BOARD of SUPERVISORS



City Hall
1 Dr. Carlton B. Goodlett Place, Room 244
San Francisco 94102-4689
Tel. No. (415) 554-5184
Fax No. (415) 554-5163
TDD/TTY No. (415) 554-5227

MEMORANDUM

	Date:	March 25, 2025
	То:	Planning Department/Planning Commission
	From:	John Carroll, Assistant Clerk, Land Use and Transportation Committee
	Subject:	Board of Supervisors Legislation Referral - File No. 241198-2 SUBSTITUTED Planning Code, Zoning Map - Alexandria Theater Special Use District
\boxtimes	(Californi ⊠	ia Environmental Quality Act (CEQA) Determination ia Public Resources Code, Sections 21000 et seq.) Ordinance / Resolution Ballot Measure
\boxtimes	(Planning	nent to the Planning Code, including the following Findings: (Code, Section 302(b): 90 days for Planning Commission review) eral Plan Planning Code, Section 101.1 Planning Code, Section 302
		nent to the Administrative Code, involving Land Use/Planning ule 3.23: 30 days for possible Planning Department review)
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 property; subdivision of land; construction, improvement, extension, widening, narrown removal, or relocation of public ways, transportation routes, ground, open space, building structures; plans for public housing and publicly-assisted private housing; redevelopment development agreements; the annual capital expenditure plan and six-year capital improvement project or long-term financing proposal such as obligation or revenue bonds.)		Section 4.105, and Administrative Code, Section 2.A.53) and for legislation concerning the acquisition, vacation, sale, or change in use of City is subdivision of land; construction, improvement, extension, widening, narrowing, or relocation of public ways, transportation routes, ground, open space, buildings, or es; plans for public housing and publicly-assisted private housing; redevelopment plans; ment agreements; the annual capital expenditure plan and six-year capital improvement; and any capital improvement project or long-term financing proposal such as general
		Preservation Commission Landmark (Planning Code, Section 1004.3) Cultural Districts (Charter, Section 4.135 & Board Rule 3.23) Mills Act Contract (Government Code, Section 50280) Designation for Significant/Contributory Buildings (Planning Code, Article 11)

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

1	[Planning Code, Zoning Map - Alexandria Theater Special Use District]	
2		
3	Ordinance amending the Planning Code and Zoning Map to establish the Alexandria	
4	Theater Special Use District (SUD), at the northwest corner of Geary Boulevard	
5	and 18th Avenue, allowing a density bonus and modifications to existing zoning	
6	controls for a residential project in the SUD, subject to specified conditions; affirming	
7	the Planning Department's determination under the California Environmental Quality	
8	Act; making findings of consistency with the General Plan, and the eight priority	
9	policies of Planning Code, Section 101.1; and making findings of public necessity,	
10	convenience, and welfare pursuant to Planning Code, Section 302.	
11	NOTE: Unchanged Code text and uncodified text are in plain Arial font.	
12	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> .	
13	Board amendment additions are in <u>double-dridenined Arial font.</u> Board amendment deletions are in strikethrough Arial font. Asterisks (* * * *) indicate the omission of unchanged Code	
14	subsections or parts of tables.	
15		
16	Be it ordained by the People of the City and County of San Francisco:	
17		
18	Section 1. Environmental and Land Use Findings.	
19	(a) The Planning Department has determined that the actions contemplated in this	
20	ordinance comply with the California Environmental Quality Act (California Public Resources	
21	Code Sections 21000 et seq.). Said determination is on file with the Clerk of the Board of	
22	Supervisors in File No and is incorporated herein by reference. The Board affirms	
23	this determination.	
24	(b) On, the Planning Commission, in Resolution No,	
25	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. _____, and is incorporated herein by reference.
- (c) Pursuant to Planning Code Section 302, this Board finds that these Planning Code amendments will serve the public necessity, convenience, and welfare for the reasons set forth in Planning Commission Resolution No. ______, 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. _____.

Section 2. General Findings.

- (a) California faces a severe crisis of housing affordability and availability, prompting the Legislature to declare, in Section 65589.5 of the Government Code, that the state is experiencing "a housing supply and affordability crisis of historic proportions. The consequences of failing to effectively and aggressively confront this crisis are hurting millions of Californians, robbing future generations of a chance to call California home, stifling economic opportunities for workers and businesses, worsening poverty and homelessness, and undermining the state's environmental and climate objectives."
- (b) According to the Planning Department's 2020 Housing Inventory, the cost of housing in San Francisco has increased dramatically since the Great Recession of 2008 2009, with the median sale price for a two-bedroom house more than tripling from \$493,000 in 2011 to \$1,580,000 in 2021, including a 9% increase from 2019 to 2020 alone, even in the face of the COVID-19 pandemic. The median rental price for a two-bedroom apartment saw similar although slightly smaller increases, nearly doubling from \$2,570 to \$4,500 per month, from 2011 to 2019, before declining in 2020 due to the pandemic.

- (c) These housing cost trends follow decades of underproduction of housing in the Bay Area, according to the Planning Department's 2019 Housing Affordability Strategies Report. The City's Chief Economist has estimated that approximately 5,000 new market-rate housing units per year would be required to keep housing prices in San Francisco aligned with the general rate of inflation.
- (d) San Francisco's Regional Housing Needs Allocation ("RHNA") in the current 2023-2031 Housing Element cycle is 82,069 units over those eight years (46,598 of which must be affordable to extremely low-, very low-, low-, and moderate-income households), which is more than 2.5 times the allocation of the previous eight-year cycle.
- (e) On January 31, 2023, the City adopted the 2022 Update of the Housing Element of the General Plan ("2022 Housing Element"), as required by state law. The 2022 Housing Element is San Francisco's first housing plan that is centered on racial and social equity. It articulates San Francisco's commitment to recognizing housing as a right, increasing housing affordability for low-income households and communities of color, opening small and mid-rise multifamily buildings across all neighborhoods, and connecting housing to neighborhood services like transportation, education, and economic opportunity.
- (f) The 2022 Housing Element includes goals, objectives, policies, and implementing programs that seek to guide development patterns and the allocation of resources to San Francisco neighborhoods. Generally, it intends to shift an increased share of San Francisco's projected future housing growth to transit corridors and low-density residential districts within "Well-Resourced Neighborhoods" (areas identified by the state as neighborhoods that provide strong economic, health, and educational outcomes for its residents), while aiming to prevent the potential displacement and adverse racial and social equity impacts of zoning changes, planning processes, or public and private investments on populations and in areas that may be vulnerable to displacement, such as "Priority Equity Geographies" (identified in the

- Department of Public Health's Community Health Needs Assessment as Areas of Vulnerability).
 - (g) Despite the need for additional housing, construction of new housing has slowed dramatically in San Francisco in recent years due to increased construction costs and decreased availability of financing. To incent housing development, the City has been exploring modifications to existing zoning controls for projects seeking to convert existing underutilized commercial spaces to residential uses.
 - (h) The Alexandria Theater opened in 1923, on the northwest corner of Geary Boulevard and 18th Avenue. The theater was designed by the Reid brothers, who also designed the Cliff House and the Spreckels Temple of Music in Golden Gate Park. When it opened, it was hailed as a monument to Egyptian design. The historic and architectural features of the theater have been recognized by various publications. Over the years, the theater underwent several changes in ownership, and some physical renovations, but continuously operated as a movie palace until it finally shut down in 2004. Since then, the Alexandria Theater has remained vacant.
 - (i) It is reasonable and in the public interest to increase the development potential of the property where the Alexandria Theater is located by providing modifications to the existing 40-foot height limit, the applicable dwelling unit density limit of one unit per 600 square feet of lot area, and similar requirements. It is also reasonable and appropriate for both the Historic Preservation and Planning Commissions to hold informational hearings for the development proposal to solicit public comments and recommendations.
 - (j) Large development projects in San Francisco often incorporate certain public benefits, such as committing to local hiring, engaging a skilled and trained workforce, or paying prevailing wage. These features of such projects can result in local jobs and economic benefits to the community. The City and the project sponsor are evaluating the scope of public

1	benefits to be provided in connection with a project developed pursuant to this ordinance,
2	which public benefits may be memorialized in a separate agreement.
3	
4	Section 3. Article 2 of the Planning Code is hereby amended by adding Section 249.4,
5	to read as follows:
6	SEC. 249.4. ALEXANDRIA THEATER SPECIAL USE DISTRICT.
7	(a) Purpose. The Alexandria Theater Special Use District is intended to promote the
8	development of much needed housing in the City, by allowing a housing development project with
9	additional density and height than otherwise allowed under existing zoning that also preserves the key
10	historic architectural features of the Alexandria Theater, a 1923 movie palace.
11	(b) Location. The Alexandria Theater Special Use District consists of Assessor's Parcel Block
12	No. 1450, Lot No. 048. Its boundaries are shown on Special Use District Map SU03 of the Zoning Map,
13	and generally it consists of the parcel at the northwest corner of the intersection of 18th Avenue and
14	Geary Boulevard.
15	(c) Controls. Applicable provisions of the Planning Code shall apply to the Alexandria
16	Theater Special Use District except as otherwise provided in this Section 249.4. In the event of a
17	conflict between other provisions of the Planning Code and this Section, this Section shall control.
18	(d) Density Bonus. A residential development project that meets the eligibility criteria set
19	forth in subsection (e) shall be entitled to the density bonus and zoning modifications described in this
20	subsection (d).
21	(1) Form-Based Density. Notwithstanding any zoning designation to the contrary, the
22	density of the project shall not be limited by lot area but rather by the applicable requirements and
23	limitations set forth in this Code, as modified by this Section 249.4. Such requirements and limitations
24	include, but are not limited to, height, setbacks, exposure, and unit mix, as well as applicable design
25	guidelines, elements, and area plans of the General Plan and design review.

1	(2) Height. The maximum building height shall be 85 feet.
2	(3) Rear Yard. The minimum rear yard shall be 15 feet.
3	(4) Dwelling Unit Exposure. The minimum exposure for dwelling units facing the
4	reduced rear yard shall require qualifying windows to face an unobstructed open area that is no less
5	than 15 feet in every horizontal dimension.
6	(5) Process Modification. Conditional Use authorization pursuant to Section 202.4
7	shall not be required.
8	(e) Applicability. To be eligible for the density bonus and other zoning modifications provided
9	by subsection (d), a residential development project shall meet the criteria set forth in this subsection
10	<u>(e).</u>
11	(1) Affordability. The number of Affordable Units constructed on-site shall be at least
12	12% of all units constructed on the project site in accordance with this subsection (e)(1). The
13	capitalized terms in this subsection (e)(1) have the meanings set forth in the definitions of Sections 401
14	<u>and 415.2.</u>
15	(A) For any Ownership Housing Project, a minimum of 10% of the units shall be
16	affordable to low-income households and 2% of the units shall be affordable to moderate-income
17	households. Owned Units for low-income households shall have an affordable purchase price set at
18	80% of Area Median Income or less, with households earning up to 100% of Area Median Income
19	eligible to qualify for low-income units. Owned Units for moderate-income households shall have an
20	affordable purchase price set at 105% of Area Median Income or less, with households earning from
21	95% to 120% of Area Median Income eligible to qualify for moderate-income units.
22	(B) For any Rental Housing Project, a minimum of 10% of the units shall be
23	affordable to low-income households and 2% of the units shall be affordable to moderate-income
24	households. Rental Units for low-income households shall have an affordable rent set at 55% of Area
25	Median Income or less, with households earning up to 65% of Area Median Income eligible to qualify

1	for low-income units. Rental Units for moderate-income households shall have an affordable rent set at
2	80% of Area Median Income or less, with households earning from 65% to 90% of Area Median
3	Income eligible to qualify for moderate-income units.
4	(2) Dwelling Unit Mix. The project shall provide the following dwelling unit mix:
5	(A) No less than 60% of the total number of proposed dwelling units shall
6	contain at least two bedrooms, provided that any fraction resulting from this calculation shall be
7	rounded up to the next whole number of Dwelling Units; and
8	(B) No less than 20% of the total number of proposed dwelling units shall
9	contain at least three bedrooms, provided that any fraction resulting from this calculation shall be
10	rounded up to the next whole number of Dwelling Units.
11	(3) Historic Preservation. The historic character-defining features of the existing
12	theater listed in this subsection (e)(3) shall be preserved as follows:
13	(A) The exterior blade sign shall be preserved, reconstructed, and reinstalled on
14	the exterior of the residential development project;
15	(B) The exterior marquee shall be preserved and incorporated into the exterior
16	of the residential development project;
17	(C) The interior sunburst chandelier shall be preserved and incorporated into a
18	common area in the interior of the residential development project;
19	(D) The interior Art Deco murals and bas-relief panels shall be preserved and
20	incorporated into a common area in the interior of the residential development project. Provided,
21	however, that the extent of preservation required by this subsection (e)(3)(D) may be reduced in
22	accordance with a preservation strategy and plan established by the Planning Department's
23	Preservation Staff in consultation with a qualified conservator; and
24	
25	

1	(E) For the purposes of this subsection (e)(3), the term "preserved" means kept
2	and repaired or replaced in kind to match the feature's material, dimensions, finish, profile, and
3	<u>details.</u>
4	(f) Hearings.
5	(1) Hearings. The Historic Preservation and Planning Commissions each shall hold an
6	informational public hearing for all projects proposed pursuant to subsections (d) and (e). At the
7	hearings, the Planning Director shall review key issues related to the project, any proposed zoning
8	modifications pursuant to subsection (d), and the project's compliance with the requirements and
9	standards of subsections (d) and (e).
10	(2) Notice of Hearing. Notice of such hearings shall be provided as required by
11	Section 333 of this Code.
12	(3) No Discretionary Review. No requests for discretionary review shall be accepted
13	by the Planning Department or heard by the Planning Commission for projects subject to this Section
14	<u>249.4.</u>
15	(g) Relationship to State or Local Density Bonus Programs. Any residential project
16	developed pursuant to subsection (d) shall not be eligible for additional density or concessions,
17	waivers, or other modifications to development standards pursuant to any state or local law, including
18	but not limited to the State Density Bonus Law (California Government Code Section 65915 et seq.),
19	the Affordable Housing Bonus Program (Planning Code Section 206 et seq.), and Planning Code
20	Section 207.
21	(h) Implementation Timeline. The sponsor of any residential development project approved
22	pursuant to subsection (d) shall obtain a building permit or, in the case of a site permit, an addendum
23	that authorizes construction of the development, within three years of the effective date of the ordinance
24	in Board File No. 241198, enacting this Section 249.4. If the sponsor does not obtain said permit or
25	

1	addendum within three years, this Section 249.4 shall expire by operation of law. In the event of its
2	expiration, the City Attorney is authorized to cause this Section to be removed from this Code.
3	
4	Section 4. Article 2.5 of the Planning Code is hereby amended by adding
5	Section 263.14, to read as follows:
6	SEC. 263.14. SPECIAL HEIGHT EXCEPTIONS: PERMITTED BUILDING HEIGHT IN
7	THE ALEXANDRIA THEATER SPECIAL USE DISTRICT.
8	In the 40-X Height and Bulk District, as designated on Section Map HT03 of the Zoning Map,
9	located within the boundaries of the Alexandria Theater Special Use District, height above the
10	maximum height limit may be approved for a residential project in accordance with the procedures and
11	criteria set forth in Section 249.4.
12	
13	Section 5. Zoning Map. The Planning Code is hereby amended by revising Special

Description of Property	Special Use District Hereby Approved	
Assessor's Parcel Block No. 1450, Lot No. 048	Alexandria Theater	

Use District Map SU03 of the Zoning Map of the City and County of San Francisco, as follows:

Section 6. Expiration Date.

Planning Code Sections 249.4 and 263.14 in Sections 3 and 4 of this ordinance, respectively, and the Zoning Map amendment in Section 5, shall expire by operation of law three years from the effective date of the ordinance in Board File No. 241198 establishing Sections 249.4 and 263.14, unless, (a) a project approved under Section 249.4 has received a building permit or, in the case of a site permit, an addendum that authorizes construction of the project, or (b) the City extends or re-enacts this ordinance before its expiration date.

1	Upon expiration of Sections 249.4 and 263.14, the City Attorney is authorized to cause
2	those Sections to be removed from the Planning Code and the Alexandria Theater Special
3	Use District to be removed from the Zoning Map.
4	
5	Section 7. Effective Date. This ordinance shall become effective 30 days after
6	enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the
7	ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board
8	of Supervisors overrides the Mayor's veto of the ordinance.
9	
10	APPROVED AS TO FORM:
11	DAVID CHIU, City Attorney
12	By: <u>/s/ HEATHER GOODMAN</u> HEATHER GOODMAN
13	Deputy City Attorney
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LEGISLATIVE DIGEST

(Substituted – March 18, 2025)

[Planning Code, Zoning Map - Alexandria Theater Special Use District]

Ordinance amending the Planning Code and Zoning Map to establish the Alexandria Theater Special Use District (SUD), at the northwest corner of Geary Boulevard and 18th Avenue, allowing a density bonus and modifications to existing zoning controls for a residential project in the SUD, subject to specified conditions; 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 Alexandria Theater, located at 5400 Geary Boulevard, is currently subject to the zoning regulations of the Geary Boulevard Neighborhood Commercial District (NCD). Under the zoning controls in the NCD, the building height limit is 40 feet and the dwelling unit density limit is one unit per 600 square feet. Other zoning requirements, like rear yard setbacks, also apply to the property. A large housing development at the property would be subject to the City's Inclusionary Housing requirements, which could be met by providing affordable on-site units or off-site units, or by payment of an in-lieu fee. The required percentages of affordable housing are established by Planning Code Section 415 and generally are: 20% (on-site ownership), 18% (on-site rental), 33% (off-site ownership), and 30% (off-site rental). The Alexandria Theater is a building with historic character-defining features, however, the building is not subject to a landmark designation that would require the preservation of these features.

Amendments to Current Law

This ordinance establishes the Alexandria Theater Special Use District (SUD), providing a site-specific density bonus program for the property. The SUD allows additional density, height, and other zoning modifications for a residential project that meets certain requirements. To qualify for the density bonus and zoning modifications, a residential project must include 12% on-site affordable housing, provide a specified mix of unit types, and preserve specified historic features of the property. The ordinance also requires informational hearings at the Planning Commission and Historic Preservation Commission (HPC), and establishes an exception from the applicable height district, consistent with the SUD. All other Planning Code provisions applicable to the property continue to apply.

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Background Information

This ordinance is a substitute ordinance that supersedes Version 1 of the ordinance introduced at the Board of Supervisors meeting on December 10, 2024. Version 1 of the ordinance included similar provisions for this SUD generally, but would have required Planning Commission approval of zoning exceptions. In this ordinance (Version 2), a residential development project qualifies for a density bonus and specified zoning modifications if it meets the criteria established in the SUD. Planning Commission approval is not required; only informational hearings at the Planning Commission and HPC are required.

The Alexandria Theater opened in 1923 and contains notable historic and architectural features. Over the years, the theater underwent several changes in ownership, and some physical renovations, but continuously operated as a movie theater until 2004. Since then, the Alexandria Theater has remained vacant.

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BOARD OF SUPERVISORS

Page 2

Introduction Form

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

I here	hy subm	nit the following item for introduction (select only one):		
	Thereby submit the following item for introduction (select only one).			
Ш	1. For reference to Committee (Ordinance, Resolution, Motion or Charter Amendment)			
	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	nquires"	
	5.	City Attorney Request		
	6.	Call File No. from Committee.		
	7.	Budget and Legislative Analyst Request (attached written Motion)		
	8.	Substitute Legislation File No.		
	9.	Reactivate File No. 241198		
	10.	Topic submitted for Mayoral Appearance before the Board on		
The pr	The proposed legislation should be forwarded to the following (please check all appropriate boxes):			
	☐ Small Business Commission ☐ Youth Commission ☐ Ethics Commission			
	■ Pla	unning Commission Building Inspection Commission Human Resource	es Department	
Genera	al Plan F	Referral sent to the Planning Department (proposed legislation subject to Charter 4	.105 & Admin 2A.53):	
	☐ Ye	s No		
(Note:	For Imp	perative Agenda items (a Resolution not on the printed agenda), use the Imperativ	e Agenda Form.)	
Sponse	or(s):		·	
Char	1			
Subjec	t:			
[Planning Code, Zoning Map - Alexandria Theater Special Use District]				
Long Title or text listed:				
northwe residen Californ	Ordinance amending the Planning Code and Zoning Map to establish the Alexandria Theater Special Use District (SUD), at the northwest corner of Geary Boulevard and 18th Avenue, allowing a density bonus and modifications to existing zoning controls for a residential project in the SUD, subject to specified conditions; and 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.			

Signature of Sponsoring Supervisor:

The