

CITY AND COUNTY OF SAN FRANCISCO DANIEL L. LURIE, MAYOR

OFFICE OF SMALL BUSINESS
DIRECTOR KATY TANG

August 27, 2025

Ms. Angela Calvillo, Clerk of the Board City Hall Room 244 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

RE: BOS File 250700 Zoning Map – Family Zoning Plan and BOS File 250701 Family Zoning Plan - Support with Recommendations

Dear Ms. Calvillo,

On August 25, 2025, the Small Business Commission (the Commission) heard BOS File 250700 Zoning Map – Family Zoning Plan and BOS File 250701 Family Zoning Plan. Sarah Dennis-Phillips, Planning Director, discussed the legislation and spoke to goals of expanding housing affordability and availability by allowing increased density throughout the city, especially along transit and commercial corridors to meet state law requirements for San Francisco to adopt a compliant rezoning plan by January 31, 2026. The Commission spoke at length about the strategies to prevent small business displacement that may occur as a result of the Family Zoning Plan.

The Commission voted to support the legislation with a 4-0 vote, with three Commissioners absent. The Commission made the following recommendations:

- Codify a notification process to commercial tenants and the Office of Small Business when a development application on a rezoned site is submitted to the Planning Department,
- Track small business displacement under the rezoning plan,
- Codify incentives for development projects that include warm shell buildouts in new commercial spaces,
- Explore statewide advocacy to support commercial relocation assistance, and
- Explore incentives for development projects to make contributions to a small business mitigation fund.

Thank you for considering the Commission's recommendations. Please feel free to contact me should you have any questions.

Sincerely,

Katy Tang

Director, Office of Small Business