveloped with 2.2 a new 14-story building that will include a 9,000 23 square foot market for local vendors, incubator space 24 for businesses, community facility space and 251 25 apartments. As a result of Council Member Eugene's

negotiation, the project will now include a tier of 2 3 27 units affordable at 37% AMI. Previously the 4 lowest proposed affordability level was 47% AMI and 5 offset temporary market at Clarendon Road will house the vendors during the construction period with 6 7 moving expenses and one year of free rent provided by 8 the developer. EDC and the new market manager, Urbane Development have pleaded to continue to work with Council Member Eugene and the market vendors to 10 11 reach consensus and quidelines for the new market, 12 and protections for existing legacy vendors. In the 13 Hegeman Avenue application, HPD is seeking Urban Development Action Area Project, UDAAP, designation 14 15 and approve, disposition approval and a special 16 permit pursuant to ZR Section 7-903 to permit 17 community facilities FAR to apply to a not-for-profit 18 institution with sleep accommodations. These actions 19 will facilitate the development of eight-story 20 affordable and supportive housing building with on-21 site social services and security. The development 2.2 will have 42 units available for formerly homeless 2.3 individuals and 28 units available to individuals with income ranging from 27% to 60% of the area 24 25 median income. The building will include 24/7

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security and on-site social services. The project is in Council Member Barron's district. So with that, we're going to hear two statements, and the first statement will be form Council Member Eugene.

COUNCIL MEMBER EUGENE: Thank you very much, Mr. Chair. Thank you so very much for your leadership and your assistance also, and decision for deeper affordability. Thank you so very much. afternoon, everyone. My name is Mathieu Eugene and I'm-and I'm the Council Member representing District 40, which includes the Caton Flatbush Market. very important to see that this project come to a vote before the subcommittee this afternoon because we have been working to find a way to expand and renovate the market for many years. The new expanded home for the market will include a commercial kitchen, and business incubator for the vendors as well as the permanent home for CACCI, Caribbean-American Chamber of Commerce on the second floor. addition to the market, the community will benefit from 251 new units of affordable housing, and I would like to take a moment to tell you briefly how far this project have-has come. Years ago when the development was proposed, I left out condition I had

2 for the project. I wanted to see deeper 3 affordability and that the housing proportion of the 4 project saw that the people who live in my district could afford to live in the apartment they were 5 building. I wanted to see some protection for the 6 7 vendors who have been in the market for many years, 8 and who had created the market to ensure that they were not priced out by rising rent or forced out by the stress of moving during the construction. 10 11 wanted to ensure that the project would created some 12 economic benefit for people living in my district and 13 also in the community. Over the past years, I have fought hard for this project to be fair to the people 14 15 of my district and the community and it is because of 16 the developers who were able to make these 17 adjustments that we are voting on this project today. 18 When the project was originally proposed, 80% of the 19 units were going to be allotted to those making over 20 \$80,000 a year. We went together with the developers 21 and EDC, HPD, and the Land Use Committee-Department, we were able to drastically increase the 2.2 2.3 affordability of units in the building, and provide a much wider range of affordability. If more units 24 available for those making between \$25,000 and 25

\$35,000 per year. When the project was proposed, the 2 3 few vendors were not going to be protected. Working 4 with the developers and EDC. We succeed—we secured the current vendor's affordable rent in the new space as well as free rent for one year in the temporary 6 7 space where they can serve their goods while they're-8 they're in the-while the new market is under construction. Additionally, Urbane Development will cover the moving expenses making sure that the long-10 11 term vendors who build the market are able to thrive 12 in the new market. It's very important to all of us. 13 I also want to make sure that the vendors, the developer does everything possible to make economic 14 15 opportunities available to the resident of my 16 district and also the community. They are going to 17 do outreach to local qualified workers in surprise to 18 inform them about opportunities related to the new 19 Caton Flat Market so that they can hire workers and 20 buy supplies within the community. Despite the 21 progress we have made on this project, there is work 2.2 still to be done, and I want to make-to make it very 2.3 clear that today's vote is not the end of this process. It is just the beginning. Our vote today 24 25 is the beginning of us working together, the

2 developer, EDC, HPD, myself and all the partners to 3 make sure that the current vendors are protected, 4 that the rules of the new market are fair, and that project provides real economic benefit to my 5 The Caton Market is a cornerstone of the 6 district. 7 community, and I am going to work with the developers 8 to, EDC and the partners and the vendors to ensure that the new building benefit the community for many I would like to thank the Chair of 10 years to come. 11 the Subcommittee on Planning and Disposition and Concession, Council Member Rafael Salamanca and also 12 I would like to thank all the members of the 13 14 subcommittee, especially Council Member David Greenfield for his advice and his collaboration while 15 16 I was fighting for affordable-more affordability. 17 would like also to thank all the-the people. 18 Everyone, all of you who have been part of this 19 effort, especially Raju Mann, Brian Paul and Dylan 20 Casey from the City Council, the news (sic) and I 21 want to thank also my Legislative Director Ethan 2.2 Tompkins (sp?) and Adam and to all of you who have 2.3 been part of this process. There has been a long process. We fought, we shook hands, and I think we 24 25 get to a good result, and that is going to make

difference in the life of so many people in my

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3 district, and I congratulate each one and all of you.

Thank you very much. Thank you, Mr. Chair.

5 CHAIRPERSON SALAMANCA: Thank you, Council

6 Member. I just want to recognize that we've been

7 | joined by Chair David Greenfield, and our Council

Member Darlene Mealy. With that, I'm going to hand

9 | it off to Council Member Barron.

COUNCIL MEMBER BARRON: Thank you, Mr.

11 Chair. I want to first thank all of those who were

12 working on coming to some resolution on this project,

13 | which will be located in my district at 210 Hegeman

14 Avenue. It is a project that has been on the drawing

15 | board for a while, and I do want to say that I had

16 several concerns that were addressed by the developer

17 | to correct what I saw as some inadequacies. So the

18 | project was 100% affordable. That's always good.

19 | That's always good news, but I wanted to see income

20 | bans so that we could quarantee that there was not a

21 \parallel conglomeration of people at the upper ends that would

22 | be qualified. So the developer did establish income

23 $\|$ bans, and we have bans at 27%, 37%, 47% and 50 per

seven--57%. So that's quite impressive, and that's

25 \parallel quite commendable. The building is eight stories,

CONCESSIONS 1 which many of you know is higher than what I think is 2 3 appropriated based on where the location is. 4 surrounding buildings there are four and six stories, there are private homes that will be adjoining this 5 building, but the project calls for homes for 6 7 homeless-formerly homeless persons. So half of those 8 units will be-42 of the units will be for people--40 of the units will be for people with-which DHS has designated has special needs. So there will be on-10 11 site services that will be provided for them. 12 will be a case manager, there will be a financial 13 literacy person, there will be job training and 14 education skill building and there will be access to 15 health and employment. So all of that is great. 16 addition to establishing income bans and the on-site 17 services, the developer did respond to concerns that 18 I had in the façade of the building. All of the 19 buildings in that community are brick, and they had a 20 brick and something else, and it was the something 21 else that I did not really think was in keeping with 2.2 the establishment of the-of the buildings and they 2.3 have addressed that issue as well. So my reluctance

came inasmuch as this was a unit that had all

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studios, and I know we have a burgeoning homeless

SUBCOMMITTEE ON PLANNING, DISPOSITIONS AND CONCESSIONS 1 shelter population, and that we need to move people 2 3 out of temporary shelters into permanent housing, but 4 I don't think that moving an individual into a unit 5 that is approximately 300 square feet as a studio really give recognition to the dignity that people 6 7 are deserving of. I was told that there wasn't any way at this point to make that adjustment, to 8 improve-increase, rather the size of the student 9 apartment and I did go and visit other units that 10 11 this developer has created, and I was quite pleased 12 to see the amenities and the quality of the 13 established-of the furnishings that were provided, and they do provide a bed, and they do provide closet 14 15 space, and they do provide the table and the desk as So it's very well thought out. 16 17 reluctance was again-was that this was a project that 18 did not include an opportunity for children who were in family-in families living in the shelter to have 19 20 an opportunity to move out of shelter and the size of 21 the units. So, it is with those reluctance, but with the letter that I have received from the Commissioner 2.2

that they are aware of these concerns, and moving

are coming forward. And so whatever the word is

forward they will be addressed in other projects that

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1 2 that's the opposite of setting a precedent, this-this 3 project is the last of whatever is coming into my district at this size, and that's the end of it. 4 That's the death of it. There will be no more that I 5 will consider that are coming in at 300 square feet, 6 7 and we're looking to also make sure that there's a 8 mix of family units along with studio units that are coming in. So I do want to thank everyone who worked on this project. Again, all of the considerations 10 11 that were made to the concerns that I had, and 12 realizing that the community board approved it, the 13 borough president approved it. And there will at 14 least be 70 less people-well, 48 less people coming-15 living in shelter because they'll be coming to live 16 here, and the assurance the at least 50% of the 17 affordable units that will remain will be made 18 available to folks living in Community District 16, 19 Community Board 16, and that people will have a 20 decent place to live even though it is very small. 21 So, I do recommend a vote of yes. Thank you. 2.2 CHAIRPERSON SALAMANCA: Thank you, 2.3 Council Member. Now I will move to a vote to approve

LUs 594, 595, 596, 597 and our 598. So counsel,

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please call the roll.

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LEGAL COUNSEL: A vote to approve LUs 594. 595, 59-594, 595, 596, 597 and 598 and to file 604. Chair Salamanca.

CHAIRPERSON SALAMANCA: Aye.

LEGAL COUNSEL: Council Member Mealy.

COUNCIL MEMBER MEALY: Can I explain my I just want to take the time out to say congratulations of Mathieu Eugene and Kathy Mahaver (sp?) of Safe Haven, their space now, and the flea market is protected. I hope it stays protected for future endeavors that they do. We have a lot of them that start and then they weed them out. I hope we have a-a plan to make sure that they stay, and progress, and I want to thank my colleague Inez Dickens-Barron in regards to her project, but I think things are really going to a point that a lot of developers are coming and just doing one studio I feel 300 square feet is not good for apartment. anyone. So I hope-and I concur with her that this should be the last one coming into Brownsville, and I vote aye on all.

LEGAL COUNSEL: I just want to correct.

I think I said to—to file 604, and I meant to say lay over 604. Council Member Treyger.

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2	COU	NCIL M	MEMBER '	TREYGER:	With

congratulations to my colleague Council Member Eugene and a point very well taken by Council Barron because it's not just about affordability. It's also about quality. Families deserve to live in dignity and respect. So I—I do vote aye on all. Thank you.

LEGAL COUNSEL: The vote is approved by a vote of 3 in the affirmative, 0 negatives and 0 abstentions and referred to the Land Use Committee. We should leave the vote open.

CHAIRPERSON SALAMANCA: Yes, we're going to leave the vote open for about 15 minutes, but before we step out, Council Member Barron just wants to say a few words.

COUNCIL MEMBER BARRON: Yes, I want to thank my colleagues, and I do want to add the other attractive feature was that there was 50-year regulatory for the project. So that is another positive. Thank you.

CHAIRPERSON SALAMANCA: Awesome. So I would like to thank the members of the public, my colleagues, Counsel and Land Use staff for attending today's hearing, and we will leave the roll open for

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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 April 30, 2017