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1	[Planning Code -	Production, Distribution, and Repair Zoning]
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3	Ordinance ame	nding the Planning Code to address various revisions to Production,
4	Distribution, an	d Repair (PDR), integrated PDR, and small enterprise workplace zoning
5	controls to facil	itate the establishment of such uses; amending the Administrative
6	Code to delete	equirements concerning reporting on integrated PDR, affirming the
7	Planning Depar	tment's California Environmental Quality Act determination; and making
8	Planning Code,	Section 302, findings, and findings of consistency with the General
9	Plan, and the ei	ght priority policies of Planning Code, Section 101.1.
10	NOTE:	Unchanged Code text and uncodified text are in plain Arial font.
11		Additions to Codes are in <u>single-underline italics Times New Roman font</u> .  Deletions to Codes are in <u>strikethrough italics Times New Roman font</u> .
12		Board amendment additions are in double-underlined Arial font.  Board amendment deletions are in strikethrough Arial font.  Asterisks (* * * *) indicate the omission of unchanged Code
13		subsections or parts of tables.
14		
15	Be it orda	ned by the People of the City and County of San Francisco:
16		
17	Section 1.	Findings.
18	(a) In 200	8, the Board of Supervisors adopted the Eastern Neighborhoods Plan and
19	related zoning, ir	part to refine the City's approach to PDR (production, distribution, and
20	repair) uses and	to preserve and encourage such uses in the southeastern neighborhoods of
21	the City. This leg	gislative package is comprised of Ordinance Nos. 297-08, 298-08, and 299-
22	08, copies of whi	ch are on file with the Clerk of the Board of Supervisors in File Nos. 081152,
23	081153, and 081	154 respectively, and incorporated herein by reference. Since the adoption

of this Plan and its associated zoning, the City has determined that the continued

Mayor Lee, Supervisors Cohen, Campos, Chiu **BOARD OF SUPERVISORS** 

- establishment, evolution, and adaptation of these uses demands a more responsive set of zoning controls in the Planning Code.
  - (b) The amended zoning controls in this legislation attempt to satisfy the following goals: (1) Make it easier to establish PDR as a principally permitted use; (2) Allow PDR uses to share accessory retail space; (3) Simplify the "Integrated PDR" (IPDR) controls; (4) Entice the development of PDR on underdeveloped parcels in PDR Districts; (5) Support creation of new PDR space in re-built non-conforming self-storage uses; (6) Make "Small Enterprise Workspace" (SEW) to be more attractive to build; (7) Remove the Design and Development Special Use District; and (8) Clean up the definition of PDR.
  - (c) The Planning Department has determined that the actions contemplated in this
     Ordinance comply with the California Environmental Quality Act (California Public Resources
     Code Section 21000 et seq.). The Board of Supervisors hereby affirms this determination. A
     copy of said determination is on file with the Clerk of the Board of Supervisors in File No.
     and incorporated herein by reference.
  - (d) Pursuant to Planning Code Section 302, the Board finds that the proposed ordinance will serve the public necessity, convenience and welfare for the reasons set forth in Planning Commission Resolution No. \_\_\_\_\_, which reasons are incorporated herein by reference as though fully set forth. A copy of Planning Commission Resolution No. \_\_\_\_\_ is on file with the Clerk of the Board of Supervisors in File No. \_\_\_\_\_.
  - (e) At a duly noticed public hearing held on \_\_\_\_\_\_, 2014, the Planning Commission in Resolution No. \_\_\_\_\_ found that the proposed Planning Code amendments contained in this ordinance are consistent with the City's General Plan and with the Priority Policies of Planning Code Section 101.1. The Commission recommended that the Board of Supervisors adopt the proposed Planning Code amendments. The Board finds that the proposed Planning Code amendments contained in this ordinance are consistent with the

City's General Plan and with the Priority Policies of Planning Code Section 101.1 for the reasons set forth in said Resolution.

Section 2. The Planning Code is hereby amended by deleting Sections 175.8, 249.35B, 249.39, 413.7, 428A, revising Sections 181, 204.3, 226, 227, and 890.49, and adding Section 219.1, to read as follows:

#### SEC. 175.8. SUNSET FOR INTEGRATED PDR USES.

Any Integrated PDR use (as defined in Sec. 890.49) permitted by this Code will require conditional use authorization five years after the effective date of Ordinance Number 298-08 in order to allow for greater scrutiny of Integrated PDR uses in light of the City's Enterprise Zone Payroll Tax Credit program. The Planning Commission and Board of Supervisors should consider revising this control to continue permitting Integrated PDR uses if data show that 25 percent of all employees in areas Integrated PDR uses are eligible for the City's Enterprise Zone Payroll Tax Credit.

## SEC. 181. NONCONFORMING USES: ENLARGEMENTS, ALTERATIONS AND RECONSTRUCTION.

- (a) A nonconforming use, and any structure occupied by such use, shall not be enlarged, intensified, extended, or moved to another location, with the exception of the construction of a mezzanine within a live/work unit and expansion of dwelling units in PDR Districts, unless the result will be elimination of the nonconforming use, except as provided in Paragraph (b)(3) and (i) below and Section 186.1 of this Code. A nonconforming use shall not be extended to occupy additional space in a structure, or additional land outside a structure, or space in another structure, or to displace any other use, except as provided in Sections 182 and 186.1 of this Code.
- (b) A structure occupied by a nonconforming use shall not be constructed, reconstructed or altered, unless the result will be elimination of the nonconforming use, except

- (1) Ordinary maintenance and minor repairs shall be permitted where necessary to keep the structure in sound condition, as well as minor alterations, where such work is limited to replacement of existing materials with similar materials placed in a similar manner.
- (2) Minor alterations shall be permitted where ordered by an appropriate public official to correct immediate hazards to health or safety, or to carry out newly enacted retroactive requirements essential to health or safety.
- (3) Alterations otherwise allowed by this Code shall be permitted for any portion of the structure that will not thereafter be occupied by the nonconforming use, provided the nonconforming use is not enlarged, intensified, extended, or moved to another location.
- (4) All other alterations of a structural nature shall be permitted only to the extent that the aggregate total cost of such other structural alterations, as estimated by the Department of Public Works, is less than ½ of the assessed valuation of the improvements prior to the first such alteration, except that structural alterations required to reinforce the structure to meet the standards for seismic loads and forces of the Building Code shall be permitted without regard to cost.
- (c) A dwelling or other housing structure exceeding the permitted density of dwelling units or other housing units set forth in Sections 207.5, 208, 209.1, 209.2, or 215 of this Code for the district in which it is located shall be classified as a nonconforming use under Section 180 of this Code, but only to the extent that such dwelling or other housing structure exceeds the permitted density. This Section 181 shall apply with respect to enlargements, alterations and reconstruction of the nonconforming portion of such dwelling or other housing structure, consisting of those dwelling units or other housing units which exceed the permitted density. Any dwelling unit or other housing unit coming within the density limit shall not be affected by

- this Section 181. Except as provided in Sections 181(h) and 182(e), no dwelling or other housing structure exceeding the permitted density of dwelling units or other housing units shall be altered to increase the number of dwelling units or other housing units therein, or to increase or create any other nonconformity with respect to the dwelling unit or other housing unit density limitations of Section 209.1 or Section 209.2.
- (d) Notwithstanding the foregoing provisions of this Section 181, a structure occupied by a nonconforming use that is damaged or destroyed by fire, or other calamity, or by Act of God, or by the public enemy, may be restored to its former condition and use; provided that such restoration is permitted by the Building Code, and is started within eighteen months and diligently prosecuted to completion. The age of such a structure for the purposes of Sections 184 and 185 shall nevertheless be computed from the date of the original construction of the structure. Except as provided in Subsection (e) below, no structure occupied by a nonconforming use that is voluntarily razed or required by law to be razed by the owner thereof may thereafter be restored except in full conformity with the use limitations of this Code.

For purposes of this Subsection (d), "started within eighteen months" shall mean that within eighteen months of the fire or other calamity or Act of God, the structure's owner shall have filed a building permit application to restore the structure to its former condition and use.

(e) In order that major life safety hazards in structures may be eliminated as expeditiously as possible, a structure containing nonconforming uses and constructed of unreinforced masonry that is inconsistent with the requirements of the UMB Seismic Retrofit Ordinance, Ordinance No. 227-92, may be demolished and reconstructed with the same nonconforming use or a use as permitted by Planning Code Section 182; provided that there is no increase in any nonconformity, or any new nonconformity, with respect to the use limitations of this Code; provided further that the current requirements of the Building Code,

- (f) A nighttime entertainment use within the RSD, MUG, MUR, or SLR Districts may be enlarged, intensified, extended or expanded, including the expansion to an adjacent lot or lots, provided that: (1) the enlargement, intensification, extension or expansion is approved as a conditional use pursuant to Sections 303 and 316 of this Code; (2) the use as a whole meets the parking and signage requirements, floor area ratio limit, height and bulk limit, and all other requirements of this Code which would apply if the use were a permitted one; and (3) the provisions of Section 803.5(b) of this Code are satisfied.
- (g) Automotive sales and service signs within the Automotive Special Use District which have all required permits but which do not comply with the controls for new signs established in Section 607.3 of this Code shall be permitted to remain as nonconforming uses and shall be permitted to modify the signage text to describe new automobile ownerships and dealerships that may occur from time to time.
- (h) In PDR Districts, no building containing a residential use shall be altered to increase the number of dwelling units or other housing units therein. However, individual dwelling units or other housing units may be expanded, subject to height, bulk, and all other provisions of this Code which would otherwise be applicable to dwelling units or other housing units in the Urban Mixed Use District.
- (i) In the Eastern Neighborhoods Mixed Use, PDR-1-D, and PDR-1-G Districts, a non-residential nonconforming use may expand in gross floor area by no more than 25 percent with conditional use authorization pursuant to Section 303 of this Code. Such conditional use authorization may not be granted for any subsequent or additional expansion beyond the initial 25 percent.

1	(j) In the PDR-1-D, PDR-1-G, and PDR-2 Districts, a storage building for household goods
2	shall be allowed to rebuild to its current square footage, as long as it provides at least one FAR of PDR
3	uses, as defined in Section 401. A Notice of Special Restriction (NSR) shall be recorded on the title of
4	any property receiving approval under this Section. This NSR shall provide the Planning Department
5	with the ability to enforce the provisions of this Section.
6	SEC. 204.3. ACCESSORY USES IN C, M, AND PDR DISTRICTS.
7	(a) No use shall be permitted as an accessory use to a lawful principal or conditional
8	use in any C-1 or C-2 District which involves or requires any of the following:
9	(1) The total employment for such accessory use of more than five persons in a C-1
10	District, or more than 10 persons in a C-2 District;
11	(2) The use of any single machine of more than one horsepower in a C-1 District, or
12	more than 2½ horsepower in a C-2 District;
13	(3) The use of machines in any one establishment in an aggregate of more than five

- (3) The use of machines in any one establishment in an aggregate of more than five horsepower in a C-1 District, or more than 10 horsepower in a C-2 District;
- (4) The use of more than ¼ of the total floor area occupied by such use and the principal or conditional use to which it is accessory, except in the case of accessory off-street parking or loading; or
- (5) The production of goods not intended primarily for retail sale or use on the premises.
- (b) No use shall be permitted as an accessory use to a lawful principal or conditional use in any C-3 District which involves or requires the use of any single machine of more than five horsepower; or the use of more than ¼ of the total floor area occupied by such use and the principal or conditional use to which it is accessory, except in the case of accessory offstreet parking and loading. These limitations shall not apply to equipment or machines pertaining integrally to the lawful principal use itself.

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(c) Notwithstanding the provisions of Sections 227(h) and (i) and 260(b)(2)(l) and (M)
of this Code, an accessory use to a lawful principal or conditional use in any C or M District
which involves or requires the installation of a tower or antenna solely for the reception of
radio and television broadcasts for the exclusive benefit of the residents or occupants in the
building on which the antenna is placed shall be permitted without regard to the height of such
tower or antenna and without regard to the proximity of such tower or antenna to any R
District.

(d) No use shall be permitted as an accessory use to a lawful principal or conditional use in any PDR District which involves or requires the use of more than one-third (1/3) of the total floor area occupied by such use and the principal or conditional use to which it is accessory, except in the case of accessory <u>retail</u>, off-street parking, and loading. <u>For accessory retail</u>, <u>multiple PDR uses within a single building may combine their accessory retail allotment into a single space, as long as the shared retail space is allocated proportionally to the size of each contributing PDR use, and the total allotment of accessory retail space per use does not exceed what otherwise would be permitted by this Section.</u>

# <u>SEC. 219.1. ALLOWANCE FOR USES TO SUPPORT THE DEVELOPMENT OF NEW PDR SPACE IN THE PDR-1-D AND PDR-1-G DISTRICTS</u>.

(a) Purpose. The purpose of this provision is to support the increase in the overall stock of PDR space in the City. Despite consistent and growing demand for PDR space in San Francisco, the economics of building new PDR space are very challenging, even in PDR zoning districts where these uses do not compete for land with other more economically-attractive uses. One way to make such development economically viable is to utilize the value of other non-residential space, such as office and institutional uses, to subsidize the construction of PDR space on properties that are largely vacant or substantially underutilized and that do not contain significant PDR space that would be demolished.

(b) Geography. This provision applies to parcels that meet all of the following criteria:

1	(1) Are located in either the PDR-1-D or PDR-1-G Districts;
2	(2) Are located north of 20th Street;
3	(3) Contain less than 0.3 gross floor area as of the date of this legislation; and
4	(4) Are 20,000 square feet or larger.
5	(c) Controls. The Planning Commission may permit, per the procedures described below in
6	Subsection (d), non-PDR uses on the subject lot pursuant to the following provisions:
7	(1) At least 1/3 of the total gross floor area developed on the parcel shall contain PDR uses, as
8	defined in Section 401.
9	(2) For purposes of this Subsection, every square foot of Integrated PDR, as defined in Section
10	890.4, or Small Enterprise Workspace, as defined in Section 227(t), shall count as 0.5 square feet of
11	PDR space and 0.5 square feet of non-PDR space as specified in Subsection (3) below.
12	(3) The non-PDR space may contain one or both of the following uses:
13	(A) Office, as defined in Section 890.70; and/or
14	(B) Institutions, Other, as defined in Section 890.50.
15	(4) Uses other than those listed in Subsections (2) and (3) above, such as retail, are subject to
16	the controls of the underlying district.
17	(5) No residential uses are permitted.
18	(6) The PDR space in any building must be served by:
19	(A) One or more freight elevators, for any PDR space not at street level;
20	(B) Off-street loading in accordance with Code Section 152; and
21	(C) Minimum ceiling heights of seventeen feet floor-to-floor on the ground floor, and
22	fourteen feet floor-to-floor on the second floor and above.
23	(7) The project shall meet the Transportation Management Program requirements of Section
24	163(c) of the Planning Code.

1	(8) Accessory parking for uses listed in subsection (2) above may be permitted up to one space
2	per each 1,500 square feet of occupied floor area, and all such parking shall be subject to the pricing
3	requirements of Section 155(g).
4	(9) The first Certificate of Occupancy for the PDR portion of the development must be issued
5	by the Department of Building Inspection before and concurrently with the first Certificate of
6	Occupancy for the non-PDR portion of the development unless the PDR and non-PDR portions are
7	part of a single site or building permit.
8	(d) Approvals.
9	(1) All projects seeking entitlement pursuant to this Section 219.1 shall be required to receive a
10	Conditional Use authorization, per Section 303 of the Planning Code. In evaluating a proposed
11	authorization under this Section, the Planning Commission shall consider:
12	(A) The likely viability of the new PDR space created by the development, as influenced
13	by such factors as whether the project sponsor has developed a PDR business plan, has the
14	commitments of established PDR tenants, and/or a demonstrated relationship with organizations
15	established in the PDR community.
16	(B) Whether the project is an appropriate location and intensity for the proposed non-
17	PDR use, including but not limited to whether the location of non-PDR uses would be compatible with
18	or disruptive to PDR uses on the site and in the vicinity, recognizing that PDR uses may generate noise,
19	vibrations, odors, trucking activity, or other PDR-related operational characteristics.
20	(2) A Notice of Special Restriction ("NSR") shall be recorded on the title of any property
21	receiving approval under this Section 291.1. Such NSR shall:
22	(A) Designate the PDR portion of parcel;
23	(B) State that the proportion of gross floor area on the site dedicated to PDR uses shall
24	never be less than 1/3 of the total gross floor area on the parcel, including any future building or use
25	alterations or expansions;

1 (C) Require the property owner to submit an annual report to the Planning Department, 2 on January 31 of each year, detailing the PDR tenants on the property for the prior year their 3 respective square footages, number of employees, contact information for each company, a description 4 of the business or industry characteristics of each business, and the PDR space vacancy on the parcel 5 as of the date of each report; and, (D) Provide the Planning Department with the ability to enforce the provisions of this Section. 6

## SEC. 226. MANUFACTURING AND PROCESSING.

### SEC. 226. MANUFACTURING AND PROCESSING.

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9	C-1	C-2	C-3- O	C-3- O(SD)	C-3- R	C-3- G	C-3- S	С-М	M-1	M-2		PDR -1-D	PDR- 1-B	PDR- 2	
10				- ( - )											SEC. 226. MANUFACTURING
11															AND PROCESSING.
12															(a) Light manufacturing uses,
13															involving only the assembly, packaging,
14													Р		repairing or processing of
15			Р	Р	Р	Р	Р	Р	NA	NA	Р		under 5,000	Р	previously prepared
16													gsf		materials, which are conducted within a
17															building but do not occupy the ground
18															story of any building; provided:
19															(1) That no part
20															of a building so occupied shall have
21															any opening, other than fixed windows
22															and exits required by
23															law, within 50 feet of any R District;
24															(2) That the mechanical
25															equipment required

										_		-
1												for such uses, together with related
2												floor space used primarily by the
3												operators of such
4												equipment, shall not in the aggregate
5												occupy more than ¼ of the gross floor
6												area of the building in which the uses are
7												located; and
8												(3) That no machine shall be
9												used that has more than five horsepower
10												capacity.
11												(b) Light manufacturing which
12												occupies not more than ½ the ground
13												story of the building and involves or
14												requires no machine
15										Р		that has more than five horsepower
16										under		capacity, if
17				Р	Р	NA	NA	Р	Р	5,000	Р	conducted entirely within an enclosed
18										gsf		building; provided, that no part of a
19												building so occupied shall have any
20												opening, other than fixed windows and
21												exits required by law, within 20 feet of any
22												R District.
23										P		(c) Light food- processing for
24				Р	Р	NA	NA	Р	Р	under 5,000		delicatessen, catering or restaurant
25										gsf		supply, if conducted

							1							1
1														entirely within an enclosed building; provided, that no part
2														of a building so
3														occupied shall have any opening, other
4														than fixed windows or exits required by
5														law, within 20 feet of
6												Р		any R District. (d) Light
7								P	Р	P	P	under		manufacturing, not including any use
8									•			5,000 gsf		first specifically listed
9												<u>P</u>		below. <i>(e) Industrial or</i>
10		₽	₽	₽	₽	₽	₽	₽	₽	₽	₽	<del>under</del>	₽	chemical research or testing laboratory, not
11			ĺ						1			<del>2,500</del> <del>gsf</del>		involving any danger of
12														explosions. (f) Life Science
13		<del>P</del>	<u>P</u>	₽	₽	₽	₽	₽	₽					laboratory (as defined in Sections 890.52 and
14														<del>890.53).</del>
15														<del>(g) Battery</del> <del>manufacture, if</del>
16							₽	₽	₽					conducted on premises
17														not less than 200 feet from any R District.
18														(h) Any of the following uses, when
19														conducted within a
20														completely enclosed building; provided,
21								<u>P</u>	₽	$\epsilon$	$\epsilon$			that no part of a building so occupied
22														shall have any
23														opening, other than fixed windows or
24														exits required by law, within 50 feet of any
								D.	D	G	G			R District:
25								<u>P</u>	<u>P</u>	<u>C</u>	<u>C</u>		<u>P</u>	(1) Automobile

										1
1										assembling. (2) Bottling
2					<u>P</u>	<u>P</u>	<u>C</u>	<u>P</u>	<u>P</u>	plant, brewery, dairy products plant, malt
3										manufacturing or processing or malt
4										products plant;
5					<u>P</u>	<u>P</u>	<u>C</u>	<u>C</u>	<u>C</u>	(3) Ice manufacturing plant;
6					D	D	C	<u></u>	C	(4) Concrete
7					<u>P</u>	<u>P</u>	<u>C</u>	<u>C</u>	<u>C</u>	mixing <del>, concrete</del> products manufacture;
8					<u>P</u>	<u>P</u>	C	<u>C</u>	<u>C</u>	(5) Electric foundry for
9					<u></u>		<u>C</u>	<u>C</u>		nonferrous metals;
10										(6) Metal working or
11					D.	n	D	D	D.	blacksmith shop; excluding presses of
12					<u>P</u>	<u>P</u>	<u>P</u>	<u>P</u>	<u>P</u>	over 20 tons' capacity and
13										machine-operated
14							<del> </del>			drophammers. (7) Enameling,
15										lacquering, wholesale paint
16					<u>P</u>	<u>P</u>	<u>C</u>	<u>C</u>	<u>C</u>	mixing from
17										previously prepared pigments and
18							<u> </u>			vehicles; (8)
19										Woodworking mill, manufacture of
20					<u>P</u>	<u>P</u>	<u>C</u>	<u>C</u>	<u>C</u>	wood-fibre, sawdust
21										or excelsior products not involving
22										chemical processing. (i) <u>Curing.</u>
23										smoking, or drying
24						Р	С	<u>C_P</u>	<u>C_P</u>	fish; Mmanufacture of cereals, distilled
25										liquors, felt or shoddy, hair or hair

	1		1			1				<b>.</b>
1										products, pickles, sauerkraut, vinegar,
2										yeast, soda or soda compounds,
3										structural clay
4										products, meat products, <u>fish oil,</u> not
5										including any use first specifically listed
6										below.
7						Р	С	С	С	(j) Flour mill.
						Р	С	С	С	(k) Sugar refinery.
8						Р	С	С	С	(I) Wool pulling or scouring.
9						С	С	С	С	(m) Blast furnace,
10						_	_	<u> </u>		rolling mill, smelter.
11										(n) Manufacture of corrosive acid or
12										alkali, cement, gypsum, lime, plaster
13						С			С	of paris, explosive,
14										fertilizer, glue or gelatine from fish or
15										animal refuse.
16						С	С		С	(o) Production or refining of petroleum
17										products.
					Р	Р	С		С	(p) Steam power plant.
18						Р			С	(q) Shipyard.
19										(r) Live storage, killing or dressing of
20										poultry or rabbits for
21				Р	Р	NA			С	retail sale on the premises, if
22										conducted on premises not less
23										than 200 feet from
24										any R District. (s) Live storage,
25						Р			С	killing or dressing of
_5								1		_poultry or rabbits, if

	1				1					1
1										conducted on premises not less
2										than 200 feet from
3										any R District, without limitation as
4						<u> </u>				to nature of sale.
						С				(t) Stockyard, livestock feed yard,
5										abattoir.
6										(u) Rendering or reduction of fat,
7										bones or other
8										animal material, where adequate
9										provision is made for
10					С	С	С		С	the control of odors through the use of
										surface condensers
11										and direct-flame afterburners or
12										equivalent
13						1				equipment.
14										(v) Incineration of garbage, refuse,
15						С				dead animals or
16						1				parts thereof.  (w) The following
										uses, when
17						Р			C	conducted not less than 500 feet from
18										any R or NC District:
19										(1) Manufacture,
20										refining, distillation or
21										treatment of any of the following:
22										abrasives, acid
23										(noncorrosive), alcohol, ammonia,
										asbestos, asphalt,
24										bleaching powder, candles (from tallow),
25										celluloid, chlorine,

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1														coal, coke, creosote, dextrine, disinfectant,
2														dye, enamel, gas carbon or lampblack,
3														gas (acetylene or
4														other inflammable), glucose, insecticide,
5														lacquer, linoleum, matches, oilcloth, oil
6														paint, paper (or pulp), perfume, plastics,
7														poison, potash,
8														printing ink, refuse mash or refuse grain,
9														rubber (including balata or gutta
10														percha or crude or scrap rubber),
11														shellac, shoe or stove polish, soap,
12														starch, tar,
13														turpentine, varnish;  (2) Curing,
14														smoking or drying fish, manufacture of fish oil;
15														(32) Tanning or
16														curing of raw hides orskins;
17														(4 <u>3</u> ) Foundry, structural iron or pipe
18														works, boilermaking where riveting is
19														involved, locomotive
20														works, roundhouse or railroad shop.
21														
22		S	EC. 2	227. O	THEF	R USE	ES.							
23	* :	* *	* *	* * *	* *	. * :	* *	* *	* *	* *	* *	* *	* *	* * * * * *

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2	C-1	C-2	C-3-C	3	C-3-R	C-3-(	C-3-6	C-M	M-1	M-2	(	РDК-1. G		PDR-1. D		PDR-1. B	PDR-2	
3	N	N	N		N								Ь		+		MDD	(t) Small Enterprise
4	А	A	A	A	Α	Α	Α	Α	Α	Α	Ρ					IP .	<u>NPP</u>	Workspace (S.E.W.). An S.E.W. is a <i>single building use</i> that is
5																		comprised of discrete workspace units which are independently
6																		accessed from building common
7																		areas. (1) The S.E.W. building
8																		must meet the following additional requirements:
9																		(A) Each unit may contain only uses principally or
10																		conditionally permitted in the
11																		subject zoning district, or office uses (as defined in Section
12																		890.70);
13																		(B) Any retail uses are subject to any per parcel size
																		controls of the subject zoning
14																		district;
15																		(C) No residential uses shall be permitted;
16																		(D) Fifty percent of the units
17																		in the building must contain no more than 500 gross square feet each,
18																		while the remaining fifty percent  Each of the units in the building
																		must contain no more than $\frac{2,500}{}$
19																		1,500 gross square feet each; an
20																		exception to this rule applies for larger PDR spaces on the ground
21																		floor, as described in subsection
22																		(E) below (E) An S.E.W. building
23																		may contain units larger than 2,500 1,500 square feet on the
24																		ground floor as long as each such unit contains a principal
25																		PDR use. For the purposes of

	1 1	this Section, a PDR use is one
1		identified in Sections 220, 222,
2		223, 224, 225, 226, 227(a), 227(b), and 227(p) of this Code.
3		Such PDR units may be
1		independently accessible from
4		the street.  (F) After the issuance of
5		any certificate of occupancy or
6		completion for the building, any merger, subdivision, expansion,
7		or other change in gross floor
8		area of any unit shall be permitted only as long as the
		provisions of this subsection (D)
9		and (E) are met. <i>To facilitate</i>
10		review of any such project, all such
11		applications will be referred to the Planning Department, and
		applicants are required to submit
12		full building plans, not just the
13		unit(s) subject to the change in floor area.
14		(2) S.E.W. units may be
		established only in new buildings
15		or in buildings for which a first
16		certificate of occupancy or completion was issued after the
17		effective date of this Section.
		(3) Where permitted, S.E.W.
18		Buildings are exempt from the controls in Sec. 230 limiting
19		demolition of industrial buildings.
20	 	
		(w) Industrial or chemical
21	P under	research or testing laboratory, not
22	$\frac{2,500}{gsf}$	involving any danger of explosions.
23		(x) Life Science laboratory (as
24		defined in Sections 890.52 and 890.53
		<u>070.33</u>

In recognition of existing large parcels where a limitation on office square footage per lot
would be proportionally inappropriate, to accommodate office space for activities that require space
outside of downtown, to provide affordable office space to small firms and organizations which may be
engaged in incubator businesses and microenterprises, and to accommodate office space in relation to
the agglomeration of internal, telecommunications and related utility uses in the immediate area, there
shall be a Design and Development Special Use District applied to certain portions of the South Basin
area west of Third Street, and to parcels on Third Street near the intersections of Cargo Way, Custer
Avenue, Davidson Avenue, Evans Avenue, and Egbert Avenue, as shown on Sectional Map 10 SU of the
Zoning Map. The following provisions shall apply within such special use district:

- (a) Except as described below, the specific use definitions and controls for PDR-1 and PDR-2

  Districts, as detailed in Sections 213-277 of this Code, shall apply to lots within this Design and

  Development SUD, including the accessory use provisions contained in Section 204.3.
- (b) Any office use is permitted, limited to a floor area ratio of 0.25 of gross floor area to 1 square foot of lot area notwithstanding the office use size limitations of the PDR-2 District. In no case shall office use be limited to less than the size allowed in a PDR-2 District under Planning Code Section 219; nor shall it exceed a total of 50,000 square feet of gross floor area per lot.
- (c) An office use above the amount permitted in Section 249.35B(b) is permitted provided that it shall be limited to the following activities:
- (1) design activities, including but not limited to architectural, graphic, interior, product, and industrial design;
  - (2) business service as defined in Planning Code Section 890.111;
- 24 (3) ancillary office activities related to internet, telecommunications, electronic networking or 25 data storage service and maintenance;

1	(4) digital media and arts.
2	(d) For all office use square footage greater than the amount permitted under 249.35B(b), a
3	Notice of Special Restriction shall be executed by the Zoning Administrator and recorded in the Office
4	of the County Recorder, specifying that the office activities are limited to the uses permitted under
5	Planning Code Section 249.35B(c).
6	(e) For all office use square footage greater than the amount permitted under 249.35B(b),
7	each individual business shall be limited to 5,000 square feet of gross floor area.
8	(f) Off-street parking spaces shall be provided in the minimum amounts as follows:
9	(1) for office uses permitted under Section 249.35B(b), according to Table 151 of this Code;
10	(2) for office uses permitted under Section 249.35B(c), 1 space for every 2,500 square feet of
11	occupied floor area.
12	SEC. 249.39. RESTRICTED INTEGRATED PDR SPECIAL USE DISTRICT.
13	(a) Purpose. The Restricted Integrated PDR Special Use District is intended to ensure that
14	newly constructed Integrated PDR uses support the intention of the PDR-1-G District in the Central
15	Waterfront.
16	(b) Geography. The boundaries of the Restricted Integrated PDR Special Use District include
17	all parcels designated PDR-1-G east of I-280, south of 20th St., and north of Cesar Chavez St.
18	(c) Controls. All provisions of the Planning Code currently applicable shall continue to apply
19	except that newly constructed Integrated PDR shall require conditional use authorization pursuant to
20	the provisions of Sec. 303.
21	SEC. 413.7. INTEGRATED PDR EXCEPTION.
22	An exception to this process exists for Integrated PDR projects that are subject to Section 428
23	of this Code, for which only 50% of the fees must be paid before the issuance of the first construction
24	document or first certificate of occupancy with a deferral surcharge, whichever applies.
25	SEC. 428A. INTEGRATED PDR FEE DISCOUNT PROGRAM.

	(a) Purpose. The purpose of the Integrated PDR Fee Discount Program is to encourage the
hiring	of disadvantaged workers by existing or future business tenants and/or occupants in newly
<del>permi</del>	tted Integrated PDR space. Owners of buildings with Integrated PDR space are given the option
of def	Serring up to fifty percent of development impact fees that would otherwise be owed, to encourage
their i	Integrated PDR tenants and/or occupants to register their respective business with the Office of
Econo	omic and Workforce Development's (OEWD) Integrated PDR Program. At the end of a five-year
<del>perioc</del>	d commencing upon issuance of the first site or building permit, owners of Integrated PDR
<del>buildi</del>	ings will be responsible for payment of the full deferred amount unless they can demonstrate to the
<del>Plann</del>	ting Department, based on registration records submitted to OWED, that a certain percentage of
the en	nployees occupying Integrated PDR space qualify as "disadvantaged workers." The greater the
<del>perce</del>	ntage of disadvantaged workers, the higher the fee waiver.
	(b) Definitions.
	(1) Applicant. For purposes of this section, the owner of a building that contains permitted
<del>Integi</del>	rated PDR space.
	(2) Integrated PDR. This is defined in Section 890.49.
	(3) Disadvantaged worker. Any employee who qualifies for the California State.
	(4) Enterprise Zone hiring credit for the San Francisco Enterprise Zone.
	(5) Discount-eligible worker, a disadvantaged worker who lives within the City and County of
<del>San F</del>	<del>rancisco.</del>
	(6) Discount-program fees. The fees that are subject to this discount program are the Eastern
Neigh	borhoods Fees (per Sec. 327), the Transit Impact Development Fee (TIDF) (per Chapter 38 of
the Ac	dministrative Code), and the Jobs-Housing Linkage Fee (per Section 313).
	(7) Integrated PDR Registration Record. A dated receipt acknowledging that the subject
<del>Integr</del>	rated PDR business has newly registered or updated their existing registration with the Office of
Econo	omic and Workforce Development (OEWD).

1	(8) Outstanding Discount-Program fees. The 50% of Discount-program fees that are not paid
2	at the issuance of the first site or building permit.
3	(c) Controls.
4	(1) Any project involving the establishment of net new Integrated PDR space may choose to
5	avail itself of the fee discounts described below in this Subsection.
6	(2) Initial fee reduction and payment:
7	(A) At the issuance of the first site or building permit, the Applicant will pay 50% of
8	discount-program fees.
9	(B) An Integrated PDR Notice of Special Restrictions (NSR) will be placed on the
10	property stating the following:
11	(i) The amount of Outstanding Discount-Program fees.
12	(ii) That the Outstanding Discount-Program fees, adjusted for the cost of living as
13	defined by the Controller's Office, will be paid within 30 days of notification of the applicant by the
14	Planning Department of the amount of payment due. A reduction or waiver of these outstanding fees is
15	available only if the conditions of subsection $(c)(3)$ of this Section are met.
16	(3) Outstanding Discount-Program fee determination and payment:
17	(A) After five years from the issuance of the first site or building permit for any
18	Integrated PDR space, the Applicant must pay the Outstanding Discount-Program fees.
19	——————————————————————————————————————
20	by providing sufficient evidence in the form of Integrated PDR Registration Records to demonstrate to
21	the Planning Department that they have satisfied the workforce goals of the Integrated PDR program
22	as of the date of the filing of an application for such a waiver.
23	(C) Outstanding Discount-Program fees may be waived or forgiven under the following
24	circumstances:

1	(i) If 10% to 14.9% of the total workforce currently employed in space that is permitted
2	as Integrated PDR is discount-eligible workers, then 50% of the outstanding fees will be waived.
3	(ii) If 15% to 19.9% of the total workforce currently employed in space that is
4	permitted as Integrated PDR is discount-eligible workers, then 60% of the outstanding fees will be
5	<del>waived.</del>
6	(iii) If 20% to 24.9% of the total workforce currently employed in space that is
7	permitted as Integrated PDR is discount-eligible workers, then 70% of the outstanding fees will be
8	<del>waived.</del>
9	(iv) If 25% to 29.9% of the total workforce currently employed in space that is
10	permitted as Integrated PDR is discount-eligible workers, then 80% of the outstanding fees will be
11	<del>waived.</del>
12	(v) If 30% to 34.9% of the total workforce currently employed in space that is
13	permitted as Integrated PDR is discount-eligible workers, then 90% of the outstanding fees will be
14	<del>waived.</del>
15	(vi) If 35% or more of the total workforce currently employed in space that is permitted
16	as Integrated PDR is discount-eligible workers, then 100% of the outstanding fees will be waived.
17	(D) Applicants who cannot provide sufficient evidence in the form of Integrated PDR
18	Registration records to demonstrate to the Planning Department that tenants and/or occupants of any
19	Integrated PDR space have satisfied the annual reporting requirements of the Office of Economic and
20	Workforce Development (OEWD), or its successor, will not be eligible for any waivers or reductions of
21	Outstanding Discount-Program Fees, and will owe the full amount of any Outstanding Discount-
22	Program Fees five years after the issuance of the first site or building permit. These annual reporting
23	requirements are stated contained in the City's Administrative Code Sec. 10E.7.
24	(E) Applicants must apply to the Planning Department for Outstanding Discount-
25	Program Fee reduction or waiver. This application must be submitted within three months before or

1	after the five-year anniversary of the issuance of the first site or building permit. The Planning
2	Department shall transmit the application to the Office of Economic and Workforce Development
3	(OEWD), or its successor, for verification of relevant employment statistics, and the Director of OEWD
4	shall subsequently submit its findings to the Planning Department.
5	(F) Payment of outstanding fees is due within 30 days of notification of the applicant by
6	the Planning Department of the amount of payment due.
7	(G) Failure to pay shall be deemed a violation of the Planning Code and result in an
8	enforcement action by the Department, which may include, referral to the Bureau of Delinquent
9	Revenue and a lien on the subject property. Any enforcement action also may result in additional
10	charges or penalties to cover the City's costs in the enforcement action, including, but not limited to
11	City Attorney's fees.
12	SEC. 890.49. INTEGRATED PDR.
13	(a) Integrated PDR is a land use that meets the following requirements:
14	(1) Contains at least the following amount of PDR activities:
15	(A) For uses of 2,000 gross square feet or greater, at At least 1/3 of the total space
16	of the use shall contain PDR activities, as defined in Subsection (7) below; or
17	(B) For uses of less than 2,000 gross square feet, at least 20% of the total space shall
18	contain PDR activities;
19	(2) All uses in the space are conducted as integral and related parts of a single business
20	activity or enterprise;
21	(3) Does not include residential activities;
22	$(3 4)$ The $\frac{1}{remaining}$ $\frac{1}{remaining}$ space may contain any non-residential use permitted in
23	the MUO District as long as::
24	(A 5) Retail space is limited to 1/3 of the total space; and
25	

1	(B) All uses in the space are conducted as integral and related parts of a single
2	business activity or enterprise;
3	(6) Any retail space contained within the Integrated PDR use shall not count against any per
4	parcel retail limits of the subject zoning district; and
5	(4 7) For purposes of this definition, PDR activities are those that:
6	(A) Are generally consistent with Code Sections 220, 222, 223, 224, 225, 226,
7	227(a), 227(b), and 227(p) or involve the fabrication, testing, distribution, maintenance, or
8	repair of physical goods;
9	(B) Are not:
10	(i) Residential (as defined in Section 890.88);
11	(ii) Retail and personal services (as defined in Sections 890.102, 890.104, and
12	890.116);
13	(iii) Institutional (as defined in Section 890.50);
14	(iv) Office (as defined in Section 890.70);
15	(v) Laboratory (as defined in Section 890.52); or
16	(vi) Storage (as defined in Sec. 890.54(c));
17	(C) May include any non-office uses that integrate multimedia, information
18	technology, or software development functions;
19	——————————————————————————————————————
20	( $\not \! E  \underline{D}$ ) Occur in space specifically designed to accommodate the industrial
21	nature of the PDR activities.
22	(5) Any retail space contained within the Integrated PDR use shall not count against any per-
23	parcel retail limits of the subject zoning district.
24	(b) Integrated PDR uses are subject to the following requirements only permitted in the
25	following buildings:

1	(1) These uses are only permitted in buildings:
2	(A) That <u>Buildings that</u> were constructed before 1951 which were at least three
3	stories in height above grade, excluding those building features listed in Section 260(b) and related
4	structures, as of the effective date of Ordinance Numbers 0297-08, 0298-08, 0299-08 and 0300-08 as o
5	<i>January 1, 2009</i> ; or
6	$(\underline{B}\ \underline{2})$ For <u>Building for</u> which a first certificate of occupancy was issued after the
7	effective date of Ordinance Numbers 0297-08, 0298-08, 0299-08, and 0300-08 after January 1, 2009;
8	(2 c) A Notice of Special Restriction (NSR) shall be recorded on the title of any
9	property containing an Integrated PDR use. The Planning Department shall forward a copy of
10	each NSR to the Mayor's Office of Economic and Workforce Development, or a successor office, for
11	purposes of record keeping and monitoring. This NSR shall include a copy of the use provisions of this
12	Section and also require that the property owner:
13	(A) Ensure that all new Integrated PDR tenants and/or occupants register with the
14	Office of Economic and Workforce Development's PDR Program. The purpose of this registration is to
15	confirm the accuracy of each tenant's or occupant's NAICS code on their Business Registration and
16	Payroll Tax forms, collect basic information on the nature of each tenant's or occupant's business,
17	including the total number of employees to inform the tenant or occupant of available tax credits and
18	other benefits of the state and local Enterprise Zone program; and to determine, to the extent possible,
19	the total number of employees that reside within the City and are eligible to receive State Enterprise
20	Zone tax credits ("IPDR Disadvantaged Employees"); and
21	(B) Report annually to the Planning Department staff on any reallocation of space
22	within an Integrated PDR space This NSR shall provide the Planning Department with the ability to
23	enforce the provisions of this Section.
24	$(e\ \underline{d})$ Integrated PDR uses are not subject to the annual office limit controls of Sections
25	320-324.

Registration Records to demonstrate to the Planning Department that current and former occupants of

any Integrated PDR space have satisfied the initial registration and annual reporting requirements
outlined in this Section will not be eligible for any waivers or reductions of Outstanding DiscountProgram Fees as set forth in Planning Code Section 328.

(5) OEWD, or its successor, shall make available summary reports of any and all Integrated PDR business data collected pursuant to this program at the request of the Planning Department staff or the Planning Commission, as necessary for their enforcement of any provisions of the Planning Code or for general information.

(6)—OEWD, or its successor, shall provide a 5-year summary report on the status of employment of disadvantaged workers, as defined in Planning Code Section 328(b)(2) and the profile of all businesses registered under this program within 6 months of the 5-year anniversary of the adoption of this Section. This summary report shall contain data on the total number and types of businesses occupying Integrated PDR space, as well the total percentage share of the total workforce employed by businesses occupying Integrated PDR space that qualify as disadvantaged workers as of the 5-year anniversary of the effective date of this Section.

## (e d) EASTERN NEIGHBORHOODS CITIZENS ADVISORY COMMITTEE.

(1) **Establishment and Purpose**. An Eastern Neighborhoods Citizens Advisory Committee (CAC) is hereby established. Within 6 months of adoption of the Eastern Neighborhoods Area Plan and related Planning Code changes, the Mayor and the Board of Supervisors shall have appointed all members to the CAC. The CAC shall be the central community advisory body charged with providing input to City agencies and decision makers with regard to all activities related to implementation of the Eastern Neighborhoods Area Plans. The CAC is established for the purposes of providing input on the prioritization of Public Benefits, updating the Public Benefits program, relaying information to community members in each of the four neighborhoods regarding the status of development proposals in the Eastern Neighborhoods, and providing input to Plan Area monitoring efforts as

1	appropriate. The CAC shall be advisory, as appropriate, to the Planning Department, the
2	Interagency Planning & Implementation Committee (IPIC), the Planning Commission and the
3	Board of Supervisors. The CAC may perform the following functions as needed:

- (A) Collaborate with the Planning Department and the Interagency Plan Implementation Committee on prioritizing the community improvement projects and identifying implementation details as part of annual expenditure program that is adopted by the Board of Supervisors:
- (B) Provide an advisory role in a report-back process from the Planning

  Department on enforcement of individual projects' compliance with the Area Plans standards
  and on specific conditions of project approvals so that those agreements will be more
  effectively implemented;
- (C) Collaborate with the Planning Department and relevant city agencies in the monitoring of the Plans' implementation program at approximately every fifth year, in coordination with the Monitoring Program required by the Administrative Code Section 10.E; and provide input to Plan Area monitoring efforts for required time-series reporting.

## (2) Representation and Appointments.

- (A) The CAC shall consist 19 members representing the diversity of the Eastern Neighborhoods; key stakeholders, including resident renters, resident homeowners, low-income residents, local merchants, established neighborhood groups within the Plan Area; and other groups identified through refinement of the CAC process.
- (B) All members shall live, work, own property or own a business in the Eastern Neighborhoods Plan Area they are appointed to represent.
- (C) The Board of Supervisors shall appoint a total of eleven members to the CAC. Based on the Supervisorial District boundaries, the District 6 and 10 Supervisors shall nominate 4 four CAC members, the District 9 Supervisor shall nominate two CAC members,

- and the District 8 Supervisor shall nominate one CAC member. The appointment of each of the Board's CAC nominees shall be confirmed by the full Board of Supervisors.
  - (D) The Mayor shall appoint a total of eight members, with one voting member representing each of the five neighborhoods, and three voting at-large members.
  - (E) Members shall serve for two-year terms, but those terms shall be staggered such that, of the initial membership, some members will be randomly selected to serve four year terms and some will serve two year terms.
  - (F) At the first official meeting of the CAC, which shall not occur until at least 13 voting members of the CAC have been appointed by the respective appointment process, a lottery shall be conducted in order to randomly select four Board of Supervisors appointees and two Mayoral appointees to serve four-year terms. At a subsequent meeting, when the final two voting members of the CAC have been appointed by the respective appointment process, a lottery shall be conducted in order to randomly select which member shall serve a four-year term.
  - (G) The Board of Supervisors and Mayor may renew a member's term by repeating the respective appointment process.
  - (3) Committees or Working Groups of the CAC. According to procedures set forth in bylaws adopted by the CAC, the CAC may, at its discretion create subcommittees or working groups based around geographic areas or functional issues. Each of these subcommittees or working groups shall contain at least one CAC member who is eligible to vote, but may also be comprised of individuals who are not members of the CAC. If a non-voting member of the CAC serves on a subcommittee or working group that individual may act as a voting member of the subcommittee or working group.
  - (4) Staffing for Eastern Neighborhoods Citizens Advisory Committee. The Planning Department or Interagency Plan Implementation Committee shall designate necessary

1	staffing from relevant agencies to the CAC, as needed to complete the responsibilities and
2	functions of the CAC described in this code. To the extent permitted by law, staffing and
3	administrative costs for the CAC shall be funded through the Eastern Neighborhoods Public
4	Benefits Fund. Staff shall participate in the Interagency Planning and Implementation
5	Committee as set forth in Administrative Code Section 36.
6	(5) The Eastern Neighborhoods CAC will automatically terminate on December 31,
7	2020, unless the Board of Supervisors extends the CAC's term by Ordinance.
8	
9	Section 4. Effective Date. This ordinance shall become effective 30 days after
10	enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the
11	ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board
12	of Supervisors overrides the Mayor's veto of the ordinance.
13	
14	Section 5. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors
15	intends to amend only those words, phrases, paragraphs, subsections, sections, articles,
16	numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal
17	Code that are explicitly shown in this ordinance as additions, deletions, Board amendment
18	additions, and Board amendment deletions in accordance with the "Note" that appears under
19	the official title of the ordinance.
20	
21	APPROVED AS TO FORM:
22	DENNIS J. HERRERA, City Attorney
23	By:
24	John D. Malamut Deputy City Attorney
25	n:\legana\as2013\1400201\00888906.doc