File No. <u>180138</u>	
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Committee I	tem	No.	1
Board Item I	No.	9	

COMMITTEE/BOARD OF SUPERVISORS

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	lic Safety & Neighborhood Servicervisors Meeting:		Date: Date:	February 28, 2018 March 6, 2018
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OTHER				
OEWD Letter - November 28, 2017 Pre-Application Meeting Minutes - February 20, 2018 Proof of Mailing - February 1, 2018 Pre-Application Meeting Notice - February 1, 2018 Draft ABC Form 522-2				
Prepared by: Prepared by:				uary 23, 2018 h 1, 2018

[Special On-Sale General Liquor License - Verifying Completion of Preapplication Meeting - 4608 Third Street - Tato]

Motion verifying that Kristin Anne Houk, doing business as Tato, located at 4608 Third Street, has completed the preapplication meeting requirement under California Business and Professions Code, Section 23826.13, for the issuance of a new, non-transferable, Type-87 neighborhood-restricted special on-sale general liquor license.

WHEREAS, California Business and Professions Code, Section 23826.13, provides for a new type of affordable, non-transferable liquor license for existing and new restaurants in seven San Francisco neighborhoods as follows: 1) Third Street in Bayview, 2) San Bruno Avenue in Portola, 3) Leland Street and Bayshore in Visitacion Valley, 4) Mission Street in the Excelsior, 5) Ocean Avenue, 6) Taraval Street in the Sunset, and 7) Noriega Street in the Sunset; and

WHEREAS, Five neighborhood-restricted special on-sale general licenses are available in these neighborhoods, to encourage neighborhood activation by reducing storefront vacancies, boost foot traffic, add to the variety of neighborhood-serving small businesses, create good jobs for residents, and provide important spaces for neighbors to meet and socialize; and

WHEREAS, The California Department of Alcoholic Beverage Control ("ABC") notified Kristin Anne Houk, located at 4608 Third Street, that she was selected following a drawing, and may submit a full neighborhood-restricted special on-sale general license application; and

WHEREAS, Prior to submitting such an application, an applicant must conduct a minimum of one preapplication meeting to discuss the application with neighbors and members of the community within the census tract which the premises are located; and

WHEREAS, Applicants must submit to ABC, on form ABC-522-2, signed verification by the local government body that states the applicant has completed the preapplication meeting; and

WHEREAS, Kristin Anne Houk, as required by Business and Professions Code, Section 23826.13, must mail notification of the preapplication meeting at least 14 calendar days before the meeting to all individuals and organizations within a 500-foot radius of the premises for which the license is to be issued; as well as any relevant neighborhood associations for the neighborhood in which the premises is located, as identified on a list maintained by the Planning Department of the City and County of San Francisco; and the Chief of Police for the San Francisco Police Department, as required; and

WHEREAS, Kristin Anne Houk, doing business as Tato, located at 4608 Third Street has provided the Board of Supervisors supporting documents, including a copy of the applicant's preapplication meeting notice, a signed preapplication meeting proof of mailing, and meeting minutes or equivalent evidencing completion of the preapplication meeting held on February 20, 2018, at 1605 Jerrold Avenue; and

WHEREAS, These required supporting documents are on file with the Clerk of the Board of Supervisors in File No. 180138; now, therefore, be it

MOVED, That the Board of Supervisors verifies that Kristin Anne Houk, doing business as Tato, located at 4608 Third Street has completed the preapplication meeting pursuant to California Business and Professions Code, Section 23826.13; and, be it

FURTHER MOVED, That the Clerk of the Board of Supervisors is hereby authorized to sign the ABC-522-2 on behalf of the Board of Supervisors verifying Kristin Anne Houk, doing business as Tato, located at 4608 Third Street has completed the preapplication meeting.



City and County of San Francisco :: Edwin M. Lee, Mayor Economic and Worldorce Development :: Todd Rufo, Director

To: Angela Calvillo, Clerk of the Board

From: Ben Van Houten, Office of Economic and Workforce Development

Re: Type 87 Liquor Licenses & Community Outreach Obligation

Date: November 28, 2017

In the coming weeks, a series of applicants for Type 87 liquor licenses will be requesting that the Board of Supervisors confirm that the applicants have satisfied a pre-application community outreach requirement unique to this new type of license. This memo provides background information regarding the Type 87 license and the community outreach obligation.

In 2016, the California Legislature adopted SB 1285, codified as California Business & Professions Code Section 23826.13. This legislation authorized the creation of a new type of affordable, non-transferable liquor license exclusively for restaurants located in a set of target San Francisco neighborhoods (Bayview, Excelsior, Ocean Avenue, Portola, Noriega Street, Taraval Street and Visitacion Valley).

The bill was developed to help address challenges these commercial corridors face in supporting existing restaurants and attracting new ones to vacant storefronts. Successful restaurants provide a number of benefits to neighborhoods, by reducing storefront vacancies, adding to the variety of neighborhoodserving small businesses, creating good jobs for residents, providing important spaces for neighbors to meet and socialize, and boosting foot traffic.

One barrier that hinders the success of businesses in these neighborhoods is the prohibitively high cost of a full liquor license that allows a restaurant to serve spirits in addition to beer and wine. Because state law has capped the number of full liquor licenses available in San Francisco, licenses can only be purchased from existing business owners. Due to the scarcity of available licenses, full liquor licenses are currently being sold for prices exceeding \$250,000 each.

SB 1285 authorized the California Department of Alcoholic Beverage Control ("ABC") to issue five non-transferable neighborhood-restricted licenses to new or existing restaurants located in the above-mentioned target neighborhoods. These licenses are available at the state's existing application fee for a new full liquor license, currently set at \$13,800. This price is far more accessible for small business owners than the high prices on the secondary market.

Businesses interested in applying for these licenses, designated as "Type 87" liquor licenses by the ABC, were invited to submit preliminary "priority applications" from September 11-22, 2017 at the San Francisco ABC office. Because more than five businesses submitted priority applications for Type 87 licenses, the ABC conducted a public drawing on October 12, 2017 to establish the order in which it would begin inviting applicants to submit formal applications for Type 87 licenses.

Beginning on October 12, the first five applicants drawn were invited to complete the required preapplication process and submit a full liquor license application within 90 days. If one of those five businesses chooses to withdraw their application or is otherwise unable to qualify for a license, the ABC will invite the next business on the drawing list to submit a full application, and will continue this process until five licenses have been issued.

Prior to submitting a full application for a Type 87 license, a prospective applicant must hold at least one pre-application community meeting to discuss the application with neighbors and members of the community in which the premises are located. At least 14 calendar days before the community meeting is set to occur, the applicant must mail written notice of the meeting to every resident within a 500-foot radius of the premises, to neighborhood associations identified by the Planning Department, and to the Chief of Police.

Following the completion of the community meeting, the applicant must secure, on ABC Form 522-2, signed verification from the San Francisco Board of Supervisors that the applicant has completed the required community outreach. Each resolution to confirm that an applicant has satisfied the outreach obligation will be heard in the Board's Public Safety and Neighborhood Services Committee. An applicant will be expected to provide the following items in order to demonstrate satisfaction of the community outreach obligation: a copy of the applicant's pre-application meeting notice, a signed document offering proof of mailing, and meeting minutes or equivalent materials evidencing completion of the meeting.

The signed Form 522-2 must be submitted to ABC at the time the applicant submits their full application for a Type 87 license in order for that application to be deemed complete by the ABC. Following the submission of a complete application, ABC staff will undertake the standard review process that applies to any new liquor license application, including, among other requirements, referring the application to the San Francisco Planning Department and San Francisco Police Department for their review.

Meeting Minutes- Tato Community Meeting re: Type 87 License

Location: All Good Pizza Date: February 20, 2018

Time: 6pm

Attendance

Michael Hamman Larry McClendon Kristin Houk

Agenda Items

- Origin and History of Tato
- Menu Review
- Discussion of Operations and Hours
- Discussion of floorplan- attendees received copy of all architectural plans via email
- Attendees invited to visit Tato

TATO Community Meeting Sign in Sheet

Re: Neighborhood Restricted Liquor License

Tuesday, February 20, 2018

Meeting conducted by: Kristin Houk, Owner

Name	E-mail	Would you like to join the Tato mailing list?		
Michael HA	MHAMMAN DIG MMAW dr.	c Ves	·	
MICHAI HA Larry McClordon	larry meclendan 45@gmall.	des	·	
			·	
		·		
			·	

Proof of Mailing of Notice Regarding Type 87 Liquor License Pre-Application Meeting

Please complete this form, attach the original notice of your pre-application meeting regarding your intention to apply for a Type 87 liquor license, and submit to the Clerk of the San Francisco Board of Supervisors.

Applicant(s) Name(s): KNSTIN ANNE HOUK	
Address of Premises to be Licensed: 4608 3rd Street, SF, CA	0
I, Kushin Houk mailed the attached notice of my	
I, Mailed the attached notice of my	pre-
application meeting regarding my intention to apply for a Type 87 liquor license to each	
resident of real property within a 500-foot radius of the above-listed premises, as well as to)
neighborhood associations and the Chief of Police, by depositing the sealed items with the	
United States Postal Service (USPS) with the postage fully prepaid as follows:	
Date: February 1, 2018	
Time: (0:47 pm	
USPS Location: Evans Avenue Post Office	<u>e</u>
16-c1 1A	
Signature:	



February 1, 2018

Dear Neighbors,

I'm excited to introduce you to Tato, the restaurant I am opening in the Spring of this year at 4608 3rd Street at McKinnon Avenue. Tato is my 12 year old son Hudson's nickname, and I'm creating this restaurant in dedication to his Mexican heritage and in honor of the love that I have for his culture, family from Mexico City and the beautiful customs and traditions I have learned about, especially around food. I've raised Hudson here in the Bayview all of his life and it has long been my dream to open a family friendly restaurant here in our community.

I began pursuing that dream by opening All Good Pizza at Third and Jerrold six years ago in a food truck parked on an abandoned lot. All Good Pizza has been an incredible experience and the unique space has provided a great setting for the community to gather and enjoy the amazing weather we have in the Bayview. I plan on keeping All Good Pizza open, but opening Tato in a brick and mortar will enable me to be open later, provide indoor seating and also have an expanded menu with a larger kitchen and workspace.

Much like All Good Pizza, Tato will focus on local, fresh and affordable food. We have tremendous resources right here in the community like the 100 year old Produce Market on Jerrold Avenue and various local meat companies that will make the food at Tato uniquely Bayview. Tato will feature tacos, small plates, organic salads, quesadillas, tostadas and seasonal specialties. We will serve lunch and dinner and have brunch on the weekends. Everything will be made in house with fresh simple ingredients and time-honored methods- many of which I learned from Hudson's grandmother Alicia, who is an amazing chef in Mexico City. I am so excited to share this food with you!

I have applied for a neighborhood restricted liquor license as I feel like this cuisine is only made better by the addition of delicious cocktails like margaritas and palomas. I am excited to create a unique beverage menu that compliments the food at Tato and highlights these exceptional spirits with the use of house made juices, shrubs, and bitters. Part of the liquor license process involves hosting a community meeting to share my vision and answer any questions the community may have. I am seeking your support in this endeavor and hope you will join me! The details of the meeting are listed below:

Community Meeting

Date: Tuesday, February 20th, 2018 Time: 6pm

Location: All Good Pizza, 1605 Jerrold Avenue, SF, CA 94124

I thank you for your support and look forward to feeding you at Tato soon! In the meantime, please check out our progress on Facebook and Instagram @tatosf or on the web at www.tatosf.com, where you can see our menu.

Cheers!

Kristin Houk

Owner, All Good Pizza and Tato

TATO // 4608 3rd Street, San Francisco, CA 94124 // www.tatosf.com // 415.846.6960

ORIGINAL NEIGHBORHOOD-RESTRICTED SPECIAL ON-SALE GENERAL LICENSE PUBLIC MEETING REQUIREMENT VERIFICATION

Name of Applicant:	tin A	nne Ho	uk		
Address of applied-for premises:	4608	3rd Street	f, 57	CA	94124

Pursuant to Section 23826.13 of the California Business and Professions Code, the San Francisco Board of Supervisors hereby verifies that the above applicant for an original neighborhood-restricted special on-sale general license (Type 87) has completed the public meeting requirements as prescribed by the statute.

Signature of Board of Supervisors Representative

ABC-522-2 (8/17)



Introduction Form

By a Member of the Board of Supervisors or Mayor

I hereby submit the following item for introduction (select only one):	ting date AK
1. For reference to Committee. (An Ordinance, Resolution, Motion or Charter Amendment).	
2. Request for next printed agenda Without Reference to Committee.	and the second of the second
3. Request for hearing on a subject matter at Committee.	
. 4. Request for letter beginning:"Supervisor	inquiries"
5. City Attorney Request.	
6. Call File No. from Committee.	
7. Budget Analyst request (attached written motion).	
8. Substitute Legislation File No.	•
9. Reactivate File No.	
10. Question(s) submitted for Mayoral Appearance before the BOS on	
Please check the appropriate boxes. The proposed legislation should be forwarded to the following:	•
Small Business Commission	ion
Planning Commission Building Inspection Commission	
Note: For the Imperative Agenda (a resolution not on the printed agenda), use the Imperative F	orm.
Sponsor(s):	
Sup. Malia Cohen	
Subject:	
Special On-Sale General Liquor License - Verifying Completion of Preapplication Meeting - 4608 3r	d Street
The text is listed:	
Motion verifying that Kristin Anne Houk, doing business as Tato, located at 4608 3rd Street has compreapplication meeting requirement for the issuance of a new, non-transferable, Type-87 neighborhous special on-sale general liquor license.	- , ,
Signature of Sponsoring Supervisor:	Then
For Clerk's Use Only	