



PRESS RELEASE

2580 Hempstead Turnpike, East Meadow, NY 11554 Phone (516) 735-1700 Fax (516) 735-1740

For immediate release

August 28, 2006 ... East Meadow, NY

Contacts: Steven Klar, President, The Klar Organization, 516-735-1700, klarhomes@aol.com
John M. Armentano, Esq., Farrell Fritz, P.C., 516-227-0682, jarmenano@farrellfritz.com

Town of Brookhaven Massive 2003 Rezonings Voided by Supreme Court

Steven Klar, the principal of The Klar Organization, a prominent residential real estate development company on Long Island, has announced that one of his entities, Yaphank Realty Corp., was successful in an Article 78 proceeding challenging the environmental process that was employed by the Town of Brookhaven to rezone approximately 25 acres of Klar's property in the Town in 2003. Justice Ralph F. Costello ruled that the Town had failed to comply with a section of state law that requires the Town to forward the full record of documentation on zoning changes to the County Planning Commission. Because the Town failed to do this, the rezoning was declared void by the Supreme Court. This invalidates the rezonings of over 700 parcels that were done at that time by the Town of Brookhaven and reinstates the immediately prior zoning.

Mr. Klar's specific property is in Coram on Route 112. The Town rezoned it from D-1, while a multi-family application was pending, to J-4, which prohibits multi-family use and permits an office building for the site.

Klar stated that he was quite pleased with the decision because it would give him a chance to make his case before the Town board that this site is not suitable for an office building, but rather should be developed on a multi-family basis for 140 Townhouses which he was (and is) ready, willing and able to do at the time. Klar further went on to say that this is a vindication of the property rights of the owners of many properties which the Town cavalierly and illegally rezoned.

Once Klar's application is put on the Town board's agenda, the board must act on it within 62 days.

Klar said that he is going to vigorously pursue his multi-family application for the site, particularly since it is now once again a viable option and the Town is governed by a new supervisor and board.

The matter was handled by Mr. Klar's attorney, John M. Armentano, of Farrell Fritz, P.C.

The litigation is part of an ongoing battle between Klar and Brookhaven concerning the refusal of the Town to grant building permits to Klar for the construction of three low-rise buildings at the Waterways at Moriches which had been previously approved. Nevertheless, the Town, for reasons best known to it, has not issued building permits to Mr. Klar. He said that he hopes this victory is the beginning of the solution to one of his problems with the Town.

About The Klar Organization

Since its beginning, The Klar Organization has represented the best in residential development throughout LI and the greater metropolitan area. Founded by Henry Klar and continuing since 1974 under the direction of his son Steven, the company has earned an enviable reputation for designing and building the highest quality homes at the most affordable prices. In the current economic climate, Klar has gained added recognition as a firm well qualified to rescue the troubled projects of other builders - a strong white knight seeing those enterprises through to successful completion. For more information, please visit our website at www.klarrealty.com.