File No. \_\_\_\_\_140735

Committee Item No. \_\_\_\_4\_\_\_\_ Board Item No. \_\_\_\_

## **COMMITTEE/BOARD OF SUPERVISORS**

AGENDA PACKET CONTENTS LIST

Committee: Land Use and Economic Development Date \_\_\_\_\_ July 7, 2014

**Board of Supervisors Meeting** 

Completed by:\_\_\_\_

Date \_\_\_\_\_

## **Cmte Board**

		Motion
$\mathbf{X}$		Resolution
		Ordinance
		Legislative Digest
$\square$		Budget and Legislative Analyst Report
Π	$\square$	Youth Commission Report
H		Introduction Form
X	H	Department/Agency Cover Letter and/or Report
	H	MOU
H	H	Grant Information Form
H	H	Grant Budget
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믬		Subcontract Budget
H		Contract/Agreement
	H	Form 126 – Ethics Commission
		Award Letter
		Application
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Com	oleted k	Date July 2, 2014

Date

### FILE NO. 140735

### **RESOLUTION NO.**

[Interim Zoning Controls - Office Conversion in Landmark Buildings in PDR-1-D and PDR-1-G Districts]

Resolution imposing interim zoning controls requiring conditional use authorization for office conversion in landmark buildings in PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts for an 18- month period; and making environmental findings, including findings of consistency with the eight priority policies of Planning Code, Section 101.1.

WHEREAS, Planning Code, Section 306.7 provides for the imposition of interim zoning controls to accomplish several objectives, including preservation of historic and architecturally significant buildings and areas; preservation of residential and mixed residential and commercial areas in order to preserve the existing character of such neighborhoods and areas; and development and conservation of the commerce and industry of the City in order to maintain the economic vitality of the City, to provide its citizens with adequate jobs and business opportunities, and to maintain adequate services for its residents, visitors, businesses and institutions; and

WHEREAS, Planning Code, Sections 210.9 and 210.10 set forth the stated intention of the PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts, which is, generally, to retain and encourage production, distribution, and repair (PDR) activities; and

WHEREAS, As set forth in Planning Code, Section 201.7, "PDR-zoned land is also an important reservoir of space in San Francisco for new and evolving industry and activity types that cannot be foreseen today and cannot practically function or compete for space in a typical downtown office or neighborhood commercial environment. Business and activities allowed in PDR Districts generally share a need for flexible operating space that features large open

interior spaces, high ceilings, freight loading docks and elevators, floors capable of bearing heavy loads, and large (often uncovered exterior) storage areas; and

WHEREAS, These uses are often not ideally compatible with housing for operational reasons, including the need for significant trucking and delivery activities, 24-hour operation, and emission of noise, odors and vibrations; importantly, PDR uses are limited in the amount of rent they can afford relative to office, retail, and residential uses, yet are important sectors of the City's economy;" and

WHEREAS, San Francisco actively seeks to create a supportive environment for production, distribution, and repair business, including certain design activities; one of the eight priority policies of the City's General Plan and Planning Code, Section 101.1 resolves that "That a diverse economic base be maintained by protecting our industrial and service sectors from displacement due to commercial office development, and that future opportunities for resident employment and ownership in these sectors be enhanced"; and

WHEREAS, Another of the eight Priority Policies of the City's General Plan and Planning Code, Section 101.1 resolves "That landmarks and historic buildings be preserved." Thus, the City seeks both to preserve historic and landmark buildings and promote and encourage the PDR that are often already present in and most suitable to locate in certain historically industrial buildings; and

WHEREAS, These interim controls are intended and designed to address and ameliorate the problems and conditions associated with the growing proliferation of commercial office development in areas primarily zoned for PDR uses, by requiring conditional use authorization for office conversion in landmark buildings in districts zoned PDR-1-D and PDR-1-G during the next eighteen (18) months; and

WHEREAS, This Board has considered the impact on the public health, safety, peace, and general welfare if the interim controls proposed herein were not imposed; and

imposition of these interim controls at this time, in order to ensure that the legislative scheme 2 3 which may be ultimately adopted is not undermined during the planning and legislative process for permanent controls; and 4 5 WHEREAS, The Planning Department has determined that the actions contemplated in this Resolution are in compliance with the California Environmental Quality Act (California 6 7 Public Resources Code, Section 21000 et. seq.). Said determination is on file with the Clerk of the Board of Supervisors in File No. 140735 and is hereby affirmed and incorporated by 8 9 reference as though fully set forth; now, therefore, be it 10 RESOLVED, Pursuant to Planning Code, Section 306.7, the Board of Supervisors, by 11

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this resolution, hereby prohibits any City agency, board, commission, officer, or employee from approving any site permit, building permit, or any other permit or license authorizing a conversion to office use, as defined in Planning Code 890.70, unless the action would conform both to the existing provisions of the Planning Code and this resolution imposing interim controls; and, be it

WHEREAS, This Board has determined that the public interest will be best served by

FURTHER RESOLVED, That as of the effective date of this Resolution, any conversion to office use within the PDR-1-D and PDR-1-G Districts, shall be subject to a conditional use authorization; and, be it

FURTHER RESOLVED, That any use lawfully existing prior to the effective date of this interim controls is exempt from these interim controls, unless such enterprise ceases to operate or discontinues operation for ninety (90) days or longer, in which event the use shall be deemed abandoned; and, be it

FURTHER RESOLVED, That for purposes of these interim controls, the Planning Commission shall consider, in addition to the criteria listed in Planning Code, Section 303(c), the economic and fiscal impact of the proposed commercial office use in the area. To this end,

the applicant shall provide the Planning Department as part of its conditional use application a complete economic impact analysis of the proposed use, prepared by an independent licensed professional; and, be it

FURTHER RESOLVED, The Planning Commission shall consider, in addition to the criteria listed in Planning Code Section 303(c) and above, the availability of space for PDR uses in the surrounding neighborhood, the compatibility of the proposed commercial office use with PDR uses, and the land use and planning effects of displacement of any existing tenants from the building. To this end, the applicant shall provide the Planning Department as part of its conditional use application a tenant relocation plan; and, be it

FURTHER RESOLVED, That these interim controls shall remain in effect for eighteen months from the effective date of this legislation, or until the adoption of permanent legislation regulating office conversion in landmark buildings in PDR-1-D and PDR-1-G districts, whichever first occurs; and, be it

FURTHER RESOLVED, That these interim zoning controls advance and are consistent with the Priority Policies set forth in Planning Code Section 101.1, particularly Policy 5, in that they attempt maintain a diverse economic base by protecting the City's industrial and service sectors from displacement due to commercial office development. With respect to Priority Policies 1, 2, 3, 4, 6, 7, and 8, the Board finds that these interim zoning controls do not, at this time, have an effect upon these policies, and thus, will not conflict with said policies.

APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney

By:

MARLENA G. BYRNE Deputy City Attorney

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

June 27, 2014

File No. 140735

John Rahaim Director Planning Department 1650 Mission Street, 4<sup>th</sup> Floor San Francisco, CA 94103

Dear Director Rahaim:

On June 24, 2014, Supervisor Cohen introduced the following proposed legislation:

File No. 140735

Resolution imposing interim zoning controls requiring conditional use authorization for office conversion in landmark buildings in PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts for an 18-month period; and making environmental findings, including findings of consistency with the eight priority policies of Planning Code, Section 101.1.

This legislation is being transmitted to you for environmental review, pursuant to Planning Code Section 306.7(c).

Angela Calvillo, Clerk of the Board

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By: Andrea Ausberry, Assistant Clerk Land Use & Economic Development Committee

Attachment

c: Scott Sanchez, Zoning Administrator Sarah Jones, Environmental Review Officer Aaron Starr, Legislative Affairs Manager AnMarie Rodgers, Senior Policy Advisor Joy Navarrete, Environmental Planning Jeanie Poling, Environmental Planning Marlena Byrne, Deputy City Attorney

Not defined as a project under CEOA Guidelines Sections 15378 and 15060(c)(2) because if does not result in a physical change in the environment. 1 10100 7

## **RESOLUTION NO.**

1	[Interim Zoning Controls - Office Conversion in Landmark Buildings in PDR-1-D and PDR-1-G Districts]
2	•
3	Resolution imposing interim zoning controls requiring conditional use authorization for
4	office conversion in landmark buildings in PDR-1-D (Production, Distribution, and
5	Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts
6	for an 18- month period; and making environmental findings, including findings of
7	consistency with the eight priority policies of Planning Code, Section 101.1.
8	
9	WHEREAS, Planning Code, Section 306.7 provides for the imposition of interim zoning
10	controls to accomplish several objectives, including preservation of historic and architecturally
11	significant buildings and areas; preservation of residential and mixed residential and
12	commercial areas in order to preserve the existing character of such neighborhoods and
13	areas; and development and conservation of the commerce and industry of the City in order to
14	maintain the economic vitality of the City, to provide its citizens with adequate jobs and
15	business opportunities, and to maintain adequate services for its residents, visitors,
16	businesses and institutions; and
17	WHEREAS, Planning Code, Sections 210.9 and 210.10 set forth the stated intention of
18	the PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production,
19	Distribution, and Repair: General) Districts, which is, generally, to retain and encourage
20	production, distribution, and repair (PDR) activities; and
21	WHEREAS, As set forth in Planning Code, Section 201.7, "PDR-zoned land is also an
22	important reservoir of space in San Francisco for new and evolving industry and activity types
23	that cannot be foreseen today and cannot practically function or compete for space in a typical
24	downtown office or neighborhood commercial environment. Business and activities allowed in
25	PDR Districts generally share a need for flexible operating space that features large open

interior spaces, high ceilings, freight loading docks and elevators, floors capable of bearing
 heavy loads, and large (often uncovered exterior) storage areas; and

WHEREAS, These uses are often not ideally compatible with housing for operational reasons, including the need for significant trucking and delivery activities, 24-hour operation, and emission of noise, odors and vibrations; importantly, PDR uses are limited in the amount of rent they can afford relative to office, retail, and residential uses, yet are important sectors of the City's economy;" and

WHEREAS, San Francisco actively seeks to create a supportive environment for 8 production, distribution, and repair business, including certain design activities; one of the 9 10 eight priority policies of the City's General Plan and Planning Code, Section 101.1 resolves that "That a diverse economic base be maintained by protecting our industrial and service 11 12 sectors from displacement due to commercial office development, and that future opportunities for resident employment and ownership in these sectors be enhanced"; and 13 WHEREAS, Another of the eight Priority Policies of the City's General Plan and 14 15 Planning Code, Section 101.1 resolves "That landmarks and historic buildings be preserved." Thus, the City seeks both to preserve historic and landmark buildings and promote and 16

encourage the PDR that are often already present in and most suitable to locate in certain
historically industrial buildings; and

WHEREAS, These interim controls are intended and designed to address and
 ameliorate the problems and conditions associated with the growing proliferation of
 commercial office development in areas primarily zoned for PDR uses, by requiring
 conditional use authorization for office conversion in landmark buildings in districts zoned
 PDR-1-D and PDR-1-G during the next eighteen (18) months; and
 WHEREAS, This Board has considered the impact on the public health, safety, peace,

and general welfare if the interim controls proposed herein were not imposed; and

Supervisor Cohen BOARD OF SUPERVISORS

Page 2

WHEREAS, This Board has determined that the public interest will be best served by
 imposition of these interim controls at this time, in order to ensure that the legislative scheme
 which may be ultimately adopted is not undermined during the planning and legislative
 process for permanent controls; and

5 WHEREAS, The Planning Department has determined that the actions contemplated in 6 this Resolution are in compliance with the California Environmental Quality Act (California 7 Public Resources Code, Section 21000 et. seq.). Said determination is on file with the Clerk 8 of the Board of Supervisors in File No. \_\_\_\_\_ and is hereby affirmed and incorporated by 9 reference as though fully set forth; now, therefore, be it

10 RESOLVED, Pursuant to Planning Code, Section 306.7, the Board of Supervisors, by 11 this resolution, hereby prohibits any City agency, board, commission, officer, or employee 12 from approving any site permit, building permit, or any other permit or license authorizing a 13 conversion to office use, as defined in Planning Code 890.70, unless the action would 14 conform both to the existing provisions of the Planning Code and this resolution imposing 15 interim controls; and, be it

FURTHER RESOLVED, That as of the effective date of this Resolution, any conversion to office use within the PDR-1-D and PDR-1-G Districts, shall be subject to a conditional use authorization; and, be it

FURTHER RESOLVED, That any use lawfully existing prior to the effective date of this interim controls is exempt from these interim controls, unless such enterprise ceases to operate or discontinues operation for ninety (90) days or longer, in which event the use shall be deemed abandoned; and, be it

FURTHER RESOLVED, That for purposes of these interim controls, the Planning
 Commission shall consider, in addition to the criteria listed in Planning Code, Section 303(c),
 the economic and fiscal impact of the proposed commercial office use in the area. To this end,

Supervisor Cohen BOARD OF SUPERVISORS

Page 3

1 the applicant shall provide the Planning Department as part of its conditional use application a

2 complete economic impact analysis of the proposed use, prepared by an independent

3 licensed professional; and, be it

FURTHER RESOLVED, The Planning Commission shall consider, in addition to the criteria listed in Planning Code, Section 303(c) and above, the availability of space for PDR uses in the surrounding neighborhood, the compatibility of the proposed commercial office use with PDR uses, and the land use and planning effects of displacement of any existing tenants from the building. To this end, the applicant shall provide the Planning Department as part of its conditional use application a tenant relocation plan; and, be it

FURTHER RESOLVED, That these interim controls shall remain in effect for eighteen
 months from the effective date of this legislation, or until the adoption of permanent legislation
 regulating office conversion in landmark buildings in PDR-1-D and PDR-1-G districts,

13 whichever first occurs; and, be it

FURTHER RESOLVED, That these interim zoning controls advance and are consistent with the Priority Policies set forth in Planning Code, Section 101.1, particularly Policy 5, in that they attempt maintain a diverse economic base by protecting the City's industrial and service sectors from displacement due to commercial office development. With respect to Priority Policies 1, 2, 3, 4, 6, 7, and 8, the Board finds that these interim zoning controls do not, at this time, have an effect upon these policies, and thus, will not conflict with said policies.

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APPROVED AS TO FORM:
21 DENNIS J. HERRERA, City Attorney

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By:

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MARLENA G. BYRNE Deputy City Attorney

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

June 27, 2014

File No. 140735

John Rahaim Director Planning Department 1650 Mission Street, 4<sup>th</sup> Floor San Francisco, CA 94103

Dear Director Rahaim:

On June 24, 2014, Supervisor Cohen introduced the following proposed legislation:

File No. 140735

Resolution imposing interim zoning controls requiring conditional use authorization for office conversion in landmark buildings in PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts for an 18-month period; and making environmental findings, including findings of consistency with the eight priority policies of Planning Code, Section 101.1.

This legislation is being transmitted to you for environmental review, pursuant to Planning Code Section 306.7(c).

Angela Calvillo, Clerk of the Board A Auberry

By: Andrea Ausberry, Assistant Clerk Land Use & Economic Development Committee

#### Attachment

c: Scott Sanchez, Zoning Administrator Sarah Jones, Environmental Review Officer Aaron Starr, Legislative Affairs Manager AnMarie Rodgers, Senior Policy Advisor Joy Navarrete, Environmental Planning Jeanie Poling, Environmental Planning Marlena Byrne, Deputy City Attorney



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

# MEMORANDUM

TO: Regina Dick-Endrizzi, Director Small Business Commission, City Hall, Room 448

FROM: Andrea Ausberry, Assistant Clerk, Land Use and Economic Development Committee, Board of Supervisors

DATE: June 27, 2014

SUBJECT: REFERRAL FROM BOARD OF SUPERVISORS Land Use & Economic Development Committee

The Board of Supervisors' Land Use and Economic Development Committee has received the following legislation, which is being referred to the Small Business Commission for comment and recommendation. The Commission may provide any response it deems appropriate within 12 days from the date of this referral.

File No. 140735

Resolution imposing interim zoning controls requiring conditional use authorization for office conversion in landmark buildings in PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts for an 18-month period; and making environmental findings, including findings of consistency with the eight priority policies of Planning Code, Section 101.1.

Please return this cover sheet with the Commission's response to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102.

RESPONSE FROM SMALL BUSINESS COMMISSION - Date:

No Comment

\_\_\_\_ Recommendation Attached

Chairperson, Small Business Commission



City Hall 1 Dr. Carlton B. Goodlett Place, Room 244 San Francisco 94102-4689 Tel. No. 554-5184 Fax No. 554-5163 TDD/TTY No. 544-5227

### **PROOF OF MAILING**

Legislative File No. 140735

Description of Items:

140735: Resolution imposing interim zoning controls requiring conditional use authorization for office conversion in landmark buildings in PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts for an 18-month period; and making environmental findings, including findings of consistency with the eight priority policies of Planning Code, Section 101.1.

I, <u>Andrea Ausberry and Monica Guzman</u>, an employee of the City and County of San Francisco, mailed the above described document(s) by depositing the sealed items with the United States Postal Service (USPS) with the postage fully prepaid as follows:

Date:

June 27, 2014

Time:

USPS Location: Fi

Front Desk, Office of the Clerk of the Board

2:53 pm

Mailbox/Mailslot Pick-Up Times (if applicable): N/A

Signature:	A	mg		
	C	0		 

Instructions: Upon completion, original must be filed in the above referenced file.

3,484 pieces of mail



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

# NOTICE OF PUBLIC HEARING

BOARD OF SUPERVISORS OF THE CITY AND COUNTY OF SAN FRANCISCO

LAND USE AND ECONOMIC DEVELOPMENT COMMITTEE

NOTICE IS HEREBY GIVEN THAT the Land Use and Economic Development Committee will hold a public hearing to consider the following proposal and said public hearing will be held as follows, at which time all interested parties may attend and be heard:

Date: Monday, July 7, 2014

Time: 1:30 p.m.

Location: Committee Room 263, located at City Hall 1 Dr. Carlton B. Goodlett Place, San Francisco, CA

Subject: File No. 140735. Resolution imposing interim zoning controls requiring conditional use authorization for office conversion in landmark buildings in PDR-1-D (Production, Distribution, and Repair: Design) and PDR-1-G (Production, Distribution, and Repair: General) Districts for an 18- month period; and making environmental findings, including findings of consistency with the eight priority policies of Planning Code, Section 101.1.

In accordance with San Francisco Administrative Code, Section 67.7-1, persons who are unable to attend the hearing on this matter may submit written comments to the City prior to the time the hearing begins. These comments will be made a part of the official public record in this matter, and shall be brought to the attention of the members of the Committee. Written comments should be addressed to Angela Calvillo, Clerk of the Board, Room 244, City Hall, 1 Dr. Carlton Goodlett Place, San Francisco, CA 94102. Information relating to this matter is available in the Office of the Clerk of the Board. Agenda information relating to this matter will be available for public review on Friday, July 4, 2013.

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Angela Calvillo, Clerk of the Board

DATED: June 26, 2014 MAILED/POSTED: June 27, 2014 PUBLISHED: June 28, 2014

Print Form	
<b>Introduction Form</b>	
By a Member of the Board of Supervisors or the Mayor	
I hereby submit the following item for introduction (select only one):	Time stamp or meeting date
<ul> <li>1. For reference to Committee.</li> <li>An ordinance, resolution, motion, or charter amendment.</li> <li>2. Request for next printed agenda without reference to Committee.</li> </ul>	
3. Request for hearing on a subject matter at Committee.	• •
4. Request for letter beginning "Supervisor	inquires"
<ul> <li>5. City Attorney request.</li> <li>6. Call File No. from Committee.</li> <li>7. Budget Analyst request (attach written motion).</li> </ul>	
<ul> <li>Budget Analyst request (attach written motion).</li> <li>8. Substitute Legislation File No.</li> </ul>	
<ul> <li>9. Request for Closed Session (attach written motion).</li> </ul>	<b></b>
10. Board to Sit as A Committee of the Whole.	
<ul> <li>11. Question(s) submitted for Mayoral Appearance before the BOS on</li> <li>Please check the appropriate boxes. The proposed legislation should be forwarded to the following</li> <li>Small Business Commission</li> <li>Planning Commission</li> <li>Building Inspection Commission</li> <li>Note: For the Imperative Agenda (a resolution not on the printed agenda), use a Imperative</li> </ul>	nission
Sponsor(s):	
Cohen	nn
Subject:	
Interim Zoning Controls for Office Conversion in Landmark Buildings in PDR-1-D and PDR-1-C	B Districts
The text is listed below or attached:	
Attached	· · ·
MI	/
Signature of Sponsoring Supervisor:/ Math M	<u> </u>
For Clerk's Use Only:	

140735