[Planning Code - Fulton Street Grocery Store Special Use District]

Ordinance amending the Planning Code to allow a grocery store use that is a formula retail use in the Fulton Street Grocery Store Special Use District ("District"), on Fulton Street between Laguna and Octavia Streets, subject to conditional use authorization, and adding criteria for such authorization; clarify the definition of a grocery store use within the District; eliminate square footage requirements for commercial uses in the District other than a grocery store and for subsequent uses in a location previously approved for a grocery store; extend the time period for effectiveness of controls for the District to five years from the effective date of the Ordinance; and making environmental findings, findings of consistency with the General Plan and the eight priority policies of Planning Code, Section 101.1, and findings of public necessity, convenience, and welfare under Planning Code, Section 302.

NOTE: Unchanged Code text and uncodified text are in plain Arial font.

Additions to Codes are in single-underline italics Times New Roman font.

Deletions to Codes are in strikethrough italics Times New Roman font.

Board amendment additions are in double-underlined Arial font.

Board amendment deletions are in strikethrough Arial font.

Asterisks (\* \* \* \*) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. Environmental and Land Use Findings.

(a) The Planning Department has determined that the actions contemplated in this ordinance comply with the California Environmental Quality Act (California Public Resources Code Sections 21000 et seq.). Said determination is on file with the Clerk of the Board of Supervisors in File No. 190839 and is incorporated herein by reference. The Board affirms

this determination.

- (b) On October 17, 2019, the Planning Commission, in Resolution No. 20546, adopted findings that the actions contemplated in this ordinance are consistent, on balance, with the City's General Plan and eight priority policies of Planning Code Section 101.1. The Board adopts these findings as its own. A copy of said Resolution is on file with the Clerk of the Board of Supervisors in File No. 190839, and is incorporated herein by reference.
- (c) Pursuant to Planning Code Section 302, the Board finds that this Planning Code amendment will serve the public necessity, convenience, and welfare for the reasons set forth in Planning Commission Resolution No. 20546 and the Board incorporates such reasons herein by reference. A copy of Planning Commission Resolution No. 20546 is on file with the Clerk of the Board of Supervisors in File No. 190839.

Section 2. Article 2 of the Planning Code is hereby amended by revising Section 249.35A, to read as follows:

## SEC. 249.35A. FULTON STREET GROCERY STORE SPECIAL USE DISTRICT.

(a) **Purpose**. In order to provide for the consideration of a neighborhood-serving grocery store of moderate size in a location accessible to the Hayes Valley and Western Addition neighborhoods, there shall be a Fulton Street Grocery Store Special Use District, consisting of Lots 001 and 058 through 198, inclusive, 015, and 028 of Assessor's Block 0794, between Laguna and Octavia Streets, as designated on Sectional Map 2SU of the Zoning Map. This Special Use District would enable the consideration of a project containing a grocery store in a district that does not permit such uses and of a building height not permitted by the established height limitations in the surrounding NCT district. This Special Use District would conditionally permit a grocery store that is a formula retail use, in order to allow consideration of a grocery store that is affordable to the neighborhood. A non-formula retail grocery store may be

less affordable, and  $t\underline{T}$  his one-time lift of the ban on formula retail is intended to support an affordable grocery store that is committed to serving and hiring from the neighborhood. According to the U.S. Census Bureau's 2017 American Community Survey, the median household income in the surrounding neighborhood is \$24,041, and over one-third of residents in the neighborhood live below the poverty line.

- (b) **Definition.** "Grocery Store" shall mean a retail use that provides fresh produce and other unprepared perishable food products (such as dairy, fish, grains), in addition to other general groceries, personal items, household goods, and similar goods. *The term "Grocery Store" includes General Grocery and Specialty Grocery uses.*
- (c) **Application.** This  $\underline{sS}$  pecial  $\underline{uU}$  se  $\underline{dD}$  istrict shall apply only to projects that meet all of the following standards:
  - (1) *The p*Project is mixed-use, with both commercial and residential uses;
- (2) Commercial uses include a <u>gG</u>rocery <u>sS</u>tore larger than 15,000 square feet of gross occupied floor area; and
- (3) Residential uses achieve a density of not less than 1 unit per 600 square feet of lot area.
- (d) **Controls.** The following controls apply to projects meeting the criteria of subsection (c) and to any subsequent alterations or changes of use in a building approved under this Section <u>249.35A</u>.
- (1) The controls of the Hayes-Gough NCT apply in their entirety, except as specified in this Section.
- (2) Any commercial uses in addition to the grocery store may not exceed 3,000 square feet of occupied floor area per use. All formula retail uses are prohibited, except for a Grocery Store, which may be permitted as a formula retail use, as defined in Section 303.1, through Conditional Use Authorization pursuant to Section 303.1. Pursuant to the Planning Code, any such formula retail

Grocery Store shall be subject to all provisions of Section 303.1, including but not limited to subsection (j) of Section 303.1.

- (3) Accessory off-street parking shall not be permitted for any commercial use except the gGrocery gStore.
- (4) All subsequent changes of use shall require Conditional Use authorization from the Planning Commission. The only Non-Residential Uses that may be permitted in the space initially approved for a <u>gGrocery sStore</u> shall include Trade Shop, <u>and</u> Institutional Uses, excluding Medical Cannabis Dispensaries, Hospitals, and Philanthropic Administrative Services, except that General Retail Sales and Services, Pharmacy, or <u>General or</u> Specialty Grocery uses may be permitted <u>provided that no individual tenant occupies more than 3,000 square feet of Gross Floor Area</u>.
- (5) In addition to the standard criteria for Conditional Use authorization, as set forth in Sections 303 and, if applicable, 303.1, a project sponsor proposing a Grocery Store shall also present information about the affordability of food for the Commission's consideration. The Commission shall consider such information, as well as whether the project sponsor can demonstrate that the proposed Grocery Store will accept payment assistance, as set forth below.
- (A) Acceptance of Payment Assistance. The project sponsor shall describe the proposed Grocery Store's commitment to accept payment from individuals through assistance programs including but not limited to the United States Department of Agriculture's (USDA)

  Supplemental Nutritional Assistance Program (SNAP), the Special Supplemental Nutrition Program for Women, Infants, and Children (WIC), and other similar public assistance programs.
- (B) Food Affordability Projection. The project sponsor shall prepare a projection of food affordability at the proposed location and submit it for review by the Planning Commission. The projection shall consist of current retail pricing for a sampling of everyday grocery items that represent all categories within the market basket of foods maintained by the USDA's Center

8

13

20

18

25

for Nutrition Policy and Promotion for their Official USDA Food Plans.

- (C) Periodic Reporting Requirement. In addition to the other requirements of this subsection (d)(5), a project sponsor shall submit for review by the Commission the information required in subsections (A) and (B) of this subsection (d)(5). updated to reflect current conditions, within five years after the last submission of such information, upon a change of ownership of the Grocery Store site, or upon the operation of a new Grocery Store at the site, whichever is earliest.
- (56) Signs shall be subject to the requirements of Article 6 of this Code, except that allowable business signs for the *gG*rocery *sS*tore shall be limited to the following:
- (A) Window Signs. The total area of all window signs, as set forth in Section 602.1(b), shall not exceed 10% of the area of the window on or in which the signs are located. Such signs may be non-illuminated.
- (B) Wall Signs. The *total* area of all wall signs shall not exceed 40 square feet on the Fulton Street frontage occupied by the use, and 40 square feet on the Laguna Street frontage occupied by the use. The height of any wall sign shall not exceed 24 feet, or the height of the wall to which it is attached, or the height of the lowest of any residential windowsill on the wall to which the sign is attached, whichever is lower. Such signs may be non-illuminated or indirectly illuminated.
- (C) **Projecting Signs.** The number of projecting signs shall not exceed one per business. The area of such sign, as set forth in Section 602.1(a), shall not exceed 24 square feet. The height of such sign shall not exceed 24 feet, or the height of the wall to which it is attached, or the height of the lowest of any residential windowsill on the wall to which the sign is attached, whichever is lower. No part of the sign shall project more than 75%-percent of the horizontal distance from the street property line to the curbline, or six feet six inches, whichever is less. Such signs may be non-illuminated or indirectly illuminated.

- (D) **Signs on Awnings and Marquees.** Sign copy may be located on permitted awnings or marquees in lieu of wall signs. The area of such sign copy as set forth in Section 602.1(c) shall not exceed 40 square feet on the Fulton Street frontage occupied by the use, and 40 square feet on the Laguna Street frontage occupied by the use. Such sign copy may be non-illuminated or indirectly illuminated.
- (E) **Freestanding Signs and Sign Towers.** Freestanding signs or sign towers per lot shall not be permitted.
- (e) Effectiveness of Controls in this *Ordinance Special Use District*. The controls of this Section 249.35A shall apply only to a gGrocery sStore that the Planning Commission approves pursuant to the requirements of this Section 249.35A between May 4, 2008 and January 1, 2019 within 5 years of the effective date of the ordinance in Board File No. 180939 190839, amending this Section.

Section 3. Effective Date. This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.

Section 4. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors intends to amend only those words, phrases, paragraphs, subsections, sections, articles, numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal Code that are explicitly shown in this ordinance as additions, deletions, Board amendment

///

///

additions, and Board amendment deletions in accordance with the "Note" that appears under the official title of the ordinance.

APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney

By:

VICTORIA WONG Deputy City Attorney

n:\legana\as2019\1900663\01400963.docx



## City and County of San Francisco Tails

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

## **Ordinance**

File Number: 190839

Date Passed: November 05, 2019

Ordinance amending the Planning Code to allow a grocery store use that is a formula retail use in the Fulton Street Grocery Store Special Use District ("District"), on Fulton Street between Laguna and Octavia Streets, subject to conditional use authorization, and adding criteria for such authorization; clarify the definition of a grocery store use within the District; eliminate square footage requirements for commercial uses in the District other than a grocery store and for subsequent uses in a location previously approved for a grocery store; extend the time period for effectiveness of controls for the District to five years from the effective date of the Ordinance; and making environmental findings, findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1, and findings of public necessity, convenience, and welfare under Planning Code, Section 302.

October 21, 2019 Land Use and Transportation Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING SAME TITLE

October 21, 2019 Land Use and Transportation Committee - RECOMMENDED AS AMENDED

October 29, 2019 Board of Supervisors - PASSED ON FIRST READING

Ayes: 10 - Brown, Fewer, Haney, Mandelman, Mar, Peskin, Ronen, Safai, Stefani

and Yee

Excused: 1 - Walton

November 05, 2019 Board of Supervisors - FINALLY PASSED

Ayes: 10 - Fewer, Haney, Mandelman, Mar, Peskin, Ronen, Safai, Stefani, Walton

and Yee

Excused: 1 - Brown

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 11/5/2019 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

London N. Breed Mayor Date Approved