

May 3, 2002

Timothy O'Hanlon
Director
Supportive Housing Loan Program
Department of Housing Preservation and Development
100 Gold Street
New York, New York 10038

Re: Macklowe Funds for 500-506 West 42nd Street

Dear Mr. O'Hanlon:

After a presentation by Clinton Housing Development Company (CHDC) to the Clinton Land Use and Zoning Committee of Manhattan Community Board No. 4 regarding the project at 500-506 West 42nd Street, which includes the construction of 67 supportive SRO rooms and studio apartments, and a review of CHDC's proposal for the project dated April 10, 2002, this Board is glad to advise you of its judgment that this project is one that is appropriate for support from the moneys remaining in the Macklowe Fund.

The type and location of this project are of the kind for which the Macklowe Fund was designed. The Fund was created as the eventual outcome of conditions placed on a rezoning devised some years ago to allow construction of a large building on a property in the neighborhood that had very recently contained occupied SROs. It was the concern of the Board and the other reviewing agencies that some mitigation must be required for the resulting displacement pressures on the area, which had historically been the location of many examples of this rapidly vanishing and badly needed facility.

On the basis of CHDC's presentation and proposal, this Board approves the expenditure of not more than \$1 million from the Fund for this project. If any significant additional moneys are to be used from the Fund for this project, CHDC must return to the Board for renewal of its approval.

Sincerely,

Simone Sindin
Chair
Manhattan Community Board No. 4

Anna Hayes Levin
Chair
Clinton Land Use and Zoning Committee

This letter was approved at Manhattan Community Board No. 4's May 1, 2002 full board meeting.

cc: Local Elected Officials
Clinton Housing Development Corporation