NASSAU COUNTY LEGISLATURE

NORMA GONSALVES, PRESIDING OFFICER

FULL LEGISLATURE RECONVENED FROM AUGUST 1, 2016

NORMA GONSALVES, CHAIRWOMAN

1550 Franklin Avenue Mineola, New York

August 15, 2016 3:51 p.m.

REGAL REPORTING SERVICES 516-747-7353

APPEARANCES:

NORMA GONSALVES Chair

KEVAN ABRAHAMS Minority Leader

SIELA A. BYNOE

CARRIÉ SOLAGES

DENISE FORD

LAURA CURRAN

FRANCIS X. BECKER

HOWARD J. KOPEL

VINCENT T. MUSCARELLA

RICHARD J. NICOLELLO

ELLEN BIRNBAUM

DELIA DeRIGGI-WHITTON

JAMES KENNEDY

LAURA SCHAEFER

DENNIS DUNNE, SR. (Not Present)

JUDY JACOBS

ROSE MARIE WALKER

DONALD MACKENZIE

STEVEN RHOADS

MICHAEL C. PULITZER
Clerk of the Legislature

REGAL REPORTING SERVICES 516-747-7353

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1	Full Legislature - 8-15-16 6
2	CHAIRWOMAN GONSALVES: Even though we're
3	reconvening from August 1, it would be nice to
4	call the roll.
5	CLERK PULITZER: Thank you.
6	Deputy Presiding Officer Richard
7	Nicolello?
8	LEGISLATOR NICOLELLO: Here.
9	CLERK PULITZER: Alternate Deputy
10	Presiding Officer Howard Kopel?
11	LEGISLATOR KOPEL: Here.
12	CLERK PULITZER: Legislator Siela Bynoe?
13	LEGISLATOR BYNOE: Here.
14	CLERK PULITZER: Legislator Carrie
15	Solages?
16	LEGISLATOR SOLAGES: Here.
17	CLERK PULITZER: Legislator Denise Ford?
18	LEGISLATOR FORD: Here.
19	CLERK PULITZER: Legislator Laura
20	Curran?
21	LEGISLATOR CURRAN: Present.
22	CLERK PULITZER: Legislator C. William
23	Gaylor, III.
24	LEGISLATOR GAYLOR: Present.
25	CLERK PULITZER: Legislator Vincent

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1	Full Legislature - 8-15-16
2	Muscarella?
3	LEGISLATOR MUSCARELLA: Here.
4	CLERK PULITZER: Legislator Ellen
5	Birnbaum?
6	LEGISLATOR BIRNBAUM: Here.
7	CLERK PULITZER: Legislator Delia
8	DeRiggi-Whitton?
9	LEGISLATOR DeRIGGI-WHITTON: Here.
10	CLERK PULITZER: Legislator James
11	Kennedy?
12	LEGISLATOR KENNEDY: Here.
13	CLERK PULITZER: Legislator Laura
14	Schafer?
15	LEGISLATOR SCHAEFER: Here.
16	CLERK PULITZER: Legislator Dennis
17	Dunne, Sr.? Absent.
18	Legislator Judith Jacobs?
19	LEGISLATOR JACOBS: Here.
20	CLERK PULITZER: Legislator Rose Marie
21	Walker?
22	LEGISLATOR WALKER: Here.
23	CLERK PULITZER: Legislator Donald
24	MacKenzie?
25	LEGISLATOR MACKENZIE: Here.

1	Full Legislature - 8-15-16
2	CLERK PULITZER: Legislator Steven
3	Rhoads?
4	LEGISLATOR RHOADS: Present.
5	CLERK PULITZER: Minority Leader Kevan
6	Abrahams?
7	LEGISLATOR ABRAHAMS: Here.
8	CLERK PULITZER: Presiding Officer Norma
9	Gonsalves?
10	CHAIRWOMAN GONSALVES: Present.
11	CLERK PULITZER: We have a quorum.
12	CHAIRWOMAN GONSALVES: Thank you very
13	much.
14	First of all, we will begin with a
15	procedural resolution. This is something that
16	has been done during the history of this body.
17	It has to do with a proposal for the cemetery in
18	Old Westbury. In order for us to have a hearing
19	down the road, in October, we need to put the
20	item on the record.
21	Would you call the procedural resolution,
22	please?
23	CLERK PULITZER: Yes, ma'am.
24	Procedural Resolution 21-2016 is a
25	resolution directing the Clerk of the Legislature

1	Full Legislature - 8-15-16
2	to publish a notice of hearing on the application
3	by the Roman Catholic Diocese of Rockville
4	Centre, New York, Queen of Peace Cemetery to be
5	held on October 19, 2016.
6	CHAIRWOMAN GONSALVES: Motion, please?
7	LEGISLATOR SCHAEFER: So moved.
8	LEGISLATOR WALKER: Second.
9	CHAIRWOMAN GONSALVES: Moved by
10	Legislator Schaefer, seconded by Legislator
11	Walker.
12	Any questions regarding that procedural
13	resolution? It's really a formality, as I just
14	said, in order for us to hold a public hearing
15	down the road.
16	If there are no other questions or
17	concerns regarding the procedural resolution,
18	then I will ask for a vote.
19	All those in favor of the procedural
20	resolution regarding the cemetery in Old Westbury
21	signify by saying aye.
22	(Aye.)
23	Any opposed?
24	(No verbal response.)
25	The procedural resolution passes.

1	Full Legislature - 8-15-16
2	Item 306-2016 is a resolution declaring a
3	capital budget emergency pursuant to §310(D) of
4	the County Government Law of Nassau County.
5	LEGISLATOR MACKENZIE: So moved.
6	LEGISLATOR KOPEL: Second.
7	CHAIRMAN NICOLELLO: Moved by Legislator
8	MacKenzie, seconded by Legislator Kopel.
9	Again, this resolution and the wording of
10	this resolution is the issue that the county
11	attorney must address. Rather than hold the
12	proceedings up any longer, we'll just move this
13	along and have that addressed at the time of the
14	Full Legislature. The Full Legislature meets
15	this afternoon.
16	Any comment?
17	(No verbal response.)
18	Any discussion?
19	(No verbal response.)
20	Any public comment?
21	(No verbal response.)
22	All in favor signify by saying aye.
23	(Aye.)
24	Those opposed?
25	(No verbal response.)

1	Full Legislature - 8-15-16
2	It carries unanimously.
3	(Whereupon, the following is the
4	continuation of the minutes of the August 15,
5	2016, Full Legislature meeting.)
6	CHAIRWOMAN GONSALVES: Any other
7	questions or comments other than what were raised
8	in the committee?
9	(No verbal response.)
10	Any public comment?
11	(No verbal response.)
12	There being none; all those in favor of
13	Resolution 37 signify by saying aye.
14	MR. BECKER: Madam Chair, we have Lisa
15	Locurto here to answer your questions regarding
16	the - I think the question was about votes
17	necessary to move this forward.
18	CHAIRWOMAN GONSALVES: Is Lisa here?
19	We're waiting for testimony.
20	MR. BECKER: I apologize, Madam Chair.
21	One moment.
22	Madam Chair, could you move onto
23	something else temporarily? Lisa is
24	CHAIRWOMAN GONSALVES: I'm going to call
25	for a motion to table.

here to speak, I think, Mr. Becker, please arrange for those who are from the development and from the City who are going to be here to speak.

MR. BECKER: Thank you, Madam Chair.

The key question I think before the Legislature the last go around was the percentage that the county would be sacrificing to allow this project to move forward. There were questions as to the percentage. The last time, you may recall, the assessor's office was not asked to be here and was unavailable to give any testimony because they hadn't done any analysis.

CHAIRWOMAN GONSALVES: Right.

MR. BECKER: Since then, the assessor's office has done an analysis of the project and is capable now of answering your questions, any questions by this body. I have Steve here, Cortez, from the assessor's office.

I believe you all received a letter, a primary letter, I think there was some backup to it. He is here to testify and to answer questions regarding the letter that you received earlier on and any other questions you may have

1	Full Legislature - 8-15-16
2	in regards to the question that was posed and was
3	a concern.
4	CHAIRWOMAN GONSALVES: Hold on. His
5	being here at the present time is in keeping with
6	a number of the legislators who had expressed
7	more information regarding the issue.
8	Legislator Bynoe, Legislator Curran,
9	Legislator Solages and everybody else who was
10	interested in hearing the information that was
11	not forthcoming on the first, primarily because
12	of the lateness of the hour and, of course, the
13	intention of the entire piece of legislation that
14	is before us, I thank you for making sure that
15	somebody is here today to address that major
16	concern that we have. Mr. Cortez, you're on.
17	MR. CORTEZ: Good afternoon, Madam -
18	CHAIRWOMAN GONSALVES: Tell us about
19	what you found.
20	MR. CORTEZ: I'm sorry?
21	CHAIRWOMAN GONSALVES: Tell us about
22	what you found. Go ahead. Tell us what you have
23	to say.
24	MR. CORTEZ: Basically, what I would
25	like to start out with is to kind of correct what

former-Legislator Becker said or just modify that a little bit so there is no misunderstandings.

The Department of Assessment did not conduct a thorough analysis of this project, I just want that understood. We did something very, very cursory, something last minute because we were given a couple of days to review this project, a project that is very intense and very sizeable for this county.

What you have in that letter was the intent for us to tell you that basically the best we could do with this in the time allotted was to read the report, look at it, and analyze the methodology and some of the data that was in that report, which is basically what we've done.

We do agree, for the record, with the methodology that was used. We do understand that the City of Glen Cove is a homestead city, where Nassau County is a special district; so there are differences there in the methodology. We realize that they took that into consideration when they did their analysis.

We did do a cursory review of some of the data in the report concerning the residential and

rental rents and expense information that was used. We found it to be within market parameters that we generally use and that we accumulate from our ASIE findings. The best we were able to do was that and to at least ensure that what SES did

CHAIRWOMAN GONSALVES: Any questions of Mr. Cortez? Yes. Legislator DeRiggi-Whitton, are you going to ask a question - yes, no? Not ready. Legislator Curran.

was consistent with what we do in Nassau County.

LEGISLATOR DeRIGGI-WHITTON: All set.

CHAIRWOMAN GONSALVES: You have to understand something. We are here today to determine the impact on this county. The impact on the City of Glen Cove is the concern of the mayor of Glen Cove and those who are involved in this project. So we are really concerned about, Mr. Cortez, what this impact would be on Nassau County as a whole. Correct?

LEGISLATOR DeRIGGI-WHITTON: Correct.

I sent a correspondence to Mr. Davis on August 12. Do you happen to know anything about the correspondence we sent and why we didn't get a response?

came to 7.7 through accounting measures. That

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was the best we could do, figuring it leads us in some direction.

LEGISLATOR DeRIGGI-WHITTON: There's a big discrepancy, depending on what percentage we depend on you to give us.

MR. CORTEZ: I understand that.

LEGISLATOR DERIGGI-WHITTON: The difference just from - Legislator Laura Curran asked last time, the difference from the 15 percent, which our independent financial office thought might be appropriate, down to the seven percent, which is where we are starting from, was 15 million in itself, which is a lot of money to a county that has no money.

I don't know how anyone can vote on this, to be honest. I've said it before - and obviously I am from Glen Cove, but I also represent the Nassau County taxpayers. We're talking about a 30 year commitment and we don't know how much it's going to cost. As much as everyone might be in favor of seeing a project go forward, I think we need to do our due diligence as representatives of Nassau County and at least table this at this point.

MR. BECKER: Madam Chair, I'm not sure that this letter that was written by our assessor, Jim Davis, that was sent to you and I believe to everyone by e-mail. First of all, I'd like to enter this into the record, this letter. I'm not sure that it ever was. Without reading the entire letter, I'd just like to read the last paragraph to everyone.

CHAIRWOMAN GONSALVES: Go right ahead.

MR. BECKER: This is from our assessor.

It says, Having reviewed this data, as noted previously, we have concluded that the county's percentage of tax receipts to be 7.7 percent, which is just slightly higher than the 6.7 percent found by Mr. Camalere (phonetic). We attribute to this slight variance in our findings to the lack of time DOA had to conduct its analysis, along with Mr. Camalere's extensive research and reporting of income and expense data.

I'd just like to note that the SVS report is like this big. I think the legislature has seen copies of that. It's pretty extensive.

It continues, we are of the belief that

I'm asking

LEGISLATOR DERIGGI-WHITTON:

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1	Full Legislature - 8-15-16
2	you if it's signed, Fran, and you said no.
3	That's the only question I have.
4	MR. BECKER: And I answered your
5	question.
6	LEGISLATOR DERIGGI-WHITTON: I
7	appreciate it. Thank you.
8	MR. BECKER: I would be sure -
9	LEGISLATOR DERIGGI-WHITTON: I don't
10	need you to tell me what I'm thinking or what the
11	point of it is.
12	MR. BECKER: I'm not suggesting what
13	you're thinking.
14	LEGISLATOR DeRIGGI-WHITTON: I just
15	asked if it was signed or not.
16	MR. BECKER: You're suggesting that he's
17	not standing behind this -
18	LEGISLATOR DeRIGGI-WHITTON: Thank you
19	very much.
20	MR. BECKER: letter -
21	LEGISLATOR DeRIGGI-WHITTON: I'm not
22	suggesting anything.
23	MR. BECKER: because there's not a
24	signature on it.
25	LEGISLATOR DeRIGGI-WHITTON: I'm asking

1	Full Legislature - 8-15-16
2	if it's signed, Fran. We'll agree to disagree.
3	MR. BECKER: Clearly written by him and
4	his office.
5	CHAIRWOMAN GONSALVES: Mr. Becker, let's
6	move on.
7	LEGISLATOR DeRIGGI-WHITTON: Can I just
8	ask one other quick question?
9	CHAIRWOMAN GONSALVES: Excuse me. Mr.
10	Cortez, do you have any more to add to your
11	statement?
12	MR. CORTEZ: Sorry?
13	CHAIRWOMAN GONSALVES: I said do you
14	have any additional information?
15	MR. CORTEZ: No. Unless there are other
16	questions I can answer.
17	CHAIRWOMAN GONSALVES: Legislator
18	Nicolello has a question.
19	LEGISLATOR NICOLELLO: Just wanted to
20	confirm certain things. Your statement was your
21	statement, that the party was rather short.
22	Again, looking at the letter that former-
23	Legislator Becker read into the record, among the
24	other things that were stated here is we, the
25	Department of Assessment reviewed it with in-

house counsel, the appropriate laws which govern the methodology that is to be used to arrive at estimating the value of real property and conducted a review of various Class 2 parcels within the City to compare in this analysis. Is that accurate?

MR. CORTEZ: Yes, it is.

LEGISLATOR NICOLELLO: It goes on to say that DOA staff, Department of Assessment staff reviewed and compared the residential and commercial income and expense data used to that - found in our database for similar type property and locations. Was that done?

MR. CORTEZ: Yes.

LEGISLATOR NICOLELLO: And the DOA came to the conclusion that the data provided by Mr.

Camalere of SVS was well within market parameters for properties of this type and this location.

MR. CORTEZ: That's correct.

LEGISLATOR NICOLELLO: And that both parties, DOA, have - and SVS have utilized appropriate methodologies in accordance with prior practice and the International Association of Assessing Officers standards and appraisal

here, in that I feel as though in statement Mr.

Cortez has stated that there wasn't enough time

allowed to really thoroughly assess and evaluate

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LEGISLATOR SOLAGES: Okay.

MR. CORTEZ: Well crude to the extent that it's not as in-depth as the SVS report and it's a comparison to data that we use on a regular basis.

LEGISLATOR SOLAGES: But the SVS uses a different number, is that correct?

MR. CORTEZ: Yes.

LEGISLATOR SOLAGES: To my understanding they use the number that is 11 percent.

MR. CORTEZ: What we did was to judge whether or not what they were doing fell within market parameters, that's generally what assessing does anyway.

LEGISLATOR SOLAGES: And it doesn't.

MR. CORTEZ: You fall into that range, that's basically what this was. In other words, is there an outlier? Is he, at \$2,000 a month, say, for an apartment rent and we're at 4,000? Obviously, that would raise red flags and we would have to get further involved in that.

LEGISLATOR SOLAGES: I'm all about solutions. How much time would you need in order to produce a report that's not crude, as you

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LEGISLATOR SOLAGES: There's a \$30 million difference, to my understanding.

Solages, where did you come up with 30 million?

LEGISLATOR SOLAGES: Just based on the report here that I was reviewing. My colleague from Glen Cove can answer that question.

CHAIRWOMAN GONSALVES: Legislator

CHAIRWOMAN GONSALVES: Legislator DeRiggi-Whitton.

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LEGISLATOR DERIGGI-WHITTON: I know we're going to have other people from the public 3 that will come in and address this even better.

From what I'm understanding, I have the report of SVS. The 11 percent seems to be the number. It's the question of either 15 percent or 7 percent at the last meeting, now they're kind of saying it's a mixed use and 11 percent. The difference between the 11 percent and the 7 percent that they want us to think is where we're starting from is \$15 million. I know what this County - for us to give an additional \$15 million to this developer, it's a tough hit for the county, it's county taxpayers that are not in this area. I think we really have to think very serious about the commitment that we're going into for the next 30 years.

CHAIRWOMAN GONSALVES: Legislator Schaefer.

LEGISLATOR SCHAEFER: I just have a question for you, Mr. Cortez.

If you agree that the methodology is appropriate, then how can you disagree as to what they came up with? Especially if it's not

Thank you.

CHAIRWOMAN GONSALVES: Legislator

3 | Nicolello.

LEGISLATOR NICOLELLO: Something is not computing about your representation here. You're using terms like crude and limited. I understand limited, that's one thing. Using terms like crude has a certain connotation. Yet, you just said in response to Legislator Schaefer, that there's a minor variance. In fact, Mr. Davis' letter -

MR. CORTEZ: There's a minor variance in the final number.

to a minor variance - his term is slight
variance. When you're talking about crude you're
giving people concern. Ultimately, the
conclusion, according to this letter, is that
there was a slight variance between what the
county comes up with and what the developer comes
up with - the City.

MR. CORTEZ: Please understand when I say crude I'm talking about a cursory look versus a 300-page report that somebody spends months on versus what we did in a couple days, in that

Full Legislature - 8-15-16 sense it has to be crude.

The methodology is what the methodology is. So the income approach and the sales comparison approach are very well established methodologies. Their use and how they function are not crude. But the fact that we couldn't put the time and effort into this, as SVS did, makes it crude, if you will. That's our term for it, however you want to use that term.

CHAIRWOMAN GONSALVES: I just have a question of you, Mr. Cortez. If the methodology is the same as it would take weeks or months to do, why would it be crude?

MR. CORTEZ: It's just crude because we don't have access to some of the same data. In other words, I can't go out and verify every piece of data that he has in his report because I don't have access to it like he does. I don't know where he obtained it from. What we did was we looked in our database and we said do these numbers fit into normal market parameters. The answer is yes. That's as much as we can do with the information that we have. Again, it's not as refined as what Mr. Camalere did because, again,

1	Full Legislature - 8-15-16
2	he spent several months doing that and had access
3	to a lot of other data.
4	CHAIRWOMAN GONSALVES: Legislator Kopel.
5	LEGISLATOR KOPEL: Just to sharpen this
6	a little bit further, Steve.
7	What would you expect, reasonable expect,
8	were you to spend the six months and whatever -
9	MR. CORTEZ: I'm sorry?
10	LEGISLATOR KOPEL: What would you expect
11	- would you expect to find a significantly
12	different last number by virtue of spending
13	several months working on this? As you said, a
14	total analysis -
15	MR. CORTEZ: I don't expect a big
16	difference because, again, the methodology is the
17	same.
18	LEGISLATOR KOPEL: The methodology - so,
19	simply, all you're saying is that you're not
20	reinventing every single piece of the wheel.
21	You're not actually going and verifying every
22	data point. Would that be a correct statement?
23	MR. CORTEZ: We did not verify the exact
24	data because, again, we can't do that.
25	LEGISLATOR KOPEL: I understand. But

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I don't

LEGISLATOR DeRIGGI-WHITTON:

instead of crude, would you?

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1	Full Legislature - 8-15-16
2	know if you should suggest that to someone who is
3	testifying.
4	LEGISLATOR KOPEL: I can suggest
5	anything that I seems reasonable to me.
6	MR. CORTEZ: Again -
7	CHAIRWOMAN GONSALVES: Legislator
8	DeRiggi-Whitton. All right. He can suggest,
9	just like you.
10	MR. CORTEZ: Again, I used that word
11	crude just to emphasize the fact that we don't
12	have a 300-page report. We've got a two-page
13	letter.
14	LEGISLATOR KOPEL: No more questions.
15	CHAIRWOMAN GONSALVES: Legislator
16	Walker.
17	LEGISLATOR WALKER: Just for the record.
18	We would not have done all that work because it
19	is not our project.
20	MR. CORTEZ: That's correct.
21	LEGISLATOR WALKER: Okay. Thank you.
22	CHAIRWOMAN GONSALVES: Legislator
23	DeRiggi-Whitton, one more thing.
24	LEGISLATOR DERIGGI-WHITTON: In my
25	letter I basically asked just that, I wanted to

we're trying to determine. The bottom line is we
don't even know if - what portion you used, as
far as your analysis.

SVS did do a decent job, but this is also hired by the developer. So we need to just do our own due diligence, we can't just take it at its word.

CHAIRWOMAN GONSALVES: Legislator Jacobs.

LEGISLATOR JACOBS: Yes. I have just one question to ask you. I understand everything you've said; whether I agree with you, I am not an expert. I can only say that to me a \$15 million difference of monies coming into the county does not necessarily render both reports within matching issues.

Look. I'm not an expert on this. I do live near Glen Cove. I understand the concerns there. Talking just on this issue of assessing and - I understand that there are people who are the tops and they had the time - not that you're not tops but they had the time to do what obviously you didn't. But when you say - I think it was Legislator Kopel who said this. They

1	Full Legislature - 8-15-16 40
2	would come up, more or less, in the same
3	ballpark.
4	MR. CORTEZ: Assuming that the data is
5	correct and the methodology is correct, the
6	answer is yes.
7	LEGISLATOR JACOBS: So my dangling
8	question here is then how could there be a \$15
9	million difference in what comes to the county?
10	That's my very layman type, simple concern here.
11	Forgetting everything else about the project,
12	that's what I'm really throwing out to you. I
13	think that that bottom line is what really people
14	up here are asking about.
15	MR. CORTEZ: I understand your question.
16	It's, again, for the type of report we did I
17	can't answer that, unfortunately, because it's
18	not as refined as the SVS report is.
19	LEGISLATOR JACOBS: But you'd have to
20	agree with me -
21	MR. CORTEZ: Oh, absolutely.
22	LEGISLATOR JACOBS: that \$15 million is
23	not a tiny amount of money.
24	MR. CORTEZ: Right.
25	LEGISLATOR JACOBS: Okay. All right.

to describe that you didn't go through specific

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properties, specific classes and get the underlying data, which limited your revi

underlying data, which limited your review in scope. You just saw that the methodology they used for that underlying data is correct, with the assumption that their data is correct. So maybe you can give us a brief synopsis of what they did and then what you did in a review of their -

MR. CORTEZ: I would let them give you that synopsis. I wouldn't dare to think I could tell you what's in their report.

MR. BECKER: I'd just like to note,

Madam Chair, that the 15 million is discussed,

Mr. Cortez doesn't know where that number came

from himself. Where did that number come from?

SVS?

LEGISLATOR JACOBS: They're basing it on different percentages.

MR. BECKER: I'm Fran Becker. I'm

Legislative Affairs from the County Executive's

office. Mr. Cortez, I was just asking him about

the \$15 million figure and he doesn't know where

that number came from. SVS is here. If we want

to talk about that 15 million, they can testify

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to that, if that's an important question to the legislature. Would you like SVS to testify?

Please.

MR. ALBRO: Good afternoon. Andrew Albro, Appraiser with Standard Valuation Services, and principal of the firms.

With respect to the \$15 million, I can't speak to that either. And I'm not sure where these numbers are coming from. I think the parties involved should speak to that. I can speak to our analysis and entertain some questions, try to respond to what the differences may be between the allocation in the county taxes as part of the whole. But I can't speak to the certain 15 million or any other number. I can speak to how we arrived at the percentage that would go to the county portion of the tax roll.

CHAIRWOMAN GONSALVES: So speak to that.

We were hired - and also to correct the statement made earlier - we were hired by the City of Glen Cove. We're not working for the developer. The initial scope of work that we were asked to do was to estimate the assessments

I will.

MR. ALBRO:

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2 that the project would have for the various
3 specific components of this project and to

4 determine a real estate tax forecast for the

5 project for the bond financing. Having completed

6 | that, we were later asked to, quite simply,

7 | calculate, mathematically calculate and allocate

8 | the real estate taxes to the various components.

9 There is, within the City, you have the city

10 school district, library, and the city taxes that

11 | is readily arrived at by multiplying the

12 concluded values, using the methodologies that

13 | are suitable for the city's tax jurisdiction by

14 | the city tax rate, the mathematical computation,

15 | and the same goes for the county.

I believe the difference or the perceived difference is in the percentage allocation is the consequence of how the different municipalities are required to do their assessments.

You've heard the term homestead, nonhomestead. That is an option that a municipality
like Glen Cove can adopt and they have adopted
it. Homestead applies to the manner in which one
would assess single family residences, which
includes condominiums. The vast majority of this

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type.

complex is residential or proposed to be residential. For the homestead option, which must be done when computing the market value in assessment and, consequently, real estate taxes for the city, the methodology is called the sales comparison approach. It's simply a comparison of like-kind sales, arriving at a market value, what I would refer to as a true market value for that

In contrast, the county has four tax classifications. For condominiums above three stories in height, which is what is proposed here, they're classified as what is referred to as a Class 2. The Class 2 includes rental apartment buildings, and cooperatives, and condominiums above three stories in height. The valuation methodology that is mandated for that is referred to as the come capitalization approach that universally results in a more conservative, lower valuation because it takes the perspective of the investor, which is not the typical buyer for a condominium. So what we've arrived at is the fact that the City's component for that large section of the project, the

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CHAIRWOMAN GONSALVES: Legislator Kopel.

25 LEGISLATOR KOPEL:

percentages assigned.

I was to first get to

at the root of the seeming disparity of the

arrive at the same conclusions within a small

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higher valuations.

those procedures you're unable to justify those

1	Full Legislature - 8-15-16 49
2	MR. ALBRO: That's correct.
3	LEGISLATOR KOPEL: That's what you're
4	saying. Okay. No questions. Thank you.
5	LEGISLATOR DERIGGI-WHITTON: Hi.
6	CHAIRWOMAN GONSALVES: Legislator
7	DeRiggi-Whitton.
8	LEGISLATOR DERIGGI-WHITTON: Oh. I
9	apologize.
10	When you mentioned before that the condos
11	were to the much higher extent than anything
12	else. How many condos are there?
13	MR. ALBRO: I know it's over 500. I
14	have the precise allocation in my report.
15	LEGISLATOR DERIGGI-WHITTON: And how
16	many rentals are there?
17	MR. ALBRO: There are 569 condominiums
18	and 541 rentals.
19	LEGISLATOR DERIGGI-WHITTON: The backup
20	for this item says 513 condominiums and 486
21	rentals. So to say that it's highly, much more
22	homestead because the fact that they're condos,
23	it's almost 50/50, correct? It's like 55/45.
24	MR. ALBRO: I'm sorry.
25	LEGISLATOR DERIGGI-WHITTON: Before you

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the assessments the taxes. That was completed.

Then I was asked to simply allocate them among

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CHAIRWOMAN GONSALVES: With all due respect, whether you agree or not.

MAYOR SPINELLO: Let me try to speak in vary lay terms on this because obviously I'm not an assessor.

This 15 million or whatever number, what's going on here is quite simply the difference in the assessment is that the condos are assessed for the city. The city assessed those condos at 500 million. The county, because of the income that they assessed them at about 150 million. So your difference is 350 million. That's why the percentage is much lower, because the city can only assess the way they can, as homestead, and the county assesses in Class 2 and Class 4. There is no difference here, okay. only difference is that one percent, that margin of error. The average distribution that the county gets of taxes in Glen Cove is about 7.5 percent. Actually, it turns out that it's less than that.

When you talk about 15 percent, what you're really referring to, that's if the county assessed the whole project. But the county isn't

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collecting the city tax or the school tax or

billing them at that rate. The city bills at

their rate. The school bills at their rate.

county's portion, okay, in relation to all the

taxes is about 7.5 percent, it's actually a

little bit less. What we're asking for here is about 6.4 percent. So you would have 21 million. You'd be getting 21.5. Even if that 7.7 was correct there would be a delta of about \$4 million.

The real difference here is in the recurring revenue that you're going to get, which totals about over \$60 million. There is a pot of about \$96 million for the county, of which about \$6 million is projected to be expenses. The county has about a 15 time multiple here. So there really is -

We're talking about something and I think we're getting off track. The fact is it is a simple deviation. The amount of money that's the difference - \$4 million is a lot of money to anyone over 40 years. In the end, the amount that you're getting - for every million that you say you're losing you're going to pick up over

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three million. I think this is becoming something bigger than the whole project.

The whole project is spitting off \$622
million in revenue. The school is going to get
292 million. The county is going to get 96
million. The City of Glen Cove is going to get
76 million. The library is going to get eight
million. There's over 1,000 jobs here. There's
\$40 million or more in payroll. There's \$50
million going into the local economy.

This is a project that's 20 years in the making. Everything the City has done - we followed all the rules that the City created to try to make this project work. And that brings us right to here. Your vote is critical.

There's people here looking for jobs and there's a lot of jobs to be had in the county. I would appreciate you voting on this in your support.

MR. BECKER: Madam Chair, does any other legislators have questions for the assessor - SVS, rather?

CHAIRWOMAN GONSALVES: No.

MR. BECKER: Are we finished?

LEGISLATOR DERIGGI-WHITTON: I just want

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2	to make one statement.
3	You're saying it's a simple deviation -
4	CHAIRWOMAN GONSALVES: You're
5	interrupting.
6	LEGISLATOR DeRIGGI-WHITTON: Go ahead,
7	Norma. I'll wait for you. Go ahead.
8	CHAIRWOMAN GONSALVES: Legislator
9	DeRiggi-Whitton. Be brief.
10	LEGISLATOR DeRIGGI-WHITTON: I just want
11	to make one statement. To say a simple
12	deviation, okay, that's great, but we don't know
13	the exact number. How do we know that's a simple
14	deviation? We don't know what we're deviating
15	from. We don't know what we're deviating to.
16	There are so many different formulas, Reggie.
17	Whether or not the building is built out or half
18	built out, the values are completely different.
19	MAYOR SPINELLO: The whole valuation is
20	done on the build out. It's not done a partial,
21	okay. You're figuring your tax base based on the

done on the build out. It's not done a partial, okay. You're figuring your tax base based on the completion of the project. And there are no different formulas. There is one formula for the City and there is one formula for the County.

This is not rocket science. It's very, very

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Full Legislature - 8-15-16 simple. The numbers are real.

The deviation is we're asking the county to take a little bit less, that's it. Everything else is full value. You get the rental taxes, you get full value after year 20. So there's a lot of different components to this. This is the smallest component of all of them in the total value of the project. I appreciate that you're trying to protect, but if we don't have this project we can be arguing about nothing times nothing is nothing. So we need this project to have something in everybody's kitty. This is cash positive from day one for every single jurisdiction.

LEGISLATOR NICOLELLO: My suggesting is that we open it up to the public.

Are you completed with your presentation, Mr. Albro?

MR. ALBRO: I would just like to clarify, because there was a question on the seeming discrepancy in the number of condominiums. I think the number that you had did not include the workforce housing component that I had included in my count. So that would speak to the

2 LEGISLATOR DERIGGI-WHITTON: If you

3 don't know the number of condos and the number -

MR. ALBRO: We know the number.

LEGISLATOR DeRIGGI-WHITTON: It matters with the rate, just so you understand, what's commercial and what's private.

CHAIRWOMAN GONSALVES: Right now we have the public out there waiting to be heard. I ask you, once again, to adhere to the three minute limit. If you overstep the three minutes, I'm going to ask you step down and come back after everybody else has had a turn.

MR. BECKER: Madam Chair, he just needs to clarify one thing.

MR. ALBRO: To clarify, there are a total of 569 condominiums, of which 56 are the affordable.

LEGISLATOR NICOLELLO: Let's begin public comment. The first speaker is Andrew Lawrence.

MR. LAWRENCE: Good afternoon. My name is Drew Lawrence. I sent all the legislators an email last week outlining what taxes, based upon today's rates, would be without a PILOT and what

it would be if a PILOT occurred and was approved.

As noted in that email, I am prodevelopment, just opposed to financing it. I spent seven years on the Board of the City of Glen Cove Community Development Agency where we redesigned the project and came to an agreement with Rex Corp in 2012, which required them to finance, construct, and maintain the amenities that this PILOT, in part, would be slated to finance.

Legislation was passed by the City

Council in 2013, further recognized the requirement for Rex Corp to finance, construction, and maintain those amenities. And although there was some consideration of a PILOT being contemplated at that time, it was never intended that a PILOT be used to finance any portion of the project. In fact, the Fourth Amendment to the contract specifically stated that neither the City nor its agencies were to provide financing.

Rex Corp claims that the increases in construction costs require the financing. But Rex Corp is not taking into consideration in the

that time.

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discussion the downturn in the economy that drove the prices down in 2008. If anything, we are only just realizing a slight rise above costs at

The county assessor's letter of 8/10/16 addresses questions from the legislature. outlines in spreadsheets applied that the nonhomestead percentage, which is applicable to about two-thirds of the project, is seven percent. This does not mean a seven percent tax rate. Think of a pie. If you cut a small pie and take seven percent and then taken seven percent of a larger pie, you get more from the The information provided as only larger pie. based on the small pie of undeveloped land. The larger pie, or developed land, at build out is not addressed. However, this was addressed in the spreadsheet that I sent to you.

The PILOT proposal itself raises numerous questions. How did they arise at the figures presented? On what did they base them? What alternative was reviewed? Is the PILOT for the entire project or just the commercial portion? Why don't they ever mention the FEIS or the costs

2 associated with the project to the affected tax

3 | jurisdictions in relationship to the proposed

4 | revenue? Why haven't they applied for a

5 | supplemental EIS, as this proposal has a major

6 | impact on that document and SEQRA would require

7 || it?

No explanations have been offered. They continue to put the cart before the horse and both Rex Corp and the city agencies are in breach of contract by doing so.

It keeps being hammered into us that without the project there is no money. But without the project there are also no costs.

We're told time is of the essence but the property can't be transferred until next year, when the DEC and the EPA have finished their cleanup. The only rush at hand is the mayor's need to fill a hole in his budget he created using one-shot revenue, unrealized projected revenues, and his threat of otherwise raising taxes to cover it is but a vein effort to get his way.

CLERK PULITZER: Sir, your time has expired.

MR. LAWRENCE: I have one more paragraph.

No matter how you look at this proposal is boils down to the losses of millions of dollars in tax revenue and provides the developer with savings that meet or exceed the entire cost of the construction of the project.

Passing of this PILOT is not in the best interest of the county residents at all. It only serves the interest of Rex Corp. I would respectfully request that this body deny this PILOT for the best interest of the people they serve. I would also further note that the Nassau County IDA has a policy of providing PILOTs that are issued for a maximum of ten years; this is 40.

I also wonder if this proposal would be considered a contract between the City of Glen Cove and the County of Nassau and subject to NIFA review.

Again, please deny this proposal for all the residents of Nassau County. Thank you.

LEGISLATOR NICOLELLO: Pasquale Cervasio.

MR. CERVASIO: Good afternoon. Pasquale

Cervasio, 111 Sea Cliff Avenue, Glen Cove. Thank you for the opportunity you're offering me.

When all the dust settles and all the fog clears there is the reality of \$622 million of revenues for all the municipalities concerned - school district, city, county, and library.

One would think that without the PILOTS, without the bond issue we would have more. No. In fact, it's totally not true. Without the PILOTS, without the bond issue we would have nothing. In fact, I would think that the scope of the IDA, this county, this city or whatever other incentive the municipality uses is just that, to grant facilitations and incentives to developers and investors to come into the community to invest and create jobs and create opportunities.

I am willing to bet that Suffolk Count, Essex County, or Sussex County would be more than happy to welcome into their neighborhoods \$1 billion development, which it will create at the end of the day, \$622 million of revenues for the municipalities.

I beg of you - cut through the clutter,

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the legislature. Has the EPA ruling happened?

I'm suggesting that that's a 68 percent of the present demand on the treatment plant in

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Glen Cove, that is the increased 20,000 new residents from the surrounding communities and the development. Will our infrastructure be adequate? If not, how are we going to pay for a new treatment plant when we're basically floating a bond to pay for this development? I think this is the downstream question that I'm posing to you.

apparently that was addressed in the report and we can provide you with an answer to that.

Counsel is looking right now. I don't know if anyone from the city has the answer at their fingertips, in terms of whether the additional sewage capacities - whether additional capacity exists for any additional sewer usage by the development. Mayor, do you know?

MAYOR SPINELLO: I believe the sewer a capacity of about 5.5 million gallons per day. Right now it's somewhere between three and 3.5 million a day. This project will add about 350,000 a day or something. It's minimal.

MR. BASERMAN: I'm saying in addition to the final consolidation of four communities -

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increase -

CLERK PULITZER: Sir, your time has expired.

would aid an unlawful action taken by the Glen

Cove IDA in which it has agreed to participate in costs that is entirely the responsibility and legal liability of the redeveloper in accordance with the express terms of an agreement with the redeveloper. Yet, now on the backs of all Nassau County residents you are being asked to support this unlawful financial scheme.

The terms of the agreement cannot be more clear. Unlike the details of this application that have been hidden from your view, a copy of that agreement was provided to you well in advance, having the chance to review it before rendering a decision. Now the IDA and the redeveloper want tax breaks so that the rest of Nassau County residents can subsidize this ill-advised and unlawful financial scheme. For the legislature to approve the resolution is to become complicit in this transgression.

As a point of fact, the redeveloper is also seeking sales tax abatements and mortgage recording tax abatements. As it relates to the proposal before you, there is still a great deal of information.

The city submission of the Garvies Point

Whether you accept the 9.9 percent on the tax bill or the 13.15 percent it's a great departure from the 5.5 percent or 6.7, whatever

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Full Legislature - 8-15-16 the mayor is asking for now.

There has been extensive talk about new revenues to the county but no discussion about the costs to the county in introducing 1110 new residential units. It is assumed that the county tax bills sent to property owners closely represent the actual costs of services provided by the county. If I'm wrong in that assumption, I ask you to stop me right now.

I have prepared a spreadsheet of the potential economic impact to the county by accepting the PILOT and deviation schedule being proposed by the city. The proposed properties -

CLERK PULITZER: Sir, your time has expired.

MAYOR KENNEDY: I'm just finishing up.

CLERK PULITZER: Thank you.

MAYOR KENNEDY: Proposed properties were valued by the income capitalization method, and it assumes the current value of the property being \$11 million. It allows for a ten year full build out, considerably more time than the city and the redeveloper are promising and a full build out value of \$1 billion, the amount the

developer is claiming that he's investing with no markup. Based on these assumptions, the city will be hemorrhaging money due to this project through 2053. While the county will be seeing 96 million in new revenues, it will also experience 168 million in new expenses. The next consequence will be consistent annual losses that

I ask once again why should all the current taxpayers in the county be forced to subsidize this development for the next 40 years. And I thank you for your consideration and your vote of no. I will submit those documents.

total nearly \$72 million by 2053.

LEGISLATOR NICOLELLO: Amy Peters.

MS. PETERS: Hello. Amy Peters, Glen
Cove, New York. As Mayor Kennedy noted, my tax
bill as a Glen Cove taxpayer is 9.9 percent, so I
don't know where they're getting that 7.5 percent
or less number from. As Mayor Kennedy pointed
out, I also assume that my taxes are basically in
line with what the costs are. If it really is
only 7.5 percent, where is the other 2.7 percent
going? Is that a profit going somewhere? I'd
like to know that.

The other thing I'd like to say is I understand that developments get PILOTs and tax incentives to come to municipalities to develop and to create jobs, and I am all for that.

Unfortunately, this particular development is being shoved down our throats. They are saying if they can't build it big, they can't build it at all; I don't believe that's true. Long Island Business News just had an article that said When Small is Big and showing that municipalities across Long Island are building much smaller developments and having great success with them, with great resident support. I don't see the residential support for this development anywhere.

The other thing I'd like to say is regarding the tax revenue. They're getting PILOTs, which is substantially less than what the normal tax revenue stream would be. That PILOT was voted on by a non-elected body. Even when Nassau County wanted to take out a \$77 million bond for environmental preservation, they put it to a referendum and it was voted by 77 percent yes. So how can a city bond for \$97 million with

considerable dowry.

The Nassau County taxpayers, any taxpayers, should not be subsidizing this

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I am against this project for

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environmental reasons. And as a taxpayer I ask
you to vote no and not subsidize private
companies.

I would like to be able to afford to live in my home, so please do not give handouts to private developers.

Thank you.

LEGISLATOR NICOLELLO: John Robiletti.

MR. ROBILETTI: Good afternoon. I've been a resident of Sea Cliff for over 32 years and a taxpayer. I also happen to have degrees in environmental science, landscape architecture and civil engineering. So I know a thing or two about site planning, regional planning, and environmental impact. I can say without any shadow of a doubt in my own mind that the impact of this project, the size and scale that it will have on our harbor is going to be way beyond what it can reasonably support. I am very, very concerned.

Not only am I vehemently opposed to the project, but not we're being asked to subsidize it by the very developers that want to build this project. I just find this unbelievable.

It's already been pointed out by you, legislators, that you asked them to come back with an analysis, a revenue analysis that, by their own admission, was done in two days crudely. We're talking about a 40-year commitment of Nassau County subsidizing these people, i.e., the taxpayers. So I implore you to vote no against subsidizing this project.

Thank you.

LEGISLATOR NICOLELLO: Amy Marion.

MS. MARION: Thank you. I would just like to say that by speaking here today and by the public speaking here today who is against this project, nobody is raving the procedural defect that by the way in which this resolution came before this committee.

As stated last time, the Rules Committee looked at this resolution, which had an appendix attached to it. The appendix had the significant tax projections by which this committee was to rule, and then that appendix, upon which the Rules Committee voted to pass this to the entire Leg, was then changed. So the Rules Committee has never even properly voted to pass this

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resolution to the Full Legislative body here.

The Rules Committee voted on an appendix that had a completely different financial analysis. So, number one, procedurally you don't have jurisdiction to act here. In addition, this same full-body Legislature was called out by the highest court in this state. This is not about the project. It's about the county taxes.

New York State Constitution, Article 16, §1, expressly in bused the state government rather than any locality with the power of taxation. The delegation of any part of that taxation power to a subdivision, yourselves, of the state must be made in express terms. 9 empowers municipalities, like yourself, to legislative as to a wide range of matters as long as the local legislation is not inconsistent with the State Constitution or any general law. Nassau County Charter allows the county to pass a tax law by local ordinance and to provide for the administration of local real property taxes. And the Municipal Home Rule Law prescribes the enactment of local Charter legislation that supersedes any general or special law enacted by

the Legislature which - and this is critical to you - relates to the imposition of judicial review or distribution of the proceeds of taxes or benefit assessments. And that is exactly what you are doing here today.

The New York State Constitution and the Municipal Home Law prohibits the county from passing this resolution. Because in effect what you are doing is you are basically enacting, by this resolution, you are in direct contravention to the State Constitution which does not allow you to redistribute proceeds of the taxes or benefit assessments, and that is exactly what you are doing.

In addition, I implore you to look at the tax bill that Mayor Kennedy has given you as an exhibit that specifically says real estate taxes of a Glen Cove resident and the pie chart attached to the tax bill, how your tax dollar is distributed. And the pie section -

CLERK PULITZER: Ma'am your time has expired.

MS. MARION: that has county tax has 9.9 percent. How is it that you could, in any way,

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You don't seem to have the proper information and the numbers seem to be shifting ever so slightly this way and that, with the least gust of wind. I think that most of the

numbers offered by the mayor and the developer, in most of the reports that I've seen, are speculative, at best, being that they are so far reaching 40 years in advance. I really don't know how you're going to do it.

I hope you'll make a wise decision, because as a resident of Glen Cove in Nassau County, I'm depending on you, as a taxpayer in Nassau County, I'm depending on you to make to make the wisest decision that you possibly can.

But I don't understand how you're going to do it. It must be difficult when the numbers keep changing.

The last, final environmental impact statement was done in 2012 based on data that was collected. It was approved in 2011 based on data that was collected in 2009. It seems like you need a little bit of updating. It seems like you don't even have the correct number of apartments and that that is even getting updated as we stand here. It just seems like the matter deserves further consideration before you jump to some type of snap judgment.

I watched the Mayor of Glen Cove get up

really going on here.

in front of the school board and talk about how the number of students projected from 1100 new housing units was projected to be 52, when the final environmental impact statement suggested it would be 217. Again, the word final seems to imply some kind of finality. It seems like further study needs to be undertaken about what's

I think that you and the citizens of Nassau County, via your decision, may be sold a bill of goods here. I don't think it's fair.

When I hear the number 1,000 jobs, I frankly ask where are those jobs and what are they doing? I don't see it. I've seen other numbers that are far different from that; again, all speculative. It just seems like somebody needs to stop and take a look at what's going on here before all this money is given to a \$17 billion developer.

Thank you.

I'm sorry. I forgot to say something.

To quote Mr. Reckler's cousin, it seems like this is a slow start to nowhere.

LEGISLATOR NICOLELLO: Christie Paget.

MS. PAGET: Good afternoon. I'd like to start - I'd like to just thank you, to those of you up there today who continue to ask the right questions, those dangling questions, keep asking. The numbers keep changing.

I am so deeply disturbed by the vague, crude BS and the lack of responsibility that I have witnessed more of today, especially by the experts who are supposed to be providing that information.

How can you vote for something that you cannot get straight answers on? I don't understand. I beg of you - please search your conscience, vote for the taxpayers, for the people who also helped to put you where you are today.

My children, who were born and raised in Nassau County, will likely not be able to afford moving back here unless you vote no.

Thank you.

LEGISLATOR NICOLELLO: Wendy Rosow.

MS. ROSOW: I thank you all for being able to hear myself and everyone else. I'm shocked at what I have come back to hear and

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First of all, moving to North Carolina is not an option. I've lived in Nassau County for 61 years. I've raised my kids here. My parents have raised their children here and on and on. But what's happening right now as I'm hearing it, in Glen Cove, is something that's not okay. There's a situation that's out of hand. There is not a truth being told, it seems. What I'm hearing is numbers changing back and forth, and back and forth. It's been going on for years. I've been watching it. I've been hearing it. I've been concerned about people's health, their well being. I also would love for people to have jobs. I have no problems with having people being employed. It's a wonderful thing to be employed. But not to be employed to sit here and yell and heckle other people. That doesn't thrill me personally. If that is what's happening, that's a problem.

All I really have to say is very simple I have been a resident, as I mentioned, for 61

years and I implore all of you to please vote no
on the county allocation of Garvies Point PILOTs.

I do support development, smart development, sustainable development, something that can be practiced in a small way where everyone has the opportunity to be a member of a community and not pay where they can't afford to stay.

Thank you for your time.

LEGISLATOR NICOLELLO: Judy Dibartolo.

MS. DIBARTOLO: Thank you. I am Judy Dibartolo. I'm a nurse living in Glen Cove. I just want to say that I don't want my portion of taxes allocated to this project. I'm very concerned.

As a nurse, I'm very concerned about potentially the lessening of services to our people, which are needed so badly. I'm in the healthcare field. I look at the change that might be occurring. Particularly since this is the first big meeting I've come to, though I've been reading an awful lot about what's going on. It's just too unsteady. There are just too many unknowns, too much information that is just back and forth and doesn't really jive. We have to vote no on this and not let it go on at this level without more deep study.

Thank you.

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LEGISLATOR NICOLELLO: John Zazzaro.

MR. ZAZZARO: I'm John Zazzaro. I live in Glen Cove. I own a home in Glen Cove. I own a business in Glen Cove. So I have a lot of concerns with this project.

First and foremost, I have concerns with the health of people that are building there. When they are building, the ramifications of it affecting people in town, in neighboring towns, our town. I really ask the union workers to do their due diligence and make sure that you're safe. I want you here and I want you heckling us. I mean, God forbid something happens like 9-11, EPA said that everything was fine. The people that went there to work and clean up the mess, they are fighting cancer now, various types of cancers. So that's one of my main concerns.

Two. As a small business owner in the City, I can't afford the taxes that we are paying and can't even fathom having to pay more. sweetheart deals only benefit the builders and hurt what few mom and pop businesses are still left in the city.

Three. The steal that Glen Cove City

Council members and IDA members have voted on said it wasn't their deal, it far proceeded them.

But I beg to differ. As of, I believe it was,

November, when the whole project took on a whole completely different look and size and recently when this \$120 million bond came upon us, it became their project. The bond was never given to be handed over to RXR and should have been voted on on Election Day by the City of Glen Cove voters.

Nothing this big or drastic should ever be voted on by council members. Please take your time and make sure everything that is presented is all that should be considered or is there more to it.

If you approve this deal, this deal becomes your deal because not only does it have the GC Council and IDA fingerprints on it, it has yours as well. So please vote no.

LEGISLATOR NICOLELLO: Jeff Peres.

MR. PERES: Jeff Perez. I'd like to reiterate what the last speaker said. He's a small business owner in Glen Cove. I'm a

Full Legislature - 8-15-16

resident of Glen Cove all my life. If you're

5 | Glen Cove a break?

I urge you to vote no on this. This is taxation without representation. This is a board that votes that's appointed. The citizens of Glen Cove do not want it either, Mayor Spinello.

giving all these developers a break, can you give

us a break? Can you give the small businesses in

I was at the meeting a few weeks ago and it was - a month ago, rather - it was a four to three vote, which you were the tiebreaker.

Obviously we don't want it.

We struggle. We pay our taxes. We pay our taxes in Glen Cove and Nassau County.

My mother can no longer afford to stay and neither can my neighbors either. Now I'm figuring out where it's going, it's subsidizing everything. I urge you to vote no and to look at it again.

Thank you. This is corporate welfare.

LEGISLATOR NICOLELLO: Marcia Silverman.

MS. SILVERMAN: Good afternoon. I'm

Marcia Silverman, a resident of Glen Cove. Thank

you for your time today.

As I mentioned on August 1 when I was here in front of you, I am a finance person. I have a masters in finance, and I am baffled by the numbers presented. So I can't imagine what all of you are going through, trying to get a straight answer on what the numbers are.

A tax revenue alga rhythm is pretty straightforward. There are some calculations. If you know math you can calculate it. It's mostly multiplication. There are a couple of assumptions in this, on the table right now. The two assumptions are what will the value of the land be once it's developed and the other one is what is the ratio of homestead versus non-homestead or regular residential versus commercial, in layman's terms. Those are the two assumptions. We really don't have a clear answer to either one of those because the numbers keep changing. As Legislator DeRiggi-Whitton asked, the expert couldn't even answer those questions.

I'll give you a little information because I read through a ton of these documents myself, to educate myself. One assumption about the value of the land, of the project once it's

completed is this is the City's document before they voted. It says the company, meaning RXR Realty, the company provided all technical information regarding the project, including a description of the plan, uses of the project, the estimated assessed value of the project upon completion. So the numbers are based on an assessed value from the developer. I don't know about all of you but if you could choose your assessed value of your home, wouldn't you discount it a little bit, maybe a lot and pay less taxes?

Again, to Ms. DeRiggi-Whitton's point before, about documents coming from the city or coming from the developer and the county's experts not doing the due diligence that is required to really assess are these numbers right, how can you vote on anything of the sort? It baffles my mind.

On top of that, if you look at how RXR plans to spend the money on this development, you're giving away taxpayer money. We are giving away hundreds of millions of taxpayers' money. In their budget, in the last one because it

1	Full Legislature - 8-15-16 91
2	changes, there's \$2 million alone for advertising
3	and PR. You know that truck that drives around
4	Garvies Point is Great, you know the flyers we
5	get, you know those guys sitting back there,
6	they're probably getting paid today. \$2 million
7	going to that when we're giving up taxpayer
8	dollars. What if they - if this project was so
9	great -
10	CLERK PULITZER: Ma'am your time has
11	expired.
12	MS. SILVERMAN: Can I just finish this
13	one thought?
14	CLERK PULITZER: Sure.
15	MS. SILVERMAN: If this project was so
16	great why are they spending \$2 million to
17	allocate towards advertising and PR when that \$2
18	million could be spent out of their money instead
19	of taxpayers subsidizing another \$2 million?
20	Right. It's one pocket to another. So why are
21	we paying to be convinced that this is a great
22	project, because clearly it's not. I urge you to
23	vote no.
24	Thank you.
25	LEGISLATOR NICOLELLO: Meta Mereday.

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MS. MEREDAY: Yes. Meta Mereday.
Concerned taxpayer, Long Island resident.

First and foremost, as someone mentioned, this definitely should be something that would be up for NIFA review. I feel if we had the inspector general, the independent authority that at least one side of this legislative group has been trying to push and it seems like the deadline is fast approaching and our esteemed county attorney seems to keep dragging out a scenario that could have been addressed weeks ago. We are not, again, affording the taxpayers all of the information that they require, despite whether the report was a two-page letter or a 300-page report.

We're taking on a number of assumptions.

Again, the \$620 million of revenue, I don't know where that's coming from. People are leaving here in droves. The majority of people who are no longer shopping in malls; again, that's a number that's going down. I just read some place in Forbes where they're saying that online is killing the shopping mall experience. So we need to continue to look at that. From what I read,

1200 malls nationwide, 15 percent, are 30 to 50 percent vacant. I don't know how this wish list, that they fill it, all these stores are going to be 100 percent occupied, everybody is going to be working in them, and folks are going to be shopping. When you can look around at the locations that we have now, about the only thing that we're getting more of in Nassau County are 7-11's, 365 Dental, Bolla, and let's not forget did I mention 7-11's and urgent care, and nail salons and empty buildings. If we can't fill a supermarket in needed communities, how do you think you're going to be put a whole development

Glen Cove is beautiful. It's a beautiful area. But as has been mentioned, it is not designed for all of this traffic as well as the infrastructure demands that will be taking place there.

- people are looking for destinations now.

Let's just look at, again, the Nassau

County track record here. How much money were we supposed to make with the NICE Bus consolidation; seems like we're paying more for that. You're also looking at privatizing the prison system

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that you already have an independent contractor
there that's up under investigation; let's check

4 | that out. Let's also talk about that illustrious

5 police consolidation disaster and you had more

6 reports for that, more investigations, you had

7 more savings from these experts - I'm still

8 | trying to figure out where they are, they must be

9 well paid and living some place in North

10 Carolina, for whomever brought that up.

Again, these projected numbers, miracle, at best, to happen. The cost for the taxes.

Someone mentioned that trickle effect. It's a trickle. But we have -

CLERK PULITZER: Ma'am, your time has expired.

MS. MEREDAY: I'm wrapping up. We have a tsunami of taxes and costs. And the lack of consideration for the public comment, for all of these individuals who have been sitting here all day, listening to all of this, for them to have to be subjected to a three minute time limit, when the rambling and the discussion was going on and on - and I'm going to finish before you tell me again - that you allow me to be here. And we

Full Legislature - 8-15-16 consultant for the past five years.

I reviewed the report by SVS, okay, and I do conclude and agree with the methodology used for the allocations, okay, based on the four corners of the report.

I think the confusion goes back to the different methods that are required to be used by each municipality, as stated by the deputy assessor, Mr. Cortez, earlier. The county is required to value condominiums based on the income approach, where the city is required to value condominiums based on the sales approach. When you compare the two different methods, you're going to produce different ratios or percentages between the two approaches. If you were to value both the same, I'm sure you would see that nine percent that you see on taxpayers, okay, throughout the city. When you use the same method, you're going to have that type of outcome.

When you have different levels of assessment, you can't expect to have the same outcome, and that's what you're seeing there.

Thank you.

Full Legislature - 8-15-16 continue with your comments. It's public comment.

MS. CROCCIOLLA: Okay. Okay. I'm just a little late in the game here so I'm just not sure if I'm redundant.

In terms of flood, fire, FEMA, in the event of a catastrophe like Hurricane Sandy, who floats the bill for that? Does FEMA come in?

Okay. It does come in.

I'm going to just kind of approach this quickly. I'm not going to take three minutes.

I just want to say, first of all, Glen Cove doesn't have a direct train. The Oyster Bay line is the least ridership. There is no sensor. There is no structure, no core of Glen Cove. For the past 50 years there has been urban renewal project, after urban renewal project that has failed. Delia's father was one of the only mayors that actually stood up, tried to fight some of the stuff that went on, tried to fight some of the quality of life issues. This project is not going to be the be all, end all that saves Glen Cove.

I give so many of you, from all your

districts, credit. You cleaned up your towns. 2 Long Beach, you cleaned it up. You made it a 3 viable city with train service and buildings 5 where people, young people want to go. isn't going to be the be all, end all that

7 attracts people. We have Avalon, two of them;

they are not filled. All the rest of the

9 apartments.

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Glen Cove has become a place where you just throw down concrete wherever and anywhere. You drive through Baldwin - somebody just said they're from Baldwin. I'm there all the time for my job. Drive through Baldwin, Sunrise Highway, you see buildings that are all of similar structure. Glen Cove is old, new, high, low, whatever it is, wherever you want. continue the process. This is your chance to help make Glen Cove right. We need your input.

You turned Long Beach around. You turned a lot of places around.

By putting this through, by approving this, I urge you not to approve it, and by approving it you're just letting another concrete slab to go down that's going to be another

As I said earlier, we've reached out to those that are not happy with the project. We have a welcome center. We meet them. In fact, as recently as last Thursday night we had a large

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number of people, including some people who are

here, and tried to present the facts. The facts

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aren't always presented by the opposite side in

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an accurate way. Just a few examples.

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Sewer capacity was represented here, that there are 20,000 residents; that's wrong by a

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factor of about 10. The actual number of

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expected residents is about one-tenth of it. The

More important to the issue of taxes

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sewer capacity study was done. Again, it was

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determined that it was adequate.

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13 here. The key here is without this project there

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is no deviation to be discussed. Without this

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project there are no taxes, there is no \$50

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city and the county. The deviation is off of a

million in additional economic benefit to the

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hypothetical number as opposed to the reality on

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the ground.

20 Additionally, to address the timing of

21 the vote. We believe the time is now and that is

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because the analyses have been exhausted.

23 24 has done an extensive analysis. Again, 300 pages That analysis is exactly what every of analysis.

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jurisdiction, including the county, relies on for

1	Full Legislature - 8-15-16
2	every other PILOT program that has been done,
3	that is exactly the methodology, and this project
4	should not be treated differently.
5	Again, without this project there are no
6	revenues for the county, \$96 million, and \$622
7	million in revenues for all the taxing
8	jurisdictions, and that's net after paying all of
9	the costs of essential services as well as the
10	interest and principle in the bond.
11	I urge you to do what has been on the
12	planning board for, again, over a decade.
13	CLERK PULITZER: Sir, your time has
14	expired.
15	MR. HAITEL: Thank you.
16	CHAIRWOMAN GONSALVES: At this point in
17	time I'm going to call the question. We have had
18	an opportunity to listen to a number of the
19	residents of Glen Cove. We have also had an
20	opportunity to listen to the assessor's office,
21	the mayor himself, and, of course, I believe to
22	my colleagues here on the dais. I am calling the
23	question.
24	At this time, all those in favor of - I'm

sorry, this is the way it's going to go. All

1	Full Legislature - 8-15-16
2	those in favor of Item 17 as presented today
3	signify by saying aye.
4	(Aye.)
5	Any opposed?
6	(Nay.)
7	Legislator Curran and Legislator Solages
8	and there are 11 of us, so we have 13 as opposed
9	to five. The item passes 13 to 5.
10	I know sometimes it's never what you were
11	wishing for. Let's hope and pray. Mr. Spinello,
12	make this happen and make it happen to the best
13	of the people in Glen Cove. And if it happens to
14	the best of the people in Glen Cove, guess what,
15	it has to help Nassau County. Thank you.
16	LEGISLATOR NICOLELLO: Motion to untable
17	Item 306-16.
18	We have a motion by Legislator Rhoads to
19	untable Item 306-16, seconded by Legislator
20	Kopel.
21	All in favor of un-tabling Item 306-16
22	signify by saying aye.
23	(Aye.)
24	Those opposed?
25	(No verbal response.)

1	Full Legislature - 8-15-16
2	the capital budget emergency. Under the Charter,
3	§310(D) requires that amendments to the capital
4	budget that add projects, programs, and
5	activities require a declaration of a capital
6	budget emergency and the vote of 13 members.
7	We, in this instance, dug into the
8	amendment, which is the actual item which is 305-
9	16, and to determine whether, in our view, that
10	specific amendment that was the subject of 305-16
11	would require a declaration of the capital budget
12	emergency.
13	Our review has led us to conclude that
14	310(D) requires the addition of a capital
15	project, to keep it simple. What we have in 305-
16	16, rather than the additional of capital project
17	or projects, I believe there are three categories
18	of project referenced - the West Shore Bridge,
19	the road resurfacing, and Wantagh Park
20	improvements. Rather than adding programs or
21	projects what we have, essentially, is a change
22	in the funding source needed to do the work for
23	these projects. So -
24	LEGISLATOR NICOLELLO: So we don't need

25 | a resolution declaring a capital budget

adding - making the amendment to add the funding

specific type of financial amendment as opposed

four-year capital plan, pursuant to the

1	Full Legislature - 8-15-16
2	provisions of Section 310 of the County
3	Government Law.
4	LEGISLATOR FORD: So moved.
5	LEGISLATOR WALKER: Second.
6	CHAIRWOMAN GONSALVES: Moved by
7	Legislator Ford, seconded by Legislator Walker.
8	This item is before the committee.
9	This was discussed in the Rules Committee
10	a little while earlier. Any other discussion
11	among the legislators?
12	(No verbal response.)
13	Any public comment?
14	MS. MEREDAY: My initial question has to
15	do with what are the projects related to this
16	item and if it, in fact, includes anything that
17	is tied to the project slated for Grand Avenue in
18	Baldwin. That's my primary question for that. I
19	don't have a breakdown of what this is for.
20	LEGISLATOR NICOLELLO: Mr. Arnold is
21	here. Can you answer the question about whether
22	it involves Grand Avenue in Baldwin?
23	MS. MEREDAY: It does not.
24	LEGISLATOR NICOLELLO: It does not.
25	MS. MEREDAY: So what areas does it

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Full Legislature - 8-15-16 involve?

LEGISLATOR NICOLELLO: I could tell you that, based on his comments before, you're talking about a global countywide project.

MS. MEREDAY: The majority of this, is this also state and federally funded in some aspect?

LEGISLATOR NICOLELLO: I think it's all state and federal funds.

MS. MEREDAY: Okay. Again I put forth my request, my desire, again, to have, again, some more independence and transparency with regard to this overall process, be it an independent whomever, and to also put forward that we are consistently not doing enough in Nassau County, in a progressive and aggressive aspect, to be inclusive of service disabled and veteran owned businesses, as well as minority and women owned businesses, when you have two laws that are on the state books as well as laws that are on the federal books that prescribe a more aggressive format than the best efforts and let's just put it in two-point type in Newsday or however it is distributed out. We continue to

directing funding to really developing our

1	Full Legislature - 8-15-16 112
2	veteran businesses, otherwise all of that picture
3	taking for that Veteran Owned Business Act was
4	just - it was just a sad, tired, and unfortunate
5	joke, and I am not happy about it.
6	LEGISLATOR NICOLELLO: Thank you, Ms.
7	Mereday.
8	Any other public comment?
9	(No verbal response.)
10	All in favor of Item 305-2016? All in
11	favor signify by saying aye.
12	(Aye.)
13	Those opposed?
14	(No verbal response.)
15	It carries unanimously.
16	Motion to adjourn by Legislator Kopel,
17	seconded by Legislator Ford.
18	All in favor of adjourning signify by
19	saying aye.
20	(Aye.)
21	Those opposed?
22	(No verbal response.)
23	The meeting is adjourned.
24	(Whereupon, the Full Legislature
25	adjourned at 6:02 p.m.)

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I, FRANK GRAY, a Shorthand Reporter and Notary Public in and for the State of New York, do hereby state:

THAT I attended at the time and place above mentioned and took stenographic record of the proceedings in the above-entitled matter;

THAT the foregoing transcript is a true and accurate transcript of the same and the whole thereof, according to the best of my ability and belief.

IN WITNESS WHEREOF, I have hereunto set my hand this 24th day of August, 2016.

FRANK GRAY