	File No.	240932
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Committee Item	No.	2	
Board Item No.	14		

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

Committee: Land Use and Transportation Date: February 24, 2025								
Board of Su	Board of Supervisors Meeting: Date: March 4, 2025							
Cmte Board								
	Motion Resolution Ordinance Legislative Digest Budget and Legislative A Youth Commission Repol Introduction Form Department/Agency Cove MOU Grant Information Form Grant Budget Subcontract Budget Contract / DRAFT Mills A Form 126 – Ethics Comm Award Letter Application Public Correspondence	er Letter and	2 rt /or Rep	oort				
OTHER								
Planning Commission Transmittal – December 12, 2024 CEQA Determination – November 15, 2024 Referrals, CEQA, FYI, SBC – October 9, 2024 Committee Report Request Memo – February 19, 2025								
Prepared by:John CarrollDate:February 21, 2025Prepared by:John CarrollDate:February 25, 2025Prepared by:Date:								

1	[Planning Code - Third Street Alcohol Restricted Use District]					
2						
3	Ordinance amending the Planning Code to create an exception for certain distilleries,					
4	wineries, and breweries to establish on-sale liquor establishments in the Bayview					
5	Neighborhood Commercial District, subject to a conditional use authorization;					
6	affirming the Planning Department's determination under the California Environmental					
7	Quality Act; making findings of consistency with the General Plan, and the eight					
8	priority policies of Planning Code, Section 101.1; and making findings of public					
9	necessity, convenience, and welfare pursuant to Planning Code, Section 302.					
10	NOTE: Unchanged Code text and uncodified text are in plain Arial font.					
11	Additions to Codes are in single-underline italics Times New Roman font. Deletions to Codes are in strikethrough italics Times New Roman font.					
12	Board amendment additions are in double-underlined Arial font. Board amendment deletions are in strikethrough Arial font.					
13	Asterisks (* * * *) indicate the omission of unchanged Code subsections or parts of tables.					
14						
15	Be it ordained by the People of the City and County of San Francisco:					
16						
17	Section 1. Environmental and Land Use Findings.					
18	(a) The Planning Department has determined that the actions contemplated in this					
19	ordinance comply with the California Environmental Quality Act (California Public Resources					
20	Code Sections 21000 et seq.). Said determination is on file with the Clerk of the Board of					
21	Supervisors in File No. 240932 and is incorporated herein by reference. The Board affirms					
22	this determination.					
23	(b) On December 5, 2024, the Planning Commission, in Resolution No. 21656,					
24	adopted findings that the actions contemplated in this ordinance are consistent, on balance,					
25	with the City's General Plan and eight priority policies of Planning Code Section 101.1. The					

(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. 21656, and the Board incorporates such reasons herein by reference. A copy of said resolution is on file with the Clerk of the Board of Supervisors in File No. 240932.

Section 2. General Findings.

- (a) Over the years, a number of craft breweries, wineries, and distilleries have operated within the Bayview neighborhood. These businesses are part of a broader tradition of local manufacturing. They are also an important part of the local food and beverage ecosystem, producing products for sale on their premises, as well as in restaurants, bars, retail markets, and other establishments.
- (b) The Third Street Alcohol Restricted Use District currently prohibits the establishment of new beer and wine bars.
- (c) Bars serving beer and wine can add to the variety of nightlife offerings in a neighborhood commercial district, filling vacant storefronts and providing additional vibrancy to benefit a corridor.
- (d) Enabling manufacturers within the neighborhood to launch new beer and wine bars will create new opportunities for small businesses along Third Street, and could attract additional alcohol manufacturers.

Section 3. Article 2 of the Planning Code is hereby amended by revising Section 249.62, to read as follows:

1	SEC. 249.62. THIRD STREET ALCOHOL RESTRICTED USE DISTRICT.							
2	* * * *							
3	(a) In order to preserve the residential character and the neighborhood-serving							
4	commercial uses of the area, the Third Street Alcohol Restricted Use District (<u>"</u> Third Street							
5	Alcohol RUD_") is hereby established for the property in the area generally bounded by Islais							
6	Creek to the $\underline{n}\mathcal{N}$ orth, Quint Street, Phelps Street, Tampa Street, Bridgeview Drive, Newhall							
7	Street, Venus Street, and Egbert Avenue to the <u>w</u> #est, US Highway 101 to the <u>s</u> South, and							
8	Mendell Street, La Salle Avenue, Keith Street, Palou Street, Jennings Street, and Ingalls							
9	Street to the $\underline{e}E$ ast, as designated on Sectional Map $\underline{N}n$ umbers 8 and 10. $\underline{The\ Third\ Street}$							
10	Alcohol RUD is designated on Section Map Numbers 8SU and 10SU.							
11	(1) No new on-sale or off-sale $\underline{L}\underline{l}$ iquor $\underline{E}\underline{e}$ stablishment shall be permitted in the							
12	Third Street Alcohol RUD.							
13	(2) The prohibition on Liquor Establishments <u>in subsection (a)(1)</u> shall not be							
14	interpreted to prohibit the following:							
15	(A) Temporary uses, as described in Planning Code Sections 205.1 or							
16	205.3;							
17	(B) Establishment of a Liquor Establishment if application for such							
18	Liquor Establishment is on file with the California Department of Alcoholic Beverage Control							
19	("ABC") prior to the effective date of legislation Ordinance No. 67-03 establishing the Third							
20	Street Alcohol RUD (May 19, 2003);							
21	(C) Sales of wine and brandy pursuant to an Alcohol Beverage Control							
22	(ABC) License Type 2; or							
23	(D) Sales and manufacturing of beer pursuant to an Alcohol Beverage							
24	Control (ABC) License Type 23; or							

1 (E) Establishment of an on-sale Liquor Establishment with an ABC License Type 42 within the Bayview Neighborhood Commercial District, pursuant to a conditional use 2 3 authorization as provided in Section 303. 4 SEC. 737. BAYVIEW NEIGHBORHOOD COMMERCIAL DISTRICT. 5 6 7 Table 737. BAYVIEW NEIGHBORHOOD COMMERCIAL DISTRICT ZONING **CONTROL TABLE** 8 9 Bayview NCD 10 § References Controls **Zoning Category** 11 12 NON-RESIDENTIAL STANDARDS AND USES 13 14 **Commercial Use Characteristics** 15 NP<u>(2)</u> Drive-up Facility § 102 16 * * * * 17 Controls by Story 18 1st 2nd 3rd+ 19 * * * * 20 Sales and Service Use Category 21 **Retail Sales and** Р Ρ Р § § 102, 22 202.2(a), Service Uses* 23 202.3 24

1	Bar	§§ 102,	<u>N</u> P (2) (7)	<u>N</u> P (2) (7)	NP	
2		202.2(a) <u>.</u>				
3		<u>249.62</u>				
4	* * * *					
5	* Not listed below					
6	* * * *					
7	(2) THIRD STREET SPECIAL USE DISTRICT					
8	Boundaries: Applicable only to the portion of the Third Street SUD as shown on Sectional Map 10 SU					
9	zoned NC-3.					
10	Controls: Off-sale retail liquor sales are NP; dDrive-up facilities for Restaurants and Limited-					
11	Restaurants are C.					
12	* * * *					
13	(7) THIRD STREET ALCOHOL RESTRICTED USE DISTRICT (Section 249.62). C for Bars					
14	with ABC License Type 42.					

Section 4. 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 5. 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

1	additions, and Board amendment deletions in accordance with the "Note" that appears under
2	the official title of the ordinance.
3	
4	APPROVED AS TO FORM:
5	DAVID CHIU, City Attorney
6	By:
7	AUSTIN M. YANG Deputy City Attorney
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LEGISLATIVE DIGEST

(Substituted, October 1, 2024)

[Planning Code - Third Street Alcohol Restricted Use District]

Ordinance amending the Planning Code to create an exception for certain distilleries, wineries, and breweries to establish on-sale liquor establishments in the Bayview Neighborhood Commercial District, subject to a conditional use authorization; affirming the Planning Department's determination under the California Environmental Quality Act; making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302

Existing Law

The Third Street Alcohol Restricted Use District generally prohibits the new Liquor Establishments. There are limited exceptions for temporary uses, Liquor Establishments that applied prior to the effective date of the general prohibition (May 19, 2003), sales of wine and brandy pursuant to a Department of Alcohol Beverage Control ("ABC") License Type 2, or Type 23.

Amendments to Current Law

This ordinance would allow ABC License Type 42 establishments to open in the Third Street Alcohol Restricted Use District, subject to a conditional use authorization. It would also make clarifying amendments to the Zoning Tables of the Bayview Neighborhood Commercial District. Although the ordinance would amend the zoning table to make the control for Bars "NP", Bars are currently already subject to the controls in the Third Street Alcohol Restricted Use District, which generally prohibits on-sale Liquor Establishments, like Bars.

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BOARD OF SUPERVISORS Page 1



December 12, 2024

Ms. Angela Calvillo, Clerk Honorable Supervisor Walton **Board of Supervisors** City and County of San Francisco City Hall, Room 244 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102

Re: Transmittal of Planning Department Case Number 2024-009362PCA:

> Third Street Alcohol Restricted Use District Board File No. 240932

Planning Commission Recommendation:

Adopted a Recommendation for Approval

Dear Ms. Calvillo and Supervisor Walton,

On December 5, 2024, the Planning Commission conducted a duly noticed public hearing at a regularly scheduled meeting to consider the proposed Ordinance introduced by Supervisor Walton. The proposed Ordinance would amend the Third Street Alcohol Restricted Use District (RUD) to conditionally permit certain Bars within the Bayview Neighborhood Commercial District (NCD). At the hearing the Planning Commission adopted a recommendation for approval.

The proposed amendments are not defined as a project under CEQA Guidelines Section 15060(c) and 15378 because they do not result in a physical change in the environment.

Please find attached documents relating to the actions of the Commission. If you have any questions or require further information, please do not hesitate to contact me.

Sincerely,

Aaron D. Starr

Manager of Legislative Affairs

cc: Austin Yang, Deputy City Attorney
Percy Burch, Aide to Supervisor Walton
John Carroll, Office of the Clerk of the Board

ATTACHMENTS:

Planning Commission Resolution
Planning Department Executive Summary





PLANNING COMMISSION RESOLUTION NO. 21656

HEARING DATE: DECEMBER 5, 2024

Project Name: Third Street Alcohol Restricted Use District Case Number: 2024-009362PCA [Board File No. 240932]

Initiated by: Supervisor Walton / Introduced October 1, 2024

Staff Contact: Veronica Flores Legislative Affairs

veronica.flores@sfgov.org, 628-652-7525

Reviewed by: Aaron Starr, Manager of Legislative Affairs

aaron.starr@sfgov.org, 628-652-7533

RESOLUTION ADOPTING A RECOMMENDATION FOR APPROVAL OF A PROPOSED ORDINANCE THAT WOULD AMEND THE THIRD STREET ALCOHOL RESTRICTED USE DISTRICT (RUD) TO CONDITIONALLY PERMIT CERTAIN BARS WITHIN THE BAYVIEW NEIGHBORHOOD COMMERCIAL DISTRICT (NCD); AFFIRMING THE PLANNING DEPARTMENT'S DETERMINATION UNDER THE CALIFORNIA ENVIRONMENTAL QUALITY ACT; MAKING FINDINGS OF CONSISTENCY WITH THE GENERAL PLAN, AND THE EIGHT PRIORITY POLICIES OF PLANNING CODE, SECTION 101.1; AND MAKING FINDINGS OF PUBLIC NECESSITY, CONVENIENCE, AND WELFARE PURSUANT TO PLANNING CODE, SECTION 302.

WHEREAS, on October 1, 2024 Supervisor Walton introduced a proposed Ordinance under Board of Supervisors (hereinafter "Board") File Number 240932, which would amend the Third Street Alcohol Restricted Use District (RUD) to conditionally permit certain Bars within the Bayview Neighborhood Commercial District (NCD);

WHEREAS, the Planning Commission (hereinafter "Commission") conducted a duly noticed public hearing at a regularly scheduled meeting to consider the proposed Ordinance on December 5, 2024; and,

WHEREAS, the proposed Ordinance has been determined to be categorically exempt from environmental review under the California Environmental Quality Act Section 15378 and 15060(c)(2); and

WHEREAS, the Planning Commission has heard and considered the testimony presented to it at the public hearing and has further considered written materials and oral testimony presented on behalf of Department staff and other interested parties; and

WHEREAS, all pertinent documents may be found in the files of the Department, as the Custodian of Records, at 49 South Van Ness Avenue, Suite 1400, San Francisco; and

WHEREAS, the Planning Commission has reviewed the proposed Ordinance; and

WHEREAS, the Planning Commission finds from the facts presented that the public necessity, convenience, and general welfare require the proposed amendment; and

MOVED, that the Planning Commission hereby adopts a **recommendation for approval** of the proposed ordinance.

Findings

Having reviewed the materials identified in the preamble above, and having heard all testimony and arguments, this Commission finds, concludes, and determines as follows:

The proposed Ordinance would promote business growth and support small businesses.

General Plan Compliance

The proposed Ordinance and the Commission's recommended modifications are consistent with the following Objectives and Policies of the General Plan:

COMMERCE AND INDUSTRY ELEMENT

OBJECTIVE 1

MANAGE ECONOMIC GROWTH AND CHANGE TO ENSURE ENHANCEMENT OF THE TOTAL CITY LIVING AND WORKING ENVIRONMENT.

Policy 1.1

Encourage development which provides substantial net benefits and minimizes undesirable consequences. Discourage development which has substantial undesirable consequences that cannot be mitigated.

OBJECTIVE 2

MAINTAIN AND ENHANCE A SOUND AND DIVERSE ECONOMIC BASE AND FISCAL STRUCTURE FOR THE CITY.

Policy 2.1

Seek to retain existing commercial and industrial activity and to attract new such activity to the city.

Policy 2.3

Maintain a favorable social and cultural climate in the city in order to enhance its attractiveness as a firm location.

OBJECTIVE 6

MAINTAIN AND STRENGTHEN VIABLE NEIGHBORHOOD COMMERCIAL AREAS EASILY ACCESSIBLE TO CITY RESIDENTS.



Policy 6.1

Ensure and encourage the retention and provision of neighborhood-serving goods and services in the city's neighborhood commercial districts, while recognizing and encouraging diversity among the districts.

HOUSING ELEMENT

Policy 26

Streamline and simplify permit processes to provide more equitable access to the application process, improve certainty of outcomes, and ensure meeting State- and local-required timelines, especially for 100% affordable housing and shelter projects.

The proposed Ordinance supports the Commerce and Industry Element's goals of maintaining and supporting the economic growth of San Francisco. Expanding the exceptions within the Third Street Alcohol RUD supports Policy 2.1 to make it easier to attract new commercial activity to the city. Amending the Bayview NCD to conditionally permit certain Bars supports Policy 6.1: encouraging neighborhood-serving goods and services.

Planning Code Section 101 Findings

The proposed amendments to the Planning Code are consistent with the eight Priority Policies set forth in Section 101.1(b) of the Planning Code in that:

- 1. That existing neighborhood-serving retail uses be preserved and enhanced and future opportunities for resident employment in and ownership of such businesses enhanced;
- 2. The proposed Ordinance would not have a negative effect on neighborhood serving retail uses and will not have a negative effect on opportunities for resident employment in and ownership of neighborhood-serving retail.
- 3. That existing housing and neighborhood character be conserved and protected in order to preserve the cultural and economic diversity of our neighborhoods;
 - The proposed Ordinance would not have a negative effect on housing or neighborhood character.
- 4. That the City's supply of affordable housing be preserved and enhanced;
 - The proposed Ordinance would not have an adverse effect on the City's supply of affordable housing.
- 5. That commuter traffic not impede MUNI transit service or overburden our streets or neighborhood parking;
 - The proposed Ordinance would not result in commuter traffic impeding MUNI transit service or overburdening the streets or neighborhood parking.
- 6. That a diverse economic base be maintained by protecting our industrial and service sectors from displacement due to commercial office development, and that future opportunities for resident



employment and ownership in these sectors be enhanced;

The proposed Ordinance would not cause displacement of the industrial or service sectors due to office development, and future opportunities for resident employment or ownership in these sectors would not be impaired.

7. That the City achieve the greatest possible preparedness to protect against injury and loss of life in an earthquake;

The proposed Ordinance would not have an adverse effect on City's preparedness against injury and loss of life in an earthquake.

8. That the landmarks and historic buildings be preserved;

The proposed Ordinance would not have an adverse effect on the City's Landmarks and historic buildings.

9. That our parks and open space and their access to sunlight and vistas be protected from development;

The proposed Ordinance would not have an adverse effect on the City's parks and open space and their access to sunlight and vistas.

Planning Code Section 302 Findings.

The Planning Commission finds from the facts presented that the public necessity, convenience and general welfare require the proposed amendments to the Planning Code as set forth in Section 302.

NOW THEREFORE BE IT RESOLVED that the Commission hereby ADOPTS A RECOMMENDATION FOR APPROVAL the proposed Ordinance as described in this Resolution.

I hereby certify that the foregoing Resolution was adopted by the Commission at its meeting on December 5, 2024.

Jonas P Ionin Digitally signed by Jonas P Ionin Date: 2024.12.10 15:37:41 -08'00'

Jonas P. Ionin

Commission Secretary

AYES: Williams, Braun, Imperial, Moore, So

NOES: Campbell ABSENT: McGarry

ADOPTED: December 5, 2024





EXECUTIVE SUMMARYPLANNING CODE TEXT AMENDMENT

HEARING DATE: December 5, 2024

90-Day Deadline: January 7, 2025

Project Name: Third Street Alcohol Restricted Use District Case Number: 2024-009362PCA [Board File No. 240932]

Initiated by: Supervisor Walton / Introduced October 1, 2024

Staff Contact: Veronica Flores Legislative Affairs

veronica.flores@sfgov.org, 628-652-7525

Reviewed by: Aaron Starr, Manager of Legislative Affairs

aaron.starr@sfgov.org, 628-652-7533

Environmental

Review: Not a Project Under CEQA

RECOMMENDATION: Adopt of Recommendation for Approval with Modifications

Planning Code Amendment

The proposed Ordinance would amend the Third Street Alcohol Restricted Use District (RUD) to conditionally permit certain Bars within the Bayview Neighborhood Commercial District (NCD). Such Bars may only have a Type 42 Alcoholic Beverage Control (ABC) License (beer and wine only).

The Way It Is Now:

With some exceptions, no new on-sale or off-sale Liquor Establishments are permitted within the Third Street Alcohol RUD.

Executive Summary Hearing Date: December 5, 2024

The Way It Would Be:

The exceptions for Liquor Establishments within the Third Street Alcohol RUD would be expanded to allow Bars with on-sale Type 42 ABC Licenses within Bayview NCD. Such Bars would require a Conditional Use Authorization (CUA). This amendment would also be reflected in the Bayview Zoning Control Table.

Background

The need for the proposed ordinance came about when the owner of Gratta Wines sought to open a new wine bar in the neighborhood; however, because the RUD prohibits bars, even if they are only selling wine and beer, they were unable to obtain the necessary permits. The proposed Ordinance would expand the exceptions to allow a Bar with Type 42 ABC license (wine and beer) within the Bayview NCD. Not only would this ordinance benefit Gratta Wines, but it would also allow other bars with a Type 42 ABC license to open within the RUD.

Issues and Considerations

Third Street Alcohol RUD

In 2003, the Board of Supervisors established the Third Street Alcohol RUD to address the overconcentration of liquor stores and the lack of essential neighborhood services in the Third Street Corridor. The RUD generally prohibits new on-sale and off-sale liquor establishments, with limited exceptions. For instance, establishments that applied to the ABC before the RUD's effective date or existing liquor establishments relocating within the district could proceed through the CUA process.

The RUD is located along Third Street between Islais Creek and Highway 101 (see Figure 1) and overlaps various zoning districts, including the Bayview NCD, NCT-3, PDR-1-G, PDR-1-B, PDR-2, M-1, and NC-3. It was intended to preserve the residential character and neighborhood-serving commercial uses of the area.

In 2014, the Board expanded the RUD's exceptions to permit establishments with Type 2¹ or Type 23² ABC licenses. The proposed ordinance seeks to further expand these exceptions, prompting questions about the RUD's continued relevance and whether it should be updated or amended to better align with current conditions.

² Ordinance No. 248-14.



¹ Ordinance No. 35-14.



Figure 1: Map of Third Street Alcohol Restricted Use District

Named Neighborhood Commercial Districts

Named neighborhood commercial districts allow neighborhood-specific changes based on the community's goals and priorities.

Named neighborhood commercial districts allow for more tailored controls and help to protect or enhance unique characteristics associated with a neighborhood. Changes that are made to a named neighborhood commercial district only apply to that district, whereas changes made to NC-1, NC-2, and NC-3 Districts apply citywide. For example, if a named NCD wants to control the number of eating and drinking establishments because of overconcentration, then the controls for that named NCD can be changed to prohibit or require a



CUA for Restaurants. Conversely, if a neighborhood wants to encourage a type of use, the controls for that named NCD can be changed so that use is principally permitted.

Bayview NCD

The Bayview NCD was established in 2020 under Ordinance No. 07-20. It is located along Third Street between Yosemite and Jerrold Avenues (see Figure 2). Establishing a named neighborhood commercial district enables the Board to implement customized zoning controls along Third Street, addressing imbalances in land use types. This was not an option when the Third Street Alcohol RUD was established because this area was still zoned NC-3; however, today the creation of the named NCD allows the Board to amend the Bayview NCD to include all of the Third Street Alcohol RUD controls.

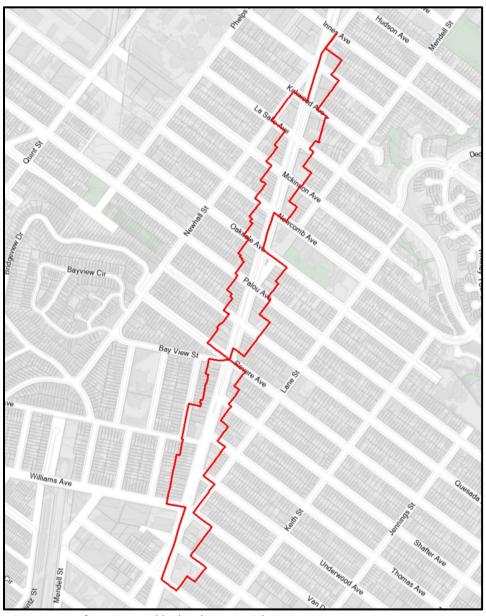


Figure 2: Map of Bayview Neighborhood Commercial District



General Plan Compliance

The proposed Ordinance supports the Commerce and Industry Element's goals of maintaining and supporting the economic growth of San Francisco. Expanding the exceptions within the Third Street Alcohol RUD supports Policy 2.1 to make it easier to attract new commercial activity to the city. Amending the Bayview NCD to conditionally permit certain Bars supports Policy 6.1: encouraging neighborhood-serving goods and services. Incorporating the recommended modification to conditionally permit all Bars and Nighttime Entertainment in the Bayview NCD further supports this Policy.

The proposed Ordinance would also align with the Housing Element's streamlining efforts if the recommended modifications were incorporated. Policy 26 discusses streamlining and simplifying permit processes, which can apply beyond housing applications. This can be done by exempting named NCDs from the Third Street Alcohol RUD and amending controls directly in the Bayview NCD. Further, this Policy calls out more equitable access to the application process. Conditionally permitting all Bars in Bayview NCD, rather than just those with Type 42 ABC licenses, helps achieve this.

Racial and Social Equity Analysis

The proposed Planning Code amendments aim to promote racial and social equity by simplifying the process for opening small businesses in San Francisco. This could help activate currently vacant storefronts along the Third Street corridor, providing more foot traffic and a more robust commercial corridor for the community. While these amendments are a step in the right direction, their minimal scope limits their potential impact. Expanding the allowance for Bars to include all types, beyond those with a Type 42 ABC license, could have a more significant and inclusive effect. Similarly, broadening the ordinance to accommodate a wider range of businesses could create greater opportunities for diverse business owners in the area.

However, the amendments also raise valid concerns about their potential impact on the neighborhood. Allowing more establishments selling alcohol in the district could exacerbate the very issues that prompted the establishment of the Third Street Alcohol RUD in the first place. That said the ordinance requires a CUA for certain Bars in the Bayview NCD, ensuring each new proposed business location can be vetted for appropriateness and concentration. Currently, anytime a new business wants to locate within the district, or an existing business wants to expand their offerings a code amendment is required. For example, this proposed ordinance. Allowing these uses with a CUA acknowledges that fact that the neighborhood has changed and allows more opportunity for new businesses to join the neighborhood.

Implementation

The Department has determined that this ordinance will not impact our implementation process; however, it may increase the number of CUAs we process and the commission hears.



Recommendation

The Department recommends that the Commission *adopt a recommendation for approval with modifications* of the proposed Ordinance and adopt the attached Draft Resolution to that effect. The Department's proposed recommendations are as follows:

- 1. Amend the Third Street Alcohol RUD to not apply to Named Neighborhood Commercial Districts.
- 2. Amend the ordinance to conditionally permit all Bars and Nighttime Entertainment within the Bayview NCD.

Basis for Recommendation

The Department supports the overall goals of this Ordinance because it supports economic growth within the Bayview NCD. The proposed Ordinance adds some flexibility, but the impacts would be very minor if this is limited to Bars with Type 42 ABC licenses. The proposed Ordinance also includes general clean-up items to make the Planning Code clearer. The Department believes that the following recommendations could both support the local business owner and better respond to the neighborhood's needs today:

Recommendation 1: Amend the Third Street Alcohol RUD to not apply to Named Neighborhood Commercial Districts.

The Third Street Alcohol RUD was established more than 20 years ago. The Department understands that the RUD is working as intended in that it prohibits new Liquor Establishments across the varying districts, which include PDR or M zoning districts. However, some aspects of the RUD are outdated now that there is a named NCD for the Bayview. The Department's proposal is to amend the RUD so that it does not apply to named NCDs. Adding an exception to the RUD would also avoid having to do a zoning map amendment should any future named NCDs be created within the RUD boundaries. With this recommendation, the RUD would still prohibit new Liquor Establishments in the other zoning districts within the RUD. These districts are generally more permissive when it comes to Liquor Establishments, so it is important to keep the RUD restrictions within those zoning districts. Currently, the only named NCD within the Third Street Alcohol RUD is the Bayview NCD.

Recommendation 2: Amend the ordinance to conditionally permit all Bars and Nighttime Entertainment within the Bayview NCD.

The proposed Ordinance targets beer and wine bars, particularly a wine bar proposed by Gratta Wines. While the proposed Ordinance does not call out a specific tenant or block/lot, it was crafted in such a way to primarily benefit one specific type of business. The Department's recommendation is to conditionally permit all Bars within the Bayview NCD, rather than just those with Type 42 ABC licenses. The NCD would also need to be amended to conditionally permit or prohibit Nighttime Entertainment (a business that serves alcohol by definition) as they are permitted as of right in the Bayview NCD. Removing the RUD would remove the current de facto prohibition on these uses. This recommendation acknowledges the social and equity issues raised in this report by requiring a public hearing and vetting for any new alcohol serving use. This ensures that the Planning Commission and members of the public can vet any proposed Bars or Nighttime Entertainment establishment.



Executive Summary Hearing Date: December 5, 2024

Required Commission Action

The proposed Ordinance is before the Commission so that it may adopt a recommendation of approval, disapproval, or approval with modifications.

Environmental Review

The proposed amendments are not defined as a project under CEQA Guidelines Section 15060(c)(2) and 15378 because they do not result in a physical change in the environment.

Public Comment

As of the date of this report, the Planning Department has not received any public comment regarding the proposed Ordinance.

ATTACHMENTS:

Exhibit A: Draft Planning Commission Resolution Exhibit B: Board of Supervisors File No. 240932







49 South Van Ness Avenue, Suite 1400 San Francisco, CA 94103 628.652.7600 www.sfplanning.org

PLANNING COMMISSION DRAFT RESOLUTION

HEARING DATE: December 5, 2024

Project Name: Third Street Alcohol Restricted Use District Case Number: 2024-009362PCA [Board File No. 240932]

Initiated by: Supervisor Walton / Introduced October 1, 2024

Staff Contact: Veronica Flores Legislative Affairs

veronica.flores@sfgov.org, 628-652-7525

Reviewed by: Aaron Starr, Manager of Legislative Affairs

aaron.starr@sfgov.org, 628-652-7533

RESOLUTION ADOPTING A RECOMMENDATION FOR APPROVAL WITH MODIFICATION OF A PROPOSED ORDINANCE THAT WOULD AMEND THE THIRD STREET ALCOHOL RESTRICTED USE DISTRICT (RUD) TO CONDITIONALLY PERMIT CERTAIN BARS WITHIN THE BAYVIEW NEIGHBORHOOD COMMERCIAL DISTRICT (NCD); AFFIRMING THE PLANNING DEPARTMENT'S DETERMINATION UNDER THE CALIFORNIA ENVIRONMENTAL QUALITY ACT; MAKING FINDINGS OF CONSISTENCY WITH THE GENERAL PLAN, AND THE EIGHT PRIORITY POLICIES OF PLANNING CODE, SECTION 101.1; AND MAKING FINDINGS OF PUBLIC NECESSITY, CONVENIENCE, AND WELFARE PURSUANT TO PLANNING CODE, SECTION 302.

WHEREAS, on October 1, 2024 Supervisor Walton introduced a proposed Ordinance under Board of Supervisors (hereinafter "Board") File Number 240932, which would amend the Third Street Alcohol Restricted Use District (RUD) to conditionally permit certain Bars within the Bayview Neighborhood Commercial District (NCD);

WHEREAS, the Planning Commission (hereinafter "Commission") conducted a duly noticed public hearing at a regularly scheduled meeting to consider the proposed Ordinance on December 5, 2024; and,

WHEREAS, the proposed Ordinance has been determined to be categorically exempt from environmental review under the California Environmental Quality Act Section 15378 and 15060(c)(2); and

WHEREAS, the Planning Commission has heard and considered the testimony presented to it at the public hearing and has further considered written materials and oral testimony presented on behalf of Department staff and other interested parties; and

WHEREAS, all pertinent documents may be found in the files of the Department, as the Custodian of Records, at 49 South Van Ness Avenue, Suite 1400, San Francisco; and

WHEREAS, the Planning Commission has reviewed the proposed Ordinance; and

WHEREAS, the Planning Commission finds from the facts presented that the public necessity, convenience, and general welfare require the proposed amendment; and

MOVED, that the Planning Commission hereby adopts a **recommendation for approval with modifications** of the proposed ordinance. The Commission's proposed recommendations are as follows:

- 1. Amend the Third Street Alcohol RUD to not apply to Named Neighborhood Commercial Districts.
- 2. Amend the ordinance to conditionally permit all Bars and Nighttime Entertainment within the Bayview NCD.

Findings

Having reviewed the materials identified in the preamble above, and having heard all testimony and arguments, this Commission finds, concludes, and determines as follows:

The proposed Ordinance would promote business growth and support small businesses.

General Plan Compliance

The proposed Ordinance and the Commission's recommended modifications are consistent with the following Objectives and Policies of the General Plan:

COMMERCE AND INDUSTRY ELEMENT

OBJECTIVE 1

MANAGE ECONOMIC GROWTH AND CHANGE TO ENSURE ENHANCEMENT OF THE TOTAL CITY LIVING AND WORKING ENVIRONMENT.

Policy 1.1

Encourage development which provides substantial net benefits and minimizes undesirable consequences. Discourage development which has substantial undesirable consequences that cannot be mitigated.

OBJECTIVE 2



MAINTAIN AND ENHANCE A SOUND AND DIVERSE ECONOMIC BASE AND FISCAL STRUCTURE FOR THE CITY.

Policy 2.1

Seek to retain existing commercial and industrial activity and to attract new such activity to the city.

Policy 2.3

Maintain a favorable social and cultural climate in the city in order to enhance its attractiveness as a firm location.

OBJECTIVE 6

MAINTAIN AND STRENGTHEN VIABLE NEIGHBORHOOD COMMERCIAL AREAS EASILY ACCESSIBLE TO CITY RESIDENTS.

Policy 6.1

Ensure and encourage the retention and provision of neighborhood-serving goods and services in the city's neighborhood commercial districts, while recognizing and encouraging diversity among the districts.

HOUSING ELEMENT

Policy 26

Streamline and simplify permit processes to provide more equitable access to the application process, improve certainty of outcomes, and ensure meeting State- and local-required timelines, especially for 100% affordable housing and shelter projects.

The proposed Ordinance supports the Commerce and Industry Element's goals of maintaining and supporting the economic growth of San Francisco. Expanding the exceptions within the Third Street Alcohol RUD supports Policy 2.1 to make it easier to attract new commercial activity to the city. Amending the Bayview NCD to conditionally permit certain Bars supports Policy 6.1: encouraging neighborhood-serving goods and services. Incorporating the recommended modification to conditionally permit all Bars and Nighttime Entertainment in the Bayview NCD further supports this Policy.

The proposed Ordinance would also align with the Housing Element's streamlining efforts if the recommended modifications were incorporated. Policy 26 discusses streamlining and simplifying permit processes, which can apply beyond housing applications. This can be done by exempting named NCDs from the Third Street Alcohol RUD and amending controls directly in the Bayview NCD. Further, this Policy calls out more equitable access to the application process. Conditionally permitting all Bars in Bayview NCD, rather than just those with Type 42 ABC licenses, helps achieve this.

Planning Code Section 101 Findings

The proposed amendments to the Planning Code are consistent with the eight Priority Policies set forth in Section 101.1(b) of the Planning Code in that:



- 1. That existing neighborhood-serving retail uses be preserved and enhanced and future opportunities for resident employment in and ownership of such businesses enhanced;
- 2. The proposed Ordinance would not have a negative effect on neighborhood serving retail uses and will not have a negative effect on opportunities for resident employment in and ownership of neighborhood-serving retail.
- 3. That existing housing and neighborhood character be conserved and protected in order to preserve the cultural and economic diversity of our neighborhoods;

The proposed Ordinance would not have a negative effect on housing or neighborhood character.

4. That the City's supply of affordable housing be preserved and enhanced;

The proposed Ordinance would not have an adverse effect on the City's supply of affordable housing.

5. That commuter traffic not impede MUNI transit service or overburden our streets or neighborhood parking;

The proposed Ordinance would not result in commuter traffic impeding MUNI transit service or overburdening the streets or neighborhood parking.

6. That a diverse economic base be maintained by protecting our industrial and service sectors from displacement due to commercial office development, and that future opportunities for resident employment and ownership in these sectors be enhanced;

The proposed Ordinance would not cause displacement of the industrial or service sectors due to office development, and future opportunities for resident employment or ownership in these sectors would not be impaired.

7. That the City achieve the greatest possible preparedness to protect against injury and loss of life in an earthquake;

The proposed Ordinance would not have an adverse effect on City's preparedness against injury and loss of life in an earthquake.

8. That the landmarks and historic buildings be preserved;

The proposed Ordinance would not have an adverse effect on the City's Landmarks and historic buildings.

9. That our parks and open space and their access to sunlight and vistas be protected from development;

The proposed Ordinance would not have an adverse effect on the City's parks and open space and



their access to sunlight and vistas.

Planning Code Section 302 Findings.

The Planning Commission finds from the facts presented that the public necessity, convenience and general welfare require the proposed amendments to the Planning Code as set forth in Section 302.

NOW THEREFORE BE IT RESOLVED that the Commission hereby ADOPTS A RECOMMENDATION FOR APPROVAL WITH MODIFICATIONS the proposed Ordinance as described in this Resolution.

I hereby certify that the foregoing Resolution was adopted by the Commission at its meeting on December 5, 2024

Jonas P. Ionin
Commission Secretary

AYES: NOES: ABSENT:

ADOPTED: December 5, 2024





FILE NO. 240932

SUBSTITUTE 10/01/2024 EXHIBIT B ORDINANCE NO.

1	[Planning Code - Third Street Alcohol Restricted Use District]
2	
3	Ordinance amending the Planning Code to create an exception for certain distilleries,
4	wineries, and breweries to establish on-sale liquor establishments in the Bayview
5	Neighborhood Commercial District, subject to a conditional use authorization;
6	affirming the Planning Department's determination under the California Environmental
7	Quality Act; making findings of consistency with the General Plan, and the eight
8	priority policies of Planning Code, Section 101.1; and making findings of public
9	necessity, convenience, and welfare pursuant to Planning Code, Section 302.
10	NOTE: Unchanged Code text and uncodified text are in plain Arial font.
11	Additions to Codes are in <u>single-underline italics Times New Roman font</u> . Deletions to Codes are in <u>strikethrough italics Times New Roman font</u> . Board amendment additions are in <u>double-underlined Arial font</u> .
12	Board amendment additions are in <u>double-dridenlined Arial font.</u> Board amendment deletions are in strikethrough Arial font. Asterisks (* * * *) indicate the omission of unchanged Code
13	subsections or parts of tables.
14	
15	Be it ordained by the People of the City and County of San Francisco:
16	
17	Section 1. Environmental and Land Use Findings.
18	(a) The Planning Department has determined that the actions contemplated in this
19	ordinance comply with the California Environmental Quality Act (California Public Resources
20	Code Sections 21000 et seq.). Said determination is on file with the Clerk of the Board of
21	Supervisors in File No and is incorporated herein by reference. The Board affirms this
22	determination.
23	(b) On, the Planning Commission, in Resolution No,
24	adopted findings that the actions contemplated in this ordinance are consistent, on balance,
25	

1	with the City's General Plan and eight priority policies of Planning Code Section 101.1. The
2	Board adopts these findings as its own. A copy of said Resolution is on file with the Clerk of
3	the Board of Supervisors in File No, and is incorporated herein by reference.
4	(c) Pursuant to Planning Code Section 302, the Board finds that this Planning Code
5	amendment will serve the public necessity, convenience, and welfare for the reasons set forth
6	in Planning Commission Resolution No, and the Board incorporates such
7	reasons herein by reference. A copy of said resolution is on file with the Clerk of the Board of
8	Supervisors in File No
9	
10	Section 2. General Findings.
11	(a) Over the years, a number of craft breweries, wineries, and distilleries have
12	operated within the Bayview neighborhood. These businesses are part of a broader tradition
13	of local manufacturing. They are also an important part of the local food and beverage
14	ecosystem, producing products for sale on their premises, as well as in restaurants, bars,
15	retail markets, and other establishments.
16	(b) The Third Street Alcohol Restricted Use District currently prohibits the
17	establishment of new beer and wine bars.
18	(c) Bars serving beer and wine can add to the variety of nightlife offerings in a
19	neighborhood commercial district, filling vacant storefronts and providing additional vibrancy
20	to benefit a corridor.
21	(d) Enabling manufacturers within the neighborhood to launch new beer and wine bars
22	will create new opportunities for small businesses along Third Street, and could attract
23	additional alcohol manufacturers.
24	
25	

1	Section 3. Article 2 of the Planning Code is hereby amended by revising Section					
2	249.62, to read as follows:					
3	SEC. 249.62. THIRD STREET ALCOHOL RESTRICTED USE DISTRICT.					
4	* * * *					
5	(a) In order to preserve the residential character and the neighborhood-serving					
6	commercial uses of the area, the Third Street Alcohol Restricted Use District ("Third Street					
7	Alcohol RUD_") is hereby established for the property in the area generally bounded by Islais					
8	Creek to the \underline{n} Orth, Quint Street, Phelps Street, Tampa Street, Bridgeview Drive, Newhall					
9	Street, Venus Street, and Egbert Avenue to the \underline{w} West, US Highway 101 to the \underline{s} South, and					
10	Mendell Street, La Salle Avenue, Keith Street, Palou Street, Jennings Street, and Ingalls					
11	Street to the $\underline{e}E$ ast, as designated on Sectional Map $\underline{N}n$ umbers 8 and 10. $\underline{The\ Third\ Street}$					
12	Alcohol RUD is designated on Section Map Numbers 8SU and 10SU.					
13	(1) No new on-sale or off-sale $\underline{L}\underline{l}$ iquor $\underline{E}\underline{e}$ stablishment shall be permitted in the					
14	Third Street Alcohol RUD.					
15	(2) The prohibition on Liquor Establishments $\underline{in\ subsection\ (a)(1)}$ shall not be					
16	interpreted to prohibit the following:					
17	(A) Temporary uses, as described in Planning Code Sections 205.1 or					
18	205.3;					
19	(B) Establishment of a Liquor Establishment if application for such					
20	Liquor Establishment is on file with the California Department of Alcoholic Beverage Control					
21	("ABC") prior to the effective date of legislation Ordinance No. 67-03 establishing the Third					
22	Street Alcohol RUD (May 19, 2003);					
23	(C) Sales of wine and brandy pursuant to an Alcohol Beverage Control					
24	(ABC) License Type 2; or					

1	(D) Sales and manufacturing of beer pursuant to an Alcohol Beverage							
2	Control (ABC) License Type 23; or							
3	(E) Establishment of an on-sale Liquor Establishment with an ABC License							
4	Type 42 within the Bayvi	ew Neighbo	orhood (Commercial Dist	rict, pur	suant to a condi	<u>tional use</u>	
5	authorization as provided	d in Section	<i>303</i> .					
6								
7	SEC. 737. BAYVIEW NEIGHBORHOOD COMMERCIAL DISTRICT.							
8	* * * *							
9	Table 737. BA	YVIEW NE	EIGHB	ORHOOD COM	MERC	IAL DISTRICT	ZONING	
10			C	ONTROL TABL	.Е			
11						Bayviev	v NCD	
12	Zoning Category		§ Refe	erences		Controls		
13	* * * *							
14	NON-RESIDENTIAL	STANDAF	RDS AN	ND USES				
15	* * * *							
16	Commercial Use Cha	aracteristi	ics					
17	Drive-up Facility		§ 102			NP <u>(2)</u>		
18	* * * *							
19					Con	trols by Story		
20				1st		2nd	3rd+	
21	* * * *				•			
22	Sales and Service U	se Catego	ory					
23	Retail Sales and	§ § 102,		Р	Р		Р	
24	Service Uses*	202.2(a),	ı					
25		202.3						

1	* * * *				
2	Bar	§§ 102,	<u>N</u> P (2) (7)	<u>N</u> P (2) (7)	NP
3		202.2(a) <u>.</u>			
4		<u>249.62</u>			
5	* * * *				
6	* Not listed below				
_					

7 * * * *

(2) THIRD STREET SPECIAL USE DISTRICT

Boundaries: Applicable only to the portion of the Third Street SUD as shown on Sectional Map 10 SU zoned NC 3.

11 Controls: Off sale retail liquor sales are NP; dDrive-up facilities for Restaurants and Limited-

12 Restaurants are C.

13 * * * *

(7) THIRD STREET ALCOHOL RESTRICTED USE DISTRICT (Section 249.62). C for Bars with ABC License Type 42.

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Section 4. 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.

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Section 5. 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

1	additions, and Board amendment deletions in accordance with the "Note" that appears under
2	the official title of the ordinance.
3	
4	APPROVED AS TO FORM:
5	DAVID CHIU, City Attorney
6	By: /s/
7	AUSTIN M. YANG Deputy City Attorney
8	n:\legana\as2024\2400482\01790502.docx
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City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
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TDD/TTY No. (415) 554-5227

MEMORANDUM

	WEWORANDOW					
Б	Oate:	October 9, 2024				
Т	o:	Planning Department/Planning Commis	sion			
F	rom:	John Carroll, Assistant Clerk, Land Use a	and Transportation Committee			
Si	ubject:	Board of Supervisors Legislation Referra Planning Code - Third Street Alcohol Re				
\boxtimes	(Californ ⊠	nia Environmental Quality Act (CEQA) D via Public Resources Code, Sections 21000 et seq. Ordinance / Resolution Ballot Measure				
\boxtimes	Amendment to the Planning Code, including the following Findings: (Planning Code, Section 302(b): 90 days for Planning Commission review) □ General Plan □ Planning Code, Section 101.1 □ Planning Code, Section 302					
		Amendment to the Administrative Code, involving Land Use/Planning (Board Rule 3.23: 30 days for possible Planning Department review)				
	(Charter, (Require property removal structur plans; comprove	General Plan Referral for Non-Planning Code Amendments (Charter, Section 4.105, and Administrative Code, Section 2A.53) (Required for legislation concerning the acquisition, vacation, sale, or change in use of City property; subdivision of land; construction, improvement, extension, widening, narrowing, removal, or relocation of public ways, transportation routes, ground, open space, buildings, or structures; plans for public housing and publicly-assisted private housing; redevelopment plans; development agreements; the annual capital expenditure plan and six-year capital improvement program; and any capital improvement project or long-term financing proposal such as general obligation or revenue bonds.)				
		E Preservation Commission Landmark (Planning Code, Section 1004.3) Cultural Districts (Charter, Section 4.135 & Mills Act Contract (Government Code, Section Designation for Significant/Contributory	a 50280)			

Please send the Planning Department/Commission recommendation/determination to John Carroll at john.carroll@sfgov.org.



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MEMORANDUM

TO: Sarah Dennis-Phillips, Executive Director, Office of Economic and

Workforce Development William Scott, Police Chief

FROM: John Carroll, Assistant Clerk, Land Use and Transportation Committee

DATE: October 9, 2024

SUBJECT: LEGISLATION INTRODUCED

The Board of Supervisors' Land Use and Transportation Committee has received the following proposed legislation, introduced by Supervisor Walton on October 9, 2024.

File No. 240932

Ordinance amending the Planning Code to create an exception for certain distilleries, wineries, and breweries to establish on-sale liquor establishments in the Bayview Neighborhood Commercial District, subject to a conditional use authorization; affirming the Planning Department's determination under the California Environmental Quality Act; making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302.

If you have comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102 or by email at: john.carroll@sfgov.org.

CC:

Offices of Chair Melgar and Supervisor Walton
Anne Taupier, Office of Economic and Workforce Development
Alesandra Lozano, Office of Economic and Workforce Development
Ben VanHouten, Office of Economic and Workforce Development
Lisa Ortiz, Police Department
Lili Gamero, Police Department
Rima Malouf, Police Department
Diana Oliva-Aroche, Police Department
Carl Nicita, Police Department
Andrew Froines, Police Department
Joanne Wong, Police Department
Stephen Jonas, Police Department



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MEMORANDUM

TO: Katy Tang, Director

Small Business Commission, City Hall, Room 448

FROM: John Carroll, Assistant Clerk, Land Use and Transportation Committee

DATE: October 9, 2024

SUBJECT: REFERRAL FROM BOARD OF SUPERVISORS

Land Use and Transportation Committee

The Board of Supervisors' Land Use and Transportation Committ3ee has received the following legislation, which is being referred to the Small Business Commission for comment and recommendation. The Commission may provide any response it deems appropriate within 12 days from the date of this referral.

File No. 240932

Ordinance amending the Planning Code to create an exception for certain distilleries, wineries, and breweries to establish on-sale liquor establishments in the Bayview Neighborhood Commercial District, subject to a conditional use authorization; affirming the Planning Department's determination under the California Environmental Quality Act; making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302.

Please return this cover sheet with the Commission's response to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102.

C:
Offices of Chair Melgar and Supervisor Walton
Kerry Birnbach, Senior Policy Analyst/Commission Secretary

RESPONSE FROM SMALL BUSINESS COMMISSION - Date:
RESPONSE PROMISMALL BUSINESS COMMINISSION - Date.
No Comment
Recommendation Attached

Chairperson, Small Business Commission



MYRNA MELGAR

DATE: February 19, 2025

TO: Angela Calvillo

Clerk of the Board of Supervisors

FROM: Supervisor Myrna Melgar, Chair, Land Use and Transportation Committee

RE: Land Use and Transportation Committee

COMMITTEE REPORTS

Pursuant to Board Rule 4.20, as Chair of the Land Use and Transportation Committee, I have deemed the following matters are of an urgent nature and request them be considered by the full Board on Tuesday, February 25, 2025.

File No. 240932 Planning Code - Third Street Alcohol Restricted Use District

Sponsor: Walton

File No. 241121 Planning Code, Zoning Map - Leland Avenue Neighborhood

Commercial District Sponsor: Walton

These matters will be heard in the Land Use and Transportation Committee at a Regular Meeting on Monday, February 24, 2025.

Introduction Form

(by a Member of the Board of Supervisors or the Mayor)

I hereby	subm	it the following item for introduction (select only one):	
	1.	For reference to Committee (Ordinance, Resolution, Motion or Charter Amendm	nent)
	2.	Request for next printed agenda (For Adoption Without Committee Reference) (Routine, non-controversial and/or commendatory matters only)	
	3.	Request for Hearing on a subject matter at Committee	
	4.	Request for Letter beginning with "Supervisor	inquires"
	5.	City Attorney Request	
	6.	Call File No. from Committee.	
5	7.	Budget and Legislative Analyst Request (attached written Motion)	
<u> </u>	8.	Substitute Legislation File No. 240932	
_			
	9.	Reactivate File No.	
	10.	Topic submitted for Mayoral Appearance before the Board on	
The pro	posed	legislation should be forwarded to the following (please check all appropriate box	(es):
	□ Sm	nall Business Commission Youth Commission Ethics Commissi	on
	□ Pla	anning Commission Building Inspection Commission Human Resource	es Department
C 1			•
		Referral sent to the Planning Department (proposed legislation subject to Charter	4.103 & Admin 2A.33)
	□ Ye		
•	-	perative Agenda items (a Resolution not on the printed agenda), use the Imperativ	ve Agenaa Form.)
Sponson	` '		
Walto Subject			
Planni	ng Co	ode - Third Street Alcohol Restricted Use District	
Long Ti	itle or	text listed:	
establis authoriz findings	h on-sazation; of con	ending the Planning Code to create an exception for certain distilleries, wineries, and breale liquor establishments in the Bayview Neighborhood Commercial District, subject to a affirming the Planning Department's determination under the California Environmental Califor	conditional use quality Act; making
		Signature of Sponsoring Supervisor: /s/ Shamann Walton	
		STORAGUE OF SOORSOLDO SUBERVISOR, HEL SUSMODO MASIÇO	1



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MEMORANDUM

LAND USE AND TRANSPORTATION COMMITTEE

SAN FRANCISCO BOARD OF SUPERVISORS

TO: Supervisor Myrna Melgar, Chair

Land Use and Transportation Committee

FROM: John Carroll, Assistant Clerk

DATE: February 25, 2025

SUBJECT COMMITTEE REPORT, BOARD MEETING

Tuesday, February 25, 2025

The following file should be presented as COMMITTEE REPORT during the Board meeting on Tuesday, February 25, 2025. This ordinance was acted upon during the Land Use and Transportation Committee meeting on Monday, February 24, 2025, at 1:30 p.m., by the votes indicated.

BOS Item No. 23 File No. 240932

[Planning Code - Third Street Alcohol Restricted Use District]

Ordinance amending the Planning Code to create an exception for certain distilleries, wineries, and breweries to establish on-sale liquor establishments in the Bayview Neighborhood Commercial District, subject to a conditional use authorization; affirming the Planning Department's determination under the California Environmental Quality Act; making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1; and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302.

RECOMMENDED AS A COMMITTEE REPORT

Vote: Supervisor Myrna Melgar – Aye Supervisor Chyanne Chen – Aye Supervisor Bilal Mahmood – Aye

Cc: Board of Supervisors
Angela Calvillo, Clerk of the Board
Alisa Somera, Legislative Deputy
Brad Russi, Deputy City Attorney