FILE NO. 240260

## AMENDED IN COMMITTEE 3/18/2024 ORDINANCE NO.

| 1  | [Planning Code, Zoning Map - 900 Kearny Street Special Use District <u>. Use Sizes in</u><br>Chinatown Community Business District]                               |  |  |
|----|---|--|--|
| 2  | Chinatown Community Dusiness District   |  |  |
| 3  | Ordinance amending the Planning Code and Zoning Map to create the 900 Kearny  |  |  |
| 4  | Street Special Use District; <u>amending the Planning Code to clarify the Use Size</u>  |  |  |
| 5  | maximums applicable in the Chinatown Community Business District; affirming the   |  |  |
| 6  | Planning Department's determination under the California Environmental Quality Act;   |  |  |
| 7  | making findings of consistency with the General Plan, and the eight priority policies of  |  |  |
| 8  | Planning Code, Section 101.1; and making findings of public necessity, convenience,   |  |  |
| 9  | 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> .<br>Deletions to Codes are in <u>strikethrough italics Times New Roman font</u> . |  |  |
| 12 | Board amendment additions are in <u>double-underlined Arial font</u> .<br>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. 240260 and is incorporated herein by reference. The Board affirms   |  |  |
| 22 | this determination.   |  |  |
| 23 | (b) On, 2024, the Planning Commission, in Resolution No, adopted  |  |  |
| 24 | findings that the actions contemplated in this ordinance are consistent, on balance, with the   |  |  |
| 25 |   |  |  |

1 City's General Plan and eight priority policies of Planning Code Section 101.1. The Board 2 adopts these findings as its own. A copy of said Resolution is on file with the Clerk of the 3 Board of Supervisors in File No. \_\_\_\_\_, and is incorporated herein by reference. In addition, the Board finds that the 900 Kearny Street SUD is consistent with the General Plan because 4 5 the Chinatown Area Plan, in which it is located, identifies Kearny Street as an area for 6 potential office development, in furtherance of plan objectives and policies. Objective 6 of the 7 plan ("Retain Chinatown's Role as a Capital City") provides that "Chinatown functions as a 8 capital city and center of civic, religious and political organization, as well as a specialized 9 shopping area for the larger Chinese population of the Bay Area." Policy 6.2 of the plan ("Provide for modest expansion of community business offices related to Capital City role") 10 specifically states that, "Kearny Street and vicinity have more potential for added office 11 12 development than other parts of Chinatown." The 900 Kearny Street SUD will would allow 13 Non-Retail Professional Services uses to utilize vacant space and provide for the modest 14 expansion of community business uses consistent with planning goals, while expanding the 15 scope of tenants that may occupy the site. In addition, the 900 Kearny Street SUD will further the City's goal of facilitating economic diversification and revitalization by expanding the scope 16 17 of uses permitted at 900 Kearny Street.

(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. \_\_\_\_\_.

23

24 Section 2. General Findings.

25

(a) The 900 Kearny Street Special Use District (SUD) is intended to facilitate reuse of
 the property located at 900 Kearny Street. The property is located within the Chinatown
 Community Business District, established in Planning Code Section 810, which prohibits
 Non-Retail Professional Services uses on the first story and in the basement of buildings,
 while allowing such uses on the second story and higher.

6 (b) The 900 Kearny Street SUD will would facilitate the reuse of the ground and basement floors of 900 Kearny Street and exempt the site from the non-residential use size 7 8 limits and use size maximums under Sections 121.4 and 810 of the Planning Code. All other 9 applicable Planning Code provisions would continue to apply to the SUD. In the face of the COVID-19 pandemic, commercial vacancy rates have risen to over 28% throughout the City. 10 11 These high vacancy rates have persisted, particularly in the area where 900 Kearny Street is 12 located, in the blocks generally at the intersection of Chinatown, North Beach, Jackson 13 Square, and the Financial District. The current restrictions applicable to Non-Retail 14 Professional Services uses within the Chinatown Community Business District exacerbate the 15 difficulty of building owners to support existing businesses and tenants, and to attract new 16 business and tenants. (c) The 900 Kearny Street SUD will facilitate increasing the presence of arts in the 17 18 area by permitting Arts Activities Uses on all existing six floors of the building. In addition, the SUD would allow a new rooftop structure to be occupied by an artist studio or other Arts 19 20 Activities Uses. The property owner and a well-known artist have agreed to install a large 21 mural on the building's exterior, further identifying the building as a potential space for artists. 22

- Section 3. Article 2 of the Planning Code is hereby amended by adding Section
  249.95, to read as follows:
- 25 <u>SEC. 249.95. 900 KEARNY STREET SPECIAL USE DISTRICT.</u>

Supervisor Peskin BOARD OF SUPERVISORS

| 1  | (a) <b>Purpose.</b> The 900 Kearny Street Special Use District is intended to facilitate the reuse of the |                                      |  |  |
|----|---|--------------------------------------|--|--|
| 2  | ground and basement floors of 900 Kearny Street, which were previously occupied by a Formula Retail       |                                      |  |  |
| 3  | Financial Services Use that vacated the space in 2021.  |                                      |  |  |
| 4  | (b) Location. The 900 Kearny Street Special Use District consists of Assessor's Block 0176, Lot           |                                      |  |  |
| 5  | 011. Its boundaries are shown on Special Use District Map SU01 of the Zoning Map, and consists of         |                                      |  |  |
| 6  | the area within a perimeter established by Columbus Street to the east, Jackson Street to the south, and  |                                      |  |  |
| 7  | Kearny Street to the west, and adjacent to the Sentinel Building/Columbus Tower to the north.             |                                      |  |  |
| 8  | (c) Controls. Applicable provisions of the Planning Code shall apply to the 900 Kearny Street             |                                      |  |  |
| 9  | Special Use District except as otherwise provided in this Section 249.95. In the event of a conflict      |                                      |  |  |
| 10 | between other provisions of the Planning Code and this Section, this Section shall control.               |                                      |  |  |
| 11 | (1) Non-Retail Professional Services Uses shall be permitted on all floors, including                     |                                      |  |  |
| 12 | the First Story and Basement.   |                                      |  |  |
| 13 | (2) The non-residential use size limits and use size maximums in Sections 121.4 and                       |                                      |  |  |
| 14 | 810 shall not apply to Non-Retail Professional Services Uses.   |                                      |  |  |
| 15 | (3) Arts Activities Uses shall be permitted on all floors.  |                                      |  |  |
| 16 | (4) A rooftop enclosed structure with a maximum floor area of 735 square                                  |                                      |  |  |
| 17 | feet and a maximum height of 11 feet above the finished roof is permitted, provided it is                 |                                      |  |  |
| 18 | occupied exclusively by Arts Activities Uses.   |                                      |  |  |
| 19 |   |                                      |  |  |
| 20 | Section 4. Zoning Map. The Planning Code is hereby amended by revising Special                            |                                      |  |  |
| 21 | Use District Map SU01 of the Zoning Map of the City and County of San Francisco, as follows:              |                                      |  |  |
| 22 |   |                                      |  |  |
| 23 | Description of Property S   | Special Use District Hereby Approved |  |  |
| 24 | Assessor's Block 0176, Lot 011 9  | 000 Kearny Street                    |  |  |
| 25 |   |                                      |  |  |

| 1      | Section 5. Article 8 of the Planning Code is hereby amended by revising Section 810             |              |   |  |  |
|--------|---|--------------|---|--|--|
| 2      | to read as follows:   |              |   |  |  |
| 3      | SEC. 810. CHINATOWN COMMUNITY BUSINESS DISTRICT.  |              |   |  |  |
| 4      | * * * *   |              |   |  |  |
| 5      | Table 810   |              |   |  |  |
| 6      | CHINATOWN COMMUNITY BUSINESS DISTRICT ZONING CONTROL TABLE                                      |              |   |  |  |
| 7<br>8 | * * * *   |              |   |  |  |
| 9      | Zoning Category   | § References | Controls  |  |  |
| 10     | NON-RESIDENTIAL STANDA  | RDS          |   |  |  |
| 11     | Development Standards   |              |   |  |  |
| 12     | Use Size  | § 121.4      | P up to <del>5,000<u>2,500</u> sq. ft.; C <del>5,000 sq. ft.</del><br/>&amp; above<u>2,501 to 5,000 sq. ft.</u> (1)</del> |  |  |
| 13     | * * * *   |              |   |  |  |
| 14     | * * * *   |              |   |  |  |
| 15     | Section 6. Effective Date. This ordinance shall become effective 30 days after                  |              |   |  |  |
| 16     | enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the           |              |   |  |  |
| 17     | ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board |              |   |  |  |
| 18     | of Supervisors overrides the Mayor's veto of the ordinance.                                     |              |   |  |  |
| 19     |   |              |   |  |  |
| 20     | APPROVED AS TO FORM:  |              |   |  |  |
| 21     | DAVID CHIU, City Attorney   |              |   |  |  |
| 22     |   |              |   |  |  |
| 23     | By: <u>/s/ HEATHER GOODMAN</u><br>HEATHER GOODMAN   | <u>v</u>     |   |  |  |
| 24     | Deputy City Attorney  |              |   |  |  |
| 25     | n:\legana\as2023\2400085\01742269.docx  |              |   |  |  |