A Landmark By ROBERTA B. GRATZ. In this case, there is the proposed incorporation of the landmark yilliard Houses into the base of a new hotel office tower increased in interesting the state of the proposed incorporation of the base of a new hotel office tower increased in interesting the state of the proposed in the proposed incorporation of the proposed in the proposed incorporation of the proposed incorporation of the proposed in the proposed incorporation of the proposed incorporation of the proposed in the proposed incorporation of the proposed in the proposed incorporation of the proposed in the proposed incorporation of the proposed in the

into the base of a new noveroffice tower increased in
scope and complexity last
week as the conflict shifted
from the Landmarks Commission to the local community board.

fitemaking builder.
There are also questions on
the adequacy of the traffic
and on design features that
do not comply with the zoninc code.

After asking for additional revisions in the design of developer Harry B. Helmsley's planned 52-story structure, the commission appeared well on its way toward final approval of the landmark-

approval of the landmark-skyscraper packages. 5, de-signed by Eriery Roth & Sons—that was first offered six model and 1 O S/3. But Community Board 5, which has jurisdiction over the Madison Av. and 50th St. landmark, postponed its appeal to try to resolve a full range of complex Issues in-volving the preservation of

volving the preservation of the landmark itself For several years, the 1880s mansion—actually five brownstone structures con-sidered one of the city's most important landmarks stood vacant and for sale, an economic drain on its owner, the Archdiocese of New York. Helmsley's develop-ment scheme was the first ment scheme was the first offered that would at least partially preserve the structure, which was designated a city landmark in 1968.

Although it is formally only required to approve a zoning variance request, the planning board's Real Estate committee voted on Thursday to postpone that decision until September. At the same time, it outlined at least-five issues needing clarification before a vote could be taken. Claim Added Expense

Since the bulk of the new since the bulk of the new building is larger than the maximum allowable under the zoning law—even with bonuses for special amenities—the committee is question the committee is question-ing whether the Board of Standards and Appeals has the power to grant a re-quested economic hardship variance. Some members argue that such permission can only be granted by spe-cial legislation of the City Planning Commission which has not yet formally gotten involved in the Villard case.

This issue takes on parti-cular significane because the claim of economic hardship is based on the alleged in-creased expense of building around and above 1 desig-nated landmark. Preservanated landmark. Preservationists and planners fear
that approvel of a variance
on this basis would set a
precedent leading to new
building overshadowing landmarks all over the city.

Another issue is whether
the variance applicant the

Another issue is whether the variance applicant, the Archdiocese, which owns the property and is leasing it to Helmsley, must submit finan-cial data to prove its econo-mic hardship claim. Normal-ly, non-profit organizations are exempt from this requirement, which private developers must meet.

ing code.

Finally, there is the most heated issue of whether the interior rooms now scheduled for demolition—some of uled for demolition—some of:
which are unique in the city
—can be preserved. Primarily, at issue is the music,
or gold, room with its gilded
musical motifs and murals,
which preservationists maintain could be incorporated into the new hotel. Helmsley has rejected all proposals along these lines.

The 1880s Villard Houses. nn Italian Renaissance Pal-azzo designed by McKim, Mead & White, were until a new years ago the headquarters of the Archdiocese and the Random Heuse publishing firm. The U-shaped building comprises five brown stone structures around a courtyard, it was constructed for journalist and railroad magnate Henry Villard, who occupied the south wing.