File No. <u>120277</u>	Board Item No.	
COMMUTTEE/DOAD		
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AGENDA PACKE	ET CONTENTS LIST	
Committee: City Operations	Date10/22/12	
Board of Supervisors Meeting	Date 10/30/12	-
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☐ Motion		
Resolution		
Ordinance		
Legislative Digest		
Budget and Legislative	-	
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Introduction Form (for h	• ,	
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Completed by: Derek Evans	Date 10/19/12	
Completed by: Deak Fines	Date 10/19/12	

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[Liquor License - 1059 Hyde Street]

Resolution determining that the issuance of a Type 20 off-sale general license to LandMark Retail Group for CVS Pharmacy, located at 1059 Hyde Street (aka 1401 California Street) (District 3), will serve the public convenience or necessity of the City and County of San Francisco, in accordance with Section 23958.4 of the California Business and Professions Code, and recommending that the California Department of Alcoholic Beverage Control impose conditions on the issuance of the license.

WHEREAS, LandMark Retail Group is seeking the issuance of a Type 20 off-sale general license for CVS Pharmacy, located at 1059 Hyde Street (aka 1401 California Street); and,

WHEREAS, The Planning Department has verified that the area is properly zoned and recommends approval; and,

WHEREAS, The Police Department has filed a protest with the Department of Alcoholic Beverage Control under Section 24013 of the California Business and Professions Code, and recommends that the Department of Alcoholic Beverage Control issue the liquor license with conditions; and

WHEREAS, The conditions recommended by the Police Department are: 1) Sales, service and consumption of alcoholic beverages shall be permitted only between the hours of 8:00 am and 10:00 pm daily; 2) No more than 5% of the square footage of the premises will be used for the display of alcoholic beverages; 3) No malt beverage shall be sold with an alcoholic content greater than 5.7% by volume; 4) The sale of a

single beer or malt beverage in quantities of 16 oz., 22 oz., 32 oz., 40 oz., or similar size containers is prohibited; 5) No beer or malt beverage, wine cooler or beer cooler shall be sold in quantities of less than manufacturer pre-packaged multi-unit quantities of four (4) or more; 6) No wine shall be sold with an alcoholic content greater than 15% by volume except for wine which has been aged two years or more and maintained in a corked bottle; 7) Loitering (loitering is defined as "to stand idly about; linger aimlessly without lawful business") is prohibited on any sidewalks or property adjacent to the licensed premises under control of the licensee; and 8) The petitioner shall utilize electronic surveillance and recording equipment that is able to view all exit and entrance points of the exterior of the premises. The electronic surveillance/recording shall be operational at all times that the premises open to the public. Said electronic recording shall be maintained and kept for a minimum of seven (7) days, and shall be made available to Law Enforcement on demand; now, therefore, be it

RESOLVED, That in accordance with Section 23958.4 of the California Business and Professions Code, the Board of Supervisors of the City and County of San Francisco hereby determines for the foregoing reasons that the issuance of a Type 20 off-sale general license to LandMark Retail Group for CVS Pharmacy, located at 1059 Hyde Street (aka 1401 California Street), will serve the public convenience or necessity of the City and County of San Francisco: and

FURTHER RESOLVED, That the Board of Supervisors of the City and County of San Francisco hereby endorses and adopts the recommendations of the Police Department listed above, and recommends that the Department of Alcoholic Beverage Control issue the license with those conditions.

BOARD OF SUPERVISORS



San Francisco Police Department ABC Liaison Unit



Alcoholic Beverage License -Public Convenience and Necessity Recommendation

To:

The San Francisco Board of Supervisors' Committee on City

Operations & Neighborhood Services

Supervisor Sean Elsbernd Supervisor Carmen Chu Supervisor Christina Olague

From:

Inspector Julie Lazar

ABC Liaison Unit (ALU) 553-1049

Date:

September 11, 2012

Subject:

P.C.N. Investigation Regarding:

Garfield Beach CVS LLC

DBA: CVS Pharmacy #10080

1059 Hyde Street Michael Brewer (951) 698-6868

Michael Brewer on behalf of the Garfield Beach CVS LLC has filed an application with the California Department of Alcoholic Beverage Control (ABC) seeking an alcoholic beverage license Type 20 (Off-Sale Beer and Wine) for 1059 Hyde Street (located on the southwest corner of Hyde Street and California Street).

It should be noted that during the application process, notification date for the 500' mailer was on August 6, 2012. The Notice to the Public was posted on July 30, 2012.

For the purposes of this hearing, the California Department of Alcoholic Beverage Control (ABC) seeks a determination from the Board of Supervisors as to the approval or denial of this license.

Police Calls for Service:

From July 2011 to July 2012

No Record

Police Reports:

From August 2011 to August 2012

No Record

San Francisco Plot Information:

This premise is located in Plot 536

The High Crime area is defined as 215 or more reported incidents in a plot.

This plot had 275 reported incidents recorded for 2010. This is OVER the High Crime area definition by 60 incidents.

The applicant premises is located in a "High Crime" area.

State Census Tract Information:

This premise is located in Census Tract 111

Population for this tract is: 5,164

On-sale license authorized by census tract: 17 Active on-sale licenses: 30

Off-sale licenses authorized by census tract: 5 Active off-sale licenses: 9

Applicant premises is located in an "undue concentration" area.

Letters of Protest:

One (1) valid protest was received by the California Department of Alcoholic Beverage Control, (ABC).

Letters of Support:

There is no record of support with the California Department of Alcoholic Beverage Control, (ABC).

Departmental Recommendation:

No opposition from Central Station

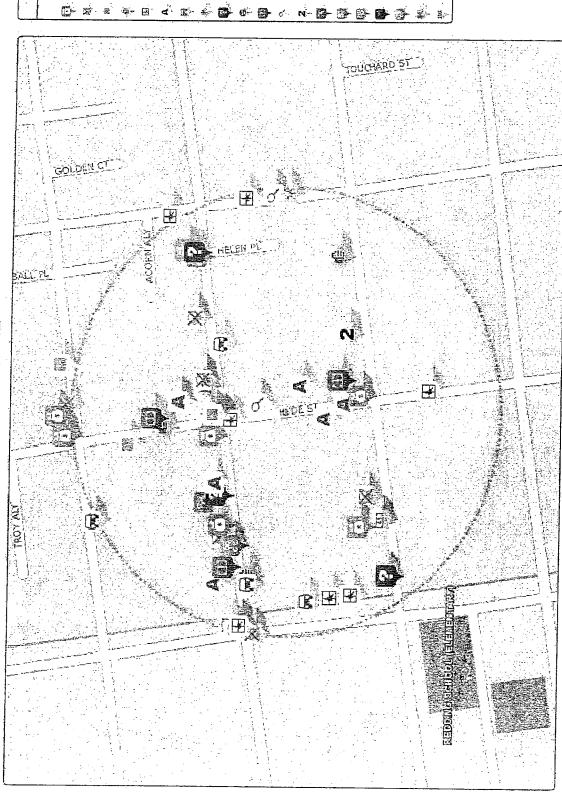
The Police Department recommends approval. The following conditions have been recommended to the California Department of Alcoholic Beverage Control, (ABC):

- 1. Sales, service and consumption of alcoholic beverages shall be permitted only between the hours of 8:00 am and 10:00 pm daily.
- 2. No more than 5% of the square footage of the premises will be used for the display of alcoholic beverages.

1059 Hyde Street-Type 20-523818

- 3. No malt beverage shall be sold with an alcoholic content greater than 5.7% by volume.
- 4. The sale of a single beer or malt beverage in quantities of 16 oz., 22 oz., 32 oz., 40 oz., or similar size containers is prohibited.
- 5. No beer or malt beverage, wine cooler or beer cooler shall be sold in quantities of less than manufacturer pre-packaged multi-unit quantities of four (4) or more.
- 6. No wine shall be sold with an alcoholic content great than 15% by volume except for wine which has been aged two years or more and maintained in a corked bottle.
- 7. Loitering (loitering is defined as "to stand idly about; linger aimlessly without lawful business") is prohibited on any sidewalks or property adjacent to the licensed premises under control of the licensee.
- 8. The petitioner shall utilized electronic surveillance and recording equipment that is able to view all exit and entrance points of the exterior of the premises. The electronic surveillance/recording shall be operational at all times that the premises open to the public. Said electronic recording shall be maintained and kept for a minimum of seven (7) days, and shall be made available to Law Enforcement on demand.

Map Legend Incidents (169) Larceny/Theft (34)



Suspicious Occurrence (7)

Robbery (5)

Fraud (4)

Vehicle Theff (11)

Vandalism (8)

Warrants (15)

Assault (16) Burglary (15)

Other Offenses (17)

Non-Criminal (19)

Sex Offenses, Forcible (2)

Weapon Laws (1)

D.U.I. (1)

Trespassing (2)

Embezziement (1)

Kidnapping (1)

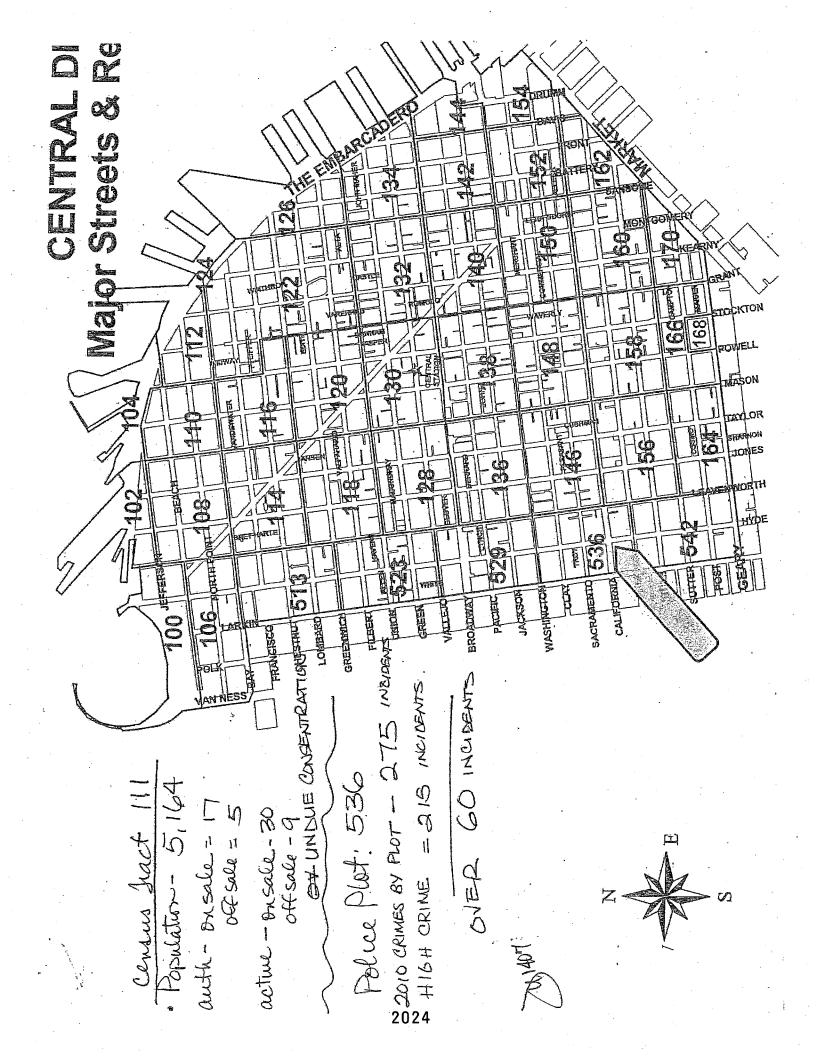
Secondary Codes (4)

Drug/Narcotic (2)

Missing Person (4)

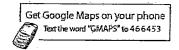
All répresentations on this map are distributed and transmitted "AS IS" without warranties of any kind, either expressed or implied including without limitation, warranties of title or implied warranties of merchantability or fitness for a particular purpose. In no event shall San Francisco Police Department become liable to users of these data for any loss or damages, consequential or otherwise, including but not limited to time, money, goodwill, arising from the use, operation or modification of the data. The visual presentation of data is being provided strictly as a courtesy, not as an obligation to its users.

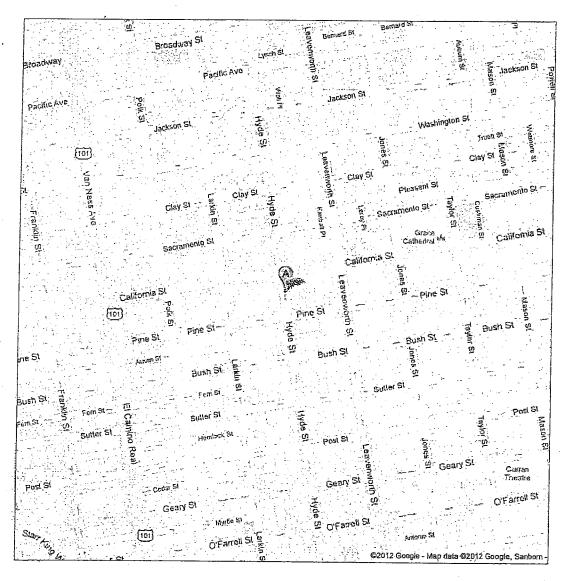
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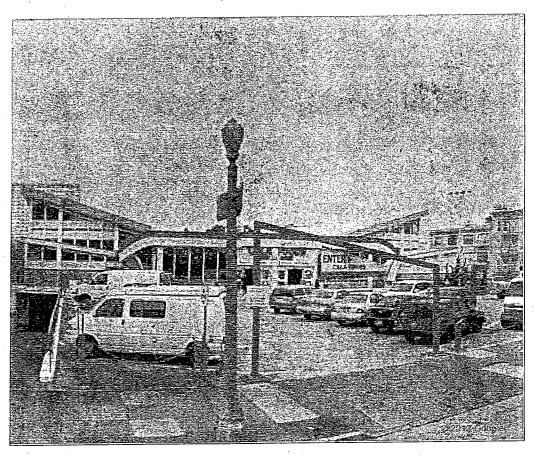
Address 1059 Hyde St San Francisco, CA

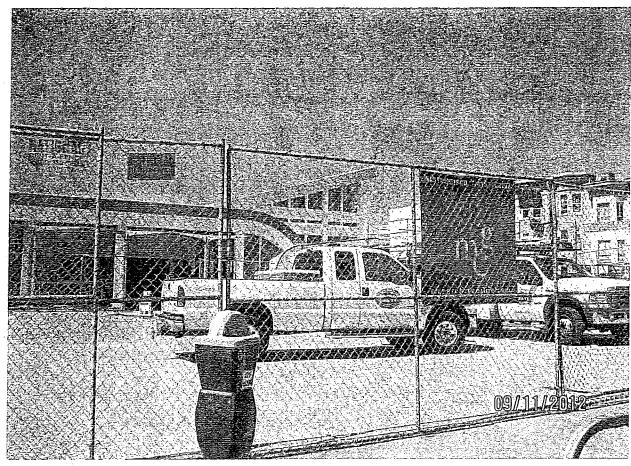


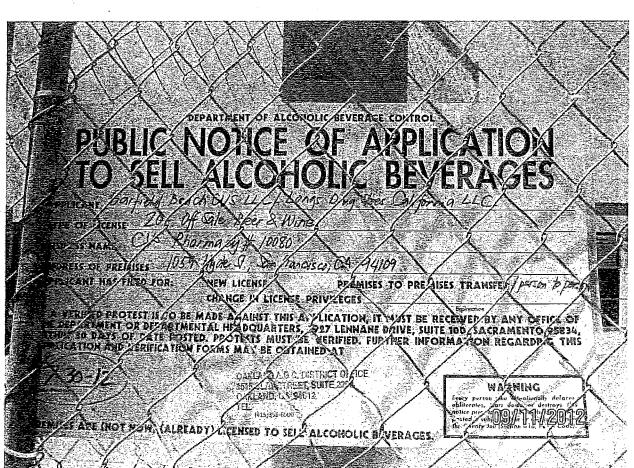


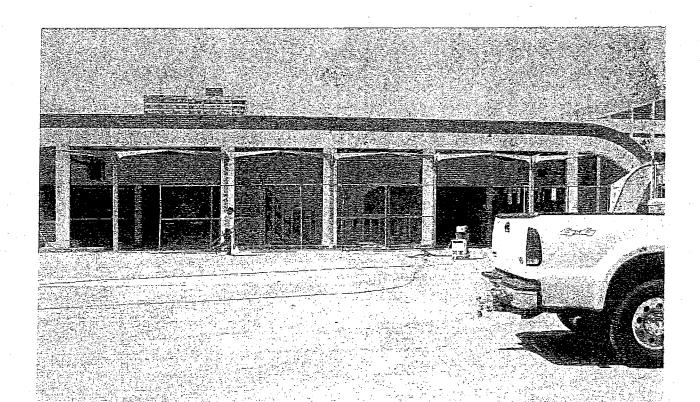
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Address 1059 Hyde St San Francisco, CA 94109 Approximate Location.









09/11/2012

Department of Alcoholic Beverage Control

PROTEST AGAINST ALCOHOLIC BEVERAGE LICENSE APPLICATION

- Please refer to Form ABC-510, Instructions for Protesting an Alcoholic Beverage License Application, before completing and submitting your protest. The ABC-510 can be found at www.abc.ca.gov.
- *Please print legibly or type, Incomplete and/or illegible information will cause the protest to be rejected.
- You will be notified by letter regarding a hearing on your protest. You will need to attend the hearing to testify and/or present evidence to support your protest.
- A copy of this completed form, AEC-510-A, will be provided to the applicant.

Ί	hereby	protest th	ie issuance	of a	license	under t	he A	lcoholic	Beverage	Control	Act to:
	~	* '							_		

GARFIELD BEACH CVS LLC (Namo(s) of Applicant(s))

For premises at:

1054 Have ST S. F., UA 94109
(Exact address of proposed promises)

on the grounds that:

- 1). UNDER BIPCODE & 23958,4 UNDUE CONCENTRATION Dopt of Alcoholic Beverage Control
- 2) UNDER BERCHOE'S 23958, 4(c) HILH CRIME
- 3). UNDER BAP CUDE & 23 >84 COWSIDERATION POINTS

A). REDDING ELEMENTARY SCHOOL STUSD.

4) UNDER 1399 CODE & 23958. 4 (BO) C) DEFINITION OF HIGH CRIME

CONDITION FOR POSSIBLE APPROCAL.

- 1). HO SINSLE LANS OF BEER TO BE SKO, ONLY IN MON UFDOURGE CONTAINER.
- S) no bond sows those Jost 1-
- 3). NO MALT LI QUOIS
- 4). NO 3202 OR 4002 BEER OR MOUT LI ENOS

MCheck here if additional sheets attached

I, MARUIS & PHILLIPS PUBLIC SOFETT CHEME, declare under penalty of perjury:

PRINT (Name & Protestant) PALIDICE FOR PORTURE DIST 6

(1) That I am the protestant herein; (2) That I have read the above protest and know the contents thereof; and (3) That the same is this of my own knowledge except as to those matters which are therein stated on information and belief, and as to those matters I believe to be true.

PROTESTANTS SIGNATURE	PROTESTANTS TELEPHONE NUMBER (Oplional)
Mm Jolinter	(715) 674-1435
SIGNED AT (City and state)	DATE SIGNED
SAN FRONCISIU, CALIFORNIA	24 A41 2017
PROTESTANT'S ADDRESS (Street number and name, div., state, zip codd)	

230 EMM STH 1206 SON MAINCHU, BY TYME 6526

ABC-510-A (10/07)

CC: SEPD- PLY 850 BRYDINT

P 1052

CL: SFPD- NURTHERN STATING PERMIT UPHUZ

CC: FILE

Department of Alcoholic Severage Control

PROTEST AGAINST ALCOHOLIC BEVERAGE LICENSE APPLICATION

- Please refer to Form ABC-510, Instructions for Protesting an Alcoholic Beverage License Application, before completing and submitting your protest. The ABC-510 can be found at www.abc.ca.gov.
- •Please print legibly or type. Incomplete and/or illegible information will cause the protest to be rejected.
- •You will be notified by letter regarding a hearing on your protest. You will need to attend the hearing to testify and/or present evidence to support your protest.

•A copy of this completed form, ABC-510-A, will be provided to the applicant.	
I hereby protest the issuance of a license under the Alcoholic Beverage Control Act to:	
GARFIELD BEACH CUS LLC (Name(s) of Applicant(s))	
For premises at:	•
1059 14 10E ST S. F., OA 94109 (Exact address of proposed premises)	
on the grounds that: CUMPITIONS FUE POSSIBLE POPEOUR CONTO	

- 5). NO 20 OR OR LARGER SMUTHE CAMS OF BEER.
- 6), NO FORTHED EL WINES, (PORT, WHITE PORT, WILDIRDA ROSE WHITE OR RED. NO CYSCO.
- 7) DIMNER WINES UNIN, 1540 134 MICHME.
- 8) HOURS fam 12AM TOAYTA WEEK.
- a), no single Bottles of Beer , ALL Beer Son in

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A Check here if additional sheets attached

I, MARVIS J. PHILLIPS PUBLICSOFETT CAP! declare under penalty of perjury:

PRINT (Name of Protestant) ALLIANUE FIRE DETTER DIST 6

(1) That I am the protestant herein: (2) That I have read the above protest and know the contents thereof, and (3) That the same is true of my own knowledge except as to those matters which are therein stated on information and belief, and as to those matters I believe to be true.

a control of	PROTESIANTS TELEPHONE NUMBER (Optional)
PROTESTANTS SIGNATURE	14101 621-1935
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	DATÉ SIGNED
SIGNED AT (CITY OND BIALD)	24 141 17
SAN FIRMUN CALIFORNIA	27 740372
3210 1 70412 0000	
PROTESTANTS ADDRESS (Street number one name, thy, state, ap code)	0411117-6526
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ABC-510-A (10/07)

P. 2 OF2

LIQUOR LICENSE REVIEW

LL Review Referral Letter

TO:		dgers/CTYPI well/CTYPLN	_N/SFGOV /SFGOV@SF	FGOV	File: 1202 Ploch Www.	flot. 0	250/. LR	DO
TO:	Inspector Ke Police Depa Fax No.: 55		er		Que	1;N	U	
DATE:	April 13, 20	12						
This item is s PLEASE EN City Operation	IAIL YOUR For and Neighborn	RESPONSE E hborhood Se	3Y: May 17,	2012, to	Gail Johnso	 n, Clerk,		
Applicant N and Busines Applicant A	ss Name:	CVS Pharm	Retail Group nacy (1059 Hy l California St		et)			
and Phone I		Reuben & S One Bush S	lunius, LLP Street, Suite 6 sco, CA 9410					
•			,					
PLANNIN					Denial	· .		
Type 2	1 ABC existing	license	r Perm 1 Janu	utted ce II	, 93 (ambay	bout No	iatio	~
POLICE (COMMEN	TS:	☐ Approv	/al	Denial			
	•							

REUBEN & JUNIUS ...

October 8, 2012

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

Re: Liquor License "PCN" Request – CVS Pharmacy

1059 Hyde Street - Block 0250, Lots 001 and 020

Our File No.: 6483.08B

Dear Ms. Calvillo:

Our office represents LandMark Retail Group ("Landmark"), the project sponsor of a new CVS Pharmacy and convenience goods store located at the former Cala Foods grocery store site at 1059 Hyde Street (a.k.a. 1401 California Street) (the "Project" and the "Property"). On December 15, 2011, the San Francisco Planning Commission approved the Project (a Trader Joe's grocery store will occupy approximately 60% of the existing building).

On March 30 of this year, our office filed a request with the Board of Supervisors for a Public Convenience and Necessity ("PCN") finding for a liquor license transfer to be used by CVS at the Property. A hearing at the City Operations and Neighborhood Services Committee has been tentatively scheduled for October 22. The purpose of this letter is to provide the committee an update on LandMark's communication with the neighborhood and the San Francisco Police Department, and the status of the ABC transfer application.

Landmark has been actively engaged with local neighborhood groups in an effort to sell alcohol in a way that is consistent with the needs and desires of the neighborhood. As a result of these discussions, as well as discussions with the Police Department, Landmark and CVS have agreed to the following:

- CVS will purchase two type-21 off-sale general license from "problem" vendors in the neighborhood, thereby removing two undesirable alcohol retailers; CVS has chosen to purchase the licenses from J&D Liquors at 1042 Polk Street and Spencer & Daniels at 1541 Polk Street from a list of "problem" vendors compiled by neighborhood groups; these licenses will not be used by CVS at the Property or sold to another alcohol retailer in the neighborhood; this results in the elimination of two beer, wine and liquor sellers in the neighborhood, both identified as "problem" retail locations;
- CVS will purchase a type-20 off-sale license from another alcohol retailer in the city to be used by CVS at the Property. This is a beer and wine only license in

One Bush Street, Suite 600 San Francisco, CA 94104

tel: 415-567-9000 fax: 415-399-9480

www.reubenlaw.com

James A. Reuben | Andrew J. Junius | Kevin H. Rose | Tuija I. Catalano | David Silverman | Sheryl Reuben | Jay F. Drake

Daniel A. Frattin | Stephen R. Miller | Lindsay Petrone | John Kevlin | Alison L. Krumbein | John McInernay²

1. Also admitted in New York | 2. Of Counsel

Ms. Angela Calvillo October 8, 2012 Page 2

keeping with CVS's commitment to both the neighborhood and San Francisco Police Department to sell only beer and wine at this location.

Landmark has also worked with the community and the Police Department to develop a list of conditions of approval to the liquor license transfer that addresses other concerns of those parties (attached as **Exhibit A**).

Landmark filed an application with ABC on behalf of CVS for a license transfer for a type-20 off-sale license to be used by CVS at the Property over the summer. The license would be transferred from Vin Debut, located at 9 West Portal Avenue to the CVS Pharmacy at 1059 Hyde Street. Since the Property is located in a "high crime" area and in an area with an "undue concentration" of ABC licenses, CVS must obtain a determination by the Board of Supervisors that the public convenience and necessity will be served by the issuance of this license for operations at the Property.

Our letter to the Board of Supervisors, dated March 30, 2012, provided additional background information on the Project and CVS's alcohol operations. The letter is attached as **Exhibit B**.

Also attached is a letter from CVS dated March 22, 2012 addressed to the Middle Polk Neighborhood Association, Lower Polk Neighborhood Association and the Polk Street Merchants which outlines CVS's commitment to being a good neighbor and working with the community to ensure the responsible sale of alcohol. The letter is attached as **Exhibit C**.

Please do not hesitate to contact Jessica Berg, who is coordinating public outreach for the Project, at (415) 788-1000 ext. 202 or <u>JBerg@bergdavis.com</u> if you have any questions about the PCN request.

For the reasons outlined above and in our previous letter, I respectfully request that this letter be forwarded to the City Operations and Neighborhood Services Committee of the Board and that the Committee and the full Board of Supervisors make a determination under California Business & Professions Code §23958.4 that the public need or convenience would be served by the issuance of a type-20 off-sale general license to this CVS Pharmacy.

Very truly yours,

REUBEN & JUNIUS, LLP

John/Kevlin

Encl.

One Bush Street, Suite 600 San Francisco, CA 94104

tel: 415-567-9000 fax: 415-399-9480

REUBEN *JUNIUS...

EXHIBIT A

First Owner:

Garfield Beach CVS LLC

Name of Business:

CVS Pharmacy 10080

Location of Business:

1401 California Street (New CVS Address 1059 Hyde Street)

San Francisco Ca 94101

Block/Lot:

050/001 and 020

DRAFT VOLUNTARY Conditions for PCN for Type 21

- 1. Purchase 2 existing Type 21 ABC licenses within the Polk Street Neighborhood as defined between the boundaries of Van Ness to Jones and Filbert to O'Farrell Streets. Upon approval of the PCN, one license will be transferred out of the area that includes the Polk Street Neighborhood, Supervisorial District 3, and the eastern portion of Supervisorial District 2 from Van Ness to Franklin, in order to reduce the overall concentration of licenses within the neighborhood by 1. The other license will be transferred to the project site.
 - One license will be acquired from along Polk Street in the Middle Polk Neighborhood within the boundaries of Van Ness to Leavenworth and California to Broadway.
 - One license will be acquired from along Polk Street in the Lower Polk Neighborhood within the area south of California Street within the boundaries identified above.
- 2. Restrict Type 21 License to be transferred and restricted for the sale of beer and wine only, changing the license a Type 20 Beer and Wine Only. No upgrades or enhancements to the license will be sought for a minimum of 10 years.
- 3. Sale and service of beer and wine shall be permitted only between the hours of operation of the adjacent Trader Joe's, not to exceed 8am to 10pm daily. Customer access to all beer and wine will be restricted after hours of sale using any combination of locked cooler cases, gondola covers, and/or physical barricades at the ends of the aisles where the product is located on the sales floor.
- 4. All wine bottles will be secured and capped to ensure that an individual must make a purchase using a valid identification in order to avoid delinquent behavior.
- 5. No more than 5% of the square footage of the premises will be used for the display of alcoholic beverages.
- 6. No malt beverage shall be sold with an alcoholic content greater than 5.7% by volume.

- 7. The sale of single beer or malt beverages in quantities of 16 oz., 22 oz., 32 oz., 40 oz., or similar size containers is prohibited.
- 8. No beer or malt beverages, wine coolers or beer coolers shall be sold in quantities of less than manufacturer pre-packaged multi-unit quantities of four (4) or more.
- 9. No wine shall be sold with an alcoholic content of great than 15% by volume except for "Dinner Wines" which have been aged two years or more and maintained in corded bottles.
- 10. Interior security cameras must be installed within the store and concentrated in the area of beer and wine products. These cameras will be monitored during store hours by on site management, CVS regional and corporate operations, and made available to the SFPD for a minimum of 30 days upon request. External cameras will be installed and operated, focused on the perimeter of the store as well as the property and its perimeters. Output from these cameras will be shared with the SFPD, upon request.
- 11. All store cameras shall be monitored by on site management, CVS regional loss prevention team, and CVS Corporate.
- 12. All checkouts will be equipped with electronic scan detection systems to control the sale of age-related products and to prompt cashiers to require proper identification before a sale is completed.
- 13. Loitering will be prohibited in the parking lot and adjacent sidewalks surrounding the project at all times. Store management will be responsible for site security and monitoring the parking lots during hours of operation.
- 14. Store will provide a posted phone number to report site vandalism, loitering, or other concerns with mandated response to the person reporting the issue within forty-eight (48) hours. Vandalism and graffiti will be removed within twenty-four (24) hours of reporting and all other issues will be dealt with as expeditiously as possible.
- 15. The lower level garage parking area will be locked and restricted from access after 10:00 pm to prohibit loitering.

EXHIBIT B

REUBEN & JUNIUS ...

March 30, 2012

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

Re:

Liquor License "PCN" Request - CVS Pharmacy 1059 Hyde Street - Block 0250, Lots 001 and 020

Our File No.: 6483.08B

Dear Ms. Calvillo:

Our office represents LandMark Retail Group ("Landmark"), the project sponsor of a new CVS Pharmacy and convenience goods store located at the former Cala Foods grocery store site at 1059 Hyde Street (a.k.a. 1401 California Street) (the "Project"). On December 15, 2011, the San Francisco Planning Commission approved the Project (a Trader Joe's grocery store will occupy approximately 60% of the existing building).

CVS now seeks a license from the California Department of Alcohol Beverage Control ("ABC") in order to sell beer and wine on the premises. Landmark has been actively engaged with local neighborhood groups in an effort to sell alcohol in a way that is consistent with the needs and desires of the neighborhood. As a result of these discussions, Landmark and CVS have agreed to the following:

- CVS will purchase a type-21 off-sale general license from a "problem" vendor in the neighborhood, thereby removing an undesirable alcohol retailer; CVS has chosen to purchase the license from J&D Liquors at 1042 Polk Street from a list of "problem" vendors compiled by neighborhood groups;
- CVS will voluntarily condition the type-21 license to limit its sales to beer and wine only, reducing by one the number of locations selling hard liquor in the neighborhood;
- CVS will purchase a second off-sale license from another alcohol retailer in the neighborhood and transfer it out of the neighborhood, thereby reducing by one the number of alcohol sellers in the neighborhood.

One Bush Street, Suite 600 San Francisco, CA 94104

tel: 415-567-9800 fax: 415-399-9480

Ms. Angela Calvillo March 30, 2012 Page 2

As a result of these efforts, the Lower Polk Neighbors group is overwhelmingly in support of CVS's desire to obtain an ABC license to sell alcohol at this site (see endorsement letter attached as Exhibit A.).

LandMark has not yet filed an application with ABC on behalf of CVS for a license transfer from J&D Liquors or the second alcohol retailer, but will begin the process as soon as this public convenience and necessity request is approved by the Board of Supervisors. The license would be transferred from J&D Liquors, located at 1042 Polk Street to the CVS Pharmacy at 1059 Hyde Street. Due to the overconcentration of this type of ABC license in the census tract where the CVS Pharmacy will be located, CVS must obtain a determination by the Board of Supervisors that the public convenience and necessity will be served by the issuance of this license for operations at 1059 Hyde Street.

The Project will establish a CVS Pharmacy and Trader Joe's at the former Cala Foods grocery store at 1401 California Street (two new addresses have been created for the site, 1059 and 1095 Hyde Street, for CVS and Trader Joe's, respectively). The CVS Pharmacy will occupy approximately 11,000 square feet and the Trader Joe's will occupy approximately 14,000 square feet. The Project will make slight modifications to the existing legal, non-conforming structure and will add new elevator access from the lower level garage to the retail level. The Project will also improve access to the site by increasing the number of parking spaces on site from 79 to 86 through a re-striping of the existing parking area and eliminating dead space. The Project will also add 15 bicycle parking spaces and an enhanced landscape and hardscape.

The CVS Pharmacy will offer a wide variety of prescription drugs, groceries, and other convenience goods in a high density Polk Street corridor of San Francisco. Adding beer and wine to the offerings of this CVS Pharmacy would serve the public convenience and necessity of the neighborhood by increasing the variety of goods offered at this store. Area residents will have a new convenience store and pharmacy that will provide a convenient, "one-stop" shopping experience. By providing area residents with a pharmacy, convenience store, and alcohol retailer at one convenient location with adequate parking will reduce automobile trips in the area.

Adding beer and wine to the offerings of this CVS Pharmacy would serve the public convenience and necessity of the City of San Francisco by establishing a beer and wine retailer that has vast experience with the sale of alcohol and is a responsible retailer with an effective training and corporate-wide management policy for controlling the sale of beer and wine. CVS's employee training program, approved by the ABC, must be completed by all employees within 14 days of their hire and before they are permitted to operate the registers. CVS has a zero-tolerance policy — any employee knowingly or recklessly selling any age restricted product to a minor or to an adult purchasing product for a minor is subject to disciplinary action up to termination. Security cameras are equipped throughout the store and particularly in the area of beer and wine sales which are monitored by store management, regional loss prevention, CVS

One Bush Street, Suite 600 San Francisco, CA 94104

tel: 415-567-9000 fax: 415-399-9480

REUBEN JUNIUS...

Ms. Angela Calvillo March 30, 2012 Page 3

corporate, and can be made available to the Police Department upon request. All checkouts are equipped with electronic scan diction systems to control the sale of age restricted products and prompt cashiers to require proper identification before a sale is completed. CVS will continue to work with the San Francisco Police Department to ensure safe and responsible sale of beer and wine at this location.

For the reasons outlined above, I respectfully request that this letter be forwarded to the City Operations and Neighborhood Services Committee of the Board and that the Committee and the full Board of Supervisors make a determination under California Business & Professions Code §23958.4 that the public need or convenience would be served by the issuance of a type-21 off-sale general license to this CVS Pharmacy.

Please contact me with any questions you have.

Very truly yours,

John Kevlin

REUBEN & JUNIUS, LLP

Encl.

One Bush Street, Suite 600 San Francisco, CA 94104

tel: 415-567-9000 fax: 415-399-9480

REUBEN *JUNIUS...

EXHIBIT C



CVS/pharmacy*

Dublin RBO

7201 Regional Streat Dublin, Callifornia 94568 T: 925.361.1800 F: 925.361.1801

March 22, 2012

Chairman of the Middie Polk Neighborhood Association Chairman of the Lower Polk Neighborhood Association Chairman of the Polk District Merchants Association

Re: CVS #10080, 1401 California (@California & Hyde), San Francisco

CVS is a neighborhood serving business and a leader as a pharmacy health care provider. We look forward to becoming an active partner in the Polk District Neighborhood with our new full service location at 1401 California.

We understand through working with your individual groups and Supervisor Chiu's office, that there are existing challenges in the neighborhood with homeless, the nulsance of the increasing number of night-life businesses, and criminal activity that can be exacerbated by irresponsible sales and use of alcohol products. We understand that these issues are more prevalent here in the Polk District than anywhere else in San Francisco and as such we are committed to being a partner in prevention through our engagement with your respective groups, and by being a responsible vendor of beer and wine.

Beyond our existing experience and strict compliance with the State of California's policies as well as CVS' own employee training program related to beer and wine sales, we have made a commitment to the community through the extensive voluntary conditions for the PCN (attached here).

We want to be a good business and neighbor for years to come. We are committed to joining the Polk District Merchant's Association and attending neighborhood meetings for both the Middle Polk Neighborhood Association and the Lower Polk Neighborhood Association on a quarterly basis as needed. We are always available to address concerns as they arise. If you should have any concerns at anytime, please reach out to our District Store Manager, Scott Rutherford, whose contact information is provided below. We will follow-up with the store manager's contact information once a candidate is selected.



CVS/pharmacy

Dublin RBO

7201 Regional Street Dublin, California 94568 T: 925.361.1800 F: 925.361.1801

> District Operations Manager - Scott Rutherford ASRutherford@cvs.com (650) 670-6728 (mobile phone)

Sincerely,

Charly Duk Charles Dub

Regional Operations Manager, CVS Caremark

Supervisor David Chiu, City of San Francisco CC: Holly Grzywacz, LandMark Retail Group Scott Rutherford, CVS Caremark

REUBEN & JUNIUS...

2012 APR -2 PM 3: 28

March 30, 2012

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

Fil 120277

Re:

Liquor License "PCN" Request – CVS Pharmacy

1059 Hyde Street - Block 0250, Lots 001 and 020

Our File No.: 6483.08B

Dear Ms. Calvillo:

Our office represents LandMark Retail Group ("Landmark"), the project sponsor of a new CVS Pharmacy and convenience goods store located at the former Cala Foods grocery store site at 1059 Hyde Street (a.k.a. 1401 California Street) (the "Project"). On December 15, 2011, the San Francisco Planning Commission approved the Project (a Trader Joe's grocery store will occupy approximately 60% of the existing building).

CVS now seeks a license from the California Department of Alcohol Beverage Control ("ABC") in order to sell beer and wine on the premises. Landmark has been actively engaged with local neighborhood groups in an effort to sell alcohol in a way that is consistent with the needs and desires of the neighborhood. As a result of these discussions, Landmark and CVS have agreed to the following:

- CVS will purchase a type-21 off-sale general license from a "problem" vendor in the neighborhood, thereby removing an undesirable alcohol retailer; CVS has chosen to purchase the license from J&D Liquors at 1042 Polk Street from a list of "problem" vendors compiled by neighborhood groups;
- CVS will voluntarily condition the type-21 license to limit its sales to beer and wine only, reducing by one the number of locations selling hard liquor in the neighborhood;
- CVS will purchase a second off-sale license from another alcohol retailer in the neighborhood and transfer it out of the neighborhood, thereby reducing by one the number of alcohol sellers in the neighborhood.

One Bush Street, Suite 600 San Francisco, CA 94104

Ms. Angela Calvillo March 30, 2012 Page 2

As a result of these efforts, the Lower Polk Neighbors group is overwhelmingly in support of CVS's desire to obtain an ABC license to sell alcohol at this site (see endorsement letter attached as **Exhibit A**.).

LandMark has not yet filed an application with ABC on behalf of CVS for a license transfer from J&D Liquors or the second alcohol retailer, but will begin the process as soon as this public convenience and necessity request is approved by the Board of Supervisors. The license would be transferred from J&D Liquors, located at 1042 Polk Street to the CVS Pharmacy at 1059 Hyde Street. Due to the overconcentration of this type of ABC license in the census tract where the CVS Pharmacy will be located, CVS must obtain a determination by the Board of Supervisors that the public convenience and necessity will be served by the issuance of this license for operations at 1059 Hyde Street.

The Project will establish a CVS Pharmacy and Trader Joe's at the former Cala Foods grocery store at 1401 California Street (two new addresses have been created for the site, 1059 and 1095 Hyde Street, for CVS and Trader Joe's, respectively). The CVS Pharmacy will occupy approximately 11,000 square feet and the Trader Joe's will occupy approximately 14,000 square feet. The Project will make slight modifications to the existing legal, non-conforming structure and will add new elevator access from the lower level garage to the retail level. The Project will also improve access to the site by increasing the number of parking spaces on site from 79 to 86 through a re-striping of the existing parking area and eliminating dead space. The Project will also add 15 bicycle parking spaces and an enhanced landscape and hardscape.

The CVS Pharmacy will offer a wide variety of prescription drugs, groceries, and other convenience goods in a high density Polk Street corridor of San Francisco. Adding beer and wine to the offerings of this CVS Pharmacy would serve the public convenience and necessity of the neighborhood by increasing the variety of goods offered at this store. Area residents will have a new convenience store and pharmacy that will provide a convenient, "one-stop" shopping experience. By providing area residents with a pharmacy, convenience store, and alcohol retailer at one convenient location with adequate parking will reduce automobile trips in the area.

Adding beer and wine to the offerings of this CVS Pharmacy would serve the public convenience and necessity of the City of San Francisco by establishing a beer and wine retailer that has vast experience with the sale of alcohol and is a responsible retailer with an effective training and corporate-wide management policy for controlling the sale of beer and wine. CVS's employee training program, approved by the ABC, must be completed by all employees within 14 days of their hire and before they are permitted to operate the registers. CVS has a zero-tolerance policy – any employee knowingly or recklessly selling any age restricted product to a minor or to an adult purchasing product for a minor is subject to disciplinary action up to termination. Security cameras are equipped throughout the store and particularly in the area of beer and wine sales which are monitored by store management, regional loss prevention, CVS

2045

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tel: 415-567-9000 fax: 415-399-9480

Ms. Angela Calvillo March 30, 2012 Page 3

corporate, and can be made available to the Police Department upon request. All checkouts are equipped with electronic scan diction systems to control the sale of age restricted products and prompt cashiers to require proper identification before a sale is completed. CVS will continue to work with the San Francisco Police Department to ensure safe and responsible sale of beer and wine at this location.

For the reasons outlined above, I respectfully request that this letter be forwarded to the City Operations and Neighborhood Services Committee of the Board and that the Committee and the full Board of Supervisors make a determination under California Business & Professions Code §23958.4 that the public need or convenience would be served by the issuance of a type-21 off-sale general license to this CVS Pharmacy.

Please contact me with any questions you have.

Very truly yours,

John Kevlin

REUBEN & JUNIUS, LLP

Encl.

One Bush Street, Suite 60 San Francisco, CA 94104

Alliance for a **Better District** 6

October 19, 2012

Clerk of the Board San Francisco Board of Supervisors 1 Dr. Carlton B. Goodlett Place, Room 244 San Francisco, CA 94102

RE: Type 21 Liquor License - CVS Pharmacy 1059 Hyde Street

File No. 120277

San Francisco Board of Supervisors Members:

The Alliance for a Better District 6 believes that <u>no</u> request for resolution of Public Convenience of Necessity should be approved by the San Francisco Board of Supervisors until an official letter from California Alcoholic Beverage Control (ABC) confirms that two type-21 off-sale licenses have been transferred to CVS Pharmacy.

- 1) CVS purchases a type-21 of-sale liquor license form J&D Liquors at 1042 Polk Street.
- 2) CVS purchases a type-21 off-sale liquor license from Competition Close Outs, Inc. at 1541 Polk Street.

Then the community will be satisfied that CVS Pharmacy is acting in good faith.

Sincerely,

Michael Nulty

Executive Director

Alliance for a better District 6

cc: California Alcoholic Beverage Control San Francisco Board of Supervisors File

John Kevlin

From:

Ron Case [ron@CaseAbst-Architects.com]

Sent:

Friday, January 20, 2012 5:49 PM

To:

David.Chiu@sfgov.org

Cc: Subject: Holly Grzywacz; dsafier@pradogroup.com 1401 California-CVS support Letter.rtf

January 20, 2012

Mr. David Chiu, President San Francisco Board of Supervisors City Hall, Room 244 1 Carlton B. Goodlett Place San Francisco, CA 94102-4689

RE: 1401 California Street [Trader Joe's / CVS]

Dear President Chiu:

I am writing on behalf of **Lower Polk Neighbors** [LPN], a community association made up of residents and merchants. Our association boundaries are California Street on the North, Ellis Street on the South, Larkin on the East and the West Side of Van Ness, 1401 California borders our area.

At our regular LPN meeting on January 11, 2012 we voted on a number of items affecting our area. One major item that we voted on was the issues of Trader Joe's and CVS moving into 1401 California. At the heart of this issue is CVS's desire to sell beer and wine.

[Trader Joe's would take over CALA's liquor license.] Most of our members are opposed to any additional liquor licenses in our area. As you are aware, CVS has proposed buying one, and possibly two existing licenses in our area. Thus, not adding any additional ones and possibly eliminating one. In addition, CVS has proposed to purchase licenses from "troubled" establishments, if possible. [We have given CVS the names of possible troubled establishments we would like to see eliminated from Lower Polk area.]

After some questions and discussion LPN voted overwhelmingly [17 in favor and 2 opposed] to support CVS's desire to sell beer and wine. The condition of the vote is based on CVS's proposal to actually purchase the license[s] from "troubled" establishments.

We feel this is very much a positive situation for Lower Polk Neighbors. We have had numerous discussions with the CVS and Prado Group and feel confident that they will be a responsible neighbor and a good addition to our community.

With regards,

Ron Case, Chairman Lower Polk Neighbors

Cc: Ms. Holly Grzywacz, Landmark Retail Group Mr. Dan Safier, President, Prado Group