



DATE: October 3, 2019

TO: City Finance Committee

FROM: Block 88 Negotiating Team

RE: Block 88 Air-Rights Negotiation Progress Report

The City's Block 88 Negotiating Team will provide a progress report for the Finance Committee's October 7<sup>th</sup> meeting. Since the last progress report on September 23<sup>rd</sup>, an additional negotiating session was held with Stone House on September 26<sup>th</sup>. That session focused on the affordable housing component of the project. The next negotiating session is scheduled for Monday, October 7<sup>th</sup>.

The City's Negotiating Team recommends that, at the Finance Committee's October 7<sup>th</sup> meeting, it convene in closed session to review the affordable housing financing options and to provide direction to the Negotiating Team on this element of the project. Discussion of these options will include the amount of support from the City's Affordable Housing Fund, the number of affordable units, the income eligibility levels of those units, and the interaction of these options with the developer payment for the podium and air rights.

Looking ahead, Stone House will be making informational presentations to the CDBG Commission on October 3<sup>rd</sup>, the Landmarks Commission on October 14<sup>th</sup> and the Urban Design Commission on October 30<sup>th</sup>.